



FINASTA NEW EUROPE TOP20 SUBFUND
ANNUAL FINANCIAL STATEMENTS FOR 2015

FINASTA NEW EUROPE TOP20 SUBFUND
ANNUAL FINANCIAL STATEMENTS FOR 2015
PRESENTED TOGETHER WITH INDEPENDENT AUDITOR'S REPORT



Independent Auditor's Report

INVL Asset Management UAB

We have audited the accompanying financial statements of Finasta New Europe TOP 20 Subfund (the Fund) managed by INVL Asset Management UAB (the Company) set out on pages 5 – 28 which comprise the statement of net asset as of 31 December 2015 and the statement of changes in net asset for the year then ended and explanatory notes.

Management's responsibility for the financial statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Lithuanian regulatory legislation on accounting and financial reporting and Business Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Fund of 31 December 2015 and of its changes in net assets for the year then ended in accordance with Lithuanian regulatory legislation on accounting and financial reporting and Business Accounting Standards.

On behalf of PricewaterhouseCoopers UAB



Rimvydas Jogėla
Partner
Auditor's Certificate No.000457



Rasa Selevičienė
Auditor's Certificate No.000504

Vilnius, Republic of Lithuania
21 April 2016



I. GENERAL INFORMATION

1. General information about Finasta New Europe 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 AND NUMBER AND VALUES OF INVESTMENT UNITS (SHARES)

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

Information is provided in Note 1.

6. Number of investment units or shares distributed and redeemed over the reporting period and total conversion values:

Information is provided in Note 2.

III. EXPENSE AND TURNOVER RATIOS OF THE COLLECTIVE INVESTMENT UNDERTAKING

7. Deductions from assets of the collective investment undertaking:

Information is provided in Note 19.

8. Intermediary fee:

Information is provided in Note 8.

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 fund.

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

	After 1 year	After 3 years	After 5 years	After 10 years
Deductions paid, EUR	143	326	536	1,198
Accrued amount before deductions	3,150	3,473	3,829	4,887
Accrued amount after deductions	3,007	3,147	3,293	3,688

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 3.

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

Information is provided in Note 4.

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 7.

IV. INFORMATION ON THE INVESTMENT PORTFOLIO OF THE COLLECTIVE INVESTMENT UNDERTAKING (CONTINUED)

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 7.

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

Information is provided in Note 7.

16. 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.):

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.

Information is provided in Note 3.

17. 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 3.

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

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

Information is provided in Note 18.1.

19. 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 fund's operation:

Information is provided in Note 18.3.

20. 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 in Note 18.3.

21. Other indicators revealing the risks pertaining to the investment portfolio:

Other indicators revealing the risks pertaining to the investment portfolio over the reporting period were not estimated.

VI. FINANCIAL POSITION OF THE COLLECTIVE INVESTMENT UNDERTAKING

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

22.1. Statement of net assets;

22.2. Statement of changes in net assets;

22.3. Explanatory notes.



FINASTA NEW EUROPE TOP20 SUBFUND
ANNUAL FINANCIAL STATEMENTS FOR 2015

INVL ASSET MANAGEMENT UAB
126263073, Gynėjų g. 11, Vilnius

Finasta New Europe TOP20 Subfund

STATEMENT OF NET ASSETS AS AT 31 DECEMBER 2015

No	Assets	Note No	Financial year	Previous financial year
A.	ASSETS		10,113,389	11,199,895
1.	CASH	3,4	252,497	719,735
2.	TIME DEPOSITS		-	-
3.	MONEY MARKET INSTRUMENTS		-	-
3.1.	Treasury bills		-	-
3.2.	Other money market instruments		-	-
4.	TRANSFERABLE SECURITIES		9,860,892	10,468,159
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	3,4,5	9,860,892	10,468,159
4.3.	Investment units and shares of other collective investment undertakings		-	-
5.	PREPAYMENTS		-	-
6.	AMOUNTS RECEIVABLE		-	12,001
6.1.	Amounts receivable from sale of investments		-	-
6.2.	Other amounts receivable	3	-	12,001
7.	INVESTMENT AND OTHER ASSETS		-	-
7.1.	Investment assets		-	-
7.2.	Derivative financial instruments		-	-
7.3.	Other assets		-	-
B.	LIABILITIES		19,235	47,737
1.	Amounts payable		19,235	21,230
1.1.	Amounts payable for financial and investment assets		-	-
1.2.	Amounts payable to management company and depository	3	18,821	21,230
1.3.	Other payables	3	414	-
2.	Accrued charges		-	-
3.	Borrowings from credit institutions		-	-
4.	Liabilities under contracts on derivative financial instruments		-	-
5.	Other liabilities	3	-	26,507
C	NET ASSETS	1	10,094,154	11,152,158

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

General Director

Darius Šulnis

21 April 2016

Head of Funds Accounting

Aušra Montvydaitė

21 April 2016



FINASTA NEW EUROPE TOP20 SUBFUND
ANNUAL FINANCIAL STATEMENTS FOR 2015

INVL ASSET MANAGEMENT UAB
126263073, Gynėjų g. 11, Vilnius

Finasta New Europe TOP20 Subfund

STATEMENT OF CHANGES IN NET ASSETS FOR 2015

No	Items	Note No	Financial year	Previous financial year
1.	NET ASSETS AT 1 JANUARY		11,152,158	12,537,149
2.	INCREASE IN NET ASSET VALUE		-	-
2.1.	Contributions of participants	2	221,463	1,169,033
2.2.	Transfers from other funds	2	81,266	650,898
2.3.	Guarantee contributions		-	-
2.4.	Investment income		387,203	411,289
2.4.1.	Interest income		-	-
2.4.2.	Dividends		387,203	411,289
2.4.3.	Rental income		-	-
2.5.	Gain on change in value and sale of investments	5	6,913,001	8,018,056
2.6.	Foreign exchange gain		192,952	84,018
2.7.	Gain on transactions involving derivative financial instruments		-	-
2.8.	Other increases in net asset value		-	-
	TOTAL INCREASE IN NET ASSET VALUE		7,795,885	10,331,294
3.	DECREASE IN NET ASSET VALUE		-	-
3.1.	Payments to participants	2	1,462,134	2,445,841
3.2.	Transfers to other funds	2	172,525	455,775
3.3.	Loss on change in value and sale of investments	5	6,743,266	8,373,468
3.4.	Foreign exchange loss		191,088	110,578
3.5.	Loss on transactions involving derivative financial instruments		-	-
3.6.	Management costs:	19	284,876	310,420
3.6.1.	Fee to management company		218,677	187,451
3.6.2.	Fee to depository		24,342	31,760
3.6.3.	Fee to intermediaries	8	27,825	66,678
3.6.4.	Audit fee costs		4,840	4,870
3.6.5.	Interest costs		-	-
3.6.6.	Other costs		9,192	19,861
3.7.	Other decreases in net asset value	16	-	20,203
3.8.	Reimbursement of costs (-)		-	-
	TOTAL DECREASE IN NET ASSET VALUE		8,853,889	11,716,285
4.	Change in net asset value		(1,058,004)	(1,384,991)
5.	Profit distribution		-	-
6.	NET ASSET VALUE AT 31 DECEMBER	1	10,994,154	11,152,158

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

General Director

Darius Šulnis

(signature)

21 April 2016

Head of Funds Accounting

Aušra Montvydaitė

(signature)

21 April 2016



INVL ASSET MANAGEMENT UAB
126263073, Gynėjų g. 11, Vilnius

Finasta New Europe TOP20 Subfund
Explanatory notes to the annual financial statements for 2015

22.3.1. General information:

Details of the collective investment undertaking

Name	Finasta New Europe 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 g. 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
Licence No	VJK-005
Manager of the collective investment undertaking, other individuals making investment decisions	Vytautas Plunksnis (Board Member); Tomas Krakauskas (Director of Investment Management Department); Valdotas Rūkas (Head of Funds Management)

Details of the depository

Name	SEB bankas AB
Company code	112021238
Office address	Gedimino pr. 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	PricewaterhouseCoopers UAB
Company code	111473315
Office address	J.Jasinskio 16B, LT-03163 Vilnius
Telephone number	(8-5) 239 2300

Listing

Finasta New Europe TOP20 Subfund has been listed on OMX Stock Exchange with effect from September 2013.

Reporting period

From 1 January 2015 to 31 December 2015.

22.3.2. 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 subfund'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.

The financial year of the subfund coincides with the calendar year. The subfund's financial statements are prepared within four months following the end of the financial year. All amounts in these financial statements have been presented in an official currency of the Republic of Lithuania. As from 1 January 2015, Lithuania joined the euro area and adopted euro as its official currency. Between the period from 2 February 2002 to 31 December 2014, the litas was pegged to the euro at an exchange rate of LTL 3.4528 to EUR 1. The subfund converted the accounting records and the comparative figures from LTL to EUR in line with Business Accounting Standard 40 *Adoption of Euro*. No gain or loss was recognised on change of official currency.

Investment policy and structure of investment portfolio

Finasta New Europe TOP20 Subfund's investments are diversified in a concentrated manner among 12-25 Emerging Europe ex Russia corporate equity securities. The subfund assumes high risk of fluctuations and seeks to maximise returns on investments in equity securities.

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 investment 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.

Financial risk management

The subfund's assets are invested in the following financial instruments in line with the defined objectives and investment policy of the subfund:

- shares, depository receipts in respect of shares and harmonised investment units (shares) of collective investment undertakings with primary investment trend focused on shares, depository receipts in respect of shares;
- bonds and other forms of non-equity securities and harmonised investment units (shares) of collective investment undertakings with primary investment trend focused on bonds and other forms of non-equity securities;
- other securities which carry the right to acquire or dispose of the transferable securities or which result in cash settlements set on the basis of transferrable securities, currencies, interest rates, yield, commodities and other indices and instruments;
- other harmonised investment units (shares) of collective investment undertakings with primary investment trend focused on transferrable securities, raw materials, commodities, currencies, interest rates, yields, other indices;
- special collective investment undertakings (alternative investment, private equity, real estate) and collective investment undertakings that are not regulated under the Lithuanian Law on Collective Investment Undertakings (investing directly in commodities, raw materials, currencies, etc.);
- money market instruments and harmonised investment units (shares) of collective investment undertakings with primary investment trend focused on money market instruments;
- deposits held with credit institutions;
- derivative financial instruments linked with the above-mentioned financial instruments, financial indices, interest rates, currencies or exchange rates, provided they are used for risk management purposes.

22.3.2. Accounting policies (continued)

The subfund's investment portfolio should be composed in compliance with the investment portfolio's diversification requirements and investment restrictions as set forth in the Lithuanian Law on Collective Investment Undertakings.

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;
- historical and expected fluctuations in price of nominal currency;
- maturity;
- yield;
- weight of securities in total investment portfolio;
- liquidity.

No more than 20% of the subfund's net assets may be invested in transferable securities and money market instruments issued by companies of the group, which is required to prepare the consolidated financial statements.

Shares held by the subfund together with the management company or other managed collective investment undertakings in an issuing body may not carry over 1/10 of the voting rights at the issuer's general meeting of shareholders.

The subfund may 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 of a single issuing body.

The management company reviews the investment strategy at least once during a 3-year period and makes amendments, if necessary.

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. Assets acquired are recorded on the date of settlement.

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.

When calculating the value of net assets, the value of assets and liabilities denominated in foreign currencies is converted to euros for accounting purposes using the foreign exchange reference rate of the euro against foreign currencies published by the European Central Bank, and where such foreign exchange reference rate is not published by the European Central Bank, the foreign exchange reference rate published by the Bank of Lithuania is used, unless otherwise prescribed by law.

22.3.2. Accounting policies (continued)

Rules on deductions to the accumulating company and the depository

The fee charged by the management company for the management of the subfund is paid from the subfund's assets.

The fee to the management company includes as follows:

- performance fee – no more than 15 (fifteen) percent on increase in the subfund's net asset value;
- management fee – no more than 1.5 (one point five) percent on the subfund's average annual net asset value.

The sale price of the subfund's unit is equal to the sum of the value of the subfund's unit and no more than 2 (two) percent of the fee to cover distribution costs.

The change price of the subfund's unit is equal to the sum of the value of the subfund's unit and no more than 0.25 percent of the fee to cover subfund change costs.

The distribution/subfund change fees that are included in the sale/change price of the subfund's unit are paid by the participant for the subfund's units acquired under the agreement for purchase/sale of the fund's units.

The distribution fee and subfund change fee are not included in the calculation of net asset value.

The fee to the management company is calculated on accrual basis on each business day on the basis of the subfund's net asset value and increase in the value of the subfund's unit on that day following the principle of simultaneity. The fee to the management company is payable on a monthly basis by the 10th (tenth) calendar day of the following month.

The calculation period for performance fee is from 1 January to December 31 of each calendar year. The performance fee is calculated on the basis of the *High Water Mark* principle. The performance fee is calculated on each business day by deducting the performance fee from daily increase in the value of the fund's unit as defined in the fund's documents. Under the *High Water Mark* principle, the performance fee is deducted from the daily increase in the value of the fund's unit only when the value of unit is higher than any of the previous values of the fund's unit.

After the end of the calendar year, the rate of asset management fee is reviewed. All overpayments during the calendar year are refunded to the subfund over 30 (thirty) calendar days after the end of the financial year, and all underpayments should be covered to the management company by the subfund over 30 (thirty) calendar days after the end of the financial year.

Overpayments refunded by the management company to the fund are added to the fund's net asset value.

The fee to the depository for the services rendered by the depository under the agreement is paid from the subfund's assets and it may be no more than 0.5 (point five) percent of the subfund's average annual net asset value.

The fee to the depository represents the fee charged on:

- the services of the depository; it is calculated on accrual basis on each business day on the subfund's net asset value. The fee is calculated based on assumption that one year has the actual number of business days;
- custody of the subfund's assets; it is calculated on accrual basis on each business day on the value of securities and in view of the country of custody. The fee is calculated based on assumption that one year has the actual number of business days;
- movements on the accounts of financial instruments; it is calculated on each business day of transactions in the accounts of financial instruments.

The fee to the depository is payable for each preceding quarter by the 10th (tenth) day of the following quarter.

After the end of the calendar year, the rate of asset custody fee is reviewed. All overpayments during the calendar year are refunded to the fund over 30 (thirty) calendar days after the end of the financial year, and all underpayments should be covered to the depository by the fund over 30 (thirty) calendar days after the end of the financial year.

Overpayments refunded by the depository to the subfund are added to the subfund's net asset value.

Investment valuation methods. Investment revaluation intervals

- The fair value of financial instruments traded on regulated markets of the Baltic states (Riga, Tallinn or Vilnius Stock Exchange) is determined with reference to the average quoted market price on the date of valuation, and the fair value of financial instruments traded on other than aforementioned regulated markets is determined with reference to the closing price, except when:

22.3.2. Accounting policies (continued)

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

- profitability of Lithuanian securities 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 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;

Dividend income is recognised when the right of shareholders to receive their payment is approved.

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

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

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

22.3.2. Accounting policies (continued)

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.

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.

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 LTL 100 (one hundred litas), i.e. EUR 28.9620 (twenty eight euros point nine thousand, six hundred and twenty euro cents).

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

Significant events subsequent to the end of the reporting period have been disclosed in Note 14.



22.3.3. Notes to the financial statements:

Note 1. Net asset value, number and value of units

	Opening balance at 1 January 2015	Closing balance at 31 December 2015	One year ago at 31 December 2014	Two years ago at 31 December 2013
Net asset value, EUR	11,152,158	10,094,154	11,152,158	12,537,149
Unit (share) value, EUR	28.1405	28.7218	28.1405	28.7848
Number of units (shares) in circulation	396,302.6114	351,445.3798	396,302.6114	435,547.8144

Note 2. 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)*	10,154.7309	302,266	62,576.1738	1,817,637
Redeemed (by converting units into monetary funds)	55,011.9625	1,634,659	101,821.3768	2,901,617
Difference between the number and value of units (shares) distributed and redeemed	(44,857.2316)	(1,332,393)	(39,245.2030)	(1,083,980)

* The value of distributed units does not correspond to the amount of contributions of participants reported in the statement of changes in net assets, because in the table above it excludes the distribution and subfund change fee

Note 3. Structure of investment portfolio

2015

Issuer's name	Country	ISIN code	Quantity, items	Total face value	Total acquisition value	Total market value	Market of reference for determining the market value (website address)	Share of votes held in the issuer, %	Share in net assets, %
Equity securities listed on the Main List of Stock Exchange or its equivalent									
Oclairfarm	LV	LV0000100501	43,209	60,493	311,007	307,346	www.omxgroup.com/riga	0.3068	3.04
Olympic Entertainment Group	EE	EE3100084021	208,796	-	419,600	374,371	www.omxgroup.com/tallin	0.1376	3.71
Total			252,005		730,607	681,717			6.75
Equity securities listed on the Secondary List of Stock Exchange or its equivalent									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Equity securities traded on other regulated markets									
Türk Tuborg Bira	TR	TRATBORG91A4	288,407	90,589	314,920	620,532	www.ise.org/Home.aspx	0.0894	6.15
Bank Pekao SA	PL	PLPEKAO00016	14,600	3,443	595,951	494,127	www.gpw.pl	0.0056	4.9
Fondul Proprietatei	RO	ROFPTAACNOR5	3,278,136	651,343	382,894	586,208	www.bvb.ro	0.0269	5.81
Telefonija	RS	RSTLFNE22541	11,971	83,544	1,015,789	-	www.belax.co.yu	2.0669	0
Powszechna Kasa Oszczednosci Bank Polski S.A.	PL	PLPKO00000016	106,500	25,118	850,982	686,473	www.gpw.pl	0.0085	6.8
Eriste Group Bank AG	AT	AT0000652011	32,000	-	581,289	925,120	www.wienerboerse.at	0.0081	9.16
KRKA d.d.	SI	SI0031102120	7,800	-	333,842	508,560	http://www.ljse.si/cgi-bin/yve.cgi?doc=1468&id=yjsl se0naucE3Qib	0.0222	5.04
CEZ	CZ	CZ0005112300	23,264	88,071	511,769	382,411	www.pse.cz	0.0043	3.79
Adris Grupa DD (Preference)	HR	HRADRSFA0009	9,000	11,785	335,072	429,825	http://zse.hr	0.0549	4.26
Transgaz SA Medias	RO	ROTGNTACNOR8	7,500	16,558	319,949	458,650	www.bvb.ro	0.0637	4.54
POWSZECHNY ZAKLAD UBEZPIECZE SA	PL	PLPZU00000011	62,000	14,623	595,578	497,462	http://gpw.pl/root_en	0.0718	4.93
Jerónimo Martins	PT	PTJMT0AE0001	42,000	42,000	301,525	503,790	https://www.euronext.com/markeits/myse-euronext/lisbon	0.0067	4.99
Compet SA	RO	ROCODEACNOR7	12,300	8,961	136,984	209,091	www.bvb.ro	0.1414	2.07
Turkiye Garanti Bankasi AS	TR	TRAGARAN91N1	155,000	48,685	479,136	346,641	www.ise.org/Home.aspx	0.0037	3.43
EGE SERAMIK SANAYI	TR	TRAEGER91F0	362,834	113,966	499,728	454,725	www.borsastanbul.com/	0.4838	4.5
Warsaw Stock Exchange	PL	PLGPW00000017	47,745	11,281	567,679	404,819	http://gpw.pl/root_en	0.1755	4.01
Bank of Georgia Holdings PLC	GB	GB00B759CR16	16,500	224	439,733	425,987	www.ise.co.uk	0.0494	4.22
Electrica SA	RO	ROEECACNOR5	173,000	381,932	492,643	465,957	www.bvb.ro	0.05	4.62
Raffaelsen Bank International AG	AT	AT0000606306	35,000	-	507,665	476,175	www.wienerboerse.at	0.0179	4.72
Rainbow Tours	PL	PLRNBW100031	53,072	1,252	318,131	302,911	www.gpw.pl	0.3647	3.00
Total			4,738,628		9,571,267	9,178,175			90.94
Newly issued equity securities									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Total equity securities			4,990,634		10,301,874	9,860,892			97.69

*Based on the decision of the Investment Committee, Telefonija (ISIN RSTLFNE22541) is valued at nil due to initiated bankruptcy procedure and suspended trade in its stock with effect from 2 November 2014

Note 3. Structure of investment portfolio (continued)

Issuer's name	Country	ISIN code	Quantity, items	Total face value	Total acquisition value	Total market value	Interest rate	Date of redemption/conversion	Share in net assets, %
Non-equity securities listed on the Main List of Stock Exchange or its equivalent									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Non-equity securities listed on the Secondary List of Stock Exchange or its equivalent									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Equity securities									
Issuer's name	Country	ISIN code	Quantity, items	Total face value	Total acquisition value	Total market value	Interest rate	Date of redemption/conversion	Share in net assets, %
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Newly issued non-equity securities									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Total non-equity securities									
-	-	-	-	-	-	-	-	-	-

Name of collective investment undertaking (CIU)	Country	ISIN code	Quantity, items	Manager	Total acquisition value	Total market value	Market of reference for determining the market value (website address)	CIU type*	Share in net assets, %
Units (shares) of collective investment undertakings (CIU) that meet the requirements of Art. 61.1 of the Lithuanian Law on Collective Investment Undertakings									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Units (shares) of other collective investment undertakings									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Total CIU units (shares)									
-	-	-	-	-	-	-	-	-	-

* CIU 1 stands for CIU with the strategy of investment of up to 100% of net assets in non-equity securities;

CIU 2 stands for CIU with the strategy of investment of mixed (balanced) investment;

CIU 3 stands for CIU with the strategy of investment of up to 100% of net assets in equity securities;

CIU 4 stands for CIU with the strategy of investment of up to 100% of net assets in money market instruments;

CIU 5 stands for all other types of CIU (alternative investment, private equity, real estate, raw materials, etc.).

Issuer's name	Country	Name of the instrument	Quantity, items	Currency	Total market value	Interest rate	Maturity date	Share in net assets, %
Money market instruments traded on the regulated markets								
-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-
Other money market instruments								
-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-
Total money market instruments								
-	-	-	-	-	-	-	-	-

Note 3. Structure of investment portfolio (continued)

Name of the credit institution	Country	Currency	Total market value	Interest rate	Deposit maturity date	Share in net assets, %
Deposits held in credit institutions						
-	-	-	-	-	-	-
Total deposits held in credit institutions						
-	-	-	-	-	-	-

Name of the instrument	Issuer	Country	Counterparty	Currency	Investment transaction (position)	Value of transaction (position)	Total market value	Name of the market (website address)	Maturity date	Share in net assets, %
Derivative financial instruments traded on the regulated markets										
Total		-	-		-	-	-	-	-	-
Other derivative financial instruments										
-		-	-		-	-	-	-	-	-
Total		-	-		-	-	-	-	-	-
Total derivative financial instruments										
Name of the bank				Currency	Total market value		Interest rate		Share in net assets, %	
Cash										
AB SEB bankas			EUR		76,786			-		0.76
AB SEB bankas			RON		135,332			-		1.34
AB SEB bankas			PLN		40,399			-		0.40
Total cash:					252,497					2.50

Name	Brief description	Total value	Intended purpose	Share in net assets, %
Other instruments not defined in Art. 57.1 of the Lithuanian Law on Collective Investment Undertakings				
Amounts payable	Accrued but unpaid fees to the management company and the depository	(18,821)		(0.19)
Amounts payable	Amounts payable to intermediaries	(414)		-
Total		(19,235)		(0.19)

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

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

At the end of the financial year, the fund's assets were mostly invested in the sectors of finance, raw materials and energy on Warsaw, Vienna and Bucharest stock exchanges.

2014

Issuer's name	Country	ISIN code	Quantity, items	Total face value	Total acquisition value	Total market value	Market of reference for determining the market value (website address)	Share of votes held in the issuer, %	Share in net assets, %
Equity securities listed on the Main List of Stock Exchange or its equivalent									
Qairfarm	LV	LV0000100501	52,309	52,309	376,619	309,094	www.qairgroup.com/lvga	0.3714	2.78
Olympic Entertainment Group	EE	EE3100084021	198,796	1,987,960	399,400	337,953	www.ongroup.com/teilin	0.1314	3.03
Total			251,105		776,019	647,047			5.81
Equity securities listed on the Secondary List of Stock Exchange or its equivalent									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Equity securities traded on other regulated markets									
Türk Tübborg Bira	TR	TRATBORG91A4	442,084	156,581	479,843	627,891	www.ise.org/Home.aspx	0.1371	5.63
Lubeleki Węgiel Bogdanka SA	PL	PLLLWBGD00016	13,100	15,262	354,586	294,439	http://gipw.pl/root_en	0.0385	2.64
Bank Pekao SA	PL	PLPEKAO00016	13,500	3,146	589,067	582,127	www.gpw.pl	0.0051	5.04
Fondul Proprietatasa	RO	ROFFTACNOR5	3,278,136	695,903	392,894	656,346	www.bvb.ro	0.0238	5.89
Telefonija	RS	RSTLFNE22541	11,971	93,775	1,015,789	-	www.belex.co.yu/	2.0869	-
Avangardco Investments Public Ltd. - GDR	UA	US05349V2087	46,202	4,620	517,914	77,869	www.ise.co.uk	0.0723	0.70
Powszechna Kasa Oszczednosci Bank Polski S.A.	PL	PLPKO00000016	90,000	20,971	790,910	749,923	www.gpw.pl	0.0072	6.72
Erste Group Bank AG	AT	AT0000652011	50,000	-	888,039	961,750	www.wienerboerse.at	0.0127	8.62
KRIKA d.d.	SI	SI0031102120	8,900	-	375,838	524,480	http://www.ise.si/cgi-bin/ve.cgi?doc=1468&id=yf	0.0248	4.70
CEZ	CZ	CZ0005112300	33,764	121,872	780,536	720,259	slse0naucE3Qr8	0.0063	6.46
Adris Grupa DD (Preference)	HR	HRADRSPO0009	12,398	16,184	466,478	550,041	http://zase.hr/	0.0756	4.93
Echo Investment S. A.	PL	PLECHPS00019	254,853	8,901	379,891	417,732	www.gpw.pl	0.0617	3.75
Transgaz SA Medias	RO	ROTGNTACNOR8	9,500	21,229	404,087	558,100	www.bvb.ro	0.0807	5.00
POWSZECHNY ZAKLAD UBEZPIECZE SA	PL	PLPZU00000011	4,500	1,049	477,145	508,595	http://gipw.pl/root_en	0.0052	4.57
SOCIETATEA NATIONALA DE GAZE	RO	ROSGNACNOR3	64,876	14,497	531,947	512,618	www.bvb.ro	0.0168	4.60
DO&CO AG	AT	AT0000818802	9,000	-	440,749	561,420	www.wienerboerse.at	0.0924	5.03
WORK SERVICE SA	PL	PLWRKSR00019	110,000	2,563	430,016	460,849	http://gipw.pl/root_en	0.1832	4.13
Jeronimo Martins	PT	PTJMT0AE0001	66,000	66,000	473,825	550,110	https://www.euronext.com/market/nys-euronext/lisbon	0.0105	4.94
Compet SA	RO	ROCOTEACNOR7	15,600	11,504	171,914	191,902	www.bvb.ro	0.1783	1.72
Turkiye Garanti Bankasi AS	TR	TRAGARAN61N1	100,000	35,421	315,013	333,681	www.ise.org/Home.aspx	0.0024	2.99
Total			4,634,064		10,296,281	9,821,112			88.06
Newly issued equity securities									
-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-
Total equity securities			4,885,169		11,032,300	10,468,159			93.87

* Based on the decision of the Investment Committee, Telefonija (ISIN RSTLFNE22541) is valued at nil due to initiated bankruptcy procedure and suspended trade in its stock with effect from 2 November 2014

Note 3. Structure of investment portfolio (continued)

Issuer's name	Country	ISIN code	Quantity, items	Total face value	Total acquisition value	Total market value	Interest rate	Date of redemption/ conversion	Share in net assets, %
Non-equity securities listed on the Main List of Stock Exchange or its equivalent									
Total	-	-	-	-	-	-	-	-	-
Non-equity securities listed on the Secondary List of Stock Exchange or its equivalent									
Total	-	-	-	-	-	-	-	-	-
Issuer's name	Country	ISIN code	Quantity, items	Total face value	Total acquisition value	Total market value	Interest rate	Date of redemption/ conversion	Share in net assets, %
Total	-	-	-	-	-	-	-	-	-
Newly issued non-equity securities									
Total	-	-	-	-	-	-	-	-	-
Total non-equity securities									

Name of collective investment undertaking (CIU)	Country	ISIN code	Quantity, items	Manager	Total acquisition value	Total market value	Market of reference for determining the market value (website address)	CIU type*	Share in net assets, %
Units (shares) of collective investment undertakings (CIU) that meet the requirements of Art. 61.1 of the Lithuanian Law on Collective Investment Undertakings									
Total	-	-	-	-	-	-	-	-	-
Units (shares) of other collective investment undertakings									
Total	-	-	-	-	-	-	-	-	-
Total CIU units (shares):									

* CIU 1 stands for CIU with the strategy of investment of up to 100% of net assets in non-equity securities;

CIU 2 stands for CIU with the strategy of mixed (balanced) investment;

CIU 3 stands for CIU with the strategy of investment of up to 100% of net assets in equity securities;

CIU 4 stands for CIU with the strategy of investment of up to 100% of net assets in money market instruments;

CIU 5 stands for all other types of CIU (alternative investment, private equity, real estate, raw materials, etc.).

Issuer's name	Country	Name of the instrument	Quantity, items	Currency	Total market value	Interest rate	Maturity date	Share in net assets, %
Money market instruments traded on the regulated markets								
Total	-	-	-	-	-	-	-	-
Other money market instruments								
Total	-	-	-	-	-	-	-	-
Total money market instruments								

Note 3. Structure of investment portfolio (continued)

Name of the credit institution	Country	Currency	Total market value	Interest rate	Deposit maturity date	Share in net assets, %
Deposits held in credit institutions						
-	-	-	-	-	-	-
Total deposits held in credit institutions						
-	-	-	-	-	-	-

Name of the instrument	Issuer	Country	Counter party	Currency	Investment transaction (position)	Value of transactions (position)	Total market value	Name of the market (website address)	Maturity date	Share in net assets, %
Derivative financial instruments traded on the regulated markets										
Total	-	-	-	-	-	-	-	-	-	-
Other derivative financial instruments										
-	-	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-	-
Total derivative financial instruments										
-	-	-	-	-	-	-	-	-	-	-
Name of the bank										
Cash										
AB SEB bankas				EUR	75,688				-	0.68
AB SEB bankas				LTL	29				-	-
AB SEB bankas				RON	151,715				-	1.36
AB SEB bankas				PLN	483,349				-	4.33
AB SEB bankas				TRY	8,954				-	0.08
Total cash					719,735					6.45

Name	Brief description	Total value	Intended purpose	Share in net assets, %
Other instruments not defined in Art. 57.1 of the Lithuanian Law on Collective Investment Undertakings				
Amounts receivable	Dividends receivable	12,001		0.11
Amounts payable	Accrued but unpaid fees to the management company and the depository	(21,230)		(0.19)
Amounts payable	Other amounts payable	(28,507)		(0.24)
Total		(35,736)		(0.32)

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

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

At the end of the financial year, the fund's assets were mostly invested in the sectors of finance, raw materials and energy on Warsaw, Vienna and Bucharest stock exchanges.

Note 4. Breakdown of investments by the criteria that meet the investment strategy

By investment object

Breakdown of investments	Market value	Share in assets, %	Market value at January 1	Share in assets at 1 January, %
Shares	9,860,892	97,69	10,468,159	93.87
Government debt securities	-	-	-	-
Corporate debt securities	-	-	-	-
Collective investment undertakings	-	-	-	-
Money market instruments	-	-	-	-
Deposits	-	-	-	-
Derivative financial instruments	-	-	-	-
Cash held in credit institutions	252,497	2,50	719,735	6.45
Other instruments	-	-	-	-
Total	10,113,389	100,19	11,187,894	100.32

By industry sector

Breakdown of investments	Market value	Share in assets, %	Market value at January 1	Share in assets at 1 January, %
Telecommunications	-	-	-	-
Health care	815,908	8,08	833,574	7.47
Emergency goods and services	677,282	6,71	1,360,222	12.20
Convenience goods and services	1,554,147	15,40	1,805,911	16.19
Financial services	4,842,723	47,98	4,191,134	37.59
Information technology	-	-	-	-
Industrial materials	-	-	-	-
Utility goods and services	1,307,018	12,95	1,278,359	11.48
Energy	209,091	2,07	998,959	8.96
Materials	454,725	4,50	-	-
CIU	-	-	-	-
Derivative financial instruments	-	-	-	-
Government securities	-	-	-	-
Total	9,860,892	97,69	10,468,159	93.87

Note 4. Breakdown of Investments by the criteria that meet the investment strategy (continued)

By currency

Breakdown of Investments	Market value	Share in assets, %	Market value at January 1	Share in assets at 1 January, %
LTL	-	-	29	-
EUR	3,172,127	31,42	3,320,494	29.77
CZK	382,411	3,79	720,259	6.46
USD	-	-	77,869	0.70
GBP	425,697	4,22	-	-
TRY	1,421,898	14,09	970,506	8.70
PLN	2,426,192	24,03	3,478,014	31.19
HRK	429,825	4,26	550,041	4.93
RON	1,855,239	18,38	2,070,682	18.57
Total	10,113,389	100,19	11,187,894	100.32

By geographical area

Breakdown of Investments	Market value	Share in assets, %	Market value at January 1	Share in assets at 1 January, %
Lithuania	252,497	2,50	719,735	6.45
Austria	1,401,295	13,88	1,523,170	13.66
Great Britain	425,697	4,22	-	-
Czech Republic	382,411	3,79	720,259	6.46
Estonia	374,371	3,71	337,953	3.03
Croatia	429,825	4,26	550,041	4.93
Poland	2,385,792	23,63	2,994,664	26.86
Romania	1,719,907	17,04	1,918,967	17.21
Slovenia	508,560	5,04	524,480	4.70
Turkey	1,421,898	14,09	961,552	8.62
Ukraine	-	-	77,869	0.70
Latvia	307,346	3,04	309,094	2.77
Portugal	503,790	4,99	550,110	4.93
Total	10,113,389	100,19	11,187,894	100.32

By type of Issuer

Breakdown of Investments	Market value	Share in assets, %	Market value at January 1	Share in assets at 1 January, %
Government of the Republic of Lithuania	-	-	-	-
Governments of other countries	-	-	-	-
Companies registered in the Republic of Lithuania	-	-	-	-
Companies registered outside the Republic of Lithuania	9,860,892	97,69	10,488,159	93.87
Collective investment undertakings registered in the Republic of Lithuania	-	-	-	-
Collective investment undertakings registered outside the Republic of Lithuania	-	-	-	-
Other	-	-	-	-
Total	9,860,892	97,69	10,488,159	93.87

Note 5. Change in value of Investments

2015

Items reported in the statement of net assets	Change					Balance at 31 December 2015
	Balance at 31 December 2014	Acquired over the period	Sold (redeemed) over the period	Increase in value*	Decrease in value*	
Time deposits	-	-	-	-	-	-
Money market instruments	-	-	-	-	-	-
Debt securities ²	-	-	-	-	-	-
Debt securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other debt securities	-	-	-	-	-	-
Equity securities	10,468,159	3,967,848	4,744,848	6,913,001	6,743,266	9,860,892
Units and shares of collective investment undertakings	-	-	-	-	-	-
Derivative financial instruments ¹	-	-	-	-	-	-
Real estate objects	-	-	-	-	-	-
Other investments	-	-	-	-	-	-
Total	10,468,159	3,967,848	4,744,848	6,913,001	6,743,266	9,860,892

¹ Balance at 31 December 2014 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 2014 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.

2014

Items reported in the statement of net assets	Change					Balance at 31 December 2014
	Balance at 31 December 2013	Acquired over the period	Sold (redeemed) over the period	Increase in value*	Decrease in value*	
Time deposits	-	-	-	-	-	-
Money market instruments	-	-	-	-	-	-
Debt securities ²	-	-	-	-	-	-
Debt securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other debt securities	-	-	-	-	-	-
Equity securities	11,347,993	8,032,743	8,183,775	6,964,142	7,692,944	10,468,159
Units and shares of collective investment undertakings	-	1,149,981	1,621,371	1,051,914	680,524	-
Derivative financial instruments ¹	-	-	-	-	-	-
Real estate objects	-	-	-	-	-	-
Other investments	-	-	-	-	-	-
Total	11,347,993	9,182,724	9,705,146	8,016,056	8,373,468	10,468,159

¹ Balance at 31 December 2014 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 2014 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 6. Results of sale of investments

During 2015 and 2014, the undertaking had no sale transactions involving financial instruments other than those measured at fair value.

Note 7. Derivative financial instruments

The subfund had no transactions involving derivative financial instruments that were not expired at the end of the financial year.

Note 8. Costs of intermediary fees

Name of the intermediary	Description of services rendered	Fee for the services at 31 December 2015, EUR	Fee for the services at 31 December 2014, EUR	Relationship of the intermediary to the management company
Finasta Bankas AB	Commission fee for intermediation services in transactions involving securities	12,161	66,600	The management company and Finasta Bankas AB are part of the same group *
Šiaulių Bankas AB	Commission fee for intermediation services in transactions involving securities	7,281	-	The management company and intermediary have signed an agreement on intermediation services.
SEB Bankas AB	Commission fee for intermediation services in transactions involving securities	8,383	78	SEB Bankas AB is a depository of the fund managed by the management company
Total		27,825	66,678	

* The management company was a related party to Finasta Bankas AB until 30 June 2015. On 21 December 2015, Finasta Bankas AB was merged to Šiaulių Bankas AB.

Note 9. 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 10. Borrowings and loans granted

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

Note 11. 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 12. Related-party transactions over the financial year and previous financial year

Transactions with Finasta Bankas AB (currently Šiaulių Bankas AB) have been disclosed in Note 8, and transactions with the management company and year-end balances arising on these transactions have been disclosed in Notes 3 and 19.

Note 13. 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 to 31 December 2015, the subfund applied accounting policies consistent with those applied in the previous financial year.

Note 14. 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

As from 17 February 2016, the subfund's name has been changed to INVL Emerging Europe ex Russia TOP20 Subfund.

Note 15. 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 16. 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

In 2014, a capital gain tax of EUR 20,203 was assessed for the subfund on sale of securities in Serbia.

Note 17. Financial risk and risk management methods

Description of risks that affect the fund

The fund incurs the following risk factors: interest rate risk, credit risk, inflation risk, market liquidity risk, foreign exchange risk, counterparty and settlement risk, political and legal risk, subfund's investment objective and investment policy risk.

Liquidity risk

At the end of 2015, the fund had no significant financial liabilities.

Liquidity risk is managed on the basis of exposure limits: exposure limit per single counterparty or issuer cannot exceed 20% of net asset value.

Sensitivity analysis – share and bond market risk

Beta ratio is the best measure of the fund's sensitivity to market risk (calculated using the fund's data and the fund's benchmark index data).

At the end of 2015, the fund's Beta ratio was 0.68 (for 12 months). This implies that a 1% change in the fund's benchmark index will result in on average 0.68% change in the fund's value.

The sensitivity analysis is based on the following assumptions:

- historical correlation that existed between the fund's investments and their benchmark index will still be relevant in the future;
- there is a linear correlation between the fund's value and the values of benchmark index over time.

Note 18. Return on investments and benchmarks for investments:

18.1 Benchmark Index (if selected) and brief description:

The fund uses *CECE extended index EUR*, which reflects changes in corporate equity prices of Central and Eastern Europe region.

18.2. Change in value of unit, change in annual gross and annual net return on investments, change in value of benchmark index (%):

	Reporting period (%)	1 year ago (%)	2 years ago (%)	10 years ago (%)
Change in value of unit (share) ¹	2.07	(2.24)	12.59	-
Change in value of benchmark index	(11.43)	(4.85)	(6.92)	-
Annual gross return on investments ²	4.05	0.05	15.23	-
Annual net return on investments ²	2.29	(1.88)	13.28	-
Standard deviation of change in value of unit (share) ⁴	10.88	10.79	10.01	-
Standard deviation of change in value of benchmark index ⁵	17.01	13.98	16.15	-
Correlation factor between value of unit (share) and value of benchmark index ⁶	68.69	59.55	89.91	-
Index tracking error ⁷	10.10	10.31	6.38	-
Alfa ratio ⁸	10.97	(0.39)	19.13	-
Beta ratio ⁹	0.68	0.37	0.80	-

Note 18. Return on investments and benchmarks for investments (continued)

¹ Change in value of unit (share) does not take into account the distribution fee.

² Annual net return on investments is return on investments of investment instrument portfolio, which takes into account investment management fees charged by the fund and trading costs.

³ Annual gross return on investments is return on investments of investment instrument portfolio, which takes into account only the trading costs.

⁴ Standard deviation of change in value of unit (share) is a standard risk indicator, which shows how far the changes in value of unit (share) are spread above and below the mean change.

⁵ Standard deviation of change in value of benchmark index is a statistical risk indicator, which shows how far the changes in value of benchmark index are spread above and below the mean change.

⁶ Correlation factor between value of unit (share) and value of benchmark index is a ratio, which shows statistical dependence between the values of unit and the values of benchmark index.

⁷ Index tracking error is a ratio, which shows how closely the changes in value of unit match (or follow) the changes in value of benchmark index.

⁸ Alfa ratio is a ratio, which shows the difference between the change in value of unit of pension fund or collective investment undertaking and the change in value of benchmark index, given a comparable risk level.

⁹ Beta ratio is a ratio, which shows the scope of change in value of unit of the pension fund or collective investment undertaking as compared to the change in the value of benchmark index.

18.3. Average return on investments, average change in value of unit and average change in value of benchmark index(%):

	Over the last 3 years	Over the last 5 years	Over the last 10 years	Since start of operations ⁶
Average change in value of unit ¹	3.96	(0.13)	-	(0.83)
Average change in value of benchmark index ²	(7.77)	(7.21)	-	(30.11)
Average gross return on investments ³	6.26	2.19	-	1.3
Average net return on investments ³	4.44	0.44	-	(0.15)
Average standard deviation of change in value of unit (share) ⁴	10.48	13.53	-	13.3

¹ Average change in value of unit is calculated as a geometric mean of annual changes in value of accounting unit.

² Average change in value of benchmark index is calculated as a geometric mean of annual changes in value of accounting unit.

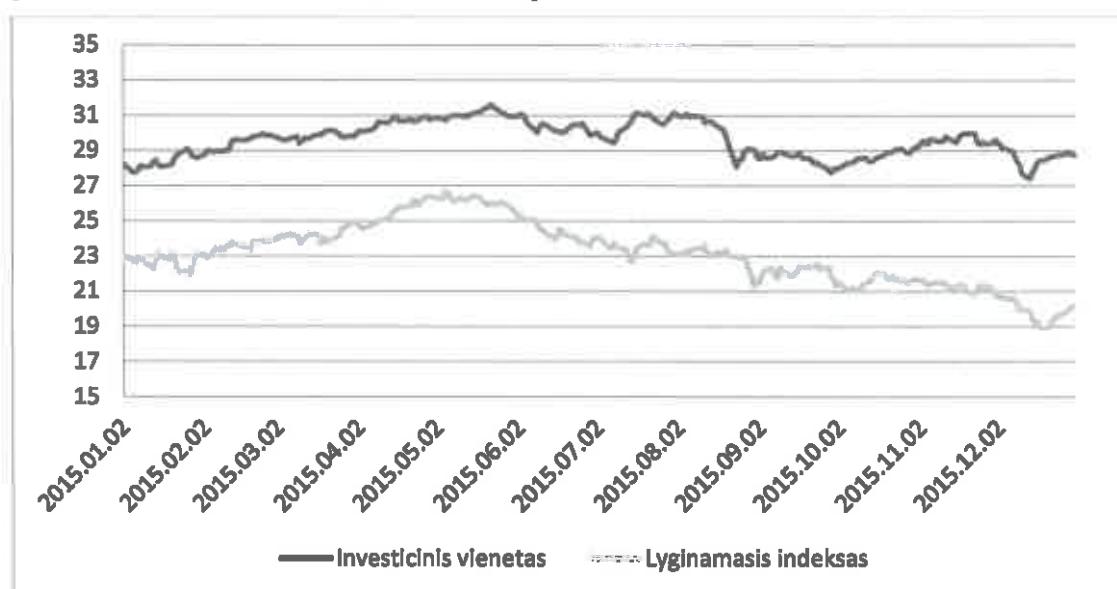
³ Average net return on investments is calculated as a geometric mean of annual changes in net return on investments.

⁴ Average gross return on investments is calculated as a geometric mean of annual changes in gross return on investments.

⁵ Average standard deviation of change in value of unit (share) is a standard annual deviation of change in value of accounting unit over the specified period.

Change in benchmark index and value of unit during the period between 31 December 2014 and 31 December 2015:

[Text in the table: Value of Unit Benchmark Index]



Note 19. Expense ratios and turnover rates:
2015

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	164,366	1.49
Performance fee	15% of the increase in the subfund's net asset value	15% of the increase in the subfund's net asset value	53,847	0.49
Depository fee	No more than 0.5% of the average annual net asset value	0.5% of the average annual net asset value	24,342	0.22
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	27,825	0.25
(Other operating costs) Distribution fee	2% of the value of the subfund's unit	2% of the value of the subfund's unit	349	-
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	115	-
Audit fee			4,840	0.04
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 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	53	-
Other operating costs (bank charges)			38	-
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	2,293	0.02
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			6,808	0.06
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				256,587
TER as % of NAV*				2.33
Total expenses				284,876
PTR (if calculated)* *				61.41

*Total expense ratio (TER) is a percentage value, which shows what part of average net assets of an undertaking is used to cover its management costs. These costs are directly deducted from the investor's return on investments. It is important to note that TER does not take into account the transaction costs.

**Portfolio turnover rate (PTR) is a rate, which shows the level of trading activity in instruments that form the portfolio of the collective investment undertaking. The undertakings with high PTR rate incur higher transaction cost.

2014

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	185,157	1.49
Performance fee	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	0.5% of the average annual net asset value	31,760	0.26
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	66,678	0.54
(Other operating costs) Distribution fee	2% of the value of the subfund's unit	2% of the value of the subfund's unit	671	0.01
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	1,623	0.01
Audit fee			4,670	0.04
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 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	22	-
Other operating costs (bank charges)			1,147	0.01
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	7,559	0.06
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			11,052	0.09
Other operating costs (legal costs)	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	81	-
Total expenses included in TER				241,448
TER as % of NAV*				1.94
Total expenses				310,420
PTR (if calculated)* **				114.14

*Total expense ratio (TER) is a percentage value, which shows what part of average net assets of an undertaking is used to cover its management costs. These costs are directly deducted from the investor's return on investments. It is important to note that TER does not take into account the transaction costs.

**Portfolio turnover rate (PTR) is a rate, which shows the level of trading activity in instruments that form the portfolio of the collective investment undertaking. The undertakings with high PTR rate incur higher transaction costs.



Note 20. Cash flows:

	Items of cash flows	Financial year	Previous financial year
I.	Cash flows from operating activities		
I.1.	Cash inflows over the reporting period	5,144,052	10,104,434
I.1.1.	Proceeds on disposal of financial assets and investment assets	4,744,848	9,705,146
I.1.2.	Interest received	-	-
I.1.3.	Dividends received	399,204	399,288
I.1.4.	Deposit repayments received	-	-
I.2.	Cash outflows over the reporting period	4,281,331	9,490,287
I.2.1.	Payments on acquisition of financial assets and investment assets, and liabilities settled	3,967,846	9,182,724
I.2.2.	Management-related payments	282,881	288,696
I.2.3.	Other payments	30,604	18,867
I.2.4.	Deposits placed	-	-
	Net cash flows from (used in) operating activities (I.1-I.2)	862,721	614,147
II.	Cash flows from financing activities		
II.1.	Cash inflows over the reporting period. Sales of investment units	302,729	1,819,931
II.2.	Cash outflows over the reporting period. Redemption of investment units	1,634,659	2,906,672
II.3.	Dividends paid	-	-
II.4.	Proceeds of borrowings	-	-
II.5.	Repayments of borrowings	-	-
II.6.	Interest paid	-	-
II.7.	Cash flows relating to other finance sources (+/-)	-	-
II.8.	Increase (decrease) in other liabilities (+/-)	-	(81)
	Net cash flows from financing activities ((II.1- II.2- II.3 + II.4-II.5 - II.6 + II.7 + II.8))	(1,331,930)	(1,086,822)
III.	Foreign exchange effect on the balance of cash and cash equivalents (+/-)	1,971	(26,558)
IV.	Net increase (decrease) in cash flows (+/-)	(467,238)	(499,233)
V.	Cash at the beginning of the period	719,735	1,218,968
VI.	Cash at the end of the period	252,497	719,735

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

I.	Income from investing activities	
1.	Interest income	-
2.	Realised gain (loss) on investment in:	600,422
2.1.	equity securities	211,355
2.2.	government non-equity securities	-
2.3.	corporate non-equity securities	-
2.4.	financial instruments	-
2.5.	derivative financial instruments	-
2.6.	units of other collective investment undertaking	-
2.7.	other (coupon, dividends, currency)	389,067
3.	Unrealised gain (loss) on investment in:	(41,621)
3.1.	equity securities	(41,621)
3.2.	government non-equity securities	-
3.3.	corporate non-equity securities	-
3.4.	financial instruments	-
3.5.	derivative financial instruments	-
3.6.	units of other collective investment undertaking	-
3.7.	other	-
	Total income	558,801
II.	Expenses of investing activities	-
1.	Operating expenses:	284,876
1.1.	deductions of management fee	218,877
1.2.	deductions of depository fee	24,342
1.3.	intermediary fee	27,825
1.4.	audit fee	4,840
1.5.	deductions of other fees and charges	9,192
2.	Other expenses	-
	Total expenses	284,876
III.	Net income	273,925
IV.	Payments (dividends) to holders of investment units	-
V.	Re-invested earnings	273,925

24. 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

25. Information on dividends declared and/or paid:
Information is provided in Note 9.



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

26. Collective investment undertaking's borrowings for its own needs as at the end of the reporting period:
Information is provided in Note 10.

IX. OTHER INFORMATION

27. 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:

Information is provided in Note 18.

X. ACCOUNTABLE PERSONS

28. 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.

29. 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.

30. Statement 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, Darius Šulnis, General Director 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 values of reported items.


(signature)

I, Aušra Montvydalė, 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 values of reported items.


(signature)

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

31.1. Members of the undertaking's managerial bodies, employees and head of administration responsible for the preparation of financial statements:

Full name	Darius Šulnis	Aušra Montvydalė
Job position	General Director	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@invi.com	ausra.montvydalte@invi.com

31.2. 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.