2 Enos str., fl.5 , Sofia 1408, Bulgaria
Tel: + 359 2 810 6413
Fax: + 359 2 810 6401
E-mail: asset_management@ffbh.bg
Web Site : www.ffbham.bg

FIB AVANGARD – MONTHLY REVIEW

JUNE 2010

General Info:

FIB Avangard is a high-yield mutual fund, incepted on Nov 11, 2007, whose investment objective is to achieve high long-term growth of Fund's assets, bearing medium to high levels of risk. The Fund currently is focused on equities traded on BSE Sofia but at certain time can have exposure to CEE capital markets.

Fees	
Entry fee (less than BGN 100,000)	0.50%
Entry fee (above BGN 100,000)	0.00%
Redemption fee	0.50%
Management fee (annual % of average AUM)	3.00%

Investment strategy

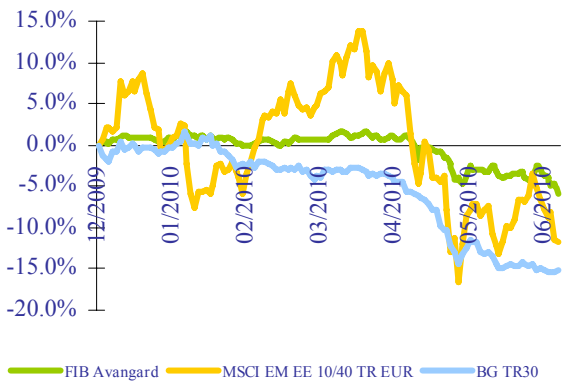
The Fund invests mainly in growth stocks of companies with high corporate governance standards. The investment decisions are based both on macroeconomic analyses and equity research.

- Since June 2010 we have changed our benchmark to MSCI EM Eastern Europe 10/40 Total Return EUR Index which reflects better our new investment strategy. Accordingly, we have made amendments to our statistics data, where necessary. (*Our statistics are shown as if the benchmark was changed in the start of 2010, in order to have better level of significance of statistics data)*

- We remain less active towards Bulgarian equities due to the low liquidity on the local stock exchange and still negative macro environment

- During the month we increase our exposure to the broad CEE region by acquiring stakes in a regional ETF. Based on price momentum opportunities we increase our allocation to metals&mining sector.

FIB Avangard vs. MSCI EM EE 10/40

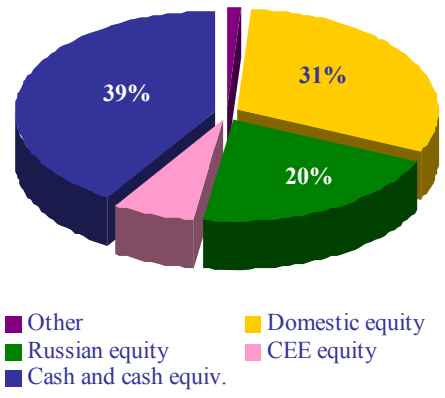


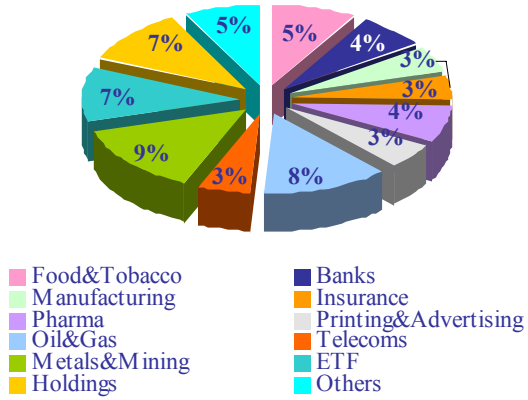
Source: Bloomberg, BSE-Sofia, FFBH Asset Management

Data as per 30 June 2010	
NAV	BGN 949,534
NAV/share	BGN 0.4935
Return (%)	
Monthly (MoM)*	-2.78%
Annual (YoY)*	-1.76%
Year-to-date*	-5.79%
Since Inception (annualized)	-23.72%
Statistics (%)	
Standard Deviation*	14.29%
Alpha (α) – MSCI EM EE *	-3.88%
Beta (β) – MSCI EM EE *	0.12
R^2 – MSCI EM EE *	26.57%
Sharpe Ratio (0%)*	n.m.

* *see notes on last page*

FIB Avangard' Asset Allocation and Equity Portfolio (June 2010)

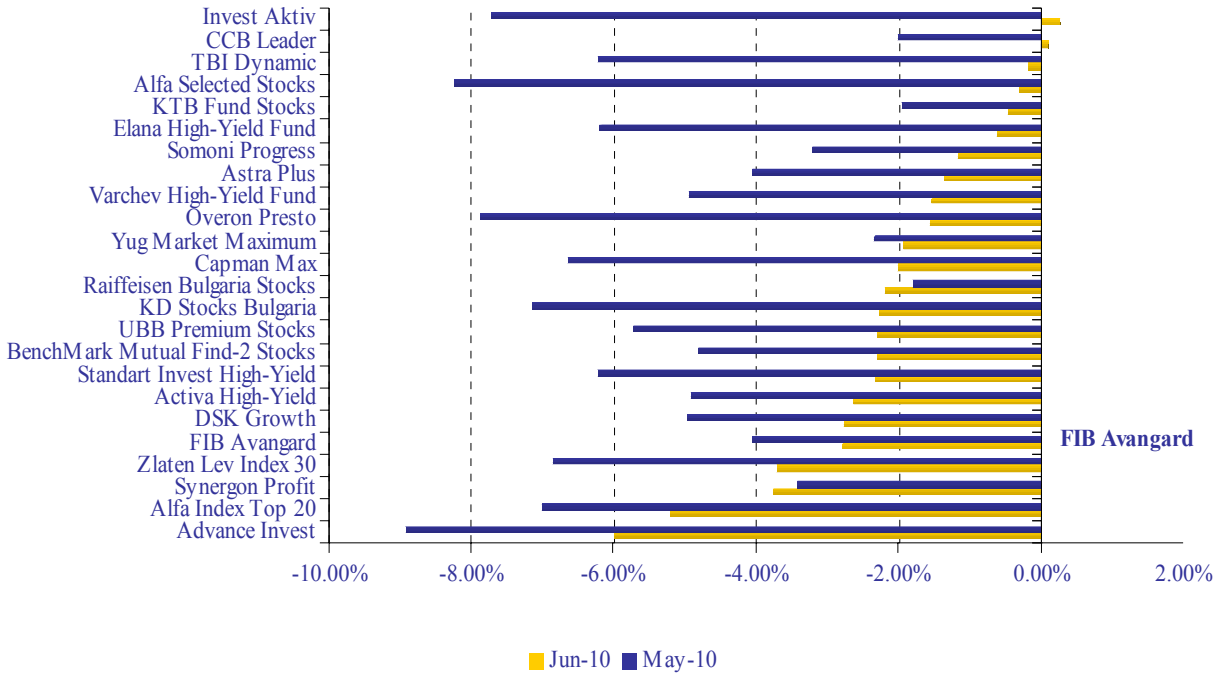




Source: FFBH Asset Management

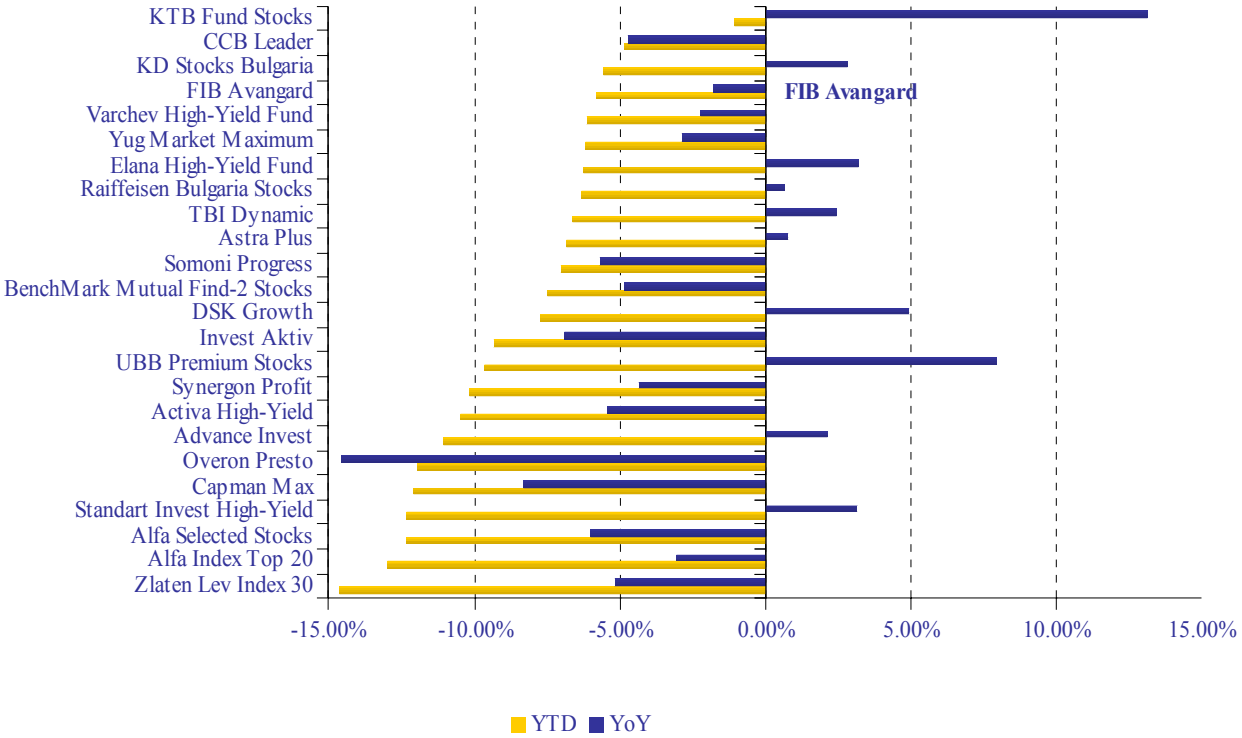
2 Enos str., fl.5 , Sofia 1408, Bulgaria
Tel: + 359 2 810 6413
Fax: + 359 2 810 6401
E-mail: asset_management@ffbh.bg
Web Site : www.ffbham.bg

MoM return comparison – high-yield funds



Note: Selected funds invest primarily in stocks listed on BSE and are not sector funds Source: BAAMC

YoY and YtD return comparison – high-yield funds



Note: Selected funds invest primarily in stocks listed on BSE and are not sector funds Source: BAAMC

FFBH
ASSET MANAGEMENT

2 Enos str., fl.5 , Sofia 1408, Bulgaria
Tel: + 359 2 810 6413
Fax: + 359 2 810 6401
E-mail: asset_management@ffbh.bg
Web Site : www.ffbham.bg

NOTES:

Monthly return /MoM/ is calculated as the ratio between the NAV/share as per the report date and the NAV per share on the last working day of the previous month.

Annual return /YoY/ is calculated as the ratio between the NAV/share as per the report date and the NAV per share on the last working day of the same month a year ago.

Year-to-date return /YtD/ is calculated as the ratio between the NAV/share as per the report date and the NAV per share on the last working day of the previous year.

Standard deviation is the annualized standard deviation of the weekly return over the last five years or since inception, whichever is smaller.

Алфа (α) – MSCI EM EE is the difference between the annual return of NAV per share of FIB Avangard and the annual return of MSCI EM Eastern Europe 10/40 Total Return EUR Index over the last three years or since inception, whichever is smaller.

Бета (β) – MSCI EM EE has been calculated using the weekly returns of NAV per share of FIB Avangard and MSCI EM Eastern Europe 10/40 Total Return EUR Index over the last five years or since inception, whichever is smaller.

R^2 – MSCI EM EE has been calculated using the weekly returns of NAV per share of FIB Avangard and MSCI EM Eastern Europe 10/40 Total Return EUR Index over the last five years or since inception, whichever is smaller.

Sharpe Ratio has been calculated using the weekly returns of NAV per share of FIB Avangard over the last five years or since the inception of the fund, whichever is smaller, and using 0% as risk-free return.

ALL DATA AND CONTENT PUBLISHED IN THIS RELEASE HAVE INFORMATION PURPOSE ONLY AND SHOULD NOT BE CONSIDERED AS COUNSEL, OFFER OR RECOMMENDATION FOR ACQUISITION OR DISPOSITION WITH ANY INVESTMENT OR CONCLUSION OF ANY OTHER DEAL.

THE INVESTMENTS IN MUTUAL FUNDS ARE ASSOCIATED WITH SIGNIFICANT RISK. THERE ARE NO RISK-FREE SECURITIES AND NOBODY CAN CLAIM THAT THE INVESMENT PURPOSE OF ANY GIVEN MUTUAL FUND WILL BE ACHIEVED. THE NET ASSET VALUE PER SHARE AND ITS RETURN MAY DECREASE, THE RETURN IS NOT GUARANTEED AND THERE IS A RISK THAT THE POTENTIAL INVESTOR CAN NOT RECOVER THE INVESTED AMOUNT. THE INVESTMENTS IN MUTUAL FUNDS IN BULGARIA IS NOT GUARANTEED BY GUARANTEE FUND, CREATED BY THE STATE, OR ANY OTHER TYPE OF GUARANTEE.

PAST PERFORMANCE IS NOT NECESSARY INDICATIVE OF FUTURE RESULTS.

WE NOTE THAT ANYONE WHO WANTS TO SUBSCRIBE SHARES IN FIB AVANGARD SHOULD MAKE A DECISION BASED ON THE INFORMATION PUBLISHEDD IN THE MOST RECENT PROSPECTUS OF FIB AVANGARD, DATED 25 AUGUST 2008. The prospectus and fund's by-laws are available in FFBH Asset Management office – 2 Enos Street, 5th floor, Sofia 1408, Bulgaria, ph. num: +359 (2) 810 6400, website: www.ffbham.bg and First Investment Bank branches, explicitly listed at www.ffbham.bg.