



FINASTA BALTIC FUND

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 Baltic Fund (the Fund) managed by INVL Asset Management UAB (the Company) set out on pages 5 – 29 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

Vilnius, Republic of Lithuania
21 April 2016


Rasa Selevičienė
Auditor's Certificate No.000504



I. GENERAL INFORMATION

1. General information about Finasta Baltic Fund:

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 VALUES OF INVESTMENT UNITS (SHARES)

5. Net asset value (NAV), 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	136	306	501	1,119
Accrued amount before deductions	3,150	3,473	3,829	4,887
Accrued amount after deductions	3,014	3,167	3,328	3,768

IV. INFORMATION ON 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 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.):

Structure of investment portfolio is provided in Note 4.

17. Factors that had a 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 unit (share) value 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 unit value 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 unit value 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.

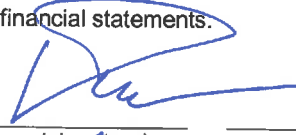
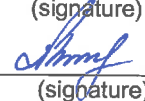
INVL ASSET MANAGEMENT UAB
126263073, Gynėjų g. 11, Vilnius

FINASTA BALTIC FUND

STATEMENT OF NET ASSETS AS AT 31 DECEMBER 2015

No	Assets	Note No	Financial year	Previous financial year
A.	ASSETS		1,751,317	2,062,489
1.	CASH	3,4	90,455	76,330
2.	TIME DEPOSITS		-	-
3.	MONEY MARKET INSTRUMENTS		-	-
3.1.	Treasury bills		-	-
3.2.	Other money market instruments		-	-
4.	TRANSFERABLE SECURITIES		1,660,862	1,986,159
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	1,660,862	1,986,159
4.3.	Investment units and shares of other collective investment undertakings		-	-
5.	PREPAYMENTS		-	-
6.	AMOUNTS RECEIVABLE		-	-
6.1.	Amounts receivable from sale of investments		-	-
6.2.	Other amounts receivable		-	-
7.	INVESTMENT AND OTHER ASSETS		-	-
7.1.	Investment property		-	-
7.2.	Derivative financial instruments		-	-
7.3.	Other assets		-	-
B.	LIABILITIES		3,413	5,024
1.	Amounts payable	3	3,395	4,121
1.1.	Amounts payable for financial and investment assets		-	-
1.2.	Amounts payable to management company and depository		3,395	4,121
1.3.	Other payables		-	-
2.	Accrued charges		-	-
3.	Borrowings from credit institutions		-	-
4.	Liabilities under contracts on derivative financial instruments		-	-
5.	Other liabilities	3	18	903
C.	NET ASSETS	1	1,747,904	2,057,465

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

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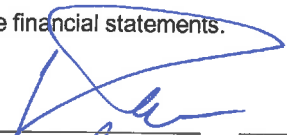
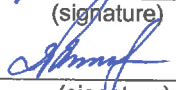
FINASTA BALTIC FUND

STATEMENT OF CHANGES IN NET ASSETS FOR 2015

No	Items	Note No	Financial year	Previous financial year
1.	NET ASSET VALUE AT 1 JANUARY	1	2,057,465	2,078,236
2.	INCREASE IN NET ASSET VALUE			
2.1.	Contributions of participants	2	241,646	718,225
2.2.	Transfers from other funds*		-	344,132
2.3.	Guarantee contributions		-	-
2.4.	Investment income		71,306	74,959
2.4.1.	Interest income		-	-
2.4.2.	Dividends		71,306	74,959
2.4.3.	Rental income		-	-
2.5.	Gain on change in value and sale of investments	5	694,098	916,007
2.6.	Foreign exchange gain		-	8,453
2.7.	Gain on transactions involving derivative financial instruments		-	-
2.8.	Other increases in net asset value		-	-
	TOTAL INCREASE IN NET ASSET VALUE		1,007,050	2,061,776
3.	DECREASE IN NET ASSET VALUE			
3.1.	Payments to participants	2	716,624	928,631
3.2.	Transfers to other funds		-	-
3.3.	Loss on change in value and sale of investments	5	554,044	1,089,669
3.4.	Foreign exchange loss		-	4,675
3.5.	Loss on transactions involving derivative financial instruments		-	-
3.6.	Management costs:	19	45,943	59,572
3.6.1.	Fee to management company		38,456	45,619
3.6.2.	Fee to depository		2,518	2,677
3.6.3.	Fee to intermediaries	8	1,455	3,689
3.6.4.	Audit fee costs		605	2,142
3.6.5.	Interest costs		-	-
3.6.6.	Other costs		2,909	5,445
3.7.	Other decreases in net asset value		-	-
3.8.	Reimbursement of costs (-)		-	-
	TOTAL DECREASE IN NET ASSET VALUE		1,316,611	2,082,547
4.	Change in value of net assets		(309,561)	(20,771)
5.	Profit appropriation		-	-
6.	NET ASSET VALUE AT 31 DECEMBER	1	1,747,904	2,057,465

* Following the merger of Finasta World Equity Subfund of Funds with investment fund Finasta Baltic Fund on 30 June 2014, investment units were issued with the total value of EUR 344,131.79.

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
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FINASTA BALTIC FUND

Explanatory notes to the annual financial statements for 2015

22.3.1. General information:

Details of the collective investment undertaking

Name	Finasta Baltic Fund
Legal form	Harmonised investment fund with no rights of a legal entity
Type	Open-ended umbrella investment fund
Date on which the Securities Commission (currently the Bank of Lithuania) approved the documents on the formation of the collective investment undertaking	8 December 2005
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, LT-01109 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); Vaidotas 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 Baltic Fund has been listed on NASDAQ 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

These financial statements have been prepared in accordance with the following legal acts:

- Lithuanian Law on Accounting;
- Lithuanian Law on Financial Statements of Entities;
- Lithuanian Law on Collective Investment Undertakings;
- Lithuanian Business Accounting Standards.

International financial reporting standards are not applied in the preparation of the annual financial statements of the fund, as set forth in the official explanation of the Bank of Lithuania.

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

The financial year of the investment fund coincides with the calendar year. The fund's financial statements are prepared within four months following the end of the financial year. The fund's accounting records are kept by the management company in euros. 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 fund 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.

Financial objectives and their description

The fund makes investments in shares quoted on stock markets of the Baltic and Nordic countries, Poland and Great Britain to ensure maximum growth on assets to the fund's participants, given medium and higher risk levels.

Investment policy and structure of investment portfolio

Investment trends: the primary investment trend of the fund is focused on equity securities (shares) of companies developing their businesses in the Baltic countries (Lithuania, Latvia and Estonia).

Investment areas of specialisation: the fund's activities are restricted to geographical area of Baltic and Nordic countries, with investments made only in the Republic of Lithuania and other countries defined in paragraph 27 of the prospectus. The fund's investments are not restricted to any industry sector or any style of investment. Investment objects are as follows: no more than 50% of the fund's net assets are invested in shares of companies listed on stock exchanges of Lithuania, Latvia and Estonia. The remaining part of the fund's net assets may be invested in shares of companies with substantial part of their business developed in the Baltic states, which are quoted on other markets referred to in paragraph 27 of the prospectus, as well as in other investment instruments referred to in paragraph 2.4 of the fund's rules. The fund's assets may be invested in units of other collective investment undertakings investing in the Baltic countries. The fund's investments in units of other collective investment undertaking may not exceed 20% of the fund's net assets. To maintain liquidity level of investments, the fund's assets may be invested in both, government and corporate non-equity securities. The fund's investments in corporate non-equity securities may not exceed 25% of the fund's net assets. The fund's assets may be held as cash or as investments in money market instruments to mitigate the fund's exposure to risks arising on market volatility or while waiting for favourable conditions to acquire the shares.

Benchmark index: the fund's performance is assessed with reference to the following benchmark index: OMX Baltic Benchmark Cap GI index computed by Nasdaq OMX Baltic Stock Exchanges. This index of return on equity securities is based on the shares of the companies with the highest liquidity and market capitalisation operating across all industry and service sectors of the three Baltic States – Lithuania, Latvia and Estonia. For more information on the benchmark index visit www.invl.com, www.baltic.omxgroup.com and other sources. Bloomberg ticker of the index: OMXBBGI.

The fund's assets are invested in securities with adequate liquidity level. Significant changes in the fund's net asset value are only probable in case of high volatility of the entire market. The fund focuses on long-term investments. The fund's investment portfolio management approach is based on the identification of attractive industry sectors and companies. The fund's managers are engaged in active consideration and realisation of innovative investment ideas.

The fund's portfolio structure is in line with the general rules and restrictions defined in the legal acts.

22.3.2. Accounting policies (continued)

Profile of a typical investor

The fund is suitable for investors with only minor experience of investing in securities. The recommended term to maturity of investments is more than three years. In terms of risk tolerance, the fund's investors are individuals willing to accept medium to high risk levels.

Investment risk and risk management

Specific risk:

Specific risk is a risk of change in the price of securities included in the fund's investment portfolio due to factors pertaining to the issuer of these securities. To minimise this risk, the fund's investment portfolio is diversified, with investments also made in equity securities of companies from different industry sectors.

Market liquidity risk: due to a relatively small size of capital market in Lithuania and some other countries, the fund may incur losses in case of urgent necessity to sell the securities previously acquired. To minimise this risk, the fund's assets are invested in securities with the highest possible liquidity, however, without prejudice to potential long-term investment results of the fund. The fund's investments in highly liquid securities account for no more than 50% of the fund's total assets.

Market volatility risk:

Market volatility risk is a key risk that affects the entities operating in this industry sector, with direct impact on changes in the value of the fund's investment portfolio. Falls and rises may be observed in securities market. To protect against sudden fluctuations in the market, the fund strives to make long-term investments in securities with good prospects. Still there exists a probability of adverse macroeconomic changes that may affect the entire securities market.

Operating risk:

There is a risk that in the event of a sudden increase in the number of applications for the redemption of the fund's units, the fund will not be able to make settlements with the fund's participants in due time. To mitigate this risk, the fund strives to invest in securities with the highest possible liquidity.

Foreign exchange risk:

There is a risk that the value of investments may decline due to unfavourable fluctuations in exchange rates. The foreign exchange effect on the fund's net asset value is at a minimal level since the fund's assets are mostly invested in the countries in which the euro is in circulation or whose national currencies are pegged to the euro. The fund does not apply any maximum or minimum limitations on investments in securities denominated in specific currencies.

Inflation risk:

The real appreciation of the fund's assets may appear to be lower due to inflation. Moreover, inflation has direct impact on changes in interest rates, which in turn affect the value of the fund's investment portfolio. Historically, investments in equity securities have provided adequate protection against inflation.

Interest rate risk:

The changes in interest rates may have direct impact on the value of securities included in the fund's investment portfolio. Since shares account for the major portion of the fund's investment portfolio, direct impact of this risk on return on investments of the fund will be at a minimal level. The fund makes no forecasts of and does not manage interest rate risk.

Counterparty and settlement risk:

There is a risk to incur losses due to the counterparty's default on fulfilment of financial obligations. To minimise this risk, the fund seeks to transact only with those reliable financial institutions that have an impeccable reputation. The fund's transactions using the fund's assets are mostly conducted following the principle of contemporaneous settlement. The fund's investment portfolio is diversified to mitigate significant influence of a single position over the entire portfolio. Nonetheless, there is no assurance that the value of the fund's investment portfolio will increase. Potential use of derivative financial instruments to manage the risk – in non-standard market situations the fund may use derivative financial instruments to manage foreign exchange and credit risks.

22.3.2. Accounting policies (continued)

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 fund 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 fund 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 fund 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 fund for as long as they do not meet the definition criteria of financial liabilities.

Assets (or part of them) are written off only when:

- the rights to these assets (or part of them) have been exercised;
- the rights have expired or have been transferred.

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

When calculating the value of net assets, 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.

Rules on deductions to the management company and the depository

The fee charged by the management company for the management of the fund is paid from the fund's assets. The annual fee to the management company may be no more than 2% of the fund's average annual net asset value (this fee does not include distribution fee charged by the management company for distribution of the fund's units). The management fee to the management company is calculated on each business day with reference to the fund's net asset value on that day. The fee on each business day is equal to the fund's net asset value on that day multiplied by the annual fee rate (%) and divided by the number of days in a year. The calculation of fee is based on the number of business days in a given year.

The maximum management fee rate to the management company is set and revised by the decision of the board of the management company.

After the end of the calendar year, the management fee rate to the management company 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 management company by the fund over 30 (thirty) calendar days after the end of the financial year.

The distribution fee to the management company for the distribution of the fund's units may be no more than 3% of the invested amount.

The distribution fee to the management company for the distribution of the fund's units is payable for each month by the 15th day of the following month.

The management company is obliged to retain all documents that provide evidence of an accurate calculation of the fee to the management company.

The fee to the depository for the provision of depository services is paid from the fund's assets.

The annual fee to the depository may be no more than 0.25% of the fund's average annual net asset value.

The fee to the depository is calculated on each business day with reference to the fund's net asset value on that day. The daily fee is based on the fund's net asset value on that day. The calculation of the fee is based on the number of business days in a given year.

The depository is obliged to provide the management company with all reports and documents that give evidence of an accurate calculation of the fee to the depository.

22.3.2. Accounting policies (continued)

Other expenses

The annual fee to the fund's auditor may be no more than 0.5% of the fund's average annual net asset value. The fee to the auditor is calculated on each business day with reference to the fund's net asset value on that day. The calculation of the fee is based on the number of business days in a given year.

Costs of intermediary fees for the services rendered. These costs may be no more than 0.75% of the average annual value of transactions conducted. The fee to the intermediaries is calculated on each business day, provided there is at least one settlement on that day. The fee is payable under the procedure defined by the intermediaries.

The below listed types of costs may be no more than 0.5% (zero point five per cent) of the fund's average annual net asset value.

- Bank charges (including, but not limited to, amounts charged by banks and other credit institutions for local and international money transfers). These charges are calculated with reference to the prices of services offered by credit institutions.
- Fees charged by NASDAQ OMX Vilnius Stock Exchange: a) admission fee to NASDAQ OMX Vilnius Stock Exchange; b) annual fee for quotation of securities, etc.
- Fees charged by the Central Securities Depository of Lithuania (CSDL): a) a one-off fee for registration of the fund; b) a quarterly fee for administration of accounts; c) a fee for service of significant events in securities; d) a fee for keeping of the register of owners of securities; e) annual fee, etc.
- Fees charged by the market maker, CSDL – a mandated party of the Management Company, administrators of participators and their accounts of investment units.

Total maximum costs to be covered from the fund's assets may be no more than 7% (seven) of the fund's average annual net asset value.

Any costs other than referred to in the fund's rules or exceeding the established limits are covered at the expense of the management company.

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:
 - 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 fund's net asset value, 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, 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, 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 fund's net asset value, which is generally accepted and widely applied in the finance market;

22.3.2. Accounting policies (continued)

Valuation of non-equity 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 fund'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 there were changes in economic circumstances, valuation would be based on the probable selling price determined under the selected valuation technique, which is generally accepted and widely applied in the finance market.

Dividend income is recognised when the right of the 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 (excluding time deposits) is based on the nominal value.

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 most probable selling price determined under the selected valuation technique, which is generally accepted and widely applied in the finance market.

Valuation of all investments is conducted on each business day.

Rules on valuation of investment units

The initial value of the fund's unit 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 fund's net asset value is calculated on each business day in accordance with the methodology for the calculation of net asset value approved by the Bank of Lithuania and based on the requirements for the calculation of net asset value of funds management by the management company approved by the board of the management company.

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

The fund's net asset value and the fund's unit value are calculated in the euro.

The fund's net asset value for the current day and the fund's unit value are announced not later than by midday (12am) of the following business day 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.

22.3.2. Accounting policies (continued)

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 fund's rules or which exceed the established limits.

Amounts payable represent 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:

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	2,057,465	1,747,904	2,057,465	2,078,236
Unit (share) value, EUR	24.0199	25.8503	24.0199	25.5004
Number of units (shares) in circulation	85,656.543743	67,616.483243	85,656.543743	81,498.244849

* Following the merger of Finasta World Equity Subfund of Funds with investment fund Finasta Baltic Fund on 30 June 2014, 13,293.870635 investment units were issued with the total value of EUR 344,132.

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)*	9,252.188737	241,477	40,814.541114	1,061,264
Redeemed (by converting units into monetary funds)	27,292.249237	716,624	36,656.242220	928,631
Difference between the number and value of units (shares) distributed and redeemed	(18,040.060500)	(475,147)	4,158.298894	132,633

* 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 fee.

** Following the merger of Finasta World Equity Subfund of Funds with investment fund Finasta Baltic Fund on 30 June 2014, 13,293.870635 investment units were issued with the total value of EUR 344,132.

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									
City Service SE	EE	EE3100126368	48,111	14,433	82,213	79,527	www.omxgroup.com/vilnius	0.1522	4.55
AB Apranga PVA	LT	LT0000102337	30,721	18,433	79,386	79,322	www.omxgroup.com/vilnius	0.0556	4.54
AB "Vilkyškiu pieninė"	LT	LT0000127508	45,311	13,140	63,657	79,294	www.omxgroup.com/vilnius	0.3794	4.54
AB Šiaulių bankas	LT	LT0000102253	435,384	126,261	116,065	128,874	www.omxgroup.com/vilnius	0.1384	7.37
Rokiškio sūris AB	LT	LT0000100372	55,512	16,098	84,163	78,827	www.omxgroup.com/vilnius	0.1548	4.51
AB Linas Agro Group	LT	LT0000128092	117,508	34,077	84,066	77,673	www.omxgroup.com/vilnius	0.0739	4.44
AB „Grigeo Grigiškės“	LT	LT0000102030	128,854	37,368	85,432	140,709	www.omxgroup.com/vilnius	0.6763	8.05
LESTO AB	LT	LT0000128449	81,259	23,565	73,966	75,490	www.omxgroup.com/vilnius	0.0135	4.32
Tallink Grupp	EE	EE3100004466	94,942	56,965	81,992	81,175	www.omxgroup.com/talin	0.0141	4.64
Silvano Fashion Group	EE	EE3100001751	59,699	17,910	100,172	76,474	www.omxgroup.com/talin	0.5237	4.38
Grindeks	LV	LV0000100659	12,704	17,786	114,436	66,061	www.omxgroup.com/riga	0.1325	3.78
Merko Ehitus	EE	EE3100098328	5,820	-	40,581	49,482	www.omxgroup.com/talin	0.0329	2.83
Olainfarm	LV	LV0000100501	21,069	29,497	150,263	149,864	www.omxgroup.com/riga	0.1496	8.57
Olympic Entertainment Group	EE	EE3100084021	59,844	-	113,845	107,300	www.omxgroup.com/talin	0.0394	6.14
Tallinna Kaubamaja Grupp AS	EE	EE0000001105	11,291	6,775	60,015	76,079	www.omxgroup.com/talin	0.0277	4.35
SAF Tehnika	LV	LV0000101129	12,000	16,800	37,388	37,800	www.omxgroup.com/riga	0.4040	2.16
Total	-	-	1,220,029	-	1,367,641	1,383,950	-	-	79.18
Equity securities listed on the Secondary List of Stock Exchange or its equivalent									
Klaipēdos Nafta	LT	LT0000111650	341,557	99,052	116,397	125,351	www.omxgroup.com/vilnius	0.0897	7.17
Latvijas Gaze	LV	LV0000100899	8,484	11,878	80,297	82,880	www.omxgroup.com/talin	0.0213	4.74
Valmieras Stikla Skiedra	LV	LV0000100485	20,200	20,200	63,428	68,680	www.omxgroup.com/riga	0.0845	3.93
Total	-	-	370,241	-	260,122	276,912	-	-	15.84
Equity securities traded on other regulated markets									
Total	-	-	-	-	-	-	-	-	-
Newly issued equity securities									
Total	-	-	-	-	-	-	-	-	-
Total equity securities:	-	-	1,590,270	-	1,627,763	1,660,862	-	Date of redemption/ conversion	Share in net assets, %
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	-	-	-	-	-	-	-	-	-
Non-equity securities traded on other regulated markets									
Total	-	-	-	-	-	-	-	-	-



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, %
Newly issued non-equity securities									
Total	-	-	-	-	-	-	-	-	-
Total 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)	Type of CIU*	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	-	-	-	-	-	-	-	-	
Name of 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	-	-	-	-	-	-			



Note 3. Structure of investment portfolio (continued):

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										
-	-	-	-	-	-	-	-	-	-	-
Cash										
Name of bank										
Currency										
Total market value										
Interest rate										
Share in net assets, %										
Cash										
SEB Bankas AB				EUR			90,455		-	5.18
							90,455		-	5.18
* Amount of cash reported in the statement of net assets is at variance with the breakdown of cash amount provided herein available for acquisition of units as at 31 December. Based on the accounting policy, this amount of cash is included in net asset value only on the following day, therefore it has not been disclosed herein.										
Other instruments not defined in Art. 57.1 of the Lithuanian Law on Collective Investment Undertakings										
Name										
Brief description										
Total value										
Intended purpose										
Share in net assets, %										
Amounts payable										
Accrued but unpaid fees to the management company and the depository										
(3,395)										
Amounts payable										
Other payables and liabilities										
(18)										
Total										
(3,413)										
(0.20)										

The fund's investment portfolio is in line with the fund's investment strategy.
The fund is in compliance with the investment strategy principle to invest 50 to 100% of the fund's net assets in securities of companies quoted on stock exchanges in Lithuania, Latvia and Estonia.
At the end of the reporting period, the fund's assets were mostly invested in the sectors of consumer goods, industry and health care on stock exchanges in Vilnius, Tallinn and Riga.



Note 3. Structure of investment portfolio (continued):
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									
CityService	LT	LT0000127375	107,333	9,003	186,796	180,319	www.omxgroup.com/vilnius	0.34	8.76
AB Apranga PVA	LT	LT0000102337	37,221	6,468	95,294	97,519	www.omxgroup.com/vilnius	0.07	4.74
Pieno žvaigždės	LT	LT0000111676	56,817	16,455	117,330	88,464	www.omxgroup.com/vilnius	0.12	4.3
AB "Vilkyškių pieninė"	LT	LT0000127508	49,311	4,136	68,697	99,016	www.omxgroup.com/vilnius	0.41	4.81
AB Šiaulių bankas	LT	LT0000102253	364,866	105,672	94,475	97,784	www.omxgroup.com/vilnius	0.16	4.75
Rokiškio sūris AB	LT	LT0000100372	69,112	20,016	105,052	95,375	www.omxgroup.com/vilnius	0.19	4.64
AB Linas Agro Group	LT	LT0000128092	150,508	12,625	106,591	103,700	www.omxgroup.com/vilnius	0.09	5.04
AB "Grigiskės"	LT	LT0000102030	155,454	45,023	98,998	152,345	www.omxgroup.com/vilnius	0.24	7.41
LESTO AB	LT	LT0000128449	106,259	8,913	96,475	106,046	www.omxgroup.com/vilnius	0.02	5.15
Total	-	-	1,096,881	-	969,707	1,020,569	-	-	49.6
Equity securities listed on the Secondary List of Stock Exchange or its equivalent									
Klaipėdos Nafta	LT	LT0000111650	144,557	41,867	43,354	46,114	www.omxgroup.com/vilnius	0.04	2.24
Total	-	-	144,557	-	43,354	46,114	-	-	2.24
Equity securities traded on other regulated markets									
Silvano Fashion Group	EE	EE3100001751	69,287	6,020	137,643	82,937	www.omxgroup.com/talinn	0.18	4.03
Tallink Grupp	EE	EE3100004466	142,980	24,846	129,476	96,512	www.omxgroup.com/talinn	0.0	4.69
Grīndeks	LV	LV0000100659	15,904	4,606	144,340	103,471	www.omxgroup.com/riga	0.17	5.03
Merko Ehitus	EE	EE3100098328	12,755	-	87,165	90,739	www.omxgroup.com/talinn	0.07	4.41
Nordecon International	EE	EE3100039496	53,701	-	63,403	54,829	www.omxgroup.com/talinn	0.17	2.66
Olainfarm	LV	LV0000100501	22,069	6,392	157,128	130,406	www.omxgroup.com/riga	0.16	6.34
Ventspils nafta	LV	LV0000100816	21,161	8,580	33,463	24,335	www.omxgroup.com/riga	0.02	1.18
Olympic Entertainment Group	EE	EE31000084021	82,621	239,287	156,946	140,456	www.omxgroup.com/talinn	0.05	6.84
Latvijas Gaze	LV	LV0000100899	10,343	4,194	97,096	94,514	www.omxgroup.com/talinn	0.03	4.59
Tallinna Kaubamaja	EE	EE0000001105	19,968	11,981	109,284	101,278	www.omxgroup.com/talinn	0.05	4.92
Total	-	-	450,789,00	-	1,115,944	919,476	-	-	44.69
Newly issued equity securities									
Total	-	-	-	-	-	-	-	-	-
Total equity securities	-	-	1,692,227.00	-	2,129,005	1,986,159	-	-	96.53
Non-equity securities listed on the Main List of Stock Exchange or its equivalent									
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 Secondary List of Stock Exchange or its equivalent									
Total	-	-	-	-	-	-	-	-	-
Non-equity securities traded on other regulated markets									
Total	-	-	-	-	-	-	-	-	-
Total	-	-	-	-	-	-	-	-	-



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, %
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)	Type of CIU*	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	Currency	Quantity, items	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								

Name of 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	-	-	-	-	-	-

Note 3. Structure of investment portfolio (continued):

Name of the instrument	Issuer	Country	Counterparty	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 bank										
				Currency		Total market value		Interest rate		Share in net assets, %
Cash										
SEB Bankas AB				EUR		55,794		-		2.71
SEB Bankas AB				LTL		20,536		-		1.00
				-		76,330				3.71
Total cash										
Other instruments not defined in Art. 57.1 of the Lithuanian Law on Collective Investment Undertakings										
				Brief description		Total value		Intended purpose		Share in net assets, %
Amounts payable				Accrued but unpaid fees to the management company and the depository		(4,121)		-		(0.20)
Amounts payable				Accrued but unpaid audit fee and intermediary fee for transactions		(903)		-		(0.04)
Total				-		(5,024)		-		(0.24)

The fund's investment portfolio is in line with the fund's investment strategy. The fund is in compliance with the investment strategy principle to invest 50 to 100% of the fund's net assets in securities of companies quoted on stock exchanges in Lithuania, Latvia and Estonia.

At the end of the reporting period, the fund's assets were mostly invested in the sectors of consumer goods, industry and health care on stock exchanges in Vilnius, Tallinn and Riga.



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

By investment object

Breakdown of investments	At 31 December 2015		At 1 January 2015	
	Market value, EUR	Share in assets, %	Market value, EUR	Share in assets, %
Shares	1,660,862	95.02	1,986,159	96.53
Government non-equity securities	-	-	-	-
Corporate non-equity securities	-	-	-	-
Collective investment instruments	-	-	-	-
Money market instruments	-	-	-	-
Deposits	-	-	-	-
Derivative financial instruments	-	-	-	-
Cash held in credit institutions	90,455	5.18	76,330	3.71
Other instruments	-	-	-	-
Total	1,751,317	100.20	2,062,489	100.24

By industry sector

Breakdown of investments	At 31 December 2015		At 1 January 2015	
	Market value, EUR	Share in assets, %	Market value, EUR	Share in assets, %
Health care	215,924	12.35	233,877	11.36
Emergency goods and services	382,071	21.86	417,423	20.29
Convenience goods and services	311,873	17.84	384,133	18.67
Financial services	128,874	7.37	97,784	4.75
Industrial materials	118,162	6.76	145,568	7.08
Utility goods and services	155,017	8.87	390,066	18.96
Energy	208,232	11.91	164,963	8.02
Materials	140,709	8.05	152,345	7.40
Total	1,660,862	95.02	1,986,159	96.53

By currency

Breakdown of investments	At 31 December 2015		At 1 January 2015	
	Market value, EUR	Share in assets, %	Market value, EUR	Share in assets, %
LTL	-	-	20,536	1.00
EUR	1,751,317	100.20	2,041,953	99.24
LVL	-	-	-	-
Total	1,751,317	100.20	2,062,489	100.24

Note 4. Breakdown of investments by criteria that meet the investment strategy (continued)
By geographical area

Breakdown of investments	At 31 December 2015		At 1 January 2015	
	Market value, EUR	Share in assets, %	Market value, EUR	Share in assets, %
Lithuania	875,994	50.12	1,143,013	55.55
Latvia	405,285	23.19	352,727	17.14
Estonia	470,038	26.89	566,749	27.55
Total	1,751,317	100.20	2,062,489	100.24

By type of issuer

Breakdown of investments	At 31 December 2015		At 1 January 2015	
	Market value, EUR	Share in assets, %	Market value, EUR	Share in assets, %
Government of the Republic of	-	-	-	-
Governments of other countries	-	-	-	-
Companies registered in the Republic of Lithuania	785,539	44.94	1,066,683	51.84
Companies registered outside the Republic of Lithuania	875,323	50.08	919,476	44.69
Collective investment undertakings registered in the Republic of Lithuania	-	-	-	-
Collective investment undertakings registered outside the Republic of	-	-	-	-
Other	-	-	-	-
Total	1,660,862	95.02	1,986,159	96.53

Note 5. Change in value of investments
2015

Items of 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	-	-	-	-	-	-
Non-equity securities	-	-	-	-	-	-
Non-equity securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other non-equity securities	-	-	-	-	-	-
Equity securities	1,986,159	249,057	714,408	694,098	554,044	1,660,862
Units and shares of collective investment undertakings	-	-	-	-	-	-
Derivative financial instruments	-	-	-	-	-	-
Other investments	-	-	-	-	-	-
Total	1,986,159	249,057	714,408	694,098	554,044	1,660,862

2014

Items of 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	-	-	-	-	-	-
Non-equity securities	-	-	-	-	-	-
Non-equity securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other non-equity securities	-	-	-	-	-	-
Equity securities	1,954,038	1,031,764	826,536	916,007	1,089,114	1,986,159
Units and shares of collective investment undertakings	-	5,112	4,557	-	555	-
Derivative financial instruments	-	-	-	-	-	-
Other investments	-	-	-	-	-	-
Total	1,954,038	1,036,876	831,093	916,007	1,089,669	1,986,159

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

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

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	911	3,110	The management company and intermediary have signed an agreement on intermediation services *
Šiaulių Bankas AB	Commission fee for intermediation services in transactions involving securities	108	-	The management company and intermediary have signed an agreement on intermediation services.
Swedbank AB	Commission fee for intermediation services in transactions involving securities	-	536	Depository of the fund managed by the management company until 30 June 2014
SEB Bankas AB	Commission fee for intermediation services in transactions involving securities	436	43	Depository of the fund managed by the management company as from 1 July 2014
Total		1,455	3,689	

* 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 fund 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 fund 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 and balances arising on these transactions with the management company 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 2015 to 31 December 2015, the fund applied accounting policies consistent with those applied in the previous 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 fund's name has been changed to INVL Baltic Fund.

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

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

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, the fund's investment target and investment policy risks.

Liquidity risk

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

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

Sensitivity analysis – share 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 0.99 (for 12 months). This implies that a 1% change in the fund's benchmark index will result in average 0.99% 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.

18.1 Benchmark index (if selected) and brief description:

As from 1 January 2007, the fund uses the following benchmark index:

OMX BB CAP GI (OMX Baltic Benchmark Capped Gross Index).

OMX Baltic Benchmark Capped Gross Index is based on the shares of the companies with the highest liquidity and market capitalisation operating across all industry and service sectors and traded on OMX Baltic Stock Exchanges. Return also includes reinvestments of dividends paid by these companies. The comparative weight of stock per single company in the index is limited to 10%. Index currency is EUR.

Before 1 January 2007, Baltix index was used.

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

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

	Over the reporting period	1 year ago	2 years ago	10 years ago
Change in value of unit (share) ¹	7.62	(5.81)	9.40	-
Change in value of benchmark index	11.25	(4.41)	13.17	-
Annual net return on investments ²	7.69	(5.11)	10.03	3.10
Annual gross return on investments ³	9.99	(3.13)	12.33	4.50
Standard deviation of change in value of unit (share) ⁴	6.44	8.99	6.31	-
Standard deviation of change in value of benchmark index ⁵	8.13	8.65	7.09	-
Correlation factor between value of unit (share) and value of benchmark index ⁶	92.45	95.09	96.00	-
Index tracking error ⁷	2.84	3.61	3.13	-
Alfa ratio ⁸	(3.12)	(0.41)	(0.80)	-
Beta ratio ⁹	0.99	1.21	0.79	-

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

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

Annual net return on investments for the reporting period was estimated taking into account the deductions of the merged Finasta World Equity Subfund of Funds

³ Annual gross return on investments stands for return on investments in investment instrument portfolio, which takes into account only the trading costs. Annual gross return on investments for the reporting period was estimated taking into account the deductions of the merged Finasta World Equity Subfund of Funds

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 (if selected) over the last three, five and ten years (average net return on investments, average change in value of unit, 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 (%):

	Over the last 3 years	Over the last 5 years	Over the last 10 years	Since start of operations
Average change in value of unit ¹	3.51	(2.11)	(1.32)	(1.12)
Average change in value of benchmark index ²	6.37	3.65	(0.76)	1.15
Average net return on investments ³	3.99	(2.75)	(2.34)	(1.86)
Average gross return on investments ⁴	5.47	(1.13)	(0.56)	(0.11)
Average standard deviation of change in value of unit (share) ⁵	7.28	10.06	13.36	13.34

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.

Average net return on investments was estimated taking into account the deductions of the merged Finasta World Equity Subfund of Funds over the 1st half of 2014.

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

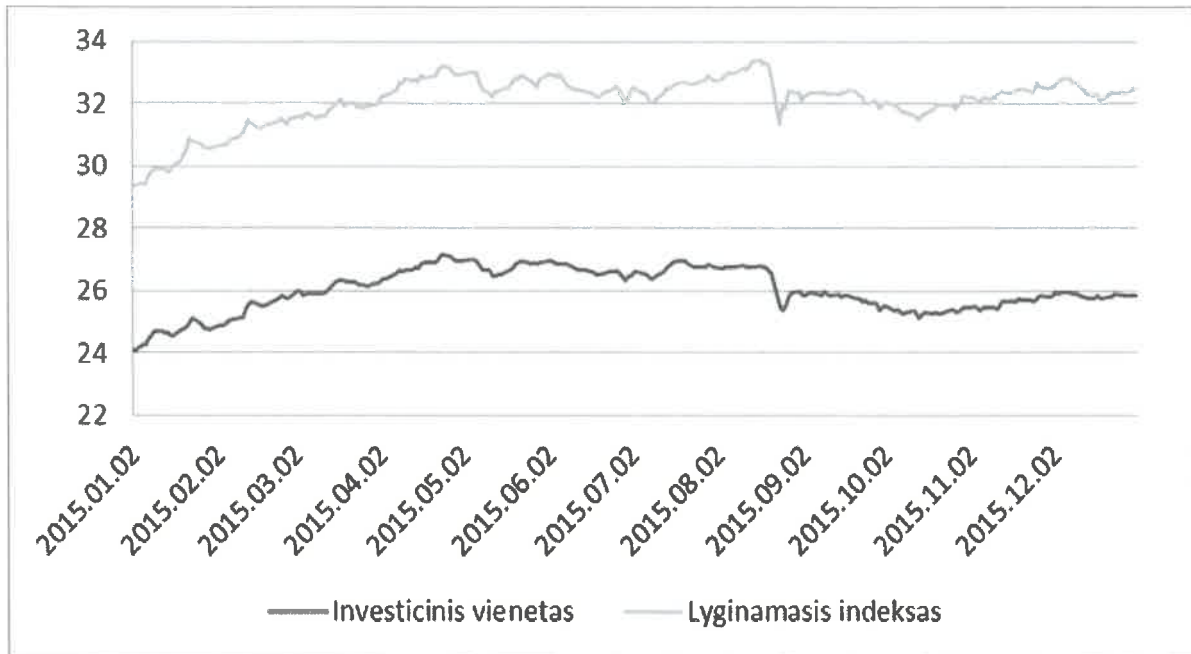
Average gross return on investments was estimated taking into account the deductions of the merged Finasta World Equity Subfund of Funds over the 1st half of 2014.

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.

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

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>	2% of the fund's average annual net asset value of the fund	2% of the fund's average annual net asset value of the fund	38,287	1.98
Depository fee	No more than 0.25% of average annual net asset value of the fund	No more than 0.25% of average annual net asset value of the fund	2,518	0.13
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	1,455	0.08
Other operating costs (distribution fee)	No more than 3% of the invested amount	No more than 2% of the invested amount	169	0.01
Audit fee	No more than 0.5% of average annual net asset value of the fund	No more than 0.5% of average annual net asset value of the fund	605	0.03
Other operating costs (bank charges)	No more than 0.5% of average annual net asset value of the fund	No more than 0.5% of average annual net asset value of the fund	49	0.00
Fee charged by the bank for keeping records of participants			884	0.05
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			1,976	0.10
Total expenses included in TER				44,319
TER as % of NAV*				2.29
Total expenses				45,943
PTR (if calculated)** (%)				37.37

*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 fee, the distribution fee and the fund change fee.

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

Note 19. Expense ratios and turnover rates (continued)
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>	2% of the fund's average annual net asset value of the fund	2% of the fund's average annual net asset value of the fund	44,526	1.98
Depository fee	No more than 0.25% of average annual net asset value	No more than 0.25% of average annual net asset value	2,677	0.12
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	3,689	0.16
Other operating costs (distribution fee)	No more than 3% of the invested amount	No more than 2% of the invested amount	1,093	0.05
Audit fee	No more than 0.5% of average annual net asset value	No more than 0.5% of average annual net asset value	2,142	0.10
Other operating costs (bank charges)	No more than 0.5% of average net asset value	No more than 0.5% of average net asset value	1,431	0.06
Fee charged by the bank for keeping records of participants			1,176	0.05
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			2,838	0.13
Total expenses included in TER				54,790
TER as % of NAV*				2.46
Total expenses				59,572
PTR (if calculated)* * (%)				25.92

* 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 that shows the level of trading activity in instruments that form the portfolio of the collective investment undertaking. The undertakings with high PTR incur higher transaction costs. TER and PTR were estimated taking into account the deductions of the merged Finasta World Equity Subfund of Funds over the 1st half of 2014.

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	785,713	906,053
I.1.1.	Proceeds on disposal of financial assets and investment assets	714,407	831,094
I.1.2.	Interest received	-	-
I.1.3.	Dividends received	71,306	74,959
I.1.4.	Deposit repayments received	-	-
I.2.	Cash outflows over the reporting period	296,610	1,092,034
I.2.1.	Payments on acquisition of financial assets and investment assets, and liabilities settled	249,057	1,031,764
I.2.2.	Management-related payments	44,434	55,085
I.2.3.	Other payments	3,119	5,185
I.2.4.	Deposits placed	-	-
	Net cash flows from (used in) operating activities (I.1-I.2)	489,103	-185,981
II.	Cash flows from financing activities		
II.1.	Cash inflows over the reporting period. Sales of investment units	241,646	1,059,079
II.2.	Cash outflows over the reporting period. Redemption of investment units	716,624	928,631
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 (+/-)	-	-
	Net cash flows from financing activities ((II.1- II.2- II.3 + II.4-II.5 - II.6 + II.7 + II.8))	(474,978)	130,448
III.	Foreign exchange effect on the balance of cash and cash equivalents (+/-)	-	3,777
IV.	Net increase (decrease) in cash flows (+/-)	14,125	(51,756)
V.	Cash at the beginning of the period	76,330	128,086
VI.	Cash at the end of the period	90,455	76,330

* Following the merger of Finasta World Equity Subfund of Funds with investment fund Finasta Baltic Fund on 30 June 2014, investment units were issued with the total value of EUR 344,132. This amount included monetary funds of EUR 340,854, units of collective investment undertakings of EUR 5,112 and unpaid fees of Finasta World Equity Subfund of Funds of EUR (1,834).

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 on investment in:	119,639
2.1.	equity securities	48,333
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	71,306
3.	Unrealised gain (loss) on investment in:	91,721
3.1.	equity securities	91,721
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	211,360
II.	Expenses of investing activities	-
1.	Operating expenses:	45,943
1.1.	deductions of management fee	38,456
1.2.	deductions of depository fee	2,518
1.3.	intermediary fee	1,455
1.4.	audit fee	605
1.5.	deductions of other fees and charges	2,909
2.	Other expenses	-
	Total expenses	45,943
III.	Net income	165,417
IV.	Payments (dividends) to holders of investment units	-
V.	Re-invested earnings	165,417

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 fund'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, Director General of INVL Asset Management UAB, hereby confirm that information contained in these financial statements is true and fair and there are no omissions of facts that might substantially affect the values of reported items.



(signature)

I, Aušra Montvydaitė, Head of Funds Accounting of INVL Asset Management UAB, hereby confirm that information contained in these financial statements is true and fair and that there are no omissions of facts that might substantially affect the 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 who are responsible for the preparation of the financial statements;

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

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