



I. GENERAL INFORMATION

1. General information about INVL Emerging Europe ex Russia TOP20 Subfund:

Information is provided under section *General information* in the explanatory notes.

2. Reporting period covered by these financial statements:

Information is provided under section *General information* in the explanatory notes.

3. Details of the management company:

Information is provided under section *General information* in the explanatory notes.

4. Details of the depository:

Information is provided under section *General information* in the explanatory notes.

II. NET ASSET VALUE, NUMBER AND VALUE OF INVESTMENT UNITS

5. Net asset value (NAV), number and value of investment units:

Information is provided in Note 2.

6. Number of investment units distributed and redeemed over the reporting period and value:

Information is provided in Note 3.



III. EXPENSE AND TURNOVER RATIOS OF THE COLLECTIVE INVESTMENT UNDERTAKING

7. Deductions from assets of the collective investment undertaking:

January – June 2017

Types of deductions (fees/charges)	Rates of deductions (fees/charges)		Amount of deductions charged for the reporting period, EUR	% of average net asset value for the reporting period Maximum rates as per founding documents
	Maximum rates as per founding documents	Rates applied during the reporting period		
Management fee:				
Fixed rate	No more than 1.5% of the subfund's average annual net asset value	No more than 1.5% of the subfund's average annual net asset value	83.496	0,75
Performance fee	No more than 15% of the increase in the subfund's net asset value	No more than 15% of the increase in the subfund's net asset value	143.518	1,29
Depository fee	No more than 0.5% of the average annual net asset value	No more than 0.5% of the average annual net asset value	7.890	0,07
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	8.562	0,08
Other operating costs (distribution fee)	No more than 2% of the value of the subfund's unit	2% of the value of the subfund's unit	185	-
Other operating costs (subfund change fee)	No more than 0.25% of the value of the subfund's units changed	No more than 0.25% of the value of the subfund's units changed	325	-
Audit fee	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the subfund's average annual net asset value	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the subfund's average annual net asset value	1.695	0,02
Other operating costs (bank charges)	No more than 1% of the subfund's average annual net asset value	No more than 1% of the subfund's average annual net asset value	33	-
Other operating costs (fee charged by the bank for keeping records of participants)			1.452	0,01
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			10.803	0,10
Other operating costs (legal costs)	No more than 1% of the umbrella fund's average annual net asset value	No more than 1% of the umbrella fund's average annual net asset value	-	-
Total expenses included in TER				248.887
Total expenses				257.959



January – June 2016

Types of deductions (fees/charges)	Rates of deductions (fees/charges)		Amount of deductions charged for the reporting period, EUR	% of average net asset value for the reporting period
	Maximum rates as per foundation documents	Rates applied during the reporting period		
Management fee:				
<i>Fixed rate</i>	1.5% of the subfund's average annual net asset value	1.5% of the subfund's average annual net asset value	70.750	0,74
<i>Performance fee</i>	15% of the increase in the subfund's net asset value	15% of the increase in the subfund's net asset value	-	-
Depository fee	No more than 0.5% of the average annual net asset value	No more than 0.5% of the average annual net asset value	7.566	0,08
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	22.353	0,23
Other operating costs (distribution fee)	2% of the value of the subfund's unit	2% of the value of the subfund's unit	43	-
Other operating costs (subfund change fee)	0.25% of the value of the subfund's units changed	0.25% of the value of the subfund's units changed	97	-
Audit fee			2.432	0,03
Other operating costs (third party fees charged on services of the Depository through use of services provided by other financial institutions)	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the fund's average annual net asset value	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the fund's average annual net asset value	-	-
Other operating costs (bank charges)			32	-
Other operating costs (fee charged by the bank for keeping records of participants)	No more than 1% of the subfund's average annual net asset value	No more than 1% of the subfund's average annual net asset value	588	0,01
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			1.320	0,01
Other operating costs (legal costs)	No more than 1% of the umbrella fund's average annual net asset value	No more than 1% of the umbrella fund's average annual net asset value	-	-
Total expenses				105.181

8. Intermediary fee:

Information is provided in Note 9.

9. Information on all existing arrangements on distributions and hidden commission fees:

Over the reporting period, the management company did not enter into any formal or informal arrangements on distributions, nor any hidden commission fees were applied to the subfund.



10. Illustration of impact of deductions on investor's ultimate return on investments:

Information is provided on the annual report.

IV. INFORMATION ON THE INVESTMENT PORTFOLIO OF THE COLLECTIVE INVESTMENT UNDERTAKING

11. Structure of investment portfolio at the end of the reporting period:

Information is provided in Note 4.

12. Breakdown of investments by the criteria that meet the investment strategy:

Information is provided in Note 5.

13. Transactions involving derivative financial instruments conducted over the reporting period, other than those referred to in section 11 herein:

Information is provided in Note 8.

14. Types of derivative financial instruments referred to in section 11 of the Annex, the related risks and quantitative limits and methods used to assess the risks incurred by the collective investment undertaking in relation to transactions involving derivative financial instruments. Description of how derivative financial instrument may be used to hedge investment instrument transaction (position) against risk:

Information is provided in Note 9.

15. Total value of liabilities arising on transactions involving derivative financial instruments at the end of the reporting period:

Information is provided in Note 10.

16. Risk extent related to derivative financial instruments taken by the master collective investment undertaking: the sum of the direct potential risk extent of the feeder collective investment undertaking and the actual derivative financial instruments risk of the master collective investment undertaking that is proportional to the feeder collective investment undertaking's investments in the master undertaking, and the sum of the direct potential risk extent of the feeder collective investment undertaking and the extent of potential maximum risk that was taken by the master collective investment undertaking according to transactions in derivative financial instruments and that was determined in the founding documents of the master collective investment undertaking and that is proportional to the feeder collective investment undertaking's investments to the master undertaking.

The subfund is a non-master collective investment undertaking.

17. Analysis of the current investment portfolio's compliance (non-compliance) with the collective investment undertaking's investment strategy (investment trends, investment specialisation, geographical area, etc.):

Structure of investment portfolio is provided in Note 5.

18. Factors that had the major impact on the structure of investment portfolio and changes in its value over the reporting period:

Information is provided in Note 4.



V. RETURN ON INVESTMENTS AND RISK INDICATORS OF THE COLLECTIVE INVESTMENT UNDERTAKING

19. Benchmark index (if selected) and its brief description:

Information is provided on the annual report.

20. Change in value of unit (share) for the same period, change in annual return (gross and net) on investments, and change in value of benchmark index (if selected), and other indicators over the last 10 years of the subfund's operation. If the collective investment undertaking operated for a period shorter than 10 years, return on investments for the period during which the portfolio was managed:

Information is provided on the annual report.

21. Average return on investments, average change in value of investment unit and average change in value of benchmark index (if selected) over the last three, five, ten years (average net return on investments, average change in value of unit and average change in value of benchmark index are calculated as a geometric mean of annual changes in net return on investments, annual changes in value of unit and annual changes in value of benchmark index, respectively):

Information is provided on the annual report.

22. Other indicators showing the risks pertaining to the investment portfolio:

Information is provided on the annual report.

VI. FINANCIAL POSITION OF THE COLLECTIVE INVESTMENT UNDERTAKING

23. The financial statements of the collective investment undertaking have been prepared in accordance with the requirements of the Lithuanian laws and legal acts:

23.1. Statement of net assets;

23.2. Statement of changes in net assets;

23.3. Explanatory notes.



INVL EMERGING EUROPE EX RUSSIA TOP20 SUBFUND

SEMI-ANNUAL REPORT JANUARY – JUNE 2017

INVL ASSET MANAGEMENT UAB

126263073, Gynėjų str. 14, Vilnius

INVL Emerging Europe ex Russia TOP20 Subfund

STATEMENT OF NET ASSETS AS AT 30 JUNE 2017

No	Assets	Note No	Financial year	Previous financial year
A.	ASSETS		11.658.933	10.210.938
1.	CASH	4	1.417.666	279.359
2.	TIME DEPOSITS		-	-
3.	MONEY MARKET INSTRUMENTS		-	-
3.1.	Treasury bills		-	-
3.2.	Other money market instruments		-	-
4.	TRANSFERABLE SECURITIES	4,6	10.188.171	9.931.579
4.1.	Non-equity securities		-	-
4.1.1.	Non-equity securities issued or guaranteed by governments and central banks		-	-
4.1.2.	Other non-equity securities		-	-
4.2.	Equity securities	4,6	10.188.171	9.931.579
4.3.	Investment units and shares of other collective investment undertakings		-	-
5.	PREPAYMENTS		-	-
6.	AMOUNTS RECEIVABLE	4	53.096	-
6.1.	Amounts receivable from sale of investments		-	-
6.2.	Other amounts receivable	4	53.096	-
7.	INVESTMENT AND OTHER ASSETS		-	-
7.1.	Investment assets		-	-
7.2.	Derivative financial instruments		-	-
7.3.	Other assets		-	-
B.	LIABILITIES	4	45.026	24.635
1.	Amounts payable	4	45.026	24.635
1.1.	Amounts payable for financial and investment assets	4	-	1.049
1.2.	Amounts payable to management company and depository	4	36.510	16.358
1.3.	Other payables	4	8.516	7.228
2.	Accrued charges		-	-
3.	Borrowings from credit institutions		-	-
4.	Liabilities under contracts on derivative financial instruments		-	-
5.	Other liabilities		-	-
C.	NET ASSETS	2	11.613.907	10.186.303

The accompanying explanatory notes form an integral part of these financial statements.

General Director

Darius Šulnis

(signature)

31 August 2017

Head of Funds Accounting

Aušra Montvydaitė

(signature)

31 August 2017



INVL EMERGING EUROPE EX RUSSIA TOP20 SUBFUND

SEMI-ANNUAL REPORT JANUARY – JUNE 2017

INVL ASSET MANAGEMENT UAB

126263073, Gynėjų str. 14, Vilnius

INVL Emerging Europe ex Russia TOP20 Subfund

STATEMENT OF CHANGES IN NET ASSETS FOR JANUARY – JUNE 2017

No	Assets	Note No	Financial year	Previous financial year
1.	NET ASSETS AT 1 JANUARY	2	10.186.303	10.094.154
2.	INCREASE IN NET ASSET VALUE		-	-
2.1.	Contributions of participants	3	745.387	1.339.670
2.2.	Transfers from other funds	3	130.325	39.081
2.3.	Guarantee contributions		-	-
2.4.	Investment income		272.944	201.118
2.4.1.	Interest income		-	-
2.4.2.	Dividends		272.944	201.118
2.4.3.	Rental income		-	-
2.5.	Gain on change in value and sale of investments	6	3.498.099	3.593.120
2.6.	Foreign exchange gain		52.562	33.398
2.7.	Gain on transactions involving derivative financial instruments		-	-
2.8.	Other increases in net asset value		-	-
	TOTAL INCREASE IN NET ASSET VALUE		4.699.317	5.206.387
3.	DECREASE IN NET ASSET VALUE		-	-
3.1.	Payments to participants	3	930.724	702.411
3.2.	Transfers to other funds	3	68.952	199.068
3.3.	Loss on change in value and sale of investments	6	1.964.129	4.494.210
3.4.	Foreign exchange loss		49.949	42.092
3.5.	Loss on transactions involving derivative financial instruments		-	-
3.6.	Management costs:		257.959	105.181
3.6.1.	Fee to management company		227.524	70.890
3.6.2.	Fee to depository		7.890	7.566
3.6.3.	Fee to intermediaries	9	8.562	22.353
3.6.4.	Audit fee costs		1.695	2.432
3.6.5.	Interest costs		-	-
3.6.6.	Other costs		12.288	1.940
3.7.	Other decreases in net asset value		-	-
3.8.	Reimbursement of costs (-)		-	-
	TOTAL DECREASE IN NET ASSET VALUE		3.271.713	5.542.962
4.	Change in net asset value		1.427.604	(336.575)
5.	Profit distribution		-	-
6.	NET ASSET VALUE AT 30 JUNE	2	11.613.907	9.757.579

The accompanying explanatory notes form an integral part of these financial statements.

General Director

Darius Šulnis

(signature)

31 August 2017

Head of Funds Accounting

Aušra Montvydaitė

(signature)

31 August 2017



INVL ASSET MANAGEMENT UAB
126263073, Gynėjų str. 14, Vilnius

INVL Emerging Europe ex Russia TOP20 Subfund
Explanatory notes to the semi-annual financial statements for January – June 2017

23.3.1. General information:

Details of the collective investment undertaking

Name	INVL Emerging Europe ex Russia TOP20 Subfund
Type, legal form	Open-ended type special investment fund for investments in transferable securities, with no rights of a legal entity
Date on which the Securities Commission (currently the Bank of Lithuania) approved the documents on the formation of the collective investment undertaking	29 October 2010
Duration of operation	Indefinite period
Location	Vilnius

Details of the management company

Name	INVL Asset Management UAB
Company code	126263073
Office address	Gynėjų str. 14, Vilnius
Register at which all data about the undertaking is stored and compiled	State enterprise Centre of Register, Vilnius branch
Telephone number	8 700 55 959
Fax number	8 5 279 06 02
Email address	info@invl.com
Website address	www.invl.com
License No	VJK-005
Manager of the collective investment undertaking, other individuals making investment decisions	Vytautas Plunksnis – Member of the Investment Committee; Vaidotas Rūkas – Director of the Investment Management Department.

Details of the depository

Name	SEB bankas AB
Company code	112021238
Office address	Gedimino ave. 12, LT-01103 Vilnius
Telephone number	(8~5) 268 28 00
Fax number	(8~5) 268 23 33

Details of the audit company engaged to audit the annual financial statements

Name	UAB „PricewaterhouseCoopers“
Company code	111473315
Office address	J.Jasinskio 16B, LT-03163 Vilnius
Telephone number	(8~5) 239 2300

Listing

Subfund has been listed on OMX Stock Exchange with effect from September 2013.

Reporting period

From 1 January 2017 to 30 June 2017.



23.3.2. Accounting policies:

Regulatory legislation adopted in the preparation of the financial statements

INVL Asset Management UAB manages the assets of the subfund, keeps the subfund's accounting records and prepares its financial statements in compliance with Business Accounting Standards (BAS), Lithuanian Law on Accounting, Lithuanian Law on Collective Investment Undertakings and other legal acts.

The fund's assets are denominated in the euros, however, investments may be made in different foreign currencies. The management company uses derivative financial instruments to mitigate the negative effects of fluctuations in foreign exchange rates.

Policies for recognition of increase and decrease in assets and liabilities

Calculation of net asset value (NAV) includes as follows:

- value of assets;
- value of liabilities;
- difference between the value of assets and the value of liabilities reflects the value of net assets.

Calculation of assets and liabilities is based on their fair value, which reflects the value of net assets, at which the sale of these assets are mostly probable.

Financial assets are recorded when the subfund receives or obtains a contractual right to receive cash or any other financial assets. Planned transactions, guarantees and sureties received are not recognised as assets of the subfund for as long as they do not meet the definition criteria of financial assets.

Transactions in financial instruments are included in the NAV prevailing at the date on which the transaction was concluded, except for:

- when at the date of the transaction it is not possible to determine necessary details relating to the inclusion of the transaction in the NAV, such as the quantity or the price of the financial instrument. In this case transactions are included upon the receipt of the confirmation on the concluded transaction;
- due to other significant reasons transaction in financial instruments may be included in the NAV at the settlement date.

Financial liabilities are recorded when the subfund assumes a commitment to pay cash or any other financial assets. Planned transactions, guarantees and sureties granted but not yet executable are not recognised as liabilities of the subfund for as long as they do not meet the definition criteria of financial liabilities.

Liabilities are calculated in line with the requirements of Business Accounting Standards. Liabilities (or part of them) are written off only when they extinguish, i.e. when contractual liabilities are settled, annulled or have expired.

When calculating the value of net assets, transactions whose existence and performance or the results' documentation in accordance with the procedure established by the Lithuanian legal acts are related to foreign currencies are translated to the euros in the accounting using a foreign exchange reference rate published by the European Central Bank, and where such foreign exchange reference rate is not published by the European Central Bank, using the foreign exchange reference rate published by the Bank of Lithuania, unless otherwise prescribed by law.

Investment valuation methods, investment revaluation intervals

The fair value of financial instruments traded on regulated markets of the Baltic states (NASDAQ OMX Vilnius, NASDAQ OMX Riga, NASDAQ OMX Tallinn) and the fair value of financial instruments traded on other than aforementioned regulated markets is determined with reference to the closing price, except when:

- the financial instruments have been quoted on several regulated markets, in which case their fair value is based on the inputs of the regulated market, which has a higher liquidity, regularity and frequency of trade in these financial instruments;
- based on the defined criteria, it is impossible to select reasonably the market, the inputs of which should be used to determine the fair value of the financial instrument, in which case the fair value is based on the inputs of the regulated market, in which the issuer's registered place of business is located;
- the financial instrument has not been quoted during the last trading session, in which case the fair value is based on the last known average market price or closing price, however not more than 30 calendar days ago, if no events have occurred since the last trading date that would make the current market price significantly lower or higher than the last known price;

23.3.2. Accounting policies (continued)

- the financial instrument has not been quoted for more than 30 calendar days as at the valuation date or has been quoted less frequently than defined in the management company's procedure for the calculation of the subfund's net assets, in which case the fair value is determined similarly as for the financial instruments that are not traded on regulated markets.

The procedure for valuation of financial instruments that are not traded on regulated markets is as follows:

Equity securities:

- based on the valuation of independent business valuer qualified to be engaged in such activities, unless no more than 1 year has passed after the valuation and no events have occurred after the valuation that would make the current market price significantly lower or higher than that determined by the valuer;
- when the above-mentioned valuation is not available or the above-mentioned conditions are not met, the valuation is based on earnings (before tax) per share (using the weighted average number of shares in issue during a certain period) of a comparable company multiplied by earnings per share of the company in question;
- when due to certain reasons the above-mentioned valuation techniques cannot be used, the valuation is based on the probable selling price determined under the selected valuation technique defined in the management company's procedure for the calculation of the subfund's net asset value, which is generally accepted and widely applied in the finance market;

The valuation of non-equity securities and money market instruments is made in accordance with the methodology for the calculation of net asset value adopted by the Bank of Lithuania or based on the following valuation techniques if they reflect more accurately the value of these financial statements.

Non-equity securities:

- profitability of securities of the Republic of Lithuania is determined with reference to the average profitability, given the lowest bid price and the highest ask price for particular issue of securities on that day provided by at least three primary dealers (SEB bankas AB, DNB bankas AB, Swedbank AB);
- the fair value of foreign securities and non-quoted securities is determined under one of the following methods:
- based on profitability data and (or) prices provided by Bloomberg, Reuters or any other international news agencies, information sources;
- based on the value of securities with analogous maturity, analogous rating and similar issue conditions;
- based on the probable selling price determined under the valuation technique of relevant financial instrument defined in the management company's procedure for the calculation of the subfund's net asset value;
- where it is impossible to determine the price of securities based on the above-mentioned methods, the value of securities is determined under the accumulated interest method (by amortising the value of securities).

The official source of the valuation of a specific financial instrument is agreed between the management company and the depository in the manner established in the agreement signed with the depository.

The value of derivative financial instrument is determined with reference to the last market price of previous analogous transaction, provided there were no significant changes in economic circumstances over the period from the date of transaction to the date of valuation. If this condition is not met, the valuation is based on the probable selling price determined under the selected valuation technique defined in the management company's procedure for the calculation of the subfund's net asset value, which is generally accepted and widely applied in the finance market;

The valuation of units (shares) of collective investment undertakings is based on the last quoted redemption price;

The valuation of time deposits held in banks is based on the amortised cost.

The valuation of cash and cash held in credit institutions is based on the nominal value;

The valuation of money market instruments with the redemption term or the remaining time to redemption not longer than 397 days or with yields regularly updated in line with money market conditions at least once during 397 days, or the risk of which (including credit and interest rate risks) is very similar to the risk of financial instruments, the redemption term and yields of which satisfy the aforementioned characteristics, may be based on the amortised cost method.

The valuation of other assets is based on the probable selling price determined under the selected valuation technique defined in the management company's procedure for the calculation of the subfund's net asset value, which is generally accepted and widely applied in the finance market.

The valuation of all investments is conducted on each business day.



23.3.2. Accounting policies (continued)

Rules on valuation of investment units

The initial value of the subfund's unit, which was available before the first calculation of net asset value, was equal to EUR 28.9620.

The subfund's net asset value for the current day is calculated by midday (12am) of the following day.

The value of the subfund's unit is calculated by dividing the subfund's net asset value by the number of all subfund's units in issue as at the date of calculation. The total value of all units of the subfund is always equal to the subfund's net asset value. The value of the subfund's unit is determined as four figures after the decimal point and rounded according to the mathematical rules of rounding.

The value of the subfund's unit is announced not later than by midday (12am) of the following day after the calculation of net asset value, on the website at address www.invl.com.

Cash and time deposits:

Cash includes cash balances at accounts opened with credit institutions, overnight deposits and deposits with undefined maturity the repayment of which may be demanded in full or in part at any time without losing accumulated interest thereon (demand deposits).

Time deposits include a deposit amount with the specific deposit repayment date indicated in the deposit agreement, including the deposits with maturity of three months or less that cannot be taken from the account opened with the credit institutions without losing accumulated interest thereon. Time deposits are shown with accumulated interest thereon.

Amounts receivable and amounts payable:

Amounts receivable represent amounts due to the subfund on sale of investments, amounts due on guarantee contributions and other amounts receivable under contracts. Amounts receivable also include amounts due from the management company that upon receipt are deducted from expenses for the reporting period, other than those defined in the subfund's rules or which exceed the established limits.

Amounts payable represent amounts due to other subfunds to which the participant move, amounts due to the participants or their beneficiaries, amounts due to the distributors, amounts payable under the service agreement, and other amounts payable and receivable not specified elsewhere.

Subsequent events

All significant events that occurred after the end of the reporting period are disclosed in Note 15 of the explanatory notes.



23.3.3. Notes to the financial statements:

Note 1. Significant financial statement amounts and reasons for their change:

There were no significant financial statement amounts.

Note 2. Net asset value, number and value of units

	Opening balance at 1 January 2017	Closing balance at 30 June 2017	One year ago at 30 June 2016	Two years ago at 30 June 2015
Net asset value, EUR	10.186.303	11.613.907	9.757.579	11.027.569
Unit value, EUR	29,1978	33,6799	26,4359	29,8823
Number of units in circulation	348.872,5879	344.831,6234	369.103,0051	369.033,0396

Note 3. Number and value of units distributed and redeemed over the reporting period

	Current financial year		Previous financial year	
	Number of units	Value, EUR	Number of units	Value, EUR
Distributed (by converting monetary funds into units)*	27.037,9486	875.202	50.584,5589	1.378.611
Redeemed (by converting units into monetary funds)	31.078,9131	999.676	32.926,9336	901.479
Difference between the number and value of units (shares) distributed and redeemed	(4.040,9645)	(124.474)	17.657,6253	477.132

*The value of distributed units (by converting monetary funds to investment units) does not correspond to the amounts of contributions of participants reported in the statement of changes in net assets (2.1. and 2.2.), because in the table above it excludes the distribution and subfund change fee (deductions are disclosed in section 7 herein)

Note 4. Structure of investment portfolio

30 June 2017

Issuer's name	Country	ISIN code	Quantity, items	Total acquisition value	Total market value	Share in net assets, %
Equity securities listed on the Main List of Stock Exchange or its equivalent						
Olainfarm	LV	LV0000100501	40.832	294.617	445.069	3,83
Olympic Entertainment Group	EE	EE3100084021	242.796	487.260	420.037	3,62
Total	-	-	283.628	781.877	865.106	7,45
Equity securities listed on the Secondary List of Stock Exchange or its equivalent						
Latvijas balzams	LV	LV0000100808	33.874	250.717	304.866	2,63
Total	-	-	33.874	250.717	304.866	2,63
Equity securities traded on other regulated markets						
SC FONDUL PROPRIETATEA SA	RO	ROFPTAACNOR5	4.159.493	709.697	754.718	6,50
PKO BANK POLSKI SA	PL	PLPKO0000016	67.500	447.244	547.448	4,71
KRKA	SI	SI0031102120	6.800	291.843	374.000	3,22
ADRIK GRUPA DD-PREF	HR	HRADRSPA0009	7.700	284.722	482.994	4,16
TRANSGAZ SA MEDIAS	RO	ROTGNTACNOR8	364	15.944	28.487	0,25
POWSZECHNY ZAKLAD UBEZPIECZE	PL	PLPZU0000011	52.000	492.316	545.713	4,70
CELEBI HAVA SERVISI	TR	TRACLEBI91M5	80.000	477.256	542.062	4,67
WARSAW STOCK EXCHANGE	PL	PLGPW0000017	48.407	553.319	556.198	4,79
BGEO GROUP PLC	GB	GB00B759CR16	14.500	413.337	575.781	4,96
RAINBOW TOURS SA	PL	PLRNBWT00031	26.781	151.478	268.510	2,31
SOCIETATEA ENERGETICA ELECTR	RO	ROELECACNOR5	173.000	492.643	495.431	4,27
Telefonija	RS	RSTLFNE22541	11.971	1.015.789	-	-
WIZZ AIR HOLDINGS PLC	GB	JE00BN574F90	36.000	675.885	990.522	8,53
WORK SERVICE SA	PL	PLWRKSR00019	165.312	453.251	330.710	2,85
TRANSELECTRICA SA	RO	ROTSELACNOR9	60.196	397.975	359.907	3,10
TBC BANK GROUP PLC	GB	GB00BYT18307	24.500	322.723	441.050	3,80
VIENNA INSURANCE GROUP AG	AT	AT0000908504	22.000	442.417	543.290	4,68
MOL HUNGARIAN OIL AND GAS PL	HU	HU0000068952	7.000	474.417	479.181	4,13
LUKA KOPER	SI	SI0031101346	18.500	449.868	564.250	4,86
DINO POLSKA SA	PL	PLDINPL00011	12.500	101.799	137.947	1,19
Total	-	-	4.994.524	8.663.923	9.018.199	77,68
Total equity securities			5.312.026	9.696.517	10.188.171	87,76

Note 4. Structure of investment portfolio (continued)

Name of the bank	Currency	Total market value	Interest rate	Share in net assets, %
Cash				
SEB bankas AB	EUR	167.953	-	1,44
SEB bankas AB	GBP	227.372	-	1,96
SEB bankas AB	PLN	252.945	-	2,18
SEB bankas AB	TRY	21.474	-	0,18
SEB bankas AB	RON	726.222	-	6,25
SEB bankas AB	HUF	21.700	-	0,19
Total cash	-	1.417.666	-	12,20

Name	Brief description	Total value	Intended purpose	Share in net assets, %
Amounts receivable	Other amounts receivable	53.096	-	0,46
Amounts payable	Amounts payable to the management company and the depository	(36.510)	-	(0,31)
Amounts payable	Other amounts payable	(8.516)	-	(0,07)
Total	-	8.070	-	0,08

The fund's investment portfolio is in line with the fund's investment strategy.

The fund makes investments in stock markets of New Europe (except for Russia) region: the Baltic States (Lithuania, Latvia, Estonia), Poland, Czech Republic, Hungary, Slovenia, Croatia, Bulgaria, Romania, Turkey, Ukraine, etc.

At the end of the half-year the Fund's main investments were in the financial, energy and industrial sectors on the Warsaw, Vienna and Bucharest exchanges.

The change in the value of the Fund's investment portfolio was mostly influenced by the market price of financial instruments.

Note 4. Structure of investment portfolio (continued):

30 June 2016

Issuer's name	Country	ISIN code	Quantity, items	Total acquisition value	Total market value	Share in net assets, %
Equity securities listed on the Main List of Stock Exchange or its equivalent						
Olainfarm	LV	LV0000100501	43.209	311.007	317.586	3,25
Olympic Entertainment Group	EE	EE3100084021	223.796	449.450	434.164	4,45
Total	-	-	267.005	760.457	751.750	7,70
Equity securities listed on the Secondary List of Stock Exchange or its equivalent						
Latvijas balzams	LV	LV0000100808	481	2.900	3.415	0,03
Total	-	-	481	2.900	3.415	0,03
Equity securities listed on other markets						
Bank Pekao SA	PL	PLPEKAO00016	13.400	529.021	414.918	4,25
Fondul Proprietatea	RO	ROFPTAACNOR5	2.600.000	426.017	417.122	4,27
Powszechna Kasa Oszczednosci Bank Polski S.A.	PL	PLPKO0000016	107.500	824.024	565.419	5,79
Erste Group Bank AG	AT	AT0000652011	15.000	281.630	304.650	3,12
KRKA d.d.	SI	SI0031102120	6.800	291.842	388.620	3,98
CEZ	CZ	CZ0005112300	28.264	592.817	431.976	4,43
Adris Grupa DD (Preference)	HR	HRADRSPA0009	9.000	335.072	451.895	4,63
Transgaz SA Medias	RO	ROTGNTACNOR8	7.500	319.949	450.799	4,62
Turk Tuborg Bira	TR	TRATBORG91A4	313.407	360.386	524.343	5,37
POWSZECHNY ZAKLAD UBEZPIECZE SA	PL	PLPZU0000011	52.000	492.316	335.419	3,44
Turkiye Garanti Bankasi AS	TR	TRAGARAN91N1	155.000	479.136	365.364	3,74
EGE SERAMIK SANAYI	TR	TRAEGSER91F0	332.834	454.318	414.011	4,24
Warsaw Stock Exchange	PL	PLGPW0000017	52.745	607.159	393.255	4,03
Bank of Georgia Holdings PLC	GE	GB00B759CR16	13.500	360.446	428.795	4,39
Rainbow Tours	PL	PLRNBWT00031	54.031	322.603	270.393	2,77
Electrica SA	RO	ROELECACNOR5	173.000	492.643	501.571	5,14
Telefonija	RS	RSTLFNE22541	11.971	1.015.789	-	-
Raiffeisen Bank International AG	AT	AT0000606306	28.000	403.501	315.700	3,24
Wizz Air Holdings	JE	JE00BN574F90	39.000	798.249	758.268	7,77
WORK SERVICE SA	PL	PLWRKSR00019	165.312	453.251	351.084	3,60
Transelectrica	RO	ROTSELACNOR9	60.196	397.975	367.138	3,76
Total	-	-	4.238.460	10.238.144	8.450.740	86,58
Total equity securities			4.505.946	11.001.501	9.205.905	94,31

Note 4. Structure of investment portfolio (continued)

Name of the bank	Currency	Total market value	Interest rate	Share in net assets, %
Cash				
SEB bankas AB	EUR	394.310	-	4,04
SEB bankas AB	CZK	167	-	-
SEB bankas AB	GBP	2.329		0,02
SEB bankas AB	BGN	-		-
SEB bankas AB	PLN	14.344		0,15
SEB bankas AB	RON	58.785	-	0,60
Total cash		469.935		4,81

Name	Brief description	Total value	Intended purpose	Share in net assets, %
Amounts receivable	Other amounts receivable	108.523		1,11
Amounts payable	Amounts payable to the management company and the depository	(16.955)		(0,17)
Amounts payable	Other amounts payable	(9.829)		(0,10)
Total	-	(81.739)		0,84

Note 5. Breakdown of investments by the criteria that meet the investment strategy

By industry sector

Breakdown of investments	Market value	Share in assets, %	Market value at the beginning of the reporting period	Share in assets at the beginning of the reporting period, %
Health care	819.069	7,05	725.259	7,12
Emergency goods and services	688.547	5,93	756.551	7,43
Convenience goods and services	442.813	3,81	754.915	7,41
Financial services	3.964.197	34,13	3.734.071	36,66
Industrial materials	2.910.537	25,06	2.182.652	21,42
Utility goods and services	855.339	7,36	1.375.075	13,50
Energy	507.669	4,37	403.056	3,96
Materials	-	-	-	-
Total	10.188.171	87,71	9.931.579	97,50

By geographical area

Breakdown of investments	Market value	Share in assets, %	Market value at the beginning of the reporting period	Share in assets at the beginning of the reporting period, %
Lithuania	1.417.666	12,21	279.359	2,74
Austria	543.291	4,68	781.440	7,67
Estonia	420.037	3,62	432.177	4,24
Great Britain	2.007.353	17,28	839.859	8,24
Hungary	479.181	4,13	-	-
Latvia	749.935	6,46	577.189	5,67
Croatia	482.994	4,16	543.265	5,33
Poland	2.386.525	20,55	2.344.354	23,01
Romania	1.638.543	14,11	2.188.795	24,51
Slovenia	938.250	8,08	822.220	8,07
Turkey	542.062	4,67	498.294	4,89
Georgia	-	-	903.986	8,87
Total	11.605.837	99,95	10.210.938	100,24

Note 6. Change in value of investments

January – June 2017

Items reported in the statement of net assets	Change					
	Balance at 31 December 2016	Acquired over the period	Sold (redeemed) over the period	Increase in value	Decrease in value	Balance at 30 June 2017
Time deposits	-	-	-	-	-	-
Money market instruments	-	-	-	-	-	-
Non-equity securities ²	-	-	-	-	-	-
Non-equity securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other non-equity securities	-	-	-	-	-	-
Equity securities	9.931.579	916.118	2.193.496	3.498.099	1.964.129	10.188.171
Units and shares of collective investment undertakings	-	-	-	-	-	-
Derivative financial instruments ¹	-	-	-	-	-	-
Total	9.931.579	916.118	2.193.496	3.498.099	1.964.129	10.188.171

¹ Balance at 31 December 2016 reflects the fair value of derivative financial instruments.

Acquired over the period equals zero, because the valuation of derivative instruments is made on the following day after the acquisition.

Sold (redeemed) over the period reflects the realised result of finalised transactions.

² Balance at 31 December 2016 reflects the fair value of non-equity securities at 1 January plus accrued interest.

Acquired over the period reflects the acquisition value plus accrued interest of the predecessor client as at the date of acquisition.

Sold (redeemed) over the period reflects the sale value comprising accrued interest, acquisition cost and realised gain or loss.

Increase/decrease in value reflects accrued interest and revaluation result.

January – June 2016

Items of the statement of net assets	Change					
	Balance at 31 December 2015	Acquired over the period	Balance at 31 December 2015	Increase in value	Decrease in value	Balance at 30 June 2016
Time deposits	-	-	-	-	-	-
Money market instruments	-	-	-	-	-	-
Non-equity securities ²	-	-	-	-	-	-
Non-equity securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other non-equity securities	-	-	-	-	-	-
Equity securities	9.860.892	3.613.540	3.367.438	3.593.120	4.494.210	9.205.905
Units and shares of collective investment undertakings	-	-	-	-	-	-
Derivative financial instruments ¹	-	-	-	-	-	-
Total	9.860.892	3.613.540	3.367.438	3.593.120	4.494.210	9.205.905

¹ Balance at 31 December 2015 reflects the fair value of derivative financial instruments.

Acquired over the period equals zero, because the valuation of derivative instruments is made on the following day after the acquisition.

Sold (redeemed) over the period reflects the realised result of finalised transactions.

² Balance at 31 December 2015 reflects the fair value of debt securities at 1 January plus accrued interest.

Acquired over the period reflects the acquisition value plus accrued interest of the predecessor client as at the date of acquisition.

Sold (redeemed) over the period reflects the sale value comprising accrued interest, acquisition cost and realised gain or loss.

Increase/decrease in value reflects accrued interest and revaluation result.

Note 7. Results of sale of investments

During last period, the undertaking had no sale transactions involving financial instruments other than those measured at fair value.

Note 8. Derivative financial instruments

During the reporting period, there were no transactions involving derivative financial instruments.

Note 9. Costs of intermediary fees

Name of the intermediary	Description of services rendered	Fee for the services during the reporting period, EUR	Fee for the services during the previous reporting period, EUR	Relationship of the intermediary to the management company
Swiss Capital	Commission fee for intermediation services in transactions involving securities	242	-	The management company and intermediary have signed an agreement on intermediation services
WOOD&COMPANY	Commission fee for intermediation services in transactions involving securities	2.010	-	The management company and intermediary have signed an agreement on intermediation services
Šiaulių bankas AB	Commission fee for intermediation services in transactions involving securities	3.475	12.431	The management company and intermediary have signed an agreement on intermediation services
SEB bankas AB	Commission fee for intermediation services in transactions involving securities	2.835	5.582	SEB Bankas AB is a depository of the fund managed by the management company
Total	-	8.562	18.013	-

Note 10. Dividends and other benefits assessed and/or paid to the participants that do not result in changes in units
The fund did not pay and did not account for any dividends payable to its clients over the reporting period.

Note 11. Borrowings and loans granted

The fund had no borrowings for its own needs as at the end and over the reporting period.

Note 12. Third-party guarantee commitments in respect of the undertaking's yield

There were no third-party guarantee commitments in respect of the undertaking's yield as at the end and over the reporting period.

Note 13. Related-party transactions over the financial year and previous financial year

Transactions and balances arising on these transactions with the management company have been disclosed in Notes 7 and 7.

Note 14. Significant effect of changes in accounting estimates, or if these were not made, adjustments to comparative information due to changes in accounting policies or correction of errors

During the reporting period from 1 January 2017 to 30 June 2017, the fund applied accounting policies consistent with those applied in the previous year.

Note 15. Brief description of significant events after the end of the reporting period, that, if not disclosed, might have material impact on the ability of users of these financial statements to make decisions

There were no significant events after the end of the reporting period.

Note 16. Significant changes in assets and liabilities that occurred after the date of calculation net asset value and that were not included in net asset value

There were no significant changes in assets and liabilities after the end of the reporting period.

Note 17. Other significant information on the financial position of the collective investment undertaking, factors and circumstances that had impact on assets and liabilities of the collective investment undertaking

There is no other significant information on the financial position of the fund.

24. Entire text of the auditor's report:

Information is provided on the annual report.

25. Information on investment income and expenses of the collective investment undertaking over the reporting period:

I.	Income from investing activities	-
1.	Interest income	-
2.	<i>Realised gain (loss) on investment in:</i>	373.175
2.1.	equity securities	373.175
2.2.	non-equity securities	-
2.3.	money market instruments	-
2.4.	derivative financial instruments	-
2.5.	units of other collective investment undertakings	-
2.6.	real estate objects	-
2.7.	other investment instruments	-
3.	<i>Unrealised gain (loss) on:</i>	1.160.794
3.1.	equity securities	1.160.794
3.2.	non-equity securities	-
3.3.	money market instruments	-
3.4.	derivative financial instruments	-
3.5.	units of other collective investment undertakings	-
3.6.	real estate objects	-
3.7.	other investment instruments	-
4.	<i>Other income:</i>	325.508
4.1.	income from lease of real estate	-
4.2.	positive foreign exchange effect	52.564
4.3.	Other	272.944
	Total income	1.859.477
II.	Expenses	-
1.	<i>Operating expenses:</i>	257.959
1.1.	deductions of management fee	227.524
1.2.	deductions of depository fee	7.890
1.3.	intermediary fee	8.562
1.4.	audit fee	1.695
1.5.	deductions of other fees and charges	12.288
2.	<i>Other expenses:</i>	49.949
2.1.	interest expenses	-
2.2.	expenses related to the managed real estate objects	-
2.3.	negative foreign exchange effect	49.949
2.4.	other	-
	Total expenses	307.908
III.	Net income	1.551.569
IV.	Payments (dividends) to holders of investment units	-
V.	Re-invested earnings	1.551.569

26. Other significant information on the financial position of the collective investment undertaking, factors and circumstances that had impact on assets and liabilities of the collective investment undertaking:

There is no other significant information on the subfund's financial position.

VII. INFORMATION ON PAYMENT OF DIVIDENDS

27. Information on dividends declared and/or paid:

Information is provided in Note 10.

VIII. INFORMATION ON COLLECTIVE INVESTMENT UNDERTAKING'S BORROWINGS FOR ITS OWN NEEDS

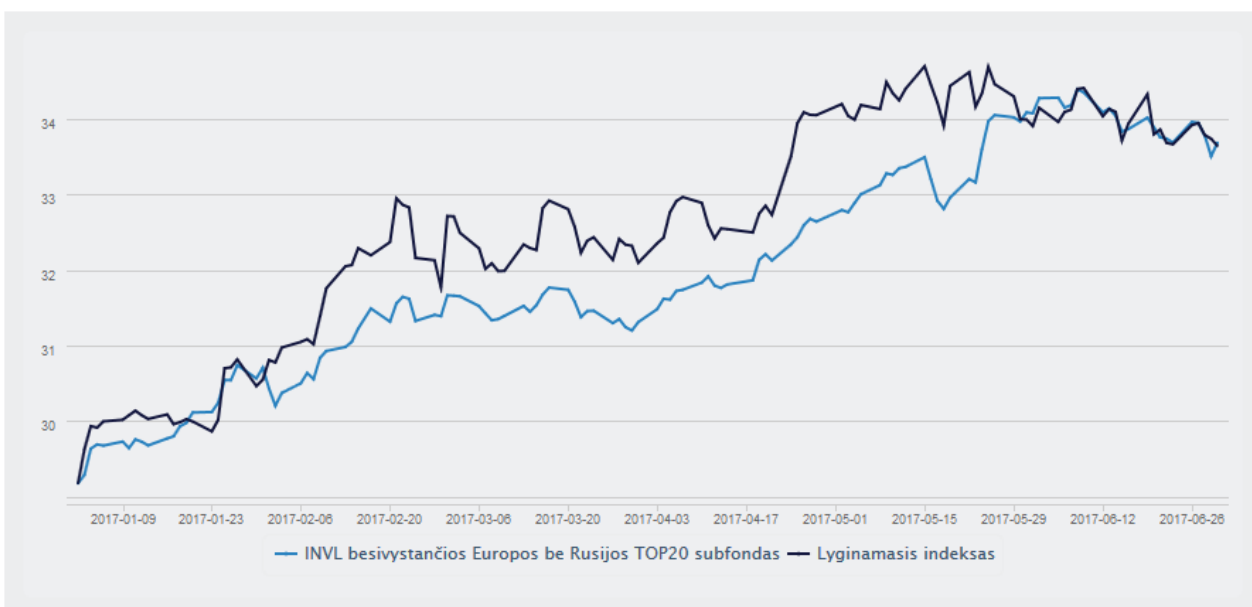
28. Collective investment undertaking's borrowings for its own needs as at the end of the reporting period:

Information is provided in Note 11.

IX. OTHER INFORMATION

29. Explanations, comments, graphic illustrations and other important information on the activities of collective investment undertaking enabling the investor to assess appropriately all changes in and results of operations of the undertaking:

Change in benchmark index and value during the reporting period



X. ACCOUNTABLE PERSONS

30. First and last names (names of legal entities), addresses, titles and registration numbers of permits to engage in relevant activities of consultants whose services were used in the preparation of the financial statements (finance dealer firms, auditors, etc.):

No services of consultants were used in the preparation of these financial statements.

31. First and last names, job titles and workplace of persons who prepared the financial statements (if other than employees of the company):

The financial statements were prepared by the employees of the management company.

32. Statement and signatures made by the management company's head of administration, chief financier, persons who prepared the financial statements and consultants to confirm that information contained in the financial statements is true and fair and that there are no omissions of facts that might substantially affect the assessment of the fund's results:

I, Darius Šulnis, Director General of INVL Asset Management UAB, hereby confirm that information contained in these financial statements is true and fair and that there are no omissions of facts that might substantially affect the assessment of the fund's results.

(signature)

I, Aušra Montvydaitė, Head of Funds Accounting of INVL Asset Management UAB, hereby confirm that information contained in these financial statements is true and fair and that there are no omissions of facts that might substantially affect the assessment of the fund's results.

(signature)

33. Persons responsible for information contained in these financial statements:

33.1. members of the undertaking's managerial bodies, employees and head of administration who are responsible for the preparation of the financial statements;

Full name	Darius Šulnis	Aušra Montvydaitė
Job position	Director General	Head of Funds Accounting
Telephone number	8 700 55 959	8 6 264 5582
Fax number	8 5 279 06 02	8 5 279 06 02
Email address	darius.sulnis@invl.com	ausra.montvydaite@invl.com

33.2. If the financial statements have been prepared by or with assistance of consultants, please specify their full names, telephone and fax numbers, email addresses (if a consultant is a legal entity, please specify its name, telephone and fax numbers, email address and full name(s) of a consultant's representative(s)); please indicate, which specific sections have been prepared by or with assistance of consultants and the scope of their liability. No services of consultants were used in the preparation of these financial statements.