

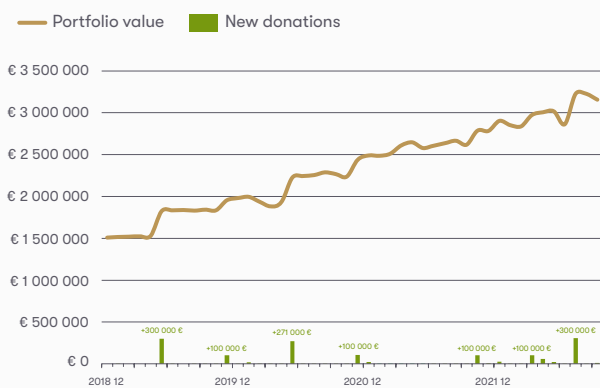
GENERAL INFORMATION

Founded	2016 04
Endowment capital formed	2017 05
Investments started	2019 01
Endowment capital size	2 992 189 EUR
<b>Investment results since 2019 01</b>	<b>+344 742 EUR</b>
Allocated to finance Vilnius University	-181 752 EUR
Portfolio value	3 155 178 EUR
<b>Portfolio investment return since 2019 01</b>	<b>+17,5%</b>

INVESTMENT PORTFOLIO & RESULTS BY ASSET CLASS

Asset class		Allocation 2022 09 30	Return 2022 Q3	Return 2022	Annualised return since 2019 01 (IRR)
Equity	European	14%	-3,8%	-14,9%	+6,5%
	World	14%	-0,7%	-21,5%	+11,8%
	Emerging markets	-	-	-	-
Bonds	Euro-zone governments	9%	+0,4%	+0,8%	+1,0%
	Investment grade corporates	6%	+0,6%	+1,5%	+5,0%
	High yield	3%	+1,6%	+4,9%	+7,3%
Alternative investments		29%	-0,5%	+0,5%	+4,3%
<b>Investments</b>		<b>75%</b>	<b>-1,0%</b>	<b>-7,5%</b>	<b>+6,5%</b>
Cash and equivalents		25%	-	-	-
<b>Portfolio</b>		<b>100%</b>	<b>-0,7%</b>	<b>-5,8%</b>	<b>+4,1%</b>

PORTFOLIO GROWTH



PORTFOLIO RETURN



COMMENTARY BY INVESTMENT BOARD

In the third quarter of the year, significant fluctuations continued in the capital markets. Since the beginning of the year, the stock index of the largest US companies has fallen by almost 25%, while European shares have fallen by about 20%.

We can see that the era of low credit interest rates and stable economic growth, which prevailed for several decades, has come to an end.

Central banks faced a dilemma - to live with extremely high inflation, or to raise interest rates and thus push the economy into recession. However, the central banks chose the second

option, which led to extremely high volatility of the markets and the world economy.

We believe that an economic recession is inevitable in the near future. Especially in Europe, which is highly dependent on the prices of energy resources, which have reached all-time highs.

The US may also face a situation where the economic slowdown will not necessarily reduce inflation to the target level of around 2%, which would mean longer-term instability in markets.

The correction of the stock markets has been going on for almost a year, but in our opinion, the

stocks have not fully priced in the significantly increased interest rates and negative economic prospects. We believe that stock values may continue to decline.

Bond markets are also undergoing a major sell-off, which is fundamentally changing the outlook for this asset class. More than a decade of negative interest rates is now history.

The fund's decision to hold a larger amount of liquid assets (cash) paid off this year. We are currently actively evaluating investment opportunities in high-quality debt securities where yields have significantly increased.

CEO



**JUSTINAS NOREIKA, CFA**  
CEO   
 justinas.noreika@vuf.lt  
 +370 655 25106

INVESTMENT BOARD



**ALIUS JAKUBĖLIS**  
Chair



**ŠARŪNAS BARAUSKAS**



**PAULIUS KUNČINAS**



**MINDAUGAS MAŽEIKIS, CFA**



**KONSTANTINAS PILECKAS**

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