



## **Contents**

### *1. Institutional Investor Asset Management & Pension Fund Administration Industries.*

*General Overview* 2

*2. IC Asset Management Market Results* 3



## 1. Institutional Investor Asset Management & Pension Fund Administration Industries. General Overview

### Number of Market Participants

#### Asset Management Companies (AMCs)

In Q3 2021, the total number of **asset management companies** increased by six to **313**. During April-June, 9 new AMCs were created, and 3 ceased their operations.

Of all AMCs, 286 managed between one and 66 funds, and more than 98% of such companies managed at least one venture CII.

#### Administrators of non-state pension funds (ANPFs)

The number of ANPFs in the 3rd quarter of 2021 did not change: 19. Among them, as before, there were 6 companies that carried out exclusively the activities of NPF administration, the rest ones combined it with asset management.

#### Collective Investment Institutions (CIIs)

In the 3rd quarter of 2021, 54 new CII were registered. The total number of **CII that reached the minimum assets (formed) ratio** grew for the 16th consecutive quarter and amounted to **1,624** at the end of September (+4.1% for the quarter).

#### Non-State Pension Funds (NPFs)

The number of **NPFs under management** as at September 30, 2021 was **55** (excluding the NBU corporate fund), including 46 open, 3 corporate and 6 professional. In total, the assets of the NPF were managed by 33 AMCs.

In September, 57 NPFs **were administered** by 18 ANPF – UAIB members: 47 open, 4 corporate and 6 professional.

#### Insurance Companies (ICs)

The number of insurance companies **that transferred their assets under AMC management** and the number of AMCs that provided such services did not change in the 3rd quarter of 2021: as at June 30, 2021, **one** such company continued to manage the assets of **two** insurance companies.

### Assets under Management and NAV

#### All Institutional Investors

**Total assets under AMC management** continued to accelerate growth - to 6.4% in Q3 2021 - and as at September 30 reached **UAH 507,806 M**. From the beginning of the year these assets grew by 19.6%, and for the last 12 months at the end of September - by 26.9%.

#### Collective Investment Institutions (CIIs)

**The total assets of all CII under management**, including those that have not yet reached the standard, also grew by 6.4% in the 3rd quarter and by 27% for the last year. As at September 30, 2021, they amounted to **UAH 505,498 M**.

As at the end of September 2021, **the assets of current CII, which reached the standard of the minimum amount of assets (formed)**, reached **UAH 496,066 M**. In the 3rd quarter they grew by 6.0%, from the beginning of 2021 - by 19.8%, and for the last 12 months - by 25.8%.

**NAV of the formed CII** as at the end of September 2021 reached **UAH 373,066 M**. In July-September, it accelerated the quarterly growth rate, but slowed down the annual one: +5.0% and +20.5% respectively. For 9 months of 2021, it added 15.8%.

#### Non-State Pension Funds (NPFs)

In July-September 2021, **NPF assets managed by AMC** accelerated quarterly growth to 3.3%, but slowed year on year one to 11.6%. In the first 9 months of the year, they added 8.3% and as at September 30, 2021, they reached **UAH 2,120 M**.

At the end of September, **NPFs in the administration of UAIB members** had **UAH 2,122 M** in assets, which is 2.7% more than in June.

#### Insurance Companies (ICs)

**The assets of IC under AMC management** in the 3rd quarter of 2021 continued to grow - at an accelerated pace: +6.4%. From the beginning of the year they added 9.9%, and for the last 12 months - 15.8% and as at the end of September amounted to almost **UAH 188 M**.

## 2. IC Asset Management Market Results

**Assets of insurance companies (IC) under AMC management** in the 3rd quarter of 2021 increased by 6.4% (after +4.8% in Q2 2021), to **UAH 187.5 M** (Chart 1, Table 1). In the first 9 months of the year, they added 9.9%, and the annual growth in September accelerated to +15.8% (from +12.1% in June).

The number and composition of participants in this sector of the asset management industry has not changed during this period: as at September 30, 2021, **one AMC had managed the assets of two insurance companies.**

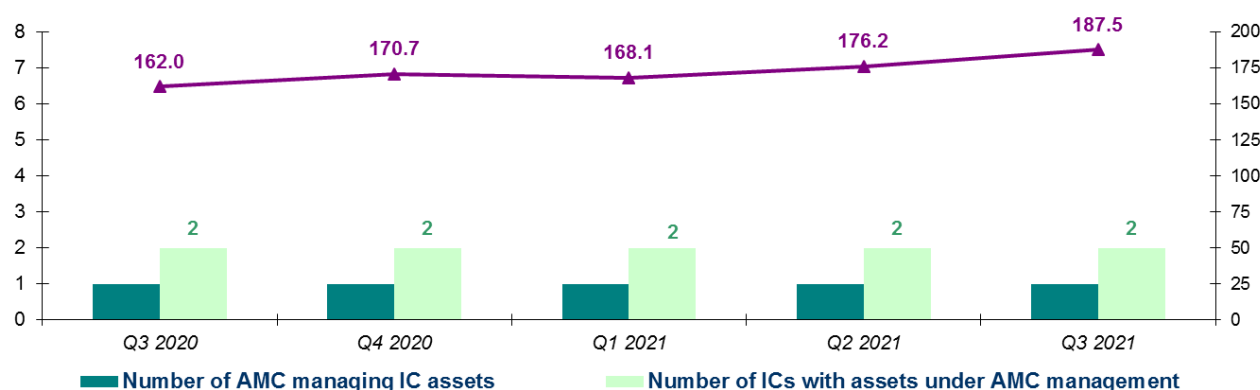


Chart 1. Dynamics of IC asset management in Q3 2020-2021

Table 1. Assets of insurance companies under AMC management in Q3 2020-2021

Date / period	Number of AMC managing IC assets	Number of ICs with assets under AMC management	IC assets under management, UAH M	Change of IC assets under management		
				quarterly	YTD	annual
Q3 2020	1	2	162.0	3.0%	67.6%	65.7%
Q4 2020	1	2	170.7	5.4%	76.6%	76.6%
Q1 2021	1	2	168.1	-1.5%	-1.5%	28.2%
Q2 2021	1	2	176.2	4.8%	3.3%	12.1%
<b>Q3 2021</b>	<b>1</b>	<b>2</b>	<b>187.5</b>	<b>6.4%</b>	<b>9.9%</b>	<b>15.8%</b>

**In the structure of the ICs' assets under management<sup>1</sup>** in September 2021, 99.99% were securities (after 99.97% in June). At the end of the 3rd quarter, the same as at the beginning of it, this portfolio included only *state bonds (OVDPs)*.

The increase of the weight of securities in the consolidated assets of IC under management in the 3rd quarter was due to both an increase of investments **in state bonds** by 6.4% during this period (after +6.7% in Q2 2021) and a decrease of other components of assets, namely – of cash. A slight decrease of the OVDPs' attractiveness in the 3rd quarter of 2021, in conditions of

almost constant rates for them, but higher inflation, did not change the undisputed leadership position of government debt securities among instruments for investing of assets of insurance companies under AMC management.

In the 3rd quarter of 2021, the amount **of cash** on bank accounts, including term deposit ones, of the IC managed by AMC decreased significantly again - by 41.8% (after a threefold reduction in Q2 2021), and their share in the consolidated portfolio of these assets - from 0.03% to 0.01% (Chart 2).

<sup>1</sup> According to the data provided by the AMC in addition.

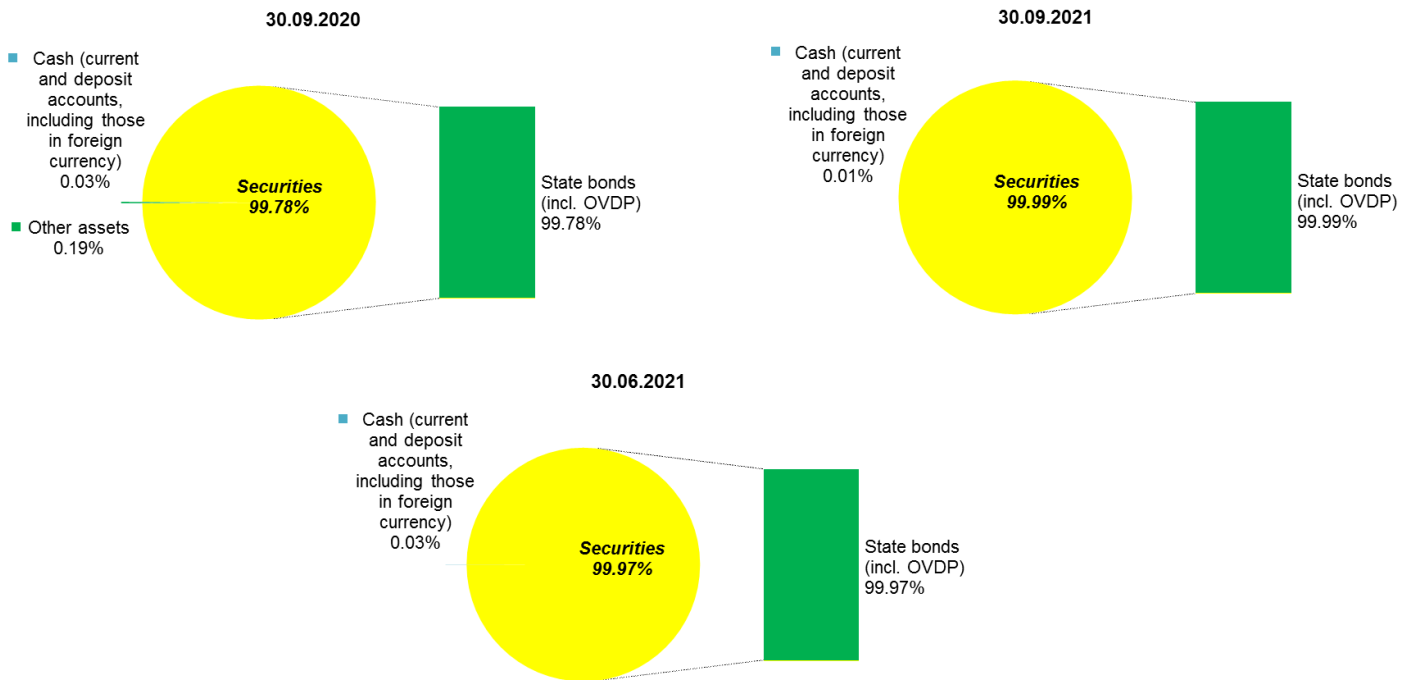


Chart 2. Dynamics of the structure of IC assets under AMC management in Q3 2021 and over the past year

See additional and statistical information on the UAIB website:

- [The Ukrainian Fund Market in Figures](#)