



ABLV

BANKING / INVESTMENTS \ ADVISORY

Open-end investment fund ABLV Global Corporate USD Bond Fund

unaudited report for the period
from 1 January 2015 to 30 June 2015

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General information

Name of the fund:	ABLV Global Corporate USD Bond Fund
Category of the fund:	Open-end investment fund
Type of the fund:	Bond fund
Fund registration date:	16.05.2013
Registration number of the fund:	FL128-02.01.02.263/108
Name of the investment management company:	ABLV Asset Management, IPAS
Registered office of the investment management company:	23 Elizabetes Street, Riga, LV-1010
Registration number of the investment management company:	40003814724
Licence number of the investment management company:	06.03.07.263/204
Date of the licence:	04.08.2006
Name of the custodian bank:	ABLV Bank, AS
Registered office of the custodian bank:	23 Elizabetes Street, Riga, LV-1010
Registration number of the custodian bank:	50003149401
Names and positions of council members, board members, and fund manager:	<p>Council of the investment management company:</p> <p>Chairman of the Council - Ernests Bernis Deputy Chairman of the Council - Māris Kannenieks Council Member - Vadims Reinfelds</p> <p>Board of the investment management company:</p> <p>Chairman of the Board - Leonīds Kiļs Deputy Chairman of the Board - Jevgenijs Gžibovskis Board Member - Sergejs Gačenko</p> <p>Fund Manager - Sergejs Gačenko</p>
Duties of the fund manager:	The fund manager manages the fund's property according to the company's Articles of Association and the Fund Management Regulations. The fund manager may be employed only by one investment management company and manage several funds of one investment management company.

Investment management company report

On 16 May 2013, open-end investment fund ABLV Global Corporate USD Bond Fund (hereinafter referred to as the fund) was registered as a corporate bond fund the investment currency of which is USD.

ABLV Asset Management, IPAS (new name ABLV Asset Management, IPAS, was registered with the Register of Enterprises on 27.05.2011, hereinafter referred to as the Company) was registered with the Republic of Latvia Register of Enterprises on 4 August 2006 under No. 40003814724, the licence for operations of investment management company No. 06.03.07.263/204, and it is located in Riga, at 23 Elizabetes Street.

The fund's investment objective is achievement of the long-term capital growth. To achieve this objective, the assets are invested in debt securities issued or guaranteed by commercial companies or credit institutions registered in the countries of the global USD bond market.

The fund's investment portfolio is diversified among investments in debt securities of various issuers, thus ensuring higher investment safety and protection against fluctuations of the fund's assets value and against the risk of default on obligations.

The year 2015 is the third year of operations of ABLV Global Corporate USD Bond Fund. As at 30 June 2015, the fund's net assets amounted to USD 21 255 451 (EUR 18 996 739), semiannual return equalled 1.70%, whereas average term to maturity of the fund's investments was 6.5 years, average weighted rating of the investment portfolio was BB+, and yield to maturity was equal to 5.34%.

In the first half of 2015, situation in different segments of the global bond market was affected by various factors. Stabilization of raw materials prices, implementation of new stimulation programme of the European Central Bank, and low interest rates policy in many developed countries caused increase in prices of high-yield bonds and corporate bonds of emerging markets. Whereas the segment of corporate bonds with investment credit rating and long maturity experienced the pressure because of growing yields and declining prices of the US long-term government bonds, given the expectations of beginning cycle of the US dollar base interest rate increase.

Due to following moderately conservative strategy, preferring the bonds that have high coupon rate and relatively short maturity, which are far less sensitive to possible negative market moods, the fund ABLV Global Corporate USD Bond Fund demonstrated positive return in H1 2015.

The minimum amount of investment in the fund is USD 1 000.

The company performs regular analysis of current political and economic situation, as well as comparative analysis and technical analysis, analysis of various macroeconomic indicators, and summarizing analysis of recommendations given by the world's leading brokerage and analytics companies on different financial markets.

In order to regularly provide information on situation in the world's financial markets to existing customers and prospective investors of ABLV Asset Management, IPAS, detailed monthly analysis of macroeconomic situation prepared by our chief analyst, as well as monthly comment of the subfund manager and overview of the market situation, fund's performance, and actions taken by the fund manager, are published at ABLV Bank, AS, website www.ablv.com.

To ensure diversification and minimize risks, the company constantly pays great attention to risk management. The Investment Strategy Committee is established at the Company, and it determines the Company's investment strategy, risk limits, and financial markets on which transactions in financial instruments are performed. The members of the Investment Strategy Committee are ABLV Bank, AS, and the company's top specialists in financial markets.

The company will continue making every effort to efficiently manage the fund's assets in order to increase the number of the fund's investors and the fund's net assets in 2015.

Management of ABLV Asset Management, IPAS, expresses gratitude to our customers for their loyalty and successful cooperation with us.

ABLV Asset Management, IPAS
Deputy Chairman of the Board

Jevgenijs Gžibovskis

ABLV Asset Management, IPAS
Fund Manager,
Board Member

Sergejs Gačenko

Riga, 30 July 2015

Statement of assets and liabilities

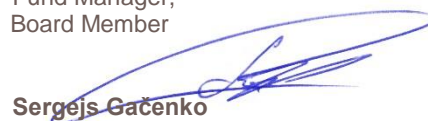
			EUR
Assets	Notes	30.06.2015	31.12.2014
Demand deposits with credit institutions	2	-	1,209,344
Financial assets at fair value through profit or loss	3	19,196,567	16,226,625
Debt securities and other fixed income securities	3	19,196,567	16,226,625
Total assets		19,196,567	17,435,969
Liabilities			
Deposits from credit institutions	4	(179,464)	-
Accrued expense		(20,364)	(20,382)
Total liabilities		(199,828)	(20,382)
Net assets		18,996,739	17,415,587

ABLV Asset Management, IPAS
Deputy Chairman of the Board



Jevgenijs Gžibovskis

ABLV Asset Management, IPAS
Fund Manager,
Board Member



Sergejs Gačenko

Riga, 30 July 2015

Statement of income and expense

	EUR	
	01.01.2015- 30.06.2015	01.01.2014- 30.06.2014
Income		
Interest revenue	494,867	235,008
Total	494,867	235,008
Expense		
Remuneration to investment management company	(100,119)	(38,381)
Remuneration to custodian bank	(20,024)	(7,676)
Other fund management expense	(1,120)	(1,120)
Interest expense	(413)	(16)
Total	(121,676)	(47,193)
Increase in investment value		
Realised (decrease)/increase in investment value	(7,404)	57,708
Unrealised increase in investment value	1,617,959	147,244
Taxes and duties	(65,505)	(1,919)
Increase in net assets from investment	1,918,241	390,848

ABLV Asset Management, IPAS
Deputy Chairman of the Board

Jevgenijs Gžibovskis

ABLV Asset Management, IPAS
Fund Manager,
Board Member

Sergejs Gačenko

Riga, 30 July 2015

Statement of changes in net assets

Item	EUR	
	01.01.2015- 30.06.2015	01.01.2014- 30.06.2014
Net assets at the beginning of the reporting period	17,415,587	5,464,964
Increase in net assets from investment	1,918,241	390,848
Transactions with investment certificates		
Inflow from sale of investment certificates	3,109,194	4,069,759
Outflow of redemption of investment certificates	(3,446,283)	(662,923)
Total result of transactions with investment certificates	(337,089)	3,406,836,
Increase in net assets for the reporting period	1,581,152	3,797,685
Net assets at the end of the reporting period	18,996,739	9,262,649
Issued investment certificates at the beginning of the reporting period	2,065,888	731,171
Issued investment certificates at the end of the reporting period	2,042,070	1,183,481
Net assets per investment certificate at the beginning of the reporting period	8.43	7.47
Net assets per investment certificate at the end of the reporting period	9.30	7.83

ABLV Asset Management, IPAS
Deputy Chairman of the Board

Jevgenijs Gžibovskis

ABLV Asset Management, IPAS
Fund Manager,
Board Member

Sergejs Gačenko

Riga, 30 July 2015

Note 1

General information

The open-end investment fund ABLV Global Corporate USD Bond Fund is a bond fund registered on 16 May 2013. The registered office of the investment management company is at 23 Elizabetes Street, Riga, LV-1010, Latvia.

The fund's business activity includes investments in debt securities issued or guaranteed by commercial companies or credit institutions registered in the countries of the global USD bond market.

The fund's financial statements are prepared on a going concern basis, in accordance with the laws of the Republic of Latvia and the Regulations of the Financial and Capital Market Commission on the Preparation of Annual Reports, Consolidated Annual Reports and Interim Reports of Investment Funds and Open-end Alternative Investment Funds. Appropriate accounting policies have been applied on a consistent basis. Prudent and reasonable judgements and estimates have been made by the management in the preparation of the financial statements.

The fund's investment currency is USD. The monetary unit used in the financial statements is the euro (EUR), the monetary unit of the Republic of Latvia. These financial statements are reported in euro, unless otherwise stated. Information given herein represents comparative figures for the year 2014, unless otherwise stated.

Income or expense in foreign currencies is translated into EUR at the exchange rate set by the ECB at the date of recognition of the respective items.

The information on principal accounting policies and risk management can be found in the fund's Annual Report 2014 available at the website <https://www.ablv.com/en/about/financial-reports/funds>. The accounting policies applied to preparation of financial statements for 2015 are in line with those applied to preparation of financial statements for the previous periods. Since 31 December 2014, there have been no material changes in risk management.

The following abbreviations are used in the notes to the financial statements: Financial and Capital Market Commission (FCMC), European Monetary Union (EMU), European Union (EU), Organisation for Economic Cooperation and Development (OECD), and ABLV Asset Management, IPAS (company).

Note 2

Deposits with credit institutions

	30.06.2015		31.12.2014	
	Carrying amount	Carrying amount to fund's assets	Carrying amount	Carrying amount to fund's assets
	EUR	%	EUR	%
Demand deposits with credit institutions				
Demand deposits with ABLV Bank, AS	-	-	1,209,344	6.94
Total demand deposits with credit institutions	-	-	1,209,344	6.94

Note 3

Financial assets at fair value through profit or loss

All debt securities and other fixed income securities are classified as financial assets at fair value through profit or loss. All securities are quoted on a regulated market (on an exchange). All securities, except for debt securities of ABLV Bank, AS, are traded over-the-counter. Debt securities of ABLV Bank, AS are traded on a regulated market (on an exchange).

Debt securities and other fixed income securities by geographical area:

Geographical area	30.06.2015		31.12.2014	
	Carrying amount	Carrying amount to fund's assets	Carrying amount	Carrying amount to fund's assets
	EUR	%	EUR	%
OECD countries	12,741,987	66.38	10,185,184	58.41
Other countries	4,528,713	23.59	4,511,961	25.88
EMU countries	1,086,771	5.66	1,164,000	6.67
Other EU member states	624,176	3.25	172,244	0.99
Latvia	214,920	1.12	193,236	1.11
Total	19,196,567	100.00	16,226,625	93.06

Debt securities and other fixed income securities traded on regulated markets by country profile and issuers as at 30 June 2015:

Issuer	Amount	Acquisition value	Carrying amount to fund's assets	
			EUR	(%)
USA		11,085,342	10,861,911	56.58
ADT CORP	300,000	243,319	244,689	1.27
AES CORPORATION	250,000	260,859	258,858	1.35
ALCOA INC.	300,000	293,592	277,433	1.45
AMKOR TECHNOLOGY INC	150,000	137,077	136,828	0.71
AT AND T INC.	300,000	275,735	272,940	1.42
BALL CORP	300,000	259,272	249,819	1.30
BERRY PETROLEUM CO LLC	300,000	278,175	212,700	1.11
BEST BUY CO INC	250,000	222,875	236,231	1.23
CBS CORP	300,000	272,008	264,951	1.38
CENTURYLINK INC	300,000	279,864	258,733	1.35
CLEAN HARBORS INC	250,000	225,668	231,684	1.21
CONSTELLATION BRANDS INC	300,000	270,802	264,665	1.38
CROWN CASTLE INTERNATIONAL CORP	300,000	276,499	274,378	1.43
DANA HOLDING CORP	250,000	223,360	219,902	1.14
DELPHI AUTOMOTIVE HOLDINGS US	300,000	288,900	290,911	1.52
DISH NETWORK CORP	250,000	244,559	232,535	1.21
DOW CHEMICAL CO/THE	250,000	224,942	219,512	1.14
DR HORTON INC	300,000	268,418	272,370	1.42
EBAY INC	350,000	312,675	303,640	1.58
EXPEDIA INC	300,000	277,749	272,904	1.42
FRONTIER COMMUNICATIONS CORP	250,000	224,513	208,569	1.09
GOLDMAN SACHS GROUP INC/THE	250,000	233,712	228,707	1.19
HCA HOLDINGS INC	300,000	289,235	280,613	1.46
HEALTH NET INC	200,000	190,008	191,183	1.00
HEALTHSOUTH CORP	250,000	228,908	228,817	1.19
INGERSOLL-RAND PLC	350,000	327,978	323,195	1.68
KLA-TENCOR CORP	300,000	272,746	269,713	1.40
L BRANDS INC	300,000	302,306	299,384	1.56
L-3 COMMUNICATIONS CORPORATION	350,000	313,746	304,462	1.59
LEAR CORP	250,000	228,461	226,677	1.18

Table (cont'd)

Issuer	Amount Acquisition value		Carrying amount		Carrying amount to fund's assets (%)
	Total face value	EUR	EUR	EUR	
LORILLARD INC	350,000	318,406	303,595		1.58
Morgan Stanley	350,000	326,884	320,185		1.67
PITNEY BOWES INC	300,000	282,948	273,614		1.43
POLYONE CORP	250,000	224,439	224,508		1.17
REGENCY ENERGY PARTNERS LP	300,000	281,232	296,015		1.54
STAPLES INC	400,000	358,187	363,145		1.89
TEGNA INC	300,000	286,889	281,987		1.47
TESORO CORP	250,000	225,648	227,042		1.18
TYSON FOODS INC	250,000	235,052	227,461		1.18
UNITED RENTALS INC	300,000	277,103	262,212		1.37
VOYA FINANCIAL INC	300,000	301,121	306,406		1.60
ZOETIS INC	250,000	219,472	218,738		1.14
Azerbaijan		585,794	606,362		3.15
SOCAR-STATE OIL COMPANY OF AZERBAIJAN REPUBLIC	250,000	196,287	215,786		1.12
THE INTERNATIONAL BANK OF AZERBAIJAN REPUBLIC OAO	450,000	389,507	390,576		2.03
Brazil		631,329	623,948		3.25
BRASKEM SA	250,000	224,551	216,909		1.13
JBS SA	200,000	187,684	187,620		0.98
PETROLEO BRASILEIRO SA	250,000	219,094	219,419		1.14
South Africa		233,488	231,687		1.21
ESKOM HOLDINGS LIMITED	250,000	233,488	231,687		1.21
Georgia		476,079	479,899		2.50
BANK OF GEORGIA JSC	500,000	476,079	479,899		2.50
Croatia		184,109	187,930		0.98
HRVATSKA ELEKTROPRIVREDA	200,000	184,109	187,930		0.98
India		673,462	673,374		3.50
JSW STEEL LTD	250,000	218,853	215,313		1.12
TATA STEEL LTD	250,000	230,114	229,332		1.19
VEDANTA RESOURCES PLC	250,000	224,495	228,729		1.19
Indonesia		224,551	188,512		0.98
JAPFA COMFEED INDONESIA TBK PT	250,000	224,551	188,512		0.98
Italy		644,997	656,114		3.42
FINMECCANICA SPA	200,000	191,706	198,702		1.04
WIND TELECOMUNICAZIONI SPA	500,000	453,291	457,412		2.38
Canada		744,889	704,547		3.67
BARRICK GOLD CORP	250,000	221,526	217,882		1.13
BOMBARDIER INC	300,000	258,066	247,200		1.29
URANIUM ONE INC	300,000	265,297	239,465		1.25
Kazakhstan		415,055	441,884		2.30
KAZMUNAYGAZ NATIONAL CO	500,000	415,055	441,884		2.30
Colombia		236,058	237,445		1.24
ECOPETROL SA	250,000	236,058	237,445		1.24
Russia		101,430	95,071		0.50
LUKOIL OAO	100,000	101,430	95,071		0.50
China		760,241	759,397		3.96
ALIBABA GROUP HOLDING LTD	350,000	312,735	301,468		1.57
CAR INC	250,000	224,249	232,065		1.21
SEMICONDUCTOR MANUFACTURING INTERNATIONAL CORP	250,000	223,257	225,864		1.18

Table (cont'd)

Issuer	Amount	Acquisition value	Carrying amount	Carrying amount
	Total face value	EUR	EUR	to fund's assets (%)
Latvia		201,839	214,920	1.12
ABLV BANK, AS	275,000	201,839	214,920	1.12
UK		227,065	221,344	1.15
FIAT CHRYSLER AUTOMOBILES NV	250,000	227,065	221,344	1.15
Luxembourg		440,075	430,656	2.24
ARCELORMITTAL	400,000	440,075	430,656	2.24
Mexico		457,480	470,730	2.45
CREDITO REAL SAB DE CV SOFOM ER	250,000	236,281	238,768	1.24
GRUPO KUO SAB DE CV	250,000	221,199	231,962	1.21
Singapore		184,646	191,135	1.00
BW GROUP LTD	200,000	184,646	191,135	1.00
Turkey		688,198	704,800	3.68
ANADOLU EFES BIRACILIK VE MALT SANAYII AS	250,000	198,856	200,676	1.05
MERSIN ULUSLARARASI LIMAN ISLETMECILIGI AS	250,000	237,845	239,953	1.25
TURKIYE SISE VE CAM FABRIKALARI AS	300,000	251,497	264,171	1.38
Hungary		214,943	214,901	1.12
NITROGENMUVEK ZRT	250,000	214,943	214,901	1.12
Total		19,411,070	19,196,567	100.00

Note 4

Deposits from credit institutions

	30.06.2015		31.12.2014	
	Carrying amount EUR	Carrying amount to fund's assets %	Carrying amount EUR	Carrying amount to fund's assets %
Demand deposits with credit institutions				
Demand deposits with ABLV Bank, AS	(179,464)	(0.93)	-	-
Total demand deposits with credit institutions	(179,464)	(0.93)	-	-

Note 5

Dynamics of fund performance

Dynamics of investment fund's annual performance*:

Item	30.06.2015	31.12.2014
Net assets (EUR)	18,996,739	17,415,587
Number of investment certificates	2,042,070	2,065,888
Value of investment fund's investment certificates (EUR)	9.30	8.43
Net assets (USD)	21,255,451	21,144,264
Number of investment certificates	2,042,070	2,065,888
Value of investment fund's investment certificates (USD)	10.41	10.23
	01.01.2015.- 30.06.2015.	01.01.2015.- 30.06.2015.
Annual performance on investment fund's investment certificates (USD)	1.70%	4.80%

* - Performance is calculated as the value of the fund's share at the end of the reporting period to its value at the beginning of the reporting period. This ratio is expressed as annual percentage raised to the power, where the dividend is 365, but the divisor is the number of days of the reporting period.

Note 6

Events after reporting date

As of the last day of the reporting period until the date of approval of these financial statements there have been no significant events that could produce a material effect on the fund's performance for the reporting period.