

ENDOWMENT FUND INVESTMENT STRATEGY

1. INVESTMENT OBJECTIVES

- The “Pamatai” Fund aims for long-term growth of the investment portfolio value, by actively managing a diversified portfolio composed of financial instruments, while accepting a low/medium level of risk.
- The Fund's operational period is unlimited, hence it establishes a long-term investment strategy with the goal to have passive periodic income to cover fund administrative costs and the annual prize.
- The Fund aims to achieve optimal returns for the chosen level of risk, accounting for market conditions. Risk diversification is an essential part of the Fund's investment strategy.

2. INVESTMENT STRATEGY AND RISK MANAGEMENT

- The Fund's goal is to maximise returns under low/medium risk.
- The Fund invests its endowment funds in the global market, not limited to Lithuania.
- The Fund's primary currency is the euro, but it may also invest in other currencies. Investments in other currencies may not exceed 50% of the portfolio's value.
- The Fund cannot borrow or use financial leverage.
- The Fund seeks to manage entrusted assets (endowment) as efficiently as possible by optimizing investment, storage, and management costs to ensure the effective achievement of the Fund's objectives.
- The Fund's assets can be invested in various asset classes: deposits, money market instruments, government and corporate bonds, equities, exchange-traded funds (ETFs), open-ended, and closed-end collective investment entities, structured products.
- The Fund can bear the risks of equity markets or less liquid investments to earn an illiquidity premium.
- No more than 20% of the portfolio's value may be allocated to a single investment.
- The implementation of the investment strategy and the achievement of investment and management goals for the amounts constituting the endowment are the responsibility of the Fund's management board.