

### PROGRESS MUTUAL FUND

ISIN: BG9000002071, Reg. No. 175271276

Collective investment scheme managed by Compass Invest JSC - Asset Management Company, Reg. No. 175194972 with the Bulgarian Trade Registry

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

### OBJECTIVES AND INVESTMENT POLICY

The assets of the fund are invested in the following instruments:

- Shares issued by Bulgarian companies, traded on regulated markets in Bulgaria and abroad, as well as shares issued by foreign companies, traded on international regulated markets – **up to 100%** of the fund's assets;
- Debt securities, including government securities and/or other securities, issued and/or guaranteed by the Bulgarian government, as well as mortgage, corporate and municipal bonds of Bulgarian issuers and foreign securities, traded on international regulated markets – **up to 70%** of the fund's assets;
- Units of collective investment schemes and other collective investment entities – **up to 10%**;
- Securities, not traded on regulated market – **up to 10%**;
- Deposits in credit institutions with maturity of up to 12 months and/or deposits payable on demand – **up to 100%** of the fund's assets;
- Derivative financial instruments, in case that the Fund has the right to invest in their underlying assets, in accordance with these Rules as well as in accordance with the additional conditions under Art. 38, para. 1, p.8 ZDKISDPKI in case they trade on OTC markets – **up to 25%** of the fund's total assets.
- Investors can purchase or redeem units by placing an order every business day from 9am to 4pm in the company's office in Sofia, 19 George Washington Str., 2nd fl.
- The fund's investments are not focused on a particular industrial, geographic or market sector. The fund invests mainly in stocks of major Bulgarian and American companies.
- Dividend income collected by the fund is reinvested.
- The fund does not allow for discretionary choices in regards to the particular investments that are to be made.
- Fund's approach does not imply a reference to a benchmark.

### RISK AND RETURN PROFILE

Lowest risk

Highest risk

1 2 **3** 4 5 6 7

Potentially lowest return

Potentially highest return

Due to the balanced-risk portfolio structure of the fund the average level of risk has been set at category 3 of the synthetic indicator as indicated above. This value is based on price fluctuations of the fund's units during the past year. The risk category of the fund is lower due to investments in less risky assets such as deposits.

Historical data used in calculating the synthetic indicator does not constitute a reliable indicator of the future risk profile of the fund. The risk category and return indicated above can endure changes and the categorization of the fund may shift over time.

The lowest category does not represent risk-free investment.

Other risk factors related to the fund, which are not calculated in the above indicator, include:

**Liquidity risk** - Under certain conditions it may be difficult or impossible to sell particular assets from the portfolio of the fund at a price close to its' fair value. In cases when liquid funds are required to cover short-term liabilities, the liquidity of the units may be limited due to temporary suspension of redemption.

**Operational risk** - risk associated with the organization of work in the management company, the qualifications of staff, technology, and other external factors.

**Other risks:** tax risk, regulatory risk, political risk, operative risk, inflation risk, currency risk, risk related to safekeeping of the assets, etc. are detailed in the fund's Prospectus available on [www.compass-invest.eu](http://www.compass-invest.eu).

## CHARGES

### 1. One-off charges taken before and after you invest:

Entry charge	0,00%
Exit charge	1,50%

This is the maximum that might be taken out of your money before it is invested and proceeds of your investment are paid out, respectively. The exit charge is included in the officially quoted redemption price. The investor can find out the actual entry and exit charges from their financial advisor.

### 2. Charges paid by the fund over a year:

Ongoing charge	3,06%
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The ongoing charges are paid by all investors in the fund and are calculated as a percent of the annual net value of the assets of the fund (based on last year's expenses ending 31 Dec 2020).

### 3. Charges taken from the fund under specific conditions:

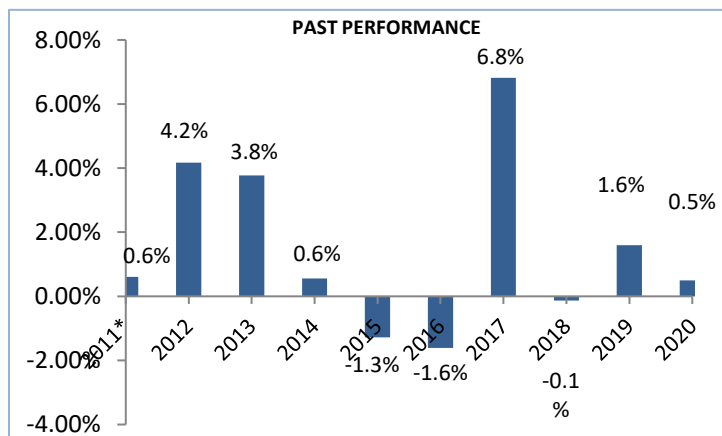
Performance fee	0,00%
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The charges are used to cover the costs of running the fund, including marketing and distributing costs. These charges reduce the potential growth of your investments.

The ongoing charges include fees paid to the management company, fees paid by the fund to the Depository bank, brokers, Central depository, Financial Supervision Commission, etc.

Information on all fees and charges is published in the Prospectus of the fund on [www.compass-invest.eu](http://www.compass-invest.eu).

## PAST PERFORMANCE



The graph on the left showing past performance has limited value as a guide to future performance.

Calculations of past performance figures are based on the net asset value of the fund. They include all annual expenditures of the fund, but exclude all entry and exit charges. The proceeds from redemption fees are transferred in favor of the asset management company.

Past performance is calculated in Bulgarian leva (BGN).

\* The fund was established in May 2007 under the name of Somoni Progress. Following the acquisition of the Asset management company in June 2011 by the present owners, the company was renamed Compass Invest, subsequently renaming the fund to Progress mutual fund.

## PRACTICAL INFORMATION

The funds' Depository Bank is: **United Bulgarian Bank**.

More information about the fund, including the prospectus and financial reports, published in Bulgarian language, can be obtained free of charge at the company's office in Sofia; 19 George Washington Str., 2<sup>nd</sup> floor, or on its' web site: [www.compass-invest.eu](http://www.compass-invest.eu). Information related to the latest prices of the units, the placing of an order, the required documents and forms for placing an order can be obtained from the company's office, on its' web site: [www.compass-invest.eu](http://www.compass-invest.eu) or call +35924219517, +35924219518. Payment for the units should be made to the account of Progress: IBAN BG15UBBS80021016662420 with the United Bulgarian Bank. The remuneration policy of Compass Invest JSC is available on the web site of the Company - [www.compass-invest.eu](http://www.compass-invest.eu). Compass Invest JSC declares that, upon request, it will provide free hard copy of the Company's remuneration policy.

Tax legislation in Bulgaria can have an impact on the personal tax position of individual investor.

Compass Invest JSC may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus of the fund.

The fund is regulated and authorized for public distribution in Bulgaria by the FSC (Initial Permit № 37-ДФ/09.05.2007 supplemented by Permit № 101-ДФ/13.06.2012).

The management company Compass Invest JSC is regulated and licensed in Bulgaria by the FSC (License № 22-УД/30.11.2006, supplemented by License № 44-УД/13.02.2012 51-УД/14.05.2016 and 56-УД/28.06.2017).