Artea

Artea Emerging Markets Ex-Dictatorship Bond Subfund

June 2026

Disclaimer

Artea Emerging Markets Ex-Dictatorship Bond subfund (hereinafter – the Subfund) is a subfund of the open-ended harmonized investment fund Artea Umbrella Fund, managed by UAB „Artea Asset Management“ (hereinafter – the Management Company).

The assets of the Subfund are invested in debt securities (bonds) of governments, municipalities, and companies in emerging countries (securities exchanges and markets). If investments are made in foreign currency, changes in the exchange rate may affect the return on investment.

Investing into Subfund’s investment units is related to the investment risk. Subfund’s past results only show the results of the Subfund’s activities for a past period, and the past period results do not constitute a reliable indicator of the future results. Past results do not guarantee future performance. If the return on investments previously was positive, it will not necessarily be so in the future since the value of investments can both rise and fall, the investor could regain less than invested. The Management Company does not guarantee the profitability of investments. The latest values of the Subfund investment units are published on the website https://www.artea.lt/en/private/saving-investment/investing/investment-funds/artea-emerging-markets-ex-dictatorship-bond-subfund.

Before making a decision to invest, the investor should personally or with the help of investment advisors assess the Subfund’s investment strategy, applicable fees and all investment-related risks. The investor should also carefully read the Subfund’s Rules, Prospectus, Key Investor Information Document and other documents intended for the investors, which are to be found on the website of the Management Company https://www.artea.lt/en/private/saving-investment/investing/investment-funds/artea-emerging-markets-ex-dictatorship-bond-subfund or may be obtained free of charge at the customer centres of the Management Company.

The Subfund uses a composite benchmark index which is chosen to reflect as precisely as possible the investment strategy (asset types and proportions) specified in the Rules and Prospectus, as well as the strategic distribution of the Subfund’s investments.

All the information presented is of a promotional nature and cannot be construed as a recommendation, offer or invitation to invest in the Subfund or any other financial instruments. The information provided here cannot be the basis for any subsequently concluded agreement. Although this information of a promotional nature is based on sources considered to be reliable, the Management Company shall not be held responsible for any inaccuracies or changes in the information, or for losses that may arise when investments are based on this information.

Investment philosophy

Where does the alpha come from?

Strategy

Focused Emerging Market government, quasi-sovereign and corporate bond TOP picks

Objective:	Strategy:
maximization of risk-adjusted returns (**Sortino ratio**) and minimization of drawdowns	• Focus on **hard-currency short-term sovereign and corporate debt securities** in Emerging Markets (currency risk hedged to EUR) • Current average credit rating: **BB+** • Yield to maturity: **6.3%** (in EUR terms); • Duration: **4.6** years

Source: Artea Asset Management, June 2026

Sources of alpha

Exploiting off-benchmark opportunities

Avoiding value-destructive positions and volatility from serial defaulters or local currencies

Usage of arbitrage opportunities between single-issuer EUR and USD bonds

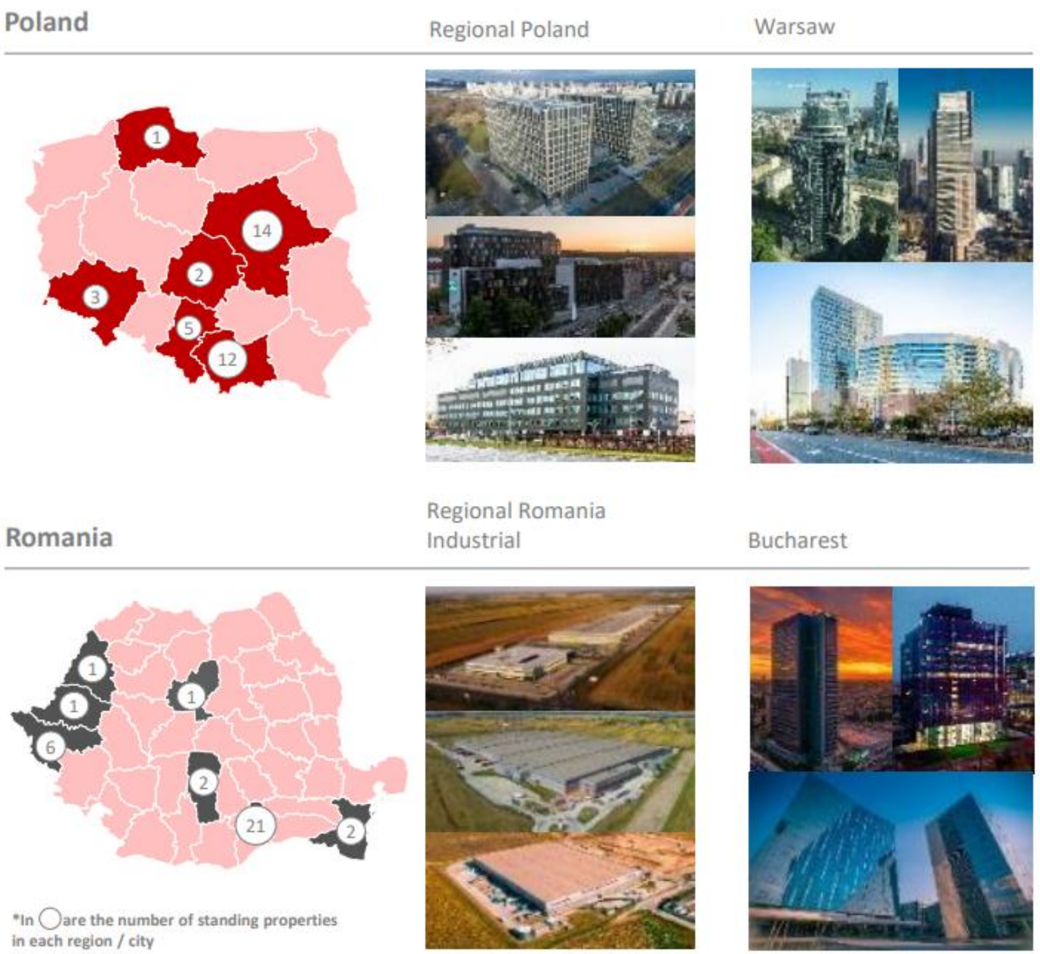
Active participation in primary and secondary markets

Typical issuers that the fund is looking for: case study

Globalworth:

- Leading office investor and landlord in Central and Eastern Europe, with a portfolio of over 1 million sqm of assets:
  - Value of investment property at over 2.5 billion EUR;
  - Tenants mostly in Poland and Romania.
- Solid fundamentals, strong and stable cash flows, decent debt level – **LTV as of December 2025 was 37.0%, occupancy rate at 85.4%. EPRA net initial yield as of end of 2025 stood at 5.9%.**
- It is not included in the CEE bond benchmark due to lower than USD 500 M bond issue.
- BB-/BBB- rated issue offers a solid YTM of around 6.1%.

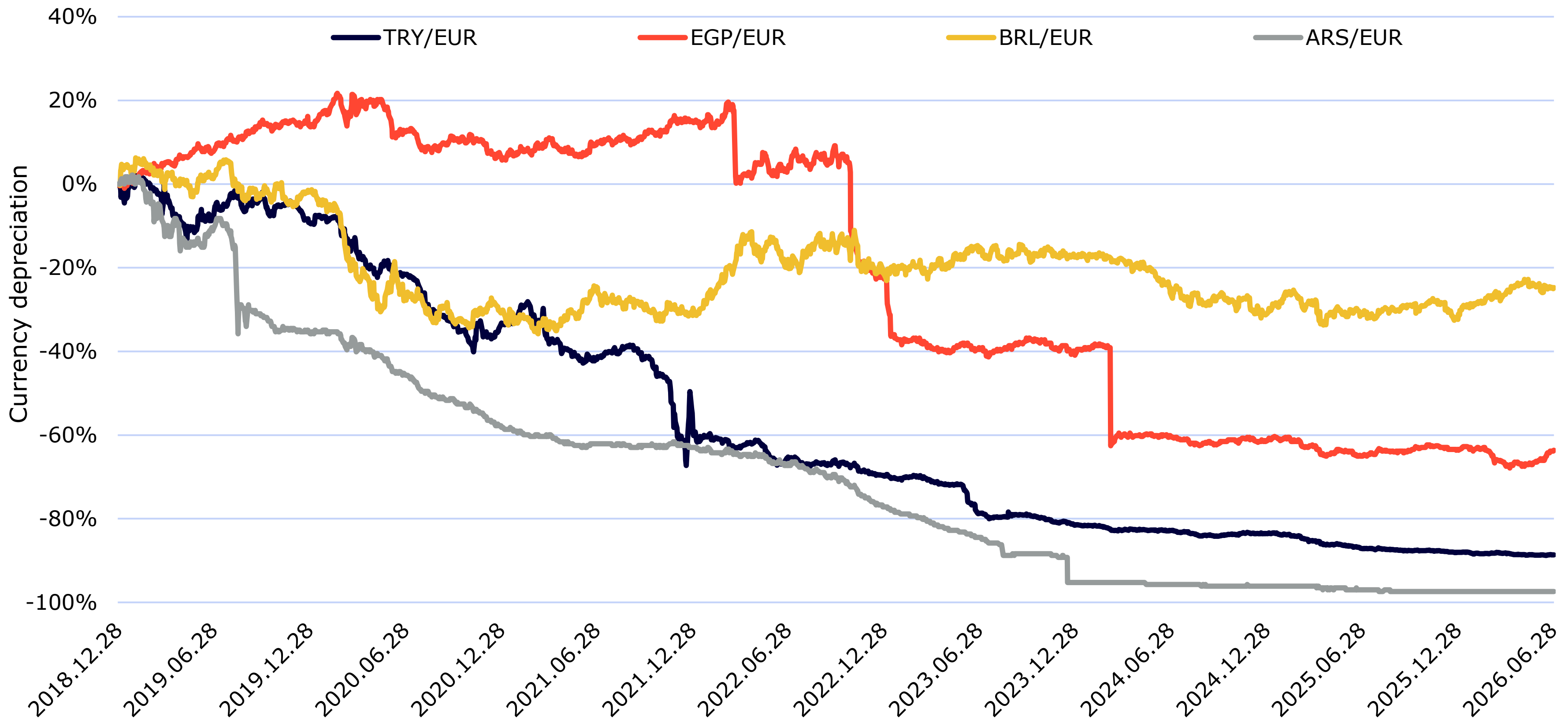
globalworth



Source: company filings, Artea Asset Management, June 2026

Hard currency only: avoiding the volatility of local currencies

Subfund only invests capital into EUR or USD denominated bonds therefore avoiding unexpected situations

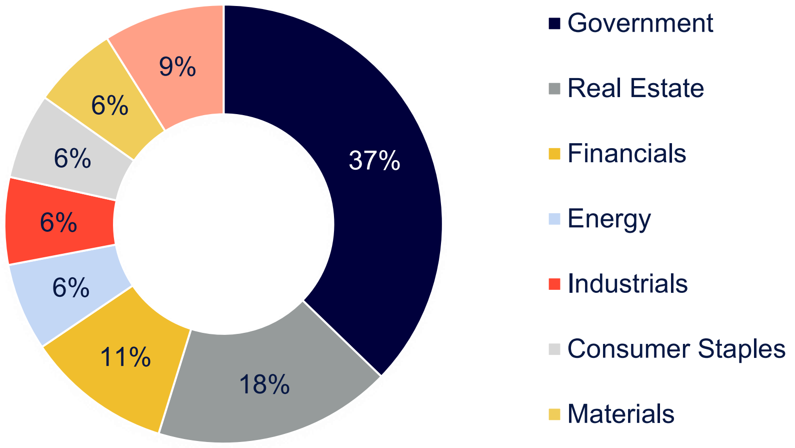


Source: Artea Asset Management, June 2026

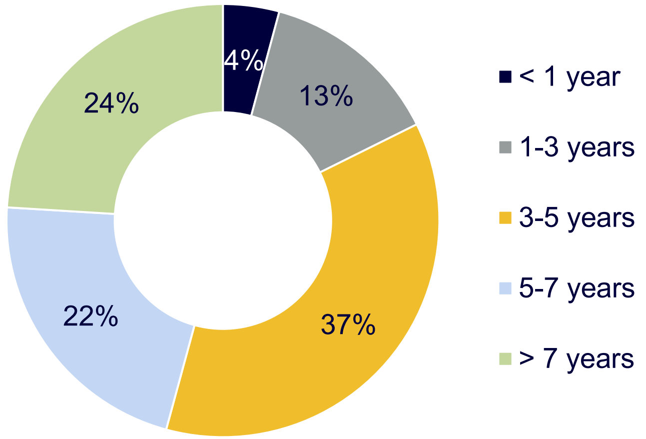
Main characteristics and comparisons

Subfund investment breakdowns

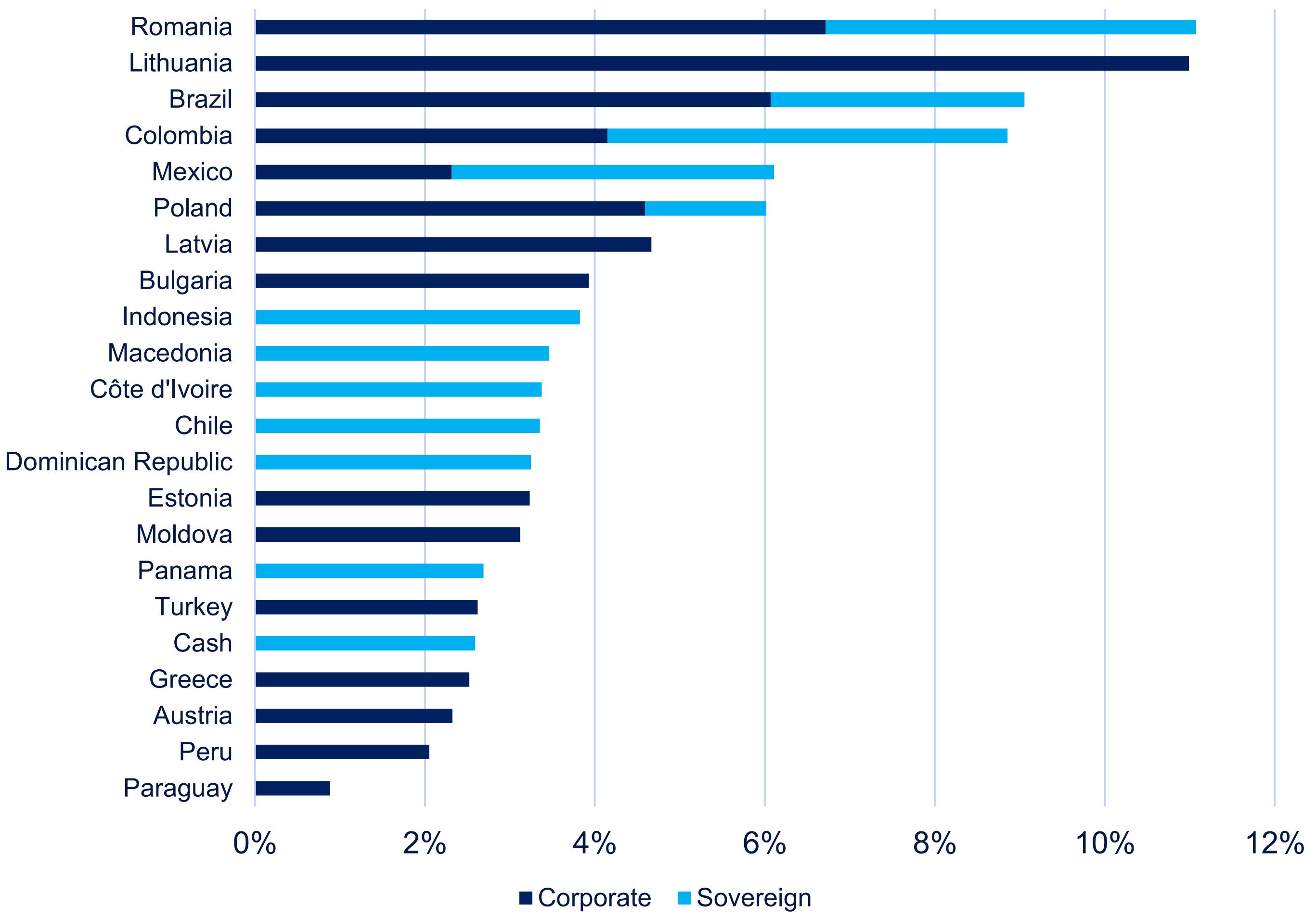
Sector



Duration

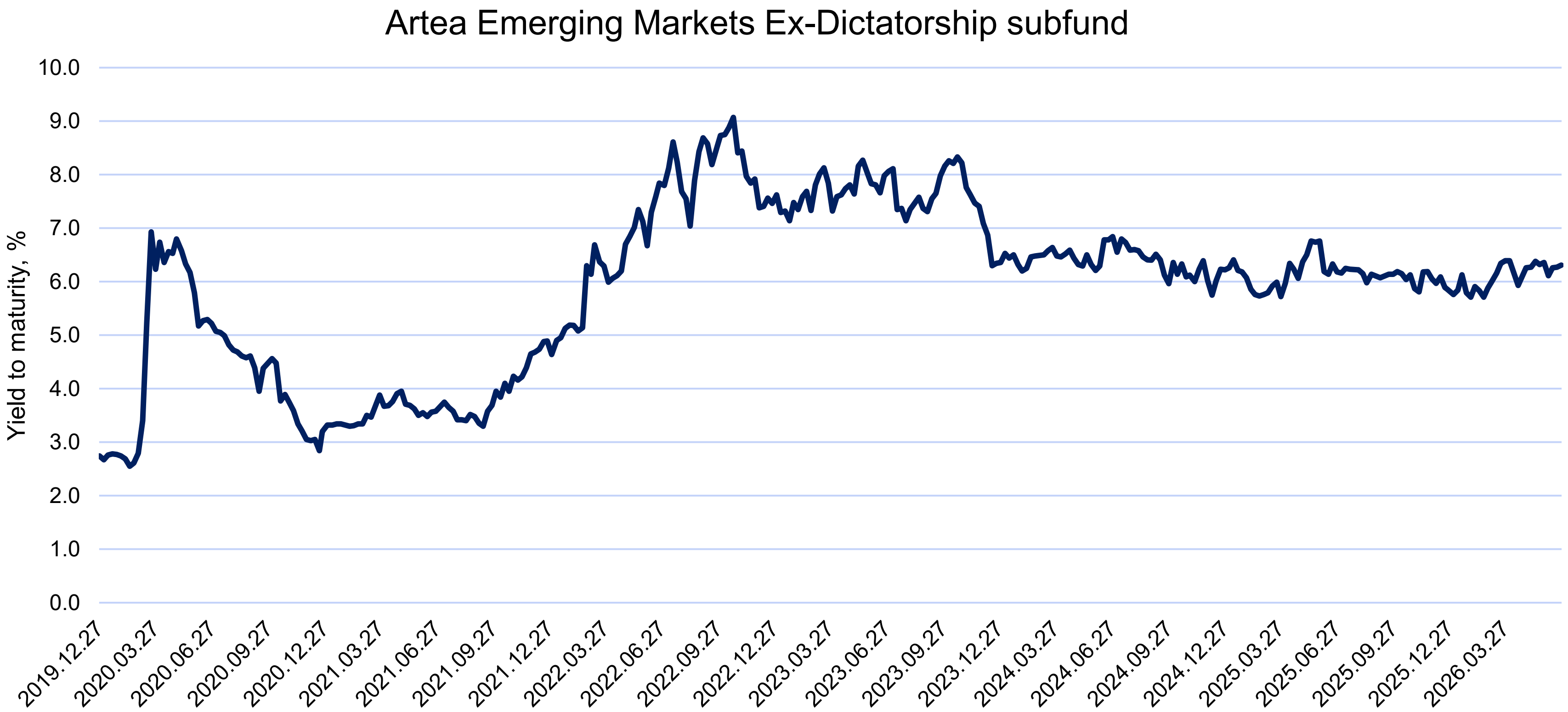


Country and credit profile



Source: Artea Asset Management, June 2026

Subfund’s yield has remained attractive



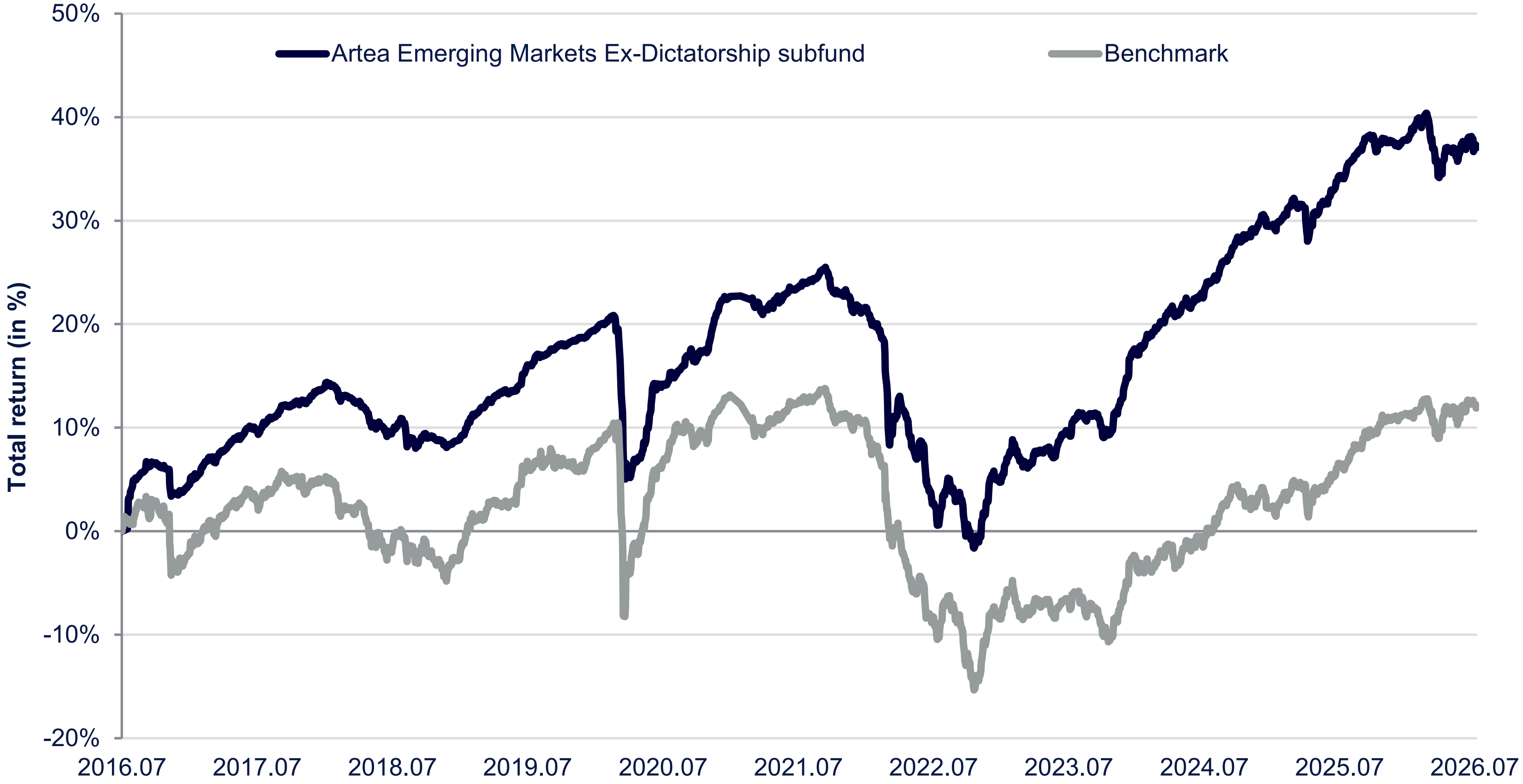
Source: Artea Asset Management, June 2026

Top 5 investments

ROMANI 5 5/8 02/22/36 (Romanian Government)	4.4%	- Relatively low level of public debt (close to 60% of GDP); - Investment grade rating (BBB-/BBB-/Baa3) and NATO membership; - Around 5.7% YTM for a 7Y duration bond.
ECOPET 8 3/8 01/19/36 (Ecopetrol)	4.2%	- Ecopetrol is the largest petroleum company in Colombia, 88.5% owned by the Colombian state; - Acceptable leverage metrics (company-utilized Gross Debt/EBITDA ratio at the end of March 2026 stood at 2.3x).
EASEUR 6 1/2 05/15/30 (Eastern European Electric Company)	3.9%	- EEEC accounts for ~40% of the electricity distribution market in Bulgaria and has a monopoly on distribution in western Bulgaria; - A high share of EBITDA consists of regulated electricity distribution, which provides lower business risk and greater cash flow predictability.
GWLN 6 1/4 03/31/30 (Globalworth)	3.9%	- Leading office investor and landlord in CEE region with a portfolio of over 1 million sqm of assets; - Solid metrics: LTV as of December 2025 was 37.0%, occupancy rate at 85.4%; - Senior unsecured issue at 6.1% YTW for around 4Y duration and BB-/BBB- rating.
MEX 5 1/8 05/04/37 (Mexican Government)	3.8%	- Mexico is the 15th largest economy in the world and a leading exporter in the Latin American region; - Investment-grade issuer (Baa2/BBB/BBB-) with a moderate level of public debt (around 50% of GDP).

Source: Artea Asset Management, Bloomberg, company filings, June 2026

Significant outperformance against the benchmark



	Ann. return	Volatility	Sharpe ratio	YTM	Modified duration
Subfund	3.2%	3.2%	1.0	6.3% (in EUR)	4.6 years
Benchmark*	1.1%	5.2%	0.2		

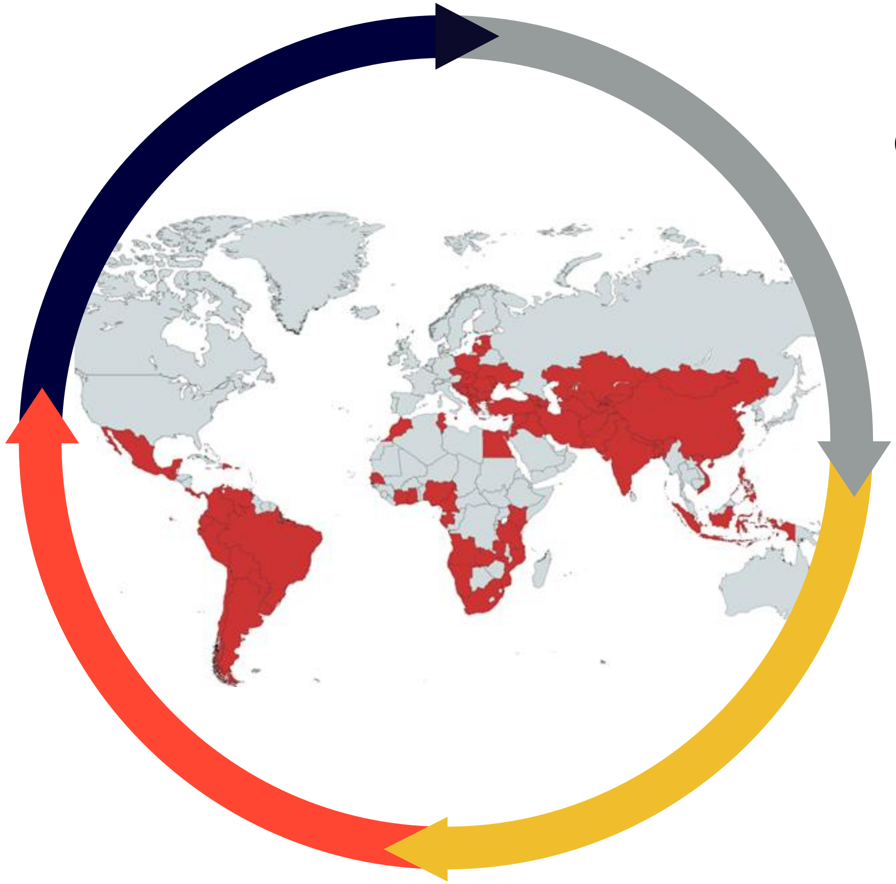
Source: Bloomberg, Artea Asset Management, June 2026. Volatility and Sharpe ratio are calculated based on daily returns.
*Benchmark index – indicator against which the subfund's return is compared:
100% Bloomberg EM USD Aggregate Total Return Index Value Hedged EUR (H00014EU Index). Previous benchmark index (until 30th November 2023): 50% J.P. Morgan Emerging Markets Bond Index (EMBI) Global Hedged Euro Index (JPEIGHEU Index), 50% J.P. Morgan Corporate EMBI Broad Hedged Level in EUR (JBBSHEUR index)

Reasons to invest in global Emerging Markets

Economic growth advantage

	Annual GDP growth 2018-2025	2025	Projected 2031
DM	1.8%	1.9%	1.5%
EM	3.9%	4.4%	4.0%

Source: IMF



Demographic advantage over developed markets

	Working age population	
	2020	Projected 2050
DM	0.8 bn	0.7 bn
EM	4.2 bn	5.3 bn

Source: World bank

Lower public debt levels

	General government debt to GDP	
	2025	Projected 2031
DM	108%	115%
EM	74%	86%

Source: IMF

Higher potential and attractive yields

	YTM % (in USD)
EM sovereign USD bonds	6.1%
EM corporate USD bonds	5.9%
10-year US Treasury	4.4%

Source: Bloomberg

Summary

Asset class	Team	Strategy	Balanced risk / return
Under-researched region which offers attractive opportunities for active bond selectors.	Experienced team with solid track record in very active management of Emerging Europe bonds and equities.	A proven strategy of bottom-up bond picking and exploiting market inefficiencies to generate alpha.	Short duration and hard currency investments that allow to earn sufficient returns with very moderate drawdowns.

Subfund facts

Inception: 2016

Management fee: 1.25% (K) / 0.70% (I) / 1.25% (D)

2023 TER as % of NAV: 1.51%

AUM: EUR 14.1 M / Strategy AUM: EUR 335.5 M

Custody: SEB bank (Lithuania) / Auditor: KPMG

ISIN:

- LTIF00000666 / Bloomberg: INVLGEM (Class K)
- LT0000136244 / Bloomberg: ARTEMBI (Class I)
- LT0000136251 / Bloomberg: ARTEMBD (Class D)

Additional information

ESG & sustainability

ESG integration (Article 6 under SFDR*)

"Avoid" approach with focus on downside risks

Two main ESG strategies used across fixed income strategies:

Negative / exclusionary screening

- No involvement / significant income from controversial weapon production and sales, tobacco, alcohol, gambling, pornography sectors.

ESG integration

- Bloomberg ESG score which includes a set of standardized ESG metrics as well as indicators published by third parties are considered in investment decision making.

*https://eur-lex.europa.eu/legal-content/EN/TXT/?uri=CELEX:32019R2088

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Thank you & all the best in the good work that you do