

Generali PPF Invest plc

(An open-ended umbrella investment company with variable capital and with segregated liability between Sub-Funds incorporated with limited liability in Ireland under the Companies Acts 1963 to 2012 with registration number 468417)

ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS

**For the year ended
31 December 2012**

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GENERAL INFORMATION

Directors

Mr. David Hammond (Irish)
Ms. Tara Gordon (Irish)
Mr. Patrick Robinson (British - Alternate Director to Tara Gordon)
Ms. Alexandra Hájková (Czech)
Mr. Karel Novák (Czech)
Mr. Radek Moc (Czech)

Registered Office

33 Sir John Rogerson's Quay
Dublin 2
Ireland

Investment Manager

Generali PPF Asset Management a.s.
Evropská 2690/17
P.O. Box 177
160 41 Prague 6
Czech Republic

Secretary

Tudor Trust Limited
33 Sir John Rogerson's Quay
Dublin 2
Ireland

Custodian

RBC Investor Services Bank S.A., Dublin Branch
(formerly RBC Dexia Investor Services Bank S.A., Dublin Branch)*
Georges Quay House
43 Townsend Street
Dublin 2
Ireland

Paying agent for Polish market

Raiffeisen Bank Polska S.A.
ul. Piekna 20
00-549 Warszawa
Poland

Independent Auditors

Ernst & Young
Chartered Accountants
Ernst & Young Building
Harcourt Centre
Harcourt Street
Dublin 2
Ireland

Administrator

RBC Investor Services Ireland Limited (formerly RBC Dexia Investor Services Ireland Limited)*
Georges Quay House
43 Townsend Street
Dublin 2
Ireland

Global Distributor and Promoter

ČP INVEST investiční společnost, a.s.
Na Pankráci 1658/121
140 21 Praha
Czech Republic

Legal Advisors

Dillon Eustace
33 Sir John Rogerson's Quay
Dublin 2
Ireland

Management Support Services Provider

Bridge Consulting
33 Sir John Rogerson's Quay
Dublin 2
Ireland

All Directors act in a non-executive capacity.

* The name has been changed with an effective date of 27 July 2012, to reflect the fact that RBC has acquired Dexia SA's 50% ownership of the former joint venture group.

DIRECTORS' REPORT

For the year ended 31 December 2012

The Directors present their report together with the audited Financial Statements for the year ended 31 December 2012.

Statement of Directors' responsibilities in respect of the financial statements

The Directors are responsible for preparing the annual report and the financial statements in accordance with applicable Irish law and in accordance with International Financial Reporting Standards (IFRS) as adopted for use in the European Union, including the accounting standards issued by the International Accounting Standards Board.

Irish company law requires the Directors to prepare financial statements for each financial period, which give a true and fair view of the state of affairs of Generali PPF Invest plc ("the Company") and of the profit or loss of the Company for that period.

In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and then apply them consistently;
- make significant estimates and judgements that are reasonable and prudent;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

The Directors confirm that they have complied with the above requirements in preparing the financial statements.

The Directors are responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Company and which enable them to ensure that the financial statements are prepared in accordance with International Financial Reporting Standards as adopted for use in the European Union and comply with the provisions of the Companies Acts 1963 to 2012 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) (the "UCITS Regulations"). The measures taken by the Directors to ensure compliance with the Company's obligation to keep proper books of account are the use of appropriate systems and procedures and the employment of competent persons. In this regard the Directors have delegated the administration of the Company to RBC Investor Services Ireland Limited ("the Administrator") which includes the responsibility of maintaining proper books of account.

The Directors are also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Directors have engaged RBC Investor Services Bank S.A., Dublin Branch, to act as Custodian with a duty to safeguard the assets of the Company.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Company's website. Legislation in the Republic of Ireland governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

Principal activities

The Company was incorporated on 10 March 2009 and was authorised as an Undertaking for Collective Investment in Transferable Securities ("UCITS") by the Central Bank of Ireland. The Company is organised as an investment company with variable capital pursuant to the UCITS Regulations. The Company is an umbrella fund incorporated with limited liability, segregated between Sub-Funds.

The Company's principal activity is to provide the Sub-Funds' investors with a return linked to the investment objective of each Sub-Fund as defined in the relevant Sub-Funds Supplement to the Prospectus.

DIRECTORS' REPORT (continued)

For the year ended 31 December 2012

Review of business and future developments

Please refer to the Investment Manager's Reports for a review of the business and future developments.

Risk management objectives and policies

For details of risk management objectives and policies, please refer to note 9.

Results

The financial position and results for the year are set out on pages 60 to 67. No dividends have been paid during the year. On 24 January 2013 the Board approved the payment of dividends in respect of the year ended 31 December 2012 from the distributing share classes, Class B EUR, Class B CZK and Class B PLN within Generali PPF Corporate Bonds Fund. The dividend rate paid will be 6% per share.

Significant events during the year

The following share classes have been authorised since 31 December 2011:

<u>Sub-Fund</u>	<u>Share Classes</u>
Generali PPF Corporate Bond Fund	Class B EUR Class B CZK Class B PLN

The following share classes have been launched since 31 December 2011:

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Cash & Bond Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Classes</u>
Generali PPF Corporate Bond Fund	Class A PLN Class B EUR Class B CZK Class B PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Global Brands Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF New Economies Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Oil Industry & Energy Production Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Commodity Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Emerging Europe Fund	Class A PLN

As of 1 April 2012, there was an increase in distributors fee, as noted in the fourth addendum.

Ernst & Young have been appointed as auditors of the Company on the 22 June 2012 and replaced PricewaterhouseCoopers.

DIRECTORS' REPORT (continued)

For the year ended 31 December 2012

Events since year end

On 24 January 2013 the Board approved the payment of dividends in respect of the year ended 31 December 2012 from the distributing share classes, Class B EUR, Class B CZK and Class B PLN within Generali PPF Corporate Bonds Fund. The dividend rate paid was 6% per share. The dividends were paid since the year end as set out above.

On 26 March 2013, Generali PPF Emerging Europe Bond Fund was launched.

In the opinion of the Directors, during the period between the end of the financial period and the date of this report, there were no other items, transactions, or events of a material or unusual nature likely to significantly affect the operations the Company and its results in future years.

Directors

The names of the persons who were Directors at any time during the year are set out on page 3.

Directors' and Company Secretary's interests

Directors' fees paid out during the year are set out in Note 7. As at 31 December 2012 Ms. Alexandra Hájková holds 97.56 shares of Generali PPF Commodity Fund and one non-participating share of the Company. No other Director or any connected person has any beneficial or non-beneficial interests in the share capital of the Company.

Books of account

To ensure that proper books of account are kept in accordance with Section 202 of the Companies Act, 1990, the Directors of the Company have employed as Administrator RBC Investor Services Ireland Limited ("the Administrator"). The books of account are located at the offices of the Administrator at George's Quay House, 43 Townsend Street, Dublin 2.

Independent Auditors

Ernst & Young are the newly appointed auditors at 31 December 2012. The auditors, Ernst & Young, Chartered Accountants, have expressed their willingness to continue in office in accordance with Section 160(2) of the Companies Act, 1963.

Corporate Governance Code

The Board of Directors of the Company have assessed the measures included in the voluntary Corporate Governance Code for Collective Investment Schemes and Management Companies as published by the Irish Fund Industry Association in December 2011 (the "IFIA Code"). The Board of Directors of the Company has adopted all corporate governance practices and procedures in the IFIA Code with effect from 31 December 2012.

On behalf of the Board

Director

Date: 22 April 2013

Director

Date: 22 April 2013



**Report of the Custodian to the Shareholders
For the year ended 31 December 2012**

As required by the Central Bank of Ireland UCITS Notices, we are pleased to present our report as follows.

In our opinion, Generalli PPF Invest plc (the "Company") has been managed for the year ended 31 December 2012:

- (i) In accordance with the limitations imposed on the investment and borrowing powers of the Company by the Memorandum & Articles of Association and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 ("the Regulations"); and
- (ii) Otherwise in accordance with the provisions of the Memorandum & Articles of Association and the Regulations.

**RBC INVESTOR SERVICES BANK S.A.
DUBLIN BRANCH**

Date: 22 April 2013

Your ambition. Our purpose.™

**RBC Investor Services Bank S.A.,
Dublin Branch**
George's Quay House
43 Townsend Street
Dublin 2, Ireland

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RBC Investor Services Bank S.A., Dublin Branch
is a branch of RBC Investor Services Bank S.A.
Registered office: 14, Porte de France, L-4360 Esch-sur-Alzette, Luxembourg
Registered in Ireland 905449
Incorporated in Luxembourg with Limited Liability
Registered in Luxembourg B 47 192

Independent Auditors' report to the Members of Generali PPF Invest plc (the "Company")

We have audited the Company's financial statements for the year ended 31 December 2012 which comprise the Statement of Financial Position, the Statement of Comprehensive Income, the Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares, the Statement of Cash Flows, the Portfolio of Investments, and the related notes. These financial statements have been prepared under the accounting policies set out therein.

Respective responsibilities of Directors and Auditors

The Directors' responsibilities for preparing the Annual Report and the financial statements in accordance with applicable Irish law and International Financial Reporting Standards (IFRSs) as adopted for use in the European Union are set out in the Statement of Directors' Responsibilities.

Our responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and International Standards on Auditing (UK and Ireland). This report, including the opinion, has been prepared for and only for the Company's members as a body in accordance with Section 193 of the Companies Act, 1990 and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

We report to you our opinion as to whether the financial statements give a true and fair view in accordance with International Financial Reporting Standards as adopted for use in the European Union, and are properly prepared in accordance with Irish statute comprising the Companies Acts, 1963 to 2012 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011. We state whether we have obtained all the information and explanations we consider necessary for the purposes of our audit, and whether the financial statements are in agreement with the books of account. We also report to you our opinion as to:

- whether the Company has kept proper books of account; and
- whether the Directors' Report is consistent with the financial statements.

We also report to you if, in our opinion, any information specified by law regarding directors' remuneration and directors' transactions is not disclosed and where practicable, include such information in our report.

We read the other information contained in the Annual Report, and consider whether it is consistent with the audited financial statements. We consider the implications for our report if we become aware of any apparent misstatements or material inconsistencies with the financial statements. Our responsibilities do not extend to any other information.

Basis of audit opinion

We conducted our audit in accordance with International Standards on Auditing (UK and Ireland) issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgements made by the Directors in the preparation of the financial statements, and of whether the accounting policies are appropriate to the Company's circumstances, consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming our opinion we also evaluated the overall adequacy of the presentation of information in the financial statements.

**Independent Auditors' report to the Members of Generali PPF Invest plc (the “Company”)
(continued)**

Opinion

In our opinion the financial statements

- give a true and fair view in accordance with International Financial Reporting Standards as adopted for use in the European Union, of the state of the Company's affairs at 31 December 2012 and of its results for the period then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts, 1963 to 2012 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011, as amended.

We have obtained all the information and explanations we consider necessary for the purposes of our audit. In our opinion proper books of account have been kept by the Company. The Company's financial statements are in agreement with the books of account.

In our opinion the information given in the Directors' Report is consistent with the financial statements.

Date 22 April 2013

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF Cash & Bond Fund

The Investment objective of the Fund

How the fund achieves its investment objective

The investment objective of the Fund is to achieve appreciation of assets in the short-term and mid-term horizon over the level of short-term interest rates, with high liquidity and low volatility of assets.

On 3 February 2010 seed money in the amount of EUR 4.0 million was deposited in the euro account of the Fund. There were a few larger subscriptions in the total amount exceeding EUR 1.7 million in late 2011. At the beginning of 2012, share class in the Polish zloty was launched. The bond portfolio was kept in the range of 90–100% of the NAV for the whole time, the average credit rating varied between A- and BBB, and the average duration showed an increase year-on-year from the level of 0.6 year to 0.8 year. The net asset value gradually increased and crossed EUR 7.7 mil. mark.

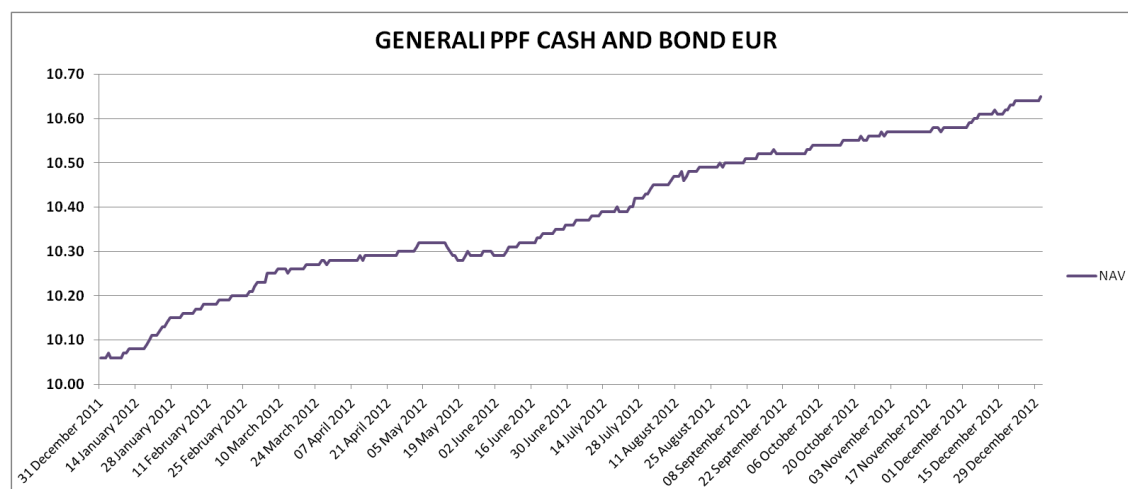
The Fund seeks to achieve its objective by investing primarily in a diversified portfolio (mainly by issuer) of floating and fixed eurobonds, corporate bonds and bonds issued by banks. An additional part of the portfolio is formed by government bonds and the rest is held in cash.

All bonds in the portfolio are rated by Standard & Poor's or another reputable rating agency deemed to be of equivalent quality and the average A- rating of the portfolio remained stable. The average modified duration of the Fund is to be less than one year.

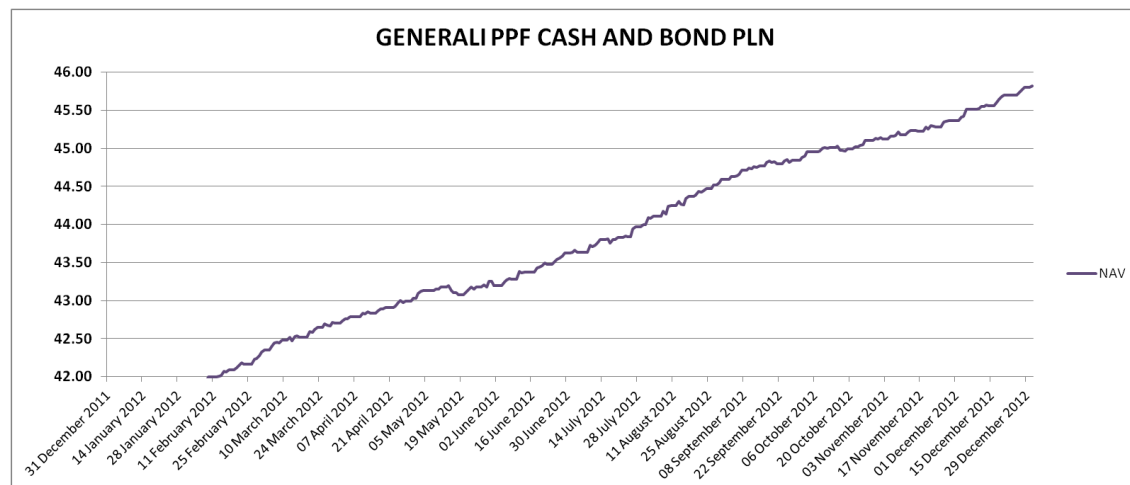
In seeking to achieve the objective, the Fund uses a variety of techniques including fundamental analysis of issuers, analysis and prediction of macro-economic indicators, interest rates, foreign exchange rates, yield curve and analysis of regional political situations.

The Fund uses derivatives such as foreign exchange forwards and swaps (currency forwards and currency swaps) in order to hedge the currency exposure of the assets of the Fund in the range of 85–105%.

NAV per share of the Fund during the period

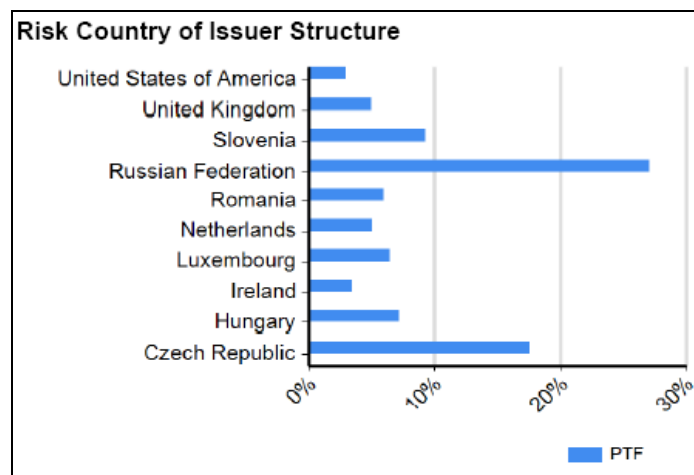


INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Cash & Bond Fund (continued)



GENERALI PPF CASH AND BOND EUR		
Date	NAV	Market Value (EUR)
31/12/2011	10.06	7 416 568.49
31/01/2012	10.15	7 455 016.69
29/02/2012	10.22	7 510 149.70
31/03/2012	10.28	7 522 945.78
30/04/2012	10.30	7 548 301.28
31/05/2012	10.30	7 449 587.84
30/06/2012	10.36	7 440 378.50
31/07/2012	10.43	7 483 865.05
31/08/2012	10.50	7 530 252.04
30/09/2012	10.52	7 552 255.74
31/10/2012	10.56	7 596 748.52
30/11/2012	10.58	7 617 446.52
31/12/2012	10.65	7 679 441.85

GENERALI PPF CASH AND BOND PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	42.28	504.89	122.76
31/03/2012	42.70	509.98	122.79
30/04/2012	43.03	513.82	123.10
31/05/2012	43.25	516.30	117.23
30/06/2012	43.62	520.72	122.95
31/07/2012	44.00	726.74	177.06
31/08/2012	44.59	786.35	188.00
30/09/2012	44.84	31 565.25	7 624.01
31/10/2012	45.12	70 485.14	17 026.42
30/11/2012	45.36	151 652.46	36 880.14
31/12/2012	45.82	175 336.57	42 971.29



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Cash & Bond Fund (continued)

The future market outlook for the Fund

The Euro Area key indicators have been showing an ongoing slowdown of economic activity and a gradual recovery is expected to start later in 2013. The Eurosystem's main refinancing operations were a game changer which led concerns around the peripheral countries to heavily ease in H2 2012, measured by government bonds yields. Although the year 2012 was exceptionally good for credit bonds, the combination of negative real interest rates, very low default rates and ample liquidity provided by central banks, we continue to hold positive view of this asset class. Companies are able to generate profits by cutting costs, increasing efficiency and by off-shoring. As cash flows are kept high and leverage low, corporate bonds have broadly strong fundamentals and the spread is likely to stay or even tighten further.

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Cash & Bond Fund

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
Listed securities : bonds					
AUSTRIA					
UniCredit Bank Austria AG 5% 05/02/2013 EMTN	6,000,000	SKK	199,782	199,620	2.59
			199,782	199,620	2.59
CYPRUS					
Alfa MTN Invest Ltd 9.25% 24/06/2013 EMTN	350,000	USD	285,879	273,262	3.55
Alfa MTN Issuance Ltd 8% 18/03/2015 EMTN	250,000	USD	205,858	205,347	2.67
			491,737	478,609	6.22
CZECH REPUBLIC					
Ceska Exportni Banka AS 1.867% 17/08/2014 EMTN	800,000	EUR	802,571	802,061	10.43
Ceska Exportni Banka AS 2.8005% 29/04/2014 EMTN	700,000	USD	543,487	541,268	7.04
			1,346,058	1,343,329	17.47
GERMANY					
Deutsche Bank AG 0.883% 22/09/2015 EMTN	220,000	EUR	212,179	211,550	2.75
			212,179	211,550	2.75
GREAT BRITAIN					
International Personal Finance Plc 11.5% 06/08/2015 EMTN	200,000	EUR	227,879	227,000	2.95
International Personal Finance Plc 8.5% 24/07/2015 EMTN	3,500,000	CZK	137,498	142,931	1.86
			365,377	369,931	4.81
HUNGARY					
Hungarian Development Bank 4.125% 30/10/2013 EMTN	200,000	EUR	200,521	200,518	2.61
Hungary Government International Bond 4.5% 29/01/2014	333,000	EUR	338,439	337,995	4.39
			538,960	538,513	7.00
IRELAND					
Gazprombank OJSC Via GPB Eurobond Finance Plc 6.25% 15/12/2014	330,000	USD	273,230	265,199	3.45
Nomos Bank Via Nomos Capital Plc 6.5% 21/10/2013	300,000	USD	240,136	231,644	3.01
			513,366	496,843	6.46
LUXEMBOURG					
Evrax Group SA 8.875% 24/04/2013	600,000	USD	489,653	463,926	6.03
Home Credit & Finance Bank OOO Via Eurasia Capital SA 7% 18/03/2014	600,000	USD	469,911	470,457	6.12
Russian Agricultural Bank OJSC Via RSHB Capital SA 7.125% 14/01/2014	200,000	USD	170,248	159,442	2.07
Russian Agricultural Bank OJSC Via RSHB Capital SA 9% 11/06/2014	400,000	USD	336,738	331,978	4.32
Severstal OAO Via Steel Capital SA 9.25% 19/04/2014	350,000	USD	298,945	289,101	3.76
VTB Bank OJSC Via VTB Capital SA 6.465% 04/03/2015	150,000	USD	125,512	121,860	1.58
			1,891,007	1,836,764	23.88
NETHERLANDS					
LeasePlan Corp NV 1.9% 28/04/2014 EMTN	2,000,000	CZK	78,751	80,293	1.04
			78,751	80,293	1.04

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Cash & Bond Fund (continued)

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
ROMANIA					
Romania Government Bond 4.5% 29/11/2013	450,000	EUR	455,011	458,638	5.96
			455,011	458,638	5.96
SLOVENIA					
Slovenia Government Bond 4.375% 02/04/2014	300,000	EUR	301,237	305,379	3.97
Slovenska izvozna in razvojna banka DD 3.42% 27/09/2013	400,000	EUR	400,000	400,000	5.20
			701,237	705,379	9.17
UNITED STATES OF AMERICA					
Morgan Stanley 0.632% 02/05/2014 EMTN	150,000	EUR	147,700	148,658	1.93
			147,700	148,658	1.93
Total listed securities : bonds			6,941,165	6,868,127	89.28
Other organised market : bonds					
NETHERLANDS					
VimpelCom Holdings BV 4.31% 29/06/2014	400,000	USD	315,782	305,254	3.97
			315,782	305,254	3.97
UNITED STATES OF AMERICA					
Goldman Sachs Group Inc 3.95% 28/02/2014 EMTN	77,000	EUR	78,948	78,627	1.02
			78,948	78,627	1.02
Total other organised market : bonds			394,730	383,881	4.99
Bond interest accrued				118,020	1.53
Financial assets at fair value through profit or loss			7,335,895	7,370,028	95.80
Financial Derivative Instruments					
Open Forward Foreign Currency Contracts					
Maturity	Counterparty	Currency Purchased	Currency Sold	Unrealised Appreciation/ (Depreciation)	% of Net Assets
03-Jan-13	RBC IS Bank Luxembourg	EUR 737 PLN	3,008	-	-
04-Jan-13	RBC IS Bank Luxembourg	EUR 126 PLN	514	-	-
25-Jan-13	RBC IS Bank Luxembourg	EUR 139,093 CZK	3,510,000	(775)	(0.01)
25-Jan-13	RBC IS Bank Luxembourg	EUR 4,201,520 USD	5,500,000	30,007	0.39
25-Jan-13	RBC IS Bank Luxembourg	EUR 79,352 CZK	2,000,000	(344)	-
31-Jan-13	RBC IS Bank Luxembourg	PLN 170,092 EUR	41,542	(1)	-
Net gain on open forward foreign exchange contracts				28,887	0.38
Net financial derivative instruments				28,887	0.38
Cash and other net assets				293,774	3.82
Total net assets attributable to holders of redeemable participating shares				7,692,689	100.00

ECONOMIC DIVISION OF INVESTMENTS as at 31 December 2012
Generali PPF Cash & Bond Fund (continued)

	% of Net Assets
Banks and financial institutions	38.90
Holding and finance companies	21.38
States, provinces and municipalities	14.32
Mortgage and funding institutions	6.12
Mines and heavy industries	6.03
News transmission	3.97
Miscellaneous	3.55
Total investment	94.27
Bond interest accrued	1.53
Net financial derivative instruments	0.38
Cash and other net assets	3.82
Total net assets attributable to holders of redeemable participating shares	100.00

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF Corporate Bonds Fund

The investment objective of the Fund

How the fund achieves its investment objective

The investment objective of the Fund is to seek an attractive level of income and to achieve an appreciation of the value of the assets in the medium term time period above the medium term European interest rates together with a medium degree of volatility.

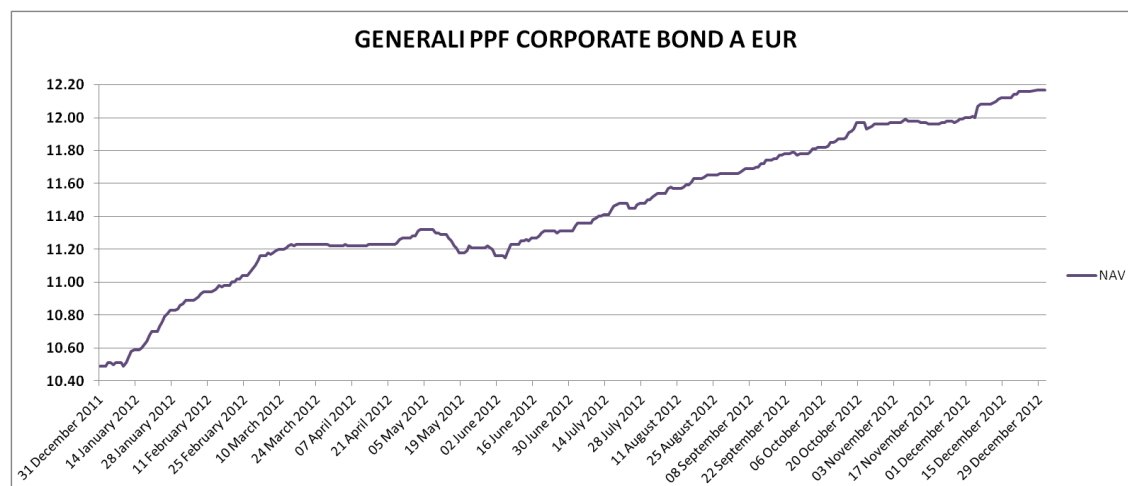
On 25 January 2010 seed money in amount of 5.0 mil. EUR was deposited in the euro account of the Fund and was gradually invested over the financial year ended 31 March, 2011 according to its investment policy. During the 2011 there were further larger subscriptions in the total amount of EUR 6.7 million, so the total fund's assets rose to 10.0 mil. EUR. In 2012 the total fund's assets had risen as a result of bonds appreciation and new shares subscription as well until November, when the big redemptions in total volume of 5.0 mil. EUR. occurred. The total fund's net assets finished Year 2012 at 6.7 mil. EUR.

The Fund achieves its objective by using both a variety of techniques including fundamental analysis of issuers, analysis and prediction of macro-economic indices, interest rates, foreign exchange rates, yield curve and analysis of regional political situation and by investing primarily in debt securities and debentures issued by corporations worldwide (including treasury paper and commercial paper) listed or traded on a Recognised Exchange in major global markets. The Fund also invests in debt securities issued by governments and their agencies, instrumentalities and political sub-divisions, supranationals and local and public authorities. Such instruments may be fixed or floating rate debt securities and mainly rated B- to BBB+ by Standard & Poor's or another reputable rating agency.

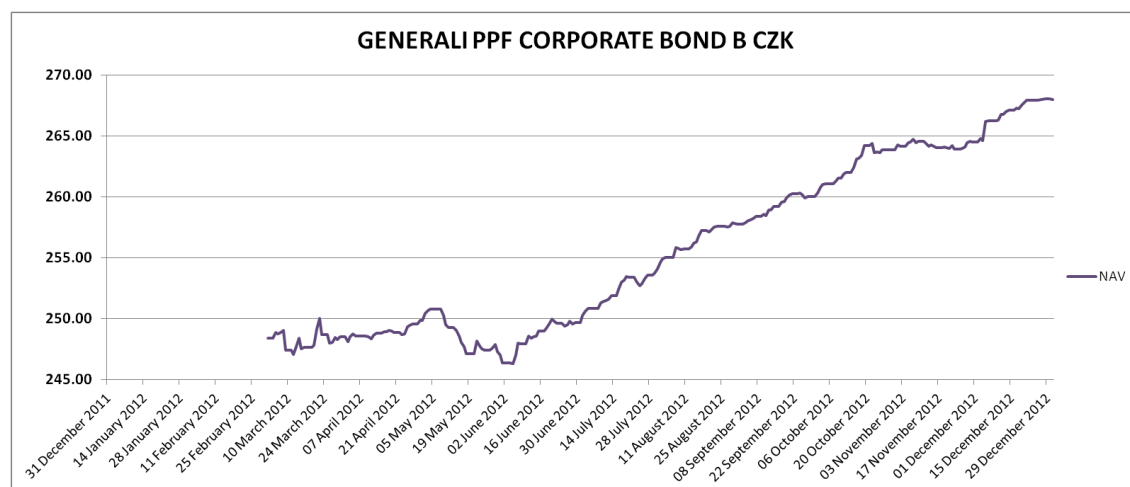
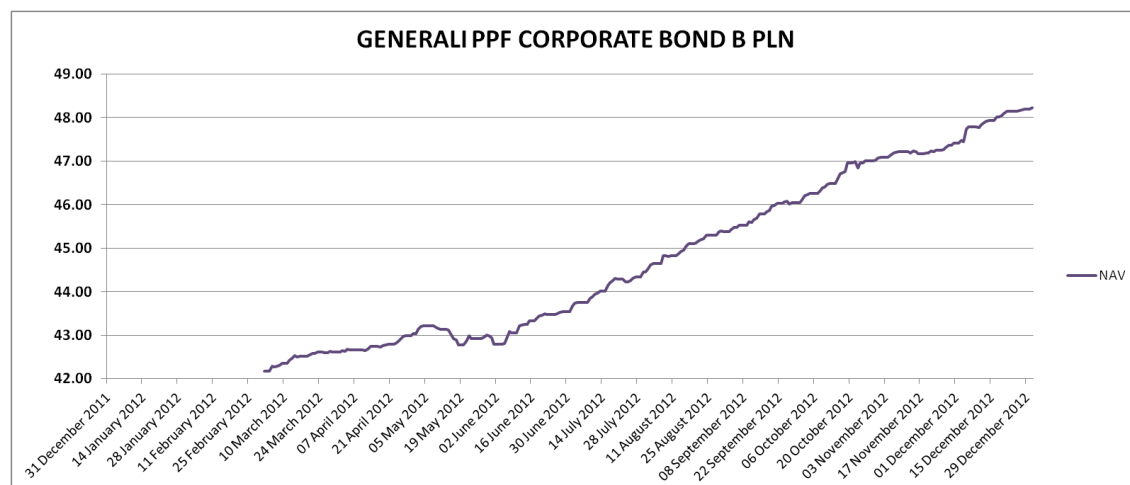
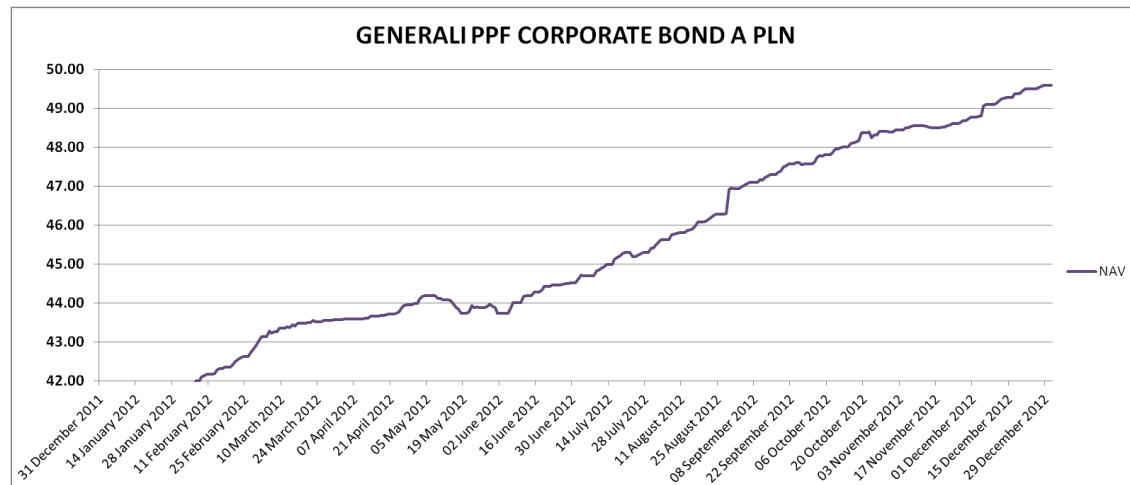
The derivatives used by the Fund include foreign exchange forwards and swaps (currency forwards and swaps) and they are used for hedging purposes. Details of the derivatives which may be used are set out in the derivatives risk management process filed with and cleared by the Financial Regulator.

The Fund reinvests all income and gains and it is not intended to declare dividends with the exception of Class B EUR and CZK shares.

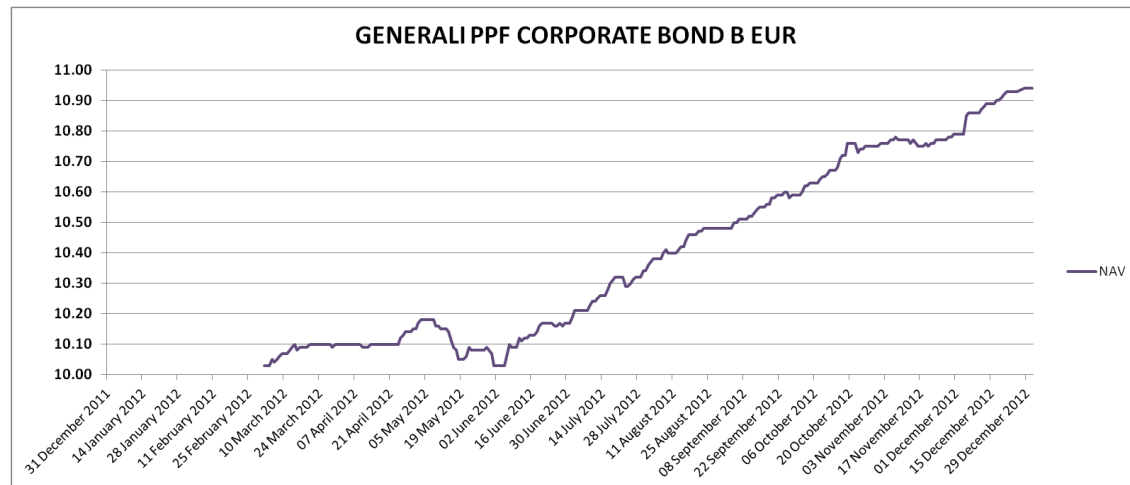
NAV per share of the Fund during the period



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Corporate Bonds Fund (continued)



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Corporate Bonds Fund (continued)



GENERALI PPF CORPORATE BOND A EUR		
Date	NAV	Market Value (EUR)
31/12/2011	10.49	9 919 705.30
31/01/2012	10.86	10 268 478.57
29/02/2012	11.10	10 498 307.75
31/03/2012	11.22	10 593 512.64
30/04/2012	11.28	10 531 120.98
31/05/2012	11.20	10 050 384.00
30/06/2012	11.31	10 161 534.28
31/07/2012	11.50	10 290 290.71
31/08/2012	11.66	10 392 781.07
30/09/2012	11.78	10 548 787.44
31/10/2012	11.96	10 726 903.63
30/11/2012	12.00	4 948 699.45
31/12/2012	12.17	5 043 284.02

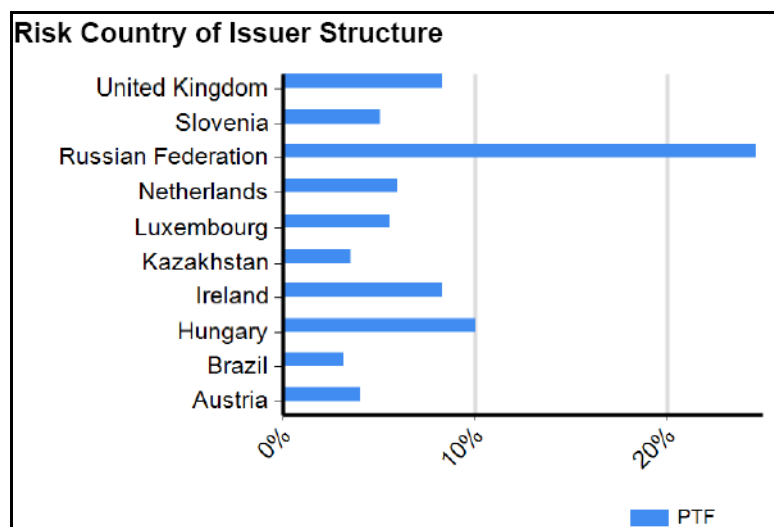
GENERALI PPF CORPORATE BOND A PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	42.90	512.33	124.57
31/03/2012	43.57	520.08	125.22
30/04/2012	43.99	525.30	125.85
31/05/2012	43.87	524.01	118.98
30/06/2012	44.51	531.43	125.48
31/07/2012	45.40	542.04	132.06
31/08/2012	46.93	25 837.74	6 177.26
30/09/2012	47.57	26 935.51	6 505.78
31/10/2012	48.39	87 887.62	21 230.17
30/11/2012	48.77	239 569.64	58 260.59
31/12/2012	49.58	314 970.11	77 192.52

GENERALI PPF CORPORATE BOND B PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	-	-	-
31/03/2012	42.61	519.66	125.12
30/04/2012	43.03	524.80	125.73
31/05/2012	42.94	523.44	118.85
30/06/2012	43.54	530.97	125.37
31/07/2012	44.45	541.71	131.98
31/08/2012	45.38	553.12	132.24
30/09/2012	46.04	561.46	135.61
31/10/2012	47.07	573.52	138.54
30/11/2012	47.41	10 829.01	2 633.49
31/12/2012	48.23	11 272.37	2 762.62

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012

Generali PPF Corporate Bonds Fund (continued)

GENERALI PPF CORPORATE BOND B CZK				GENERALI PPF CORPORATE BOND B EUR		
Date	NAV	Market Value (CZK)	Market Value (EUR)	Date	NAV	Market Value (EUR)
31/12/2011	-	-	-	31/12/2011	-	-
31/01/2012	-	-	-	31/01/2012	-	-
29/02/2012	-	-	-	29/02/2012	-	-
31/03/2012	248.55	402 679.74	16 201.23	31/03/2012	10.10	3 124.38
30/04/2012	249.89	691 740.41	27 737.56	30/04/2012	10.15	111 070.93
31/05/2012	247.03	1 583 841.83	61 357.94	31/05/2012	10.07	112 539.98
30/06/2012	249.71	2 194 715.54	85 957.17	30/06/2012	10.17	154 671.12
31/07/2012	254.08	3 570 182.50	140 795.44	31/07/2012	10.34	183 132.49
31/08/2012	257.78	3 849 727.97	154 566.35	31/08/2012	10.48	209 583.34
30/09/2012	260.04	4 008 810.72	159 713.46	30/09/2012	10.59	215 297.29
31/10/2012	263.86	4 442 559.03	176 954.96	31/10/2012	10.75	224 058.45
30/11/2012	264.53	27 693 965.73	1 096 111.22	30/11/2012	10.79	220 661.42
31/12/2012	268.02	37 066 468.01	1 477 007.63	31/12/2012	10.94	209 677.07



The future market outlook for the Fund

Our base line assumption is that the single EMU currency stays intact and no country exits the Eurozone. Our base scenario for the world economy is a slight economic recovery in 2H 2013 led by U.S. and the Emerging Markets, after a modest deceleration due to the U.S. fiscal cliff and the austerity measures in EU. Low short-term rates and supportive central banks appear to be in place for the foreseeable future. In case of Emerging Markets we even expect some monetary easing, as inflation pressures came under control. However, long-term USD and EUR interest rates will tend to increase as the end of the QE in the U.S. is slowly approaching. A true sell-off in the broader fixed income will possibly take place later in 2012, as more speculations about rate hikes will appear.

The global speculative-grade default rate is near to long-term bottom and based on Moody's forecasting model, it should rise only modestly to 3%, but still stay well below 5% long-term average. So, generally credit should continue outperform on accommodative authorities and yield-seeking investors.

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Corporate Bonds Fund (continued)

Our key investment theses remain broadly the same. The main focus of the investment strategy is a selection of fundamentally strong and liquid credit names, which we believe will be the main driver of fund's performance in the months ahead. Generally we continue to hold positive view of corporate bonds. We continue to see room for CIS corporate credits to outperform the market as long as high commodity prices keep CIS company fundamentals stable. We also continue to see value in selected high-yield EE corporate credits. Our positive view is based on valuation, credit quality momentum, and positive technical factors, which should drive spreads tighter. On the contrary high-grade corporates are no longer appear to be benefiting from the search for yield given their already low yield levels.

While we are constructive on high-yield Emerging market debt over the long-term, the uncertainty with respect to: 1. the "fiscal cliff" in the US, which might impact economic growth in 1Q; 2. political risk related to elections in Italy and later in the year in Germany; 3. a speculation about U.S. rate hikes; 4. eventual shareholder-friendly corporate action (M&A, dividend payments, share buybacks) which can deteriorate traditional credit measures; 5. geopolitical issues, tensions in the Middle East, which might lead to (temporary) upside risk in the oil price - will probably result in a more uncertain and possibly volatile medium-term outlook. Given the above, we will keep more defensive portfolio especially with regard to its duration.

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Corporate Bonds Fund

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
Listed securities : bonds					
AUSTRIA					
Erste Group Bank AG 1.104% 19/07/2017 EMTN	300,000	EUR	255,541	272,625	4.02
			255,541	272,625	4.02
BRAZIL					
Bertin SA / Bertin Finance Ltd 10.25% 05/10/2016	100,000	USD	82,850	83,055	1.22
JBS SA 10.5% 04/08/2016	150,000	USD	118,230	124,583	1.84
			201,080	207,638	3.06
CYPRUS					
Alfa MTN Issuance Ltd 8% 18/03/2015	200,000	USD	163,968	164,278	2.42
			163,968	164,278	2.42
FEDERATION OF RUSSIA					
OJSC Novolipetsk Steel via Steel Funding Ltd 4.95% 26/09/2019	200,000	USD	156,776	153,386	2.26
			156,776	153,386	2.26
FRANCE					
RCI Banque SA 2.45% 07/04/2015 EMTN	4,000,000	CZK	161,874	159,789	2.35
			161,874	159,789	2.35
GREAT BRITAIN					
International Personal Finance Plc 11.5% 06/08/2015 EMTN	250,000	EUR	283,030	283,750	4.18
International Personal Finance Plc 9% 25/07/2016 EMTN	4,000,000	CZK	157,140	166,734	2.46
Provident Financial Plc 4.19% 24/05/2015 EMTN	100,000	EUR	100,000	97,822	1.44
			540,170	548,306	8.08
HUNGARY					
Hungary Government International Bond 4.5% 06/02/2013	400,000	EUR	402,823	400,600	5.90
MOL Hungarian Oil and Gas Plc 3.875% 05/10/2015	50,000	EUR	46,074	51,239	0.76
OTP Bank Plc 0.741% 04/03/2015	250,000	EUR	186,598	213,750	3.15
			635,495	665,589	9.81
IRELAND					
Gazprombank OJSC Via GPB Eurobond Finance Plc 6.5% 23/09/2015	150,000	USD	122,285	122,791	1.81
Gazprombank OJSC Via GPB Eurobond Finance Plc 5.625% 17/05/2017 EMTN	100,000	USD	80,678	80,535	1.19
Nomos Bank Via Nomos Capital Plc 8.75% 21/10/2015	270,000	USD	205,445	212,217	3.12
Raspadskaya OJSC Via Raspadskaya Securities Ltd 7.75% 27/04/2017	250,000	USD	190,560	201,001	2.96
			598,968	616,544	9.08
KAZAKHSTAN					
Development Bank of Kazakhstan JSC 7.375% 12/11/2013 EMTN	200,000	USD	151,207	156,629	2.31
Halyk Savings Bank of Kazakhstan JSC 9.25% 16/10/2013	100,000	USD	82,140	79,263	1.17
			233,347	235,892	3.48

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Corporate Bonds Fund (continued)

Description	Quantity	Currency	Acquisition	Fair Value	% of Net
			Cost EUR	EUR	Assets
LUXEMBOURG					
ALROSA Finance SA 8.875% 17/11/2014	250,000	USD	225,817	209,534	3.09
Evraz Group SA 8.25% 10/11/2015	200,000	USD	167,571	167,059	2.46
Fiat Finance & Trade SA 7.625% 15/09/2014 EMTN	200,000	EUR	207,982	212,000	3.12
Home Credit & Finance Bank OOO Via Eurasia Capital SA 9.375% 24/04/2020	200,000	USD	158,714	159,284	2.35
Russian Standard Bank Via Russian Standard Finance SA 9.25% 11/07/2017	200,000	USD	159,205	156,629	2.31
Russian Standard Bank Via Russian Standard Finance SA 7.73% 16/12/2015	100,000	USD	75,576	74,712	1.10
Sistema International Funding SA 6.95% 17/05/2019	200,000	USD	162,593	162,545	2.40
Severstal OAO Via Steel Capital SA 6.25% 26/07/2016	300,000	USD	243,758	242,567	3.57
Vimpel Communications OJSC Via UBS Luxembourg SA 8.25% 23/05/2016	300,000	USD	255,439	256,857	3.79
			1,656,655	1,641,187	24.19
NETHERLANDS					
Home Credit BV 6.25% 22/06/2016	9,000,000	CZK	352,983	372,256	5.48
New World Resources NV 7.375% 15/05/2015	30,000	EUR	29,992	30,600	0.45
			382,975	402,856	5.93
ROMANIA					
City of Bucharest Romania 4.125% 22/06/2015	200,000	EUR	185,719	198,300	2.92
			185,719	198,300	2.92
SLOVENIA					
Slovenska izvozna in razvojna banka DD 3% 21/04/2015 EMTN	350,000	EUR	335,824	335,034	4.94
			335,824	335,034	4.94
Total listed securities : bonds			5,508,392	5,601,424	82.54
Bond interest accrued				110,983	1.64
Financial assets at fair value through profit or loss			5,508,392	5,712,407	84.18

Financial Derivative Instruments

Open Forward Foreign Currency Contracts

Maturity	Counterparty	Currency Purchased	Currency Sold	Unrealised	% of Net
				Appreciation/ (Depreciation)	
02-Jan-13	RBC IS Bank Luxembourg	CZK 16	EUR 1	-	-
02-Jan-13	RBC IS Bank Luxembourg	EUR 865	CZK 21,823	(4)	-
03-Jan-13	RBC IS Bank Luxembourg	EUR 24,195	CZK 609,160	(78)	-
03-Jan-13	RBC IS Bank Luxembourg	EUR 686	PLN 2,799	-	-
03-Jan-13	RBC IS Bank Luxembourg	EUR 37	PLN 150	-	-
04-Jan-13	RBC IS Bank Luxembourg	EUR 2,472	PLN 10,089	-	-
04-Jan-13	RBC IS Bank Luxembourg	EUR 300,945	CZK 7,560,122	(306)	-
04-Jan-13	RBC IS Bank Luxembourg	PLN 2	EUR 1	-	-
11-Jan-13	RBC IS Bank Luxembourg	EUR 693,152	CZK 17,500,000	(4,159)	(0.06)

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Corporate Bonds Fund (continued)

Financial Derivative Instruments (continued)

Open Forward Foreign Currency Contracts (continued)

Open Forward Foreign Currency Contracts (continued)						Unrealised	
Maturity	Counterparty	Currency Purchased			Currency Sold	Appreciation/ (Depreciation)	% of Net Assets
11-Jan-13	RBC IS Bank Luxembourg	EUR	2,918,811	USD	3,800,000	36,702	0.53
31-Jan-13	RBC IS Bank Luxembourg	PLN	306,615	EUR	74,885	(2)	-
31-Jan-13	RBC IS Bank Luxembourg	PLN	11,067	EUR	2,703	-	-
31-Jan-13	RBC IS Bank Luxembourg	CZK	28,796,357	EUR	1,145,271	2,050	0.03
31-Jan-13	RBC IS Bank Luxembourg	CZK	91,687	EUR	3,655	(2)	-
31-Jan-13	RBC IS Bank Luxembourg	CZK	7,560,122	EUR	301,404	(190)	-
Net gain on open forward foreign exchange contracts						34,011	0.50
Net financial derivative instruments						34,011	0.50
Cash and other net assets						1,039,454	15.32
Total net assets attributable to holders of redeemable participating shares						6,785,872	100.00

ECONOMIC DIVISION OF INVESTMENTS as at 31 December 2012
Generali PPF Corporate Bonds Fund (continued)

	% of Net Assets
Holding and finance companies	30.54
Banks and financial institutions	28.71
States, provinces and municipalities	8.82
Miscellaneous	5.48
Mines and heavy industries	5.17
Food and distilleries	3.06
Petrol	0.76
Total investment	82.54
Bond interest accrued	1.64
Net financial derivative instruments	0.50
Cash and other net assets	15.32
Total net assets attributable to holders of redeemable participating shares	100.00

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012

Generali PPF Global Brands Fund

The Investment objective of the Fund

How the fund achieves its investment objective

The investment objective of the Fund is to achieve long term capital appreciation of assets through investment in a diversified portfolio of transferable securities. The Funds invests mainly in stocks of strong, world-renowned companies.

On 3 February 2010 seed money in amount of EUR 2.0 million was deposited in the euro account of the Fund, which was gradually increased in two steps by EUR 3 million over the financial year ended 31 March 2011. There were further larger subscriptions in the total amount of EUR 6.7 million in late 2011 and another EUR 3 million in late 2012. This new money was invested according to the investment policy of the Fund. At the beginning of 2012, share class in the Polish zloty was launched. The Fund's exposure was kept mostly above 90%.

The main principles of the investment policy are:

1/ The weight rebalancing of each stock in the portfolio (equal weight approach) which induces higher, risk-weighted yield in comparison with indices weighted by market value (the firm's size);

2/ Active portfolio management depending on fundamental analysis (the stability of financial ratios in time), horizontal analysis (the comparison within the scope of sector) and quantitative analysis (the analysis of statistical parameters alpha, beta and correlation);

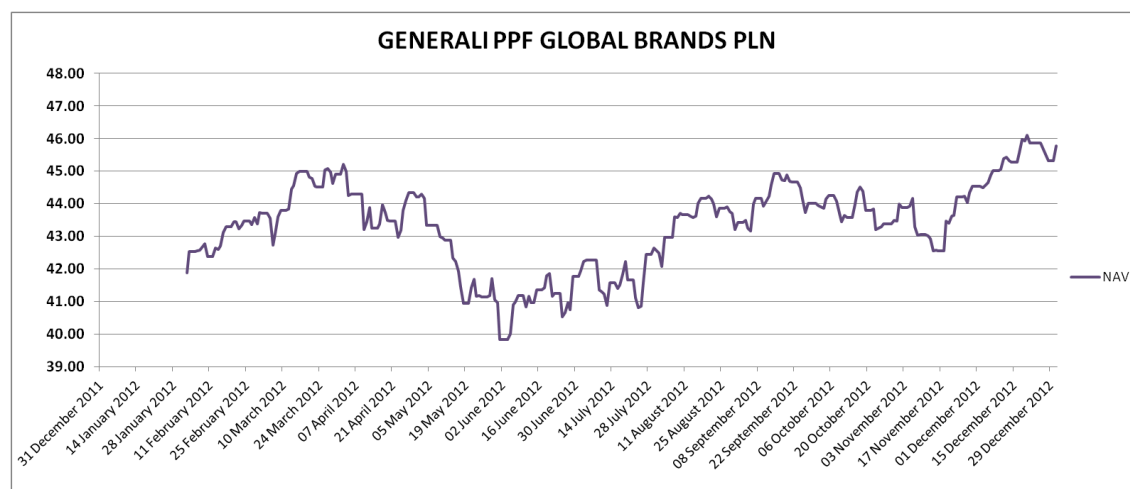
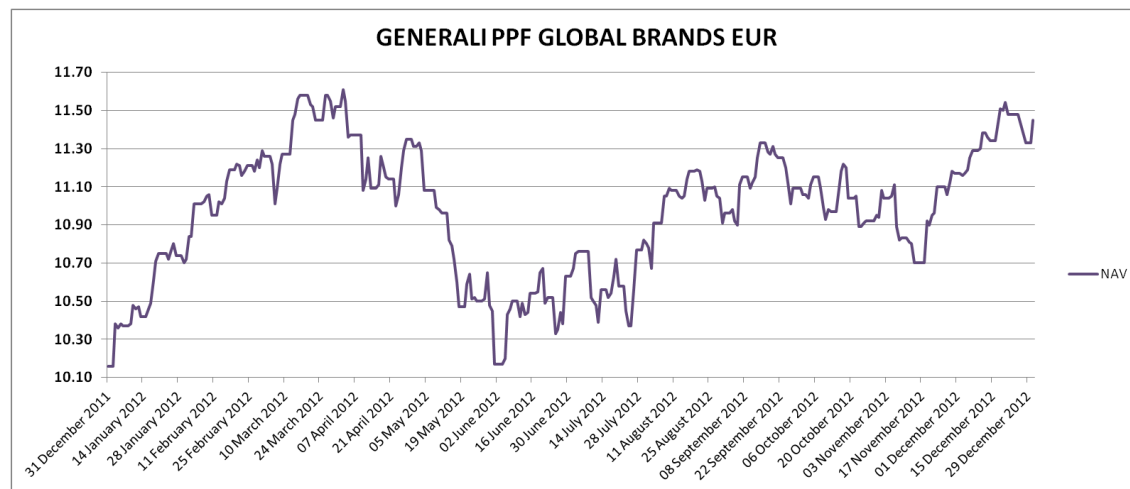
3/ Risk currency hedging.

The Fund achieves its objective by investing primarily in the equity securities of companies which have in the opinion of the Investment Manager a significant position on the market, a comparative advantage over its competition and a strong global brand (a brand that is recognized in many countries worldwide). The Fund invests in securities of companies which operate anywhere in the world provided that the securities held by the Fund are primarily listed or traded on a Recognised Exchange (excluding the Russian markets). In seeking to achieve the objective and in accordance with the investment restrictions and policy, the parameters and diversification of stock or portfolio composition are flexibly adjusted by the Investment Manager according to market development in order to profit from the current development of individual markets. In seeking to achieve its investment objective, the Investment Manager considers the significant position on the market, comparative advantages over competitors, strong global brand and positive conclusions of vertical fundamental analysis (stability of financial indicators in time) and horizontal fundamental analysis (comparison with the sector) of particular stocks and quantitative analysis. In average the portfolio consisted of 50 companies that manage the strongest global brands according to the chart of the Interbrand Corporation updated on a yearly basis. The composition of these top 50 companies in the portfolio was reupdated at the beginning of the 4Q 2012. The company Morgan Stanley (the USA, USD denominated) replaced Inditex (Spain, EUR denominated).

The derivatives used by the Fund include foreign exchange forwards and swaps (currency forwards and currency swaps) and are used for hedging purposes in the range of 85–105%. Details of the derivatives which may be used are set out in the derivatives risk management process filed with the Financial Regulator. The Fund reinvests all income and gains and it is not intended to declare dividends.

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF Global Brands Fund (continued)

NAV per share of the Fund during the period



GENERALI PPF GLOBAL BRANDS EUR		
Date	NAV	Market Value (EUR)
31/12/2011	10.16	12 136 175.95
31/01/2012	10.72	12 809 715.00
29/02/2012	11.20	13 375 182.45
31/03/2012	11.52	13 753 031.38
30/04/2012	11.31	13 485 559.56
31/05/2012	10.45	12 184 097.34
30/06/2012	10.63	12 405 311.74
31/07/2012	10.80	12 599 133.31
31/08/2012	10.96	12 783 376.36
30/09/2012	11.09	12 933 519.23
31/10/2012	10.94	12 755 670.10
30/11/2012	11.17	16 102 203.05
31/12/2012	11.45	16 500 421.21

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Global Brands Fund (continued)

GENERALI PPF GLOBAL BRANDS PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	43.39	518.22	126.00
31/03/2012	44.90	535.90	129.03
30/04/2012	44.20	527.76	126.44
31/05/2012	40.96	489.00	111.03
30/06/2012	41.76	498.48	117.70
31/07/2012	42.56	508.26	123.83
31/08/2012	43.42	632.89	151.31
30/09/2012	44.01	1 512.02	365.20
31/10/2012	43.47	27 554.18	6 656.00
30/11/2012	44.53	40 962.54	9 961.62
31/12/2012	45.78	59 754.64	14 644.60

The future market outlook for the Fund

The last year proved to be a pretty volatile again as the uncertainty around the Eurozone sovereign debt crisis worsened further heading Europe back toward a double-dip recession, before the ECB radically stepped in to remove tail risks and prevent a break-up of the Eurozone. In 2013, the global economic growth will be led by emerging markets, still hindered by two main factors: ongoing, but easing tough government austerity measures adopted by developed countries in order to stabilize their public debt and rapidly growing indebtedness indicators, and secondly a financial deleveraging cycle which is a key, but multi-year process.

Global brands showed their resilience during the last crisis, benefiting from large economies of scale. As the majority of the growth potential in a consumer goods field exists outside the West, a strong brand name should help them to enter these new growing markets.

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Global Brands Fund

Description	Quantity	Currency	Acquisition	Fair Value	% of Net
			Cost EUR	EUR	Assets
Listed securities : equities					
BELGIUM					
Anheuser-Busch InBev NV	4,900	EUR	226,110	321,489	1.95
			226,110	321,489	1.95
CANADA					
Thomson Reuters Corp	13,800	USD	316,350	304,073	1.84
			316,350	304,073	1.84
FRANCE					
Danone SA	6,200	EUR	290,372	308,698	1.87
L'Oreal SA	2,350	EUR	188,774	246,280	1.49
LVMH Moet Hennessy Louis Vuitton SA	2,350	EUR	259,563	326,063	1.98
PPR	1,950	EUR	216,543	273,780	1.66
			955,252	1,154,821	7.00
GERMANY					
Bayerische Motoren Werke AG	3,900	EUR	184,505	284,973	1.73
Daimler AG	8,900	EUR	330,001	368,238	2.23
SAP AG	4,400	EUR	178,899	267,388	1.62
Siemens AG	3,700	EUR	283,945	303,844	1.84
Volkswagen AG	1,680	EUR	177,393	289,800	1.76
			1,154,743	1,514,243	9.18
GREAT BRITAIN					
BP Plc	6,000	USD	189,735	189,548	1.15
HSBC Holdings Plc	6,709	USD	203,646	270,060	1.64
Vodafone Group Plc	14,000	USD	276,638	267,491	1.62
			670,019	727,099	4.41
IRELAND					
Accenture Plc	6,300	USD	259,262	317,772	1.92
			259,262	317,772	1.92
JAPAN					
Canon Inc	9,200	USD	294,400	273,614	1.66
Honda Motor Co Ltd	9,700	USD	227,827	271,709	1.65
Sony Corp	31,900	USD	428,447	270,995	1.64
Toyota Motor Corp	3,750	USD	190,976	264,923	1.60
			1,141,650	1,081,241	6.55
NETHERLANDS					
Koninklijke Philips Electronics NV	13,381	EUR	231,648	265,747	1.61
			231,648	265,747	1.61
SOUTH KOREA					
Samsung Electronics Co Ltd	650	USD	186,387	346,841	2.10
			186,387	346,841	2.10
SWEDEN					
Hennes & Mauritz AB	13,100	EUR	316,584	343,351	2.08
			316,584	343,351	2.08

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Global Brands Fund (continued)

Description	Quantity	Currency	Acquisition	Fair Value	% of Net
			Cost EUR	EUR	Assets
SWITZERLAND					
Nestle SA	6,000	EUR	258,541	297,300	1.80
			258,541	297,300	1.80
UNITED STATES OF AMERICA					
Amazon com Inc	1,700	USD	245,072	323,998	1.96
American Express Co	7,050	USD	245,875	307,368	1.86
Apple Inc	800	USD	236,700	323,434	1.96
Cisco Systems Inc	25,000	USD	360,910	372,611	2.26
Citigroup Inc	10,500	USD	254,460	315,223	1.91
Coca-Cola Co	11,400	USD	283,179	313,621	1.90
Colgate-Palmolive Co	3,250	USD	204,077	257,752	1.56
Dell Inc	36,400	USD	346,830	279,681	1.69
eBay Inc	7,300	USD	168,878	282,554	1.71
Ford Motor Co	33,500	USD	281,801	329,054	1.99
Gap Inc	12,000	USD	287,269	282,342	1.71
General Electric Co	22,400	USD	301,834	356,456	2.16
Goldman Sachs Group Inc	3,200	USD	289,032	309,757	1.88
Google Inc	700	USD	301,417	376,579	2.28
Hewlett-Packard Co	25,700	USD	459,713	277,585	1.68
HJ Heinz Co	5,100	USD	186,590	223,164	1.35
Intel Corp	18,500	USD	297,806	289,483	1.75
International Business Machines Corp	2,100	USD	252,661	305,140	1.85
JPMorgan Chase & Co	8,700	USD	234,417	290,286	1.76
Kellogg Co	6,000	USD	229,166	254,172	1.54
McDonald's Corp	5,400	USD	332,941	361,420	2.19
Microsoft Corp	14,200	USD	281,365	287,791	1.74
Morgan Stanley	10,000	USD	131,211	145,024	0.88
NIKE Inc b	8,600	USD	292,620	336,590	2.04
Oracle Corp	10,900	USD	227,705	275,476	1.67
PepsiCo Inc	6,100	USD	299,810	316,660	1.92
Procter & Gamble Co	6,100	USD	293,924	314,207	1.90
United Parcel Service Inc	5,400	USD	275,775	302,030	1.83
Walt Disney Co	8,400	USD	238,562	317,166	1.92
			7,841,600	8,726,624	52.85
Total listed securities : equities			13,558,146	15,400,601	93.29
Financial assets at fair value through profit or loss			13,558,146	15,400,601	93.29

Financial Derivative Instruments
Open Forward Foreign Currency Contracts

Maturity	Counterparty	Currency Purchased	Currency Sold	Unrealised		% of Net
				Appreciation/ (Depreciation)	Assets	
02-Jan-13	RBC IS Bank Luxembourg	EUR 4	PLN 15	-	-	-
03-Jan-13	RBC IS Bank Luxembourg	EUR 29	PLN 117	-	-	-
04-Jan-13	RBC IS Bank Luxembourg	EUR 227	PLN 925	-	-	-
25-Jan-13	RBC IS Bank Luxembourg	EUR 10,694,615	USD 14,000,000	76,219	0.46	
31-Jan-13	RBC IS Bank Luxembourg	PLN 58,417	EUR 14,267	-	-	-
Net gain on open forward foreign exchange contracts				76,219	0.46	

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Global Brands Fund (continued)

Description	Fair Value EUR	% of Net Assets
Net financial derivative instruments	76,219	0.46
Cash and other net assets	1,031,797	6.25
Total net assets attributable to holders of redeemable participating shares	16,508,617	100.00

ECONOMIC DIVISION OF INVESTMENTS as at 31 December 2012
Generali PPF Global Brands Fund (continued)

	% of Net Assets
Automobile industry	10.96
Food and distilleries	10.38
Office equipment and computers	9.44
Retail	9.12
Banks and financial institutions	9.05
Electronic semiconductor	8.76
Internet software	7.31
Holding and finance companies	4.96
Textile	4.02
Consumer goods	3.46
Leisure	2.19
Tobacco and spirits	1.95
Other services	1.92
Various capital goods	1.84
Graphic art and publishing	1.84
Transportation	1.83
News transmission	1.62
Pharmaceuticals and cosmetics	1.49
Petrol	1.15
Total investment	93.29
Net financial derivative instruments	0.46
Cash and other net assets	6.25
Total net assets attributable to holders of redeemable participating shares	100.00

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF New Economies Fund

The Investment objective of the Fund

How the Fund achieves its investment objective

The investment objective of the Fund is to achieve long-term capital appreciation through investment in a diversified portfolio of transferable securities.

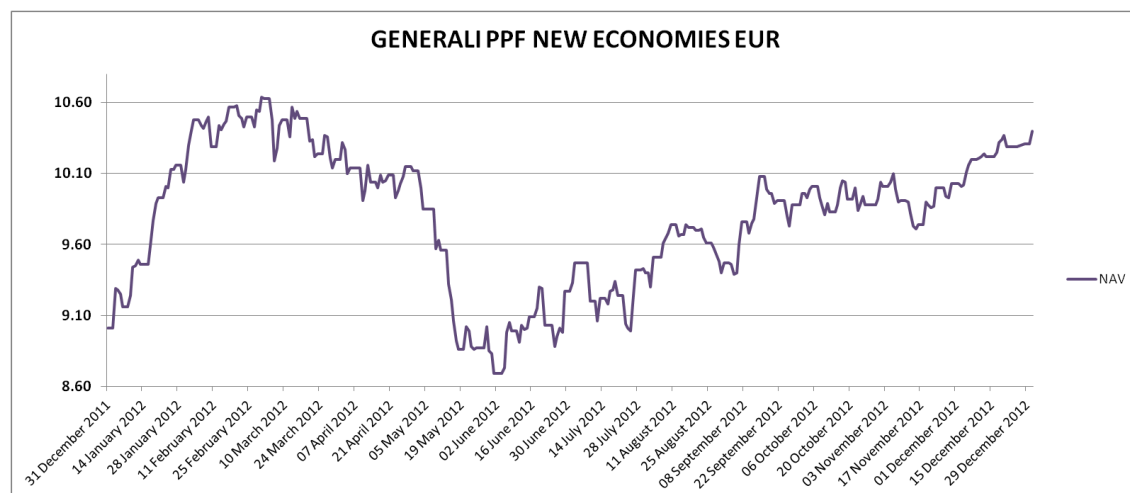
On 3 February 2010 seed money in amount of EUR 2.0 million was deposited in the euro account of the Fund, which was gradually increased in two steps by EUR 3 million over the financial year ended 31 March 2011. There were further larger subscriptions in the total amount of EUR 7.7 million, started September 2011 and another EUR 3 million in late 2012. At the beginning of 2012, share class in the Polish zloty was launched and the total assets under management reached to approximately €16.7 mil. This new money was invested according to the investment policy of the Fund. The Fund's exposure ranged between 85% and 95% depending on market conditions.

The Fund seeks to achieve its objective by investing primarily in the equity securities of companies operating in emerging economies worldwide, in particular those emerging economies of Asia (except Japan), Latin America, South Africa and Central and Eastern Europe. As emerging market countries we consider mainly countries included in the MSCI Emerging Markets Index.

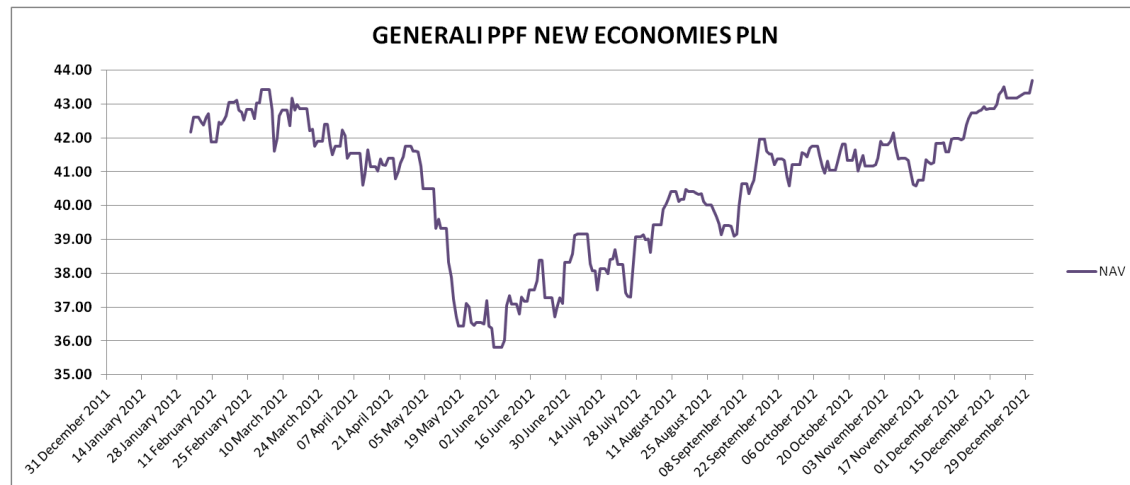
The key investment criteria are the company's financial strength, competitiveness, profitability, growth prospects and quality of management. The primary approach is to look for growth at a reasonable price. The allocation is based on fundamental research that seeks out sectors and regions with above-average long-term growth. The Fund has a quality bias.

The derivatives used by the Fund include foreign exchange forwards and swaps (currency forwards and currency swaps) and are used for hedging purposes in the range of 85–105%. Details of the derivatives which may be used are set out in the derivatives risk management process filed with the Financial Regulator. The Fund reinvests all income and gains and it is not intended to declare dividends.

NAV per share of the Fund during the period



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF New Economies Fund (continued)



GENERALI PPF NEW ECONOMIES EUR		
Date	NAV	Market Value (EUR)
31/12/2011	9.01	11 991 041.70
31/01/2012	10.13	13 496 495.12
29/02/2012	10.54	14 030 470.57
31/03/2012	10.20	13 579 431.98
30/04/2012	10.12	13 485 613.94
31/05/2012	8.83	11 481 473.42
30/06/2012	9.27	12 055 998.08
31/07/2012	9.40	12 219 771.89
31/08/2012	9.47	12 302 856.79
30/09/2012	9.88	12 806 049.05
31/10/2012	9.92	12 867 403.12
30/11/2012	10.03	16 056 973.94
31/12/2012	10.40	16 661 017.20

GENERALI PPF NEW ECONOMIES PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	43.02	513.49	124.85
31/03/2012	41.74	498.60	120.05
30/04/2012	41.61	496.87	119.04
31/05/2012	36.38	434.56	98.67
30/06/2012	38.33	457.49	108.02
31/07/2012	38.99	465.62	113.44
31/08/2012	39.40	627.20	149.95
30/09/2012	41.20	1 529.03	369.31
31/10/2012	41.40	27 623.03	6 672.63
30/11/2012	41.98	37 587.87	9 140.94
31/12/2012	43.70	49 580.77	12 151.20

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF New Economies Fund (continued)

The future market outlook for the Fund

GEM markets' performance has been relatively strong in 2012 – global emerging markets have over-performed developed markets (both European markets and the US stock market). Overall, GEM index (MSCI Emerging markets) increased by 15.15% in this year. Equities in Asia (ex Japan) and EMEA, grew by the same pace 21%. On the other hand a Latin America were the main laggard in terms of regional performance, as their performance was by 8.7%.

Emerging markets equities remain reasonably priced. With a 14% growth in EPS expected next year, the market is priced about 11.5x forward earnings. At a current 13% ROE, the asset class appears reasonably attractive in a low-yield world. In absence of much stronger global growth, a focus on margins will be needed to regain the earnings momentum. With emerging markets labor costs rising and the need for continued global exchange rate realignment in the world economy, the focus on margins, and perhaps even leverage, will be the way to drive return on equity. Leverage is low for emerging corporations (about 27% net debt-to-equity), so the direct reduction in interest costs may not be a game-changer. It may, however, allow companies to gain the confidence to increase their leverage. The corporate sector, especially in Asia, has been debt averse since the time of the Asia crisis in 1997/8. A little more leverage may prove helpful for equity investors.

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF New Economies Fund

Description	Quantity	Currency	Acquisition	Fair Value EUR	% of Net Assets
			Cost EUR		
Listed securities : equities					
AUSTRIA					
Erste Group Bank AG	15,550	EUR	297,149	373,356	2.24
Raiffeisen Bank International AG	2,000	EUR	73,470	62,960	0.38
			370,619	436,316	2.62
BRAZIL					
Banco Bradesco SA	37,670	USD	464,715	496,305	2.97
Cia Brasileira de Distribuicao Grupo Pao de Acucar	8,950	USD	235,646	301,343	1.80
Cia de Bebidas das Americas	16,150	USD	375,879	514,242	3.08
Cia de Saneamento Basico do Estado de Sao Paulo	6,550	USD	251,321	415,188	2.49
Cia Energetica de Minas Gerais	15,000	USD	146,986	123,445	0.74
Itau Unibanco Holding SA	25,300	USD	335,102	315,866	1.89
Petroleo Brasileiro SA	10,800	USD	231,190	159,411	0.95
Vale SA	18,300	USD	335,559	291,073	1.74
			2,376,398	2,616,873	15.66
CHILE					
Enersis SA	8,000	USD	117,877	110,498	0.66
			117,877	110,498	0.66
CHINA					
China Life Insurance Co Ltd	8,900	USD	295,160	335,033	2.01
China Petroleum & Chemical Corp	1,500	USD	92,749	130,909	0.78
Guangshen Railway Co Ltd	6,000	USD	80,253	89,290	0.53
Huaneng Power International Inc	12,800	USD	190,386	360,485	2.16
PetroChina Co Ltd	3,060	USD	268,365	333,573	2.00
Sinopec Shanghai Petrochemical Co Ltd	9,800	USD	275,080	265,963	1.59
			1,201,993	1,515,253	9.07
CZECH REPUBLIC					
CEZ AS	8,200	CZK	254,206	238,854	1.43
Komerčni Banka AS	2,400	CZK	337,875	414,669	2.48
Telefonica Czech Republic AS	11,000	CZK	167,858	153,150	0.92
			759,939	806,673	4.83
FEDERATION OF RUSSIA					
Gazprom OAO	23,000	USD	192,608	159,974	0.96
Lukoil OAO	3,100	USD	127,394	150,721	0.90
Mechel	5,000	USD	25,489	26,282	0.16
MMC Norilsk Nickel OJSC	5,500	USD	71,061	75,258	0.45
Mobile Telesystems OJSC	14,500	USD	170,829	205,006	1.23
NovaTek OAO	1,700	USD	144,609	148,286	0.89
			731,990	765,527	4.59
GREAT BRITAIN					
Evraz Plc	19,200	GBP	121,784	61,169	0.37
New World Resources Plc	12,500	CZK	107,040	51,968	0.31
			228,824	113,137	0.68

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF New Economies Fund (continued)

Description	Quantity	Currency	Acquisition	Fair Value EUR	% of Net Assets
			Cost EUR		
HONG KONG					
China Mobile Ltd	6,800	USD	253,784	302,967	1.81
CNOOC Ltd	750	USD	93,198	125,027	0.75
			346,982	427,994	2.56
INDIA					
HDFC Bank Ltd	15,100	USD	315,907	466,377	2.79
ICICI Bank Ltd	10,800	USD	282,294	357,242	2.14
Infosys Ltd	7,700	USD	290,081	246,933	1.48
Tata Motors Ltd	21,000	USD	312,280	457,464	2.74
			1,200,562	1,528,016	9.15
INDONESIA					
Telekomunikasi Indonesia Persero Tbk PT	6,200	USD	152,029	173,670	1.04
			152,029	173,670	1.04
ISRAEL					
Teva Pharmaceutical Industries Ltd	8,100	USD	250,455	229,471	1.37
			250,455	229,471	1.37
MEXICO					
America Movil SAB de CV	7,500	USD	134,057	131,637	0.79
Cemex SAB de CV	32,864	USD	150,015	246,031	1.47
			284,072	377,668	2.26
NETHERLANDS					
X5 Retail Group NV	5,000	USD	80,212	67,620	0.40
			80,212	67,620	0.40
PERU					
Cia de Minas Buenaventura SA	6,400	USD	194,863	174,515	1.05
			194,863	174,515	1.05
SOUTH AFRICA					
Gold Fields Ltd	13,000	USD	125,688	123,157	0.74
Sasol Ltd	7,700	USD	252,928	252,831	1.51
			378,616	375,988	2.25
SOUTH KOREA					
Hyundai Motor Co	7,000	EUR	133,018	170,968	1.02
KB Financial Group Inc	11,100	USD	307,451	301,748	1.81
KT Corp	12,500	USD	164,703	158,715	0.95
LG Display Co Ltd	46,000	USD	336,831	505,218	3.03
POSCO	4,280	USD	314,018	266,688	1.60
Samsung Electronics Co Ltd	750	USD	184,671	400,201	2.40
SK Telecom Co Ltd	15,800	USD	186,562	189,710	1.14
			1,627,254	1,993,248	11.95
TAIWAN					
AU Optronics Corp	62,600	USD	232,369	212,718	1.27
Siliconware Precision Industries Co	60,000	USD	220,342	242,567	1.45
Taiwan Semiconductor Manufacturing Co Ltd	31,200	USD	259,979	406,092	2.43

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF New Economies Fund (continued)

Description	Quantity	Currency	Acquisition	Fair Value EUR	% of Net Assets
			Cost EUR		
TAIWAN (continued)					
United Microelectronics Corp	96,000	USD	153,505	144,903	0.87
			866,195	1,006,280	6.02
UNITED STATES OF AMERICA					
Southern Copper Corp	8,479	USD	208,365	243,488	1.46
			208,365	243,488	1.46
Total listed securities : equities			11,377,245	12,962,235	77.62
Listed securities : exchange traded funds					
FRANCE					
Lyxor ETF Eastern Europe CECE EUR	6,500	EUR	126,403	126,945	0.76
			126,403	126,945	0.76
UNITED STATES OF AMERICA					
iShares MSCI South Africa Index Fund	9,300	USD	425,892	503,656	3.02
iShares MSCI Emerging Markets Index Fund	9,000	USD	265,176	296,746	1.78
iShares MSCI Singapore Index Fund	15,000	USD	144,263	155,757	0.93
SPDR S&P Emerging Asia Pacific ETF	1,500	USD	73,639	88,016	0.53
WisdomTree Emerging Markets Equity Income Fund	1,700	USD	59,878	73,601	0.44
			968,848	1,117,776	6.70
Total listed securities : exchange traded funds			1,095,251	1,244,721	7.46
Financial assets at fair value through profit or loss			12,472,496	14,206,956	85.08
Financial Derivative Instruments					
Open Forward Foreign Currency Contracts					
Maturity	Counterparty	Currency Purchased	Currency Sold	Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-13	RBC IS Bank Luxembourg	EUR 5	PLN 21	-	-
03-Jan-13	RBC IS Bank Luxembourg	EUR 38	PLN 157	-	-
04-Jan-13	RBC IS Bank Luxembourg	EUR 289	PLN 1,178	-	-
17-Jan-13	RBC IS Bank Luxembourg	EUR 11,319,225	USD 14,800,000	94,081	0.56
17-Jan-13	RBC IS Bank Luxembourg	EUR 771,391	CZK 19,500,000	(5,641)	(0.03)
17-Jan-13	RBC IS Bank Luxembourg	EUR 153,283	USD 200,000	1,591	0.01
17-Jan-13	RBC IS Bank Luxembourg	EUR 150,744	USD 200,000	(947)	(0.01)
17-Jan-13	RBC IS Bank Luxembourg	EUR 75,546	USD 100,000	(300)	-
17-Jan-13	RBC IS Bank Luxembourg	EUR 225,598	USD 300,000	(1,939)	(0.01)
31-Jan-13	RBC IS Bank Luxembourg	PLN 47,450	EUR 11,589	-	-
Net gain on open forward foreign exchange contracts				86,845	0.52
Net financial derivative instruments				86,845	0.52
Cash and other net assets				2,403,681	14.40
Total net assets attributable to holders of redeemable participating shares				16,697,482	100.00

ECONOMIC DIVISION OF INVESTMENTS as at 31 December 2012
Generali PPF New Economies Fund (continued)

	% of Net Assets
Banks and financial institutions	13.00
Electronic semiconductor	8.42
Petrol	7.88
News transmission	7.85
Investment funds	7.46
Public services	6.08
Holding and finance companies	5.25
Mines and heavy industries	4.18
Automobile industry	3.76
Tobacco and spirits	3.08
Office equipment and computers	3.03
Non-ferrous metals	2.65
Retail	2.20
Insurance	2.01
Precious metals	1.79
Chemicals	1.59
Construction and building material	1.48
Internet software	1.47
Pharmaceuticals and cosmetics	1.37
Transportation	0.53
Total investment	85.08
Net financial derivative instruments	0.52
Cash and other net assets	14.40
Total net assets attributable to holders of redeemable participating shares	100.00

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF Oil Industry & Energy Production Fund

The Investment objective of the Fund

How the Fund achieves its investment objective

The investment objective of the Fund is to achieve long-term capital appreciation through investment in a diversified portfolio of transferable securities.

On 3 February 2010 seed money in amount of EUR 2.0 million was deposited in the euro account of the Fund, which was gradually increased in two steps by EUR 2 million over the financial year ended 31 March 2011. There were further larger subscriptions in the total amount of EUR 6.5 million, started September 2011. At the beginning of 2012 share class in the Polish zloty was launched and the total assets under management slightly decreased by €0.2 mil. to approximately €10.8 mil. The Fund's exposure was kept mostly above 90%.

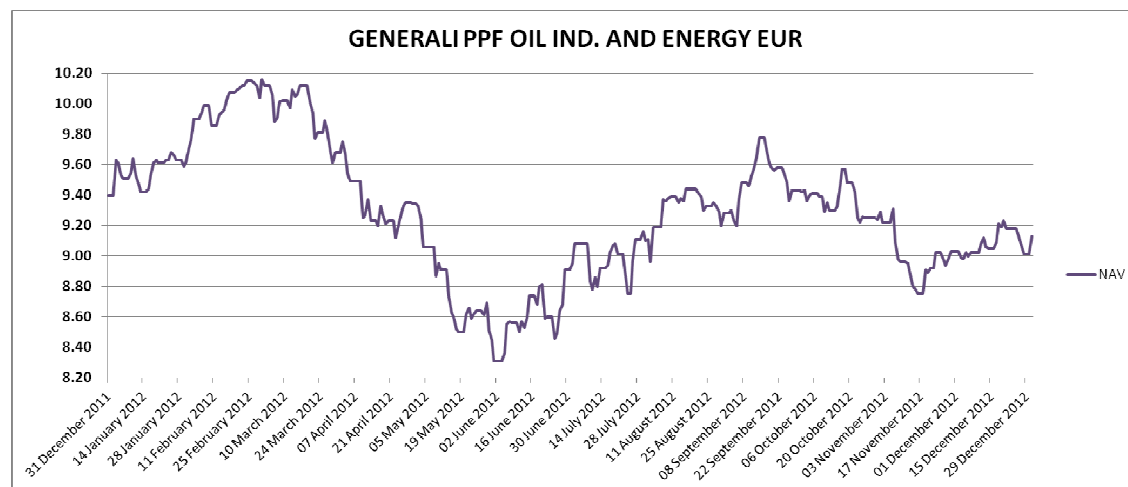
The Fund invests primarily in a diversified portfolio of shares and/or transferable securities issued by companies active in the oil and energy sector. This includes companies mainly involved in the following industries: oil & gas (exploration, production, marketing, refining and/or transportation of oil and gas products); energy equipment & services (construction or provision of oil rigs, drilling equipment and other energy related service and equipment) and electric-integrated industry (generates, distributes and trades electricity to municipal, industrial and residential customers).

The Fund's regional focus is primarily in North America and Western Europe. An additional part of the portfolio is made up of transferable securities issued in emerging market countries. All these securities are listed and traded on Recognized Exchanges.

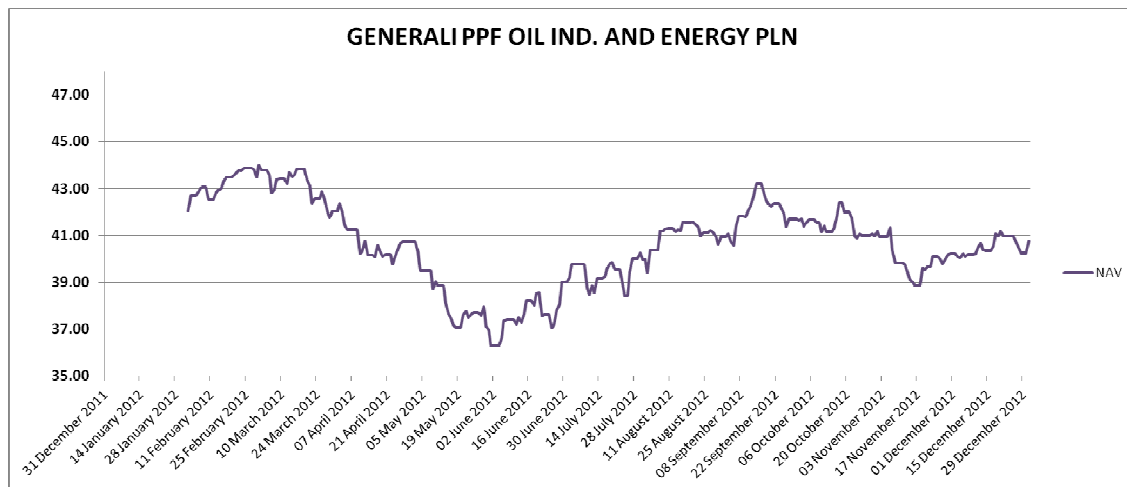
In seeking to achieve its investment objective, the Fund uses supplementary criteria such as: the strength of position on the market, comparative advantages over competitors and positive conclusions of vertical fundamental analysis (stability of financial indicators in time) and horizontal fundamental analysis (comparison with the sector) of particular stocks. The Fund has a quality bias.

The derivatives used by the Fund include foreign exchange forwards and swaps (currency forwards and currency swaps) and are used for hedging purposes in the range of 85–105%. Details of the derivatives which may be used are set out in the derivatives risk management process filed with the Financial Regulator. The Fund reinvests all income and gains and it is not intended to declare dividends.

NAV per share of the Fund during the period



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Oil Industry & Energy Production Fund (continued)



GENERALI PPF OIL IND. AND ENERGY EUR		
Date	NAV	Market Value (EUR)
31/12/2011	9.40	11 056 147.49
31/01/2012	9.62	11 364 732.93
29/02/2012	10.04	11 890 777.38
31/03/2012	9.68	11 438 835.84
30/04/2012	9.34	11 077 736.92
31/05/2012	8.45	9 873 110.24
30/06/2012	8.91	10 458 569.13
31/07/2012	9.10	10 687 755.95
31/08/2012	9.28	10 863 858.30
30/09/2012	9.43	11 046 111.76
31/10/2012	9.24	10 834 478.89
30/11/2012	9.03	10 603 005.94
31/12/2012	9.13	10 744 953.19

GENERALI PPF OIL IND. AND EN. PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	43.47	519.16	126.23
31/03/2012	42.03	501.97	120.86
30/04/2012	40.74	486.44	116.54
31/05/2012	36.95	440.95	100.12
30/06/2012	39.01	465.87	110.00
31/07/2012	39.98	477.27	116.28
31/08/2012	40.95	603.48	144.28
30/09/2012	41.69	1 323.76	319.73
31/10/2012	40.98	14 593.62	3 525.24
30/11/2012	40.22	16 870.61	4 102.74
31/12/2012	40.76	30 269.15	7 418.33

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Oil Industry & Energy Production Fund (continued)

The future market outlook for the Fund

The performance of the Oil & Gas sector was muted during the 1H 2012 on the back of stagnating crude oil price and low refinery margins. The trend has reversed in May 2012 when refinery margins has started to grow significantly well supported by i) maintenance work ii) refinery closures and ad hoc events such as hurricanes. The industry has seen a number of plant closures in recent years and more may follow. Those who survive have to be more efficient and more flexible to react to changing market needs as many companies in Asia now consider Europe a key market for both export and acquisitions. European refiners still suffer from over capacity as demand remains under pressure on the back of ongoing European constraints.

We prefer exploration before refining as i) we see current refinery margins as unsustainable ii) ongoing weak demand on the back of European crisis and iii) new refinery capacities additions coming from Asia.

Although first few months of the year 2012 brought moderate gains to European utility companies, weakening economic situation accompanied by falling power demand resulted in another year where utilities again underperformed markets. The sector remained in difficult conditions due to several negative factors: 1) global economic slowdown and efficiency shifts that resulted in lower electricity demand, 2) increased renewable supply pushes electricity prices lower 3) regulatory risk is lowering returns on renewables and 4) carbon allowances distribution uncertainty. We see the future performance of utility companies as a bet on electricity prices. Power generators alone don't expect huge improvements for next three years and they try to hedge their prices at current levels. We prefer companies offering higher dividend yields.

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Oil Industry & Energy Production Fund

Description	Quantity	Currency	Acquisition	Fair Value EUR	% of Net Assets
			Cost EUR		
Listed securities : equities					
AUSTRIA					
OMV AG	10,600	EUR	275,088	289,963	2.70
Verbund AG	10,600	EUR	243,280	200,340	1.87
			518,368	490,303	4.57
BERMUDA ISLANDS					
Nabors Industries Ltd	16,500	USD	221,324	171,963	1.60
			221,324	171,963	1.60
BRAZIL					
Cia Energetica de Minas Gerais	3,750	USD	44,215	30,861	0.29
Petroleo Brasileiro SA	4,500	USD	98,990	66,421	0.62
			143,205	97,282	0.91
CHINA					
China Petroleum & Chemical Corp	500	USD	39,367	43,636	0.41
PetroChina Co Ltd	1,000	USD	91,716	109,011	1.01
Sinopec Shanghai Petrochemical Co Ltd	2,000	USD	55,561	54,278	0.51
			186,644	206,925	1.93
CURACAO					
Schlumberger Ltd	5,900	USD	294,658	288,449	2.69
			294,658	288,449	2.69
CZECH REPUBLIC					
CEZ AS	11,200	CZK	347,026	326,240	3.04
			347,026	326,240	3.04
FEDERATION OF RUSSIA					
Gazprom OAO	20,000	USD	170,230	139,109	1.30
Lukoil OAO	1,900	USD	81,628	92,377	0.86
NovaTek OAO	300	USD	25,139	26,168	0.24
			276,997	257,654	2.40
FINLAND					
Neste Oil OYJ	13,000	EUR	117,423	126,945	1.18
			117,423	126,945	1.18
FRANCE					
Electricite de France SA	13,900	EUR	345,911	193,975	1.81
GDF Suez	20,127	EUR	426,600	313,176	2.92
Technip SA	2,200	EUR	127,399	190,828	1.78
Total SA	12,600	EUR	470,475	491,400	4.57
			1,370,385	1,189,379	11.08
GERMANY					
E.ON SE	17,000	EUR	331,793	239,360	2.23
RWE AG	8,200	EUR	298,739	255,963	2.38
			630,532	495,323	4.61

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Oil Industry & Energy Production Fund (continued)

Description	Quantity	Currency	Acquisition	Fair Value EUR	% of Net Assets
			Cost EUR		
GREAT BRITAIN					
New World Resources Plc	16,000	CZK	121,791	66,519	0.62
Royal Dutch Shell Plc	11,676	EUR	250,583	303,284	2.82
			372,374	369,803	3.44
HONG KONG					
CNOOC Ltd	580	USD	83,814	96,687	0.90
			83,814	96,687	0.90
ITALY					
Enel SpA	32,000	EUR	106,484	100,224	0.93
ENI SpA	8,100	EUR	127,812	148,311	1.38
			234,296	248,535	2.31
SPAIN					
Gas Natural SDG SA	4,567	EUR	58,691	61,426	0.57
Iberdrola SA	13,978	EUR	77,805	57,589	0.54
Repsol YPF SA	5,122	EUR	91,800	78,367	0.73
Repsol YPF SA Rights	5,122	EUR	-	2,361	0.02
			228,296	199,743	1.86
SWITZERLAND					
Noble Corp	5,500	USD	140,781	145,218	1.35
			140,781	145,218	1.35
UNITED STATES OF AMERICA					
Anadarko Petroleum Corp	4,380	USD	208,993	246,907	2.30
Apache Corp	4,300	USD	300,472	255,965	2.38
Baker Hughes Inc	4,500	USD	173,998	139,430	1.30
Chevron Corp	5,900	USD	402,395	484,298	4.51
ConocoPhillips	4,950	USD	181,457	217,802	2.03
Devon Energy Corp	5,100	USD	236,094	201,308	1.88
Dominion Resources Inc	2,200	USD	59,126	86,438	0.81
Duke Energy Corp	6,032	USD	232,426	291,855	2.72
Energy Transfer Partners LP	1,000	USD	32,817	32,555	0.30
EOG Resources Inc	2,980	USD	198,128	273,001	2.54
Exelon Corp	5,600	USD	172,067	126,280	1.18
Exxon Mobil Corp	8,100	USD	419,386	532,054	4.96
Halliburton Co	9,400	USD	228,177	247,406	2.30
Hess Corp	6,800	USD	293,956	273,052	2.54
Kinder Morgan Inc	2,093	USD	-	56,087	0.52
Marathon Oil Corp	9,900	USD	184,332	230,154	2.14
Marathon Petroleum Corp	4,100	USD	97,196	195,888	1.82
NextEra Energy Inc	500	USD	28,658	26,233	0.24
Occidental Petroleum Corp	5,500	USD	326,695	319,596	2.98
Phillips 66	1,875	USD	37,108	75,503	0.70
Southern Co	3,400	USD	87,439	110,376	1.03
Spectra Energy Corp	5,800	USD	106,568	120,408	1.12
SunCoke Energy Inc	1,061	USD	9,721	12,546	0.12
Valero Energy Corp	14,900	USD	221,687	385,384	3.59
			4,238,896	4,940,526	46.01
Total listed securities : equities			9,405,019	9,650,975	89.88

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Oil Industry & Energy Production Fund (continued)

			Acquisition		
Description	Quantity	Currency	Cost EUR	Fair Value EUR	% of Net Assets
Listed securities : warrants					
UNITED STATES OF AMERICA					
Kinder Morgan Inc	3,200	USD	-	9,150	0.09
			-	9,150	0.09
Total listed securities : warrants			-	9,150	0.09
Listed securities : exchange traded funds					
UNITED STATES OF AMERICA					
iShares Dow Jones US Utilities Sector Index Fund	2,000	USD	117,683	130,067	1.22
			117,683	130,067	1.22
Total listed securities : exchange traded funds			117,683	130,067	1.22
Financial assets at fair value through profit or loss			9,522,702	9,790,192	91.19
Financial Derivative Instruments					
Open Forward Foreign Currency Contracts					
				Unrealised Appreciati on/ (Depreciati on)	% of Net Assets
Maturity	Counterparty	Currency Purchased		Currency Sold	
02-Jan-13	RBC IS Bank Luxembourg	EUR	4 PLN	15	-
03-Jan-13	RBC IS Bank Luxembourg	EUR	28 PLN	116	-
04-Jan-13	RBC IS Bank Luxembourg	EUR	189 PLN	771	-
17-Jan-13	RBC IS Bank Luxembourg	EUR	336,247 CZK	8,500,000	(2,459)
17-Jan-13	RBC IS Bank Luxembourg	EUR	6,233,222 USD	8,150,000	51,808
31-Jan-13	RBC IS Bank Luxembourg	PLN	29,351 EUR	7,168	-
Net gain on open forward foreign exchange contracts				49,349	0.46
Net financial derivative instruments				49,349	0.46
Cash and other net assets				896,280	8.35
Total net assets attributable to holders of redeemable participating shares				10,735,821	100.00

ECONOMIC DIVISION OF INVESTMENTS as at 31 December 2012
Generali PPF Oil Industry & Energy Production Fund (continued)

	% of Net Assets
Petrol	52.65
Public services	20.79
Holding and finance companies	14.42
Investment funds	1.21
Transportation	0.70
Mines and heavy industries	0.62
Chemicals	0.51
Non-ferrous metals	0.29
Total investment	91.19
Net financial derivative instruments	0.46
Cash and other net assets	8.35
Total net assets attributable to holders of redeemable participating shares	100.00

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012

Generali PPF Commodity Fund

The Investment objective of the Fund

How the fund achieves its investment objective

The aim of the Fund is to achieve long term capital appreciation of assets and it is intended for all investors who want to increase the diversification of their portfolios of equity and bond funds with another asset class such as commodities which are otherwise more difficult to access for ordinary investors. The Fund invests primarily in energetic and agricultural commodities and metals without trading futures or taking physical delivery of assets.

On 3 February 2010 seed money in amount of EUR 3.0 million was deposited in the euro account of the Fund. The second share class designated in the Czech koruna was launched in summer 2011 and net new subscriptions exceeded EUR 5 million across both share classes A. At the beginning of 2012 share class in the Polish zloty was launched and the total assets under management slightly decreased by €0.5 mil. to approximately €10.5 mil. The Fund's exposure ranged between 90% and 100% depending on market conditions.

Composite commodity indices ended 2012 mixed as global growth remained behind expectations. The development was influenced by the (potential) impact of tail risks (weather / seasonality, geopolitics / the MENA region...) and the ongoing sovereign debt crisis in Europe as well as the fiscal cliff debate in the U.S.

Base metals were flat amid China's economy slowing down. Zinc and tin prices outperformed copper, aluminium and nickel. Precious metals performed better. Net official sector gold buying was supporting gold prices again although there was an evident loss of appetite for significantly increasing investors' bets on gold as among others things, the U.S. dollar showed some signs of strength and India used new measures to cool down gold imports. Price moves in both platinum and palladium were affected by a wave of illegal strikes across the South African mining sector which led to mine closures and project delays. The biggest movers up were grains which skyrocketed to their record levels last summer on the back of severe crop damage as the most devastating heat wave and drought in a half-century hit the United States.

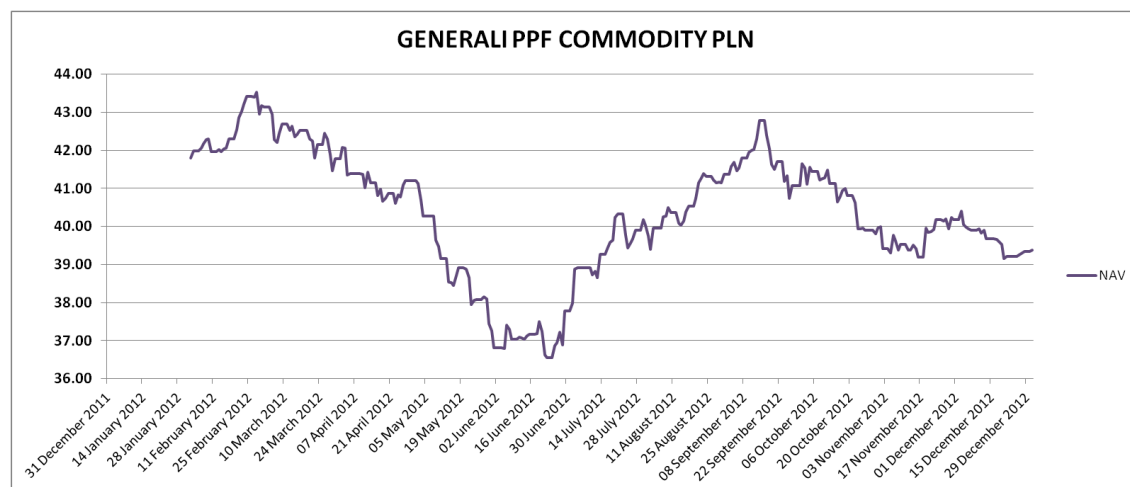
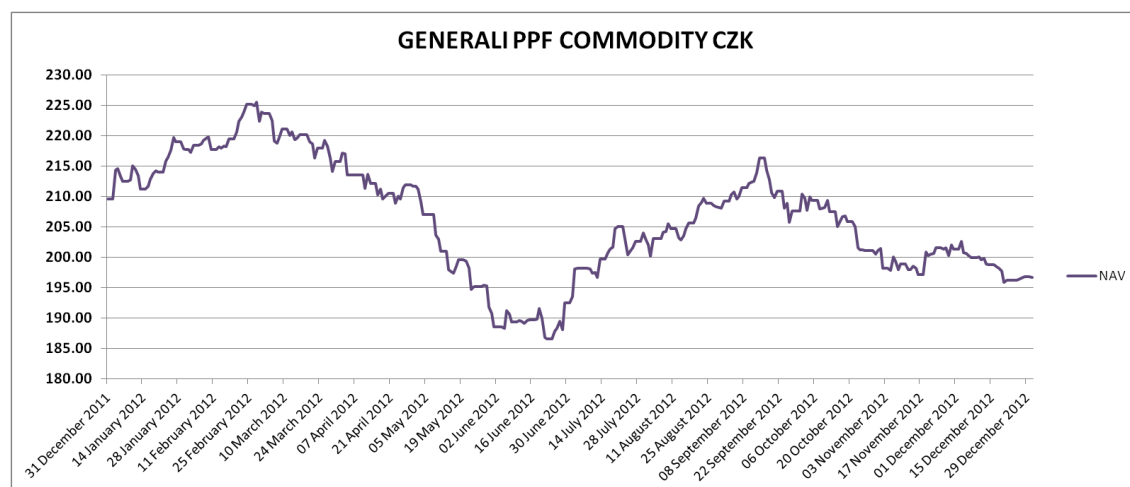
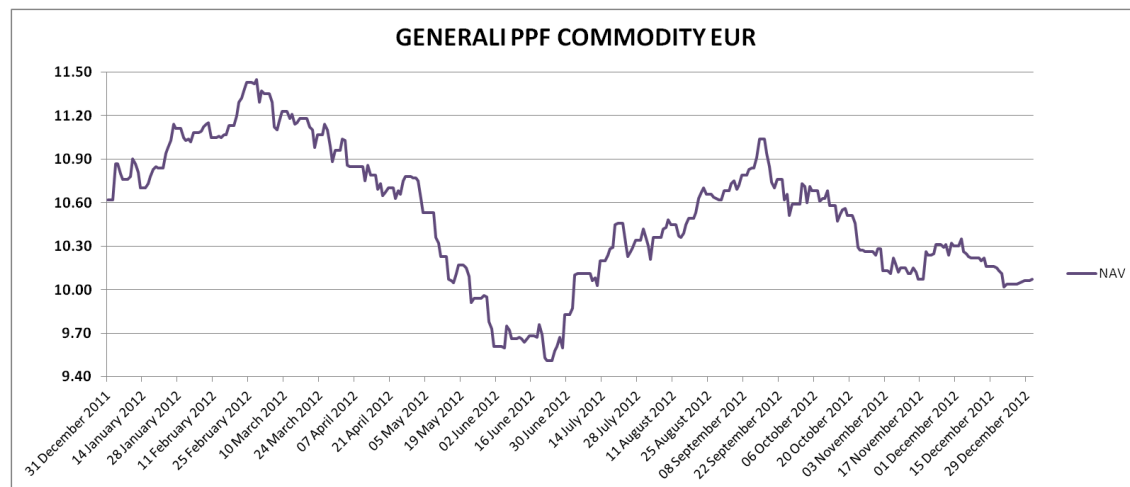
Energy prices were extremely volatile in 2012. Despite all geopolitical issues in the MENA region and breaking the level of \$110 per barrel (WTI), resp. \$125 (Brent) in March, crude oil prices slumped by 30% to their 18-month lows in June and recovered only partially until the year-end due to weaker demand expectations and U.S. energy boom from shale extraction which led to WTI-Brent spread widening. The shale gas revolution dominated natural gas; moreover, the speed of coal-to-gas switching seems to fall behind expectations and Henry Hub prices hit their 10-year low.

The Fund achieves its objective by investing primarily in exchange traded funds (also in open-ended collective investment schemes with a similar investment policy to the Fund), debt securities such as exchange traded commodities (exchange traded notes in general) and index certificates which gain exposure to the commodity indices, worldwide listed or traded on a Recognised Exchange (excluding any Russian markets), (the "Core Satellite" strategy). The Fund is solely invested in commodities and absolutely no involvement in mining companies or other companies.

The derivatives used by the Fund include foreign exchange forwards and swaps (currency forwards and swaps) and they are used for hedging purposes in the range of 85–105%. Details of the derivatives which may be used are set out in the derivatives risk management process filed with and cleared by the Central Bank of Ireland. The Fund reinvests all income and gains and it is not intended to declare dividends.

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF Commodity Fund (continued)

NAV per share of the Fund during the period



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF Commodity Fund (continued)

GENERALI PPF COMMODITY EUR		
Date	NAV	Market Value (EUR)
31/12/2011	10.62	9 392 026.58
31/01/2012	11.03	9 778 297.57
29/02/2012	11.29	10 041 089.04
31/03/2012	10.96	9 761 867.25
30/04/2012	10.77	9 592 026.62
31/05/2012	9.73	8 562 989.17
30/06/2012	9.83	8 669 492.99
31/07/2012	10.37	9 161 208.45
31/08/2012	10.68	9 439 773.10
30/09/2012	10.59	9 348 215.58
31/10/2012	10.28	9 080 401.86
30/11/2012	10.30	9 112 798.14
31/12/2012	10.07	8 912 617.16

GENERALI PPF COMMODITY CZK			
Date	NAV	Market Value (CZK)	Market Value (EUR)
31/12/2011	209.63	41 027 817.64	1 608 780.97
31/01/2012	217.69	42 756 246.96	1 689 150.23
29/02/2012	222.39	44 840 825.80	1 798 527.04
31/03/2012	215.74	43 465 400.95	1 748 766.79
30/04/2012	211.73	42 858 339.60	1 718 543.19
31/05/2012	190.76	38 094 228.35	1 475 768.18
30/06/2012	192.52	38 535 672.82	1 509 269.57
31/07/2012	203.11	40 643 297.60	1 602 828.70
31/08/2012	209.22	41 784 331.64	1 677 638.44
30/09/2012	207.58	41 570 913.61	1 656 210.51
31/10/2012	201.10	40 229 658.30	1 602 418.23
30/11/2012	201.37	40 300 198.87	1 595 058.67
31/12/2012	196.75	39 411 600.88	1 570 455.41

GENERALI PPF COMMODITY PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	42.94	512.50	124.61
31/03/2012	41.78	498.65	120.06
30/04/2012	41.20	491.74	117.81
31/05/2012	37.26	445.00	101.04
30/06/2012	37.78	451.18	106.53
31/07/2012	40.02	477.60	116.36
31/08/2012	41.37	561.95	134.35
30/09/2012	41.07	921.70	222.62
31/10/2012	39.95	9 556.20	2 308.40
30/11/2012	40.17	11 491.66	2 794.64
31/12/2012	39.38	15 993.54	3 919.68

The future market outlook for the Fund

A gradual recovery of the global economy is the main scenario. Emerging market infrastructure and population are set to drive demand for commodities over the long term, but the sovereign debt crisis in Europe as well as the fiscal cliff in the U.S. is still not over yet and these issues have a potential to renew downward pressure on commodity prices. Thus, it will require some time to materialise. On the other hand, lots of positive signs showed due to immense monetary impulses in 2012. Moreover, commodities underperformed markets in 2012 and investors are under-exposed which should help to stimulate demand. Precious metals will benefit from negative real interest rates and quantitative easing across the world. Industrial metals will profit from positive developments in the macro picture and outlook for China and the U.S. Food prices can spike very easily again as grain stocks remain vulnerable to seasonality and any further supply-side shock. U.S. natural gas fundamentals have improved in comparison the last year but still face many demand-supply hurdles.

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Commodity Fund

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
Listed securities : equities					
GREAT BRITAIN					
iPath Dow Jones-UBS Industrial Metals Subindex Total Return ETN	750	USD	23,196	19,802	0.19
			23,196	19,802	0.19
IRELAND					
Physical Palladium Source P-ETC	3,000	USD	148,447	157,259	1.51
Physical Platinum Source P-ETC	500	USD	57,468	57,069	0.55
S&P GSCI Enhanced Crude Oil Total Return Treasury Bill Secured Source ETC	5,800	USD	723,805	706,523	6.76
Source Commodity Markets Plc - S&P GSCI Industrial Metals Total Return Treasury	2,100	USD	250,805	239,786	2.30
Source Physical Markets Gold P-ETC	1,400	USD	145,627	174,427	1.67
			1,326,152	1,335,064	12.79
JERSEY					
db Physical Rhodium ETC	499	USD	42,680	42,391	0.41
db Physical Silver ETC	310	USD	75,425	69,458	0.66
db Uranium ETC	3,200	USD	219,581	158,835	1.52
ETFS Longer Dated Agriculture	34,000	USD	381,549	362,849	3.47
ETFS Physical Palladium	2,500	USD	109,496	128,262	1.23
ETFS Physical PM Basket	2,400	USD	186,544	233,155	2.23
ETFS Physical Silver	5,500	USD	125,702	121,575	1.16
			1,140,977	1,116,525	10.68
SWEDEN					
ELEMENTS Linked to the Rogers International Commodity Index - Agri Total Return	65,000	USD	423,046	444,213	4.25
ELEMENTS Linked to the Rogers International Commodity Index - Energy Total Return	5,000	USD	24,935	22,564	0.21
			447,981	466,777	4.46
Total listed securities : equities			2,938,306	2,938,168	28.12
Listed securities : exchange traded funds					
FRANCE					
Amundi ETF Commodities S&P GSCI Agriculture	500	USD	32,877	33,366	0.32
Amundi ETF Commodities S&P GSCI Metals	100	USD	23,152	23,022	0.22
Lyxor ETF CRB IDX	51,000	USD	1,069,011	1,074,621	10.28
			1,125,040	1,131,009	10.82
GREAT BRITAIN					
iPath Dow Jones-UBS Commodity Index Total Return ETN	7,500	USD	219,803	234,261	2.24
iPath GSCI Total Return Index ETN	10,000	USD	225,919	252,200	2.41
			445,722	486,461	4.65
JERSEY					
ETFS Agriculture DJ-UBSCI	13,000	USD	61,696	79,327	0.76
ETFS All Commodities DJ-UBSCISM	5,500	USD	54,800	60,198	0.58
ETFS Brent 1mth Oil Securities	1,000	USD	49,989	49,841	0.48

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Commodity Fund (continued)

Description	Quantity	Currency	Acquisition	Fair Value	% of Net
			Cost EUR		
ETFS Coffee	30,000	USD	83,301	51,358	0.49
ETFS Industrial Metals DJ-UBSCISM	4,000	USD	45,665	46,860	0.45
ETFS Longer Dated Natural Gas	25,000	USD	77,020	68,568	0.66
ETFS Physical Platinum	250	USD	29,834	27,988	0.27
ETFS WTI 2mth Oil Securities	4,500	USD	174,195	160,063	1.53
Gold Bullion Securities Ltd	1,500	USD	168,041	182,352	1.75
			744,541	726,555	6.97
LUXEMBOURG					
db x-trackers DBLCI-OY Balanced UCITS ETF	37,000	EUR	1,172,849	1,160,690	11.11
db x-trackers DBLCI-OY Balanced UCITS ETF	4,000	USD	113,284	116,884	1.12
EasyETF S&P GSCI Capped Commodity 35/20	26,000	USD	811,334	903,216	8.65
			2,097,467	2,180,790	20.88
SWEDEN					
ELEMENTS Linked to the Rogers International Commodity Index - Metals Total Return	42,000	USD	316,539	340,868	3.26
ELEMENTS Linked to the Rogers International Commodity Index - Total Return	16,000	USD	92,941	104,612	1.00
			409,480	445,480	4.26
SWITZERLAND					
ZKB Gold ETF-A USD	320	USD	422,325	395,837	3.79
			422,325	395,837	3.79
UNITED STATES OF AMERICA					
ETFS Physical Palladium Shares	500	USD	27,788	23,965	0.23
ETFS Physical Silver Shares	2,000	USD	47,927	43,993	0.42
ETFS White Metals Basket Trust	1,000	USD	37,520	38,471	0.37
GS Connect S&P GSCI Enhanced Commodity Total Return Strategy Index ETN	8,975	USD	295,077	325,534	3.12
iShares S&P GSCI Commodity Indexed Trust	17,000	USD	384,070	419,713	4.02
iShares Silver Trust	14,000	USD	295,565	312,197	2.99
PowerShares DB Agriculture Fund	4,000	USD	71,803	84,800	0.81
SPDR Gold Shares	3,200	USD	335,680	392,282	3.76
			1,495,430	1,640,955	15.72
Total listed securities : exchange traded funds			6,740,005	7,007,087	67.09
Other transferable securities : investment funds					
LUXEMBOURG					
RBS Market Access Rogers International Commodity Index ETF	1,000	USD	25,547	25,758	0.25
RBS Market Access Rogers International Commodity Agriculture Index ETF	3,300	USD	326,298	329,149	3.15
			351,845	354,907	3.40
Total other transferable securities : investment funds			351,845	354,907	3.40
Financial assets at fair value through profit or loss			10,030,156	10,300,162	98.61

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Commodity Fund (continued)

Financial Derivative Instruments

Open Forward Foreign Currency Contracts

Maturity	Counterparty	Currency Purchased		Currency Sold	Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-13	RBC IS Bank Luxembourg	EUR	192 CZK	4,840	(1)	-
02-Jan-13	RBC IS Bank Luxembourg	EUR	2 PLN	9	-	-
03-Jan-13	RBC IS Bank Luxembourg	EUR	148 CZK	3,737	(1)	-
03-Jan-13	RBC IS Bank Luxembourg	EUR	16 PLN	67	-	-
04-Jan-13	RBC IS Bank Luxembourg	EUR	446 CZK	11,200	(1)	-
04-Jan-13	RBC IS Bank Luxembourg	EUR	120 PLN	488	-	-
22-Jan-13	RBC IS Bank Luxembourg	EUR	9,026,648 USD	11,710,000	144,643	1.38
22-Jan-13	RBC IS Bank Luxembourg	EUR	91,670 USD	120,000	650	0.01
22-Jan-13	RBC IS Bank Luxembourg	EUR	75,832 USD	100,000	(17)	-
31-Jan-13	RBC IS Bank Luxembourg	CZK	39,664,467 EUR	1,577,511	2,824	0.03
31-Jan-13	RBC IS Bank Luxembourg	PLN	15,547 EUR	3,797	-	-
Net gain on open forward foreign exchange contracts					148,097	1.42
Net financial derivative instruments					148,097	1.42
Cash and other net assets					(3,153)	(0.03)
Total net assets attributable to holders of redeemable participating shares					10,445,106	100.00

ECONOMIC DIVISION OF INVESTMENTS as at 31 December 2012
Generali PPF Commodity Fund (continued)

	% of Net Assets
Investment funds	51.98
Holding and finance companies	38.67
Banks and financial institutions	7.96
Total investment	98.61
Net financial derivative instruments	1.42
Cash and other net assets	(0.03)
Total net assets attributable to holders of redeemable participating shares	100.00

INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012 Generali PPF Emerging Europe Fund

The Investment objective of the Fund

How the fund achieves its investment objective

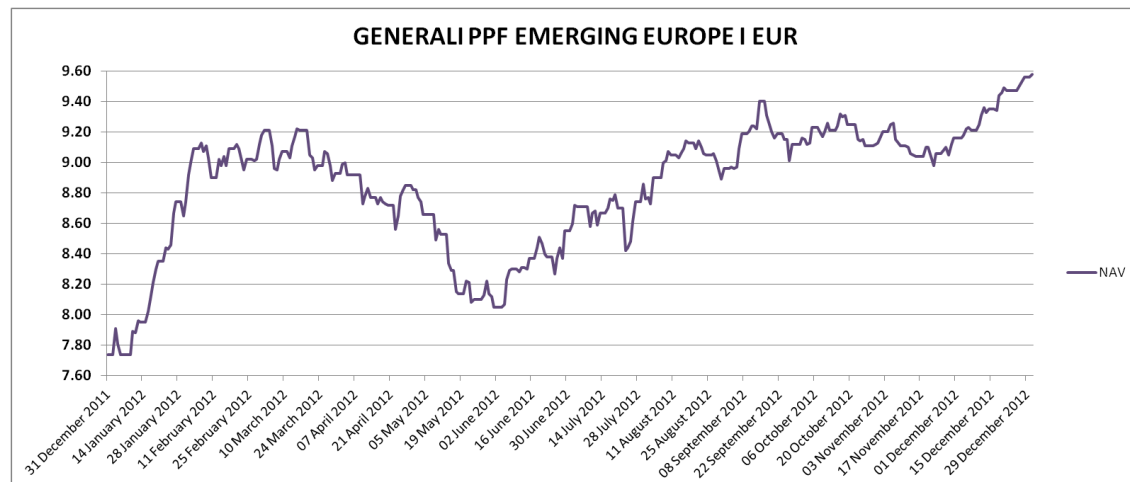
The investment objective of the Fund is to achieve long term capital appreciation of assets through exposure to the emerging equity markets of the Central, Eastern and South Eastern European region and the Commonwealth of Independent States, including the Czech Republic, the Slovak Republic, Russia, Poland, Hungary, Romania, Slovenia, Croatia, Bulgaria, Serbia, Turkey, Latvia, Lithuania, Estonia, Ukraine, Belorussia, Kazakhstan which are not as advanced as markets of developed economies but which are experiencing growth often fuelled by growth in domestic consumption and investment and which should gradually converge with those of the more developed economies in time.

At the end of June 2011 seed money in amount of EUR 6.2 million was deposited in the euro account of the Class I EUR Fund and increased in another two steps by EUR 2.2 million in August 2011. The second and third share classes A designated in the Czech koruna and in EUR were launched at the end of August 2011. At the beginning of 2012, share class in the Polish zloty was launched. The equivalent of EUR 1.4 mil. was deposited in the CZK account in August 2012, which was gradually invested according to the investment policy. At the very end of 2012, the NAV of the Fund reached EUR 10 mil.

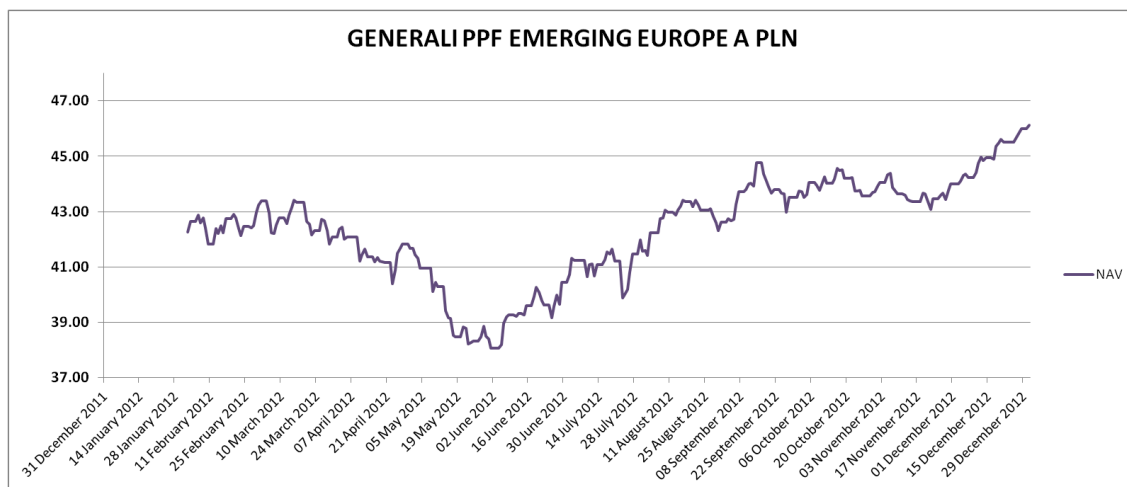
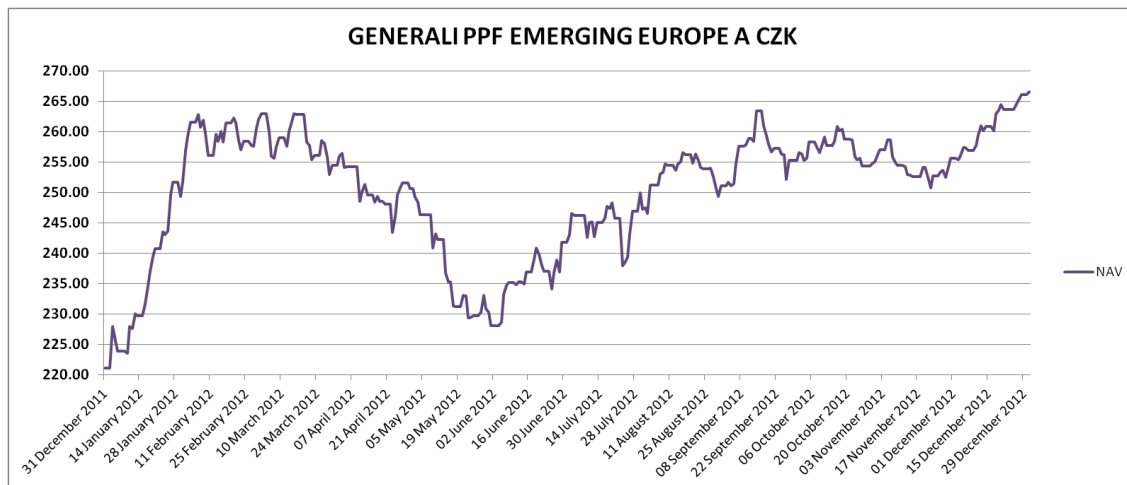
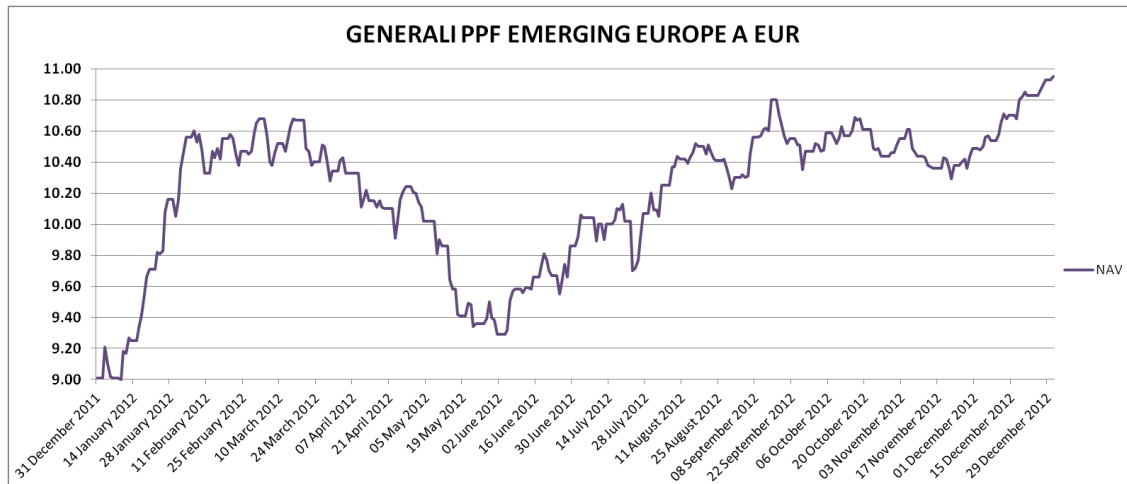
The Fund achieves its investment objective by employing a bottom-up approach to investing and considering factors such as a company's position on its chosen market, its comparative advantages over competitors, the implications of any vertical fundamental analysis (stability of the company's financial indicators over time) and any horizontal fundamental analysis (comparison with other companies in the sector) of a target stock.

The derivatives used by the Fund may include foreign exchange forwards and swaps and they may be used for hedging purposes, but the FX-currency exposure has remained fully opened. The Fund's equity allocation was kept in the wide range of 80–100%.

NAV per share of the Fund during the period



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012
Generali PPF Emerging Europe Fund (continued)



INVESTMENT MANAGER'S REPORT for the year ended 31 December 2012

Generali PPF Emerging Europe Fund (continued)

GENERALI PPF EMERGING EUROPE I EUR		
Date	NAV	Market Value (EUR)
31/12/2011	7.74	6 816 228.87
31/01/2012	8.74	7 690 442.16
29/02/2012	9.12	8 030 014.30
31/03/2012	8.93	7 858 231.93
30/04/2012	8.82	7 764 614.68
31/05/2012	8.12	7 145 084.43
30/06/2012	8.55	7 522 338.80
31/07/2012	8.76	7 709 866.83
31/08/2012	8.96	7 881 752.83
30/09/2012	9.12	8 023 136.80
31/10/2012	9.13	8 032 450.89
30/11/2012	9.16	8 064 640.82
31/12/2012	9.58	8 430 342.85

GENERALI PPF EMERGING EUROPE A EUR		
Date	NAV	Market Value (EUR)
31/12/2011	9.01	9 441.82
31/01/2012	10.16	7 969.40
29/02/2012	10.59	6 929.76
31/03/2012	10.34	7 443.89
30/04/2012	10.20	11 443.14
31/05/2012	9.38	15 892.79
30/06/2012	9.86	22 479.37
31/07/2012	10.09	23 135.58
31/08/2012	10.30	15 998.54
30/09/2012	10.47	7 865.35
31/10/2012	10.46	8 172.21
30/11/2012	10.49	5 362.29
31/12/2012	10.95	7 530.48

GENERALI PPF EMERGING EUROPE A CZK			
Date	NAV	Market Value (CZK)	Market Value (EUR)
31/12/2011	221.11	224 302.00	8 795.32
31/01/2012	251.86	294 921.50	11 651.32
29/02/2012	260.54	1 275 912.62	51 175.76
31/03/2012	254.51	1 272 831.19	51 210.50
30/04/2012	250.63	1 250 092.11	50 126.47
31/05/2012	230.25	1 223 610.52	47 402.60
30/06/2012	241.79	1 300 312.45	50 927.41
31/07/2012	247.23	1 353 522.59	53 378.17
31/08/2012	251.06	36 099 131.22	1 449 377.98
30/09/2012	255.27	36 712 002.93	1 462 628.55
31/10/2012	255.07	36 713 875.46	1 462 378.40
30/11/2012	255.69	36 689 717.10	1 452 157.88
31/12/2012	266.52	38 277 626.03	1 525 269.30

GENERALI PPF EMERGING EUROPE A PLN			
Date	NAV	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/01/2012	-	-	-
29/02/2012	42.98	513.03	124.74
31/03/2012	42.07	502.59	121.01
30/04/2012	41.66	497.63	119.22
31/05/2012	38.40	458.65	104.14
30/06/2012	40.45	483.11	114.07
31/07/2012	41.58	496.24	120.90
31/08/2012	42.62	508.91	121.67
30/09/2012	43.51	519.31	125.43
31/10/2012	43.72	521.90	126.07
30/11/2012	44.00	525.31	127.75
31/12/2012	46.11	500.98	122.78

The future market outlook for the Fund

The European emerging markets were fully impacted by the sovereign crisis in Europe and the region will continue to reflect the core EMU economies in 2013 and their weakness as a correlation of emerging Europe equities with developed European should rather persist at above-average level. Growth in the region is projected to regain momentum or recover slowly from recession (case by case) on the back of improving domestic demand and further easing of the monetary stance.

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Emerging Europe Fund

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
Listed securities : equities					
AUSTRIA					
Erste Group Bank AG	21,500	CZK	338,766	518,317	5.18
			338,766	518,317	5.18
BERMUDA ISLANDS					
Central European Media Enterprises Ltd	6,450	CZK	50,875	27,629	0.28
			50,875	27,629	0.28
CZECH REPUBLIC					
CEZ AS	13,000	CZK	411,650	378,671	3.78
Komerční Banka AS	1,227	CZK	173,542	212,000	2.12
Telefonica Czech Republic AS	20,800	CZK	322,572	289,593	2.89
			907,764	880,264	8.79
FEDERATION OF RUSSIA					
Gazprom OAO	5,100	USD	38,307	35,473	0.35
Sberbank of Russia	9,200	USD	75,982	85,831	0.86
			114,289	121,304	1.21
GREAT BRITAIN					
Evraz Plc	1,500	GBP	8,024	4,779	0.05
New World Resources Plc	6,300	CZK	45,204	26,192	0.25
			53,228	30,971	0.30
HUNGARY					
EGIS Pharmaceuticals Plc	680	HUF	41,863	40,513	0.40
Magyar Telekom Telecommunications Plc	109,300	HUF	164,580	139,996	1.40
MOL Hungarian Oil and Gas Plc	5,960	HUF	399,216	363,374	3.63
OTP Bank Plc	30,400	HUF	448,965	432,176	4.32
Richter Gedeon Nyrt	717	HUF	95,559	89,153	0.89
			1,150,183	1,065,212	10.64
POLAND					
Asseco Poland SA	4,300	PLN	45,731	47,423	0.47
Bank Pekao SA	4,120	PLN	166,157	168,927	1.69
Globe Trade Centre SA	6,450	PLN	28,736	15,602	0.16
KGHM Polska Miedz SA	6,850	PLN	274,724	318,467	3.18
PGE SA	60,700	PLN	293,945	270,748	2.71
Polski Koncern Naftowy Orlen SA	15,900	PLN	174,160	192,811	1.93
Powszechna Kasa Oszczednosci Bank Polski SA	31,200	PLN	247,430	281,160	2.81
Powszechny Zaklad Ubezpieczen SA	2,890	PLN	254,126	307,818	3.08
Telekomunikacja Polska SA	26,800	PLN	107,883	80,262	0.80
			1,592,892	1,683,218	16.83
ROMANIA					
Banca Transilvania	1,066,136	RON	248,490	304,575	3.04
BRD-Groupe Societe Generale	181,050	RON	378,224	330,292	3.30
OMV Petrom SA	3,825,000	RON	335,888	368,345	3.68
Transelectrica SA	14,100	RON	41,474	40,154	0.40
Transgaz SA Medias	1,429	RON	75,121	70,076	0.70
			1,079,197	1,113,442	11.12

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Emerging Europe Fund (continued)

Description	Quantity	Currency	Acquisition	Fair Value	% of Net
			Cost EUR	EUR	Assets
SLOVENIA					
Gorenje DD	7,510	EUR	31,700	28,335	0.28
Krka DD Novo mesto	1,771	EUR	82,852	89,258	0.89
Petrol DD Ljubljana	201	EUR	43,431	46,833	0.47
Telekom Slovenije DD	510	EUR	41,014	48,731	0.49
Zavarovalnica Triglav DD	1,846	EUR	28,570	30,514	0.30
			227,567	243,671	2.43
Total listed securities : equities			5,514,761	5,684,028	56.78
Listed securities : exchange traded funds					
FRANCE					
Lyxor ETF Eastern Europe CECE EUR	15,770	EUR	288,953	307,988	3.08
Lyxor ETF Turkey EURO	10,580	EUR	437,678	595,337	5.95
			726,631	903,325	9.03
UNITED STATES OF AMERICA					
iShares MSCI Turkey Index Fund	16,550	USD	574,476	837,291	8.37
Market Vectors Poland ETF	12,470	USD	198,147	212,815	2.13
Market Vectors Russia ETF	18,560	USD	407,548	414,306	4.14
			1,180,171	1,464,412	14.64
Total listed securities : exchange traded funds			1,906,802	2,367,737	23.67
Other organised market : equities					
FEDERATION OF RUSSIA					
Federal Hydrogenerating Co JSC	1,000,000	RUB	33,329	18,212	0.18
Lukoil OAO	5,750	RUB	249,160	285,566	2.85
Magnit OJSC	520	RUB	49,487	61,189	0.61
MMC Norilsk Nickel OJSC	775	RUB	133,035	107,817	1.08
Mobile Telesystems OJSC	11,500	RUB	66,433	70,108	0.70
NovaTek OAO	9,900	RUB	83,552	84,955	0.85
Sberbank of Russia	85,000	RUB	202,388	196,065	1.96
Severstal OAO	4,000	RUB	50,214	36,658	0.37
Surgutneftegas OAO	73,000	RUB	49,615	48,576	0.49
Uralkali OJSC	8,500	RUB	50,173	49,544	0.50
VTB Bank OJSC	15,800,000	RUB	33,169	21,024	0.21
			1,000,555	979,714	9.80
Total other organised market : equities			1,000,555	979,714	9.80
Other transferable securities : equities					
FEDERATION OF RUSSIA					
Gazprom OAO	50,000	RUB	249,946	178,399	1.78
			249,946	178,399	1.78
Total other transferable securities : equities			249,946	178,399	1.78
Financial assets at fair value through profit or loss			8,672,064	9,209,878	92.03

SCHEDULE OF INVESTMENTS as at 31 December 2012
Generali PPF Emerging Europe Fund (continued)

Financial Derivative Instruments

Open Forward Foreign Currency Contracts

Maturity	Counterparty	Currency Purchased		Currency Sold	Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-13	RBC IS Bank Luxembourg	EUR	1 CZK	16	-	-
02-Jan-13	RBC IS Bank Luxembourg	EUR	324 CZK	8,177	(2)	-
03-Jan-13	RBC IS Bank Luxembourg	EUR	38 CZK	947	-	-
04-Jan-13	RBC IS Bank Luxembourg	PLN	45 EUR	11	-	-
04-Jan-13	RBC IS Bank Luxembourg	PLN	5 EUR	1	-	-
31-Jan-13	RBC IS Bank Luxembourg	CZK	36,682,189 EUR	1,458,901	2,611	0.03
31-Jan-13	RBC IS Bank Luxembourg	PLN	522 EUR	128	-	-
31-Jan-13	RBC IS Bank Luxembourg	EUR	- PLN	1	-	-
31-Jan-13	RBC IS Bank Luxembourg	EUR	11 PLN	45	-	-
31-Jan-13	RBC IS Bank Luxembourg	CZK	1,538,842 EUR	61,360	(48)	-
Net gain on open forward foreign exchange contracts					2,561	0.03
Net financial derivative instruments					2,561	0.03
Cash and other net assets					794,468	7.94
Total net assets attributable to holders of redeemable participating shares					10,006,907	100.00

ECONOMIC DIVISION OF INVESTMENTS at 31 December 2012
Generali PPF Emerging Europe Fund (continued)

	% of Net Assets
Banks and financial institutions	24.63
Investment funds	23.67
Petrol	15.88
Public services	7.07
News transmission	6.56
Non-ferrous metals	4.26
Insurance	3.08
Pharmaceuticals and cosmetics	2.18
Mortgage and funding institutions	0.86
Holding and finance companies	0.85
Mines and heavy industries	0.67
Food and distilleries	0.61
Chemicals	0.50
Internet software	0.47
Miscellaneous	0.30
Consumer goods	0.28
Construction and building material	0.16
Total investment	92.03
Net financial derivative instruments	0.03
Cash and other net assets	7.94
Total net assets attributable to holders of redeemable participating shares	100.00

STATEMENT OF FINANCIAL POSITION as at 31 December 2012

		Generali PPF Cash & Bond Fund	Generali PPF Cash & Bond Fund	Generali PPF Corporate Bonds Fund	Generali PPF Corporate Bonds Fund
		31 December 2012	31 December 2011	31 December 2012	31 December 2011
	Note	EUR	EUR	EUR	EUR
Current Assets					
Financial assets at fair value through profit or loss	3	7,370,028	5,972,697	5,712,407	8,734,229
Unrealised profit on forward foreign exchange contracts	2	30,007	117	38,752	-
Cash and cash equivalents	10	93,801	294,875	748,228	203,444
Interest and dividends receivable, net		-	-	-	-
Amount receivable from subscriptions		10,891	1,168,370	347,969	1,160,894
Amount receivable on sale of securities		377,386	407,359	1,674,728	-
Other receivables		-	11	-	-
Total assets		7,882,113	7,843,429	8,522,084	10,098,567
Current Liabilities					
Unrealised loss on forward foreign exchange contracts	2	1,120	7,751	4,741	129,760
Payable on redemptions		5,052	4,359	2,240	9,568
Amount payable on purchase of securities		158,716	406,478	1,671,270	-
Investment management fees payable	7	-	-	6,667	6,488
Administration and transfer agency fees payable	7	3,541	3,321	3,611	4,549
Custodian fees payable	7	333	309	341	438
Audit fees accrued	7	10,000	8,940	10,000	9,199
Director fees payable	7	2,007	-	2,007	-
Distribution fees payable	7	-	-	26,683	17,300
Other expenses payable	7	8,655	1,394	8,652	1,395
Liabilities (excluding net assets attributable to holders of redeemable shares)		189,424	432,552	1,736,212	178,697
Net assets attributable to holders of redeemable participating shares		7,692,689	7,410,877	6,785,872	9,919,870
Net Asset Value		7,692,689	7,410,877	6,785,872	9,919,870
Represented by:					
Net assets attributable to holders of redeemable participating shares for financial statement purposes		7,692,689	7,410,877	6,785,872	9,919,870
Adjustment for fair value	17	29,724	5,692	24,052	(165)
Net assets attributable to holders of redeemable participating shares for shareholder dealing/prospectus	17	7,722,413	7,416,569	6,809,924	9,919,705
Class 'A' EUR Shares In Issue		721,267.59	737,107.89	414,523.06	945,379.64
Net Asset Value Per Share		EUR 10.65	EUR 10.06	EUR 12.17	EUR 10.49
Class 'B' EUR Shares In Issue		-	-	19,170.22	-
Net Asset Value Per Share		-	-	EUR 10.94	-
Class 'B' CZK Shares In Issue		-	-	138,322.84	-
Net Asset Value Per Share		-	-	CZK 268.02	-
Class 'A' PLN Shares In Issue		3,827.60	-	6,350.87	-
Net Asset Value Per Share		PLN 45.82	-	PLN 49.58	-
Class 'B' PLN Shares In Issue		-	-	233.69	-
Net Asset Value Per Share		-	-	PLN 48.23	-

The accompanying notes form an integral part of the financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2012 (continued)

		Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali PPF New Economies Fund	Generali PPF New Economies Fund
		31 December 2012	31 December 2011	31 December 2012	31 December 2011
Note		EUR	EUR	EUR	EUR
Current Assets					
Financial assets at fair value through profit or loss	3	15,400,601	10,898,111	14,206,956	11,346,431
Unrealised profit on forward foreign exchange contracts	2	76,219	2,159	95,672	1,048
Cash and cash equivalents	10	1,344,924	1,003,059	2,473,315	1,217,876
Interest and dividends receivable, net		9,800	9,558	38,863	12,321
Amount receivable from subscriptions		807	465,482	3,650	234,821
Amount receivable on sale of securities		26,482	-	-	-
Other receivables		-	-	-	-
Total assets		16,858,833	12,378,369	16,818,456	12,812,497
Current Liabilities					
Unrealised loss on forward foreign exchange contracts	2	-	36,663	8,827	230,699
Payable on redemptions		144	129,825	695	576,110
Amount payable on purchase of securities		244,061	43,069	-	-
Investment management fees payable	7	12,749	9,265	18,142	13,597
Administration and transfer agency fees payable	7	6,373	5,644	6,676	5,862
Custodian fees payable	7	663	552	660	575
Audit fees accrued	7	10,000	8,940	10,000	8,940
Director fees payable	7	2,007	-	2,007	-
Distribution fees payable	7	65,565	26,473	65,312	27,194
Other expenses payable	7	8,654	1,394	8,655	1,393
Liabilities (excluding net assets attributable to holders of redeemable shares)		350,216	261,825	120,974	864,370
Net assets attributable to holders of redeemable participating shares		16,508,617	12,116,544	16,697,482	11,948,127
Net Asset Value		16,508,617	12,116,544	16,697,482	11,948,127
Represented by:					
Net assets attributable to holders of redeemable participating shares for financial statement purposes		16,508,617	12,116,544	16,697,482	11,948,127
Adjustment for fair value	17	6,449	19,632	(24,314)	42,915
Net assets attributable to holders of redeemable participating shares for shareholder dealing/prospectus	17	16,515,066	12,136,176	16,673,168	11,991,042
Class 'A' EUR Shares In Issue		1,441,337.38	1,194,138.45	1,602,008.50	1,331,146.28
Net Asset Value Per Share		EUR 11.45	EUR 10.16	EUR 10.40	EUR 9.01
Class 'A' PLN Shares In Issue		1,305.22	-	1,135.00	-
Net Asset Value Per Share		PLN 45.78	-	PLN 43.70	-

The accompanying notes form an integral part of the financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2012 (continued)

		Generali PPF Oil Industry & Energy Production Fund 31 December 2012	Generali PPF Oil Industry & Energy Production Fund 31 December 2011	Generali PPF Commodity Fund 31 December 2012	Generali PPF Commodity Fund 31 December 2011
	Note	EUR	EUR	EUR	EUR
Current Assets					
Financial assets at fair value through profit or loss	3	9,790,192	10,075,505	10,300,162	10,563,756
Unrealised profit on forward foreign exchange contracts	2	51,808	673	148,117	16,428
Cash and cash equivalents	10	972,999	1,041,219	83,447	834,253
Interest and dividends receivable, net		10,322	3,299	-	-
Amount receivable from subscriptions		2,456	361,987	2,395	120,237
Amount receivable on sale of securities		-	-	-	-
Other receivables		-	-	-	-
Total assets		10,827,777	11,482,683	10,534,121	11,534,674
Current Liabilities					
Bank overdraft	10	-	-	-	7,555
Unrealised loss on forward foreign exchange contracts	2	2,459	142,257	20	239,726
Payable on redemptions		1,450	252,849	1,242	222,446
Amount payable on purchase of securities		-	-	-	66,399
Investment management fees payable	7	13,509	12,054	13,450	13,287
Administration and transfer agency fees payable	7	4,780	5,216	4,761	5,584
Custodian fees payable	7	464	508	460	545
Audit fees accrued	7	10,000	8,940	10,000	8,940
Director fees payable	7	2,007	-	2,008	-
Distribution fees payable	7	48,633	24,107	48,421	34,997
Other expenses payable	7	8,654	1,739	8,653	1,394
Liabilities (excluding net assets attributable to holders of redeemable shares)		91,956	447,670	89,015	600,873
Net assets attributable to holders of redeemable participating shares		10,735,821	11,035,013	10,445,106	10,933,801
Net Asset Value		10,735,821	11,035,013	10,445,106	10,933,801
Represented by:					
Net assets attributable to holders of redeemable participating shares for financial statement purposes		10,735,821	11,035,013	10,445,106	10,933,801
Adjustment for fair value	17	16,551	21,134	41,886	66,921
Net assets attributable to holders of redeemable participating shares for shareholder dealing/prospectus	17	10,752,372	11,056,147	10,486,992	11,000,722
Class 'A' EUR Shares In Issue		1,177,335.34	1,175,734.22	885,237.16	884,217.88
Net Asset Value Per Share		EUR 9.13	EUR 9.40	EUR 10.07	EUR 10.62
Class 'A' CZK Shares In Issue		-	-	200,221.22	195,724.48
Net Asset Value Per Share		-	-	CZK 196.75	CZK 209.63
Class 'A' PLN Shares In Issue		742.42	-	406.06	-
Net Asset Value Per Share		PLN 40.76	-	PLN 39.38	-

The accompanying notes form an integral part of the financial statements.

STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2012 (continued)

		Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Total	Total
		31 December 2012	31 December 2011	31 December 2012	31 December 2011
	Note	EUR	EUR	EUR	EUR
Current Assets					
Financial assets at fair value through profit or loss	3	9,209,878	6,081,768	71,990,224	63,672,497
Unrealised profit on forward foreign exchange contracts	2	2,611	26	443,186	20,451
Cash and cash equivalents	10	831,196	673,341	6,547,910	5,268,067
Interest and dividends receivable, net		1,113	12,605	60,098	37,783
Amount receivable from subscriptions		1,017	-	369,185	3,511,791
Amount receivable on sale of securities		-	-	2,078,596	407,359
Other receivables		5,122	7,793	5,122	7,804
Total assets		10,050,937	6,775,533	81,494,321	72,925,752
Current Liabilities					
Bank overdraft	10	-	-	-	7,555
Unrealised loss on forward foreign exchange contracts	2	50	-	17,217	786,856
Payable on redemptions		211	91	11,034	1,195,248
Amount payable on purchase of securities		-	-	2,074,047	515,946
Investment management fees payable	7	12,053	8,782	76,570	63,473
Administration and transfer agency fees payable	7	4,346	3,685	34,088	33,861
Custodian fees payable	7	417	348	3,338	3,275
Audit fees accrued	7	10,000	5,315	70,000	59,214
Director fees payable	7	1,613	-	13,656	-
Distribution fees payable	7	6,683	61	261,297	130,132
Other expenses payable	7	8,657	2,590	60,580	11,299
Liabilities (excluding net assets attributable to holders of redeemable shares)		44,030	20,872	2,621,827	2,806,859
Net assets attributable to holders of redeemable participating shares		10,006,907	6,754,661	78,872,494	70,118,893
Net Asset Value		10,006,907	6,754,661		
Represented by:					
Net assets attributable to holders of redeemable participating shares for financial statement purposes		10,006,907	6,754,661		
Adjustment for fair value	17	(43,642)	79,831		
Net assets attributable to holders of redeemable participating shares for shareholder dealing/prospectus	17	9,963,265	6,834,492		
Class 'A' EUR Shares In Issue		687.67	1,047.40		
Net Asset Value Per Share		EUR 10.95	EUR 9.01		
Class 'A' CZK Shares In Issue		143,602.09	1,014.33		
Net Asset Value Per Share		CZK 266.52	CZK 221.11		
Class 'I' EUR Shares		880,099.39	880,099.39		
Net Asset Value Per Share		EUR 9.58	EUR 7.74		
Class 'A' PLN Shares In Issue		10.87	-		
Net Asset Value Per Share		PLN 46.11	-		

On behalf of the Board

Director

Date: 22 April 2013

Director

Date: 22 April 2013

The accompanying notes form an integral part of the financial statements.

STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2012

		Generali PPF Cash & Bond Fund	Generali PPF Cash & Bond Fund	Generali PPF Corporate Bonds Fund	Generali PPF Corporate Bonds Fund
		31 December 2012	31 December 2011	31 December 2012	31 December 2011
	Note	EUR	EUR	EUR	EUR
Income					
Dividends		-	-	-	-
Bank interest		-	-	-	-
Other income		-	-	-	353
Net gain/(loss) on financial assets at fair value through profit or loss	13	478,349	80,469	1,702,423	(73,927)
Total net income/(loss)		478,349	80,469	1,702,423	(73,574)
Expenses					
Investment management fees	7	-	-	30,317	17,835
Administration and transfer agency fees	7	29,371	26,941	40,533	33,992
Distribution fees	7	-	-	115,814	47,553
Director fees	7	8,954	9,884	8,954	9,884
Custodian fees	7	2,678	2,195	3,197	2,091
Audit fees	7	11,682	7,574	11,423	7,574
Transaction costs		67	-	26	-
Other expenses		21,112	16,696	21,622	16,471
Total operating expenses		73,864	63,290	231,886	135,400
Withholding tax on dividends and interest		2,838	-	-	-
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		401,647	17,179	1,470,537	(208,974)
Adjustment for fair value	17	29,724	5,692	24,052	(165)

For the year ended 31 December 2012, there are no other gains or losses other than those included in the Statement of Comprehensive Income.

All income arises from continuing operations.

The accompanying notes form an integral part of the financial statements.

**STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2012
(continued)**

		Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali PPF New Economies Fund	Generali PPF New Economies Fund
		31 December 2012	31 December 2011	31 December 2012	31 December 2011
Note		EUR	EUR	EUR	EUR
Income					
		299,103	108,032	387,424	175,759
Dividends					
Bank interest		92	997	268	1,112
Other income		-	346	-	346
Net gain/(loss) on financial assets at fair value through profit or loss	13	1,823,370	(316,305)	2,092,331	(1,437,154)
Total net income/(loss)		2,122,565	(206,930)	2,480,023	(1,259,937)
Expenses					
Investment management fees	7	46,635	19,262	66,220	27,760
Administration and transfer agency fees	7	41,850	26,588	41,812	26,998
Distribution fees	7	226,201	55,034	224,492	55,522
Director fees	7	8,954	9,884	8,954	9,884
Custodian fees	7	3,672	3,140	3,421	3,006
Audit fees	7	11,682	7,574	11,682	7,574
Transaction costs		-	-	639	3,238
Other expenses		20,876	16,750	21,060	16,812
Total operating expenses		359,870	138,232	378,280	150,794
Withholding tax on dividends and interest		81,992	27,218	49,634	24,952
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		1,680,703	(372,380)	2,052,109	(1,435,683)
Adjustment for fair value	17	6,449	19,632	(24,314)	42,915

For the year ended 31 December 2012, there are no other gains or losses other than those included in the Statement of Comprehensive Income.

All income arises from continuing operations.

The accompanying notes form an integral part of the financial statements.

**STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2012
(continued)**

		Generali PPF Oil Industry & Energy Production Fund	Generali PPF Oil Industry & Energy Production Fund	Generali PPF Commodity Fund	Generali PPF Commodity Fund
		31 December 2012	31 December 2011	31 December 2012	31 December 2011
Note		EUR	EUR	EUR	EUR
Income					
		338,038	171,052	-	-
Dividends					
		354	803	1	1,104
Bank interest		346	-	-	346
Other income					
Net loss on financial assets at fair value through profit or loss	13	(260,458)	(582,090)	(223,689)	(1,400,309)
Total net income/(loss)		78,280	(410,235)	(223,688)	(1,398,859)
Expenses					
Investment management fees	7	54,820	24,292	54,913	33,248
Administration and transfer agency fees	7	38,378	28,553	42,104	37,622
Distribution fees	7	185,160	48,588	186,659	85,217
Director fees	7	8,954	9,884	8,954	8,624
Custodian fees	7	2,868	3,010	2,629	2,296
Audit fees	7	11,682	7,574	11,682	7,574
Transaction costs		112	2,238	-	-
Other expenses		21,002	16,750	20,876	18,135
Total operating expenses		322,976	140,889	327,817	192,716
Withholding tax on dividends and interest		85,036	39,958	-	-
Decrease in net assets attributable to holders of redeemable participating shares from operations		(329,732)	(591,082)	(551,505)	(1,591,575)
Adjustment for fair value	17	16,551	21,134	41,886	66,921

For year ended 31 December 2012, there are no other gains or losses other than those included in the Statement of Comprehensive Income.

All income arises from continuing operations.

The accompanying notes form an integral part of the financial statements.

**STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2012
(continued)**

		Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Total	Total
		31 December 2012	31 December 2011	31 December 2012	31 December 2011
Note		EUR	EUR	EUR	EUR
Income					
		276,782	83,583	1,301,347	538,426
Dividends					
Bank interest		591	2,839	1,306	6,855
Other income		310	-	656	1,391
Net gain/(loss) on financial assets at fair value through profit or loss	13	1,734,434	(1,672,453)	7,346,760	(5,401,769)
Total net income/(loss)		2,012,117	(1,586,031)	8,650,069	(4,855,097)
Expenses					
Investment management fees	7	42,089	18,368	294,994	140,765
Administration and transfer agency fees	7	31,057	17,307	265,105	198,001
Distribution fees	7	10,993	61	949,319	291,975
Director fees	7	8,954	4,746	62,678	62,790
Custodian fees	7	3,375	2,935	21,840	18,673
Audit fees	7	15,926	5,315	85,759	50,759
Transaction costs		3,787	20,686	4,631	26,162
Other expenses		31,362	14,085	157,910	115,699
Total operating expenses		147,543	83,503	1,842,236	904,824
Withholding tax on dividends and interest		47,176	15,441	266,676	107,569
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations		1,817,398	(1,684,975)	6,541,157	(5,867,490)
Adjustment for fair value	17	(43,642)	(79,831)		

On behalf of the Board

Director

Date: 22 April 2013

Director

Date: 22 April 2013

For the year ended 31 December 2012, there are no other gains or losses other than those included in the Statement of Comprehensive Income.

All income arises from continuing operations.

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES for the year ended 31 December 2012

	Generali PPF Cash & Bond Fund 31 December 2012 EUR	Generali PPF Cash & Bond Fund 31 December 2011 EUR	Generali PPF Corporate Bonds Fund 31 December 2012 EUR	Generali PPF Corporate Bonds Fund 31 December 2011 EUR
Net assets attributable to holders of redeemable participating shares at the beginning of the year	7,410,877	4,564,358	9,919,870	7,160,629
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	401,647	17,179	1,470,537	(208,974)
Capital transactions				
Proceeds from issuance of shares	580,508	3,552,121	3,022,537	4,143,511
Payments on redemption of shares	(700,343)	(722,781)	(7,627,072)	(1,175,296)
Net assets attributable to holders of redeemable participating shares at the end of the year	7,692,689	7,410,877	6,785,872	9,919,870
	Generali PPF Cash & Bond Fund Number of Shares	Generali PPF Cash & Bond Fund Number of Shares	Generali PPF Corporate Bonds Fund Number of Shares	Generali PPF Corporate Bonds Fund Number of Shares
Shares in issue at beginning of the year	737,107.89	454,957.02	945,379.64	664,609.00
Shares issued during the year	55,674.51	354,232.82	278,812.46	390,281.18
Shares redeemed during the year	(67,687.21)	(72,081.95)	(645,591.42)	(109,510.54)
Shares in issue at the end of the year	725,095.19	737,107.89	578,600.68	945,379.64

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES for the year ended 31 December 2012 (continued)

	Generali PPF Global Brands Fund 31 December 2012 EUR	Generali PPF Global Brands Fund 31 December 2011 EUR	Generali PPF New Economies Fund 31 December 2012 EUR	Generali PPF New Economies Fund 31 December 2011 EUR
Net assets attributable to holders of redeemable participating shares at the beginning of the year	12,116,544	5,414,498	11,948,127	5,622,959
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	1,680,703	(372,380)	2,052,109	(1,435,683)
Capital transactions				
Proceeds from issuance of shares	3,101,928	7,229,693	3,114,959	8,389,507
Payments on redemption of shares	(390,558)	(155,267)	(417,713)	(628,656)
Net assets attributable to holders of redeemable participating shares at the end of the year	16,508,617	12,116,544	16,697,482	11,948,127
	Generali PPF Global Brands Fund Number of Shares	Generali PPF Global Brands Fund Number of Shares	Generali PPF New Economies Fund Number of Shares	Generali PPF New Economies Fund Number of Shares
Shares in issue at beginning of the year	1,194,138.45	481,247.54	1,331,146.28	481,378.70
Shares issued during the year	284,605.68	728,153.55	317,060.60	918,324.80
Shares redeemed during the year	(36,101.53)	(15,262.64)	(45,063.38)	(68,557.22)
Shares in issue at the end of the year	1,442,642.60	1,194,138.45	1,603,143.50	1,331,146.28

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES for the year ended 31 December 2012 (continued)

	Generali PPF Oil Industry & Energy Production Fund 31 December 2012 EUR	Generali PPF Oil Industry & Energy Production Fund 31 December 2011 EUR	Generali PPF Commodity Fund 31 December 2012 EUR	Generali PPF Commodity Fund 31 December 2011 EUR
Net assets attributable to holders of redeemable participating shares at the beginning of the year	11,035,013	4,850,819	10,933,801	7,002,357
Decrease in net assets attributable to holders of redeemable participating shares from operations	(329,732)	(591,082)	(551,505)	(1,591,575)
Capital transactions				
Proceeds from issuance of shares	671,400	7,264,471	393,791	7,435,172
Payments on redemption of shares	(640,860)	(489,195)	(330,981)	(1,912,153)
Net assets attributable to holders of redeemable participating shares at the end of the year	10,735,821	11,035,013	10,445,106	10,933,801
	Generali PPF Oil Industry & Energy Production Fund Number of Shares	Generali PPF Oil Industry & Energy Production Fund Number of Shares	Generali PPF Commodity Fund Number of Shares	Generali PPF Commodity Fund Number of Shares
Shares in issue at beginning of the year	1,175,734.22	426,153.99	1,079,942.36	562,985.58
Shares issued during the year	72,840.54	800,937.57	39,867.88	707,606.54
Shares redeemed during the year	(70,497.00)	(51,357.34)	(33,945.80)	(190,649.76)
Shares in issue at the end of the year	1,178,077.76	1,175,734.22	1,085,864.44	1,079,942.36

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHARES for the year ended 31 December 2012 (continued)

	Generali PPF Emerging Europe Fund 31 December 2012 EUR	Generali PPF Emerging Europe Fund 31 December 2011 EUR	Total 31 December 2012 EUR	Total 31 December 2011 EUR
Net assets attributable to holders of redeemable participating shares at the beginning of the year	6,754,661	-	70,118,893	34,615,620
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	1,817,398	(1,684,975)	6,541,157	(5,867,490)
Capital transactions				
Proceeds from issuance of shares	1,477,986	8,441,138	12,363,109	46,455,613
Payments on redemption of shares	(43,138)	(1,502)	(10,150,665)	(5,084,850)
Net assets attributable to holders of redeemable participating shares at the end of the year	10,006,907	6,754,661	78,872,494	70,118, 893
	Generali PPF Emerging Europe Fund Number of Shares	Generali PPF Emerging Europe Fund Number of Shares		
Shares in issue at beginning of the year	882,161.12	-		
Shares issued during the year	146,432.24	882,321.49		
Shares redeemed during the year	(4,193.34)	(160.37)		
Shares in issue at the end of the year	1,024,400.02	882,161.12		

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CASH FLOWS for the year ended 31 December 2012

	Generali PPF Cash & Bond Fund	Generali PPF Cash & Bond Fund	Generali PPF Corporate Bonds Fund	Generali PPF Corporate Bonds Fund
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
	EUR	EUR	EUR	EUR
Cash flows from operating activities				
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	401,647	17,179	1,470,537	(208,974)
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities				
Interest income	-	-	-	-
Dividend income	-	-	-	-
Tax expense	2,838	-	-	-
Operating profit/(loss) before working capital changes	404,485	17,179	1,470,537	(208,974)
Changes in operating assets and liabilities				
Net (increase)/decrease in investments in securities	(1,433,852)	(1,412,772)	2,858,051	(1,639,863)
Decrease/(increase) in receivable from sale of securities	29,973	(407,359)	(1,674,728)	-
Decrease in other receivables	11	1,985	-	1,848
(Decrease)/increase in amounts payable on purchase of securities	(247,762)	406,478	1,671,270	(89,581)
Increase in investment management fees payable	-	-	179	1,480
Increase/(decrease) in administration and transfer agency fees payable	220	(552)	(938)	(1,241)
Increase/(decrease) in custodian fees payable	24	(120)	(97)	(224)
Increase/(decrease) in audit fees accrued	1,060	(2,567)	801	(2,566)
Increase in director fees payable	2,007	-	2,007	-
Increase in distribution fees payable	-	-	9,383	3,946
Increase/(decrease) in other expenses payable	7,261	(351)	7,257	(767)
Cash (used)/generated by operating activities	(1,236,573)	(1,398,079)	4,343,722	(1,935,942)
Interest received	-	-	-	-
Dividend received	(2,838)	-	-	-
Net cash (used)/generated by operating activities	(1,239,411)	(1,398,079)	4,343,722	(1,935,942)
Cash flows from financing activities				
Proceeds from issuance of redeemable participating shares	1,737,987	2,402,525	3,835,462	2,994,315
Payments on redemption of redeemable participating shares	(699,650)	(719,422)	(7,634,400)	(1,172,642)
Net cash inflow/(outflow) from financing activities	1,038,337	1,683,103	(3,798,938)	1,821,673
Net (decrease)/increase in cash and cash equivalents	(201,074)	285,024	544,784	(114,269)
Cash and cash equivalents at the start of the year	294,875	9,851	203,444	317,713
Cash and cash equivalents at the end of the year	93,801	294,875	748,228	203,444

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CASH FLOWS for the year ended 31 December 2012 (continued)

	Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali PPF New Economies Fund	Generali PPF New Economies Fund
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
	EUR	EUR	EUR	EUR
Cash flows from operating activities				
Increase/(decrease) in net assets attributable to holders of redeemable participating shares/equity from operations	1,680,703	(372,380)	2,052,109	(1,435,683)
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities				
Interest income	(92)	(997)	(268)	(1,112)
Dividend income	(299,103)	(108,032)	(387,424)	(175,759)
Tax expense	81,992	27,218	49,634	24,952
Operating profit/(loss) before working capital changes	1,463,500	(454,191)	1,714,051	(1,587,602)
Changes in operating assets and liabilities				
Net increase in investments in securities	(4,613,213)	(5,470,818)	(3,177,021)	(5,728,573)
(Increase)/decrease in receivable from sale of securities	(26,482)	56,731	-	-
Decrease in other receivables	-	1,851	-	1,996
Increase/(decrease) in amounts payable on purchase of securities	200,992	(3,251)	-	-
Increase in investment management fees payable	3,484	4,770	4,545	7,219
Increase in administration and transfer agency fees payable	729	1,004	814	1,262
Increase in custodian fees payable	111	29	85	57
Increase/(decrease) in audit fees accrued	1,060	(2,567)	1,060	(2,567)
Increase in director fees payable	2,007	-	2,007	-
Increase in distribution fees payable	39,092	13,632	38,118	14,438
Increase/(decrease) in other expenses payable	7,260	(697)	7,262	(696)
Cash used by operating activities	(2,921,460)	(5,853,507)	(1,409,079)	(7,294,466)
Interest received	92	997	268	1,112
Dividend received	216,869	75,398	311,248	142,256
Net cash used by operating activities	(2,704,499)	(5,777,112)	(1,097,563)	(7,151,098)
Cash flows from financing activities				
Proceeds from issuance of redeemable participating shares	3,566,603	6,764,309	3,346,130	8,154,812
Payments on redemption of redeemable participating shares	(520,239)	(25,442)	(993,128)	(52,546)
Net cash inflow from financing activities	3,046,364	6,738,867	2,353,002	8,102,266
Net increase in cash and cash equivalents	341,865	961,755	1,255,439	951,168
Cash and cash equivalents at the start of the year	1,003,059	41,304	1,217,876	266,708
Cash and cash equivalents at the end of the year	1,344,924	1,003,059	2,473,315	1,217,876

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CASH FLOWS for the year ended 31 December 2012 (continued)

	Generali PPF Oil Industry & Energy Production Fund	Generali PPF Oil Industry & Energy Production Fund	Generali PPF Commodity Fund	Generali PPF Commodity Fund
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
	EUR	EUR	EUR	EUR
Cash flows from operating activities				
Decrease in net assets attributable to holders of redeemable participating shares/equity from operations	(329,732)	(591,082)	(551,505)	(1,591,575)
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities				
Interest income	(354)	(803)	(1)	(1,104)
Dividend income	(338,038)	(171,052)	-	-
Tax expense	85,036	39,958	-	-
Operating loss before working capital changes	(583,088)	(722,979)	(551,506)	(1,592,679)
Changes in operating assets and liabilities				
Net decrease/(increase) in investments in securities	94,380	(5,141,211)	(107,801)	(3,447,861)
Decrease in receivable from sale of securities	-	-	-	43,116
Decrease in other receivables	-	1,996	-	1,997
(Decrease)/increase in amounts payable on purchase of securities	-	-	(66,399)	66,399
Increase in investment management fees payable	1,455	6,313	163	4,974
(Decrease)/increase in administration and transfer agency fees payable	(436)	1,493	(823)	(94)
(Decrease)/increase in custodian fees payable	(44)	59	(85)	(105)
Increase/(decrease) in audit fees accrued	1,060	(2,567)	1,060	(2,566)
Increase in director fees payable	2,007	-	2,008	-
Increase in distribution fees payable	24,526	12,625	13,424	11,720
Increase/(decrease) in other expenses payable	6,915	(351)	7,259	(698)
Cash used by operating activities	(453,225)	(5,844,622)	(702,700)	(4,915,797)
Interest received	354	803	1	1,104
Dividend received	245,979	129,765	-	-
Net cash used by operating activities	(206,892)	(5,714,054)	(702,699)	(4,914,693)
Cash flows from financing activities				
Proceeds from issuance of redeemable participating shares	1,030,931	6,906,096	511,633	7,315,770
Payments on redemption of redeemable participating shares	(892,259)	(241,271)	(552,185)	(1,694,841)
Net cash inflow/(outflow) from financing activities	138,672	6,664,825	(40,552)	5,620,929
Net (decrease)/increase in cash and cash equivalents	(68,220)	950,771	(743,251)	706,236
Cash and cash equivalents at the start of the year	1,041,219	90,448	826,698	120,462
Cash and cash equivalents at the end of the year	972,999	1,041,219	83,447	826,698

The accompanying notes form an integral part of the financial statements.

STATEMENT OF CASH FLOWS for the year ended 31 December 2012 (continued)

	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Total	Total
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
	EUR	EUR	EUR	EUR
Cash flows from operating activities				
Increase/(decrease) in net assets attributable to holders of redeemable participating shares/equity from operations	1,817,398	(1,684,975)	6,541,157	(5,867,490)
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities				
Interest income	(591)	(2,839)	(1,306)	(6,855)
Dividend income	(276,782)	(83,583)	(1,301,347)	(538,426)
Tax expense	47,176	15,441	266,676	107,569
Operating profit/(loss) before working capital changes	1,587,201	(1,755,956)	5,505,180	(6,305,202)
Changes in operating assets and liabilities				
Net increase in investments in securities	(3,130,645)	(6,081,794)	(9,510,101)	(28,922,892)
Increase in receivable from sale of securities	-	-	(1,671,237)	(307,512)
Decrease/(increase) in other receivables	2,671	(7,793)	2,682	3,880
Increase in amounts payable on purchase of securities	-	-	1,558,101	380,045
Increase in investment management fees payable	3,271	8,782	13,097	33,538
Increase in administration and transfer agency fees payable	661	3,685	227	5,557
Increase in custodian fees payable	69	348	63	44
Increase/(decrease) in audit fees accrued	4,685	5,315	10,786	(10,085)
Increase in director fees payable	1,613	-	13,656	-
Increase in distribution fees payable	6,622	61	131,165	56,422
Increase/(decrease) in other expenses payable	6,067	2,590	49,281	(970)
Cash used by operating activities	(1,517,785)	(7,824,762)	(3,897,100)	(35,067,175)
Interest received	591	2,839	1,306	6,855
Dividend received	241,098	55,537	1,012,356	402,956
Net cash used by operating activities	(1,276,096)	(7,766,386)	(2,883,438)	(34,657,364)
Cash flows from financing activities				
Proceeds from issuance of redeemable participating shares	1,476,969	8,441,138	15,505,715	42,978,965
Payments on redemption of redeemable participating shares	(43,018)	(1,411)	(11,334,879)	(3,907,575)
Net cash inflow from financing activities	1,433,951	8,439,727	4,170,836	39,071,390
Net increase in cash and cash equivalents	157,855	673,341	1,287,398	4,414,026
Cash and cash equivalents at the start of the year	673,341	-	5,260,512	846,486
Cash and cash equivalents at the end of the year	831,196	673,341	6,547,910	5,260,512

The accompanying notes form an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012

1. Establishment and organisation

Generali PPF Invest plc (the "Company") is an open-ended umbrella investment company with variable capital and with segregated liability between Sub-Funds incorporated with limited liability in Ireland under the Companies Acts 1963 to 2012 with registration number 468417. The Company is established as an undertaking for collective investment in transferable securities pursuant to the UCITS Regulations.

The prior year financial statements were prepared for a nine-month period from 1 April 2011 to 31 December 2011. The current financial statements cover the period from 1 January 2012 to 31 December 2012.

As at 31 December 2012, the Company comprises the following Sub-Funds (each a "Sub-Fund", collectively the "Sub-Funds"):

<u>Sub-Fund</u>	<u>Launch Date</u>
Generali PPF Cash & Bond Fund	3 February 2010
Generali PPF Corporate Bonds Fund	25 January 2010
Generali PPF Global Brands Fund	3 February 2010
Generali PPF New Economies Fund	3 February 2010
Generali PPF Oil Industry & Energy Production Fund	3 February 2010
Generali PPF Commodity Fund	3 February 2010
Generali PPF Emerging Europe Fund	17 June 2011

Each Sub-Fund has authorised the following classes of shares: Class A EUR, Class A HUF, Class A PLN, Class A RON and Class A CZK. Generali PPF Emerging Europe Fund has also authorised Class I EUR and Generali PPF Corporate Bond Fund has authorised Class B EUR, Class B CZK and Class B PLN, Class B RON and Class B HUF. The base currency of each Sub-Fund is EUR (€).

As at 31 December 2012 the following were in issue: Class A EUR and Class A PLN for all Sub-Funds, Class A CZK for Generali PPF Commodity Fund, Class A CZK, Class I EUR for Generali PPF Emerging Europe Fund and Class B EUR, Class B CZK and Class B PLN for Generali PPF Corporate Bond Fund.

2. Principal accounting policies

Accounting Standards

These financial statements are prepared in accordance with International Financial Reporting Standards ("IFRS"), issued by the International Accounting Standards Board ("IASB") as adopted for use in the European Union and interpretations issued by the International Financial Reporting Interpretations Committee at the IASB. The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates. The accounting policies have been applied consistently by the Company and are consistent with those used in the previous period.

The following is a summary of the principal accounting policies:

Going concern

The Company's management has made an assessment of the Company's ability to continue as a going concern and is satisfied that the Company has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Company's ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

2. Principal accounting policies (continued)

Financial instruments

(i) Classification

The Company classified its investment securities as financial assets and liabilities at fair value through profit or loss: held for trading, in accordance with IAS 39 – *Financial Instruments: Recognition and Measurement* ("IAS 39"). Financial assets and liabilities held for trading: these include equities, investment funds, exchange traded funds, forwards and fixed income that are acquired principally for the purpose of generating a profit from short term fluctuations in price.

(ii) Initial Measurement

Purchases and sales of financial instruments are accounted for at trade date. Financial instruments categorised at fair value through profit or loss are measured initially at cost, with transaction costs for such instruments being recognised directly in the Statement of Comprehensive Income.

(iii) Subsequent Measurement

After initial measurement, the Company measures financial instruments which are classified as at fair value through profit or loss at their fair value. Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The fair value of the financial instruments is based on their quoted market prices on a recognised exchange or sourced from a reputable broker/counterparty, in the case of non-exchange traded instruments, at the date of Statement of Financial Position without any deduction for estimated future selling costs. Financial assets are priced at their current bid prices, while financial liabilities are priced at their current offer price in accordance with IAS 39. Changes in the fair value of financial instruments at fair value through profit or loss are recognised in the Statement of Comprehensive Income in the period in which they arise. Financial instruments are priced as follows: warrants, equities, bonds and investment funds are priced at bid while futures and options are priced at settlement.

(iv) Recognition

The Company recognises financial assets and financial liabilities on the date it commits to purchase the instruments. From this date any gains and losses arising from changes in fair value of the assets or liabilities are recognised.

(v) Derecognition

The Company derecognises a financial asset when the contractual rights to the cash flows from the financial asset expire or it transfers the financial asset and the transfer qualifies for derecognition in accordance with IAS 39. The Company derecognises a financial liability when the obligation specified in the contract is discharged, cancelled or expires.

Loans and receivables

Loans and receivables are recognised initially at fair value plus transaction costs that are directly attributable to their acquisition or origination. They are subsequently measured at amortised cost using the effective interest method, less provision for impairment.

Investment income

Income received arising on fixed income securities and liquidity investments is recognised as a component of the net gains on financial assets and liabilities designated at fair value through profit or loss. Dividends are recorded on the ex-dividend date. Income is shown gross of any non-recoverable withholding taxes, which is disclosed separately in the Statement of Comprehensive Income, and net of any tax credits.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

2. Principal accounting policies (continued)

Expenses

All expenses are recognised in the Statement of Comprehensive Income on an accrual basis.

Cash and cash equivalents

Cash and cash equivalents include cash in hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

Net asset value per redeemable participating share

The net asset value per share ("NAV") is calculated by dividing the net assets of each share class by the number of shares outstanding in each class.

Distributions

Distributions to holders of redeemable participating shares are recorded in the Statement of Comprehensive Income and recorded as finance costs when authorised by the Board of Directors. There were no distributions during the year (31 December 2011: Nil).

Financial Derivative Instruments

The fair value of forward foreign currency exchange contracts is calculated as the difference between the contracted rate and the current forward rate that would close out the contract as at the period end. For each relevant Sub-Fund, gains or losses on forward foreign currency exchange contracts are included, as appropriate, on the Statement of Financial Position and are shown in the Schedule of Investments of each relevant Sub-Fund. If traded in the over-the-counter market, instruments are stated by reference to prices obtained from dealers or counterparties. All derivatives are carried in assets when amounts are receivable by the Company and in liabilities when amounts are payable by the Company. Changes in the fair values of derivatives are included in the Statement of Comprehensive Income. During the year the contract is open, changes in the value of the contracts are recognised as unrealised gains or losses to reflect the market value of the contract at the last day of the valuation year.

Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis, or realise the asset and settle the liability simultaneously.

Functional and presentation currency

Items included in the Company's financial statements are measured using the currency of the primary economic environment in which it operates ('the functional currency'). The functional and presentation currency for the Company is EUR.

Foreign currency translation

Assets and liabilities denominated in currencies other than functional currency as stated above are translated into the said functional currency at the closing rates of exchange at each period end. Transactions during the year, including purchases and sales of securities, income and expenses are translated at the rate of exchange prevailing on the date of the transaction.

Net gain/loss on financial assets and liabilities at fair value through profit or loss

Results arising from trading activities recognised in the Statement of Comprehensive Income include all gains and losses from changes in fair value of financial instruments.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

3. Financial instruments at fair value through profit or loss

	Generali PPF Cash & Bond Fund 31 December 2012	Generali PPF Cash & Bond Fund 31 December 2011	Generali PPF Corporate Bonds Fund 31 December 2012	Generali PPF Corporate Bonds Fund 31 December 2011
Financial assets at fair value through profit or loss	EUR	EUR	EUR	EUR
Equities	-	-	-	-
Bonds	7,370,028	5,972,697	5,712,407	8,734,229
Total financial assets at fair value through profit or loss	7,370,028	5,972,697	5,712,407	8,734,229
	Generali PPF Global Brands Fund 31 December 2012	Generali PPF Global Brands Fund 31 December 2011	Generali PPF New Economies Fund 31 December 2012	Generali PPF New Economies Fund 31 December 2011
Financial assets at fair value through profit or loss	EUR	EUR	EUR	EUR
Equities	15,400,601	10,898,111	12,962,235	10,371,125
Investment Funds	-	-	1,244,721	975,306
Total financial assets at fair value through profit or loss	15,400,601	10,898,111	14,206,956	11,346,431
	Generali PPF Oil Industry & Energy Production Fund 31 December 2012	Generali PPF Oil Industry & Energy Production Fund 31 December 2011	Generali PPF Commodity Fund 31 December 2012	Generali PPF Commodity Fund 31 December 2011
Financial assets at fair value through profit or loss	EUR	EUR	EUR	EUR
Equities	9,650,975	9,938,581	2,938,168	3,255,177
Investment Funds	130,067	136,924	7,361,994	7,308,579
Warrants	9,150	-	-	-
Total financial assets at fair value through profit or loss	9,790,192	10,075,505	10,300,162	10,563,756
	Generali PPF Emerging Europe Fund 31 December 2012	Generali PPF Emerging Europe Fund 31 December 2011		
Financial assets at fair value through profit or loss	EUR	EUR		
Equities	6,842,141	3,831,958		
Investment Funds	2,367,737	2,249,810		
Total financial assets at fair value through profit or loss	9,209,878	6,081,768		

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

4. Net gains/(losses) on financial Instruments at fair value through profit or loss

For the year ended 31 December 2012	Realised gains/(losses)	Unrealised gains/(losses)	Total
Generali PPF Cash & Bond Fund	EUR	EUR	EUR
Bonds	320,799	37,499	358,298
Floating Rate Bonds	79,191	14,491	93,682
Forward Foreign Exchange Contracts	39,454	36,522	75,976
Foreign Exchange	(49,607)	-	(49,607)
	389,837	88,512	478,349
For the year period 31 December 2011			
Generali PPF Cash & Bond Fund	EUR	EUR	EUR
Bonds	48,570	140,839	189,409
Floating Rate Bonds	6,035	(28,915)	(22,880)
Forward Foreign Exchange Contracts	(52,565)	(22,549)	(75,114)
Foreign Exchange	(10,946)	-	(10,946)
	(8,906)	89,375	80,469
For the year ended 31 December 2012			
Generali PPF Corporate Bonds Fund	EUR	EUR	EUR
Bonds	1,447,600	189,428	1,637,028
Floating Rate Bonds	55,830	140,189	196,019
Forward Foreign Exchange Contracts	(164,973)	163,771	(1,202)
Foreign Exchange	(129,422)	-	(129,422)
	1,209,035	493,388	1,702,423
For the year period 31 December 2011			
Generali PPF Corporate Bonds Fund	EUR	EUR	EUR
Bonds	249,461	241,753	491,214
Floating Rate Bonds	11,507	(120,783)	(109,276)
Forward Foreign Exchange Contracts	(284,856)	(253,471)	(538,327)
Foreign Exchange	82,462	-	82,462
	58,574	(132,501)	(73,927)
For the year ended 31 December 2012			
Generali PPF Global Brands Fund	EUR	EUR	EUR
Equities	334,507	1,425,360	1,759,867
Forward Foreign Exchange Contracts	187,529	110,722	298,251
Foreign Exchange	(234,748)	-	(234,748)
	287,288	1,536,082	1,823,370
For the year period 31 December 2011			
Generali PPF Global Brands Fund	EUR	EUR	EUR
Equities	105,148	161,100	266,248
Forward Foreign Exchange Contracts	(625,104)	(84,715)	(709,819)
Foreign Exchange	127,266	-	127,266
	(392,690)	76,385	(316,305)
For the year ended 31 December 2012			
Generali PPF New Economies Fund	EUR	EUR	EUR
Equities	(43,047)	1,881,657	1,838,610
Funds	(1,697)	166,552	164,855
Forward Foreign Exchange Contracts	(615,359)	316,496	(298,863)
Foreign Exchange	387,729	-	387,729
	(272,374)	2,364,705	2,092,331
For the year period 31 December 2011			
Generali PPF New Economies Fund	EUR	EUR	EUR
Equities	(343)	(727,220)	(727,563)
Funds	-	(79,688)	(79,688)
Forward Foreign Exchange Contracts	(500,980)	-	(500,980)
Foreign Exchange	209,212	(338,135)	(128,923)
	(292,111)	(1,145,043)	(1,437,154)
For the year ended 31 December 2012			
Generali PPF Oil Industry Energy Production Fund	EUR	EUR	EUR
Equities	(82,634)	(228,048)	(310,682)
Warrants	-	9,175	9,175
Rights	2,692	2,366	5,058
Funds	-	(5,063)	(5,063)
Forward Foreign Exchange Contracts	(430,003)	190,933	(239,070)
Foreign Exchange	280,124	-	280,124
	(229,821)	(30,637)	(260,458)

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

4. Net gains/(losses) on financial Instruments at fair value through profit or loss (continued)

For the year period 31 December 2011	Realised gains/(losses)	Unrealised gains/(losses)	Total
Generali PPF Oil Industry Energy Production Fund	EUR	EUR	EUR
Equities	(1,146)	(197,168)	(198,314)
Funds	-	18,586	18,586
Forward Foreign Exchange Contracts	(322,695)	(208,094)	(530,789)
Foreign Exchange	128,427	-	128,427
	(195,414)	(386,676)	(582,090)
For the year ended 31 December 2012			
Generali PPF Commodity Fund	EUR	EUR	EUR
Equities	8,458	-	8,458
Warrants	(78,676)	(66,229)	(144,905)
Funds	(76,611)	(64,752)	(141,363)
Forward Foreign Exchange Contracts	(146,371)	371,397	225,026
Foreign Exchange	(170,905)	-	(170,905)
	(464,105)	240,416	(223,689)
For the year period 31 December 2011			
Generali PPF Commodity Fund	EUR	EUR	EUR
Warrants	14,608	(86,967)	(72,359)
Funds	31,074	(520,197)	(489,123)
Forward Foreign Exchange Contracts	(421,817)	(369,637)	(791,454)
Foreign Exchange	(47,373)	-	(47,373)
	(423,508)	(976,801)	(1,400,309)
For the year ended 31 December 2012			
Generali PPF Emerging Europe Fund	EUR	EUR	EUR
Equities	(281,707)	1,220,133	938,426
Funds	74,090	694,293	768,383
Rights	508	-	508
Forward Foreign Exchange Contracts	(9,262)	2,535	(6,727)
Foreign Exchange	33,844	-	33,844
	(182,527)	1,916,961	1,734,434
For the year period 31 December 2011			
Generali PPF Emerging Europe Fund	EUR	EUR	EUR
Equities	(86,696)	(1,118,162)	(1,204,858)
Funds	(231,524)	(225,016)	(456,540)
Forward Foreign Exchange Contracts	982	26	1,008
Foreign Exchange	(12,063)	-	(12,063)
	(329,301)	(1,343,152)	(1,672,453)

5. Taxation

Under current law and practice the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to shareholders, any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year period beginning with the acquisition of such shares.

No Irish tax will arise on the Company in respect of chargeable events in respect of: (a) a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Company; and (b) certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations. Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

6. Share capital and redeemable participating shares

The authorised share capital of the Company is 500,000,000,000 shares of no par value and 300,000 redeemable non-participating ("shares") of no par value. Non-participating shares do not entitle the holders thereof to any dividend and on a winding up entitle the holders thereof to receive the amount paid up thereon but do not otherwise entitle them to participate in the assets of the Company. The Directors have the power to allot shares in the capital of the Company on such terms and in such manner as they may think fit. During the period ended 31 March 2011, 299,998 non-participating shares were exchanged for shares in the Generali PPF Commodity Fund. As at December 2012 there were 2 non-participating shares in issue. The 2 non-participating shares do not form part of the net asset value of the Company and are thus disclosed in the financial statements by way of this note only. In the opinion of the Directors, this disclosure reflects the nature of the Company's business as an investment fund.

The rights attaching to the shares issued in any class or Sub-Fund may, whether or not the Company is being wound up, be varied or abrogated with the consent in writing of the shareholders of three-quarters of the issued shares of that class or Sub-Fund, or with the sanction of an ordinary resolution passed at a general meeting of the shareholders of that class or Sub-Fund.

A resolution in writing signed by all the shareholders and holders of non-participating shares for the time being entitled to attend and vote on such resolution at a general meeting of the Company shall be as valid and effective for all purposes as if the resolution had been passed at a general meeting of the Company duly convened and held and if described as a special resolution shall be deemed to be a special resolution. The rights attaching to the shares shall not be deemed to be varied by the creation, allotment or issue of any further shares ranking *pari passu* with shares already in issue. There are no rights of pre-emption upon the issue of shares in the Company.

The following rules relating to voting rights apply:

- (a) Fractions of shares do not carry voting rights.
- (b) Every Shareholder or holder of non-participating shares present in person or by proxy who votes on a show of hands shall be entitled to one vote. Each Shareholder shall be entitled to one vote in respect of each share held and every holder of non-participating shares shall be entitled to one vote in respect of all non-participating shares held.

Applications for shares may be made through the Distributor for onward transmission to the Administrator on behalf of the Company or directly to the Administrator. Applications accepted received by the Administrator prior to the 11.30am (GMT) on any dealing day will be processed on that dealing day. Any applications received after 11.30am (GMT) on any dealing day will be processed on the following dealing day unless the Directors in their absolute discretion otherwise determine(s) to accept one or more applications received after the dealing deadline for processing on that dealing day provided that such application(s) have been received prior to the valuation point for the particular dealing day.

Shareholders may redeem their shares on and with effect from any dealing day at the Net Asset Value per Share calculated on or with respect to the relevant dealing day in accordance with the procedures specified below (save during any period when the calculation of Net Asset Value is suspended) less any redemption charge that may be payable. If the redemption of part only of a shareholder's shareholding would leave the shareholder holding less than the Minimum Holding for the relevant Sub-Fund, the Company or its delegate may, if it thinks fit, redeem the whole of that shareholder's holding.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

7. Fees

Establishment expenses

All fees and expenses relating to the establishment and organisation of the Company and the Sub-Funds will be borne by the Company. Such fees and expenses payable by the Company may be amortised over the first five accounting periods of the Company or such other period as the Directors may determine and in such manner as the Directors in their absolute discretion deem fair and shall be subject to such adjustment following the establishment of new Sub-Funds as the Directors may determine.

There were establishment expenses of €1,607 (31 December 2011: €849) charged for the year ended 31 December 2012. Fees of €5,122 (31 December 2011: €7,578) were outstanding at 31 December 2012.

Auditors' Remuneration

Charged for the year	31 December 2012 €	31 December 2011 €
Audit of statutory accounts	85,759	50,759
Other assurance services	-	-
Tax advisory services	-	-
Other non-audit services	9,778	3,000
	95,537	53,759

The above fees are exclusive of V.A.T.

Audit fees of €70,000 (31 December 2011: €59,214) were outstanding at 31 December 2012.

Global distributor and promoter fees

ČP INVEST investiční společnost, a.s. is the Global distributor and promoter. The fees charged for the year amounted to €949,319 (31 December 2011: €291,975). Fees of €261,297 (31 December 2011: €95,133) were outstanding at 31 December 2012.

Directors' fees

The Articles of Association authorise the Directors to charge a fee for their services at a rate determined by the Directors. It is expected that Directors fees will not exceed €100,000 per annum. All Directors will be entitled to reimbursement by the Company of expenses properly incurred in connection with the business of the Company or the discharge of their duties.

The Directors' fees charged for the year amounted to €62,678 (31 December 2011: €62,790). Fees of €13,656 (31 December 2011: €7,562) were outstanding at 31 December 2012.

Administration fees

After 1 January 2011, the basis of the fee calculation was changed in which the fee is now calculated on a pro rata basis across the Sub-Funds. Each Sub-Fund will bear its proportion of the fees and expenses of the Administrator. The Administration fees equal to a total of 0.07% per annum on the first €300 million of the net asset value of each Sub-Fund, 0.05% per annum on the next €200 million of the net asset value of each Sub-Fund, 0.03% per annum on the subsequent €500 million of the net asset value of each Sub-Fund and 0.01% per annum on the net asset value of each Sub-Fund in excess of €1 billion. The minimum Administration fee per annum per Sub-Fund is €27,500.

There were Administration fees of €265,105 (31 December 2011: €198,001) charged for the year ended 31 December 2012. Fees of €34,088 (31 December 2011: €33,861) were outstanding at 31 December 2012.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

7. Fees (continued)

Custodian's fees

RBC Investor Services Bank S.A, (the "Custodian") shall be entitled to receive out of the assets of the Company an annual fee, accrued at each valuation point and payable monthly in arrears, which shall not exceed 0.02% per annum of the Net Asset Value of each Sub-Fund subject to a minimum annual fee of €3,500 per Sub-Fund.

The Custodian shall also be entitled to be repaid all of its disbursements out of the assets of the relevant Sub-Fund, including couriers' fees and telecommunication costs and expenses and the fees, transaction charges and expenses of any sub-custodian appointed by it which shall be at normal commercial rates together with VAT, if any.

Each Sub-Fund will bear its proportion of the fees and expenses of the Custodian.

Custodian's fees of €21,840 (31 December 2011: €18,673) were charged for the year ended 31 December 2012. Fees of €3,338 (31 December 2011: €3,275) were outstanding at 31 December 2012.

Investment manager's fees

Generali PPF Asset Management a.s. (the "Investment Manager") is entitled to charge a fee not exceeding 0.50% per annum of the Net Asset Value of each Sub-Fund. The fee payable to the Investment Manager will be calculated and accrued at each valuation point based on the daily Net Asset Value of the shares and will be paid monthly in arrears.

The Investment Manager shall also be entitled to be repaid all of its reasonable out-of-pocket expenses incurred on behalf of each Sub-Fund.

The Investment Manager may waive or reduce the annual management fees charged to certain shareholders at its discretion. Any such waiver may be affected either by way of rebate to the relevant shareholder's account or by the purchase of bonus shares by the Investment Manager for the shareholder.

Investment Manager's fees of €294,994 (31 December 2011: €140,765) charged for the year ended 31 December 2012. Fees of €76,570 (31 December 2011: €63,473) were outstanding at 31 December 2012.

8. Related parties

Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions, or if the party is a member of the key management personnel of the entity or its parent.

Ms. Tara Gordon, Mr. David Hammond and Mr. Patrick Robinson are employees of Bridge Consulting, which has been contracted by the Company to provide governance services in connection with the Company's UCITS obligations. Director fees paid during the year ended 31 December 2012 to Ms. Tara Gordon and Mr. David Hammond, were €16,750 (31 December 2011: €15,126). Fees of €3,000 (31 December 2011: €Nil) were outstanding at 31 December 2012.

There were fees charged by Bridge Consulting during the year ended 31 December 2012 of €38,411 (31 December 2011: €31,950). Fees of €1,904 (31 December 2011: €Nil) were outstanding at 31 December 2012.

Generali PPF Asset Management a.s. is deemed to be a related party by virtue of the employment of Director, Mr. Karel Novák, as Chief Operating Officer. The Director, Mr. Radek Moc, is advisor to the CEO of Ceska pojistovna which is a member of Generali PPF Holding B.V. and International Operations Manager in Assicurazioni Generali, which is a shareholder of Generali PPF Holding B.V.

Generali PPF Holding B.V. is ultimately the 100% shareholder of Generali PPF Asset Management and ČP INVEST investiční společnost, a.s.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

8. Related parties (continued)

There were no fees (other than Investment Manager's fees) charged by Generali PPF Asset Management a.s. during the year ended 31 December 2012 (31 December 2011: €Nil).

ČP INVEST investiční společnost, a.s. is deemed to be a related party by virtue of the employment of Director Ms. Alexandra Hájková as head of product development and manager for foreign expansion.

Their Director fees, paid during the year ended 31 December 2012, were €28,066. Fees of €8,842 (31 December 2011: €Nil) were outstanding at 31 December 2012.

There were no fees (other than Promoter's or Distributor's fees) charged by ČP INVEST investiční společnost, a.s. during the year ended 31 December 2012 (31 December 2011: €Nil).

As at 31 December 2012, CP INVEST investicni spolecnost, a.s. held the following redeemable participating shares in each of the Sub-Funds:

<u>Fund name</u>	<u>Related Party</u>	<u>Share Class</u>	<u>Quantity of Shares Held</u>
Generali PPF Cash & Bond Fund	ČP INVEST investiční společnost	A EUR	721,254.230
Generali PPF Cash & Bond Fund	ČP INVEST investiční společnost	A PLN	3,827.600
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	A EUR	402,643.760
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	A PLN	6,350.870
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	B CZK	138,322.841
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	B EUR	19,170.220
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	B PLN	233.692
Generali PPF Global Brands Fund	ČP INVEST investiční společnost	A EUR	1,441,201.450
Generali PPF Global Brands Fund	ČP INVEST investiční společnost	A PLN	1,305.220
Generali PPF New Economies Fund	ČP INVEST investiční společnost	A EUR	1,602,008.500
Generali PPF New Economies Fund	ČP INVEST investiční společnost	A PLN	1,135.000
Generali PPF Oil Industry & Energy Production	ČP INVEST investiční společnost	A EUR	1,177,244.560
Generali PPF Oil Industry & Energy Production	ČP INVEST investiční společnost	A PLN	742.420
Generali PPF Commodity Fund	ČP INVEST investiční společnost	A CZK	200,221.220
Generali PPF Commodity Fund	ČP INVEST investiční společnost	A EUR	880,614.990
Generali PPF Commodity Fund	ČP INVEST investiční společnost	A PLN	406.060
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	A CZK	143,602.090
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	A EUR	687.670
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	A PLN	10.870
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	I EUR	880,099.390

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk

In accordance with IFRS 7 'Financial Instruments: Disclosure' it is the aim of this note to provide clarity on how particular financial instrument risk, defined in IFRS 7 as market risk, credit risk and liquidity risk are measured, monitored, and managed by the Investment Manager and the Board of Directors with respect to the Sub-Funds' use of financial instruments. The Prospectus also sets out a number of risk warnings, in accordance with legal requirements.

The Company is exposed to market risk, (which includes the risk of market fluctuations, currency risk, and interest rate risk), liquidity risk and credit risk arising from the financial instruments it holds.

Set out below is a description of these risks, where material and an outline of the processes the Investment Manager has implemented to assess, monitor and control these specific risks as at 31 December 2012.

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate. Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss Sub-Funds of the Company might suffer through holding market positions in the face of price movements.

The Sub-Funds are exposed to market risks. The Sub-Funds will invest in securities traded on global markets; market risk is a risk to which exposure is unavoidable.

Market risk is further defined in IFRS 7 as currency risk, interest rate risk and equity price risk.

Equity price risk

Equity price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices, whether caused by factors specific to an individual investment, its issuer or all factors affecting equity instruments traded in the market.

The Company's equity price risk is managed through diversification of the portfolios of the Sub-Funds. Asset allocation is determined by the Company's Investment Manager who manages the allocation of the assets to achieve each Sub-Fund's investment objective. The risks are measured through monitoring sector or country exposures against the relevant benchmark for the market on a daily basis via live spreadsheets.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Market price risk

As at 31 December 2012, a 5% increase or decrease in the market prices of the underlying instruments would have increased or decreased the net assets attributable to holders of redeemable shares by the amounts shown below, on the basis that all other variables remained constant. The Investment Manager considers this movement to be a reasonable size of movement to use as an indicator of the size of market price move a Sub-Fund might experience.

	31 December 2012	31 December 2011
	EUR	EUR
Generali PPF Cash & Bond Fund	368,501	298,635
Generali PPF Corporate Bonds Fund	285,620	436,711
Generali PPF Global Brands Fund	770,030	544,906
Generali PPF New Economies Fund	710,348	567,322
Generali PPF Oil Industry & Energy Production Fund	489,510	503,775
Generali PPF Commodity Fund	515,008	528,188
Generali PPF Emerging Europe Fund	460,494	304,088

It is important to note that this form of sensitivity analysis is unrepresentative of the risk inherent in the financial instruments held by the company as the measure is a point-in-time calculation, reflecting positions as recorded at that date, which do not necessarily reflect the risk position held at any other time.

Limitations of analysis

Some limitations of sensitivity analysis are:

- the models are based on historical data and cannot take account of the fact that the future market price movements, correlation between markets and levels of market liquidity in conditions of market stress may bear no relation to historical patterns;
- the market price information is a relative estimate of risk rather than a precise and accurate number
- the market price information represents a hypothetical outcome and is not intended to be predictive; and
- future market conditions could vary significantly from those experienced in the past.

Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate because of changes in market interest rates. The Sub-Funds below held investments in debt securities and were exposed to material interest rate risk. Changes to prevailing rates or changes in expectations of future rates may result in an increase or decrease in the value of the securities held. The size of such increases or decreases will be greater when the maturity of the outstanding securities is longer. The amount of income receivable from floating rate securities and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. The Investment Manager monitors the Sub-Funds' securities and cash positions on a daily basis to ensure each Sub-Fund is not suffering from adverse fluctuations in interest rates (such as running a large overdraft balance).

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Interest rate risk (continued)

The table below shows the maturities of the interest bearing financial assets and financial liabilities of the Sub-Funds as at 31 December 2012 and 31 December 2011.

As at 31 December 2012

Generali PPF Cash & Bond Fund	Less than 1 year EUR	More than 1 year EUR	Non-Interest Bearing EUR	Total EUR
Assets				
Financial assets at fair value through profit or loss	4,354,156	3,015,872	-	7,370,028
Unrealised profit on forward foreign exchange contracts	-	-	30,007	30,007
Cash and cash equivalents	93,801	-	-	93,801
Amount receivable from subscriptions	-	-	10,891	10,891
Amount receivable on sale of securities	-	-	377,386	377,386
Total assets	4,447,957	3,015,872	418,284	7,882,113
Liabilities				
Unrealised loss on forward foreign exchange contracts	-	-	1,120	1,120
Payable on redemptions	-	-	5,052	5,052
Amount payable on purchase of securities	-	-	158,716	158,716
Administration and transfer agency fees payable	-	-	3,541	3,541
Custodian fees payable	-	-	333	333
Audit fees payable	-	-	10,000	10,000
Director fees payable	-	-	2,007	2,007
Other expenses payable	-	-	8,655	8,655
Total liabilities	-	-	189,424	189,424
Total interest sensitivity gap	4,447,957	3,015,872	228,860	7,692,689

As at 31 December 2011

Generali PPF Cash & Bond Fund	Less than 1 year EUR	More than 1 year EUR	Non-Interest Bearing EUR	Total EUR
Assets				
Financial assets at fair value through profit or loss	3,917,372	2,055,325	-	5,972,697
Unrealised profit on forward foreign exchange contracts	-	-	117	117
Cash and cash equivalents	294,875	-	-	294,875
Amount receivable from subscriptions	-	-	1,168,370	1,168,370
Amount receivable on sale of securities	-	-	407,359	407,359
Other receivables	11	-	-	11
Total assets	4,212,258	2,055,325	1,575,846	7,843,429
Liabilities				
Unrealised loss on forward foreign exchange contracts	-	-	7,751	7,751
Payable on redemptions	-	-	4,359	4,359
Amount payable on purchase of securities	-	-	406,478	406,478
Administration and transfer agency fees payable	-	-	3,321	3,321
Custodian fees payable	-	-	309	309
Audit fees payable	-	-	8,940	8,940
Other expenses payable	-	-	1,394	1,394
Total liabilities	-	-	432,552	432,552
Total interest sensitivity gap	4,212,258	2,055,325	1,143,294	7,410,877

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Interest rate risk (continued)

As at 31 December 2012

Generali PPF Corporate Bonds Fund

Assets

	Less than 1 year EUR	More than 1 year EUR	Non-Interest Bearing EUR	Total EUR
Financial assets at fair value through profit or loss	655,606	5,056,801	-	5,712,407
Unrealised profit on forward foreign exchange contracts	-	-	38,752	38,752
Cash and cash equivalents	748,228	-	-	748,228
Amount receivable from subscriptions	-	-	347,969	347,969
Amount receivable on sale of securities	-	-	1,674,728	1,674,728
Total assets	1,403,834	5,056,801	2,061,449	8,522,084

Liabilities

Unrealised loss on forward foreign exchange contracts	-	-	4,741	4,741
Payable on redemptions	-	-	2,240	2,240
Amount payable on purchase of securities	-	-	1,671,270	1,671,270
Investment management fees payable	-	-	6,667	6,667
Administration and transfer agency fees payable	-	-	3,611	3,611
Custodian fees payable	-	-	341	341
Audit fees payable	-	-	10,000	10,000
Director fees payable	-	-	2,007	2,007
Distribution fees payable	-	-	26,683	26,683
Other expenses payable	-	-	8,652	8,652
Total liabilities	-	-	1,736,212	1,736,212
Total interest sensitivity gap	1,403,834	5,056,801	325,237	6,785,872

As at 31 December 2011

Generali PPF Corporate Bonds Fund

Assets

	Less than 1 year EUR	More than 1 year EUR	Non-Interest Bearing EUR	Total EUR
Financial assets at fair value through profit or loss	237,232	8,496,997	-	8,734,229
Cash and cash equivalents	203,444	-	-	203,444
Amount receivable from subscriptions	-	-	1,160,894	1,160,894
Total assets	440,676	8,496,997	1,160,894	10,098,567

Liabilities

Unrealised loss on forward foreign exchange contracts	-	-	129,760	129,760
Payable on redemptions	-	-	9,568	9,568
Investment management fees payable	-	-	6,488	6,488
Administration and transfer agency fees payable	-	-	4,549	4,549
Custodian fees payable	-	-	438	438
Audit fees payable	-	-	9,199	9,199
Distribution fees payable	-	-	17,300	17,300
Other expenses payable	-	-	1,395	1,395
Total liabilities	-	-	178,697	178,697
Total interest sensitivity gap	440,676	8,496,997	982,197	9,919,870

The interest rate profile of financial assets held at fair value through profit or loss by the Company as at 31 December 2012 is as follows (expressed in EUR):

Generali PPF Cash & Bond Fund	Total	Fixed Rate Financial Assets	Floating Rate Financial Assets	Non Interest Bearing Financial Assets
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
EUR	7,370,028	5,269,554	2,100,474	-

Generali PPF Cash & Bond Fund	Total	Fixed Rate Financial Assets	Floating Rate Financial Assets	Non Interest Bearing Financial Assets
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
EUR	5,972,697	3,023,640	2,949,057	-

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Interest rate risk (continued)

Generali PPF Corporate Bonds Fund	Total	Fixed Rate Financial Assets	Floating Rate Financial Assets	Non Interest Bearing Financial Assets
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
EUR	5,712,407	4,966,170	746,237	-

Generali PPF Corporate Bonds Fund	Total	Fixed Rate Financial Assets	Floating Rate Financial Assets	Non Interest Bearing Financial Assets
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
EUR	8,734,229	8,196,851	534,200	3,178

During the year, the Sub-Funds were also exposed to interest rate risk on cash balances that earn interest at a floating rate. As at 31 December 2012 and 31 December 2011, the effect of any reasonably possible movement in interest rates would have an immaterial direct effect on the net assets attributable to redeemable participating shareholders. At 31 December 2012 Generali PPF Cash and Bond Fund and Generali PPF Corporate Bonds Fund were the only two Sub-Funds to hold interest bearing financial assets and financial liabilities.

Sensitivity Analysis

The basis point value (BPV) expresses the change in value of an asset or financial instrument that results from a 0.01 percentage increase on whole interest rate curve. The Investment Manager considers this movement to be a reasonable basis for this analysis:

Sub-Fund BPV Analysis	31 December 2012 EUR	31 December 2011 EUR
Generali PPF Cash & Bond Fund	(594)	(367)
Generali PPF Corporate Bonds Fund	(1,265)	(2,334)

It is important to note that this form of sensitivity analysis is unrepresentative of the risk inherent in the financial instruments held by the Sub-Funds as the measure is a point-in-time calculation, reflecting positions as recorded at that date, which do not necessarily reflect the risk position held at any other time.

At 31 December 2012 and 31 December 2011, Generali PPF Global Brands Fund, Generali PPF New Economies Fund, Generali PPF Oil Industry & Energy Production Fund, Generali PPF Commodity Fund and Generali PPF Emerging Europe Fund were not exposed to significant interest rate risk as the majority of the Sub-Funds' financial assets were equity shares and exchange traded funds.

Currency risk

The income and capital value of a Sub-Fund's investments can be affected by currency movements. Depending on an investor's currency of reference, currency fluctuations may adversely affect the value of an investment.

Assets of a Sub-Fund may be denominated in a currency other than the base currency of the Sub-Fund and changes in the exchange rate between the base currency and the currency of the asset may lead to a depreciation of the value of the Sub-Funds' assets as expressed in the base currency. It may not be possible or practical to hedge against such exchange rate risk. The Sub-Funds' Investment Manager may, but is not obliged to, mitigate this risk by using financial instruments. Sub-Funds may from time to time enter into currency exchange transactions by buying currency exchange forward contracts. Forward currency exchange contracts do not eliminate fluctuations in the prices of a Sub-Funds' securities or in foreign exchange rates, or prevent loss if the prices of these securities should decline.

Where a Sub-Fund has a share class in a currency different to the base currency of the Sub-Fund, the value of shares expressed in the class currency are subject to exchange rate risk in relation to the base currency and may be affected favourably or unfavourably by fluctuations in the currency rates.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Currency risk (continued)

The Investment Manager seeks to mitigate risk by entering into forward foreign exchange contracts. The foreign exchange risk is measured through monitoring the foreign exchange position of each Sub-Fund on a daily basis via live spreadsheets.

The currency exposure of each Sub-Fund as at 31 December 2012 is shown in the following tables.

Generali PPF Cash & Bond Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
<i>All amounts stated in EUR</i>				
CZK	228,843	662	(219,563)	9,942
PLN	-	863	(863)	-
SKK	208,599	-	-	208,599
USD	3,714,919	439,007	(4,171,513)	(17,587)
Total	4,152,361	440,532	(4,391,939)	200,954

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
<i>All amounts stated in EUR</i>				
USD	985,111	10,701	(1,002,091)	(6,279)
Total	985,111	10,701	(1,002,091)	(6,279)

Sensitivity analysis

At 31 December 2012, had the exchange rate between Euro and the other currencies increased or decreased by 5% with all other variables held constant, the net asset attributable to redeemable participating shareholders would increase or decrease, as the case may be, by the following amounts. The Investment Manager considers a 5% movement to be a reasonable basis for this analysis.

<i>All amounts are stated in EUR</i>	
	31 December 2012
	31 December 2011
CZK	497
SKK	10,430
USD	(879)

Generali PPF Corporate Bonds Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
<i>All amounts stated in EUR</i>				
CZK	717,961	335,277	(1,023,704)	29,534
PLN	-	3,195	(3,193)	2
USD	2,852,892	206,387	(2,882,109)	177,170
Total	3,570,853	544,859	(3,909,006)	206,706

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
<i>All amounts stated in EUR</i>				
USD	5,849,123	92,401	(5,801,248)	140,276
Total	5,849,123	92,401	(5,801,248)	140,276

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Currency risk (continued)

Sensitivity analysis

All amounts are stated in EUR

	31 December 2012	31 December 2011
CZK	1,477	-
USD	8,859	7,014

Generali PPF Global Brands Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
<i>All amounts stated in EUR</i>				
PLN	-	259	(259)	-
USD	11,503,650	(170,650)	(10,618,397)	714,603
Total	11,503,650	(170,391)	(10,618,656)	714,603

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
<i>All amounts stated in EUR</i>				
USD	7,713,857	156,785	(7,760,611)	110,031
Total	7,713,857	156,785	(7,760,611)	110,031

Sensitivity analysis

All amounts are stated in EUR

	31 December 2012	31 December 2011
USD	35,730	5,502

Generali PPF New Economies Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
<i>All amounts stated in EUR</i>				
CZK	858,642	11,671	(777,032)	93,281
GBP	61,169	-	-	61,169
PLN	-	332	(332)	-
USD	12,552,916	79,030	(11,831,909)	800,037
Total	13,472,727	91,033	(12,609,273)	954,487

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
<i>All amounts stated in EUR</i>				
CZK	888,815	41,473	(901,868)	28,420
GBP	85,736	-	-	85,736
USD	9,802,290	40,688	(9,745,788)	97,190
Total	10,776,841	82,161	(10,647,656)	211,346

Sensitivity analysis

All amounts are stated in EUR

	31 December 2012	31 December 2011
CZK	4,664	1,421
GBP	3,058	4,287
USD	40,002	4,860

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Currency risk (continued)

Generali PPF Oil Industry & Energy Production Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
<i>All amounts stated in EUR</i>				
CZK	392,759	5,689	(338,706)	59,742
PLN	-	221	(221)	-
USD	6,343,921	54,563	(6,181,414)	217,070
Total	6,736,680	60,473	(6,520,341)	276,812
	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
<i>All amounts stated in EUR</i>				
CZK	405,530	19,876	(392,116)	33,290
USD	6,182,388	9,543	(6,009,261)	182,670
Total	6,587,918	29,419	(6,401,377)	215,960

Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2012	31 December 2011
CZK	2,987	1,665
USD	10,854	9,134

Generali PPF Commodity Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
<i>All amounts stated in EUR</i>				
CZK	-	1,479	(788)	691
GBP	-	8,534	-	8,534
PLN	-	138	(138)	-
USD	9,139,472	5,193	(9,048,875)	95,790
Total	9,139,472	15,344	(9,049,801)	105,015
	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
<i>All amounts stated in EUR</i>				
USD	9,178,695	104,287	(9,052,272)	230,710
Total	9,178,695	104,287	(9,052,272)	230,710

Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2012	31 December 2011
CZK	35	-
GBP	427	-
USD	4,790	11,536

It is important to note that this form of sensitivity analysis is unrepresentative of the risk inherent in the financial instruments held by the company as the measure is a point-in-time calculation, reflecting positions as recorded at that date, which do not necessarily reflect the risk position held at any other time.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Currency risk (continued)

Generali PPF Emerging Europe Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2012	31 December 2012	31 December 2012	31 December 2012
<i>All amounts stated in EUR</i>				
CZK	1,452,402	6,489	(364)	1,458,527
GBP	4,779	-	-	4,779
HUF	1,065,212	6,592	-	1,071,804
PLN	1,683,218	37,541	12	1,720,771
RON	1,113,442	1,049	-	1,114,491
RUB	1,158,113	72,834	-	1,230,947
USD	1,585,716	108,807	-	1,694,523
Total	8,062,882	233,312	(352)	8,295,842

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2011	31 December 2011	31 December 2011	31 December 2011
<i>All amounts stated in EUR</i>				
CZK	984,866	27,714	-	1,012,580
GBP	6,698	-	-	6,698
HUF	475,993	78,698	-	554,691
PLN	1,046,341	14,903	-	1,061,244
RON	637,749	7,120	-	644,869
RUB	1,010,521	69,962	-	1,080,483
USD	1,075,433	237,214	-	1,312,647
Total	5,237,601	435,611	-	5,673,212

Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2012	31 December 2011
CZK	72,926	50,629
GBP	239	335
HUF	53,590	27,735
PLN	86,039	53,062
RON	55,725	32,243
RUB	61,547	54,024
USD	84,726	65,632

It is important to note that this form of sensitivity analysis is unrepresentative of the risk inherent in the financial instruments held by the company as the measure is a point-in-time calculation, reflecting positions as recorded at that date, which do not necessarily reflect the risk position held at any other time.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Credit and counterparty risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

As at 31 December 2012, all of the assets of the Company are held by the Custodian, RBC Investor Services Bank S.A., Dublin Branch except of cash balance of €36,233 held with Raiffeisen Bank Polska S.A. Bankruptcy or insolvency of the Custodian may cause the Company's rights with respect to the securities held by the Custodian to be delayed or limited. The Company monitors its risk by monitoring the credit quality and financial positions of the Custodian.

At 31 December 2012, the credit rating for RBC Investor Services Limited is AA- (31 December 2011: AA-) according to Standard and Poor's.

The total credit risk for each Sub-Fund arising from recognised financial instruments is limited to the value of each Sub-Fund's investments shown on the Statement of Financial Position.

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities.

The main liquidity risk to the Company arises from the redemption requests of investors. The Company's shareholders may redeem their shares on each Dealing Day for cash equal to a proportionate share of the Company's net asset value and it is therefore potentially exposed to the liquidity risk of meeting the daily redemptions by its shareholders. In order for the Company to meet these requests, the Company may need to dispose of the underlying assets at an inopportune time. The liquidity is controlled in the following ways by:

Daily monitoring of the liquidity of all instruments used in the context of the investment objectives and liquidity requirements of each Sub-Fund; and

The Company manages as capital the proceeds of the subscriptions received from the investors into each Sub-Fund. The Company invests these proceeds in the type of investment set out in the investment objective and policy described in the Prospectus for each Sub-Fund.

The liquidity profiles of the Sub-Funds are shown in the tables below:

Generali PPF Cash & Bond Fund	31 December 2012	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	1,120	1,120
Payable on redemptions	5,052	5,052
Amount payable on purchase of securities	158,716	158,716
Administration and transfer agency fees payable	3,541	3,541
Custodian fees payable	333	333
Audit fees payable	10,000	10,000
Director fees payable	2,007	2,007
Other expenses payable	8,655	8,655
Net assets attributable to holders of redeemable participating shares	7,692,689	7,692,689
Total liabilities	7,882,113	7,882,113

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Liquidity risk (continued)

Generali PPF Cash & Bond Fund	31 December 2011	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	7,751	7,751
Payable on redemptions	4,359	4,359
Amount payable on purchase of securities	406,478	406,478
Administration and transfer agency fees payable	3,321	3,321
Custodian fees payable	309	309
Audit fees payable	8,940	8,940
Other expenses payable	1,394	1,394
Net assets attributable to holders of redeemable participating shares	7,410,877	7,410,877
Total liabilities	7,843,429	7,843,429

Generali PPF Corporate Bonds Fund	31 December 2012	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	4,741	4,741
Payable on redemptions	2,240	2,240
Amount payable on purchase of securities	1,671,270	1,671,270
Investment management fees payable	6,667	6,667
Administration and transfer agency fees payable	3,611	3,611
Custodian fees payable	341	341
Audit fees payable	10,000	10,000
Director fees payable	2,007	2,007
Distribution fees payable	26,683	26,683
Other expenses payable	8,652	8,652
Net assets attributable to holders of redeemable participating shares	6,785,872	6,785,872
Total liabilities	8,522,084	8,522,084

Generali PPF Corporate Bonds Fund	31 December 2011	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	129,760	129,760
Payable on redemptions	9,568	9,568
Investment management fees payable	6,488	6,488
Administration and transfer agency fees payable	4,549	4,549
Custodian fees payable	438	438
Audit fees payable	9,199	9,199
Distribution fees payable	17,300	17,300
Other expenses payable	1,395	1,395
Net assets attributable to holders of redeemable participating shares	9,919,870	9,919,870
Total liabilities	10,098,567	10,098,567

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Liquidity risk (continued)

Generali PPF Global Brands Fund	31 December 2012	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Payable on redemptions	144	144
Amount payable on purchase of securities	244,061	244,061
Investment management fees payable	12,749	12,749
Administration and transfer agency fees payable	6,373	6,373
Custodian fees payable	663	663
Audit fees payable	10,000	10,000
Director fees payable	2,007	2,007
Distribution fees payable	65,565	65,565
Other expenses payable	8,654	8,654
Net assets attributable to holders of redeemable participating shares	16,508,617	16,508,617
Total liabilities	16,858,833	16,858,833

Generali PPF Global Brands Fund	31 December 2011	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	36,663	36,663
Payable on redemptions	129,825	129,825
Amount payable on purchase of securities	43,069	43,069
Investment management fees payable	9,265	9,265
Administration and transfer agency fees payable	5,644	5,644
Custodian fees payable	552	552
Audit fees payable	8,940	8,940
Distribution fees payable	26,473	26,473
Other expenses payable	1,394	1,394
Net assets attributable to holders of redeemable participating shares	12,116,544	12,116,544
Total liabilities	12,378,369	12,378,369

Generali PPF New Economies Fund	31 December 2012	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	8,827	8,827
Payable on redemptions	695	695
Investment management fees payable	18,142	18,142
Administration and transfer agency fees payable	6,676	6,676
Custodian fees payable	660	660
Audit fees payable	10,000	10,000
Director fees payable	2,007	2,007
Distribution fees payable	65,312	65,312
Other expenses payable	8,655	8,655
Net assets attributable to holders of redeemable participating shares	16,697,482	16,697,482
Total liabilities	16,818,456	16,818,456

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Liquidity risk (continued)

Generali PPF New Economies Fund	31 December 2011	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	230,699	230,699
Payable on redemptions	576,110	576,110
Investment management fees payable	13,597	13,597
Administration and transfer agency fees payable	5,862	5,862
Custodian fees payable	575	575
Audit fees payable	8,940	8,940
Distribution fees payable	27,194	27,194
Other expenses payable	1,393	1,393
Net assets attributable to holders of redeemable participating shares	11,948,127	11,948,127
Total liabilities	12,812,497	12,812,497

Generali PPF Oil Industry & Energy Production Fund	31 December 2012	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	2,459	2,459
Payable on redemptions	1,450	1,450
Investment management fees payable	13,509	13,509
Administration and transfer agency fees payable	4,780	4,780
Custodian fees payable	464	464
Audit fees payable	10,000	10,000
Director fees payable	2,007	2,007
Distribution fees payable	48,633	48,633
Other expenses payable	8,654	8,654
Net assets attributable to holders of redeemable participating shares	10,735,821	10,735,821
Total liabilities	10,827,777	10,827,777

Generali PPF Oil Industry & Energy Production Fund	31 December 2011	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	142,257	142,257
Payable on redemptions	252,849	252,849
Investment management fees payable	12,054	12,054
Administration and transfer agency fees payable	5,216	5,216
Custodian fees payable	508	508
Audit fees payable	8,940	8,940
Distribution fees payable	24,107	24,107
Other expenses payable	1,739	1,739
Net assets attributable to holders of redeemable participating shares	11,035,013	11,035,013
Total liabilities	11,482,683	11,482,683

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Liquidity risk (continued)

Generali PPF Commodity Fund	31 December 2012	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	20	20
Payable on redemptions	1,242	1,242
Investment management fees payable	13,450	13,450
Administration and transfer agency fees payable	4,761	4,761
Custodian fees payable	460	460
Audit fees payable	10,000	10,000
Director fees payable	2,008	2,008
Distribution fees payable	48,421	48,421
Other expenses payable	8,653	8,653
Net assets attributable to holders of redeemable participating shares	10,445,106	10,445,106
Total liabilities	10,534,121	10,534,121

Generali PPF Commodity Fund	31 December 2011	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Bank overdraft	7,555	7,555
Unrealised loss on forward foreign exchange contracts	239,726	239,726
Payable on redemptions	222,446	222,446
Amount payable on purchase of securities	66,399	66,399
Investment management fees payable	13,287	13,287
Administration and transfer agency fees payable	5,584	5,584
Custodian fees payable	545	545
Audit fees payable	8,940	8,940
Distribution fees payable	34,997	34,997
Other expenses payable	1,394	1,394
Net assets attributable to holders of redeemable participating shares	10,933,801	10,933,801
Total liabilities	11,534,674	11,534,674

Generali PPF Emerging Europe Fund	31 December 2012	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Unrealised loss on forward foreign exchange contracts	50	50
Payable on redemptions	211	211
Investment management fees payable	12,053	12,053
Administration and transfer agency fees payable	4,346	4,346
Custodian fees payable	417	417
Audit fees payable	10,000	10,000
Director fees payable	1,613	1,613
Distribution fees payable	6,683	6,683
Other expenses payable	8,657	8,657
Net assets attributable to holders of redeemable participating shares	10,006,907	10,006,907
Total liabilities	10,050,937	10,050,937

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Liquidity risk (continued)

Generali PPF Emerging Europe Fund	31 December 2011	
	Due within	Total
	1 month	
	EUR	EUR
Liabilities		
Payable on redemptions	91	91
Investment management fees payable	8,782	8,782
Administration and transfer agency fees payable	3,685	3,685
Custodian fees payable	348	348
Audit fees payable	5,315	5,315
Distribution fees payable	61	61
Other expenses payable	2,590	2,590
Net assets attributable to holders of redeemable participating shares	6,754,661	6,754,661
Total liabilities	6,775,533	6,775,533

The table below analyses the Company's gross settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the Statement of Financial Position date to the contractual maturity date.

	As at 31 December 2012 Less than 3 month	As at 31 December 2011 Less than 3 month
Generali PPF Cash & Bond Fund	4,462,369	994,457
Generali PPF Corporate Bonds Fund	5,469,081	5,671,488
Generali PPF Global Brands Fund	10,709,142	8,185,209
Generali PPF New Economies Fund	12,707,708	10,955,742
Generali PPF Oil Industry & Energy Production Fund	6,576,859	6,643,891
Generali PPF Commodity Fund	10,776,382	10,372,588
Generali PPF Emerging Europe	1,520,774	8,585
Total	52,222,315	42,831,960

Fair value measurements

IFRS 7 establishes a fair value hierarchy for inputs used in measuring fair values. The fair value hierarchy is categorised into three levels based on the inputs as follows:

Level 1 – Valuations based on quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly (as prices) or indirectly (derived from prices); and

Level 3 - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

Inputs may include price information, volatility statistics, specific and broad credit data, liquidity statistics, and other factors. A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. However, the determination of what constitutes "observable" requires significant judgment by the Investment Manager. The Investment Manager considers observable data to be that market data which is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market. The categorisation of a financial instrument within the hierarchy is based upon the pricing transparency of the instrument and does not necessarily correspond to the Investment Manager's perceived risk of that instrument.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Fair value measurements (continued)

The following table summarises the inputs used to value the Company's assets and liabilities measured at fair value on a recurring basis as of 31 December 2012:

Generali PPF Cash & Bond Fund	31 December 2012	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	7,370,028	-	7,370,028	-
Net unrealised gain on forward foreign exchange contracts	28,887	-	28,887	-
	7,398,915	-	7,398,915	-
Generali PPF Cash & Bond Fund	31 December 2011	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	5,972,697	-	5,972,697	-
Net unrealised loss on forward foreign exchange contracts	(7,634)	-	(7,634)	-
	5,965,063	-	5,965,063	-
Generali PPF Corporate Bonds Fund	31 December 2012	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	5,712,407	-	5,712,407	-
Net unrealised gain on forward foreign exchange contracts	34,011	-	34,011	-
	5,746,418	-	5,746,418	-
Generali PPF Corporate Bonds Fund	31 December 2011	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	8,734,229	-	8,734,229	-
Net unrealised loss on forward foreign exchange contracts	(129,760)	-	(129,760)	-
	8,604,469	-	8,604,469	-

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Fair value measurements (continued)

Generali PPF Global Brands Fund	31 December 2012	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	15,400,601	15,400,601	-	-
Net unrealised gain on forward foreign exchange contracts	76,219	-	76,219	-
	15,476,820	15,400,601	76,219	-
Generali PPF Global Brands Fund	31 December 2011	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	10,898,111	10,898,111	-	-
Net unrealised loss on forward foreign exchange contracts	(34,504)	-	(34,504)	-
	10,863,607	10,898,111	(34,504)	-
Generali PPF New Economies Fund	31 December 2012	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	14,206,956	14,206,956	-	-
Net unrealised gain on forward foreign exchange contracts	86,845	-	86,845	-
	14,293,801	14,206,956	86,845	-
Generali PPF New Economies Fund	31 December 2011	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	11,346,431	11,346,431	-	-
Net unrealised loss on forward foreign exchange contracts	(229,651)	-	(229,651)	-
	11,116,780	11,346,431	(229,651)	-
Generali PPF Oil Industry & Energy Production Fund	31 December 2012	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	9,790,192	9,790,192	-	-
Net unrealised gain on forward foreign exchange contracts	49,349	-	49,349	-
	9,839,541	9,790,192	49,349	-

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Fair value measurements (continued)

Generali PPF Oil Industry & Energy Production Fund	31 December 2011	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	10,075,505	10,075,505	-	-
Net unrealised loss on forward foreign exchange contracts	(141,584)	-	(141,584)	-
	9,933,921	10,075,505	(141,584)	-
Generali PPF Commodity Fund	31 December 2012	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	10,300,162	10,300,162	-	-
Net unrealised gain on forward foreign exchange contracts	148,097	-	148,097	-
	10,448,259	10,300,162	148,097	-
Generali PPF Commodity Fund	31 December 2011	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	10,563,756	10,563,756	-	-
Net unrealised loss on forward foreign exchange contracts	(223,298)	-	(223,298)	-
	10,340,458	10,563,756	(223,298)	-
Generali PPF Emerging Europe Fund	31 December 2012	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	9,209,878	9,209,878	-	-
Net unrealised gain on forward foreign exchange contracts	2,561	-	2,561	-
	9,212,439	9,209,878	2,561	-
Generali PPF Emerging Europe Fund	31 December 2011	Quoted prices in active markets	Significant other observable inputs	Significant unobservable inputs
		(Level 1)	(Level 2)	(Level 3)
		EUR	EUR	EUR
Financial assets at fair value through profit or loss	6,081,768	6,081,768	-	-
Net unrealised gain on forward foreign exchange contracts	26	-	26	-
	6,081,794	6,081,768	26	-

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

9. Financial instrument risk (continued)

Fair value measurements (continued)

Total unrealised gains or losses for the period included in net gains on financial assets at fair value through profit or loss in the Statement of Comprehensive Income for financial assets held at the end of the period were:

31 December 2012			
	Unrealised Gains	Unrealised Loss	Total Unrealised Gain/(Loss)
Generali PPF Cash & Bond Fund	138,247	(86,258)	51,989
Generali PPF Corporate Bonds Fund	353,835	(24,218)	329,617
Generali PPF Global Brands Fund	1,431,809	(6,449)	1,425,360
Generali PPF New Economies Fund	2,023,895	24,314	2,048,209
Generali PPF Oil Industry & Energy Production Fund	32,787	(254,357)	(221,570)
Generali PPF Commodity Fund	66,921	(197,902)	(130,981)
Generali PPF Emerging Europe	1,870,784	43,642	1,914,426
Total	5,918,278	(501,228)	5,417,050

31 December 2011			
	Unrealised Gains	Unrealised Loss	Total Unrealised Gain/(Loss)
Generali PPF Cash & Bond Fund	111,924	-	111,924
Generali PPF Corporate Bonds Fund	241,753	(120,783)	120,970
Generali PPF Global Brands Fund	161,100	-	161,100
Generali PPF New Economies Fund	3,238	(810,146)	(806,908)
Generali PPF Oil Industry & Energy Production Fund	20,824	(199,406)	(178,582)
Generali PPF Commodity Fund	-	(607,165)	(607,165)
Generali PPF Emerging Europe	19,661	(1,362,839)	(1,343,178)
Total	558,500	(3,100,339)	(2,541,839)

Global Exposure to Financial Derivative Instruments

The Investment Manager applies the commitment approach to measure the global exposure of all financial derivative instrument positions of the funds.

10. Cash and cash equivalents

All cash balances are held with RBC Investor Services Bank S.A. and Raiffeisen Bank Polska S.A.

11. Post balance sheet event

On 24 January 2013 the Board approved the payment of dividends in respect of the year ended 31 December 2012 from the distributing share classes, Class B EUR, Class B CZK and Class B PLN within Generali PPF Corporate Bonds Fund. The dividend rate paid was 6% per share.

On 26 March 2013, Generali PPF Emerging Europe Bond Fund was launched. Generali PPF Emerging Europe Bond Fund is authorised to offer Class A HUF, Class A PLN, Class A RON, Class A EUR, Class Y EUR and Class A CZK shares.

12. Segregated liability

The Company has segregated liability between its Sub-Funds and accordingly any liability incurred on behalf of or attributable to any Sub-Fund shall be discharged solely out of the assets of that Sub-Fund.

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

13. Net gain/(loss) on financial assets and liabilities at fair value through profit or loss

	Generali PPF Cash & Bond Fund	Generali PPF Cash & Bond Fund	Generali PPF Corporate Bonds Fund	Generali PPF Corporate Bonds Fund
	EUR	EUR	EUR	EUR
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
Net realised gain on sale of investments	399,991	54,605	1,503,430	260,968
Net change in unrealised gain on investments	51,989	111,924	329,617	120,970
Net realised gain/(loss) on forward foreign exchange contracts	39,454	(52,565)	(164,973)	(284,856)
Net change in unrealised gain/(loss) on forward foreign exchange contracts	36,522	(22,549)	163,771	(253,471)
Net currency (loss)/gain	(49,607)	(10,946)	(129,422)	82,462
Net gain/(loss) on financial assets at fair value through profit or loss	478,349	80,469	1,702,423	(73,927)
	Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali New Economies Fund	Generali New Economies Fund
	EUR	EUR	EUR	EUR
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
Net realised gain/(loss) on sale of investments	334,507	105,148	(44,744)	(343)
Net change in unrealised gain/(loss) on investments	1,425,360	161,100	2,048,209	(806,908)
Net realised gain/(loss) on forward foreign exchange contracts	187,529	(625,104)	(615,359)	(500,980)
Net change in unrealised gain/(loss) on forward foreign exchange contracts	110,722	(84,715)	316,496	(338,135)
Net currency (loss)/gain	(234,748)	127,266	387,729	209,212
Net gain/(loss) on financial assets at fair value through profit or loss	1,823,370	(316,305)	2,092,331	(1,437,154)
	Generali PPF Oil Industry & Energy Production Fund	Generali PPF Oil Industry & Energy Production Fund	Generali PPF Commodity Fund	Generali PPF Commodity Fund
	EUR	EUR	EUR	EUR
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
Net realised (loss)/gain on sale of investments	(79,942)	(1,146)	(146,829)	45,683
Net change in unrealised loss on investments	(221,570)	(178,582)	(130,981)	(607,165)
Net realised loss on forward foreign exchange contracts	(430,003)	(322,695)	(146,371)	(421,817)
Net change in unrealised gain/(loss) on forward foreign exchange contracts	190,933	(208,094)	371,397	(369,637)
Net currency gain/(loss)	280,124	128,427	(170,905)	(47,373)
Net loss on financial assets at fair value through profit or loss	(260,458)	(582,090)	(223,689)	(1,400,309)

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

13. Net gain/(loss) on financial assets and liabilities at fair value through profit or loss (continued)

	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Total	Total
	EUR	EUR	EUR	EUR
	31 December 2012	31 December 2011	31 December 2012	31 December 2011
Net realised (loss)/gain on sale of investments	(207,109)	(318,219)	1,759,304	146,696
Net change in unrealised gain/(loss) on investments	1,914,426	(1,343,178)	5,417,050	(2,541,839)
Net realised (loss)/gain on forward foreign exchange contracts	(9,262)	982	(1,138,985)	(2,207,035)
Net change in unrealised gain/(loss) on forward foreign exchange contracts	2,535	26	1,192,376	(1,276,575)
Net currency gain/(loss)	33,844	(12,064)	117,015	476,984
Net gain/(loss) on financial assets at fair value through profit or loss	1,734,434	(1,672,453)	7,346,760	(5,401,769)

14. Soft commissions

There were no soft commission arrangements in place during the year (31 December 2011: None).

15. Amounts due to/from broker

Amounts due from and amounts due to brokers represents cash held with brokers, receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date, respectively.

16. Distributions

Distributions to holders of redeemable participating shares are recorded in the Statement of Comprehensive Income and recorded as finance costs when authorised by the members. There were no distributions during the year ended 31 December 2012 (31 December 2011: Nil).

17. Net Asset Value

The Net Asset Value of the Sub-Funds for subscriptions and redemptions is based on investments valued at last traded prices. As the International Financial Reporting Standards (IFRS) require financial instruments at fair value through profit or loss to be valued at bid or offer prices if the differences are considered to be material, the accounts were adjusted for bid prices as the bid prices were materially different to the last traded prices.

18. Foreign exchange translation

The exchange rates as at 31 December 2012, which were used to convert assets and liabilities denominated in foreign currencies were as follows:

CZK	25.095651	HUF	291.214957	RON	4.445508	SKK	30.126000
GBP	1.232934	PLN	4.080319	RUB	40.274935	USD	1.318400

The exchange rates as at 31 December 2011, which were used to convert assets and liabilities denominated in foreign currencies were as follows:

CZK	25.813722	HUF	310.748842	RON	4.316808	GBP	1.192421
PLN	4.402111	RUB	41.602649	USD	1.294300		

NOTES TO THE FINANCIAL STATEMENTS

As at 31 December 2012 (continued)

19. Significant events during the year

The following share classes have been authorised since 31 December 2011:

<u>Sub-Fund</u>	<u>Share Classes</u>
Generali PPF Corporate Bond Fund	Class B EUR Class B CZK Class B PLN

The following share classes have been launched since 31 December 2011:

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Cash & Bond Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Classes</u>
Generali PPF Corporate Bond Fund	Class A PLN Class B EUR Class B CZK Class B PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Global Brands Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF New Economies Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Oil Industry & Energy Production Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Commodity Fund	Class A PLN

<u>Sub-Fund</u>	<u>Share Class</u>
Generali PPF Emerging Europe Fund	Class A PLN

As of 1 April 2012, there was an increase in distributors fee, as noted in the fourth addendum.

Ernst & Young have been appointed as auditors of the Company on the 22 June 2012 and replaced PricewaterhouseCoopers.

20. Comparative data

Comparative figures were reclassified in order to be consistent with financial statements presentation requirements as at 31 December 2012.

21. Contingent liabilities

There were no contingent liabilities at the year end (31 December 2011: Nil).

22. Date of approval

The financial statements were approved by the Directors on 22 April 2013.

SCHEDULE OF PORTFOLIO CHANGES for the year ended 31 December 2012
Generali PPF Cash & Bond Fund (unaudited)

Purchases

Date	Security Name	Quantity	Cost (EUR)
29-Aug-12	Gazprombank OJSC Via GPB Eurobond Finance Plc 7.933% 28/06/2013 EMTN	1,000,000	847,104
09-Aug-12	VimpelCom Holdings BV 4.31% 29/06/2014	1,000,000	817,126
30-Oct-12	Deutsche Bank AG 0.883% 22/09/2015 EMTN	500,000	481,178
03-Aug-12	Development Bank of Kazakhstan JSC 5.5% 20/12/2015	500,000	437,578
23-Jul-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.125% 14/01/2014	500,000	437,394
19-Apr-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 9% 11/06/2014	500,000	434,020
26-Jul-12	Gazprom OAO Via Gaz Capital SA 7.51% 31/07/2013	500,000	426,872
16-Aug-12	Sberbank of Russia Via SB Capital SA 6.48% 15/05/2013 EMTN	500,000	425,619
06-Aug-12	Sberbank of Russia Via SB Capital SA 6.48% 15/05/2013 EMTN	500,000	424,400
03-Feb-12	Gazprom OAO Via RBS AG 9.625% 01/03/2013	500,000	424,222
03-Feb-12	Gazprom OAO Via RBS AG 9.625% 01/03/2013	500,000	423,749
16-Nov-12	Alfa MTN Invest Ltd 9.25% 24/06/2013 EMTN	500,000	423,194
26-Oct-12	TNK-BP Finance SA 6.25% 02/02/2015	500,000	420,634
26-Oct-12	TNK-BP Finance SA 6.25% 02/02/2015	500,000	420,634
24-Oct-12	Gazprombank OJSC Via GPB Eurobond Finance Plc 6.5% 23/09/2015	500,000	416,998
12-Apr-12	Alfa MTN Invest Ltd 9.25% 24/06/2013 EMTN	500,000	411,835
10-Apr-12	Sberbank of Russia Via SB Capital SA 6.48% 15/05/2013 EMTN	500,000	411,506
08-Aug-12	VimpelCom Holdings BV 4.31% 29/06/2014	500,000	406,926
25-Sep-12	Slovenska izvozna in razvojna banka DD 3.42% 27/09/2013	400,000	400,000
10-Apr-12	VimpelCom Holdings BV 4.31% 29/06/2014	500,000	381,970

Sales

Date	Security Name	Quantity	Proceeds (EUR)
29-Aug-12	Gazprombank OJSC Via GPB Eurobond Finance Plc 7.933% 28/06/2013 EMTN	1,000,000	848,331
09-Aug-12	VimpelCom Holdings BV 4.31% 29/06/2014	1,000,000	818,993
17-Mar-12	Ceska Exportni Banka AS 1.734% 17/03/2012 EMTN	760,000	760,000
30-Oct-12	Deutsche Bank AG 0.883% 22/09/2015 EMTN	500,000	482,957
16-May-12	Slovakia Government Bond 0.416% 14/10/2013	450,000	448,327
23-Jul-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.125% 14/01/2014	500,000	438,338
03-Aug-12	Development Bank of Kazakhstan JSC 5.5% 20/12/2015	500,000	438,300
26-Jul-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.175% 16/05/2013 EMTN	500,000	435,322
19-Apr-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 9% 11/06/2014	500,000	434,884
29-Aug-12	Development Bank of Kazakhstan JSC 7.375% 12/11/2013 EMTN	500,000	431,186
26-Jul-12	Gazprom OAO Via Gaz Capital SA 7.51% 31/07/2013	500,000	429,022
06-Aug-12	Sberbank of Russia Via SB Capital SA 6.48% 15/05/2013 EMTN	500,000	425,487
03-Feb-12	Gazprom OAO Via RBS AG 9.625% 01/03/2013	500,000	425,093
03-Feb-12	Gazprom OAO Via RBS AG 9.625% 01/03/2013	500,000	424,617
16-Nov-12	Alfa MTN Invest Ltd 9.25% 24/06/2013 EMTN	500,000	423,700
26-Oct-12	TNK-BP Finance SA 6.25% 02/02/2015	500,000	422,483
26-Oct-12	TNK-BP Finance SA 6.25% 02/02/2015	500,000	422,000
02-Nov-12	Hungary Government International Bond 0.439% 02/11/2012	420,000	420,000
24-Oct-12	Gazprombank OJSC Via GPB Eurobond Finance Plc 6.5% 23/09/2015	500,000	418,071
29-Nov-12	KazMunaiGaz Finance Sub BV 8.375% 02/07/2013	500,000	413,859

SCHEDULE OF PORTFOLIO CHANGES for the year ended 31 December 2012
Generali PPF Corporate Bonds Fund (unaudited)

Purchases

Date	Security Name	Quantity	Cost (EUR)
26-Sep-12	Hungary Government International Bond 4.5% 06/02/2013	1,000,000	1,036,366
14-May-12	Hungary Government International Bond 4.5% 29/01/2014	1,000,000	981,000
16-Jul-12	TNK-BP Finance SA 7.875% 13/03/2018 EMTN	1,000,000	977,682
26-Sep-12	Gazprombank OJSC Via GPB Eurobond Finance Plc 5.625% 17/05/2017 EMTN	800,000	656,413
12-Dec-12	Gazprom OAO Via Gaz Capital SA 5.136% 22/03/2017	500,000	574,054
26-Oct-12	Gazprom OAO Via Gaz Capital SA 9.25% 23/04/2019	500,000	504,361
26-Oct-12	Lukoil International Finance BV 7.25% 05/11/2019	500,000	478,141
06-Aug-12	TNK-BP Finance SA 7.25% 02/02/2020	500,000	477,938
26-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	474,183
26-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	473,700
26-Oct-12	Gazprom OAO Via Gaz Capital SA 8.146% 11/04/2018 EMTN	500,000	473,426
26-Oct-12	Gazprom OAO Via Gaz Capital SA 8.146% 11/04/2018 EMTN	500,000	473,426
24-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	473,211
24-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	473,211
22-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	473,032
22-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	473,032
24-Oct-12	TNK-BP Finance SA 7.25% 02/02/2020	500,000	471,853
23-Oct-12	TNK-BP Finance SA 7.875% 13/03/2018 EMTN	500,000	470,352
11-Dec-12	Vnesheconombank Via VEB Finance Plc 6.902% 09/07/2020	500,000	470,167
30-Jul-12	Vnesheconombank Via VEB Finance Plc 6.8% 22/11/2025	500,000	468,996

Sales

Date	Security Name	Quantity	Proceeds (EUR)
14-May-12	Hungary Government International Bond 4.5% 29/01/2014	1,000,000	983,303
16-Jul-12	TNK-BP Finance SA 7.875% 13/03/2018 EMTN	1,000,000	980,345
03-Oct-12	Czech Republic Government Bond 2.75% 31/03/2014	20,000,000	837,619
26-Nov-12	Hungary Government International Bond 4.5% 06/02/2013	700,000	728,849
12-Dec-12	Gazprom OAO Via Gaz Capital SA 5.136% 22/03/2017	500,000	574,689
26-Oct-12	Gazprom OAO Via Gaz Capital SA 9.25% 23/04/2019	500,000	505,227
06-Aug-12	TNK-BP Finance SA 7.25% 02/02/2020	500,000	479,856
26-Oct-12	Lukoil International Finance BV 7.25% 05/11/2019	500,000	479,534
26-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	476,505
26-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	476,505
26-Oct-12	Gazprom OAO Via Gaz Capital SA 8.146% 11/04/2018 EMTN	500,000	475,844
24-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	475,044
26-Oct-12	Gazprom OAO Via Gaz Capital SA 8.146% 11/04/2018 EMTN	500,000	474,762
22-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	474,277
22-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	474,277
24-Oct-12	Russian Agricultural Bank OJSC Via RSHB Capital SA 7.75% 29/05/2018	500,000	474,080
24-Oct-12	TNK-BP Finance SA 7.25% 02/02/2020	500,000	473,205
23-Oct-12	TNK-BP Finance SA 7.875% 13/03/2018 EMTN	500,000	471,222
11-Dec-12	Vnesheconombank Via VEB Finance Plc 6.902% 09/07/2020	500,000	471,034
30-Jul-12	Vnesheconombank Via VEB Finance Plc 6.8% 22/11/2025	500,000	470,944

SCHEDULE OF PORTFOLIO CHANGES for the year ended 31 December 2012
Generali PPF Global Brands Fund (unaudited)

Purchases

Date	Security Name	Quantity	Cost (EUR)
05-Dec-12	Gap Inc	10,000	241,616
14-Dec-12	BP Plc	6,000	189,735
29-Nov-12	Vodafone Group Plc	7,000	138,218
09-Nov-12	Cisco Systems Inc	10,000	133,454
09-Nov-12	General Electric Co	8,000	132,334
09-Nov-12	McDonald's Corp	1,700	113,602
16-Nov-12	Amazon.com Inc	600	104,343
16-Nov-12	International Business Machines Corp	700	102,733
13-Sep-12	European Aeronautic Defence and Space Co NV	4,000	101,735
14-Nov-12	Vodafone Group Plc	5,000	100,351
14-Sep-12	Koninklijke Philips Electronics NV	5,000	95,498
07-Mar-12	Cisco Systems Inc	5,800	86,238
16-Nov-12	Thomson Reuters Corp	3,900	84,168
29-Nov-12	Anheuser-Busch InBev NV	1,200	80,039
12-Mar-12	Intel Corp	3,800	78,200
25-Sep-12	Sony Corp	8,000	76,491
20-Jun-12	NIKE Inc	900	72,607
16-Nov-12	Hennes & Mauritz AB	2,800	68,806
06-Dec-12	Apple Inc	170	68,692
16-Nov-12	American Express Co	1,600	68,273

Sales

Date	Security Name	Quantity	Proceeds (EUR)
20-Apr-12	Inditex SA	3,700	254,184
05-Oct-12	European Aeronautic Defence and Space Co NV	6,000	156,571
06-Feb-12	Morgan Stanley	8,100	125,997
17-May-12	Yahoo! Inc	9,000	108,007
25-Jul-12	Koninklijke Philips Electronics NV	5,000	87,337
20-Jun-12	Morgan Stanley	7,000	78,432
02-Jul-12	Microsoft Corp	2,500	60,391
03-May-12	Volkswagen AG	400	57,542
15-Feb-12	Daimler AG	1,200	56,757
25-Jun-12	Hennes & Mauritz AB	2,000	54,636
16-May-12	American Express Co	1,000	45,632
27-Aug-12	Kellogg Co	1,100	45,300
06-Aug-12	Daimler AG	1,100	45,219
28-Jun-12	Amazon.com Inc	250	44,852
27-Sep-12	JPMorgan Chase & Co	1,400	43,888
03-Jul-12	United Parcel Service Inc	700	43,437
14-Dec-12	Bayerische Motoren Werke AG	600	42,825
25-Jul-12	Procter & Gamble Co	800	42,237
05-Mar-12	Apple Inc	100	41,205
28-Mar-12	Inditex SA	550	39,760

SCHEDULE OF PORTFOLIO CHANGES for the year ended 31 December 2012
Generali PPF New Economies Fund (unaudited)

Purchases

Date	Security Name	Quantity	Cost (EUR)
18-Dec-12	China Life Insurance Co Ltd	1,500	53,642
06-Dec-12	iShares MSCI Singapore Index Fund	5,000	52,326
20-Nov-12	KB Financial Group Inc	2,000	50,665
26-Nov-12	iShares MSCI South Africa Index Fund	1,000	50,493
21-Nov-12	NovaTek OAO	600	50,278
21-Nov-12	Sasol Ltd	1,500	49,971
26-Nov-12	NovaTek OAO	600	49,806
21-Nov-12	Infosys Ltd	1,500	49,540
18-Dec-12	Sinopec Shanghai Petrochemical Co Ltd	2,000	48,887
20-Nov-12	SK Telecom Co Ltd	4,000	48,600
20-Nov-12	Tata Motors Ltd	2,500	47,631
20-Nov-12	Siliconware Precision Industries Co	12,000	46,306
20-Nov-12	Gold Fields Ltd	5,000	46,278
26-Nov-12	America Movil SAB de CV	2,500	46,076
20-Nov-12	Banco Bradesco SA	3,500	44,904
21-Nov-12	ICICI Bank Ltd	1,500	44,716
27-Nov-12	United Microelectronics Corp	30,000	44,678
06-Dec-12	NovaTek OAO	500	44,525
18-Dec-12	China Mobile Ltd	1,000	43,838
27-Nov-12	X5 Retail Group NV	3,000	42,083

Sales

Date	Security Name	Quantity	Proceeds (EUR)
16-May-12	Gazprom OAO	9,000	66,060
25-May-12	Lukoil OAO	1,500	61,369
31-May-12	Komerční Banka AS	500	61,141
31-May-12	CEZ AS	2,000	57,702
23-Jul-12	China Life Insurance Co Ltd	1,500	49,072
23-Jul-12	China Mobile Ltd	1,000	45,138
25-May-12	Taiwan Semiconductor Manufacturing Co Ltd	4,000	44,783
31-May-12	Lyxor ETF Russia Dow Jones Russia GDR - C EUR	1,500	41,934
31-May-12	Erste Group Bank AG	3,000	41,811
25-May-12	Gazprom OAO	5,000	35,599
28-Jun-12	Banco Bradesco SA	3,000	33,697
28-Jun-12	Taiwan Semiconductor Manufacturing Co Ltd	3,000	32,205
17-May-12	Itau Unibanco Holding SA	3,000	32,127
25-May-12	Petroleo Brasileiro SA	2,000	31,077
23-Jul-12	Petroleo Brasileiro SA	2,000	30,882
02-Mar-12	Cia de Saneamento Basico do Estado de Sao Paulo	450	25,822
17-May-12	KB Financial Group Inc	1,000	24,268
02-Mar-12	Samsung Electronics Co Ltd	60	24,077
17-May-12	Taiwan Semiconductor Manufacturing Co Ltd	2,000	23,332
31-May-12	HDFC Bank Ltd	1,000	22,999

SCHEDULE OF PORTFOLIO CHANGES for the year ended 31 December 2012
Generali PPF Oil Industry & Energy Production Fund (unaudited)

Purchases

Date	Security Name	Quantity	Cost (EUR)
17-Jan-12	Cia Energetica de Minas Gerais	3,000	44,215
06-Dec-12	GDF Suez	2,500	37,724
01-May-12	Phillips 66	1,875	37,108
10-Jan-12	Marathon Petroleum Corp	1,500	36,907
10-Jan-12	Hess Corp	800	36,817
20-Feb-12	ENI SpA	2,000	34,945
10-Jan-12	GDF Suez	1,600	34,262
21-Sep-12	Energy Transfer Partners LP	1,000	32,817
20-Feb-12	Enel SpA	10,000	30,190
06-Aug-12	NextEra Energy Inc	500	28,658
26-Jan-12	Sinopec Shanghai Petrochemical Co Ltd	1,000	28,266
03-Apr-12	Noble Corp	1,000	28,090
02-Mar-12	Rowan Companies Inc	1,000	27,944
08-Nov-12	Southern Co	800	27,324
19-Dec-12	ConocoPhillips	600	26,978
07-Sep-12	ConocoPhillips	600	26,458
15-Oct-12	Apache Corp	400	26,399
03-May-12	OMV AG	1,000	25,956
21-Nov-12	NovaTek OAO	300	25,139
08-Nov-12	Duke Energy Corp	500	25,074

Sales

Date	Security Name	Quantity	Proceeds (EUR)
16-May-12	ENI SpA	5,000	80,678
20-Apr-12	ENI SpA	4,000	64,127
21-May-12	El Paso LLC	5,000	57,370
20-Apr-12	Repsol YPF SA	4,000	56,949
12-Apr-12	Enel SpA	20,000	49,318
23-Apr-12	Enel SpA	20,000	49,042
16-May-12	Gazprom OAO	6,000	44,040
25-May-12	Lukoil OAO	1,000	41,396
23-Jul-12	Valero Energy Corp	2,000	40,944
21-Sep-12	Sunoco Inc	1,000	36,137
23-Apr-12	Iberdrola SA	10,000	34,866
23-Jul-12	Exxon Mobil Corp	500	34,807
13-Apr-12	Repsol YPF SA	2,000	34,716
23-Jul-12	Petroleo Brasileiro SA	2,000	30,882
23-Mar-12	Sunoco Inc	1,000	29,321
25-May-12	Gazprom OAO	4,000	28,559
23-Jul-12	Rowan Cos Plc	1,000	28,270
23-Jul-12	Anadarko Petroleum Corp	400	23,151
20-Apr-12	EDP - Energias de Portugal SA	11,000	23,019
16-May-12	EDP - Energias de Portugal SA	11,000	21,296

SCHEDULE OF PORTFOLIO CHANGES for the year ended 31 December 2012
Generali PPF Commodity Fund (unaudited)

Purchases

Date	Security Name	Quantity	Cost (EUR)
04-Apr-12	SPDR Gold Shares	1,000	120,108
16-Oct-12	ZKB Gold ETF-A USD	80	105,839
15-Oct-12	ZKB Gold ETF-A USD	70	93,462
01-Mar-12	Gold Bullion Securities Ltd	710	88,813
16-Jan-12	ETFS Longer Dated Natural Gas	25,000	79,836
12-Oct-12	ZKB Gold ETF-A USD	50	67,260
23-Oct-12	ZKB Gold ETF-A USD	50	65,221
25-Oct-12	Source Commodity Markets Plc - S&P GSCI Industrial Metals Total Return Treasury	500	56,460
13-Dec-12	ETFS Longer Dated Natural Gas	20,000	55,394
16-Feb-12	ETFS Coffee	20,000	52,803
26-Oct-12	ZKB Gold ETF-A USD	40	52,121
14-Dec-12	db Uranium ETC	1,000	50,904
04-Dec-12	db Physical Silver ETC	200	50,522
26-Oct-12	ETFS Brent 1mth Oil Securities	1,000	49,989
13-Dec-12	ZKB Gold ETF-A USD	30	38,421
26-Sep-12	S&P GSCI Enhanced Crude Oil Total Return Treasury Bill Secured Source ETC	300	38,107
19-Oct-12	Physical Palladium Source P-ETC	600	29,298
20-Dec-12	db Physical Silver ETC	110	24,903
26-Oct-12	db Physical Rhodium ETC	200	17,438
19-Dec-12	db Physical Rhodium ETC	189	15,684

Sales

Date	Security Name	Quantity	Proceeds (EUR)
17-May-12	ETFS Longer Dated Natural Gas	70,000	202,000
30-May-12	db x-trackers DBLCI-OY Balanced UCITS ETF	6,000	174,794
03-Sep-12	db Uranium ETC	2,000	125,364
13-Jan-12	ETRACS CMCI Long Platinum Total Return ETN	6,500	93,724
23-May-12	db x-trackers DBLCI-OY Balanced UCITS ETF	3,000	87,726
20-Jul-12	ETFS Agriculture DJ-UBSCI	10,000	79,113
12-Jul-12	ELEMENTS Linked to the Rogers International Commodity Index - Agri Tot Return	8,000	61,601
12-Sep-12	db Physical Rhodium ETC	640	57,417
23-Jul-12	ETFS Agriculture DJ-UBSCI	7,000	55,005
17-Oct-12	db Uranium ETC	1,000	53,220
26-Jan-12	ETFS Longer Dated Natural Gas	13,000	43,345
01-Jun-12	SPDR Gold Shares	300	37,838
03-Sep-12	db Physical Rhodium ETC	400	36,162
24-Aug-12	db Physical Rhodium ETC	200	18,463
23-Aug-12	db Physical Rhodium ETC	150	13,697

SCHEDULE OF PORTFOLIO CHANGES for the year ended 31 December 2012
Generali PPF Emerging Europe Fund (unaudited)

Purchases

Date	Security Name	Quantity	Cost (EUR)
19-Nov-12	Lyxor ETF Eastern Europe CECE EUR	44,200	809,633
24-Apr-12	Lyxor ETF Eastern Europe CECE EUR	25,000	397,940
14-Sep-12	Lyxor ETF Eastern Europe CECE EUR	15,370	291,610
22-Aug-12	OMV Petrom SA	2,825,000	245,938
21-Jun-12	Powszechna Kasa Oszczednosci Bank Polski SA	31,000	245,469
02-Jul-12	Market Vectors Russia ETF	11,000	229,531
21-Jun-12	Lyxor ETF Turkey EURO	5,200	228,801
02-Jul-12	Lyxor ETF Eastern Europe CECE EUR	13,380	219,755
21-Jun-12	Erste Group Bank AG	15,000	212,757
14-Sep-12	Market Vectors Poland ETF	11,800	195,398
14-Sep-12	Market Vectors Russia ETF	7,000	165,406
24-Apr-12	Market Vectors Russia ETF	6,800	152,333
14-Sep-12	MOL Hungarian Oil and Gas Plc	2,300	151,797
14-Sep-12	OTP Bank Plc	10,400	151,598
20-Nov-12	Magyar Telekom Telecommunications Plc	102,000	149,565
20-Nov-12	Telefonica Czech Republic AS	10,000	139,355
23-Aug-12	Banca Transilvania	492,000	120,455
24-Apr-12	Erste Group Bank AG	6,000	98,144
21-Nov-12	BRD-Groupe Societe Generale	60,000	97,048
20-Nov-12	Richter Gedeon Nyrt	717	95,559

Sales

Date	Security Name	Quantity	Proceeds (EUR)
20-Nov-12	Lyxor ETF Eastern Europe CECE EUR	24,900	453,062
07-May-12	Lyxor ETF Eastern Europe CECE EUR	25,800	408,260
22-Aug-12	SC Fondul Proprietatea SA	3,367,000	395,200
03-Feb-12	Lyxor ETF Eastern Europe CECE EUR	22,000	383,764
16-May-12	Lyxor ETF Turkey EURO	7,000	286,947
23-Jul-12	Lyxor ETF Eastern Europe CECE EUR	17,380	273,460
09-Nov-12	Lyxor ETF Eastern Europe CECE EUR	15,000	263,665
07-May-12	Erste Group Bank AG	16,000	259,812
23-Jul-12	Lyxor ETF Turkey EURO	4,000	185,462
07-May-12	Powszechna Kasa Oszczednosci Bank Polski SA	24,000	184,089
03-Feb-12	Market Vectors Russia ETF	7,000	166,793
16-May-12	Market Vectors Russia ETF	8,000	161,031
07-Feb-12	Market Vectors Russia ETF	6,640	158,578
07-Feb-12	Market Vectors Poland ETF	10,000	155,123
03-Feb-12	Komerční Banka AS	1,003	151,413
23-Jul-12	MOL Hungarian Oil and Gas Plc	2,000	114,591
16-May-12	Market Vectors Poland ETF	7,000	94,214
09-Nov-12	Market Vectors Poland ETF	6,000	91,973
07-Feb-12	Lyxor ETF Turkey EURO	1,850	81,857
07-Feb-12	CEZ AS	2,500	80,276