



Avaron Flexible Strategies Fund

ANNUAL REPORT FOR THE FINANCIAL YEAR 2024

Translation from Estonian original

TABLE OF CONTENTS

FUND FACTS	3
MANAGEMENT REPORT	4
CONFIRMATION OF ANNUAL FINANCIAL STATEMENTS OF 2024	7
FINANCIAL STATEMENTS	8
BALANCE SHEET	8
STATEMENT OF INCOME AND EXPENSES	9
STATEMENT OF CHANGES IN NET ASSETS	10
STATEMENT OF CASH FLOWS	11
NOTES TO THE FINANCIAL STATEMENTS	12
NOTE 1. ACCOUNTING POLICIES AND ASSESSMENTS USED	12
NOTE 2. RISK MANAGEMENT	18
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. TRANSACTIONS WITH RELATED PARTIES	29
NOTE 7. DERIVATIVE INSTRUMENTS	30
STATEMENT OF INVESTMENTS	31
STATEMENT OF COMMISSIONS	40
REPORT ON REMUNERATION OF THE FUND MANAGEMENT COMPANY	43
INDEPENDENT CERTIFIED AUDITOR'S REPORT	44

FUND FACTS

Avaron Flexible Strategies Fund is a public common alternative investment fund registered in the Republic of Estonia.

Name of the Fund	Avaron Flexible Strategies 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	25 November 2008
Start of the Fund's activities	17 December 2008
Report period	1 January 2024–31 December 2024

MANAGEMENT REPORT

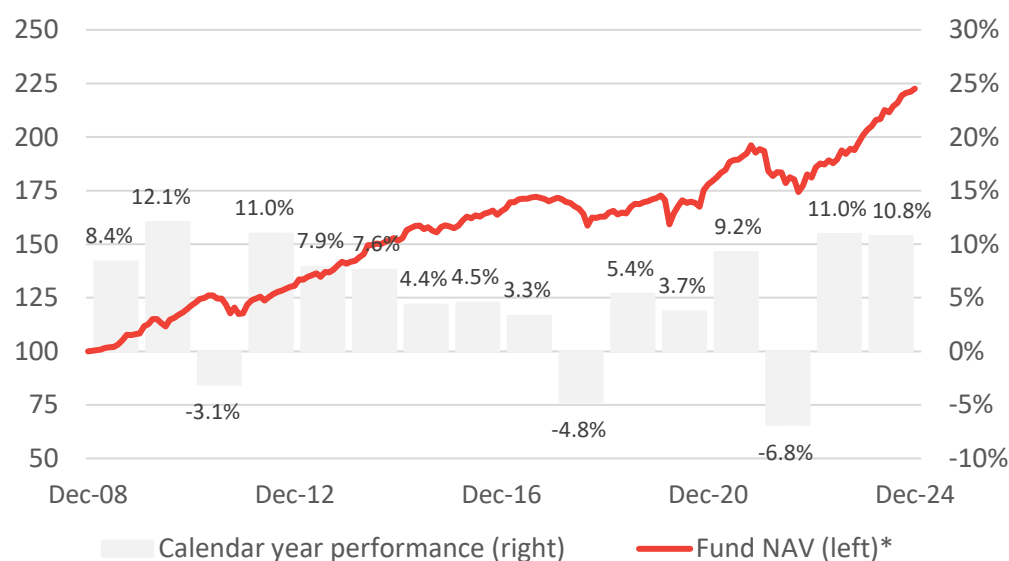
Avaron Flexible Strategies Fund (hereinafter: “the Fund”) is an actively managed investment fund which aims to grow investor assets through market cycles. The Fund focuses on investing in European listed equities and high yield bonds. At Avaron we are passionate about stock-picking and bottom up fundamental research, thus the Fund invests mainly in single stocks and bonds, rather than in investment funds. The share of each asset class (equities vs. bonds) and the Fund’s risk level vary over time in accordance with the views of Avaron investment managers. Investors’ interests are aligned with Avaron as the Fund’s investment managers are the largest investors of the Fund. Arising from the Fund's investment strategy an investor should have an investment horizon of at least 5 years.

Despite peaked interest rates, the scenario of a significant global economic slowdown did not materialize last year. As a result, investors continued to favor higher-risk asset classes such as equities and high-yield bonds. **The value of the Fund unit increased by 10.8% in 2024**, outperforming both eurozone equities (+8.6% in 2024) and corporate bonds (+3.8% in 2024). The majority of the Fund’s return last year derived from bonds, which contributed approximately 8 percentage points to overall performance. On average, two-thirds of the Fund’s portfolio was invested in bonds throughout the year. Over its 16-year history, the Fund has ended 13 years in profit, with the Fund unit value increasing by a total of 122.6% since inception. Last year was the fourth-best year in the Fund’s history. In December 2024, the Fund unit reached its all-time high. The Fund’s assets under management grew from €16.3 million to €20 million in 2024.

Table 1. Net return of the Fund units, in EUR

Year	Performance
1 year	10.8%
2 years	22.9%
3 years	14.5%
5 years	29.7%
10 years	46.7%
15 years	105.4%
Since launch	122.6%

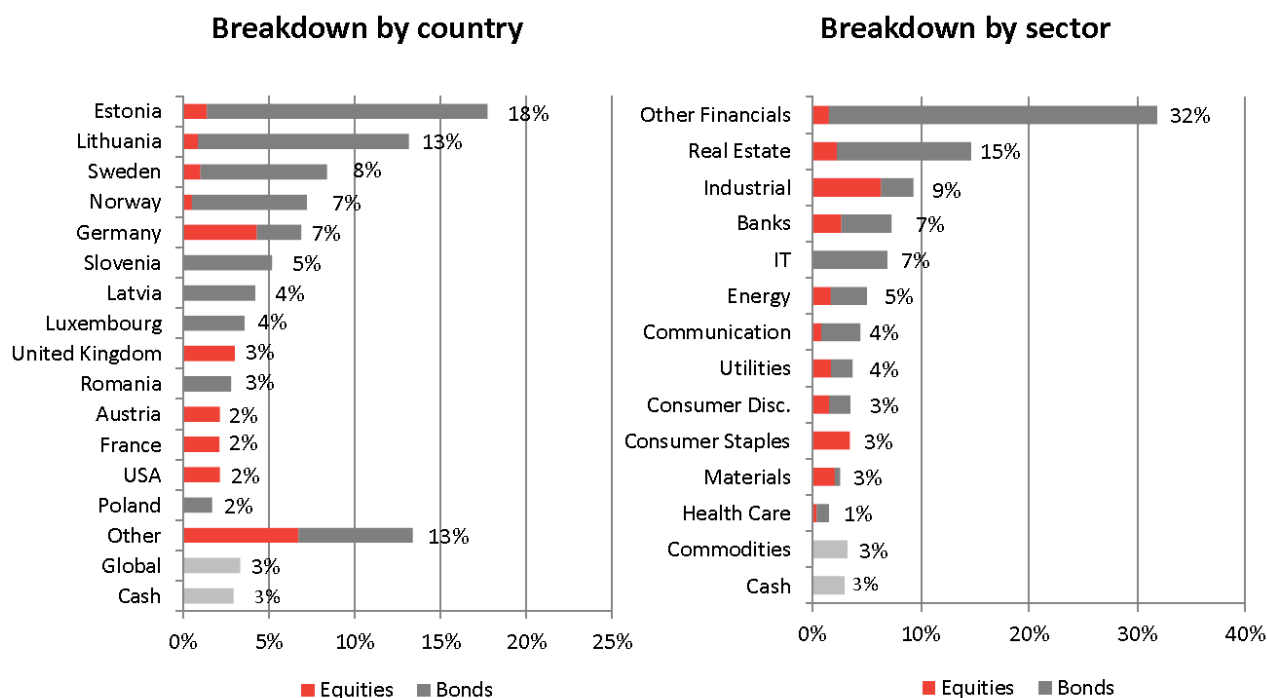
Graph 1. Performance of Fund’s NAV since launch



*Rebased (October 2008 = 100)

The Fund's equity portfolio consists of shares from 33 companies, trading at 12.9x the expected 2024 earnings and offering a 3.4% dividend yield. Geographically, we see the most attractive opportunities in Western European stock markets. Due to more appealing valuations, we favor cyclical sectors, with the most exciting prospects in the industrial sector.

The bond portfolio, comprising 60 instruments, has a weighted average yield to maturity of 8.5% (adjusted for partial currency hedging costs against the euro) with an average maturity of 11.0 years, which we consider highly attractive. Geographically, a significant portion of the Fund's bond investments are in the Baltics and Scandinavia.



We believe that the interest rate cutting cycle in Europe is roughly halfway through, with further reductions expected in 2025, providing continued tailwinds for bond investors. Against this backdrop, we see European high-yield corporate bonds as still attractively valued, which is why 70% of the Fund's assets are allocated to high-yield bonds. The Fund's equity allocation remains moderate at up to 30%. We take a selective approach to equity investments, as the still relatively high interest rate environment favors businesses with strong balance sheets and cash flows—companies that are more resilient to potential economic slowdowns. The Fund's low equity exposure is also influenced by the opportunity to invest in high-yield corporate bonds, which offer equity-like returns with lower market risk. Historically, such bonds have generated around 8% annual returns, but as the interest rate environment shifts, yields in this asset class are expected to decline.

Due to falling interest rates, we have extended the average maturity (duration risk) of our bond portfolio over the past 18 months. Since mid-2022, the portfolio's average maturity has increased from 3.2 years to 11.0 years. Longer duration means higher sensitivity to interest rate changes. In a rising rate environment, it makes sense to invest in shorter-duration bonds, while in a rate-cutting cycle, longer-maturity bonds are preferable. Given our current bond portfolio, a 100-basis-point rate cut could

translate into a 1.5% increase in bond prices. When it comes to credit risk, we remain focused on higher-risk instruments while relying on rigorous company-specific analysis to minimize the risk of capital loss.



28 March 2025

Kristel Kivinurm-Priisalm
Member of the Management Board

CONFIRMATION OF ANNUAL FINANCIAL STATEMENTS OF 2024

The Management Board of the Fund Management Company has prepared the annual Financial Statements of Avaron Flexible Strategies Fund on 28 March 2025.

The Financial Statements have been prepared in compliance with the requirements stipulated in the the Regulation (EC) No 1606/2002 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 Flexible Strategies Fund. The Management Board considers Avaron Flexible Strategies Fund to carry its activities as a going concern.

The annual Financial Statements of Avaron Flexible Strategies Fund have been approved by the Fund Management Company and the investment managers.

Name	Date	Signature
Kristel Kivinurm-Priisalm <i>Member of the Management Board of the Fund Management Company</i>	28/03/2025	/signed digitally/
Valdur Jaht <i>Member of the Management Board of the Fund Management Company / Investment manager</i>	28/03/2025	/signed digitally/
Peter Priisalm <i>Investment manager</i>	28/03/2025	/signed digitally/
Rain Leesi <i>Investment manager</i>	28/03/2025	/signed digitally/

FINANCIAL STATEMENTS**BALANCE SHEET**

In EUR

ASSETS	Note	31/12/2024	31/12/2023
Cash and cash equivalents	3; 4	630,087	1,286,178
Financial assets at fair value through profit or loss:			
Shares and units	4	5,454,725	5,194,454
Listed bonds	4	12,592,507	9,359,867
Unlisted bonds	4	1,361,116	476,359
Financial assets at amortised cost through profit or loss:			
Loans and receivables			
Receivables and prepayments	4	1,312	1,706
TOTAL ASSETS		20,039,746	16,318,563
LIABILITIES			
Financial liabilities at fair value through profit or loss:			
Derivatives	4; 7	26,377	2,719
Other financial liabilities			
Payables to the management company	4; 6	16,633	12,278
Payables to the depository	4	3,022	4,989
Other liabilities	4	1,596	3,459
TOTAL LIABILITIES (except net assets attributable to holders)		47,628	23,445
NET ASSETS ATTRIBUTABLE TO HOLDERS		19,992,118	16,295,118

STATEMENT OF INCOME AND EXPENSES

In EUR

INCOME	Note	01/01/2024- 31/12/2024	01/01/2023- 31/12/2023
Interest income		975,996	651,713
From bonds		967,399	641,808
From deposits		8,597	9,905
Dividend income			
From shares and units		124,243	151,572
Net gain/loss from financial assets at fair value through profit or loss		864,212	985,310
From shares and units	5	471,325	725,160
From bonds	5	437,740	252,785
From derivative instruments	5	-44,853	7,365
Net gain/loss from foreign exchange		73,178	-94,035
Other financial income			
Other interest income		0	1,000
TOTAL INCOME		2,037,629	1,695,560
OPERATING EXPENSES			
Management fees	6	173,119	137,407
Custodian fees		38,385	31,352
Transaction fees		751	738
Other operating expenses		9,487	5,161
TOTAL OPERATING EXPENSES		221,742	174,658
NET INCOME		1,815,887	1,520,902

STATEMENT OF CHANGES IN NET ASSETS

In EUR

	01/01/2024- 31/12/2024	01/01/2023- 31/12/2023	01/01/2022- 31/12/2022
NET ASSET VALUE AT THE BEGINNING OF THE PERIOD	16,295,118	13,131,259	12,095,321
Cash received for fund units issued	2,679,116	2,424,326	2,314,908
Cash paid for fund units redeemed	-798,003	-781,369	-394,845
Net result of the Fund	1,815,887	1,520,902	-884,125
NET ASSET VALUE AT THE END OF THE PERIOD	19,992,118	16,295,118	13,131,259
	31/12/2024	31/12/2023	31/12/2022
Number of units in circulation at the end of the period:	898,216.286	810,879.475	725,028.142
Net asset value of an unit:	22.2576	20.0956	18.1114
Total net asset value of the units in circulation:	19,992,118	16,295,118	13,131,259

STATEMENT OF CASH FLOWS

In EUR

	01/01/2024- 31/12/2024	01/01/2023- 31/12/2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Interest received	896,925	570,433
Dividends received	124,837	149,997
Net result from foreign exchange	-39,381	39,009
Sale of investments	3,959,366	3,404,261
Purchase of investments	-7,065,900	-6,399,652
Operating expenses paid	-421,008	-172,048
	-2,545,161	-2,408,000
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of units	2,679,115	2,424,326
Payments on redemption of units	-798,204	-781,168
	1,880,911	1,643,158
TOTAL CASH FLOWS	-664,250	-764,842
CASH AND CASH EQUIVALENTS		
Cash and cash equivalents at the beginning of the period	1,286,177	2,044,439
Effect of exchange rate fluctuations on cash and cash equivalents	8,160	6,580
Cash and cash equivalents at the end of the period	630,087	1,286,177

NOTES TO THE FINANCIAL STATEMENTS

NOTE 1. ACCOUNTING POLICIES AND ASSESSMENTS USED

The annual financial statements of Avaron Flexible Strategies 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 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;
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 all 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) 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.

Financial instruments at amortised cost

At each reporting date the Fund recognises loss allowances for expected credit losses on financial assets measured at amortised cost. The loss allowance for a financial instrument is measured at an amount equal the lifetime expected credit losses if the credit risk on that financial instrument has increased significantly since initial recognition. When determining the credit risk, financial assets are divided into two categories. Financial assets that are determined to have low credit risk at the reporting date, and other financial assets for which credit risk has not increased significantly since initial recognition are classified to the first category. Financial assets which credit risk has increased significantly are classified to the second category. The Fund measures loss allowances for the first category instruments at an amount equal to 12-month expected credit losses. The second category instruments' loss allowances are measured at an amount equal to lifetime expected credit losses.

Unlisted bonds' credit risk is assessed individually. As the financial position of the issuers has not deteriorated and economic outlook remains favourable, there are no credit losses assessed on unlisted bonds in the application of IFRS 9. The Fund Management Company has applied regular evaluation process to financial assets measured at amortised cost, which includes, among other aspects, counterparties' payment behaviour, financial performance and overall outlook of the economic environment.

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 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 one type of units, which are reflected in the passive line of the fund's balance sheet "Net asset attributable to holders ". Units are issued on every banking day. Units are redeemed 10 business days' advance notice. Exchange of Units is allowed. The redemption price shall be the net asset value of the Unit that is calculated as of the 10th Banking Day as of the receiving the redemption order. No redemption fee is applied.

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.

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 the Investment and Risk Management Techniques

Avaron Flexible Strategies is an asset allocation fund targeting long-term capital growth through economic and market cycles by combining investments into various asset classes, industries and geographies. Predominant exposure of the Fund is invested in listed equities and exchange traded funds, listed and non-listed fixed income, and money market instruments or cash. The allocation to different asset classes depends on Avaron investment managers' views on valuation levels and available investment opportunities, and varies over time. As a result the risk level of the Fund also changes over time.

The Fund is mainly exposed to market risk, including currency risk, interest rate risk and price risk, credit risk and liquidity risk arising from the financial instruments it holds. Funds investing in equities are subject to loss of value because of weakness in the stock market, a particular industry, or specific holdings. Stock prices can decline for many reasons, including adverse political or economic developments, changes in investor psychology, heavy institutional selling, or historical and prospective earnings of the issuer.

Funds that invest in fixed income are subject to interest rate and credit risk. Interest rate risk arises from potential decline in bond prices that accompanies a rise in interest rates. Longer-maturity bonds typically decline more than those with shorter maturities. Credit risk is a chance that any fund holding could have its credit rating downgraded or that a bond issuer will default (fail to make timely payments of interest or principal).

Foreign securities carry additional risks, including exchange rate changes, adverse political and economic developments, differing regulatory environments and accounting standards.

Avaron has established procedures for internal risk management in order to identify, monitor, measure and, if necessary, hedge the risks associated with the Fund's investments. Avaron regularly examines that the Fund is in compliance with its investment restrictions. Portfolio diversification across sectors, countries, currencies and instruments alongside with liquidity analysis are the main risk management tools used. In addition, Avaron may use derivatives to reduce investment risks. Avaron's investment team actively follows financial results of issuers and makes relevant changes in the Fund's portfolio based on the Fund Managers' views of the economy and attractiveness of each financial instrument in respect to issuer specific risk.

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:

	31/12/2024	% of NAV	31/12/2023	% of NAV
Cash and cash equivalents	630,087	3.15%	1,286,178	7.89%
Corporate bonds	12,592,507	62.99%	9,359,867	57.44%
Loans and receivables				
Receivables and prepayments	1,312	0.01%	1,706	0.01%
Unlisted bonds	1,361,116	6.81%	476,359	2.92%
TOTAL	14,585,022	72.96%	11,124,110	68.27%

The following table presents information related to the Fund's financial derivative instruments assets and liabilities by counterparty net of amounts available for offset under ISDA agreements and net of related collateral received or pledged by the Fund as of the end of the period in EUR:

		Gross Amount Not Offset in the				
		Gross Amounts of	Balance Sheet			
			Derivative Financial			
Counterparty	Credit Rating	Liabilities in the	Instruments	Cash Collateral	Non-Cash	Net
		Balance Sheet	Available to Offset	Pledged	Collateral	Amount
Swedbank AS	A+ (S&P) - Swedbank AB	-26,377	-	-	-	-26,377
TOTAL		-26,377	-	-	-	-26,377

		Gross Amount Not Offset in the				
		Gross Amounts of	Balance Sheet			
			Derivative Financial			
Counterparty	Credit Rating	Liabilities in the	Instruments	Cash Collateral	Non-Cash	Net
		Balance Sheet	Available to Offset	Pledged	Collateral	Amount
Swedbank AS	A+ (S&P) - Swedbank AB	-2,719	-	-	-	-2,719
TOTAL		-2,719	-	-	-	-2,719

The Fund's assets are invested in bonds that are transferable. The Fund Management Company conducts a thorough credit risk analysis of the issuers of the bonds by analysing the financial data and studying the terms of the issue (prospectus).

Allocation of bonds according to Standard & Poor's credit rating scale in EUR:

	31/12/2024	% of NAV	31/12/2023	% of NAV
BBB	1,032,746	5.17%	329,342	2.02%
BBB-	554,195	2.77%	0	0.00%
BB+	531,663	2.66%	1,251,404	7.68%
BB	0	0.00%	187,086	1.15%
BB-	1,390,655	6.96%	522,512	3.21%
B	499,249	2.50%	974,268	5.98%
B-	572,525	2.86%	71,750	0.44%
CCC	180,232	0.90%	0	0.00%
CC	0	0.00%	123,052	0.76%
No rating	9,192,357	45.98%	6,376,812	39.13%
TOTAL	13,953,622	69.80%	9,836,226	60.36%

The Fund's cash and cash equivalents are held with the Fund's depository Swedbank AS, which parent company Swedbank AB is rated A+ as of 20/09/2024 by Standard & Poor's and with AS SEB Pank, which parent company Skandinaviska Enskilda Banken AB is rated A+ as of 28/11/2024 by 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. The Fund's financial assets include unlisted bond investments, which are generally illiquid. As a result, the Fund may not be able to liquidate some of its unlisted instruments in due time to meet its liquidity requirements.

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.

Maximum exposure to 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	
	31/12/2024	31/12/2023	31/12/2024	31/12/2023	31/12/2024	31/12/2023
Payables to the management company	-	-	16,633	12,278	-	-
Payables to the depository	-	-	3,022	4,989	-	-
Payments on redemption of units	-	201	-	-	-	-
Other liabilities	-	-	-	-	1,596	3,459
Net Assets attributable to Holders	-	201	19,655	17,267	1,596	3,459

The Fund maintains a credit line of 1,000,000 EUR that can be accessed to meet short-term liquidity needs. These resources have not been used as of 31/12/2024.

Positions that may take more than 20 days to liquidate based on the six month average trading volume (30% of trading volume).

Instrument	Sector	Country	% of NAV	
			31/12/2024	31/12/2023
LHV GROUP VAR% 03.10.2027	Financials	Estonia	3.50%	0
NOVA LJUBLJAN VAR EUR 24.01.2034	Financials	Slovenia	3.41%	0
MAINOR ULEMISTE 8.50% 10.03.2027	Real Estate	Estonia	3.15%	3.89%
PLATFORM GRP 8.875% 11.07.2028	IT	Germany	2.59%	0
SIAULIU BANK VAR% PERP	Financials	Lithuania	2.56%	0
BULGARIA REAL ESTATE FUND	Real Estate	Bulgaria	2.22%	1.71%
SIAULIU BANKAS 10.75% 22.06.2033	Financials	Lithuania	1.80%	2.16%
VNV GL FRN% 03.10.2027	Financials	Sweden	1.67%	0
CAPITALICA BALTIC 10% 07.02.2026 ¹	Real Estate	Lithuania	1.67%	0
ELEVING GROUP 9.500% 18.10.2026	Financials	Luxembourg	1.51%	0
BIGBANK 9.000% AT1 ¹	Financials	Estonia	1.26%	0
ADVISE GROUP FRN 26.05.2026	Health care	Sweden	1.12%	0
SUMMUS CAP 9.500% 11.06.2027	Real Estate	Estonia	1.05%	0
NOR5KE VIKING FRN 05.05.2025 ¹	Communication Service	Norway	0.51%	0.73%
MEDIA AND GAMES FRN 24.03.2027	Communication Service	Sweden	1.04%	1.18%
SENSYS GATSO FRN 13.09.2028	Communication Service	Sweden	1.01%	0
ADMIRAL MK ALLUT 8% 05.02.2031	Financials	Estonia	1.01%	1.25%
BALTIC OPPORTUNIT FRN 27.02.2026 ¹	Real Estate	Lithuania	1.01%	0
HOLM BANK PERP 14% ¹	Financials	Estonia	1.00%	0
DELFINGROUP FRN SUB 25.07.2028	Financials	Latvia	1.00%	1.23%
ADVANIA FRN SUBORD 24.03.2031	Financials	Luxembourg	1.00%	1.22%
INTL PETROL 7.25% 01.02.2027	Industrial	Norway	0.99%	0
INBANK SUBORDINATED 19.12.2029	Financials	Estonia	0.88%	0
ARCO VARA 10.000% 12.12.2026 ¹	Real Estate	Estonia	0.85%	0
INVALIDA INVL 7.000% 14.06.2027	Financials	Lithuania	0.79%	0
INBANK ALLUTA T2 9% 13.12.2033	Financials	Estonia	0.72%	0
CLEANR GRUPA FRN EUR 09.12.2025	Industrial	Latvia	0.61%	0.75%
MAPON FRN 08.03.2027	IT	Latvia	0.51%	0
CAPITALICA BALTIC FRN 30.10.2025	Real Estate	Lithuania	0.51%	1.90%
COOP PANK 10% PERP 2022 AT1 ¹	Financials	Estonia	0.50%	0.59%
DELFINGROUP 10.0% 25.09.2028	Financials	Latvia	0.50%	1.23%
Specialist VC Fund II	Capital Fund	Estonia	0.45%	0.33%
IUTECR 11.000% 06.10.2026	Financials	Luxembourg	0.44%	0.53%
BIGBANK 8.000% SUBT2 16.02.2033	Financials	Estonia	0.42%	0.57%
MAINOR EUR 4.75% 10.06.2026	Real Estate	Estonia	0.40%	0.48%
KVARTALAS 8.00% 19.12.2026	Real Estate	Lithuania	0.35%	0
INBANK ALLUT 5.5% 15.12.2031	Financials	Estonia	0.27%	0.32%
LUMINOR BANK VAR% 08.06.2027	Financials	Estonia	-	2.02%
KRUK FRN 10.05.2028	Financials	Poland	-	1.96%
MAXIMA 6.250% 12.07.2027	Consumer Staples	Lithuania	-	1.24%
ARCO VARA 10% 13.12.2024 ¹	Real Estate	Estonia	-	1.23%
SIAULIU BANK VAR% 07.10.2025	Financials	Lithuania	-	1.19%
OKEA ASA 9.125% 14.09.2026	Energetic	Norway	-	1.16%
NOR5KE VIKING FRN 03.05.2024 ¹	Communication Service	Norway	-	0.73%
HKSCAN 5% 24.03.2025	Consumer Staples	Lithuania	-	0.48%
TOTAL			43.84%	30.50%

As many trades with fixed income instruments are made over the counter then the actual trading volume data may be not publicly available. For the fixed income instruments for which reliable trading data is not available, it is assumed 0.1% of the amount outstanding is being traded on daily basis. Based

on the relevant decision by the Investment Manager relating to specific debt instrument a more conservative assumption may still be used. In this case the instrument shall be assumed not to be sellable before maturity.

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 the Fund's assets in EUR:

	31/12/2024	% of Assets	31/12/2023	% of Assets
EUR	15,957,876	79.63%	12,183,281	74.66%
USD	1,506,187	7.52%	1,596,683	9.78%
SEK	874,196	4.36%	925,874	5.67%
NOK	865,798	4.32%	797,512	4.89%
BGN	456,563	2.28%	291,817	1.79%
GBP	379,126	1.89%	523,396	3.21%
TOTAL	20,039,746	100.00%	16,318,563	100.00%

Taking into account the derivatives contracts, net FX positions as per currency were the following:

	31/12/2024	% of Assets	31/12/2023	% of Assets
USD	903,277	4.51%	1,027,125	6.29%
SEK	874,196	4.36%	925,874	5.67%
NOK	865,798	4.32%	797,512	4.89%
BGN	456,563	2.28%	291,818	1.79%
GBP	379,126	1.89%	523,397	3.21%
TOTAL	3,478,960	17.36%	3,565,726	21.85%

Currency risk sensitivity analysis

Fund's net asset value would have been affected by the weakening of foreign currencies against EUR on 31 December 2024. The sensitivity analysis assumes the weakening of foreign currency rates 10% against EUR. Below table illustrates the maximum weakening of foreign currency in the magnitude of the change from the higher to lower value since the launch of the fund on December 17, 2008. The analysis assumes that all the other variables remain constant. Analysis for 31 December 2023 has been made using the same assumptions.

The impact on net assets attributable to Fund's unit holders and net income:

	31/12/2024			31/12/2023		
	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
USD	-90,328	-20%	4.51%	-102,712	-20%	6.29%
SEK	-87,420	-13%	4.36%	-92,587	-13%	5.67%
NOK	-86,580	-25%	4.32%	-79,751	-25%	4.89%
GBP	-45,656	0%	2.28%	-29,182	0%	1.79%
BGN	-37,913	-23%	1.89%	-52,340	-23%	3.21%
TOTAL	-347,896		17.36%	-356,572		21.85%

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

	31/12/2024	% of NAV	31/12/2023	% of NAV
Financials	7,742,047	38.73%	5,713,837	35.06%
Real Estate	2,923,410	14.62%	1,854,271	11.38%
Industrial	1,854,305	9.28%	1,865,266	11.45%
IT	1,360,471	6.81%	664,717	4.08%
Utilities	999,131	5.00%	728,570	4.47%
Communication Services	874,018	4.37%	701,509	4.31%
Energy	733,829	3.67%	975,794	5.99%
Consumer Staples	690,370	3.45%	675,313	4.14%
Consumer Discretionary	679,387	3.40%	585,629	3.59%
Commodities	661,603	3.31%	493,068	3.03%
Materials	504,766	2.52%	329,806	2.02%
Health Care	294,919	1.48%	388,826	2.39%
Equity funds	90,091	0.45%	54,074	0.33%
TOTAL	19,408,347	97.08%	15,030,680	92.24%

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

	31/12/2024	% of NAV	31/12/2023	% of NAV
Estonia	3,276,715	16.39%	3,427,212	21.03%
Lithuania	2,628,398	13.15%	1,518,941	9.32%
Germany	2,036,186	10.18%	1,621,216	9.95%
Sweden	1,673,985	8.37%	1,103,264	6.77%
Luxembourg	1,459,697	7.30%	806,791	4.95%
Norway	1,438,591	7.20%	887,447	5.45%
Slovenia	1,032,746	5.17%	329,342	2.02%
Greece	851,180	4.26%	304,591	1.87%
Latvia	625,599	3.13%	523,708	3.21%
United Kingdom	594,049	2.97%	605,853	3.72%
Romania	554,195	2.77%	750,373	4.60%
Bulgaria	443,544	2.22%	278,799	1.71%
USA	424,215	2.12%	403,484	2.48%
Austria	423,157	2.12%	255,402	1.57%
France	418,388	2.09%	424,273	2.60%
Poland	329,401	1.65%	319,591	1.96%
Netherlands	293,493	1.47%	213,142	1.31%
Spain	255,470	1.28%	228,251	1.40%
China	214,760	1.07%	178,870	1.10%
Canada	197,027	0.99%	175,721	1.08%
Italy	179,740	0.90%	155,918	0.96%
Finland	57,810	0.29%	133,417	0.82%
Malta	0	0.00%	385,074	2.36%
TOTAL	19,408,347	97.08%	15,030,680	92.24%

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 2023 has been made with using the same assumptions.

	Probability	+/- possible change of Fund's NAV during year	
		31/12/2024	31/12/2023
σ	68.27%	3.40%	3.44%
2σ	95.45%	6.81%	6.88%
3σ	99.73%	10.21%	10.32%

NOTE 3. CASH AND CASH EQUIVALENTS

Cash and cash equivalents by currency

	31/12/2024	% of NAV, converted into EUR	31/12/2023	% of NAV, converted into EUR
Swedbank AS		3.15%		7.89%
EUR	411,300	2.06%	448,598	2.75%
BGN	25,463	0.07%	25,463	0.08%
USD	72,427	0.35%	33,773	0.19%
NOK	112,146	0.05%	5,458,451	2.98%
SEK	1,372,338	0.60%	906,992	0.50%
GBP	5,241	0.03%	196,410	1.39%
AS SEB Pank		0.00%		0.00%
EUR	252	0.00%	286	0.00%
TOTAL		3.15%		7.89%

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

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

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	-	-	-	630,087	-	-	-	-	-
Shares and units	5,364,634	90,091	-	-	-	-	-	-	-
Bonds	12,322,025	-	270,482	-	-	-	-	-	-
Unlisted bonds	102,651	-	1,258,465	-	-	-	-	-	-
Dividend receivable	-	-	-	1,312	-	-	-	-	-
LIABILITIES									
Derivative instruments	-	26,377	-	-	-	-	-	-	-
Payables to the management company	-	-	-	-	-	-	-	16,633	-
Payables to the depository	-	-	-	-	-	-	-	3,022	-
Other liabilities	-	-	-	-	-	-	-	1,596	-
TOTAL	17,789,310	116,468	1,528,947	631,399	-	-	-	21,251	-

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

**Additional information for instruments categorised under Level 3

Starting balance of Level 3 instruments	497,724
Transfers from level 3 to level 1	-120,000
Purchases	1,349,000
Sales	-200,000
Total gains/losses	-7,824
Interest accrued	10,047
Total level 3 investments	1,528,947

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

31/12/2023	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	-	-	-	1,286,178	-	-	-	-	-
Shares and units	5,140,380	54,074	-	-	-	-	-	-	-
Bonds	9,159,523	-	200,343	-	-	-	-	-	-
Unlisted bonds	178,979	-	297,381	-	-	-	-	-	-
Dividend receivable	-	-	-	1,706	-	-	-	-	-
LIABILITIES									
Derivative instruments	-	2,719	-	-	-	-	-	-	-
Payables to the management company	-	-	-	-	-	-	-	12,278	-
Payables to the depository	-	-	-	-	-	-	-	4,989	-
Payments on redemption of units*	-	-	-	-	-	-	-	201	-
Other liabilities	-	-	-	-	-	-	-	3,258	-
TOTAL	14,478,882	56,793	497,724	1,287,884	-	-	-	20,726	-

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

Additional information for instruments categorised under Level 3

Starting balance of Level 3 instruments	1,030,322
Transfers from level 3 to level 1	-220,000
Purchases	200,000
Sales	-600,000
Total gains/losses	-5,838
Interest received	89,536
Interest accrued	3,704
Total level 3 investments	497,724

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

	01/01/2024- 31/12/2024	01/01/2023- 31/12/2023
Net gain/loss from financial assets at fair value through profit or loss		
From shares and units		
Sales profit/(-loss)	139,027	62,392
Unrealised profit /(-loss)	332,299	662,768
From bonds		
Sales profit/(-loss)	7,612	12,550
Unrealised profit /(-loss)	430,128	240,236
From derivative instruments		
Sales profit/(-loss)	-21,195	40,192
Unrealised profit /(-loss)	-23,658	-32,827
Total net gain/(-loss)	864,212	985,311

NOTE 6. 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.

Consolidation exception applies for the Fund as it corresponds to Investment Entity's definition introduced in IFRS 10. The Fund carries its investment in Avaron Flexible Strategies Fund at fair value through profit or loss.

Transactions with related parties in EUR were as follows:

	01/01/2024- 31/12/2024	01/01/2023- 31/12/2023
Fund Management Company		
Paid management and performance fees	173,119	137,407
Units bought	0	79,295
Other investment funds managed by the Fund Management Company		
Purchase of securities	0	157,000
TOTAL	173,119	373,702

The balances outstanding with related parties were as follows:

	31/12/2024	31/12/2023
Fund Management Company		
Management and performance fee payable	16,633	12,278
TOTAL	16,633	12,278

Related parties of the Fund Management Company owned the units of Avaron Flexible Strategies Fund in market value as follows:

	31/12/2024	31/12/2023
Ultimate parent of the Fund Management Company	2,817,772	2,077,227
Fund Management Company	158,592	143,187
Other group entities	114,994	570,664
TOTAL	3,091,358	2,791,078

NOTE 7. DERIVATIVE INSTRUMENTS

In EUR

30/06/2024

Type of Instrument	Issuer of Instrument	Quantity of underlying	The underlying currency	Exercise date	Price of Instrument / premium	Exercise price		Market value	
						Per unit	Total	Date	Total
Swap	Swedbank AS	501,733	EUR	02/05/2025	1.0000	1.0000	501,733	31/12/2024	-
		550,000	USD	02/05/2025	0.9602	1.0962	501,733	31/12/2024	-26,377
TOTAL									-26,377

Collateral and margin accounts received and paid by the Fund in respect of financial derivative instruments

No collateral was pledged or received at the end of 31/12/2024.

In EUR

31/12/2023

Type of Instrument	Issuer of Instrument	Quantity of underlying	The underlying currency	Exercise date	Price of Instrument / premium	Exercise price		Market value	
						Per unit	Total	Date	Total
Swap	Swedbank AS	569,558	EUR	08/05/2024	1.0000	1.0000	569,558	29/12/2023	-
		635,000	USD	08/05/2024	0.9012	0.8969	569,558	29/12/2023	-2,719
TOTAL									-2,719

Collateral and margin accounts received and paid by the Fund in respect of financial derivative instruments

No collateral was pledged or received at the end of 31/12/2023.

STATEMENT OF INVESTMENTS

In EUR 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:										
LENZINZ AG	AT0000644505	AT			EUR	36.40	378,012	29.50	306,358	1.53%
EURONEXT NV	NL0006294274	NL	S&P	A-	EUR	84.65	229,394	108.30	293,493	1.47%
MILLERKNOLL INC	US6005441000	US	S&P	BB	USD	15.05	155,810	21.82	225,813	1.13%
BP PLC-SPONS ADR	US0556221044	GB	S&P	A-	USD	22.34	173,133	28.55	221,257	1.11%
SIXT	DE0007231326	DE	S&P	BBB	EUR	67.50	180,215	78.60	209,862	1.05%
VISA INC	US92826C8394	US	S&P	AA-	USD	182.94	118,914	305.23	198,403	0.99%
KWS SAAT SE AND CO KGAA	DE0007074007	DE			EUR	51.25	158,879	58.80	182,280	0.91%
GYM GROUP PLC	GB00BZBX0P70	GB			GBP	1.34	133,602	1.80	180,060	0.90%
TECHNOGYM SPA	IT0005162406	IT			EUR	6.90	118,613	10.45	179,740	0.90%
IGNITIS GRUPE AB	LT0000115768	LT	S&P	BBB+	EUR	19.89	172,037	19.58	169,367	0.85%
ENGIE COM STK	FR0010208488	FR	S&P	BBB+	EUR	9.29	97,564	15.31	160,755	0.80%
AENA SME SA	ES0105046009	ES	Fitch	A	EUR	136.78	105,317	197.40	151,998	0.76%
EUROCELL PLC	GB00BVV2KN49	GB			GBP	1.91	120,494	2.07	130,187	0.65%
FIELMANN AG	DE0005772206	DE			EUR	53.20	164,926	41.40	128,340	0.64%
DANONE	FR0000120644	FR	S&P	BBB+	EUR	55.17	99,303	65.12	117,216	0.59%
OMV AG	AT0000743059	AT			EUR	19.20	60,049	37.34	116,800	0.58%
HUSQVARNA AB	SE0001662230	SE	S&P	BBB-	SEK	6.55	149,689	5.04	115,096	0.58%
CTS EVENTIM AG and CO KGAA	DE0005470306	DE			EUR	37.47	50,584	81.65	110,228	0.55%
TALLINK GRUPP	EE3100004466	EE			EUR	0.76	125,205	0.58	95,069	0.48%
AIR LIQUIDE SA DIV BONUS SHS	FR0000120073	FR	S&P	A	EUR	105.33	63,724	156.92	94,937	0.47%
AUTOSTORE HOLDINGS	BMG0670A1099	NO			NOK	1.01	100,917	0.94	94,163	0.47%
KRONES AG	DE0006335003	DE			EUR	65.55	49,164	120.00	90,000	0.45%
TALLINNA SADAM AKTSIA	EE3100021635	EE			EUR	1.73	145,473	1.06	88,561	0.44%
THULE GROUP AB	SE0006422390	SE			SEK	23.38	64,289	29.80	81,950	0.41%
FRESENIUS MEDICAL CARE AG	DE0005785802	DE	S&P	BBB-	EUR	63.05	100,881	44.16	70,656	0.35%
ADIDAS AG	DE000A1EWWW0	DE	S&P	A-	EUR	202.11	56,591	236.80	66,304	0.33%
TEAM INTERNET GROUP PLC	GB00BCCW4X83	GB			GBP	0.84	46,244	1.14	62,544	0.31%
KONE OYJ	FI0009013403	FI			EUR	47.84	58,847	47.00	57,810	0.29%
JCDECAUX	FR0000077919	FR	S&P	BBB-	EUR	16.66	49,989	15.16	45,480	0.23%
ALIBABA GROUP HOLDING LTD	US01609W1027	CH	S&P	A+	USD	192.58	101,103	81.89	42,993	0.22%
DETSKY MIR PJSC	RU000A0JSQ90	RU			USD	1.56	194,704	0.00	0	0.00%
POLYUS PJSC	RU000A0JNAA8	RU	Fitch	WD	USD	167.76	100,655	0.00	0	0.00%
SHARES TOTAL							3,924,320		4,087,719	20.45%

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
FUNDS									
CLOSED-END FUNDS LISTED ON STOCK EXCHANGE:									
BULGARIA REAL ESTATE FUND	BG1100001053	BG	REAL ESTATE MANAGEMENT LTD	BGN	0.80	180,932	1.97	443,544	2.22%
CLOSED-END FUNDS TOTAL						180,932		443,544	2.22%
EXCHANGE TRADED COMMODITIES:									
XTRACKER IE PHYSICAL GOLD ETC	DE000A2T0VU5	DE	DEUTCHE BANK AG	EUR	22.05	377,662	38.64	661,603	3.31%
EXCHANGE TRADED COMMODITIES TOTAL						377,662		661,603	3.31%
EXCHANGE TRADED FUNDS:									
KRANESHARES CSI CHINA INTERNET E	IE00BFXR7892	CH	WAYSTONE MANAGEMENT COMPANY	USD	25.20	216,719	19.97	171,767	0.86%
EXCHANGE TRADED FUNDS TOTAL						216,719		171,767	0.86%
VENTURE CAPITAL FUNDS:									
Specialist VC Primary and Secondar -		EE	Specialist Fund Management OÜ	EUR	1.00	84,015	0.86	90,091	0.45%
VENTURE CAPITAL FUNDS TOTAL						84,015		90,091	0.45%
FUNDS TOTAL						859,328		1,367,005	6.84%
SHARES AND FUNDS TOTAL						4,783,648		5,454,724	27.29%

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

Name	ISIN	Emitent country	Rating agency	Rating	FX	Interest rate	Maturity	Average acquisition cost per	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net
BONDS*												
LHV GROUP VAR% 03.10.2027	XS2693753704	EE			EUR	8.75%	03/10/2027	101.05	656,850	105.48	699,495	3.50%
NOVA LJUBLJAN VAR EUR 24.01.2034	XS2750306511	SI	S&P	BBB	EUR	6.88%	24/01/2034	100.10	600,600	107.12	681,283	3.41%
MAINOR ULEMISTE 8.50% 10.03.2027	EE3300003136	EE			EUR	8.50%	10/03/2027	100.00	600,000	102.40	629,983	3.15%
PLATFORM GRP 8.875% 11.07.2028	NO0013256834	DE			EUR	8.88%	11/07/2028	99.60	498,000	99.21	516,914	2.59%
SIAULIU BANK VAR% PERP	XS2922133363	LT			EUR	8.75%	30/01/3100	100.00	500,000	100.59	511,955	2.56%
ALPHA SERV VAR% PERP	XS2805274326	GR	S&P	BB-	EUR	7.50%	30/01/3100	100.55	402,200	105.36	430,706	2.15%
PIRAEUS FIN VAR% 21/PERP COCO	XS2354777265	GR	S&P	BB-	EUR	8.75%	30/01/3100	101.00	404,000	104.76	420,474	2.10%
AIDER KONSERN FRN 05.09.2028	NO0013321349	NO			NOK	8.83%	05/09/2028	8.61	387,674	8.70	393,842	1.97%
SIAULIU BANKAS 10.75% 22.06.2033	LT0000407751	LT			EUR	10.75%	22/06/2033	100.00	300,000	114.00	358,964	1.80%
NOVA LJUBLJAN VAR EUR 28.11.2032	XS2413677464	SI	S&P	BBB	EUR	10.75%	28/11/2032	102.63	307,875	116.18	351,463	1.76%
TRANSILVANIA VAR% 27.04.2027 EUR	XS2616733981	RO	Fitch	BBB-	EUR	8.88%	27/04/2027	101.26	303,784	105.95	335,943	1.68%
CAPITALICA BALTIC 10% 07.02.2026 ¹	LT0000408692	LT			EUR	10.00%	07/02/2026	100.77	331,519	100.00	333,844	1.67%
VNV GL FRN% 03.10.2027	SE0022761011	SE			SEK	8.04%	03/10/2027	8.81	330,222	8.70	333,169	1.67%
KRUK FRN 10.05.2028	NO0012903444	PL	S&P	BB-	EUR	9.53%	10/05/2028	100.00	300,000	108.48	329,401	1.65%
AKROPOLIS 2.875% 02.06.2026	XS2346869097	LT	S&P	BB+	EUR	2.88%	02/06/2026	85.12	276,625	97.11	321,022	1.61%
EUROPI PROPERTY FRN 06.12.2027	SE0017832728	SE			EUR	7.88%	06/12/2027	100.00	300,000	100.74	303,848	1.52%
ELEVING GROUP 9.500% 18.10.2026	XS2393240887	LU	Fitch	B	EUR	9.50%	18/10/2026	98.75	296,250	98.82	302,222	1.51%
CULLINAN HOLD 4.625% 15.10.2026	XS2397354528	LU	S&P	B-	EUR	4.63%	15/10/2026	72.25	216,750	94.74	287,111	1.44%
BIGBANK 9.000% AT1 ¹	EE3300005081	EE			EUR	9.00%	30/01/3100	100.00	250,000	100.00	251,938	1.26%
ADVISE GROUP FRN 26.05.2026	SE0020180271	SE			SEK	8.11%	26/05/2026	8.77	219,351	8.90	224,263	1.12%
TRANSILVANIA VAR% 07.12.2028	XS2724401588	RO	Fitch	BBB-	EUR	7.25%	07/12/2028	102.25	204,500	108.65	218,251	1.09%
MAXIMA 6.250% 12.07.2027	XS2485155464	LT	S&P	BB+	EUR	6.25%	12/07/2027	98.96	197,922	102.38	210,641	1.05%
SUMMUS CAP 9.500% 11.06.2027	LV0000860187	EE			EUR	9.50%	11/06/2027	100.00	200,000	104.75	210,556	1.05%
ADVANIA FRN SUB EUR 28.02.2034	NO0013162743	LU			EUR	9.65%	28/02/2034	100.44	200,875	104.25	210,269	1.05%
B2 IMPACT ASA FRN 30.01.2028	NO0013138966	NO	S&P	BB-	EUR	7.62%	30/01/2028	101.25	202,500	103.65	210,073	1.05%
HAWK INFINITY FRN 15.10.29	NO0013358069	NO			NOK	11.12%	15/10/2029	8.53	204,717	8.50	208,794	1.04%
MEDIA AND GAMES FRN 24.03.2027	SE0019892241	SE			EUR	10.02%	24/03/2027	100.00	200,000	104.13	208,473	1.04%
MEDIA AND GAMES FRN 21.06.2026	SE0018042277	SE			EUR	9.09%	21/06/2026	98.00	196,000	102.85	206,104	1.03%
ADMIRAL MK ALLUT 8% 05.02.2031	EE3300001999	EE			EUR	8.00%	05/02/2031	100.00	200,000	97.72	201,922	1.01%
BALTIC OPPORTUNIT FRN 27.02.2026 ¹	LT0000408817	LT			EUR	8.99%	27/02/2026	100.00	200,000	100.00	201,647	1.01%
SENSYS GATSO FRN 13.09.2028	SE0022727095	SE			EUR	7.43%	13/09/2028	101.00	202,000	98.50	201,083	1.01%
ADVANIA FRN SUBORD 24.03.2031	NO0010955909	LU			EUR	8.02%	24/03/2031	100.00	200,000	100.18	200,528	1.00%
DELFIN GROUP FRN SUB 25.07.2028	LV0000802700	LV			EUR	14.34%	25/07/2028	100.00	200,000	100.00	200,398	1.00%
HOLM BANK PERP 14% ¹	EE3300004241	EE			EUR	14.00%	30/01/3100	100.00	200,000	100.00	200,233	1.00%
OKEA 9.125% 15.05.2028	NO0013223503	NO			USD	9.13%	15/05/2028	93.55	187,110	98.27	198,746	0.99%
INTL PETROL 7.25% 01.02.2027	NO0012423476	CA	S&P	B	USD	7.25%	01/02/2027	88.39	176,772	95.62	197,027	0.99%
CULLINAN HOLDCO FRN 15.10.2026	XS2397354015	LU	S&P	B-	EUR	7.54%	15/10/2026	88.25	176,500	94.02	191,426	0.96%
ATSINAU ENERGETIK 5.00% 14.12.2025	LT0000405938	LT			EUR	5.00%	14/12/2025	91.57	183,146	95.00	190,472	0.95%
KERNEL HOLDING 6.75% 27.10.2027	XS2244927823	LU	S&P	CCC	USD	6.75%	27/10/2027	84.61	169,218	88.98	180,232	0.90%
INBANK SUBORDINATED 19.12.2029	EE3300001544	EE			EUR		19/12/2029	100.00	176,000	100.00	176,088	0.88%
ARCO VARA 10.000% 12.12.2026 ¹	EE3300005156	EE			EUR	10.00%	12/12/2026	100.00	170,000	100.00	170,803	0.85%

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

Name	ISIN	Emitent country	Rating agency	Rating	FX	Interest rate	Maturity	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
BONDS*												
INVALIDA INVL 7.000% 14.06.2027	LT0000409229	LT			EUR	7.00%	14/06/2027	100.00	155,000	102.00	158,582	0.79%
INBANK ALLUTA T2 9% 13.12.2033	EE3300003714	EE			EUR	9.00%	13/12/2033	100.00	134,000	107.48	144,084	0.72%
CLEANR GRUPA FRN EUR 09.12.2025	LV0000802676	LV			EUR	9.22%	09/12/2025	100.00	120,000	102.01	122,412	0.61%
FERTIBERIA CORP FRN 08.05.2028	NO0013219477	ES			EUR	8.30%	08/05/2028	102.50	102,500	102.25	103,472	0.52%
NORSKE VIKING FRN 05.05.2025¹	NO0011140402	NO			NOK	15.00%	05/05/2025	10.16	120,552	8.45	102,651	0.51%
CAPITALICA BALTIC FRN 30.10.2025	LT0000408247	LT			EUR	8.37%	30/10/2025	100.00	100,000	100.43	101,820	0.51%
MAPON FRN 08.03.2027	LV0000860161	LV			EUR	8.70%	08/03/2027	100.00	100,000	101.50	101,500	0.51%
DELFIGROUP 10.0% 25.09.2028	LV0000803914	LV			EUR	10.00%	25/09/2028	100.00	100,000	100.60	100,739	0.50%
ELKO GRUPA 6% 12.02.2026	LV0000870079	LV			EUR	6.00%	12/02/2026	100.00	100,000	98.25	100,550	0.50%
COOP PANK 10% PERP 2022 AT1¹	EE3300002641	EE			EUR	10.00%	30/06/2072	100.00	100,000	100.00	100,000	0.50%
AXACTOR FRN 15.09.2026	NO0011093718	NO			EUR	8.24%	15.09.26	100.00	100,000	93.65	93,988	0.47%
IUTECR 11.000% 06.10.2026	XS2378483494	LU			EUR	11.00%	06.10.26	100.00	90,000	95.08	87,908	0.44%
BIGBANK 8.000% SUBT2 16.02.2033	EE3300003052	EE			EUR	8.00%	16.02.33	100.00	81,000	102.90	84,141	0.42%
EXPLORER II 3.375% EUR 24.02.2025	NO0010874548	NO			EUR	3.38%	24/02/2025	100.00	85,000	92.33	79,491	0.40%
MAINOR EUR 4.75% 10.06.2026	EE3300002138	EE			EUR	4.75%	10/06/2026	100.00	82,500	96.00	79,418	0.40%
KVARTALAS 8.00% 19.12.2026	LT0000411167	LT			EUR	8.00%	19/12/2026	100.00	69,900	100.00	70,084	0.35%
INBANK ALLUT 5.5% 15.12.2031	EE3300002302	EE			EUR	5.50%	15/12/2031	100.00	56,000	96.98	54,334	0.27%
BAKKGRUPPEN FRN NOK 31.03.2027	NO0010917750	NO			NOK	11.70%	31/03/2027	8.82	62,327	6.10	44,257	0.22%
BAKKGRUPPEN 12% PIK 31.03.2027	NO0013272203	NO			NOK	14.00%	31/03/2027	9.62	52,898	2.29	12,586	0.06%
BONDS TOTAL									13,340,636		13,953,623	69.80%
Name	Derivative Type	Emitent country	Rating agency	Rating		FX	Maturity	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net	
DERIVATIVES												
FX-Swap EUR/USD Swedbank AS	Swap	EE	S&P	A+Swedbank AB		USD	02/05/2025			- 26 377	-0.02%	
DERIVATIVES TOTAL											- 26 377	-0.02%
INSTRUMENTS TOTAL									18,097,907		19,381,970	96.95%

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

Name	Credit Institution's country	Credit Institution	FX	Interest rate	Quantity	Average acquisition cost per unit	Market value per unit	Total market value	Share of market value of fund's net assets
CASH									
CURRENT ACCOUNT	EE	Swedbank	EUR			411,300		411,310	2.06%
CURRENT ACCOUNT	EE	Swedbank	BGN			13,019		13,019	0.07%
CURRENT ACCOUNT	EE	Swedbank	SEK			119,718		119,718	0.60%
CURRENT ACCOUNT	EE	Swedbank	USD			69,950		69,950	0.35%
CURRENT ACCOUNT	EE	Swedbank	NOK			9,505		9,505	0.05%
CURRENT ACCOUNT	EE	SEB	EUR			252		252	0.00%
CURRENT ACCOUNT	EE	Swedbank	GBP			6,334		6,334	0.03%
CURRENT ACCOUNT TOTAL						630,077		630,087	3.15%
INVESTMENTS TOTAL						18,754,361		20,012,057	100.10%
OTHER ASSETS									
DIVIDEND RECEIVABLE			EUR					1 312	0.01%
OTHER ASSETS TOTAL								1 312	0.01%
TOTAL ASSETS OF THE FUND						18,754,361		20,013,369	100.11%
LIABILITIES								-21,251	-0.11%
NET ASSETS OF THE FUND								19,992,118	100.00%

In EUR 31/12/2023

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:										
HAMBURGER HAFEN UND LOGISTIC /	DE000A37FUD8	DE			EUR	14.36	224,724	16.74	261,981	1.61%
HERMAN MILLER INC	US6005441000	US	S&P	BB	USD	15.05	155,810	24.17	250,170	1.54%
BP PLC-SPONS ADR	US0556221044	GB	S&P	A-	USD	22.34	173,133	32.07	248,550	1.53%
EURONEXT NV	NL0006294274	NL	S&P	BBB+	EUR	84.65	229,394	78.65	213,142	1.31%
SAP SE	DE0007164600	DE	S&P	A+	EUR	94.70	129,744	139.48	191,088	1.17%
ENEFIT GREEN AKTSIA	EE3100137985	EE			EUR	3.95	197,722	3.56	177,800	1.09%
HUSQVARNA AB-B	SE0001662230	SE	S&P	BBB-	SEK	6.55	149,689	7.47	170,799	1.05%
ENGIE COM STK EUR	FR0013215407	FR	S&P	BBB+	EUR	9.29	97,564	15.92	167,139	1.03%
KWS SAAT SE AND CO KGAA	DE0007074007	DE			EUR	51.25	158,879	53.70	166,470	1.02%
IGNITIS GRUPE AB	LT0000115768	LT	S&P	BBB+	EUR	19.89	172,037	18.84	162,966	1.00%
TECHNOGYM SPA	IT0005162406	IT			EUR	6.90	118,613	9.07	155,918	0.96%
VISA INC	US92826C8394	US	S&P	AA-	USD	182.94	118,914	235.87	153,314	0.94%
FIELMANN AG	DE0005772206	DE			EUR	53.20	164,926	48.64	150,784	0.93%
LENZINZ AG	AT0000644505	AT			EUR	43.31	159,615	35.55	131,002	0.80%
AENA SME SA	ES0105046009	ES	Fitch	A-	EUR	136.78	105,317	164.10	126,357	0.78%
OMV AG	AT0000743059	AT			EUR	19.20	60,049	39.77	124,401	0.76%
GYM GROUP PLC	GB00BZBX0P70	GB			GBP	1.34	133,602	1.22	122,463	0.75%
TALLINK GRUPP AS	EE3100004466	EE			EUR	0.76	125,205	0.69	113,099	0.69%
DANONE SA	FR0000120644	FR	S&P	BBB+	EUR	55.17	99,303	58.68	105,624	0.65%
AIR LIQUIDE SA DIV BONUS SHS	FR001400D5Z6	FR	S&P	A	EUR	115.86	63,724	176.20	96,910	0.59%
EUROCELL PLC	GB00BVV2KN49	GB			GBP	1.91	120,494	1.51	95,168	0.58%
TALLINNA SADAM AS	EE3100021635	EE			EUR	1.73	145,473	1.13	94,600	0.58%
RAYSEARCH LABORATORIES AB	SE0000135485	SE			SEK	8.34	97,191	8.11	94,467	0.58%
CTS EVENTIM AG and CO KGAA	DE0005470306	DE			EUR	37.47	50,584	62.60	84,510	0.52%
KRONES AG	DE0006335003	DE			EUR	65.55	49,164	111.80	83,850	0.51%
TEAM INTERNET GROUP	GB00BCCW4X83	GB			GBP	0.84	46,244	1.44	79,278	0.49%
SIXT SE PRFD	DE0007231334	DE	S&P	BBB	EUR	41.01	47,159	67.10	77,165	0.47%
THULE GROUP AB/THE	SE0006422390	SE			SEK	23.38	64,289	24.74	68,033	0.42%
FRESENIUS MEDICAL CARE AG	DE0005785802	DE	S&P	BBB-	EUR	63.05	100,881	37.96	60,736	0.37%
KONE OYJ	FI0009013403	FI			EUR	47.84	58,847	45.28	55,694	0.34%
JCDECAUX SE	FR0000077919	FR	S&P	BBB-	EUR	16.66	49,989	18.20	54,600	0.34%

Statement of investments as of 31/12/2023 (continued)

Statement of Investments as of 31/12/2023 (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
SHARES										
SHARES LISTED ON STOCK EXCHANGE:										
ADIDAS AG	DE000A1EWWW0	DE			EUR	202.11	56,591	184.16	51,565	0.32%
ALIBABA GROUP HOLDING LTD	US01609W1027	CH			USD	192.58	101,103	70.22	36,866	0.23%
DETSKY MIR PJSC	RU000A0JSQ90	RU			USD	1.56	194,704	0.00	0	0.00%
POLYUS PJSC	RU000A0JNAA8	RU			USD	167.76	100,655	0.00	0	0.00%
SHARES TOTAL							4,121,330		4,226,509	25.94%
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
FUNDS										
CLOSED-END FUNDS LISTED ON STOCK EXCHANGE:										
BULGARIA REAL ESTATE FUND	BG1100001053	BG	REAL ESTATE MANAGEMENT LTD		BGN	0.80	180,932	1.24	278,799	1.71%
CLOSED-END FUNDS TOTAL							180,932		278,799	1.71%
EXCHANGE TRADED COMMODITIES:										
XTRACKER IE PHYSICAL GOLD ETC	DE000A2T0VU5	DE	DEUTCHE BANK AG		EUR	22.05	377,662	28.79	493,068	3.03%
EXCHANGE TRADED COMMODITIES TOTAL							377,662		493,068	3.03%
EXCHANGE TRADED FUNDS:										
KRANESHARES CSI CHINA INTERNET ETF	IE00BFXR7892	CH	WAYSTONE MANAGEMENT COMPANY		USD	25.20	216,719	16.51	142,004	0.87%
EXCHANGE TRADED FUNDS TOTAL							216,719		142,004	0.87%
VENTURE CAPITAL FUNDS:										
Specialist VC Primary and Secondary Fund II	-	EE	Specialist Fund Management OÜ		EUR	1.00	65,107	0.83	54,074	0.33%
VENTURE CAPITAL FUNDS TOTAL							65,107		54,074	0.33%
FUNDS TOTAL							840,420		967,945	5.94%
SHARES AND FUNDS TOTAL							4,961,751		5,194,454	31.88%

Statement of investments as of 31/12/2023 (continued)

Name	ISIN	Emitent country	Rating agency	Rating	FX	Interest rate	Maturity	Average acquisition cost per	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net
BONDS*												
LHV GROUP VAR% 03.10.2027	XS2693753704	EE			EUR	8.75%	03/10/2027	101.05	656,850	101.75	674,894	4.14%
MAINOR ULEMISTE 8.50% 10.03.2027	EE3300003136	EE			EUR	8.50%	10/03/2027	100.00	600,000	103.20	634,642	3.89%
TRANSILVANIA VAR% 07.12.2028	XS2724401588	RO	Fitch	BB+	EUR	7.25%	07/12/2028	102.25	409,000	103.12	414,207	2.54%
SIAULIU BANKAS 10.75% 22.06.2033	LT0000407751	LT			EUR	10.75%	22/06/2033	100.00	300,000	111.50	351,242	2.16%
TRANSILVANIA VAR% 27.04.2027	XS2616733981	RO	Fitch	BB+	EUR	8.88%	27/04/2027	101.26	303,784	106.09	336,165	2.06%
LUMINOR BANK VAR% 08.06.2027	XS2633112565	EE			EUR	7.75%	08/06/2027	100.00	300,000	105.55	329,599	2.02%
NOVA LJUBLJAN VAR 28.11.2032	XS2413677464	SI	S&P	BBB	EUR	10.75%	28/11/2032	102.63	307,875	108.87	329,342	2.02%
KRUK FRN 10.05.2028	NO0012903444	PL	S&P	BB-	EUR	10.47%	10/05/2028	100.00	300,000	105.11	319,591	1.96%
CAPITALICA BALTIC FRN 30.10.2025	LT0000408247	LT			EUR	9.61%	30/10/2025	100.00	300,000	101.50	309,224	1.90%
ALPHA SERV VAR% 13.02.2030	XS2111230285	GR	S&P	B	EUR	4.25%	13/02/2030	94.63	283,875	97.82	304,591	1.87%
AKROPOLIS 2.875% 02.06.2026	XS2346869097	LT	S&P	BB+	EUR	2.88%	02/06/2026	85.12	276,625	90.22	298,587	1.83%
ADVISE GROUP FRN 26.05.2026	SE0020180271	SE			SEK	9.65%	26/05/2026	8.77	219,351	9.27	233,623	1.43%
CULLINAN HOLD 4.625% 15.10.26	XS2397354528	LU	S&P	B	EUR	4.63%	15/10/2026	72.25	216,750	76.70	232,945	1.43%
ADMIRAL MK ALLUT 8% 05.02.2031	EE3300001999	EE			EUR	8.00%	05/02/2031	100.00	200,000	98.50	203,400	1.25%
B2 HOLDING ASA FRN 22.09.2026	NO0012704107	NO	S&P	BB-	EUR	10.82%	22/09/2026	100.00	200,000	101.25	202,921	1.25%
MAXIMA 6.250% 12.07.2027	XS2485155464	LT	S&P	BB+	EUR	6.25%	12/07/2027	98.96	197,922	98.32	202,444	1.24%
ARCO VARA 10% 13.12.2024 ¹	EE3300003003	EE			EUR	10.00%	13/12/2024	100.00	200,000	100.00	200,889	1.23%
DELFINGROUP FRN SUB 25.07.2028	LV0000802700	LV			EUR	15.42%	25/07/2028	100.00	200,000	100.00	200,343	1.23%
ADVANIA FRN SUBORD 24.03.2031	NO0010955909	LU			EUR	9.17%	24/03/2031	100.00	200,000	99.75	199,602	1.22%
SIAULIU BANK VAR% 07.10.2025	LT0000405771	LT			EUR	1.05%	07/10/2025	94.13	188,268	97.00	194,478	1.19%
MEDIA AND GAMES FRN 21.06.26	SE0018042277	MT			EUR	10.17%	21/06/2026	98.00	196,000	96.25	192,952	1.18%
MEDIA AND GAMES FRN 24.03.27	SE0019892241	MT			EUR	11.17%	24/03/2027	100.00	200,000	96.00	192,122	1.18%
LHV GROUP VAR% 09.09.2025	XS2379637767	EE			EUR	0.88%	09/09/2025	88.36	176,718	94.71	189,947	1.17%
OKEA ASA 9.125% 14.09.2026	NO0013009282	NO			USD	9.13%	14/09/2026	91.51	183,016	92.06	188,929	1.16%
STENA 7% 01.02.2024	USW8758PAK22	SE	S&P	BB	USD	7.00%	01/02/2024	90.88	181,760	90.94	187,086	1.15%
INBANK SUBORDINATED 19.12.2029	EE3300001544	EE			EUR	6.00%	19/12/2029	100.00	176,000	100.10	176,205	1.08%
INTL PETROL 7.25% 01.02.2027	NO0012423476	CA	S&P	B	USD	7.25%	01/02/2027	88.39	176,772	85.16	175,721	1.08%
CULLINAN HOLDCO FRN 15.10.2026	XS2397354015	LU	S&P	B	EUR	8.69%	15/10/2026	88.25	176,500	80.97	165,521	1.02%
INBANK ALLUTA T2 9% 13.12.2033	EE3300003714	EE			EUR	9.00%	13/12/2033	100.00	134,000	111.25	149,611	0.92%
AIDER KONSERN FRN 20.05.2026	NO0012520495	NO			NOK	10.76%	20/05/2026	10.00	149,936	9.17	139,038	0.85%
KERNEL HOLDING 6.75% 27.10.2027	XS2244927823	LU	S&P	CC	USD	6.75%	27/10/2027	84.61	169,218	60.47	123,052	0.76%
CLEANR GRUPA FRN 09.12.2025	LV0000802676	LV			EUR	10.43%	09/12/2025	100.00	120,000	99.00	121,942	0.75%
NOR5KE VIKING FRN 03.05.2024 ¹	NO0011140402	NO			NOK	12.73%	03/05/2024	10.31	134,000	8.95	118,585	0.73%
VNV GL 5.5% 24.06.2024	SE0016275077	SE			SEK	5.50%	24/06/2024	9.79	122,333	8.91	111,491	0.68%
LUMINOR BANK VAR% 16.01.2026	XS2576365188	EE			EUR	7.25%	16/01/2026	100.00	100,000	101.90	108,787	0.67%
VNV GL 5.0% 31.01.2025	SE0017483019	SE			SEK	5.00%	31/01/2025	9.58	119,732	8.51	107,274	0.66%
DELFINGROUP FRN 25.09.2024	LV0000850055	LV			EUR	12.70%	25/09/2024	96.70	96,700	102.25	102,391	0.63%

Statement of investments as of 31/12/2023 (continued)

Name	ISIN	Emitent country	Rating agency	Rating	FX	Interest rate	Maturity	Average acquisition cost per unit	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
BONDS*												
GL AGRAJES FRN 22.12.2025	NO0010912801	ES			EUR	9.92%	22/12/2025	100.00	100,000	101.70	101,894	0.63%
ELKO GRUPA 6% 12.02.2026	LV0000870079	LV			EUR	6.00%	12/02/2026	100.00	100,000	96.75	99,033	0.61%
COOP PANK 10% PERP 2022 AT1 ¹	EE3300002641	EE			EUR	10.00%	30/06/2072	100.00	100,000	94.02	96,492	0.59%
AXACTOR FRN 15.09.2026	NO0011093718	NO	S&P	B	EUR	9.28%	15/09/2026	100.00	100,000	95.13	95,491	0.59%
BIGBANK 8.0% SUBT2 16.02.2033	EE3300003052	EE			EUR	8.00%	16/02/2033	100.00	88,000	104.45	92,757	0.57%
EXPLORER II 3.375% 24.02.2	NO0010874548	NO			EUR	3.38%	24/02/2025	100.00	95,000	91.79	88,316	0.54%
IUTECR 11.000% 06.10.2026	XS2378483494	LU			EUR	11.00%	06/10/2026	100.00	90,000	92.67	85,671	0.53%
MAINOR 4.75% 10.06.2026	EE3300002138	EE			EUR	4.75%	10/06/2026	100.00	82,500	94.25	77,963	0.48%
HKSCAN 5% 24.03.2025	FI4000490990	FI			EUR	5.00%	24/03/2025	100.07	100,070	76.40	77,722	0.48%
DDM DEBT 9% 20.04.2026	SE0015797683	SE	Fitch	B-	EUR	9.00%	19/04/2026	100.00	100,000	70.00	71,750	0.44%
WALDORF 9.75% 01.10.2024 ¹	NO0011100935	GB			USD	9.75%	01/10/2024	84.61	56,397	88.44	60,393	0.37%
CAYBON HOLD FRN 03.12.2025	SE0017084478	SE			SEK	0.00%	03/12/2025	9.81	122,674	4.46	58,740	0.36%
BAKKGRUPPEN FRN 03.02.2025	NO0010917750	NO			NOK	11.73%	03/02/2025	9.37	106,170	4.62	54,166	0.33%
INBANK ALLUT 5.5% 15.12.2031	EE3300002302	EE			EUR	5.50%	15/12/2031	100.00	56,000	93.65	52,453	0.32%
BONDS TOTAL									9,769,796		9,836,226	60.36%

Name	Derivative Type	Emitent country	Rating agency	Rating	FX	Maturity	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net
DERIVATIVES										
FX-Swap EUR/USD Swedbank AS	Swap	EE	S&P	A+Swedbank AB	USD	08/05/2024			- 2 719	-0.02%
DERIVATIVES TOTAL									- 2 719	-0.02%
INSTRUMENTS TOTAL							14.728.828	15.027.961	92.22%	

Credit Institution	Deposit type	Rating agency	Rating	FX	Interest rate	Start date	Maturity	Average acquisition cost	Market value per unit	Total market value	Share of market value of fund's net assets
DEPOSITS*											
Swedbank AS	Overnight deposit			EUR	1.46%	29/12/2023	30/12/2023	448,598		448,621	2.75%
DEPOSITS TOTAL									448,598	448,621	2.75%

*Accrued interest in the amount of 22.43 EUR has been added to the value of deposits

Statement of investments as of 31/12/2023 (continued)

Name	Credit Institution's country	Credit Institution	FX	Interest rate	Quantity	Average acquisition cost per unit	Market value per unit	Total market value	Share of market value of fund's net assets
CASH									
CURRENT ACCOUNT	EE	Swedbank	BGN			13,019		13,019	0.08%
CURRENT ACCOUNT	EE	Swedbank	SEK			81,446		81,446	0.50%
CURRENT ACCOUNT	EE	Swedbank	USD			30,597		30,597	0.19%
CURRENT ACCOUNT	EE	Swedbank	NOK			485,722		485,722	2.98%
CURRENT ACCOUNT	EE	SEB	EUR			286		286	0.00%
CURRENT ACCOUNT	EE	Swedbank	GBP			226,487		226,487	1.39%
CURRENT ACCOUNT TOTAL						837,557		837,557	5.14%
INVESTMENTS TOTAL						16,017,702		16,314,138	100.11%
OTHER ASSETS									
DIVIDEND RECEIVABLE			EUR					1 706	0.01%
OTHER ASSETS TOTAL								1 706	0.01%
TOTAL ASSETS OF THE FUND						16,017,702		16,315,844	100.13%
LIABILITIES								-20,726	-0.13%
NET ASSETS OF THE FUND								16,295,118	100.00%

STATEMENT OF COMMISSIONS

In EUR

01/01/2024-31/12/2024

	Number of transactions	Volume of transactions	Total commissions paid	Weighted average fee
Regulated securities market transactions*				
Shares				
Erste Group Bank AG	2	218,397	153	0.07%
Swedbank AS	1	143,143	143	0.10%
Wood and Company Financial Services a.s.	4	547,236	424	0.08%
SEB Bank AS	1	100,750	80	0.08%
Baader Bank AG (CACEIS Bank S.A.)	1	224,564	225	0.10%
OTC trades				
Investment funds	2	39,055	0	0.00%
Corporate actions	28	1,426,170	0	0.00%
Bonds issue				
Swedbank AS	1	69,900	0	0.00%
Pareto Securities AS	1	604,717	0	0.00%
Arco Vara AS	1	170,000	0	0.00%
Signet Bank	1	100,000	0	0.00%
Luminor Bank AS Lithuanian Branch	1	184,257	0	0.00%
ABG Sundal Collier ASA	1	400,000	0	0.00%
Arctic Securities AS	1	187,652	0	0.00%
Šiauliu bankas AB	3	955,000	0	0.00%
Bigbank AS	1	250,000	0	0.00%
LHV PANK AS	1	399,072	0	0.00%
Ashenden Finance SA	1	202,500	0	0.00%
Interkapital vrijednosni papiri d.o.o.	1	600,600	0	0.00%
Holm Bank AS	1	200,000	0	0.00%
Bonds				
Pareto Securities AS	1	639,327	0	0.00%
Luminor Bank AS Lithuanian Branch	2	441,316	0	0.00%
ABG Sundal Collier ASA	3	202,409	0	0.00%
SEB Pank AS	6	343,111	0	0.00%
J.P.Morgan	1	307,166	0	0.00%
LHV PANK AS	1	198,400	0	0.00%
Ashenden Finance SA	1	1,018,577	0	0.00%
Avaron Bond Fund	1	329,106	0	0.00%
BCP Securities LLC	1	503,433	0	0.00%
Gottex Securities	1	98,556	0	0.00%
Carnegie Investment Bank AB	1	589,674	0	0.00%
TOTAL	73	11,694,087	1,025	0.01%

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

In EUR

01/01/2023-31/12/2023

	Number of transactions	Volume of transactions	Total commissions paid	Weighted average fee
Regulated securities market transactions*				
Shares				
Erste Group Bank AG	1	74,137	52	0.07%
Wood and Company Financial Services a.s.	5	421,875	1,215	0.29%
Swiss Capital S.A.	1	224,547	450	0.20%
Pareto Securities AS	1	158,273	142	0.09%
SEB Pank AS	1	47,878	72	0.15%
Baader Bank AG (CACEIS Bank S.A.)	4	356,602	356	0.10%
OTC trades				
Investment funds	5	26,185	0	0.00%
Corporate actions	26	1,996,956	0	0.00%
Bonds issue				
Redgate Capital	1	600,000	0	0.00%
Pareto Securities AS	3	494,201	0	0.00%
Banca Promos SPA	3	609,015	0	0.00%
Inbank	1	134,000	0	0.00%
Signet Bank	1	201,184	0	0.00%
Luminor Bank AS Lithuanian Branch	4	888,537	0	0.00%
Arctic Securities AS	1	300,000	0	0.00%
Šiaulių bankas AB	1	300,000	0	0.00%
Bigbank AS	1	89,000	0	0.00%
LHV PANK AS	1	36,000	0	0.00%
Bonds				
Pareto Securities AS	3	314,897	0	0.00%
Banca Promos SPA	2	445,518	0	0.00%
Avaron Emerging Europe Fund	1	157,000	0	0.00%
SEB Pank AS	9	493,062	0	0.00%
J.P. Morgan	2	605,612	0	0.00%
Ashenden Finance SA	2	627,416	0	0.00%
TOTAL	80	9,601,895	2,287	0.02%

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

REPORT ON REMUNERATION OF THE FUND MANAGEMENT COMPANY

The remuneration principles of all Avaron employees including investment managers and risk-takers are set in the Company's Remuneration Policy. The remuneration of Avaron employees consists of fixed and variable remuneration. The total remuneration is based on local labour market conditions, and is designed so as to achieve a reasonable balance between the fixed and variable components of the salary.

Avaron employees receive a fixed salary, which reflects relevant professional experience and organisational responsibility as set out in the employee's job description. Variable remuneration depends on the performance of the employee, the business unit concerned and Avaron's overall results. The assessment of the performance is set in a three-year framework, to ensure, that the assessment process is based on longer-term performance taking into account the business cycle of the Company and its business risks. After awarding a bonus to the employees the Company has a three-year period during which it has the right to reduce the bonus, stop the payments of the announced bonus or even require partial or full repayment. The full Remuneration Policy of AS Avaron Asset Management can be downloaded here www.avaron.com/documents.

The Fund Management Company employed 15 specialists as at the end of 2024 (end-2023: 15 specialists). Total remuneration amounted to:

In EUR

	2024	2023
Wages and salaries	266,310	435,116
Social tax and unemployment insurance contributions	161,588	161,811
Total	427,898	596,927
incl. bonus program cost with applicable taxes	93,587	76,353

The Members of the Management Board did not receive extra remuneration for participating in the work of the managing bodies. Independent member of the Supervisory Board did not receive any payments with applicable social tax in the financial year 2024.

No remuneration has been paid by the Fund.

INDEPENDENT CERTIFIED AUDITOR'S REPORT

Independent auditor's report is available in Estonian at Avaron's website:
<https://avaron.ee/dokumendid/>