



## Basic Information for Investors on ABLV Emerging Markets USD Bond Fund Subfund

This document contains basic information for investors on this fund. This is not an advertising material. Legal acts stipulate provision of such information to help you understand peculiarities of investing in this fund and risks associated with the same. We recommend getting familiar with this information, so that you can make a grounded decision on investments.

### Fund information

#### ABLV Emerging Markets Bond Fund

ABLV Emerging Markets USD Bond Fund subfund, ISIN LV0000400315, hereinafter referred to as the Fund

The Fund is managed by ABLV Asset Management, IPAS, which is a commercial company included in ABLV Bank, AS, group

### Objectives and investment policy

The Fund's investment objective is achievement of the long-term capital growth. To achieve this objective, the Fund's assets are invested in debt securities issued or guaranteed by central banks, governments and municipalities of Emerging countries, as well as in debt securities issued or guaranteed by credit institutions or commercial companies, provided Emerging country participation in this credit institution's or commercial company's capital exceeds 50%. The countries with active social or economic environment in the situation of rapid growth and industrialization are considered Emerging countries. The Emerging countries are listed in the Fund's prospectus.

The Fund invests in both short-term and medium-term debt securities to hold those to maturity, as well as in long-term debt securities, which are usually sold before maturity.

The Fund's investor may request repurchase of the Fund's investment certificates owned by the investor. The applications for purchase or repurchase of the investment certificates may be submitted on any working day.

The Fund is intended for investors willing to invest for a period of 2 years at least.

The Fund's assets are managed in accordance with the Fund's investment policy, and the Fund's performance is not compared against some previously chosen market benchmark.

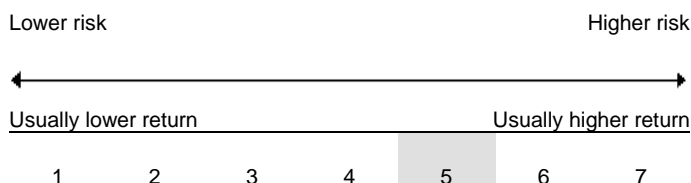
For the sake of protection against fluctuation risk of the market value of the Fund's assets, which may arise due to changes in the respective asset's price, the Fund's assets may be invested in derivative financial instruments traded on a regulated market. The Fund's investments in derivative financial instruments may be performed for the sake of risk hedging only, i.e., hedging market risks of other financial instruments.

The income from the Fund's operations is not paid out, but is re-invested.

The Fund's investments are performed in US dollars.

The Fund's base currency is US dollar.

### Risk and return profile



The Fund's synthetic indicator provides indicative representation of potential fluctuations of the Fund's share value. The value of investments in the Fund may increase or decrease.

The synthetic indicator does not measure the risk of losses under made investments, but demonstrates weekly fluctuation of the Fund's value increase or decrease during the last 5 years.

The Fund is included in 5th risk category since calculated annual fluctuation of the Fund's return is between 10% and 15%. The stated Fund's risk category cannot be guaranteed and may change in course of time. Historical data of the Fund's performance do not guarantee similar risk and return of the Fund ratio in the future. If the Fund is included in a lower risk category, this does not mean that investments in the Fund are not subject to risk.

The Fund's performance indicators are subject to different risks that might be insufficiently represented by the synthetic indicator:

- credit risk – the risk of incurring losses due to the issuer being unable or unwilling to perform its obligations to the company in accordance with the agreement provisions;
- market liquidity risk – the risk of impossibility to sell or liquidate the financial instruments included in the Fund's investment portfolio, or impossibility to perform a transaction resulting in the position closing within the desired term and without material losses, and the risk of the Fund's consequent limited ability to satisfy requests for repurchase of investment certificates.
- counterparty risk – the risk of incurring losses due to the counterparty ceasing to perform its obligations before making the last payment under the settlement cash flow;
- operational risk – the risk of losses incurred by the Fund due to nonconformity or imperfection of internal processes, human or system activities or external circumstances, which also includes legal and document-related risk, as well as the risk of losses arising out of trade, settlement and evaluation procedures performed on behalf of the Fund.

## Fees

The fees paid by you are used for covering the Fund's operating expenses, including expenses on investment certificates trade and distribution. These fees may reduce potential increase of the investment.

## One-time payment before or after making investment

Issue fee	1.00%
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Repurchase fee	not applied
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The stated amount is the maximum fee that may be deducted from your funds before investing those or paying the investment out to you.

## Fees withheld from the Fund during a year

Permanent fees	0.95%
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## Fees withheld from the Fund in particular instances

Fee for the Fund's value increase	not applied
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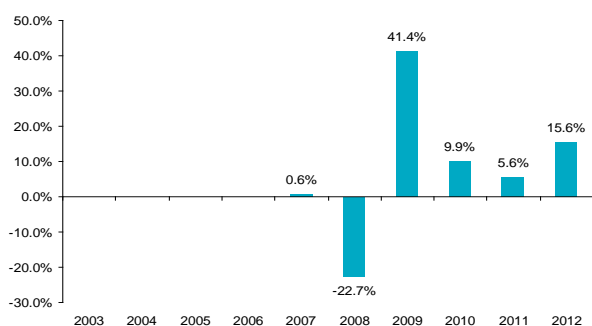
The amount stated is the maximum issue fee that may be deducted from your investment. In some cases the payment may be smaller – please consult with your financial advisor.

The number of permanent fees is provided based on the permanent fees paid in the previous year ending on 31.12.2012. This number may vary from year to year. The same does not include the following payments related to operations of the Fund:

- expenses on portfolio transactions, except where the Fund covers fees for issue / repurchase of the investment certificates by acquiring or selling investment certificates of another investment fund;
- the Fund's borrowing interest;
- payments to third parties (tax payments, expenses related to transactions in securities with fixed interest rate, expenses related to market influence).

Additional information on fees can be found in section 7 of the Fund's prospectus, the electronic version of which is available at [www.ablv.com](http://www.ablv.com), in section ABLV Mutual Funds (<http://www.ablv.com/lv/services/investments/mutual-funds/>).

## Previous performance indicators



Indicators of previous periods are considered indicative, and those do not guarantee similar return in the future. The stated data include all expenses (the Fund's permanent fees and payments to third parties which are covered from the Fund's estate). The stated data do not include issue fee. The Fund started its operations in 2007. The Fund's previous performance indicators are calculated in US dollars.

## Useful information

The Fund's custodian bank: ABLV Bank, AS. The Fund's distributors: ABLV Capital Markets, IBAS, and ABLV Bank, AS. The Fund's prospectus, management regulations, annual and six-month reports (in Latvian), as well as other information on the Fund can be obtained free of charge at ABLV Bank, AS, home page [www.ablv.com](http://www.ablv.com). The latest purchase and sale prices of the Fund's investment certificates, as well as the Fund's performance results, are regularly published at ABLV Bank, AS, home page [www.ablv.com](http://www.ablv.com). The Republic of Latvia tax normative acts may affect personal situation of the investor as taxpayer. The investors should consult with their tax advisors regarding tax application procedures.

ABLV Asset Management, IPAS, may be held liable based on any statement contained herein that is misleading, incorrect or inconsistent with the respective sections of the Fund's prospectus. The investor is entitled to change subfunds.

ABLV Emerging Markets Bond Fund is registered in the Republic of Latvia and supervised by the Financial and Capital Market Commission.

This basic information for investors is true, and it is published on 01.08.2013.