



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 2018

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:				
<i>Fixed rate</i>	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	84.056	0,75
<i>Performance fee</i>	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	58.961	0,52
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	8.784	0,08
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	8.939	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	37	-
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	-	-
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	1.783	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	34	-
Other operating costs (fee charged by the bank for keeping records of participants)			2.089	0,02
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			2.729	0,02
Total expenses included in TER				158.436
Total expenses				167.412



7. Deductions from assets of the collective investment undertaking (continued)

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:				
<i>Fixed rate</i>	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
<i>Performance fee</i>	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)			33	-
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	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



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 8.

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

Information is provided in Note 8.

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 4.

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 ASSET MANAGEMENT UAB

126263073, Gynėjų str. 14, Vilnius

INVL Emerging Europe ex Russia TOP20 Subfund

STATEMENT OF NET ASSETS AS AT 30 JUNE 2018

No	Assets	Note No	Financial year	Previous financial year
A.	ASSETS		10.403.109	11.595.044
1.	CASH	4	965.716	672.272
2.	TIME DEPOSITS		-	-
3.	MONEY MARKET INSTRUMENTS		-	-
3.1.	Treasury bills		-	-
3.2.	Other money market instruments		-	-
4.	TRANSFERABLE SECURITIES	4,6	9.407.889	10.922.772
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	9.407.889	10.922.772
4.3.	Investment units and shares of other collective investment undertakings		-	-
5.	PREPAYMENTS		-	-
6.	AMOUNTS RECEIVABLE	4	29.504	-
6.1.	Amounts receivable from sale of investments		-	-
6.2.	Other amounts receivable	4	29.504	-
7.	INVESTMENT AND OTHER ASSETS		-	-
7.1.	Investment assets		-	-
7.2.	Derivative financial instruments		-	-
7.3.	Other assets		-	-
B.	LIABILITIES	4	23.796	20.195
1.	Amounts payable	4	23.796	20.195
1.1.	Amounts payable for financial and investment assets		-	-
1.2.	Amounts payable to management company and depository	4	18.150	18.169
1.3.	Other payables	4	5.646	2.026
2.	Accrued charges		-	-
3.	Borrowings from credit institutions		-	-
4.	Liabilities under contracts on derivative financial instruments		-	-
5.	Other liabilities		-	-
C.	NET ASSETS	2	10.379.313	11.574.849

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

CEO	<u>Laura Križinauskienė</u>	(signature)	31 August 2018
Head of Funds Accountant	<u>Aušra Montvydaitė</u>	(signature)	31 August 2018



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 2018

No	Items	Note No	Financial year	Previous financial year
1.	NET ASSETS AT 1 JANUARY	2	11.574.849	10.186.303
2.	INCREASE IN NET ASSET VALUE		-	-
2.1.	Contributions of participants	3	431.981	745.387
2.2.	Transfers from other funds	3	-	130.325
2.3.	Guarantee contributions		-	-
2.4.	Investment income		298.865	272.944
2.4.1.	Interest income		-	-
2.4.2.	Dividends		298.865	272.944
2.4.3.	Rental income		-	-
2.5.	Gain on change in value and sale of investments	6	2.509.334	3.498.099
2.6.	Foreign exchange gain		52.005	52.562
2.7.	Gain on transactions involving derivative financial instruments		-	-
2.8.	Other increases in net asset value		-	-
	TOTAL INCREASE IN NET ASSET VALUE		3.292.185	4.699.317
3.	DECREASE IN NET ASSET VALUE		-	-
3.1.	Payments to participants	3	809.779	930.724
3.2.	Transfers to other funds	3	4.935	68.952
3.3.	Loss on change in value and sale of investments	6	3.427.587	1.964.129
3.4.	Foreign exchange loss		78.008	49.949
3.5.	Loss on transactions involving derivative financial instruments		-	-
3.6.	Management costs:		167.412	257.959
3.6.1.	Fee to management company		143.054	227.524
3.6.2.	Fee to depository		8.784	7.890
3.6.3.	Fee to intermediaries	9	8.939	8.562
3.6.4.	Audit fee costs		1.783	1.695
3.6.5.	Interest costs		-	-
3.6.6.	Other costs		4.852	12.288
3.7.	Other decreases in net asset value		-	-
3.8.	Reimbursement of costs (-)		-	-
	TOTAL DECREASE IN NET ASSET VALUE		4.487.721	3.271.713
4.	Change in net asset value		(1.195.536)	1.427.604
5.	Profit distribution		-	-
6.	NET ASSET VALUE AT 30 JUNE	2	10.379.313	11.613.907

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

CEO	<u>Laura Križinauskienė</u>	(signature)	31 August 2018
Head of Funds Accountant	<u>Aušra Montvydaitė</u>	(signature)	31 August 2018



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 2018

23.3.1. General information:

Details of the collective investment undertaking

Name	INVL Emerging Europe ex Russia TOP20 Subfund of INVL Umbrella Fund (hereinafter the "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 – Chief Investment Officer; Arvydas Jacikevičius – Junor Fund Manager

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 2018 to 30 June 2018.



23.3.2. Accounting policies:

Regulatory legislation adopted in the preparation of the financial statements

INVL Asset Management UAB manages the assets of the fund, 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.

Generally accepted accounting principles

The financial year of the Subfund coincides with the calendar year. For the purpose of the Subfund's financial statements, the year-end balances of assets and liabilities are reported as at 29 June 2018 amounts.

The Subfund's financial statements are prepared within four months following the end of the financial year. All amounts in these financial statements are presented in the euros (EUR).

Investment policy and structure of investment portfolio

INVL Emerging Europe ex Russia TOP20 Subfund investments are concentrically distributed among shares of 15–25 Emerging Europe (except for Russia) region companies. A high risk of fluctuations is assumed when making investments and the aim is to achieve a maximum return on investments in shares.

The Subfund's assets are invested in Central and Eastern Europe region. The Subfund's investments are not restricted to certain industry sector. The Subfund may invest in bonds of different maturities and with different credit ratings.

When no better investment possibilities are available in the market, up to 100% of the Subfund's assets may be invested in deposits, money market instruments and harmonised investments units (shares) of collective investment undertakings with the main investment trend focused on money market instruments or bonds and other forms of non-equity securities. The Subfund's assets may be invested in derivative financial instruments, provided they are used for risk management purposes.

Probability that the composition of the portfolio or portfolio management methods will give rise to significant fluctuations in the Subfund's net asset value is remote.

The structure of investment portfolio is presented in Note 4.

Financial risk management

The Subfund's exposure to financial risks is managed through the diversification of the investment portfolio based on diversification principles defined in the Subfund's rules.

The Investment Committee decides on the composition of the Subfund's investment portfolio in view of the current risk level of the portfolio and the effects of decisions made on the overall risk level of the portfolio.

The Subfund's portfolio risk and liquidity are assessed periodically and reported to the Investment Committee.

The Subfund's investment portfolio risk is assessed on the basis of constituent securities in view of:

- issuer's credit rating;
- price sensitivity to interest rate shifts;
- nominal currency risk;
- maturity;
- yield;
- weight of securities in total investment portfolio;
- liquidity.

The shares of the issuer held by the management company together with the shares of the same issuer held by the managed funds may not carry over 1/10 of the voting rights at the issuer's general meeting of shareholders.

The Subfund's assets may be used to acquire no more than as follows:

- 10% of the non-voting shares of an issuing body;
- 10% of the debt securities and other forms of non-equity securities of an issuing body;
- 25% of the units or shares of another collective investment undertaking;
- 10% of the money market instruments issued by a single issuing body.



23.3.2. Accounting policies (continued)

Policies for recognition of increase and decrease in assets and liabilities

Difference between the value of the Fund's net assets and the value of the Fund's liabilities reflects the value of net assets (NA).

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

Financial assets are recorded when the Fund receives or obtains a contractual right to receive cash or any other financial assets, i.e. following the selected trade date approach, when the receivable financial asset and the liability to pay for it are recorded in the buyer's books of account at the date of the transaction. In the seller's books of account, the financial asset sold is written off, and a receivable amount and the result of disposal (gain or loss) are recorded at the date of the transaction. Planned transactions, guarantees and sureties received are not recognised as the Fund's assets for as long as they do not meet the definition criteria of financial assets.

Financial liabilities are recorded when the Fund assumes a commitment to pay cash or any other financial assets (the selected trade date approach). Planned transactions, guarantees and sureties granted but not yet executable are not recognised as the Fund's liabilities for as long as they do not meet the definition criteria of financial liabilities.

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

When calculating the NA value in foreign currency, the value of assets and liabilities is determined using a foreign exchange reference rate of EUR against other currencies 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 on the date of estimation by the Bank of Lithuania. For the purpose of accounting, the most recent foreign exchange rate effective before the economic event or economic transaction should be applied.

Rules on deductions to the accumulation undertaking and the depository

The maximum rates of deductions from the Fund's assets charged for the management of the Fund and the services provided by the Depository are presented in the Fund's rules.

The specific rates of deductions for the management of the Fund are set by the decision of the Board of the Management Company and they are available to public on the Management Company's official website at address www.invl.com.

Any other costs not specified in the Fund's rules or in excess of the defined limits are born by the Management Company at its own expense.

The Fund's deductions over the reporting period are presented in section 7 of the Annex.

Investment valuation methods, investment revaluation intervals

The Fund's net assets are measured at fair value in accordance with the procedure prescribed by legal acts of the Republic of Lithuania and in line with the net assets calculation procedures approved by the Management Company.

Valuation of net assets (NA) is based on the following principles for determining the fair value of investments:

- The fair value of financial instruments traded on regulated markets is determined with reference to the quoted closing price of the instrument or, in case the closing price is not available, with reference to the average market price quoted on that regulated market and/or multilateral trading system, which has a higher liquidity, regularity and frequency of trade in these financial instruments, except for the cases defined in the Methodology for Calculation of Net Assets approved by the Bank of Lithuania;
- The fair value of financial instruments not traded on regulated markets is determined with reference to the Methodology for Calculation of Net Assets approved by the Bank of Lithuania;
- Valuation of investment units (shares) of collective investment undertakings is carried out with reference to the NA value determined by the collective investment undertaking or the last quoted redemption price;
- Valuation of time deposits is based on the amortised cost;
- Valuation of cash on hand and cash held at credit institutions, except for time deposits, is based on the nominal value;
- Valuation of derivative financial instruments is based on the last market value of previous analogous transactions, provided there were no substantial changes in economic circumstances over the period between the date of the transaction and the date of valuation;
- Valuation of other assets is based on the most probable selling price determined by the selected valuation model, which is generally accepted in the financial market.

Valuation of all investments is conducted on each business day.



23.3.2. Accounting policies (continued)

Valuation of liabilities

Valuation of liabilities is based on the requirements of Business Accounting Standards:

- Liabilities initially are recognised at cost;
- Liabilities related to market prices are measured at fair value;
- Liabilities not related to market prices are carried at amortised cost, which approximates to the fair value.

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 fund's units in issue as at the date of calculation. The total value of all units of the Subfund is always equal to the fund'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 fund 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 funds 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 subsequent 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 amounts reported in the financial statements and reasons for their changes:

There were no significant financial statement amounts.

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

	Opening balance at 1 January 2018	Closing balance at 30 June 2018	One year ago at 30 June 2017	Two years ago at 30 June 2016
Net asset value, EUR	11.574.849	10.379.313	11.613.907	9.757.579
Unit value, EUR	34,1646	31,7152	33,6799	26,4359
Number of units in circulation	338.796,2671	327.265,7227	344.831,6234	369.103,0051

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)*	12.833,1845	431.944	27.037,9486	875.202
Redeemed (by converting units into monetary funds)	24.363,7289	814.714	31.078,9131	999.676
Difference between the number and value of units (shares) distributed and redeemed	(11.530,5444)	(382.770)	(4.040,9645)	(124.474)

*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 2018

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	28.313	205.536	226.504	2,18
Total	-	-	-	205.536	226.504	2,18
Equity securities listed on the Secondary List of Stock Exchange or its equivalent						
Latvijas balzams	LV	LV0000100808	41.874	321.517	355.929	3,43
Total	-	-	-	321.517	355.929	3,43
Equity securities traded on other regulated markets						
SC FONDUL PROPRIETATEA SA	RO	ROFPTAACNOR5	4.459.493	781.951	846.255	8,15
PKO BANK POLSKI SA	PL	PLPKO0000016	45.500	299.895	385.745	3,72
KRKA	SI	SI0031102120	6.800	291.842	393.040	3,79
ADRIS GRUPA DD-PREF	HR	HRADRSPA0009	7.700	284.722	442.265	4,26
POWSZECHNY ZAKLAD UBEZPIECZE	PL	PLPZU0000011	25.000	213.508	223.350	2,15
CELEBI HAVA SERVISI	TR	TRACLEBI91M5	77.293	459.896	570.146	5,49
WARSAW STOCK EXCHANGE	PL	PLGPW0000017	43.582	493.434	365.589	3,52
Bank of Georgia Group PLC	GE	GB00BF4HYT85	12.000	233.938	255.535	2,46
Georgia Capital PLC	GE	GB00BF4HYV08	12.000	111.883	139.629	1,35
Telefonija *	RS	RSTLFNE22541	11.971	1.015.789	-	-
TRANSELECTRICA SA	RO	ROTSELACNOR9	60.196	397.975	286.223	2,76
TBC BANK GROUP PLC	GE	GB00BYT18307	24.500	322.723	483.247	4,66
VIENNA INSURANCE GROUP AG	AT	AT0000908504	19.705	396.965	460.309	4,43
LUKA KOPER	SI	SI0031101346	16.500	401.483	526.350	5,07
MCI CAPITAL SA	PL	PLMCIMG00012	175.667	392.734	390.541	3,76
Bank Pekao SA	PL	PLPEKAO00016	15.200	460.526	393.665	3,79
Erste Group Bank AG	AT	AT0000652011	12.600	462.929	450.450	4,34
Indeks Bilgisayar	TR	TREIDX00019	157.225	442.987	249.236	2,40
Sphera Franchise Group	RO	ROSFPGPACNOR4	25.862	163.071	149.896	1,44
BRD-GROUPE SOCIETE GENERALE	RO	ROBRDBACNOR2	148.712	407.422	418.835	4,04
OMV Petrom SA	RO	ROSNPPACNOR9	10.000.000	705.390	688.004	6,63
Raiffeisen Bank International AG	AT	AT0000606306	10.000	280.763	262.900	2,53
MOL HUNGARIAN OIL AND GAS PL	HU	HU0000153937	34.000	309.919	282.098	2,72
CEZ	CZ	CZ0005112300	8.000	179.524	162.148	1,56
Total	-	-	-	9.511.269	8.825.456	85,02
Total equity securities			-	10.038.322	9.407.889	90,63

* Telefonija (ISIN RSTLFNE22541) is measured at a zero value due to the initiated bankruptcy procedure and suspension of trade in shares from 2 October 2014.

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	119.982	-	1,16
SEB bankas AB	CZK	376	-	-
SEB bankas AB	GBP	108.291	-	1,04
SEB bankas AB	PLN	396.773	-	3,82
SEB bankas AB	TRY	25.967	-	0,25
SEB bankas AB	RON	311.639	-	3,00
SEB bankas AB	HUF	2.688	-	0,03
Total cash	-	965.716	-	9,30

Name	Brief description	Total value	Intended purpose	Share in net assets, %
Amounts receivable	Other amounts receivable	29.504	-	0,29
Amounts payable	Amounts payable to the management company and the depository	(18.150)	-	(0,17)
Amounts payable	Other amounts payable	(5.646)	-	(0,05)
Total	-	5.708	-	0,07

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

The Subfund makes investments in stock markets of New Europe (except Russia) region: Poland, Czech Republic, Hungary, Romania, Turkey, Slovenia, Croatia, Georgia, Bulgaria, Estonia, Latvia, Lithuania, Ukraine, Serbia, etc. On demand up to 10% of Fund's assets may be invested into corporate bonds and Government securities.

At the end of reporting period the investments were mostly made in the sectors of commercial banking, transportation infrastructure and financial services in Bucharest, Warsaw and Vienna stock markets.

Note 4. Structure of investment portfolio (continued):

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	-	-	-	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	-	-	-	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
ADRIS 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	-	-	-	8.663.923	9.018.199	77,68
Total equity securities			-	9.696.517	10.188.171	87,76

* Telefonija (ISIN RSTLFNE22541) is measured at a zero value due to the initiated bankruptcy procedure and suspension of trade in shares from 2 October 2014.

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 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	619.544	5,97	698.558	6,04
Emergency goods and services	149.896	1,44	1.080.718	9,34
Convenience goods and services	355.929	3,43	277.767	2,40
Financial services	5.076.051	48,91	5.954.586	51,44
Information technology	249.236	2,40	-	-
Industrial materials	1.538.760	14,82	1.630.929	14,09
Utility goods and services	448.370	4,31	737.900	6,38
Energy	970.103	9,35	542.314	4,69
Total	9.407.889	90,63	10.922.772	94,38

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	965.716	9,30	672.272	5,81
Austria	1.173.659	11,31	1.021.753	8,83
Czech Republic	162.147	1,55	-	-
Latvia	582.433	5,61	585.325	5,06
Croatia	442.265	4,26	439.766	3,80
Poland	1.758.891	16,95	2.535.318	21,90
Romania	2.389.213	23,02	2.297.653	19,85
Slovenia	919.390	8,86	953.400	8,24
Turkey	819.381	7,89	1.102.396	9,52
Estonia	-	-	380.820	3,29
Georgia	878.412	8,46	-	-
Great Britain	-	-	1.064.027	9,19
Hungary	282.098	2,72	542.314	4,69
Total	10.373.605	99,93	11.595.044	100,18



Note 6. Change in value of investments

January – June 2018

Items reported in the statement of net assets	Change					Balance at 30 June 2018
	Balance at 31 December 2017	Acquired over the period	Sold (redeemed) over the period	Increase in value	Decrease in value	
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	10.922.772	1.809.362	2.405.992	2.509.334	3.427.587	9.407.889
Units and shares of collective investment undertakings	-	-	-	-	-	-
Derivative financial instruments ¹	-	-	-	-	-	-
Total	10.922.772	1.809.362	2.405.992	2.509.334	3.427.587	9.407.889

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 2017

Items of the statement of net assets	Change					Balance at 30 June 2017
	Balance at 31 December 2016	Acquired over the period	Sold (redeemed) over the period	Increase in value	Decrease in value	
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.

Note 7. Results of sale of investments

During the first six months of year 2017 and 2018, 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
InterCapital	Commission fee for intermediation services in transactions involving securities	2.144	-	The management company and intermediary have signed an agreement on intermediation services
UAB FMĮ ORION	Commission fee for intermediation services in transactions involving securities	969	-	The management company and intermediary have signed an agreement on intermediation services
WOOD & Company	Commission fee for intermediation services in transactions involving securities	3.982	2.010	The management company and intermediary have signed an agreement on intermediation services
AB Šiaulių bankas	Commission fee for intermediation services in transactions involving securities	742	3.475	The management company and intermediary have signed an agreement on intermediation services
AB SEB bankas	Commission fee for intermediation services in transactions involving securities	1.102	2.835	SEB Bankas AB is a depository of the fund managed by the management company
Other counterparty	Commission fee for intermediation services in transactions involving securities	-	242	-
Total	-	8.939	8.562	-

Note 10. Dividends and other benefits assessed and/or paid to the participants that do not result in changes in units

The Subfund 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 Subfund 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 4 and report's Clause 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 2018 to 30 June 2018, the Subfund applied the same accounting policies.



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 Subfund.

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>	(119.241)
2.1.	equity securities	(119.241)
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>	(799.012)
3.1.	equity securities	(799.012)
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>	350.870
4.1.	income from lease of real estate	-
4.2.	positive foreign exchange effect	52.005
4.3.	Other	298.865
	Total income	(567.383)
II.	Expenses	
1.	<i>Operating expenses:</i>	167.412
1.1.	deductions of management fee	143.054
1.2.	deductions of depository fee	8.784
1.3.	intermediary fee	8.939
1.4.	audit fee	1.783
1.5.	deductions of other fees and charges	4.852
2.	<i>Other expenses:</i>	78.008
2.1.	interest expenses	-
2.2.	expenses related to the managed real estate objects	-
2.3.	negative foreign exchange effect	78.008
2.4.	other	-
	Total expenses	245.420
III.	Net income	(812.803)
IV.	Payments (dividends) to holders of investment units	-
V.	Re-invested earnings	(812.803)

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: values of reported items:

I, Laura Križinauskienė, CEO 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 Subfund's results.

(signature)

I, Aušra Montvydaitė, Head of Funds Accountant 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 Subfund'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	Laura Križinauskienė	Aušra Montvydaitė
Job position	CEO	Head of Funds Accountant
Telephone number	(8-7) 005 59 59	(8-6) 264 55 82
Fax number	(8-5) 279 06 02	(8-5) 279 06 02
Email address	laura.krizinauskiene@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.