



Avaron Emerging Europe Fund

SEMI-ANNUAL REPORT FOR THE FINANCIAL YEAR 2025
UNAUDITED

TABLE OF CONTENTS

FUND FACTS	3
INVESTMENT MANAGERS' REPORT	4
CONFIRMATION OF SEMI-ANNUAL FINANCIAL STATEMENTS OF 2025	10
FINANCIAL STATEMENTS	11
BALANCE SHEET.....	11
STATEMENT OF INCOME AND EXPENSES.....	12
STATEMENT OF CHANGES IN NET ASSETS	13
STATEMENT OF CASH FLOWS	14
NOTES TO THE FINANCIAL STATEMENTS	15
NOTE 1. ACCOUNTING POLICIES AND ASSESSMENTS USED	15
NOTE 2. RISK MANAGEMENT.....	20
NOTE 3. CASH AND CASH EQUIVALENTS	25
NOTE 4. CLASSIFICATION OF FINANCIAL ASSETS AND LIABILITIES TO CATEGORIES AND LEVELS.....	26
NOTE 5. NET GAIN/LOSS FROM FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS	28
NOTE 6. RECEIVABLES AND PREPAYMENTS.....	28
NOTE 7. TRANSACTIONS WITH RELATED PARTIES.....	28
STATEMENT OF INVESTMENTS	29
STATEMENT OF COMMISSIONS.....	34

FUND FACTS

Avaron Emerging Europe Fund is a public common investment fund registered in the Republic of Estonia. The Fund complies with the requirements set out in the Directive 2009/65/EC of the European Parliament and of the Council.

Name of the Fund	Avaron Emerging Europe Fund
Fund Management Company	AS Avaron Asset Management (reg. no. 11341336)
Registered address and contact details of the Fund Management Company	Address: Narva mnt 7d, 10117 Tallinn, Estonia Phone: +372 664 4200 Facsimile: +372 664 4201 E-mail: avaron@avaron.com www.avaron.com
Depository & Custody Bank	Swedbank AS (reg. no. 10060701)
Fund Administration (NAV calculation) & Transfer Agent services	Swedbank AS (reg. no. 10060701)
Auditor	KPMG Baltics OÜ (reg. no. 10096082)
Supervisor	Estonian Financial Supervision Authority
Investment Managers	Valdur Jaht, Peter Priisalm, Rain Leesi
Fund established	3 April 2007
Start of the Fund's activities	23 April 2007
Reporting period	1 January 2025–30 June 2025

INVESTMENT MANAGERS' REPORT

General Information

Avaron Emerging Europe Fund (hereinafter: “the Fund”) invests actively in listed equities of Emerging Europe ex-Russia region. The Fund creates alpha to investors through active investment management, stock-picking and responsible investing. The Fund is benchmark agnostic and emphasizes bottom-up, value oriented stock picking with a strong small and mid-cap bias. Thus, the Fund has low overlap to regional indices.

The Fund's investment objective is to maximize upside to internally set target prices, considering in-house built company Quality Score, in-house ESG Score, stock liquidity and FX outlook. By implementing our investment process, we aim to outperform the market with lower volatility. The Fund typically invests in 30-45 regional companies, who generally demonstrate a competitive advantage, have a dynamic management team and strong recurring revenue stream or attractive risk/return features. We only invest in businesses we understand and are able to model ourselves.



Signatory of:



The Fund is managed by AS Avaron Asset Management (hereinafter: “Avaron”), an independent investment management boutique established in 2007 and fully owned by its employees. The Fund's fund managers are seasoned investment managers Valdur Jaht and Peter Priisalm, both of whom are Avaron CIOs and founding partners. Valdur and Peter are supported by Avaron research team which consists of Head of Research, 2 Senior Analysts and 3 Analysts. Avaron's core activity involves investing the assets of Avaron investment funds and institutional investor managed accounts into Emerging Europe listed equities.



The Fund is a UCITS-V and SFDR Article 8 fund, registered for public sale in Estonia, France, Germany, Austria, Finland, Sweden, Norway, Denmark, Latvia and Lithuania. The Fund's fund administration, custody services and transfer agent services are outsourced to Swedbank AS.

Investment Philosophy: Stock-Picking, Active Management and ESG Focus

We rely on stock-picking based on in-house company research. Over time stock prices tend to over or underreact to market news and thus deviate from fundamental value of a company. To take advantage of such occurrences our portfolio construction is fully bottom-up, assessing every investment case on a standalone basis. Our idea generation is proprietary, driven predominantly by upside to internally set fair value targets.

We tend to have long term holding periods, but our upside oriented investment process also allows us to take advantage of short-term market volatility without losing focus of the underlying fundamental value of the company. We search for well managed companies with leading market

positions, identifiable competitive advantage(s) and strong recurring revenue based business models that we understand and are able to model ourselves.

Within our investment process **we put strong emphasis on company quality that is assessed by using an internal Quality Score** focusing on management team and business model quality, and financial strength of the company. Besides conventional financial and non-financial aspects, **we have integrated in-house issuer focused ESG rating into our investment process** leveraging upon our bottom-up regional expertise with an aim to identify material ESG risks and value creation opportunities.

Our investment team has been following vast majority of our current listed equity universe over 18 years, which serves as an important strength in assessing the companies' future potential. In order to have an extensive knowledge base of the companies in our universe **we have taken a strategic decision not to outsource ESG analysis to third party providers** but rather to educate our research team and develop the knowhow in-house.

Responsible investing and ESG processes have been integrated into our investment process since 2011 when Avaron joined the PRI, an international network of financial institutions to promote sustainable investment through the incorporation of environmental, social and corporate governance principles. Over the years we have put a lot of work into developing our ESG research and integration processes to ensure a rigorous framework that adds value in investment and risk management. Today, Avaron Emerging Europe Fund relies upon negative and norms-based screening accompanied by ESG ratings that are established by our own investment team using an internally developed rating system. Furthermore, Avaron ESG ratings are linked to the valuation of issuers ensuring full ESG integration to the investment decision-making process. Our processes are outlined in our [Responsible Investment Policy](#).

In April 2023 Avaron Emerging Europe Fund, being the first Emerging Europe investment fund, was granted LuxFLAG ESG Label. The primary objective of the LuxFLAG ESG Label is to reassure investors that the Fund incorporates ESG (Environmental, Social and Governance) criteria throughout the entire investment process while screening 100% of their invested portfolio according to three of the ESG strategies and standards recognized by LuxFLAG. In spring 2025 Avaron successfully passed LuxFLAG's audit and was granted the label for three years after which a new audit of our responsible investment processes is carried out to confirm the Fund's compliance with the label criteria.



We have categorized Avaron Emerging Europe Fund as an Article 8 product according to the SFDR. This means that the Fund promotes environmental and/or social characteristics, which is achieved using our internal ESG rating system in the investment decision-making process. The Fund considers principle adverse impacts (PAI) of investment decisions on sustainability factors. **The latest PAI statement of the Fund is available [here](#).** For further details on SFDR-related disclosures please refer to this report and appendix 3 in the Fund Prospectus.

Main Developments During H1 2025

First half of 2025 was strong for Emerging Europe equities and for the Fund, as the region outperformed both global and Emerging Markets indices despite ongoing geopolitical and macroeconomic uncertainties. The MSCI Emerging Europe ex-Russia benchmark returned +17.8% in EUR, while the Avaron Emerging Europe Fund delivered +22.4% net of fees, driven by successful stock selection and favourable positioning in core markets.

Poland was the largest geographical contributor with +10.1pp, followed by Greece (+6.8pp), Slovenia (+2.4pp), and Czech Republic (+1.8pp). The Fund's underweight in Turkey modestly detracted from performance, but this was offset by strong gains in other markets. Sector-wise, financials remained the dominant positive contributor (+10.9pp), followed by consumer discretionary (+1.0pp) and health care (+2.6pp).

Graph 1. E unit performance

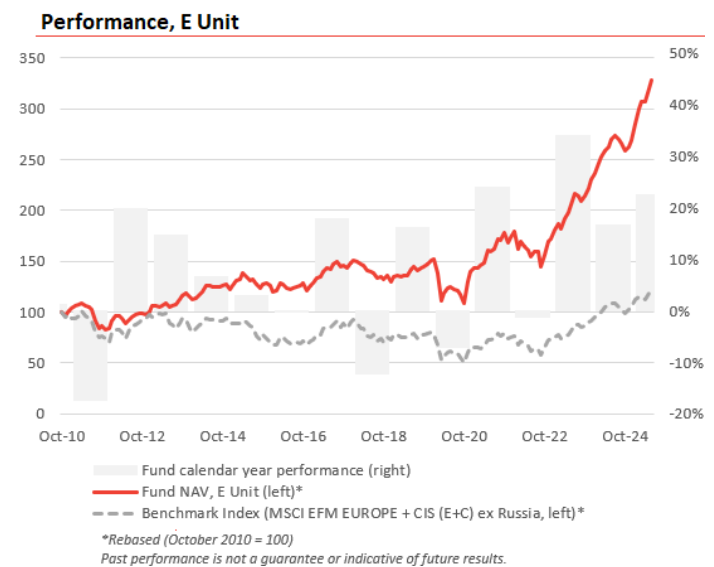


Table 1. Cumulative rate of net return of Fund's NAV and index, in EUR

	A unit	B unit	C unit	D unit	E unit	Index*	Excess return (E unit)
2025 H1	23.4%	23.3%	23.2%	22.8%	22.4%	17.8%	4.7%
1 year	22.8%	22.8%	22.7%	21.8%	21.6%	12.9%	8.7%
3 years	112.3%	114.5%	114.5%	109.6%	112.9%	100.5%	12.4%
5 years	165.9%	171.4%	172.0%	161.2%	161.9%	100.8%	61.1%
7 years	137.3%	144.6%	145.6%	131.9%	134.5%	64.2%	70.4%
10 years	156.3%	168.7%	166.2%	148.5%	151.2%	42.1%	109.1%
12 years	220.1%	238.9%	227.9%	208.6%	213.7%	38.8%	174.8%

Fund Positioning and Portfolio Valuation

Regionally, the Fund is primarily invested in companies from Poland (33% of the portfolio), Greece (22%), Hungary (7%), Slovenia (7%), and Romania (4%). Poland remains the anchor of the portfolio, supported by solid economic momentum and resilient corporate earnings. Greece continues to stand out with stable macroeconomic performance and strong banking sector results. Hungary and Slovenia offer selective bottom-up opportunities, particularly in financials and industrials, while Romania contributes exposure to defensive sectors.

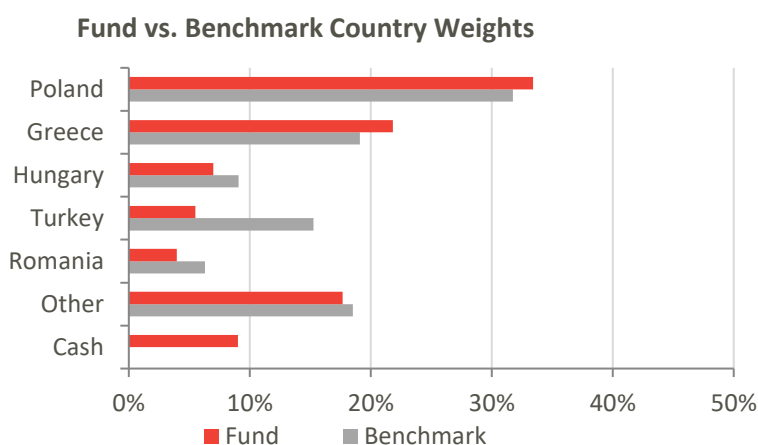
By sector, the Fund focuses on financials (33% of the portfolio), consumer discretionary (15%), and industrials (10%), reflecting a preference for companies that benefit from economic growth and rising domestic demand. In total, 73% of the Fund is allocated to cyclical companies, in line with our conviction that the economic and earnings outlook for the region remains constructive despite lingering geopolitical uncertainties.

Valuation-wise, the portfolio remains attractively priced. Portfolio companies are trading at 8.8 times their expected 12-month forward earnings (P/E), which is approximately 10% below the Fund's long-term average. Non-financial companies are valued at 5.5x forward EV/EBITDA—an 11% premium to historical averages, reflecting strong fundamentals and margin resilience.

Table 3. Style Allocation of the Fund

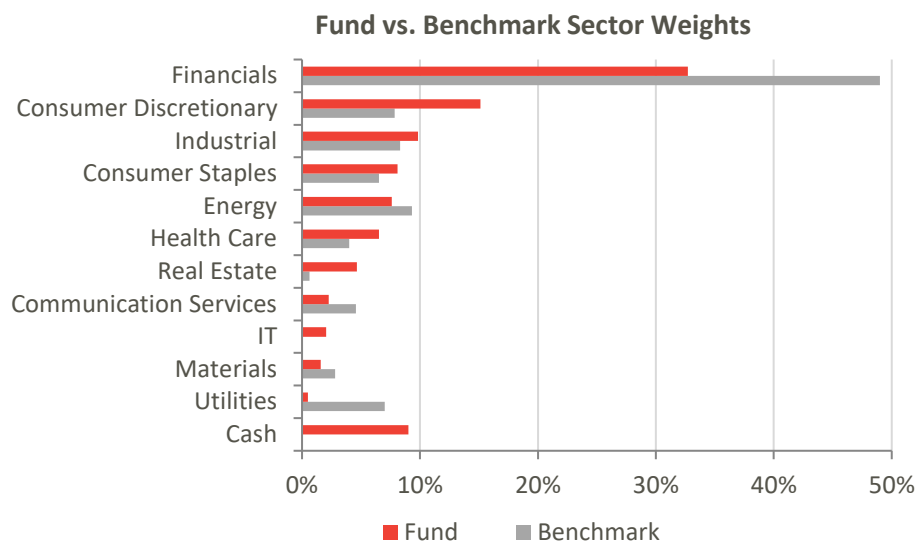
	% of the Fund	P/E adj			EPS adj growth		EV/EBITDA		Div yield	P/B
		12M	2025	2026	2025	2026	2025	2026	2024	12M
Cyclical	70.8%	8.8	8.7	8.4	-0.6%	4.6%	5.7	5.1	5.8%	1.39
Non-cyclical	17.3%	13.8	14.0	11.2	-6.5%	24.7%	7.7	6.5	2.8%	2.11
Asset play	2.9%	-	-	-	-	-	-	-	4.6%	1.12
Total equity	91.0%	9.5	9.4	8.8	-1.4%	7.2%	6.1	5.4	5.2%	1.47

Graph 3. Fund vs. Benchmark Country Weights



Note: Other for Avaron includes Slovenia, Czech Republic, Austria, Estonia, Bulgaria, Croatia and Lithuania. All but Austria are under Other for index as well.

Graph 4. Fund vs. Benchmark Sector Weights



Note: Due to the unavailability of MSCI EFM EUROPE + CIS (E+C) ex Russia country and sector weights respective data of MSCI EFM Europe + CIS (E+C) Index is used instead

Responsible investment in H1 2025

We are proud to announce that Avaron Emerging Europe Fund has been granted LuxFLAG ESG label for the third consecutive period. The label is valid for the next three years until 31st of March 2028. The award of the LuxFLAG ESG label emphasizes the seamless integration of ESG considerations into the investment analysis and decision-making processes as the label is renowned for its high standards and thorough evaluation of the investment products' strategy. Furthermore, it serves as a validation of the Fund's commitment to transparency toward investors, containing crucial elements that form the eligibility criteria for the label.

In March, we renewed our capital market signatory status to CDP and reconfirmed our participation in the 2025 CDP Non-Disclosure Campaign. This year's campaign covers climate change, deforestation, and water security-related disclosures. As in previous years, we are assuming the lead investor role in engagements with selected companies.

The engagement process commenced in June, and we are leading communication with six regional companies, of which two are part of the Fund's portfolio.

In parallel, we continued to progress our multi-year thematic engagement campaign, originally launched in late 2023, which focuses on encouraging companies to set science-based carbon reduction targets aligned with the Paris Agreement. The ongoing engagement targets 21 companies and aims to improve emissions disclosure, establish 2030 mid-term reduction targets, and promote 2050 net-zero goals. This initiative supports our broader ambition of achieving a net-zero portfolio by 2050 and reducing our portfolio's carbon footprint by 50% by 2030. We will publish an update on this engagement in the Fund's forthcoming PAI statement, which includes indicators on the proportion of portfolio companies with Paris-aligned targets.

In H1 48 shareholder meetings were held by the companies in the Fund portfolio. We voted on 42 meetings. Voting details of the Fund can be found on our [website](#).

In June we published the Fund's annual principle adverse impact statement that can be found [here](#).



29 August 2025

Kristel Kivinurm-Priisalm

Member of the Management Board

CONFIRMATION OF SEMI-ANNUAL FINANCIAL STATEMENTS OF 2025

The Management Board of the Fund Management Company has prepared the semi-annual Financial Statements of Avaron Emerging Europe Fund on 29/08/2025.

The Financial Statements have been prepared in accordance with the requirements stipulated in the regulation no 1606/2002/EU of the European Parliament and of the Council on the application of International Financial Reporting Standards (hereinafter "IFRS") as adopted by the European Commission, the Investment Funds Act, Minister of Finance Regulation no 8 of 18/01/2017 "Requirements for the reports of investment funds to be published" and no 11 of 31/01/2017 "Procedure for Determination of Net Asset Value of Investment Funds" as established on the basis of the Investment Funds Act.

It gives a true and fair view of the assets, liabilities, net asset value and performance results of Avaron Emerging Europe Fund. The Management Board considers Avaron Emerging Europe Fund to carry its activities as a going concern.

The semi-annual Financial Statements of Avaron Emerging Europe Fund have been approved by the Fund Management Company and the Investment Managers.

Name	Date	Signature
Kristel Kivinurm-Priisalm Member of the Management Board of the Fund Management Company	29/08/2025	/Signed digitally/
Valdur Jaht Member of the Management Board of the Fund Management Company / Investment Manager	29/08/2025	/Signed digitally/
Peter Priisalm Investment Manager	29/08/2025	/Signed digitally/
Rain Leesi Investment Manager	29/08/2025	/Signed digitally/

FINANCIAL STATEMENTS**BALANCE SHEET**

In EUR

ASSETS	Note	30/06/2025	31/12/2024
Cash and cash equivalents	3	8,588,589	6,191,580
Financial assets at fair value through profit or loss:			
Shares and units	4	70,817,027	53,043,662
Receivables and prepayments	4; 6	504,302	90,701
TOTAL ASSETS		79,909,918	59,325,943
LIABILITIES			
Other financial liabilities			
Payables to the management company	4	312,088	194,555
Payables to the depository	4	9,881	9,353
Other liabilities	4	1,754,005	-
TOTAL LIABILITIES		2,075,974	203,908
NET ASSETS ATTRIBUTABLE TO HOLDERS		77,833,943	59,122,035

STATEMENT OF INCOME AND EXPENSES

In EUR

	Note	01/01/2025- 30/06/2025	01/01/2024- 30/06/2024
INCOME			
Interest income		10,355	3,505
From deposits		10,355	3,505
Dividend income		1,854,699	1,844,308
From shares and units		1,854,699	1,844,308
Net gain/loss from financial assets at fair value through profit or loss		13,233,521	6,875,671
From shares and units	5	13,233,521	6,875,671
Net gain/loss from foreign exchange		-483,085	-44,180
TOTAL INCOME		14,615,490	8,679,304
OPERATING EXPENSES			
Management fees	7	353,130	309,478
Performance fees	7	285,299	66
Custodian fees		101,926	87,089
Transaction fees		3,120	1,146
Other operating expenses		28,332	40,881
TOTAL OPERATING EXPENSES		771,807	438,660
NET INCOME		13,843,683	8,240,644

STATEMENT OF CHANGES IN NET ASSETS

In EUR

	01/01/2025- 30/06/2025	01/01/2024- 30/06/2024	01/01/2023- 30/06/2023
NET ASSET VALUE AT THE BEGINNING OF THE PERIOD	59,122,035	53,936,806	36,768,331
Cash received for fund units issued	17,640,654	2,903,484	4,553,794
Cash paid for fund units redeemed	-12,772,428	-9,111,889	-318,763
Net result of the Fund	13,843,683	8,240,644	7,921,337
NET ASSET VALUE AT THE END OF THE PERIOD	77,833,943	55,969,045	48,924,699
	30/06/2025	30/06/2024	30/06/2023
NUMBER OF THE UNITS IN CIRCULATION AT THE END OF REPORTING PERIOD			
Number of A units in circulation:	295,581.721	70,159.016	104,798.988
Number of B units in circulation:	839,575.549	323,326.709	369,625.233
Number of C units in circulation:	241,357.627	115,533.961	99,584.228
Number of D units in circulation:	555,171.223	519,369.402	452,421.636
Number of E units in circulation:	1,112,564.829	1,276,677.373	1,633,678.373
NET ASSET VALUE OF AN UNIT AT THE END OF REPORTING PERIOD			
Net asset value of the A unit:	11.0289	8.9806	6.9093
Net asset value of the B unit:	12.0798	9.8357	7.5295
Net asset value of the C unit:	41.0320	33.4454	25.5782
Net asset value of the D unit:	32.4776	26.6563	20.5596
Net asset value of the E unit:	32.8054	26.9843	20.5479
TOTAL NET ASSET VALUE OF THE FUND UNITS			
Total net asset value of the A units:	3,259,940	630,067	724,086
Total net asset value of the B units:	10,141,869	3,180,150	2,783,108
Total net asset value of the C units:	9,903,383	3,864,080	2,547,189
Total net asset value of the D units:	18,030,640	13,844,466	9,301,622
Total net asset value of the E units:	36,498,111	34,450,282	33,568,694
TOTAL NET ASSET VALUE	77,833,943	55,969,045	48,924,699

STATEMENT OF CASH FLOWS

In EUR

	01/01/2025- 30/06/2025	01/01/2024- 30/06/2024
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	10,355	11,332
Dividends received	1,516,510	1,448,044
Net result from foreign exchange	-26,551	-60,714
Sale of investments	16,740,831	7,233,155
Purchase of investments	-20,056,980	-2,699,824
Operating expenses paid	-631,121	-953,667
	-2,446,957	4,978,326
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of units	16,497,819	2,903,481
Payments on redemption of units	-11,663,317	-9,110,874
	4,834,502	-6,207,393
TOTAL CASH FLOWS	2,387,545	-1,229,067
CASH AND CASH EQUIVALENTS		
Cash and cash equivalents at the beginning of the period	6,191,580	3,950,513
Effect of exchange rate fluctuations on cash and cash equivalents	9,463	30,225
Cash and cash equivalents at the end of the period	8,588,589	2,751,672

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. ACCOUNTING POLICIES AND ASSESSMENTS USED

The semi-annual financial statements of Avaron Emerging Europe Fund for 2024 have been prepared in compliance with the valid Investment Funds Act as supplemented by the regulations of the Minister of Finance. The financial statements have been prepared, as stipulated in the Minister of Finance Regulation 8 of 18/01/2017 “Requirements for the reports of investment funds to be published” in accordance with the accounting policies and information presentation principles of the International Financial Reporting Standards as approved by the European Commission while taking into account the specifications of the regulation and Rules for Calculating Net Asset Value of Funds.

The financial statements have been prepared in EUR, which is also Fund’s functional and presentation currency.

The main accounting principles used when preparing the financial statements have been set out below.

The following standards and interpretations have been used for the current period

The following amendments to the existing standards issued by the International Accounting Standards Board and adopted by the EU are effective for the current period:

- Amendments to IAS 1 Presentation of Financial Statements (effective for annual periods beginning on or after 1 January 2024),
- Amendments to IAS 7 Statement of Cash Flows and IFRS 7 Financial Instruments: Disclosures: Supplier Finance Arrangements (effective for annual periods beginning on or after 1 January 2024).
- Amendments to IFRS 16 “Leases” (effective for annual periods beginning on or after 1 January 2024).

The adoption of these amendments to the existing standards has not led to any significant changes in the Fund’s accounting policies.

Standards and Interpretations issued by IASB that are adopted by the EU but have not yet been implemented

At present EU has approved the following standards, amendments to the existing standards and interpretations, which were not yet applicable:

- Amendments to IAS 21 “The Effects of Change in Foreign Exchange Rates.” (effective for annual periods beginning on or after 1 January 2025),

The Fund has not applied the new standards or amendments before deadline. The new standards and amendments listed above may have an impact on Fund’s effective accounting principles. The Fund measures the potential impact on its financial reports.

Standards and interpretations issued by IASB but not yet adopted by the EU

At present, the IFRS’ as adopted by the EU do not significantly differ from regulations adopted by the International Accounting Standards Board (IASB) except the following standards, amendments to the existing standards and interpretations, which were not endorsed for use as at date of publication of the financial statements:

- IFRS 19 Subsidiaries without Public Accountability: Disclosures (effective for annual periods beginning on or after 1 January 2027),

- IFRS 18 Presentation and Disclosure in Financial Statements (effective for annual periods beginning on or after 1 January 2027),
- Amendments to the Classification and Measurement of Financial Instruments – Amendments to IFRS 9 and IFRS 7 (effective for annual periods beginning on or after 1 January 2026)

The Fund has not estimated the impact on the new standards and amendments on its accounting principles and semi-annual report.

Use of estimates and judgements

The preparation of the financial statements calls for the management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Estimates and judgements have been used according to the best knowledge based on prior experience and other factors that the management considers reasonable under the circumstances. The estimates and underlying assumptions are reviewed on an ongoing basis.

Financial instruments are recognized in the balance sheet at fair value taking into account the principles stipulated in the Rules for Calculating Net Asset Value of Funds approved by the Management Board. The fair value of financial instruments quoted on actively traded markets is determined by the quoted prices. If the prices in active markets are not available other valuation models are being used according to the Rules for Calculating Net Asset Value of Funds. Main risks involved with the estimates and judgements that may affect the value of the Fund's assets and liabilities are related to measuring the fair value of financial instruments based on valuation models that use unobservable inputs.

Foreign currency transactions

Foreign currency transactions are recorded using the last bid rate established by the depositary for the funds managed by AS Avaron Asset Management on the transaction date (hereinafter referred to as the depositary bid rate). This rate is based on market inputs. The assets and liabilities quoted in foreign currency are translated into EUR based on the depositary bid rate applicable on the reporting date.

Gains and losses from foreign currency transactions are recorded in the statement of income and expenses under "Gain/ (loss) from transactions in foreign currencies" on a net basis.

Financial instruments

Financial instrument is a contract that gives rise to a financial asset of one entity and a financial liability or equity instrument of another entity.

Financial assets include cash, contractual right to receive cash or another financial assets (for example receivables) from another entity, equity instruments of another entity and contractual rights to exchange financial assets with another entity under potentially favourable conditions. Financial liabilities include contractual obligation to deliver cash or other financial assets to another entity or to exchange financial assets with another entity under potentially unfavourable conditions.

Financial assets and liabilities are initially recorded at cost, which is the fair value of the consideration paid or received to acquire the financial asset or liability. Financial instruments are later divided into three categories in accordance to the principles of IFRS 9 taking into account the measurement:

1. amortised cost (AC);
2. fair value through other comprehensive income (FVOCI);
3. fair value through profit or loss (FVTPL).

The Fund does not hold financial assets measured at fair value through other comprehensive income.

Classification

On initial recognition, the Fund classifies financial instruments at amortised cost or fair value through profit or loss. A financial instrument is measured at amortised cost if it is not designated as at FVTPL, it is held within a business model whose objective is to hold assets to collect contractual cash flows, and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI). The classification and subsequent measurement depend on the business model for managing the financial assets and the contractual cash flow characteristics. The classification of financial assets is determined at initial recognition. The Fund has determined the following business models for managing financial assets:

- Held-to-collect business model, which includes financial assets that are held to collect contractual cash flows.
- Other business model, where financial assets are not held within a business model whose objective is to hold assets to collect contractual cash flows. These financial assets are managed and their performance is evaluated, on a fair value basis, with frequent purchases and sales taking place.

Recognition

In the course of normal business activities investments into shares or units of funds, bonds and derivative instruments are recognised using the trade date accounting principles. Trade date is defined as the date when the Fund takes the obligation to buy or sell the financial instrument. Financial assets and liabilities are initially recognised at acquisition cost, which is the fair value of the consideration paid for the financial asset.

After initial recognition the financial assets and liabilities are measured at fair value in the category “At fair value through profit or loss” or at amortised cost. Gains/ (losses) from the revaluation of securities are recorded in the statement of income and expenses under “Net gain/loss from financial assets at fair value through profit or loss”.

Dividend income from the financial assets at fair value through profit or loss are recorded in the statement of income and expenses under “Dividends” at the moment when the Fund’s right to the dividend is fixed.

Fair value of financial instruments

Fair value is the price that would be received upon selling an asset or paid upon transferring a liability in an orderly transaction in the principal market (or the most advantageous market) (i.e. exit price) between market participants at the measurement date, irrespective if the price is easily traceable or shall be determined using other valuation techniques. According to the fair value hierarchy stipulated in IFRS 13 the financial instruments at fair value shall be divided into three levels depending on the rate of observable inputs used:

- level 1 – unadjusted quoted prices in active market for identical assets or liabilities,
- level 2 – inputs other than quoted prices in level 1 that are observable directly or indirectly,
- level 3 – unobservable inputs for an asset or liability.

Observable inputs are inputs that are determined based on the market data (such as publicly available information about actual events or transactions) and that reflect assumptions which

market participants would use when pricing an asset or a liability. When a fair value measurement is developed using inputs from multiple levels of the fair value hierarchy, the fair value measurement of that instrument shall fall entirely into the lowest level from which the inputs have been used.

If an instrument is traded on multiple regulated markets, based on professional judgement, the one that is most liquid and most representative is considered as the principal market.

Measuring the fair value of financial instruments is based on the Rules for Calculating Net Asset Value of Funds approved by the Management Board. General principles are the following:

- The market value of shares traded on a regulated market is determined on the basis of the official closing price on the reporting date. If the closing price is unavailable, the official mid price is used. If the mid price is also unavailable, the last official bid price is used.
- The value of a listed debt security shall be determined on the basis of the last known market quote. Avaron will determine which of the following reflects best the last known market quote representing the fair value of a debt security on the valuation date: last traded price on the regulated market or multilateral trading facility; last reported traded price based on the source of the financial data vendor currently used; mid-market price on the regulated market or multilateral trading facility; bid price on the regulated market or multilateral trading facility; mid-market price provided by sources of the financial data vendor currently used; bid price provided by sources of the financial data vendor currently used. Should market quotes for an instrument not be available or in the opinion of Avaron do not represent the actual value of a listed debt security, its value will be determined on the basis of the yield curve method. If yield curve method cannot be used due to the absence of reliable data or its low sample size, the amortized cost method shall be used.
- The value of options not traded on a regulated market is determined based on the Black & Scholes valuation model. The inputs that are necessary for the calculation are determined by the Fund Management Company after consulting with the counterparty of the option.

Derecognition

Securities are removed from the balance sheet when the Fund has lost control over the corresponding financial assets either as a result of selling them or expiry of their term. FIFO method is used in accounting for the realised gains/ (losses) from securities transactions. The line "Sales profit/ (loss)" in the statement of income and expenses indicates the difference between the sales amount of an instrument and the corresponding acquisition cost.

Offsetting

Financial assets and liabilities are offset only when the Fund has a legal right to offset the amounts and it intends to use the right.

Cash and cash equivalents and cash flows

Cash and cash equivalents comprise of the Fund's current accounts and over-night deposits that are subject to an insignificant risk of changes in their fair value.

Cash flows from operating activities are reported using the direct method.

Deposits

Deposits comprise term deposits of credit institutions given that their maturity is less than 12 months. Deposits are initially recognised at acquisition cost and subsequently measured at amortized cost using the effective interest rate method.

Receivables

Receivables include revenues calculated on the accrual basis but not yet collected, including dividend receivables and other accrued income. Miscellaneous receivables include receivables from unsettled sales transactions.

Receivables are initially recognised at fair value and subsequently recorded at amortized cost using the effective interest rate method from which any possible impairment loss has been deducted.

Other financial liabilities

Other financial liabilities include management fee and performance fee payables to the Fund Management Company; depository fee, safekeeping fee and transaction fee payables to the depository. Liabilities also include payables to Fund unit holders for redeemed units. Miscellaneous liabilities include payables for securities purchase transactions.

Other financial liabilities are initially recognised at fair value and subsequently recorded at amortized cost using the effective interest rate method.

Fund units

The Fund has five classes of units which are redeemable at demand of the unit-holder. Different rights are attached to different unit classes. All the unit classes are reported as financial liabilities. Units shall be issued, redeemed and switched on every banking day according to the Fund rules. The redemption price of a unit is equal to the net asset value of the unit as of the trade.

The net asset value of a Unit is determined by dividing the total net asset value of a class of Units by the number of Units of that class that have been issued and not redeemed (adjusted by the number of Units from unsettled subscription and redemption orders that have been received by the Management Company). The income of the Fund shall not be distributed to unit holders but shall be reinvested. A unit holder's profit or loss is reflected in the Unit's net asset value change.

Interest and dividend income

Interest income is recognised on accrual basis using the effective interest rate method. It comprises reported interest from cash and cash equivalents, deposits and debt instruments at fair value through profit or loss.

Received dividends are recorded under "Dividends" at the moment when the shareholder's right to the dividend is fixed.

Operating expenses

The operating expenses of the Fund include the management fee and performance fee payable to the management company, the depository fee payable to the Fund's depository, fund administration fees, fees to the registrar of fund units, transaction fees and other operating expenses stated in the Fund rules. Transaction fees related to security purchase and sales transactions are recorded under "Transaction fees" in the statement of income and expenses. ~

Related parties

Parties that are considered as related parties to the Fund are the Management Company AS Avaron Asset Management, other investment funds managed by the management company, all the group companies, the Management Board of the Fund Management Company and their related parties. According to the Fund rules the Fund pays management fees to the Management Company on a monthly basis.

NOTE 2. RISK MANAGEMENT

Short Overview of Investment and Risk Management Techniques

Avaron focuses on Emerging Europe listed equity asset class with an objective to deliver positive risk adjusted return to our clients over the market cycle. This is achieved by constructing a portfolio of companies that maximises the aggregate upside to internally set target prices of individual companies in our investment universe taking into account the quality and ESG profile of a company, liquidity of an instrument and where relevant also FX outlook.

Our investment philosophy is based on value investing principles. Over time stock prices tend to over or underreact to market news and thus deviate from fundamental value of a company. In order to take advantage of such occurrences our portfolio construction is fully bottom-up, assessing every investment case on a standalone basis. Our idea generation is proprietary, driven predominantly by upside to internally set fair value targets. We tend to have long term holding periods but our upside oriented investment process also allows us to take advantage of short-term market volatility without losing focus of the underlying fundamental value of the company. We search for well managed companies with leading market positions, identifiable competitive advantage(s) and strong recurring revenue based business models that we understand and are able to model ourselves.

Within our investment process we put strong emphasis on company quality that is assessed by using an internal Quality Score focusing on management team and business model quality, and financial strength of the company. Besides conventional financial and non-financial aspects we have integrated ESG analysis into our investment process leveraging upon our bottom-up regional expertise with an aim to identify material ESG risks and value creation opportunities. Our investment team has been following vast majority of our current listed equity universe over a decade, which serves as an important strength in assessing the companies' future potential. In order to have an extensive knowledge base of the companies in our universe we have taken a strategic decision not to outsource ESG analysis to third party providers but rather to educate our research team and add an ESG specific layer within our investment process.

Portfolio liquidity analysis and diversification among sectors, countries, currencies and instruments are the main risk management tools used. In addition, the Fund Management Company may use derivatives to hedge or take directional exposure in currencies. The Fund Management Company actively follows financial results of companies and makes relevant changes in the Fund's portfolio based on the Fund Manager's views of the economy and attractiveness of each financial instrument.

The Fund Management Company has established procedures for internal risk management in order to identify, monitor, measure and hedge the risks associated with the Fund's investments. The Fund Management Company regularly examines that the Fund is in compliance with its investment restrictions.

Credit risk

Credit risk refers to the risk that the issuer of a security where the Fund has invested or the counterparty to a transaction on account of the Fund fails to perform its obligations either fully or partially (e.g. an issuer fails to redeem the issued debt obligations, a counterparty to a trade does not deliver the securities or cash during the settlement, a counterparty defaults on a loan granted by the Fund), causing damage to the Fund.

Maximum exposure to credit risk as of the end of the period in EUR (detailed overview regarding cash and cash equivalents presented in Note 3):

	30/06/2025	% of NAV	31/12/2024	% of NAV
Cash and cash equivalents	8,588,589	11.03%	6,191,580	10.47%
Receivables and prepayments	504,302	0.65%	90,701	0.15%
TOTAL	9,092,891	11.68%	6,282,281	10.62%

The Fund's assets can be invested in bonds that are liquid and transferable. In case of debt securities with investment grade rating by S&P (or Moody's equivalent) of BBB- or higher a basic financial analysis and a study of terms of the issue (prospectus) is conducted. In case of debt securities with no rating / non-investment grade rating, higher due diligence requirements apply.

The Fund had no investments in bonds as at 30 June 2025 nor 31 December 2024.

The Fund's cash and cash equivalents are held with Fund's depository Swedbank AS, which parent company Swedbank AB is rated A+ as of 20/09/2024 by Standard & Poor's, with AS SEB Bank, which parent company Skandinaviska Enskilda Banken AB is rated A+ as of 28/11/2024 (Standard & Poor's).

Liquidity risk

Liquidity risk refers to the risk that due to low liquidity a financial instrument cannot be sold at the desired time, at the desired price or there is no market (buyer) at all. Liquidity risk is particularly relevant in case of investing into small cap companies and instruments not traded on a regulated securities market.

Liquidity risk is managed through regular liquidity analysis and limitations on estimated exit times from positions and analysis of aggregate ownership in share capital and free float. Regular liquidity stress tests are performed to assess the adequacy of the Fund's liquidity profile.

The Fund maintains a credit line of 4,500,000 EUR that can be accessed to meet short-term liquidity needs. These resources have not been used as of 30/06/2025.

Maximum exposure of financial liabilities according to the maturity as of the end of the period in EUR:

	Up to 3 days		Up to 1 month		Over 1 month	
	30/06/2025	31/12/2024	30/06/2025	31/12/2024	30/06/2025	31/12/2024
Payables to the management company	-	-	312,088	194,555	-	-
Payables to the depository	-	-	9,881	9,353	-	-
Payables for redeemed units	38,542	-	-	-	-	-
Trade settlement payable	1,692,839	-	-	-	-	-
Other liabilities	-	-	-	-	22,625	-
TOTAL	1,731,380	-	321,969	203,908	22,625	-

Positions that may take more than 11 business days to liquidate based on six months average trading volume (30% of trading volume).

Instrument	Country	Sector	% of NAV	
			30/06/2025	31/12/2024
NOVA LJUBLJANSKA BANKA DD	Slovenia	Financials	4.08%	4.56%
FOURLIS SA	Greece	Consumer Discretionary	1.74%	0.97%
SPHERA FRANCHISE GROUP SA	Romania	Consumer Discretionary	1.74%	2.46%
BULGARIA REAL ESTATE FUND	Bulgaria	Real Estate	1.34%	1.35%
SPAN DD	Croatia	IT	0.93%	3.27%
TALLINNA SADAM AKTSIA	Estonia	Industrial	0.44%	0.51%
KRKA	Slovenia	Health Care	-	5.81%
WIRTUALNA POLSKA HOLDING SA	Poland	Communication Services	-	1.33%
TALLINK GRUPP	Bulgaria	Financials	-	0.63%
TOTAL			10.26%	20.88%

Market risk

Market risk refers to the risk of suffering losses due to adverse price movements at a specific securities market or a market for other assets. Adverse price movements may be caused by a country's weak economic indicators, poor financial results of an business sector, volatile securities market, investors' behaviour and psychology and other factors. Diversification among sectors, countries, currencies and instruments are the main risk management tools used by the Fund to address market risk.

Currency risk

The Fund is open to foreign currency risk. Currency breakdown of Fund's assets in EUR:

	30/06/2025	% of Fund's assets	31/12/2024	% of Fund's assets
EUR	30,413,776	38.06%	18,062,464	33.12%
PLN	26,324,523	32.94%	13,578,448	24.90%
HUF	5,694,535	7.13%	8,460,246	15.51%
RON	4,931,003	6.17%	6,939,915	12.73%
TRY	4,398,588	5.50%	0	0.00%
GBP	4,337,439	5.43%	3,755,114	6.89%
CZK	2,787,831	3.49%	2,759,721	5.06%
BGN	1,022,223	1.28%	979,866	1.80%
TOTAL	79,909,918	100.00%	54,535,774	100.00%

Currency risk sensitivity analysis

Fund's net asset value would have been affected by the weakening of foreign currencies against EUR on 30 June 2025. The sensitivity analysis assumes the weakening of foreign currency rates against EUR in the magnitude of the change from the higher to lower value from 2007 onwards. The analysis assumes that all the other variables remain constant. Analysis for 31 December 2024 has been made using the same assumptions.

The impact on net assets attributable to holders and net income:

	30/06/2025			31/12/2024		
	Impact in EUR (-10% weakening)	Maximum annual currency weakening	Currency's % of NAV	Impact in EUR (-10% weakening)	Maximum annual currency weakening	Currency's % of NAV
PLN	-2,632,452	-35%	32.94%	-1,411,210	-35%	23.79%
HUF	-569,454	-28%	7.13%	-733,497	-28%	12.36%
CZK	-278,783	-22%	3.49%	-294,384	-22%	4.96%
RON	-493,100	-20%	6.17%	-702,927	-20%	11.85%
GBP	-433,744	-25%	5.43%	-370,684	-25%	6.25%
TRY	-439,859	0%	5.50%	0	0%	0.00%
BGN	-102,222	0%	1.28%	-79,346	0%	1.34%
TOTAL	-4,949,614		61.94%	-3,592,048		60.56%

Instrument's price risk

Price risk is closely related to market risk but mainly affects a specific security or investment. Price risk is the risk of suffering losses due to adverse price movements of a specific stock or another investment. The price of a specific security is affected by developments in the issuer's financial results, changes in the competitive environment, analyst estimates and commentaries, etc.

Concentration of risk of Fund's investments based on sectors as of the end of the period in EUR:

	30/06/2025	% of NAV	31/12/2024	% of NAV
Financials	25,470,796	32.72%	20,613,207	34.87%
Consumer Discretionary	11,769,776	15.12%	6,876,037	11.63%
Industrial	7,659,713	9.84%	3,541,921	5.99%
Consumer Staples	6,304,457	8.10%	3,706,837	6.27%
Energy	5,919,594	7.61%	4,806,485	8.13%
Health Care	5,071,929	6.52%	6,823,281	11.54%
Real Estate	3,623,868	4.65%	793,459	1.34%
Communication Services	1,765,287	2.27%	2,282,618	3.86%
IT	1,596,086	2.05%	333,737	0.56%
Materials	1,241,271	1.59%	2,894,060	4.90%
Utilities	394,250	0.51%	372,020	0.63%
TOTAL	70,817,027	90.98%	53,043,662	89.72%

Concentration of risk of Fund's investments based on emitent's geographic location as of the end of the period in EUR:

	30/06/2025	% of NAV	31/12/2024	% of NAV
Poland	23,767,604	30.54%	12,252,883	20.72%
Greece	11,505,781	14.78%	14,669,675	24.81%
Hungary	5,433,000	6.98%	6,535,133	11.05%
Slovenia	5,164,592	6.64%	3,095,918	5.24%
China	4,244,853	5.45%	0	0.00%
Turkey	4,289,527	5.51%	0	0.00%
Romania	3,080,084	3.96%	7,587,019	12.83%
Czech Rep.	2,414,284	3.10%	2,943,844	4.99%
Luxembourg	2,236,052	2.87%	764,692	1.29%
Estonia	1,756,988	2.26%	370,749	0.63%
Croatia	1,710,538	2.20%	0	0.00%
Austria	1,301,400	1.67%	1,819,630	3.08%
Netherlands	1,254,580	1.61%	0	0.00%
Belgium	1,241,271	1.59%	2,210,660	3.74%
Bulgaria	1,022,223	1.31%	793,459	1.34%
Lithuania	394,250	0.51%	0	0.00%
TOTAL	70,817,027	90.98%	53,043,662	89.72%

Instrument's price risk sensitivity analysis

Sensitivity analysis is based on standard deviation of the Fund since launch, whereas the Fund's risk profile has been calculated based on normal distribution. The analysis assumes that all the other variables remain constant. Analysis as per 31 December 2024 has been made with using the same assumptions.

	probability	+/- possible change of Fund's NAV during year	
		30/06/2025	31/12/2024
σ	68.27%	13.46%	13.35%
2σ	95.45%	26.92%	26.69%
3σ	99.73%	40.38%	40.04%

NOTE 3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents by credit institution and currency

	30/06/2025	% of NAV, converted into EUR	31/12/2024	% of NAV, converted into EUR
Swedbank AS		11.04%		10.47%
EUR	5,579,684	7.17%	3,498,335	5.92%
CZK	9,246,777	0.48%		-
PLN	1,364,103	0.41%	1,416,804	0.56%
TRY	5,135,128	0.14%		-
HUF	104,886,015	0.34%	329,262,234	2.44%
RON	9,403,963	2.38%	7,779,435	1.71%
GBP	79,467	0.12%		-
AS SEB Bank		0.00%		0.00%
EUR	390	0.00%	421	0.00%
TOTAL		11.04%		10.47%

The Fund's cash and cash equivalents are held with Fund's depository Swedbank AS, which parent company Swedbank AB is rated A+ as of 20/09/2024 by Standard & Poor's, with AS SEB Bank, which parent company Skandinaviska Enskilda Banken AB is rated A+ as of 28/11/2024 (Standard & Poor's).

NOTE 4. CLASSIFICATION OF FINANCIAL ASSETS AND LIABILITIES TO CATEGORIES AND LEVELS

In EUR

30/06/2025

	Measured at fair value through profit or loss			Financial assets at amortised cost			Financial liabilities at amortised cost		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
ASSETS									
Cash and cash equivalents	-	-	-	8,588,589	-	-	-	-	-
Shares and units	70,817,027	-	-	-	-	-	-	-	-
Dividend receivable	-	-	-	-	358,558	-	-	-	-
Receivables for units subscribed	-	-	-	-	145,744	-	-	-	-
LIABILITIES									
Payables to the management company	-	-	-	-	-	-	-	312,088	-
Payables to the depository	-	-	-	-	-	-	-	9,881	-
Payments on redemption of units*	-	-	-	-	-	-	-	38,542	-
Trade settlement payable*	-	-	-	-	-	-	-	1,692,839	-
Other liabilities*	-	-	-	-	-	-	-	22,625	-
TOTAL	70,817,027	-	-	8,588,589	504,302	-	-	2,075,974	-

* Liabilities are carried in the balance sheet under "Other liabilities"

According to the estimates of the Fund Management Company the carrying value of financial assets and liabilities at amortised cost amounts approximate fair value.

There have been no transfers of the assets designated as at fair value from one level to another as of the end of the period.

In EUR

31/12/2024

	Measured at fair value through profit or loss			Financial assets at amortised cost			Financial liabilities at amortised cost		
	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3	Level 1	Level 2	Level 3
ASSETS									
Cash and cash equivalents	-	-	-	6,191,580	-	-	-	-	-
Shares and units	53,043,662	-	-	-	-	-	-	-	-
Dividend receivable	-	-	-	-	17,223	-	-	-	-
Receivables for units subscribed	-	-	-	-	73,478	-	-	-	-
LIABILITIES									
Payables to the management company	-	-	-	-	-	-	-	194,555	-
Payables to the depository	-	-	-	-	-	-	-	9,353	-
TOTAL	53,043,662	-	-	6,191,580	90,701	-	-	203,908	-

According to the estimates of the Fund Management Company the carrying value of financial assets and liabilities at amortised cost amounts approximate fair value.

There have been no transfers of the assets designated as at fair value from one level to another as of the end of the period.

NOTE 5. NET GAIN/LOSS FROM FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

In EUR

	01/01/2025- 30/06/2025	01/01/2024- 30/06/2024
Net gain/loss from financial assets at fair value through profit or loss		
From shares and units		
Sales profit/(-loss)	7,366,160	2,107,390
Unrealised profit /(-loss)	5,867,361	4,454,254
Total net gain/(-loss)	13,233,521	6,561,644

NOTE 6. RECEIVABLES AND PREPAYMENTS

In EUR

	30/06/2025	31/12/2024
Dividend receivable	358,558	17,223
Receivables for units subscribed	145,744	73,478
TOTAL	504,302	90,701

NOTE 7. TRANSACTIONS WITH RELATED PARTIES

In addition to the Fund Management Company, companies belonging to the same group, other investment funds managed by the Management Company and shareholders of the management company are considered to be related parties to the Fund.

The transactions with related parties were in EUR as follows:

	01/01/2025- 30/06/2025	01/01/2024- 31/12/2024
Fund Management Company		
Paid management and performance fees	638,429	764,364
TOTAL	638,429	764,364

The balances outstanding with related parties were as follows in EUR:

	30/06/2025	31/12/2024
Fund Management Company		
Management and performance fee payable	312,088	194,555

The market value of Avaron Emerging Europe Fund units owned by the shareholders of the Fund Management Company amounted to 118,950 EUR as of 30/06/2025 (31/12/2024: 96,159 EUR).

STATEMENT OF INVESTMENTS**In EUR as of 30/06/2025**

Name	ISIN	Emitent country	Rating agency	Rating	FX	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
SHARES										
SHARES LISTED ON STOCK EXCHANGE:										
COCA-COLA HBC AG	CH0198251305	CH	S&P	BBB+	GBP	22.30	2,135,933	44.32	4,244,853	5.45%
POLSKI KONCERN NAFTORNY ORLEN LPP SA	PLPKN0000018	PL	Fitch	BBB+	PLN	13.18	2,735,379	19.31	4,007,997	5.15%
NOVA LJUBLJANSKA BANKA DD	PLLPP0000011	PL			PLN	3,427.43	3,814,726	3451.00	3,840,639	4.93%
POWSZECHNY ZAKLAD UBEZP SHARE	SI0021117344	SI	S&P	BBB+	EUR	62.57	1,323,845	150.00	3,173,550	4.08%
BANK PEKAO SA	PLPZU0000011	PL	S&P	A-	PLN	7.50	1,568,185	14.82	3,097,170	3.98%
OTP BANK SHARE	PLPEKAO00016	PL			PLN	19.86	1,371,740	43.52	3,006,049	3.86%
PIRAEUS FINANCIAL HOLDINGS SA	HU0000061726	HU	S&P	BBB	HUF	33.45	1,394,955	67.57	2,817,852	3.62%
SANTANDER BANK POLSKA SA	GRS014003032	GR	S&P	BB-	EUR	4.06	1,864,899	5.88	2,699,838	3.47%
ALLEGRO.EU SA	PLBZ00000044	PL	Fitch	A- *-	PLN	120.80	2,598,731	116.10	2,497,665	3.21%
TAV HAVALIMANLARI HOLDING	LU2237380790	LU			PLN	7.72	2,121,302	8.14	2,236,052	2.87%
RICHTER GEDEON NYRT	TRETAVH00018	TR	S&P	BB	TRY	5.71	2,078,479	5.62	2,044,187	2.63%
KOMERCNI BANKA	HU0000123096	HU			HUF	20.18	1,637,078	24.94	2,023,117	2.60%
METLEN ENERGY METALS SA	CZ0008019106	CZ	S&P	A	CZK	28.57	1,359,895	41.00	1,951,765	2.51%
JUMBO SA	GRS393503008	GR	S&P	BB+	EUR	16.64	678,867	46.02	1,877,616	2.41%
ATHENS INTERNATIONAL AIRPORT	GRS282183003	GR			EUR	14.71	918,039	29.30	1,828,261	2.35%
COCA-COLA ICECEK AS	GRS536003007	GR			EUR	7.81	1,392,692	9.88	1,761,374	2.26%
BANK HANDLOWY W WARSZAWIE	TRECOLA00011	TR	S&P	BB+	TRY	1.24	1,991,080	1.05	1,671,866	2.15%
DIAGNOSTYKA SA	PLBH00000012	PL	Fitch	A-	PLN	15.96	895,077	28.09	1,574,812	2.02%
KRKA	PLDGNST00012	PL			PLN	25.04	979,105	39.33	1,537,770	1.98%
SPHERA FRANCHISE GROUP SA	SI0031102120	SI			EUR	105.11	820,834	193.50	1,511,042	1.94%
MOTOR OIL (HELLAS) SA	ROSGPACNOR4	RO			RON	4.89	880,260	7.51	1,350,835	1.74%
ERSTE GROUP BANK AG	GRS426003000	GR			EUR	14.07	784,460	23.66	1,319,566	1.70%
CTP NV	AT0000652011	AT	S&P	A+	EUR	30.91	556,336	72.30	1,301,400	1.67%
FOURLIS SA	NL00150006R6	NL	S&P	BBB-	EUR	15.93	1,120,379	17.84	1,254,580	1.61%
BANCA TRANSILVANIA SA (RON)	GRS096003009	GR			EUR	3.77	1,102,713	3.92	1,145,840	1.47%
LHV GROUP SHARE	ROTLVAACNOR1	RO	Fitch	BBB-	RON	5.78	1,022,123	6.09	1,077,022	1.38%
CYFROWY POLSAT SA	EE3100102203	EE			EUR	3.70	1,005,875	3.75	1,020,000	1.31%
PROFILE SYSTEMS and SOFTWARE	PLCFRPT00013	PL	S&P	BB	PLN	3.29	760,776	4.15	958,221	1.23%
WIRTUALNA POLSKA HOLDING SA	GRS472003011	GR			EUR	5.57	680,831	7.14	873,286	1.12%
AUTO PARTNER SA	PLWRTPL00027	PL			PLN	17.83	766,482	18.77	807,066	1.04%
PKO BANK POLSKI	PLATPRT00018	PL			PLN	4.27	700,207	4.85	794,675	1.02%
SPAN DD	PLPKO0000016	PL			PLN	8.33	364,223	17.70	773,673	0.99%
MURAPOL SA	HRSPANRA0007	HR			EUR	49.28	640,689	55.60	722,800	0.93%
TITAN CEMENT INTERNATIONAL GRE	PLMURPL00190	PL			PLN	8.97	677,408	9.20	694,838	0.89%
ONE UNITED PROPERTIES SA	BE0974338700	BE	S&P	BB+	EUR	11.69	198,761	38.40	652,800	0.84%
ING-GRAD DD	ROJ8YZPDHWW8	RO			RON	4.16	630,583	4.30	652,227	0.84%
	HRIG00RA0009	HR			EUR	46.00	460,000	60.00	600,000	0.77%

Statement of investments as of 30/06/2025 (continued)

Name	ISIN	Emitent country	Rating agency	Rating	FX	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
MOL HUNGARIAN OIL AND GAS PLC	HU0000153937	HU	S&P	BBB-	HUF	5.65	454,327	7.37	592,031	0.76%
TITAN CEMENT INTERNATIONAL SA	BE0974338700	BE	S&P	BB+	EUR	9.51	146,538	38.20	588,471	0.76%
MAVI GIYIM SANAYI VE TICARET A	TREMAVI00037	TR			TRY	0.85	594,132	0.82	573,474	0.74%
NOVA LJUBLJANSKA BANKA GDR	US66980N2036	SI	S&P	BBB+	EUR	12.17	194,678	30.00	480,000	0.62%
DOOSAN SKODA POWER AS	CZ1008000310	CZ			CZK	9.56	332,643	13.29	462,519	0.59%
TALLINK GRUPP	EE3100004466	EE			EUR	0.76	483,624	0.62	396,318	0.51%
IGNITIS GRUPE AB	LT0000115768	LT	S&P	BBB+	EUR	21.07	400,317	20.75	394,250	0.51%
ATLANTIC GRUPA	HRATGRRRA0003	HR			EUR	44	364,577	46.80	387,738	0.50%
TALLINNA SADAM AKTSIA	EE3100021635	EE			EUR	1.77	503,328	1.20	340,670	0.44%
GRUPA PRACUJ SA	PLGRPRC00015	PL			PLN	11.95	141,662	14.94	177,029	0.23%
SHARES TOTAL							49,648,773		69,794,804	89.67%

Name	ISIN	Fund country	Fund Management Company	FX	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
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FUNDS:**CLOSED-END FUNDS LISTED ON STOCK EXCHANGE:**

BULGARIA REAL ESTATE FUND	BG1100001053	BG	REAL ESTATE MANAGEMENT LTD	BGN	0.93	375,450	2.54	1,022,223	1.31%
CLOSED-END FUNDS TOTAL						375,450		1,022,223	1.31%
SHARES AND FUNDS TOTAL							50,024,223	70,817,027	90.98%

Statement of investments as of 30/06/2025 (continued)

Name	ISIN	Credit Institution's country	Credit Institution	FX	Interest rate	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
CASH										
CURRENT ACCOUNT		EE	Swedbank	PLN			320,867		320,867	0.41%
CURRENT ACCOUNT		EE	SEB	EUR			390		390	0.00%
CURRENT ACCOUNT		EE	Swedbank	EUR			5,579,684		5,579,684	7.17%
CURRENT ACCOUNT		EE	Swedbank	RON			1,850,919		1,850,919	2.38%
CURRENT ACCOUNT		EE	Swedbank	CZK			373,547		373,547	0.48%
CURRENT ACCOUNT		EE	Swedbank	HUF			261,535		261,535	0.34%
CURRENT ACCOUNT		EE	Swedbank	TRY			109,061		109,061	0.14%
CURRENT ACCOUNT		EE	Swedbank	GBP			92,586		92,586	0.12%
CURRENT ACCOUNT TOTAL							8,588,589		8,588,589	11.03%
INVESTMENTS TOTAL							58,612,813		79,405,616	102.01%
OTHER ASSETS										
DIVIDEND RECEIVABLE				EUR					358,558	0.46%
RECEIVABLE FOR SUBSCRIBED SHARES				EUR					145,744	0.19%
OTHER ASSETS TOTAL									504,302	0.65%
TOTAL ASSETS OF THE FUND									79,909,918	102.66%
LIABILITIES									-2,075,974	-2.66%
NET ASSETS OF THE FUND									77,833,943	100.00%

In EUR as of 31/12/2024

Name	ISIN	Emitent country	Rating agency	Rating	FX	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
SHARES										
SHARES LISTED ON STOCK EXCHANGE:										
COCA-COLA HBC AG	CH0198251305	CH	S&P	BBB+	GBP	22.80	2,559,387	33.02	3,706,837	6.27%
KRKA	SI0031102120	SI			EUR	77.96	1,926,437	139.00	3,434,551	5.81%
RICHTER GEDEON NYRT	HU0000123096	HU			HUF	18.62	2,497,807	25.26	3,388,730	5.73%
KOMERCNI BANKA	CZ0008019106	CZ	S&P	A	CZK	29.50	2,581,570	33.64	2,943,844	4.98%
NOVA LJUBLJANSKA BANKA DD	SI0021117344	SI	S&P	BBB	EUR	62.57	1,323,845	127.50	2,697,518	4.56%
OTP BANK SHARE	HU0000061726	HU			HUF	33.59	1,665,962	52.69	2,613,381	4.42%
LPP SA	PLLPP0000011	PL			PLN	3,404.52	2,328,689	3634.28	2,485,849	4.20%
TITAN CEMENT INTERNATIONAL SA	BE0974338700	BE	S&P	BB+	EUR	11.25	623,222	39.90	2,210,660	3.74%
POLSKI KONCERN NAFTORNY ORLEN	PLPKN0000018	PL	Fitch	BBB+	PLN	13.99	2,567,925	11.03	2,024,723	3.42%
BRD Gr Societe Generale SA RON	ROBRDBACNOR2	RO	Fitch	BBB+	RON	2.38	1,227,590	3.74	1,932,929	3.27%
POWSZECHNY ZAKLAD UBEZP SHARE	PLPZU0000011	PL	S&P	A-	PLN	6.01	1,060,317	10.71	1,888,796	3.19%
ERSTE GROUP BANK AG	AT0000652011	AT	S&P	A+	EUR	31.05	946,979	59.66	1,819,630	3.08%
BANK PEKAO SA	PLPEKAO00016	PL	S&P	A-	PLN	14.57	765,544	32.23	1,693,076	2.86%
JUMBO SA	GRS282183003	GR			EUR	14.71	918,039	25.56	1,594,893	2.70%
SPHERA FRANCHISE GROUP SA	ROSGFPACNOR4	RO			RON	4.89	880,260	8.09	1,455,554	2.46%
ATHENS INTERNATIONAL AIRPORT	GRS536003007	GR			EUR	8.09	1,392,692	8.00	1,377,808	2.33%
METLEN ENERGY METALS SA	GRS393503008	GR	S&P	BB+	EUR	16.64	678,867	33.52	1,367,616	2.31%
PKO BANK POLSKI	PLPKO0000016	PL			PLN	8.33	759,640	13.97	1,273,414	2.15%
BANK HANDLOWY W WARSZAWIE	PLBH00000012	PL	Fitch	A-	PLN	15.96	895,077	20.73	1,162,406	1.97%
MOTOR OIL (HELLAS) SA	GRS426003000	GR			EUR	14.07	784,460	20.64	1,151,134	1.95%
PIRAEUS FINANCIAL HOLDINGS SA	GRS014003032	GR	S&P	BB-	EUR	3.90	1,143,629	3.85	1,128,050	1.91%
OMV PETROM SA (RON)	ROSNPPACNOR9	RO			RON	0.07	563,860	0.14	1,097,606	1.86%
WARSAW STOCK EXCHANGE	PLGPW0000017	PL			PLN	9.40	808,298	9.45	812,838	1.37%
WIRTUALNA POLSKA HOLDING SA	PLWRTPL00027	PL			PLN	17.83	766,482	18.30	786,825	1.33%
ALLEGRO.EU SA	LU2237380790	LU			PLN	8.21	991,627	6.33	764,692	1.29%
CYFROWY POLSAT SA	PLCFRPT00013	PL	S&P	BB	PLN	3.29	760,776	3.30	763,395	1.29%
DIGI COMMUNICATIONS NV	NL0012294474	NL	S&P	BB-	RON	8.04	458,027	12.85	732,398	1.24%
TITAN CEMENT INTERNATIONAL GRE	BE0974338700	BE	S&P	BB+	EUR	11.69	198,761	40.20	683,400	1.16%
FOURLIS SA	GRS096003009	GR			EUR	3.68	570,442	3.71	575,050	0.97%
MOL HUNGARIAN OIL AND GAS PLC	HU0000153937	HU	S&P	BBB-	HUF	5.65	454,327	6.63	533,022	0.90%
NOVA LJUBLJANSKA BANKA GDR	US66980N2036	SI	S&P	BBB	EUR	12.17	194,678	24.90	398,400	0.67%
IGNITIS GRUPE AB	LT0000115768	LT	S&P	BBB+	EUR	21.07	400,317	19.58	372,020	0.63%
TALLINK GRUPP	EE3100004466	EE			EUR	0.76	483,624	0.58	370,749	0.63%
PROFILE SYSTEMS and SOFTWARE	GRS472003011	GR			EUR	5.35	339,798	5.25	333,737	0.56%
TALLINNA SADAM AKTSIA	EE3100021635	EE			EUR	1.77	503,328	1.06	300,792	0.51%
BANCA TRANSILVANIA SA (RON)	ROTLVAACNOR1	RO	Fitch	BBB-	RON	5.26	241,480	5.42	248,924	0.42%
GRUPA PRACUJ SA	PLGRPRC00015	PL			PLN	11.21	104,752	13.37	124,956	0.21%
SHARES TOTAL							37,368,514		52,250,203	88.38%

Statement of investments as of 31/12/2024 (continued)

Name	ISIN	Fund country	Fund Management Company	FX	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
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FUNDS:**CLOSED-END FUNDS LISTED ON STOCK EXCHANGE:**

BULGARIA REAL ESTATE FUND	BG1100001053	BG	REAL ESTATE MANAGEMENT LTD	BGN	0.93	375,450	1.97	793,459	1.34%
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CLOSED-END FUNDS TOTAL						375,450		793,459	1.34%
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SHARES AND FUNDS TOTAL						37,743,964		53,043,662	89.72%
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Name	ISIN	Credit Institution's country	Credit Institution	FX	Interest rate	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
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CASH

CURRENT ACCOUNT		EE	Swedbank	PLN			331,130		331,130	0.56%
CURRENT ACCOUNT		EE	SEB	EUR			421		421	0.00%
CURRENT ACCOUNT		EE	Swedbank	RON			1,561,853		1,561,853	2.65%
CURRENT ACCOUNT		EE	Swedbank	CZK			-		-	0.00%
CURRENT ACCOUNT		EE	Swedbank	BGN			-		-	0.00%
CURRENT ACCOUNT		EE	Swedbank	HUF			799,841		799,841	1.35%

CURRENT ACCOUNT TOTAL							6,191,581		6,191,580	10.47%
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INVESTMENTS TOTAL							43,935,544		59,235,241	100.19%
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Name	ISIN	Credit Institution's country	Credit Institution	FX	Interest rate	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
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OTHER ASSETS

DIVIDEND RECEIVABLE				EUR					17,223	0.03%
RECEIVABLE FOR SUBSCRIBED SHARES				EUR					73,478	0.12%

OTHER ASSETS TOTAL									90,701	0.15%
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TOTAL ASSETS OF THE FUND									59,325,942	100.34%
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LIABILITIES									-203,908	-0.34%
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NET ASSETS OF THE FUND									59,122,035	100.00%
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STATEMENT OF COMMISSIONS

In EUR

01/01/2025-30/06/2025

	Number of transactions	Volume of transactions	Total commissions paid	Weighted average fee
Regulated securities market transactions*				
Shares				
Santander Biuro Maklerskie	21	10,353,068	8,210	0.08%
Swiss Capital S.A.	13	5,215,963	9,902	0.19%
Erste Group Bank AG	6	3,665,942	2,515	0.07%
Patria Finance A.S.	8	3,593,834	1,735	0.05%
ODDO BHF SCA	12	3,240,679	1,947	0.06%
INTERCAPITAL SECURITIES LTD	4	2,337,676	3,395	0.15%
Interkapital vrijednosni papiri d.o.o.	14	1,825,259	2,279	0.12%
Eurobank Equities Investment Firm S.A	7	1,594,573	1,593	0.10%
Swedbank AS	8	1,005,875	693	0.07%
Wood and Company Financial Services a.s.	2	982,834	325	0.03%
Third country securities market transactions				
Shares				
OYAK Yatirim Menkul Degerler A.S.	9	4,181,757	5,318	0.13%
Tera Yatirim Menkul Degerler A.S.	5	748,060	301	0.04%
OTC trades				
Corporate actions	2	-	-	-
TOTAL	111	38,745,519	38,214	0.10%

* Contracting Party to the EEA Agreement (European Economic Area countries)

	Number of transactions	Volume of transactions	Total commissions paid	Weighted average fee
Regulated securities market transactions*				
Shares				
Santander Biuro Maklerskie	5	1,914,490	1,148	0.06%
Eurobank Equities Investment Firm S.A	4	1,478,665	1,263	0.09%
Wood and Company Financial Services a.s.	17	1,411,939	2,608	0.18%
Patria Finance A.S.	2	1,162,177	613	0.05%
Interkapital vrijednosni papiri d.o.o.	2	1,150,021	1,905	0.17%
Raiffeisen Bank International AG	1	592,248	416	0.07%
Euroxx Securities SA	1	547,534	834	0.15%
Erste Group Bank AG	2	436,346	306	0.07%
TOTAL	34	8,693,420	9,091	0.10%

* Contracting Party to the EEA Agreement (European Economic Area countries)