



I. GENERAL INFORMATION

1. General information about INVL Russia TOP 20 Subfund:

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

2. Reporting period covered by these financial statements:

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

3. Details of the management company:

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

4. Details of the depository:

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

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

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

Information is provided in Note 2.

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

Information is provided in Note 3.



III. EXPENSE AND TURNOVER RATIOS OF THE COLLECTIVE INVESTMENT UNDERTAKING

7. Deductions from assets of the collective investment undertaking:

January – June 2018

	Rates of deductions (fees/charges)		Amount of deductions charged for the reporting period, EUR	% of average net asset value for the reporting period
	Maximum rates as per founding documents	Rates applied during the reporting period		
Management fee:				
<i>Fixed rate</i>	No more than 1.5% of the subfund's average annual net asset value	No more than 1.5% of the subfund's average annual net asset value	98.027	0,75
<i>Performance fee</i>	No more than 15% of the increase in the subfund's net asset value	No more than 15% of the increase in the subfund's net asset value	31.661	0,24
Depository fee	No more than 0.5% of average annual net asset value	No more than 0.5% of average annual net asset value	10.842	0,08
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	20.890	0,16
Other operating costs (distribution fee)	No more than 5% of the subfund's unit value	2% of the subfund's unit value	12	-
Other operating costs (subfund change fee)	No more than 0.25% of the value of the subfund's units changed	No more than 0.25% of the value of the subfund's units changed	68	-
Audit fee			1.783	0,01
Other operating costs (third party fees charged on services of the Depository through use of services provided by other financial institutions)	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the fund's average annual net asset value	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the fund's average annual net asset value	4.515	0,03
Other operating costs (bank charges)			113	-
Other operating costs (fee charged by the bank for keeping records of participants)	No more than 1% of the subfund's average annual net asset value	No more than 1% of the subfund's average annual net asset value	1.817	0,01
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			1.122	0,01
Total expenses included in TER				149.880
Total expenses				170.850



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

January – June 2017

Types of deductions (fees/charges)	Rates of deductions (fees/charges)		Amount of deductions charged for the reporting period, EUR	% of average net asset value for the reporting period Maximum rates as per founding documents
	Maximum rates as per founding documents	Rates applied during the reporting period		
Management fee:				
<i>Fixed rate</i>	No more than 1.5% of the subfund's average annual net asset value	No more than 1.5% of the subfund's average annual net asset value	115.211	0,76
<i>Performance fee</i>	No more than 15% of the increase in the subfund's net asset value	No more than 15% of the increase in the subfund's net asset value	99.722	0,65
Depository fee	No more than 0.5% of average annual net asset value	No more than 0.5% of average annual net asset value	15.096	0,10
Transaction fee	No more than 1% of the value of transactions executed	No more than 1% of the value of transactions executed	29.665	0,19
Other operating costs (distribution fee)	No more than 5% of the subfund's unit value	2% of the subfund's unit value	1.238	0,01
Other operating costs (subfund change fee)	No more than 0.25% of the value of the subfund's units changed	No more than 0.25% of the value of the subfund's units changed	247	-
Audit fee	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the fund's average annual net asset value	Fee payable to audit firm and financial institutions for services rendered - no more than 1% of the fund's average annual net asset value	1.695	0,01
Other operating costs (third party fees charged on services of the Depository through use of services provided by other financial institutions)			9.974	0,07
Other operating costs (bank charges)			173	-
Other operating costs (fee charged by the bank for keeping records of participants)	No more than 1% of the subfund's average annual net asset value	No more than 1% of the subfund's average annual net asset value	726	-
Other operating costs (fees charged by the market maker, quotation costs and one-off fees)			1.521	0,10
Total expenses included in TER				244.118
Total expenses				275.268



8. Intermediary fee:

Information is provided in Note 9.

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

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

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

Information is provided on the annual report.

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

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

Information is provided in Note 4.

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

Information is provided in Note 5.

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

Information is provided in Note 8.

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

Information is provided in Note 8.

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

Information is provided in Note 8.

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

The Subfund is a non-master collective investment undertaking.

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

Structure of investment portfolio is provided in Note 4.

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

Information is provided in Note 4.



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

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

Information is provided on the annual report.

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

Information is provided on the annual report.

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

Information is provided on the annual report.

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

Information is provided on the annual report.

VI. FINANCIAL POSITION OF THE COLLECTIVE INVESTMENT UNDERTAKING

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

23.1. Statement of net assets;

23.2. Statement of changes in net assets;

23.3. Explanatory notes.



INVL ASSET MANAGEMENT UAB

126263073, Gynėjų str. 14, Vilnius

INVL RUSSIA TOP20 SUBFUND

STATEMENT OF NET ASSETS AS AT 30 JUNE 2018

No	Assets	Note No	Financial year	Previous financial year
A.	ASSETS		12.555.816	10.408.475
1.	CASH	4	531.187	560.284
2.	TIME DEPOSITS		-	-
3.	MONEY MARKET INSTRUMENTS		-	-
3.1.	Treasury bills		-	-
3.2.	Other money market instruments		-	-
4.	TRANSFERABLE SECURITIES	4,6	11.642.885	9.787.135
4.1.	Non-equity securities		-	-
4.1.1.	Non-equity securities issued or guaranteed by governments and central banks		-	-
4.1.2.	Other non-equity securities		-	-
4.2.	Equity securities	4,6	11.642.885	9.787.135
4.3.	Investment units and shares of other collective investment undertakings		-	-
5.	PREPAYMENTS		-	-
6.	AMOUNTS RECEIVABLE	4	381.744	61.056
6.1.	Amounts receivable from sale of investments	4	300.319	-
6.2.	Other amounts receivable	4	81.425	61.056
7.	INVESTMENT AND OTHER ASSETS		-	-
7.1.	Investment assets		-	-
7.2.	Derivative financial instruments		-	-
7.3.	Other assets		-	-
B.	LIABILITIES	4	519.885	95.534
1.	Amounts payable	4	519.885	95.534
1.1.	Amounts payable for financial and investment assets	4	440.766	57.682
1.2.	Amounts payable to management company and depository	4	20.794	16.943
1.3.	Other payables	4	58.325	20.909
2.	Accrued charges		-	-
3.	Borrowings from credit institutions		-	-
4.	Liabilities under contracts on derivative financial instruments		-	-
5.	Other liabilities		-	-
C.	NET ASSETS	2	12.035.931	10.312.941

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

CEO _____

Laura Križinauskienė _____

(signature)

31 August 2018 _____

Head of Funds Accountant _____

Aušra Montvydaitė _____

(signature)

31 August 2018 _____



INVL ASSET MANAGEMENT UAB

126263073, Gynėjų str. 14, Vilnius

INVL RUSSIA TOP20 SUBFUND

STATEMENT OF CHANGES IN NET ASSETS FOR JANUARY – JUNE 2018

No	Assets	Note No	Financial year	Previous financial year
1.	NET ASSET VALUE AT 1 JANUARY	2	10.312.941	25.004.075
2.	INCREASE IN NET ASSET VALUE			
2.1.	Contributions of participants	3	5.444.753	4.944.365
2.2.	Transfers from other funds	3	27.395	98.962
2.3.	Guarantee contributions		-	-
2.4.	Investment income		155.705	103.751
2.4.1.	Interest income		9	-
2.4.2.	Dividends		155.696	103.751
2.4.3.	Rental income		-	-
2.5.	Gain on change in value and sale of investments	6	6.989.676	7.190.962
2.6.	Foreign exchange gain		188.183	261.744
2.7.	Gain on transactions involving derivative financial instruments		-	-
2.8.	Other increases in net asset value		-	-
	TOTAL INCREASE IN NET ASSET VALUE		12.805.712	12.599.784
3.	DECREASE IN NET ASSET VALUE			
3.1.	Payments to participants	3	3.488.301	18.869.250
3.2.	Transfers to other funds	3	-	44.759
3.3.	Loss on change in value and sale of investments	6	7.223.410	8.805.892
3.4.	Foreign exchange loss		200.161	313.395
3.5.	Loss on transactions involving derivative financial instruments		-	-
3.6.	Management costs		170.850	275.268
3.6.1.	Fee to management company		129.768	216.418
3.6.2.	Fee to depository		10.842	15.096
3.6.3.	Fee to intermediaries	9	20.890	29.665
3.6.4.	Audit fee costs		1.783	1.695
3.6.5.	Interest costs		-	-
3.6.6.	Other costs		7.567	12.394
3.7.	Other decreases in net asset value		-	-
3.8.	Reimbursement of costs (-)		-	-
	TOTAL DECREASE IN NET ASSET VALUE		11.082.722	28.308.564
4.	Change in value of net assets		1.722.990	(15.708.780)
5.	Profit appropriation		-	-
6.	NET ASSET VALUE AT 30 JUNE	2	12.035.931	9.295.295

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

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



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

INVL RUSSIA TOP20 SUBFUND

Explanatory notes to the semi-annual financial statements for January – June 2018

23.3.1. General information:

Details of the collective investment undertaking:

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

Details of the management company:

Name	INVL Asset Management UAB
Company code	126263073
Office address	Gynėjų str. 14, 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
License No	VJK-005
Manager of the collective investment undertaking, other individuals making investment decisions	Vytautas Plunksnis – Member of the Investment Committee; Vaidotas Rūkas – Chief Investment Officer; Dainius Bložė – Fund Manager.

Details of the depository:

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

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

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

Listing

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

Reporting period

From 1 January 2018 to 30 June 2018.



23.3.2. Accounting policies:

Regulatory legislation adopted in the preparation of the financial statements

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

Generally accepted accounting principles

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

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

Investment policy and structure of investment portfolio

The Subfund's objective is to strive for maximum return on investments in shares of Russian companies.

The Subfund's assets are invested in the financial instruments of entities (companies and CIUs investing in such companies) operating in the Russian Federation. The Subfund's investment portfolio mostly comprises investments in shares. No more than 33% of the Subfund's assets may be invested outside the territory of Russian Federation in the financial instruments of companies operating in other CIS countries (including the former CIS countries). The Subfund's investments are based on strategic and tactic approach of distribution of assets and frequent adjustments to the portfolio to ensure higher growth of portfolio value.

The Subfund's portfolio comprises the shares of 15-25 different companies. Low diversification of the Subfund's investment portfolio allows ensuring maximum control over the selected positions and effective Subfund structure. Up to 100% of the Subfund's investment portfolio consists of investments in shares.

When no better investment possibilities are available in the market, up to 10% of the Subfund's assets may be invested in bonds and other forms of non-equity securities (government and corporate). The Subfund may invest in bonds of different maturities and with different credit ratings.

INVL Russia TOP20 Subfund invests in shares of developing markets that have significant fluctuations in prices, therefore, continuous changes on stock exchanges may give rise to substantial fluctuations in the Subfund's net asset value.

The structure of investment portfolio is presented in Note 4.

Financial risk management

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

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

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

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

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

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

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

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



23.3.2. Accounting policies (continued)

Policies for recognition of increase and decrease in assets and liabilities

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

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

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

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

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

When calculating the NA value in foreign currency, the value of assets and liabilities is determined using a foreign exchange reference rate of EUR against other currencies published by the European Central Bank, and where such foreign exchange reference rate is not published by the European Central Bank, using the foreign exchange reference rate published on the date of estimation by the Bank of Lithuania. For the purpose of accounting, the most recent foreign exchange rate effective before the economic event or economic transaction should be applied.

Rules on deductions to the accumulation undertaking and the depository

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

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

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

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

Investment valuation methods, investment revaluation intervals

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

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

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

Valuation of all investments is conducted on each business day.



23.3.2. Accounting policies (continued)

Valuation of liabilities

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

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

Rules on valuation of investment units

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

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

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

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

Cash and time deposits:

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

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

Amounts receivable and amounts payable:

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

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

Subsequent events

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



23.3.3. Notes to the financial statements:

Note 1. Significant amounts reported in the financial statements and reasons for their changes:

Significant amounts reported in the financial statements are presented in the explanatory notes.

Note 2. Net asset value, number and value units

	Opening balance at 1 January 2018	Closing balance at 30 June 2018	One year ago at 30 June 2017	Two years ago at 30 June 2016
Net asset value, EUR	10.312.941	12.035.931	9.295.295	7.272.490
Unit value, EUR	30,4747	30,2178	27,1095	22,4249
Number of units in circulation	338.410,0534	398.306,5203	342.879,5840	324.303,8918

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

	Current financial year		Previous financial year	
	Number of units	Value, EUR	Number of units	Value, EUR
Distributed (by converting monetary funds into units)*	174.383,3045	5.472.068	168.815,2920	5.041.842
Redeemed (by converting units into monetary funds)	114.486,8376	3.488.301	627.882,0913	18.914.009
Difference between the number and value of units (shares) distributed and redeemed	59.896,4669	1.983.767	(459.066,7993)	(13.872.167)

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



Note 4. Structure of investment portfolio

30 June 2018

Issuer's name	Country	ISIN code	Quantity, items	Total acquisition value	Total market value	Share in net assets, %
Equity securities traded on other regulated markets						
BANK ST PETERSBURG PJSC	RU	RU0009100945	1.117.674	948.763	766.063	6,36
LUKOIL PJSC-SPON ADR	RU	US69343P1057	20.541	1.021.127	1.212.634	10,08
GAZPROM PAO -SPON ADR	RU	US3682872078	235.500	874.232	894.790	7,43
X 5 RETAIL GROUP NV-REGS GDR	RU	US98387E2054	19.882	579.510	454.524	3,78
SBERBANK PJSC -SPONSORED ADR	RU	US80585Y3080	91.200	1.065.701	1.136.555	9,44
GLOBALTRA-SPONS GDR REG S	RU	US37949E2046	36.800	225.863	324.061	2,69
SURGUTNEFTEGAS-SP ADR	RU	US8688612048	91.600	388.996	352.545	2,93
ROSNEFT OIL CO PJSC-REGS GDR	RU	US67812M2070	109.186	512.492	586.322	4,87
FEDERAL GRID CO UNIFIED ENER	RU	RU000A0JPNN9	175.270.000	486.507	449.594	3,74
AEROFLOT PJSC	RU	RU0009062285	282.400	650.698	540.112	4,49
ETALON GROUP-GDR REG S	RU	US29760G1031	222.406	657.323	526.109	4,37
GAZPROM NEFT-SPONSORED ADR	RU	US36829G1076	24.968	407.871	551.827	4,58
Tatneft PAO	RU	US8766292051	8.000	352.857	436.916	3,63
MMC Norilsk Nickel ADR	RU	US55315J1025	37.000	572.273	573.384	4,76
SEVERSTAL - GDR REG S	RU	US8181503025	28.000	376.795	353.656	2,94
Petropavlovsk	RU	GB0031544546	4.020.426	372.277	361.530	3,00
Rostelecom	RU	RU0008943394	240.000	236.723	240.410	2,00
QIWI	RU	US74735M1080	30.000	427.898	407.925	3,39
Global Ports	RU	US37951Q2021	110.942	359.061	252.859	2,10
Total	-	-	-	11.810.128	11.642.885	96,72
Total equity securities	-	-	-	11.810.128	11.642.885	96,72

Note 4. Structure of investment portfolio (continued)

Name of the bank	Currency	Total market value	Interest rate	Share in net assets, %
Cash				
SEB bankas AB	EUR	90.139	-	0,75
SEB bankas AB	USD	313.119	according to the contract	2,60
SEB bankas AB	RUB	127.929	-	1,06
Total cash	-	531.187	-	4,41

Name	Brief description	Total value	Intended purpose	Share in net assets, %
Amounts receivable	Amounts receivable under transactions on disposal of assets	300.319		2,50
Amounts receivable	Other amounts receivable	81.425	-	0,68
Amounts payable	Amounts payable for assets acquired	(440.766)	-	(3,66)
Amounts payable	Amounts payable to the management company and the depository	(20.794)	-	(0,17)
Amounts payable	Other amounts payable	(58.325)	-	(0,48)
Total	-	(138.141)	-	(1,13)

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

The Fund is mostly investing in securities of companies that operate in Russian Federation. Up to 33% of portfolio may be invested in companies that operate in other CIS countries (including former CIS members). The equities can make up to 100% of the Fund's portfolio.

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

Note 4. Structure of investment portfolio (continued)

30 June 2017

Issuer's name	Country	ISIN code	Quantity, items	Total acquisition value	Total market value	Share in net assets, %
Equity securities traded on other regulated markets						
BANK ST PETERSBURG PJSC	RU	RU0009100945	544.966	858.683	464.797	5,00
LUKOIL PJSC-SPON ADR	GB	US69343P1057	20.741	989.746	885.032	9,52
GAZPROM PAO -SPON ADR	GB	US3682872078	117.500	536.865	407.487	4,38
M VIDEO PJSC	RU	RU000A0JPGA0	45.214	268.687	263.623	2,84
X 5 RETAIL GROUP NV-REGS GDR	GB	US98387E2054	21.020	601.231	638.170	6,87
SBERBANK PJSC -SPONSORED ADR	GB	US80585Y3080	92.200	976.423	836.125	9,00
MOBILE TELESYSTEMS PJSC	RU	RU0007775219	53.400	214.483	186.065	2,00
GLOBALTRA-SPONS GDR REG S	GB	US37949E2046	46.800	231.983	311.645	3,35
SURGUTNEFTEGAS-SP ADR	GB	US8688612048	72.600	323.542	273.530	2,94
ROSNEFT OIL CO PJSC-REGS GDR	GB	US67812M2070	87.186	501.884	415.190	4,47
DIXY GROUP PJSC	RU	RU000A0JP7H1	120.835	484.958	387.639	4,17
FEDERAL GRID CO UNIFIED ENER	RU	RU000A0JPNN9	145.270.000	389.003	369.972	3,98
AEROFLOT PJSC	RU	RU0009062285	124.400	276.679	360.998	3,88
ALROSA PJSC	RU	RU0007252813	261.000	360.961	335.652	3,61
ACRON PJSC	RU	RU0009028674	8.064	435.423	375.638	4,04
ETALON GROUP-GDR REG S	GB	US29760G1031	131.152	423.813	413.118	4,44
HALYK SAVINGS BANK-GDR REG S	GB	US46627J3023	86.239	523.105	699.705	7,53
NOVOLIPETSK STEEL PJSC-GDR	GB	US67011E2046	22.000	398.093	373.188	4,01
GAZPROM NEFT-SPONSORED ADR	GB	US36829G1076	26.284	430.851	352.356	3,79
Total	-	-	-	9.226.413	8.349.930	89,82
Total equity securities			-	9.226.413	8.349.930	89,82

Note 4. Structure of investment portfolio (continued)

Name of the bank	Currency	Total market value	Interest rate	Share in net assets, %
Cash				
SEB bankas AB	EUR	412.773	-	4,44
SEB bankas AB	USD	558.045	-	6,00
SEB bankas AB	RUB	42.554	-	0,46
Total cash	-	1.013.372	-	10,90

Name	Brief description	Total value	Intended purpose	Share in net assets, %
Amounts receivable	Other amounts receivable	51.656	-	0,56
Amounts payable	Amounts payable for assets acquired	(98.319)	-	(1,12)
Amounts payable	Amounts payable to the management company and the depository	(17.128)	-	(0,18)
Amounts payable	Other amounts payable	(4.216)	-	(0,05)
Total	-	(68.007)	-	(0,79)

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

The Fund invests in the shares of companies that operate in Russia and Kazakhstan. The Fund may also invest in companies that operate in other CIS countries and Georgia. As of mid-year the fund's main investments were in the energy, financial and mining sectors.

The change in the value of the Fund's investment portfolio was most impacted by the market prices of financial securities, which were influenced by fluctuations in the prices of oil and other commodities. Russian equities were negatively affected by economic sanctions imposed on Russia by the U.S. and the European Union

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

By industry sector

Breakdown of investments	Market value	Share in assets, %	Market value at the beginning of the reporting period	Share in assets at the beginning of the reporting period, %
Telecommunications	240.410	2,00	613.615	5,95
Emergency goods and services	-	-	283.117	2,74
Convenience goods and services	611.924	5,08	1.050.960	10,19
Financial services	2.428.728	20,18	1.733.344	16,81
Information technology	407.925	3,39	-	-
Industrial materials	1.117.032	9,28	954.713	9,26
Utility goods and services	449.594	3,73	401.186	3,89
Energy	5.098.703	42,36	3.684.316	35,72
Materials	1.288.569	10,70	1.065.884	10,33
Total	11.642.885	96,72	9.787.135	94,89

Note 6. Change in value of investments

January – June 2018

Items reported in the statement of net assets	Change					Balance at 30 June 2018
	Balance at 31 December 2017	Acquired over the period	Sold (redeemed) over the period	Increase in value	Decrease in value	
Time deposits	-	-	-	-	-	-
Money market instruments	-	-	-	-	-	-
Non-equity securities ²	-	-	-	-	-	-
Non-equity securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other non-equity securities	-	-	-	-	-	-
Equity securities	9.787.135	8.641.531	6.552.047	6.989.676	7.223.410	11.642.885
Units and shares of collective investment undertakings	-	-	-	-	-	-
Derivative financial instruments ¹	-	-	-	-	-	-
Total	9.787.135	8.641.531	6.552.047	6.989.676	7.223.410	11.642.885

¹ Balance at 30 June 2017 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 30 June 2017 reflects the fair value of non-equity securities at 1 January plus accrued interest.

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

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

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

Note 6. Change in value of investments (continued)

January – June 2016

Items reported in the statement of net assets	Change					
	Balance at 31 December 2016	Acquired over the period	Balance at 31 December 2015	Increase in value	Decrease in value	Balance at 30 June 2017
Time deposits	-	-	-	-	-	-
Money market instruments	-	-	-	-	-	-
Non-equity securities ²	-	-	-	-	-	-
Non-equity securities issued or guaranteed by governments and central banks	-	-	-	-	-	-
Other non-equity securities	-	-	-	-	-	-
Equity securities	24.046.594	4.356.739	18.438.473	7.190.962	8.805.892	8.349.930
Units and shares of collective investment undertakings	-	-	-	-	-	-
Derivative financial instruments ¹	-	-	-	-	-	-
Total	24.046.594	4.356.739	18.438.473	7.190.962	8.805.892	8.349.930

¹ Balance at 30 June 2017 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 30 June 2017 reflects the fair value of non-equity securities at 1 January plus accrued interest.

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

Sold (redeemed) over the period reflects the sale value comprising accrued interest, acquisition cost and realised gain or loss. Increase/decrease in value reflects accrued interest and revaluation result.

Note 7. Results of sale of investments

During the first six months of year 2017 and 2018, the undertaking had no sale transactions involving financial instruments other than those measured at fair value.

Note 8. Derivative financial instruments

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

Note 9. Costs of intermediary fees

Name of the intermediary	Description of services rendered	Fee for the services during the reporting period, EUR	Fee for the services during the previous reporting period, EUR	Relationship of the intermediary to the management company
Šiaulių bankas AB	Commission fee for intermediation services in transactions involving securities	4.828	10.527	The management company and the intermediary have signed an agreement on intermediation services.
SEB bankas AB	Commission fee for intermediation services in transactions involving securities	15.492	19.138	SEB bankas AB is a depository of the fund managed by the management company
WOOD & Company	Commission fee for intermediation services in transactions involving securities	570	19.138	The management company and the intermediary have signed an agreement on intermediation services
Total	-	20.890	29.665	-

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

The Subfund did not pay and did not account for any dividends payable to its clients over the reporting period.

Note 11. Borrowings and loans granted

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

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

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

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

Transactions and balances arising on these transactions with the management company have been disclosed in Notes 4 and report's Clause 7.

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

During the reporting period from 1 January 2018 to 30 June 2018, the Subfund applied the same accounting policies.

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

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

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

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

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

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

24. Entire text of the auditor's report:

Information is provided on the annual report.

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

I.	Income from investing activities	
1.	Interest income	9
2.	<i>Realised gain (loss) on investment in:</i>	11.693
2.1.	equity securities	11.693
2.2.	non-equity securities	-
2.3.	money market instruments	-
2.4.	derivative financial instruments	-
2.5.	units of other collective investment undertakings	-
2.6.	real estate objects	-
2.7.	other investment instruments	-
3.	<i>Unrealised gain (loss) on:</i>	(245.426)
3.1.	equity securities	(245.426)
3.2.	non-equity securities	-
3.3.	money market instruments	-
3.4.	derivative financial instruments	-
3.5.	units of other collective investment undertakings	-
3.6.	real estate objects	-
3.7.	other investment instruments	-
4.	<i>Other income:</i>	343.888
4.1.	income from lease of real estate	-
4.2.	positive foreign exchange effect	188.183
4.3.	Other	155.705
	Total income	110.164
II.	Expenses	
1.	<i>Operating expenses:</i>	170.850
1.1.	deductions of management fee	129.768
1.2.	deductions of depository fee	10.842
1.3.	intermediary fee	20.890
1.4.	audit fee	1.783
1.5.	deductions of other fees and charges	7.567
2.	<i>Other expenses:</i>	200.161
2.1.	interest expenses	-
2.2.	expenses related to the managed real estate objects	-
2.3.	negative foreign exchange effect	200.161
2.4.	other	-
	Total expenses	371.011
III.	Net income	(260.847)
IV.	Payments (dividends) to holders of investment units	-
V.	Re-invested earnings	(260.847)

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

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

VII. INFORMATION ON PAYMENT OF DIVIDENDS

27. Information on dividends declared and/or paid:

Information is provided in Note 10.

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

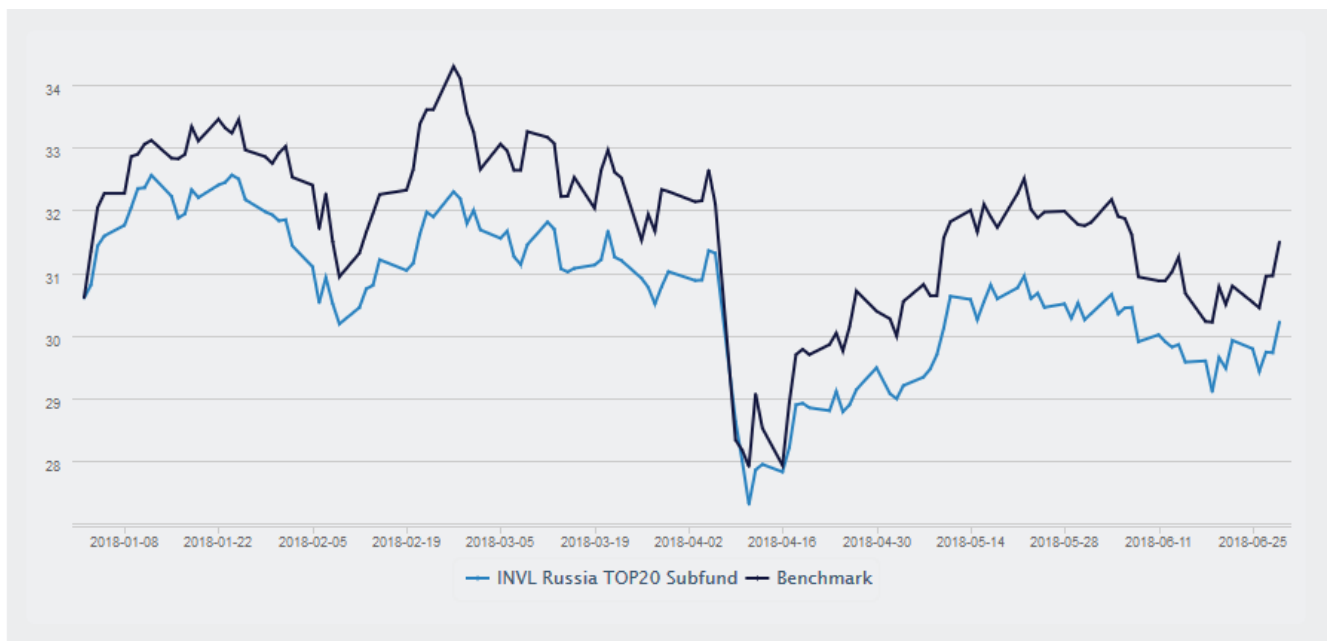
28. Collective investment undertaking’s borrowings for its own needs as at the end of the reporting period:

Information is provided in Note 11.

IX. OTHER INFORMATION

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

Change in benchmark index and value during the reporting period



X. ACCOUNTABLE PERSONS

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

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

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

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

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

I, Laura Križinauskienė, CEO of INVL Asset Management UAB, hereby confirm that information contained in these financial statements is true and fair and that there are no omissions of facts that might substantially affect the assessment of the Subfund's results.

(signature)

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

(signature)

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

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

Full name	Laura Križinauskienė	Aušra Montvydaitė
Job position	CEO	Head of Funds Accountant
Telephone number	(8~7) 005 59 59	(8~6) 264 55 82
Fax number	(8~5) 279 06 02	(8~5) 279 06 02
Email address	laura.krizinauskiene@invl.com	ausra.montvydaite@invl.com

33.2. If the financial statements have been prepared by or with assistance of consultants, please specify their full names, telephone and fax numbers, email addresses (if a consultant is a legal entity, please specify its name, telephone and fax numbers, email address and full name(s) of a consultant's representative(s)); please indicate, which specific sections have been prepared by or with assistance of consultants and the scope of their liability.

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