

# **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 2013 with registration number 468417)

## **ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS**

**For the year ended  
31 December 2013**

## **CONTENTS**

	<b>Page</b>
General Information	3
Directors' Report	4
Report of the Custodian to the Shareholders	7
Independent Auditor's Report	8
Generali PPF Cash & Bond Fund	– Investment Manager's Report 10 – Schedule of Investments 14
Generali PPF Corporate Bonds Fund	– Investment Manager's Report 17 – Schedule of Investments 23
Generali PPF Global Brands Fund	– Investment Manager's Report 26 – Schedule of Investments 29
Generali PPF New Economies Fund	– Investment Manager's Report 32 – Schedule of Investments 35
Generali PPF Oil Industry & Energy Production Fund	– Investment Manager's Report 39 – Schedule of Investments 42
Generali PPF Commodity Fund	– Investment Manager's Report 45 – Schedule of Investments 49
Generali PPF Emerging Europe Fund	– Investment Manager's Report 52 – Schedule of Investments 57
Generali PPF Emerging Europe Bond Fund	– Investment Manager's Report 61 – Schedule of Investments 65
Statement of Financial Position	67
Statement of Comprehensive Income	72
Statement of Changes in Net Assets Attributable to Holders of Redeemable Participating Shares	77
Statement of Cash Flows	82
Notes to the Financial Statements	87
Schedule of Significant Portfolio Changes (unaudited)	114

## **GENERAL INFORMATION**

### **Directors**

Mr. David Hammond (Irish)  
Ms. Tara Gordon (Irish) (resigned on 5 July 2013)  
Mr. Simon O'Sullivan (Irish - appointed on 2 August 2013)  
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.  
Na Pankraci 1658/121  
P.O. Box 39  
140 21 Prague 4  
Czech Republic

### **Secretary**

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

### **Custodian**

RBC 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  
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.

## **DIRECTORS' REPORT**

**For the year ended 31 December 2013**

The Directors present their report together with the audited Financial Statements for the year ended 31 December 2013.

### **Directors' responsibility statement**

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 (IFRSs) 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 year.

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;
- state that the financial statements comply with IFRSs as adopted by the European Union; and
- 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 2013 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 2013**

### **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 8.

### **Results**

The financial position and results for the year are set out on pages 67 to 86.

The following dividends were declared on 1 February 2013 in respect of Generali PPF Corporate Bonds Fund and paid on 4 February 2013:

	<b>1 February 2013</b>	<b>1 February 2013</b>	<b>1 February 2013</b>
<b>Sub-Fund</b>	Class B EUR	Class B CZK	Class B PLN
Generali PPF Corporate Bonds Fund	EUR 0.359248	CZK 9.135020	PLN 0.360461

### **Significant events during the year**

The following share classes were launched during the year:

<b><u>Sub-Fund</u></b>	<b><u>Share Class</u></b>
Generali PPF Cash & Bond Fund	Class A CZK
<b><u>Sub-Fund</u></b>	<b><u>Share Class</u></b>
Generali PPF Corporate Bonds Fund	Class A CZK
<b><u>Sub-Fund</u></b>	<b><u>Share Class</u></b>
Generali PPF Emerging Europe Fund	Class Y EUR
<b><u>Sub-Fund</u></b>	<b><u>Share Classes</u></b>
Generali PPF Emerging Europe Bond Fund	Class A EUR
	Class A CZK
	Class A PLN
	Class Y EUR

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

Tara Gordon resigned as a Director of Generali PPF Invest Plc on 5 July 2013. Simon O'Sullivan was appointed as a Director on 2 August 2013.

On 3 December 2013, the Central Bank of Ireland noted a first addendum to the Prospectus. This outlined an amendment to the settlement period for subscriptions and resignation and appointment of Directors.

**DIRECTORS' REPORT (continued)****For the year ended 31 December 2013****Events since year end**

Two new Sub-Funds were also approved on 3 December 2013, namely the Generali PPF Balanced Fund and the Generali PPF Dynamic Balanced Fund, and launched on 3 January 2014.

The following dividends were declared on 3 February 2014 in respect of Generali PPF Corporate Bonds Fund and paid on 6 February 2014:

Sub-Fund	3 February 2014	3 February 2014	3 February 2014
	Class B EUR	Class B CZK	Class B PLN
Generali PPF Corporate Bonds Fund	EUR 0.38	CZK 7.87	PLN 2.58

In the opinion of the Directors, during the year between the end of the financial year 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 of 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 6. As at 31 December 2013 Ms. Alexandra Hájková holds 97.56 shares of Generali PPF Commodity Fund, 37.86 shares of Generali PPF Emerging Europe Fund and one non-participating share of the Company (at 31 December 2012 Ms. Alexandra Hájková held 97.56 shares of Generali PPF Commodity Fund and one non-participating share of the Company). No other Director nor 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 Company has 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**

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 Company complies in full with all of the provisions of the IFIA Code.

**On behalf of the Board**

---

**Director****Date: 7 April 2014**

---

**Director****Date: 7 April 2014**



**Report of the Custodian to the Shareholders  
For the year ended 31 December 2013**

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 2013:

- (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 (as amended) ("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:**

---

**RBC Investor Services Bank S.A.,  
Dublin Branch**

George's Quay House  
43 Townsend Street  
Dublin 2, Ireland

T +353 1 613 0400  
F +353 1 613 1198  
rbcits.com

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 Auditor's report to the Members of Generali PPF Invest Plc**

We have audited the financial statements of Generali PPF Invest Plc for the year ended 31 December 2013 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 and the related notes 1 to 19. These financial statements have been prepared under the accounting policies set out therein. The financial reporting framework that has been applied in their preparation is the Companies Acts 1963 to 2013, the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended) and International Financial Reporting Standards (IFRSs) as adopted by the European Union.

This report is made solely to the company's members, as a body, in accordance with section 193 of the Companies Act, 1990. Our audit work has been undertaken so that we might state to the company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the company and the company's members as a body, for our audit work, for this report, or for the opinions we have formed.

### **Respective responsibilities of directors and auditors**

As explained more fully in the Directors' Responsibilities Statement set out on page 4 the directors are responsible for the preparation of the financial statements giving a true and fair view. Our responsibility is to audit and express an opinion on the financial statements in accordance with Irish law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

### **Scope of the audit of the financial statements**

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the directors; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the annual report, including; the Directors' Report, the Investment Manager's Reports and the Schedules of Investments to identify material inconsistencies with the audited financial statements and to identify any information that is apparently materially incorrect based on, or materially inconsistent with, the knowledge acquired by us in the course of performing the audit. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.



## **Independent Auditor's report to the Members of Generali PPF Invest Plc (continued)**

### **Opinion on financial statements**

In our opinion the financial statements:

- give a true and fair view in accordance with IFRSs as adopted by the European Union, of the state of the company's affairs as at 31 December 2013 and of its results for the year then ended; and
- have been properly prepared in accordance with the requirements of the Companies Acts, 1963 to 2013 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended).

### **Matters on which we are required to report by the Companies Acts 1963 to 2013**

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion proper books of account have been kept by the company.
- The 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.

### **Matters on which we are required to report by exception**

We have nothing to report in respect of the provisions in the Companies Acts 1963 to 2013 which require us to report to you if, in our opinion, the disclosures of directors' remuneration and transactions specified by law are not made.

Dargan FitzGerald  
for and on behalf of Ernst & Young

Dublin

**Date 7 April 2014**

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**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.

In the first half of 2013, the net cash flow into the Fund was slightly positive but overall very subdued and together with a good performance of the portfolio led to the increase of the NAV above EUR 8.0 million. Very similar development continued further in the course of following months, pushing the NAV almost up to EUR 8.5 million at the end of October. In last two months of 2013, strong inflow to the Fund prevailed. This new money was invested according to the investment strategy and tactical position of the Fund and almost entirely into already held instruments to prevent their dilution. As at 31 December 2013 the NAV was at EUR 10.5 million.

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. The investment policy suffered no significant change in 2013.

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 BBB- rating of the portfolio remained stable. The average modified duration of the Fund is to be less than one year.

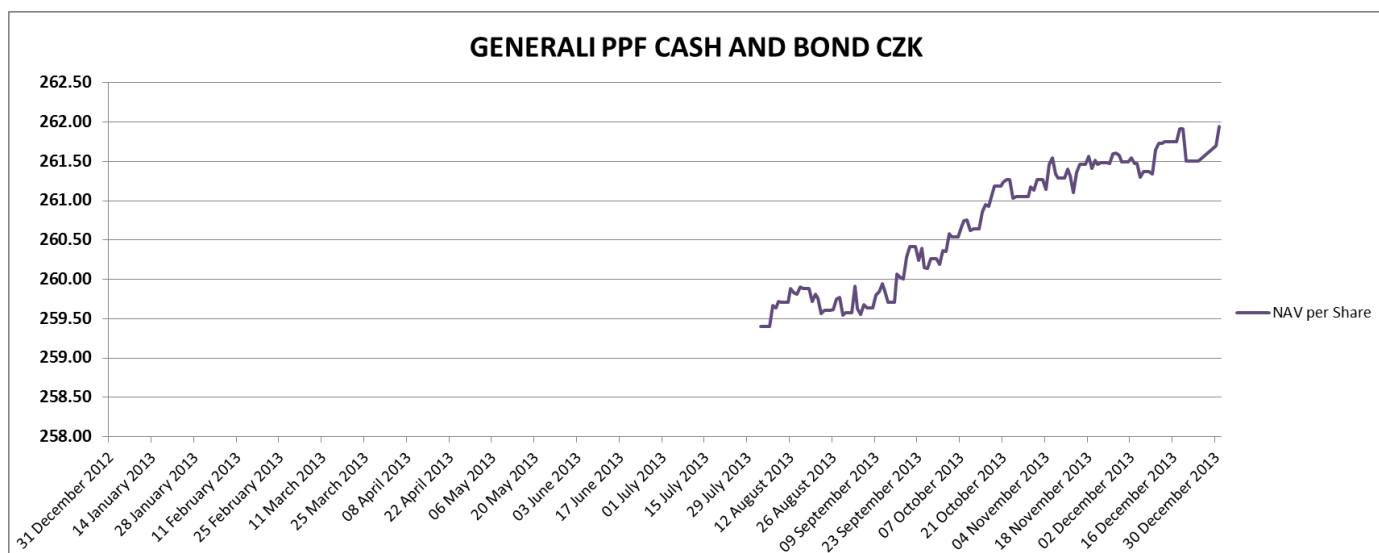
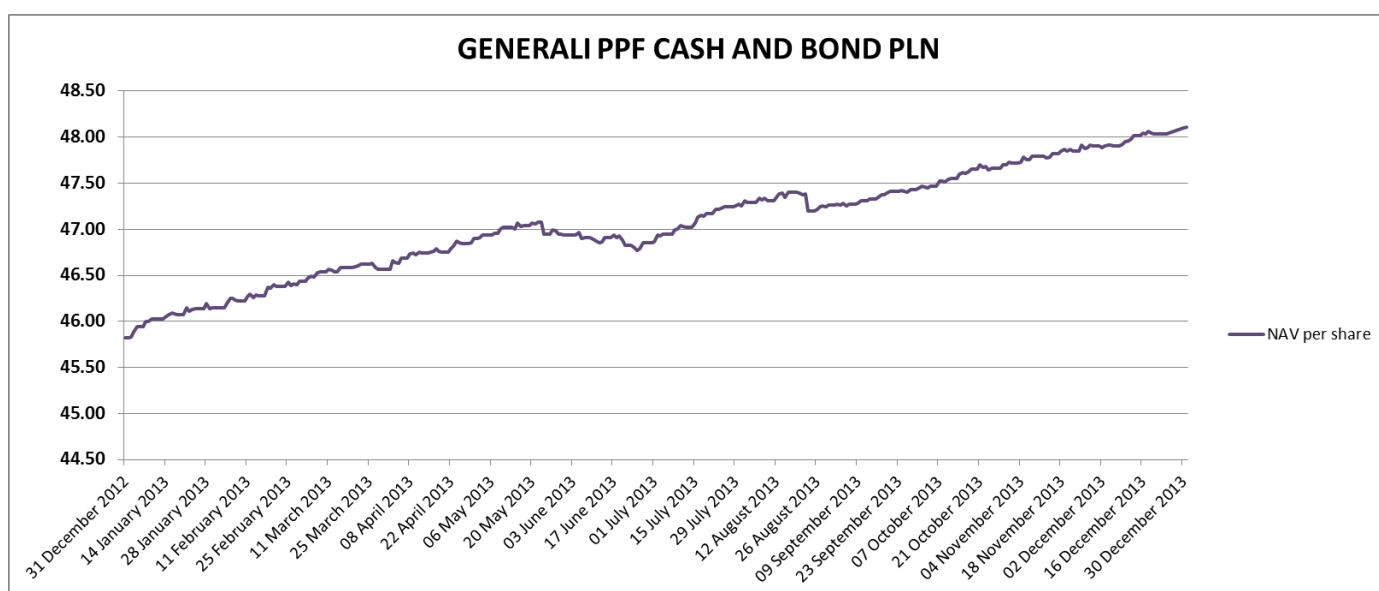
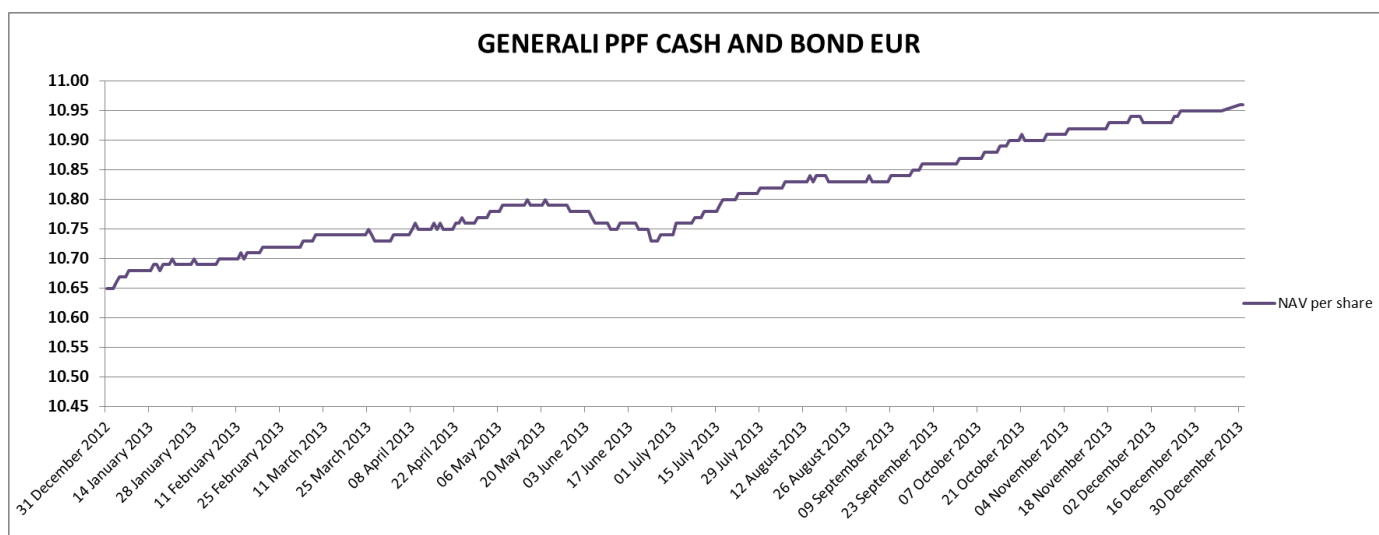
In seeking to achieve the objective, the Fund uses a variety of techniques including fundamental analysis of issuers, analysis and prediction of macro-economic indicators, interest rates, foreign exchange rates, yield curve and analysis of regional political situations.

The focus during the year remained mainly on Russian and Kazakh corporate bonds and Croatian, Slovenian and Czech government bonds and entities guaranteed by these states. The bond portfolio was kept in a tight range of 90–100% of the NAV for the whole year, the average credit rating of the bond portfolio varied between BBB and BBB-, and the average duration showed further increase to 0.9 years at the end of 2013, following a year-on-year increase from the level of 0.6 years to 0.8 years in 2012.

# INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013

## Generali PPF Cash & Bond Fund (continued)

NAV Per Share of the Fund during the year



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Cash & Bond Fund (continued)**

GENERALI PPF CASH AND BOND EUR		
Date	NAV per Share	Market Value (EUR)
31/12/2011	10.06	7 416 568.49
31/12/2012	10.65	7,679,441.85
31/01/2013	10.69	7,723,103.28
28/02/2013	10.72	7,754,964.25
31/03/2013	10.73	7,795,909.63
30/04/2013	10.77	7,849,465.94
31/05/2013	10.78	7,849,199.29
30/06/2013	10.74	7,854,532.85
31/07/2013	10.82	7,966,849.70
31/08/2013	10.83	8,027,028.22
30/09/2013	10.86	8,105,328.39
31/10/2013	10.91	8,015,015.20
30/11/2013	10.93	8,624,241.20
31/12/2013	10.96	8,925,456.87

GENERALI PPF CASH AND BOND PLN			
Date	NAV per Share	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/12/2012	45.82	175,336.57	42,971.29
31/01/2013	46.15	237,996.16	56,621.83
28/02/2013	46.40	262,943.32	63,355.99
31/03/2013	46.57	277,766.66	66,507.60
30/04/2013	46.90	300,239.20	72,076.76
31/05/2013	46.94	361,056.32	84,384.94
30/06/2013	46.85	859,552.98	198,499.62
31/07/2013	47.25	913,764.59	214,836.72
31/08/2013	47.26	1,067,372.58	250,010.97
30/09/2013	47.45	1,381,235.12	326,887.37
31/10/2013	47.73	1,345,826.32	321,744.03
30/11/2013	47.90	1,431,740.95	340,743.94
31/12/2013	48.11	1,515,706.36	364,537.30

GENERALI PPF CASH AND BOND CZK			
Date	NAV per Share	Market Value (CZK)	Market Value (EUR)
31/08/2013	259.58	2,999.22	116.35
30/09/2013	260.19	3,006.45	116.82
31/10/2013	261.13	4,008,828.40	155,517.18
30/11/2013	261.49	19,009,161.15	694,231.23
31/12/2013	261.95	34,046,901.90	1,243,844.17

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Cash & Bond Fund (continued)**

**The future market outlook for the Fund**

The Euro Area key indicators were encouraging in the last quarter of 2013, showing an uptrend in economic activity and a gradual recovery path is expected for 2014, albeit with some differences among countries. Although previous years were exceptionally good for bonds, pushing yields and spreads significantly down, the combination of negative real interest rates and very low default rates continue to keep positive view of this asset class for the year 2014, especially at the short end of the curve as corporate fundamentals are broadly strong and are likely to keep spreads tightening further, while money market rates are expected to stay low.

# **SCHEDULE OF INVESTMENTS as at 31 December 2013**

## **Generali PPF Cash and Bond Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : bonds</b>					
<b>CROATIA</b>					
Croatia Government International Bond 6.5% 05/01/2015	550,000	EUR	577,605	573,925	5.46
			577,605	573,925	5.46
<b>CYPRUS</b>					
Alfa MTN Issuance Ltd 8% 18/03/2015 EMTN	500,000	USD	407,975	386,738	3.68
			407,975	386,738	3.68
<b>CZECH REPUBLIC</b>					
Ceska Exportni Banka AS 1.842% 17/08/2014 EMTN	800,000	EUR	802,571	805,120	7.66
Ceska Exportni Banka AS 2.7361% 29/04/2014 EMTN	700,000	USD	543,487	508,712	4.84
CETELM CR AS 1.03% 27/06/2016	5,000,000	CZK	193,554	182,392	1.74
			1,539,612	1,496,224	14.24
<b>GERMANY</b>					
Deutsche Bank AG 0.993% 22/09/2015 EMTN	420,000	EUR	407,198	417,031	3.97
			407,198	417,031	3.97
<b>GREAT BRITAIN</b>					
International Personal Finance Plc 11.5% 06/08/2015 EMTN	450,000	EUR	513,182	506,250	4.82
International Personal Finance Plc 8.5% 24/07/2015 EMTN	3,500,000	CZK	137,498	135,138	1.29
			650,680	641,388	6.11
<b>HUNGARY</b>					
Hungary Government International Bond 4.75% 03/02/2015	100,000	USD	76,014	74,386	0.71
MOL Hungarian Oil and Gas Plc 3.875% 05/10/2015	100,000	EUR	102,210	102,250	0.97
			178,224	176,636	1.68
<b>IRELAND</b>					
Gazprombank OJSC Via GPB Eurobond Finance Plc 6.5% 23/09/2015	500,000	USD	397,227	389,074	3.70
Gazprombank OJSC Via GPB Eurobond Finance Plc 6.25% 15/12/2014	280,000	USD	230,055	211,765	2.02
Nomos Bank Via Nomos Capital Plc 8.75% 21/10/2015	200,000	USD	155,717	151,312	1.44
Vimpel Communications Via VIP Finance Ireland Ltd OJSC 6.493% 02/02/2016	200,000	USD	155,373	154,940	1.47
			938,372	907,091	8.63
<b>KAZAKHSTAN</b>					
Development Bank of Kazakhstan JSC 5.5% 20/12/2015 EMTN	463,000	USD	370,398	355,663	3.38
Kazatomprom Natsionalnaya Atomnaya Kompaniya AO 6.25% 20/05/2015	635,000	USD	499,341	479,263	4.56
			869,739	834,926	7.94

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Cash and Bond Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>LUXEMBOURG</b>					
ALROSA Finance SA 8.875% 17/11/2014	550,000	USD	436,843	423,092	4.03
Evraz Group SA 8.25% 10/11/2015	200,000	USD	169,569	154,069	1.47
Home Credit & Finance Bank OOO Via Eurasia Capital SA 7% 18/03/2014	750,000	USD	590,057	548,369	5.22
VTB Bank OJSC Via VTB Capital SA 6.465% 04/03/2015	150,000	USD	117,705	114,553	1.09
			<u>1,314,174</u>	<u>1,240,083</u>	<u>11.81</u>
<b>NETHERLANDS</b>					
Home Credit BV 0% 22/09/2015 EMTN	11,600,000	CZK	405,870	392,143	3.73
KazMunayGas National Co JSC 11.75% 23/01/2015	500,000	USD	403,934	398,237	3.79
LeasePlan Corp NV 1.77% 28/04/2014 EMTN	2,000,000	CZK	78,751	73,216	0.70
Petrobras Global Finance BV 1.85735% 20/05/2016	250,000	USD	181,184	180,124	1.71
			<u>1,069,739</u>	<u>1,043,720</u>	<u>9.93</u>
<b>ROMANIA</b>					
City of Bucharest Romania 4.125% 22/06/2015	550,000	EUR	561,413	560,670	5.34
			<u>561,413</u>	<u>560,670</u>	<u>5.34</u>
<b>SLOVENIA</b>					
Slovenia Government Bond 4.375% 02/04/2014	150,000	EUR	151,214	151,046	1.44
Slovenia Government Bond 2.75% 17/03/2015	100,000	EUR	96,246	100,965	0.96
Slovenska izvozna in razvojna banka dd 3% 21/04/2015 EMTN	6,000	EUR	5,849	5,941	0.06
Slovenska izvozna in razvojna banka dd 3.34% 09/09/2014	300,000	EUR	300,000	299,276	2.85
Slovenska izvozna in razvojna banka dd 3.537% 28/03/2016 EMTN	200,000	EUR	200,000	197,136	1.88
			<u>753,309</u>	<u>754,364</u>	<u>7.19</u>
<b>TURKEY</b>					
Turkey Government International Bond 7.25% 15/03/2015	400,000	USD	307,108	306,949	2.92
			<u>307,108</u>	<u>306,949</u>	<u>2.92</u>
<b>Total listed securities : bonds</b>			<u>9,575,148</u>	<u>9,339,745</u>	<u>88.90</u>
<b>Other organised market : bonds</b>					
<b>NETHERLANDS</b>					
VimpelCom Holdings BV 4.24685% 29/06/2014	400,000	USD	315,782	291,409	2.77
			<u>315,782</u>	<u>291,409</u>	<u>2.77</u>
<b>Total other organised markets : bonds</b>			<u>315,782</u>	<u>291,409</u>	<u>2.77</u>
<b>Bond interest accrued</b>				164,813	1.57
<b>Financial assets at fair value through profit or loss</b>			<u>9,890,930</u>	<u>9,795,967</u>	<u>93.24</u>

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Cash and Bond Fund (continued)**

Description						Fair Value EUR	% of Net Assets
<b>Financial Derivative Instruments</b>							
<b>Open Forward Foreign Currency Contracts</b>							
Maturity	Counterparty	Currency Purchased		Currency Sold		Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR	1,205	PLN	5,015	(1)	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	2,025	PLN	8,425	(1)	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	504	PLN	2,089	1	-
10-Jan-14	RBC IS Bank Luxembourg	EUR	718,989	CZK	19,600,000	2,942	0.03
10-Jan-14	RBC IS Bank Luxembourg	EUR	4,767,598	USD	6,500,000	50,411	0.48
10-Jan-14	RBC IS Bank Luxembourg	EUR	219,383	USD	300,000	1,667	0.02
10-Jan-14	RBC IS Bank Luxembourg	EUR	183,247	USD	250,000	1,817	0.02
10-Jan-14	RBC IS Bank Luxembourg	EUR	217,707	USD	300,000	(9)	-
31-Jan-14	RBC IS Bank Luxembourg	CZK	34,043,613	EUR	1,232,755	11,063	0.10
31-Jan-14	RBC IS Bank Luxembourg	PLN	1,492,728	EUR	358,352	(33)	-
<b>Net gain on open forward foreign exchange contracts</b>						<b>67,857</b>	<b>0.65</b>
<b>Net financial derivative instruments</b>						<b>67,857</b>	<b>0.65</b>
<b>Cash and other net assets</b>						<b>641,846</b>	<b>6.11</b>
<b>Total net assets attributable to holders of redeemable participating shares</b>						<b>10,505,670</b>	<b>100.00</b>



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**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.

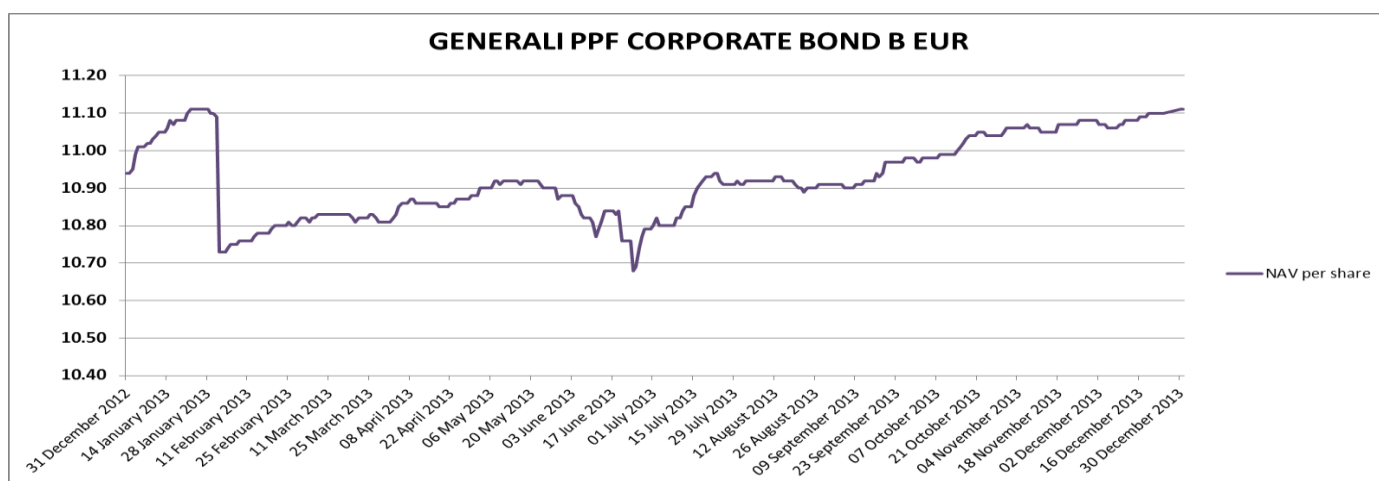
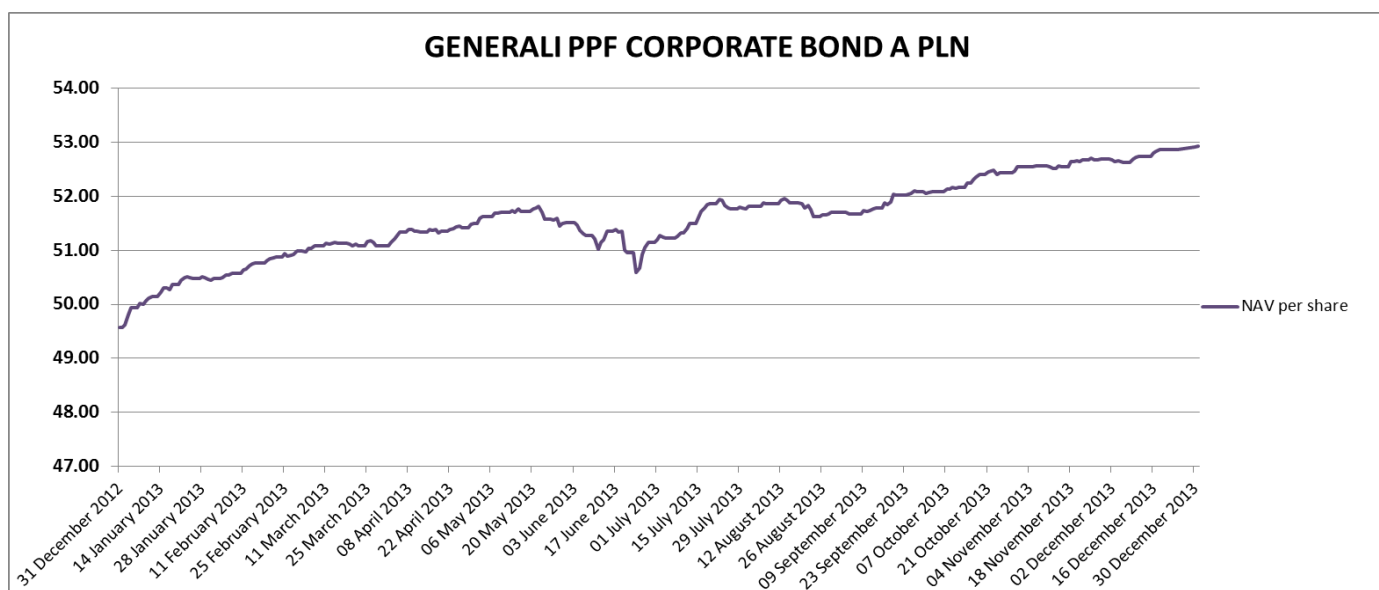
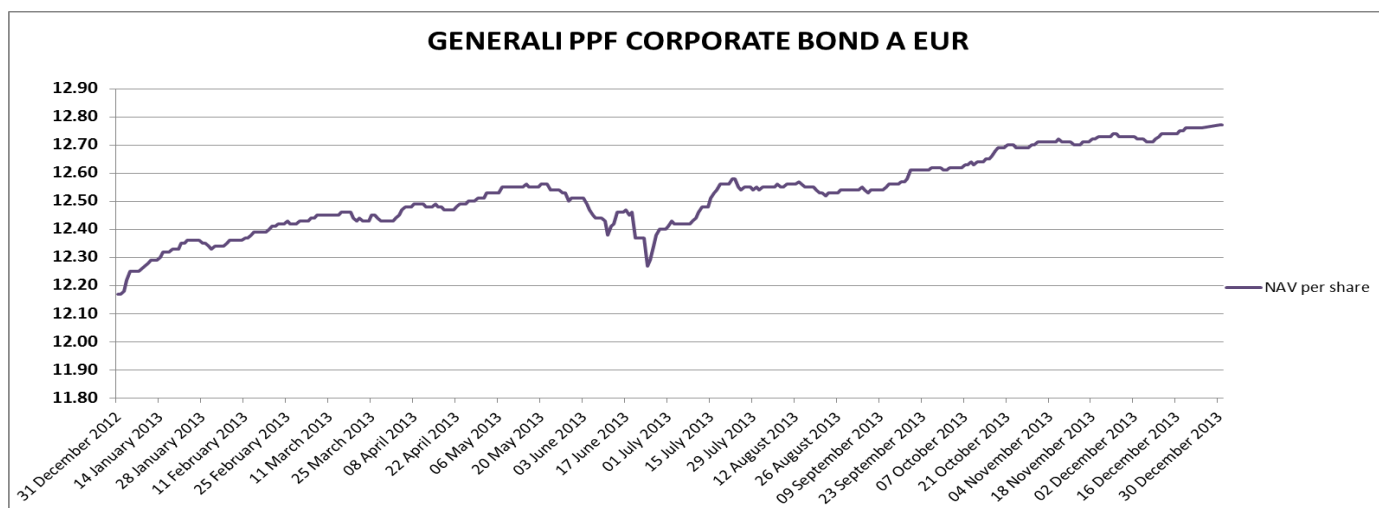
The Fund achieves its objective by using a variety of techniques including fundamental analysis of issuers, analysis and prediction of macro-economic indices, interest rates, foreign exchange rates, yield curve and analysis of the regional political situation and by investing primarily in debt securities 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 corporate bond market had a mixed year in 2013. The main events were mostly macro related (the U.S. Federal Reserve's tapering in particular) while there were no major credit related events for the credit markets last year. Emerging market corporations (particularly longer tenor USD denominated) suffered from a sharp rise in U.S. treasury yields, resulting from the economic recovery which led to the start of the Fed's tapering in December. The overall move in corporate bond yields (i.e., the combined effect of compression in spreads and rising in U.S. treasury rates) was sufficiently muted by higher carry on high yield bonds, leading to better performance of high yield bonds than investment grade bonds. On the positive side credit spreads ended the year at tighter levels than where they started, given the generally solid fundamentals, as corporations took a prudent approach to protect their ratings and their ability to service their debt. They not only kept above-average amounts of cash, but also cut capital expenditure spending and eventually reduced their payrolls. They also took advantage of investors' hunt for yield in current low-yields environment and rolled over debt where they could. As a result, defaults remained stable and well below long-term averages despite the prolonged economic weakness and this helped high yield bonds to outperform investment grade bonds. The ongoing low yield environment supported by various quantitative easing programs in place around the world also contributed positively to the credit performance.

Over the past few years, total assets under management rose as a result of both further subscriptions and investments appreciation. As at 31 December 2013 the NAV was at EUR 13.4 million.

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Corporate Bonds Fund (continued)**

NAV Per Share of the Fund during the year

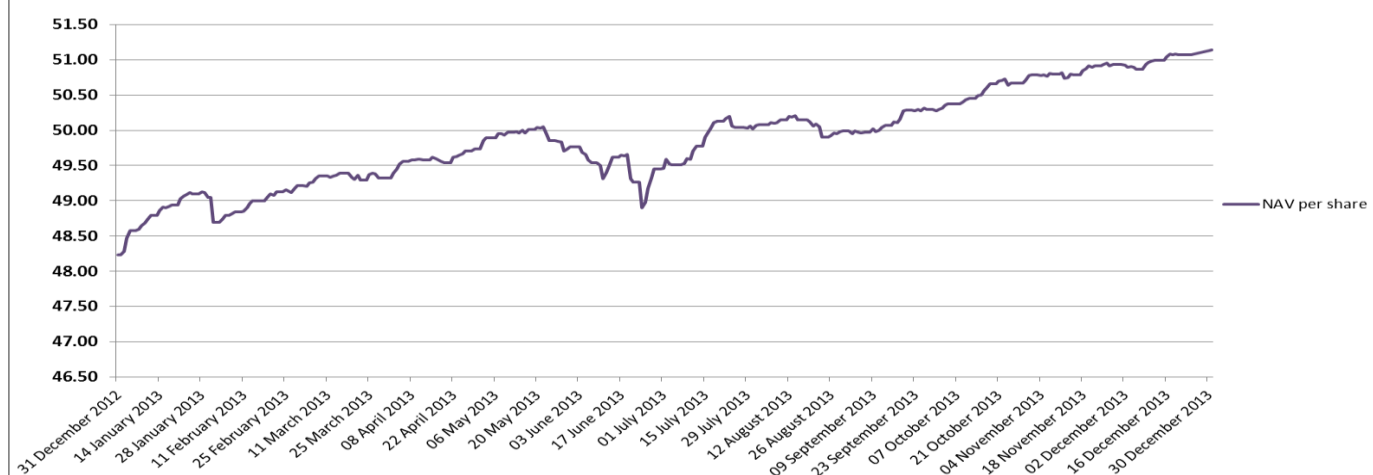


**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Corporate Bonds Fund (continued)**

**GENERALI PPF CORPORATE BOND B CZK**



**GENERALI PPF CORPORATE BOND B PLN**



**GENERALI PPF CORPORATE BOND A CZK**



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Corporate Bonds Fund (continued)**

<b>GENERALI PPF CORPORATE BOND A EUR</b>		
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (EUR)</b>
31/12/2011	10.49	9,919,705.30
31/12/2012	12.17	5,043,284.02
31/01/2013	12.33	5,204,518.11
28/02/2013	12.42	5,493,751.55
31/03/2013	12.43	5,757,717.34
30/04/2013	12.51	5,899,078.03
31/05/2013	12.51	6,037,431.38
30/06/2013	12.40	6,194,626.56
31/07/2013	12.54	6,346,643.34
31/08/2013	12.54	6,449,532.96
30/09/2013	12.61	6,813,854.63
31/10/2013	12.71	6,734,921.13
30/11/2013	12.73	6,906,171.83
31/12/2013	12.77	7,313,159.64

<b>GENERALI PPF CORPORATE BOND A PLN</b>			
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (PLN)</b>	<b>Market Value (EUR)</b>
31/12/2011	-	-	-
31/12/2012	49.58	314,970.11	77,192.52
31/01/2013	50.44	392,569.63	93,396.51
28/02/2013	50.92	476,659.89	114,850.83
31/03/2013	51.08	509,955.86	122,102.27
30/04/2013	51.49	2,180,762.93	523,523.66
31/05/2013	51.52	1,488,413.43	347,867.27
30/06/2013	51.14	2,822,503.15	651,810.67
31/07/2013	51.76	2,788,010.72	655,493.86
31/08/2013	51.70	3,448,088.14	807,646.62
30/09/2013	52.06	3,858,679.76	913,207.07
31/10/2013	52.54	3,996,097.47	955,339.10
30/11/2013	52.69	4,489,458.54	1,068,458.50
31/12/2013	52.93	5,087,473.10	1,223,570.58

<b>GENERALI PPF CORPORATE BOND B EUR</b>		
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (EUR)</b>
31/12/2011	-	-
31/12/2012	10.94	209,677.07
31/01/2013	11.09	446,525.04
28/02/2013	10.81	580,912.73
31/03/2013	10.81	633,616.45
30/04/2013	10.88	688,469.14
31/05/2013	10.88	726,854.03
30/06/2013	10.79	721,651.86
31/07/2013	10.91	734,814.98
31/08/2013	10.91	686,200.76
30/09/2013	10.97	913,409.89
31/10/2013	11.06	954,178.01
30/11/2013	11.08	949,009.47
31/12/2013	11.11	948,329.74

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Corporate Bonds Fund (continued)**

GENERALI PPF CORPORATE BOND B CZK			
Date	NAV per Share	Market Value (CZK)	Market Value (EUR)
31/12/2011	-	-	-
31/12/2012	268.02	37,066,468.01	1,477,007.63
31/01/2013	271.42	19,027,038.11	740,265.87
28/02/2013	264.17	24,214,880.84	942,312.37
31/03/2013	263.80	51,880,286.46	2,013,840.71
30/04/2013	265.40	54,388,391.95	2,108,746.53
31/05/2013	265.31	55,188,532.99	2,144,645.14
30/06/2013	262.87	55,974,297.29	2,154,914.62
31/07/2013	265.41	65,902,371.02	2,542,590.27
31/08/2013	265.51	67,178,105.68	2,606,068.31
30/09/2013	266.62	68,436,018.53	2,659,179.08
31/10/2013	268.60	85,760,126.37	3,326,950.34
30/11/2013	268.89	96,331,635.52	3,518,115.78
31/12/2013	269.34	109,585,085.75	4,003,499.95

GENERALI PPF CORPORATE BOND B PLN			
Date	NAV per Share	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/12/2012	48.23	11,272.37	2,762.62
31/01/2013	49.05	51,436.07	12,237.19
28/02/2013	49.18	51,123.30	12,318.12
31/03/2013	49.32	56,457.25	13,517.95
30/04/2013	49.74	84,744.49	20,344.14
31/05/2013	49.76	75,880.24	17,734.49
30/06/2013	49.45	76,580.43	17,684.99
31/07/2013	50.02	86,061.74	20,234.12
31/08/2013	49.99	82,491.81	19,322.08
30/09/2013	50.28	84,379.83	19,969.59
31/10/2013	50.78	86,359.73	20,645.85
30/11/2013	50.93	87,848.82	20,907.38
31/12/2013	51.14	88,875.92	21,375.24

GENERALI PPF CORPORATE BOND A CZK			
Date	NAV per Share	Market Value (CZK)	Market Value (EUR)
31/08/2013	259.58	2,997.42	116.28
30/09/2013	261.22	3,016.23	117.20
31/10/2013	263.45	3,042.76	118.04
30/11/2013	264.23	3,053.32	111.51
19/12/2013	265.23	3,063.60	110.77

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Corporate Bonds Fund (continued)**

**The future market outlook for the Fund**

The baseline scenario for developed countries is for further global economic recovery led by the U.S., still supported by - despite the already started tapering - highly accommodative monetary policy and an expected easing in austerity measures in both the U.S. and EU. Economic growth in emerging markets has been lagging as a result of China's soft patch, weak export demand, low commodity prices and structural imbalances in some cases. Despite the low short-term interest rates in developed countries, longer-tenor bond yields have already started to price in some monetary tightening in 2015, which clearly is a negative factor for longer dated corporate bonds. On the positive side, the global speculative-grade default rate is close to medium term bottom, given the strong balance sheet fundamentals and ample liquidity.

Basically, given our expectations for more robust economic growth, we expect 2014 will be a year in which company fundamentals continue to be solid resulting in more or less stable credit spreads. Idiosyncratic risks like defaults would be limited (Moody's expects the global speculative-grade default rate to remain low in 2014, and to be at 2.3% by year end) and not be a threat to the asset class as a whole. With Fed tapering on track, there is a risk that concerns over rising U.S. treasury yields and their effect (albeit more muted compared to July 2013) on capital flows into emerging markets continue to weigh on spreads. Given the substantial discount on emerging market corporates compared with those in developed markets and little evidence of systemic and/or severe deterioration in emerging market corporate fundamentals we keep our overweight in this region, particularly CIS and EE corporates and quasi-sovereigns. We also intend to expect high yield bonds to outperform investment grade bonds again in 2014 as eventual spread widening and expected risk-free yield curve steepening will be compensated by interest accrued. Due to the expected steepening in USD yield curve associated with tapering, USD-denominated credit should underperform euro credit from a total return perspective.

In terms of credit selection, our key investments 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 the Fund's performance in the months ahead. Moreover, we have already implemented (and plan to continue it, as we expect higher volatility compared to recent years, particularly around the end of quantitative easing in 2H 2014) a more active tactical strategy, i.e. we will alter the Fund's composition and average duration depending on short term market influences.

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Corporate Bonds Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : bonds</b>					
<b>BRAZIL</b>					
Bertin SA / Bertin Finance Ltd 10.25% 05/10/2016	200,000	USD	164,274	161,835	1.20
JBS SA 10.5% 04/08/2016	250,000	USD	208,229	203,200	1.51
			372,503	365,035	2.71
<b>CAYMAN ISLANDS</b>					
Agile Property Holdings Ltd 8.875% 28/04/2017	500,000	USD	390,034	381,908	2.84
			390,034	381,908	2.84
<b>CYPRUS</b>					
Alfa MTN Issuance Ltd 8% 18/03/2015 EMTN	100,000	USD	78,389	77,347	0.57
			78,389	77,347	0.57
<b>CZECH REPUBLIC</b>					
Czech Republic Government Bond 3.8% 11/04/2015	10,000,000	CZK	388,988	382,072	2.84
			388,988	382,072	2.84
<b>FRANCE</b>					
RCI Banque SA 2.33% 07/04/2015 EMTN	4,000,000	CZK	161,874	147,594	1.10
			161,874	147,594	1.10
<b>GREAT BRITAIN</b>					
International Personal Finance Plc 11.5% 06/08/2015 EMTN	450,000	EUR	517,039	506,250	3.76
International Personal Finance Plc 9% 25/07/2016 EMTN	4,000,000	CZK	157,140	160,652	1.19
Provident Financial Plc 4.217% 24/05/2015 EMTN	100,000	EUR	100,000	99,318	0.74
			774,179	766,220	5.69
<b>HUNGARY</b>					
MFB Magyar Fejlesztési Bank Zrt 5.875% 31/05/2016	550,000	EUR	563,906	582,945	4.33
MOL Hungarian Oil and Gas Plc 3.875% 05/10/2015	500,000	EUR	507,512	511,250	3.80
OTP Bank Plc 0.786% 04/03/2015	250,000	EUR	186,598	237,500	1.76
OTP Bank Plc 5.27% 19/09/2016 EMTN	300,000	EUR	299,281	305,700	2.27
			1,557,297	1,637,395	12.16
<b>IRELAND</b>					
Alfa Bank OJSC Via Alfa Bond Issuance Plc 7.875% 25/09/2017	600,000	USD	492,722	483,941	3.60
Gazprombank OJSC Via GPB Eurobond Finance Plc 5.625% 17/05/2017 EMTN	100,000	USD	79,783	76,887	0.57
Nomos Bank Via Nomos Capital Plc 8.75% 21/10/2015	570,000	USD	442,748	431,238	3.20
Raspanskaya OJSC Via Raspanskaya Securities Ltd 7.75% 27/04/2017	400,000	USD	316,129	298,269	2.22
			1,331,382	1,290,335	9.59

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Corporate Bonds Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>KAZAKHSTAN</b>					
Development Bank of Kazakhstan JSC 5.5% 20/12/2015 EMTN	400,000	USD	327,799	307,268	2.28
Kazakhstan Engineering Co AO 4.55% 03/12/2016	300,000	USD	224,340	220,708	1.64
Kazatomprom Natsionalnaya Atomnaya Kompaniya AO 6.25% 20/05/2015	800,000	USD	648,770	603,795	4.49
			<u>1,200,909</u>	<u>1,131,771</u>	<u>8.41</u>
<b>LUXEMBOURG</b>					
Evraz Group SA 8.25% 10/11/2015	500,000	USD	414,797	385,174	2.86
Fiat Finance & Trade SA 6.875% 13/02/2015 EMTN	250,000	EUR	263,756	261,960	1.95
Home Credit & Finance Bank OOO Via Eurasia Capital SA 9.375% 24/04/2020	400,000	USD	308,900	290,286	2.16
Russian Agricultural Bank OJSC Via RSHB Capital SA 6.299% 15/05/2017	100,000	USD	78,994	77,507	0.58
Russian Standard Bank Via Russian Standard Finance SA 7.561% 01/12/2016	550,000	USD	412,056	388,379	2.89
Severstal OAO Via Steel Capital SA 6.25% 26/07/2016	700,000	USD	545,927	540,361	4.01
Sistema JSFC via Sistema International Funding SA 6.95% 17/05/2019	400,000	USD	313,586	309,881	2.30
Vimpel Communications OJSC Via UBS Luxembourg SA 8.25% 23/05/2016	550,000	USD	453,651	442,052	3.28
VTB Bank OJSC Via VTB Capital SA 6.465% 04/03/2015	100,000	USD	78,207	76,368	0.57
			<u>2,869,874</u>	<u>2,771,968</u>	<u>20.60</u>
<b>NETHERLANDS</b>					
Halyk Savings Bank of Kazakhstan JSC 7.25% 03/05/2017	550,000	USD	437,538	432,392	3.21
Home Credit BV 6.25% 22/06/2016	9,000,000	CZK	352,983	340,016	2.53
KazMunayGas National Co JSC 11.75% 23/01/2015	750,000	USD	616,090	597,355	4.44
			<u>1,406,611</u>	<u>1,369,763</u>	<u>10.18</u>
<b>ROMANIA</b>					
City of Bucharest Romania 4.125% 22/06/2015	400,000	EUR	407,802	407,760	3.03
			<u>407,802</u>	<u>407,760</u>	<u>3.03</u>
<b>SLOVENIA</b>					
Slovenia Government Bond 2.75% 17/03/2015	400,000	EUR	395,355	403,860	3.00
			<u>395,355</u>	<u>403,860</u>	<u>3.00</u>
<b>Total listed securities : bonds</b>			<u>11,335,197</u>	<u>11,133,028</u>	<u>82.72</u>
<b>Other organised market : bonds</b>					
<b>CAYMAN ISLANDS</b>					
Shimao Property Holdings Ltd 9.65% 03/08/2017	400,000	USD	318,731	312,058	2.32
			<u>318,731</u>	<u>312,058</u>	<u>2.32</u>
<b>Total other organised markets : bonds</b>			<u>318,731</u>	<u>312,058</u>	<u>2.32</u>
<b>Bond interest accrued</b>				230,371	1.71
<b>Financial assets at fair value through profit or loss</b>			<u>11,653,928</u>	<u>11,675,457</u>	<u>86.75</u>



**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Corporate Bonds Fund (continued)**

Description						Fair Value EUR	% of Net Assets
<b>Financial Derivative Instruments</b>							
<b>Open Forward Foreign Currency Contracts</b>							
Maturity	Counterparty	Currency Purchased		Currency Sold		Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR	72,147	PLN	300,185	(42)	-
02-Jan-14	RBC IS Bank Luxembourg	CZK	881	EUR	32	-	-
02-Jan-14	RBC IS Bank Luxembourg	EUR	-	CZK	5	-	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	35	PLN	148	-	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	1,847	CZK	50,868	(11)	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	780	PLN	3,237	2	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	119	PLN	495	-	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	12,911	CZK	353,985	(22)	-
06-Jan-14	RBC IS Bank Luxembourg	CZK	1	EUR	-	-	-
17-Jan-14	RBC IS Bank Luxembourg	EUR	1,096,411	CZK	30,000,000	403	-
17-Jan-14	RBC IS Bank Luxembourg	EUR	3,378,552	USD	4,600,000	40,186	0.30
31-Jan-14	RBC IS Bank Luxembourg	PLN	4,762,884	EUR	1,143,402	(105)	-
31-Jan-14	RBC IS Bank Luxembourg	PLN	87,120	EUR	20,914	(2)	-
31-Jan-14	RBC IS Bank Luxembourg	CZK	108,913,379	EUR	3,943,869	35,392	0.26
31-Jan-14	RBC IS Bank Luxembourg	PLN	16,138	EUR	3,875	(1)	-
31-Jan-14	RBC IS Bank Luxembourg	PLN	300,185	EUR	72,080	(23)	-
14-Feb-14	RBC IS Bank Luxembourg	EUR	3,633,061	USD	5,000,000	4,232	0.03
<b>Net gain on open forward foreign exchange contracts</b>						<b>80,009</b>	<b>0.59</b>
<b>Net financial derivative instruments</b>						<b>80,009</b>	<b>0.59</b>
<b>Cash and other net assets</b>						<b>1,703,774</b>	<b>12.66</b>
<b>Total net assets attributable to holders of redeemable participating shares</b>						<b>13,459,240</b>	<b>100.00</b>

## **INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**

### **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 Fund invests mainly in stocks of strong, world-renowned companies.

The main principles of the investment policy are:

1/ The weight rebalancing of each stock in the portfolio (equal weight approach) which induces a 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 (comparison with other companies in the sector) and quantitative analysis (the analysis of statistical parameters such as 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 Recognized 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. On average, the portfolio consisted of 50 companies with the strongest global brands, according to the Interbrand Corporation's latest yearly rankings.

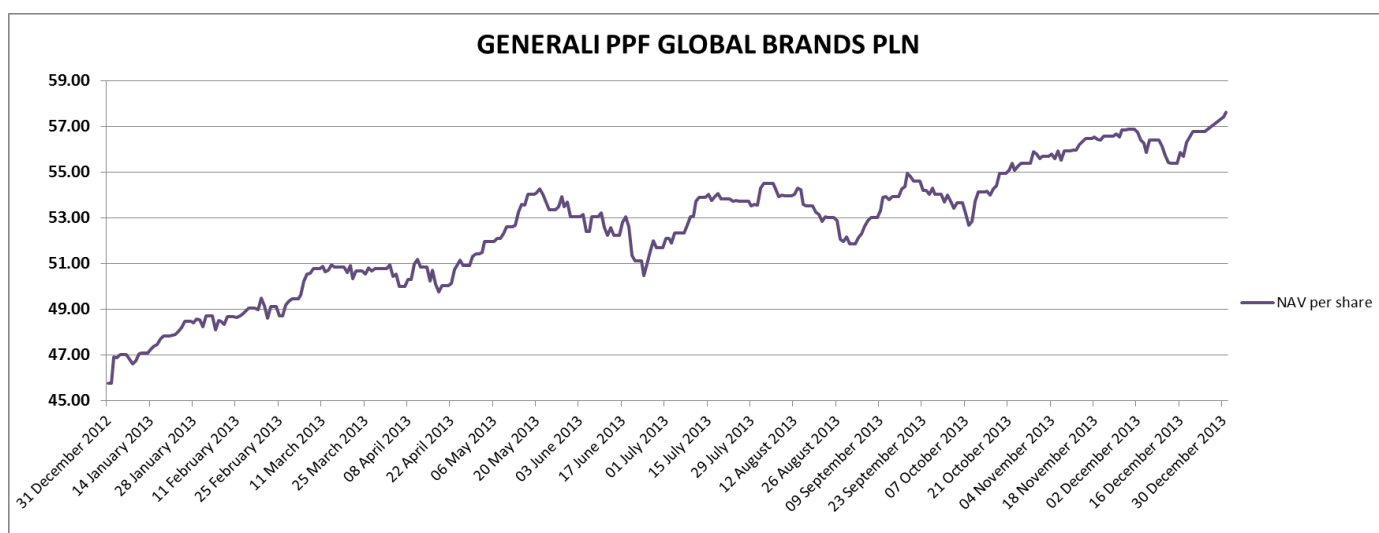
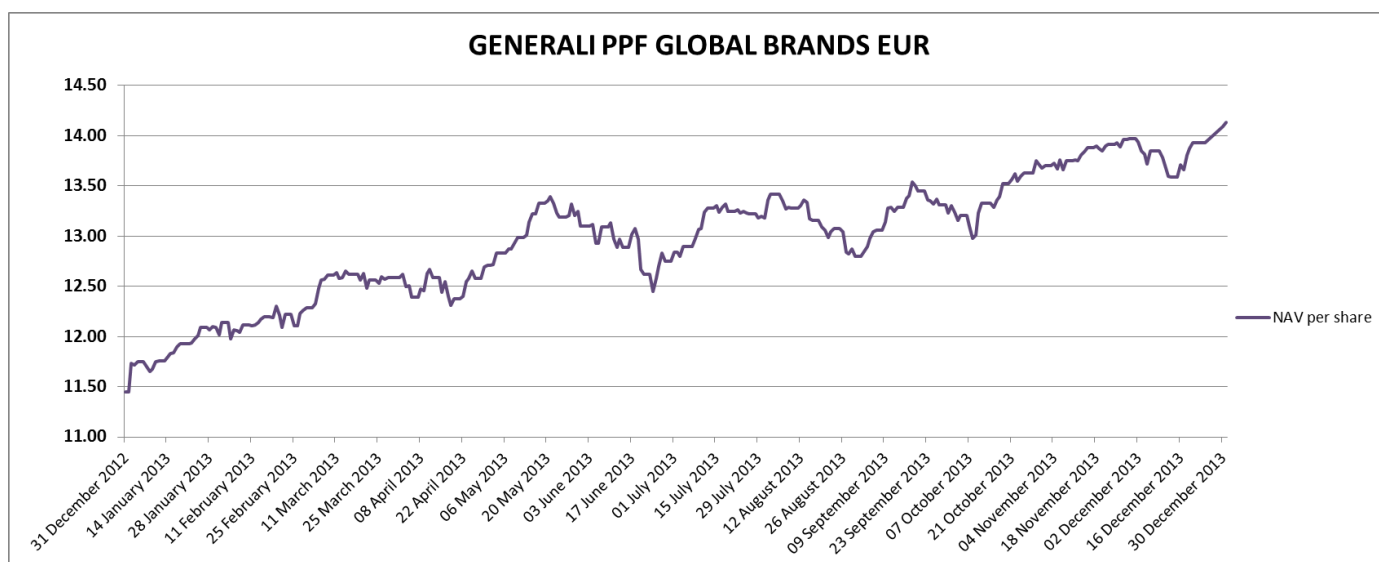
The Fund was tactically overweight in equities from the beginning of the year until February, profiting from the better-than-expected Q4 earnings season. There were more sales in March and the Fund went slightly below 90% in equities as sentiment was heavily influenced by negotiations about the conditions of a Cypriot bailout. U.S. indices continued upwards, supported by the positive outcome of the Fed's annual stress tests and improving U.S. macroeconomic data until June, when the minutes of the Federal Open Market Committee's ("FOMC") latest meeting suggested that a number of Fed officials may be willing to trim the pace of asset purchases in the near future. Consequently stocks (particularly emerging markets) suffered a material sell-off during June. The sharp correction was used for an increase in equity allocation within the Fund to 92%. Equity indices reversed their losses in July, as Mr. Draghi's and Mr. Bernanke's dovish comments and better than expected EU and U.S. economic data were released during the broad-based July rally in risky assets. The rally continued over 2H driven further by the unexpected delay in the tapering of the Fed's asset purchases at its meeting on 18 September and agreement on raising the U.S. debt ceiling and opening the federal government in October. The equity allocation was increased above 95% in September. Global stocks started December with weak sentiment, as strong macro data coming from the U.S. increased the probability of Fed tapering at the December FOMC meeting. The FOMC unexpectedly tapered the pace of asset purchases by USD 10 billion per month, but strengthened its forward guidance about the conditions for future rate hikes to assure investors, businesses and households that rates would remain low for a prolonged period. Furthermore, the announcement served as an indication of optimism for the recovery. This has led to optimistic sentiment, translating to robust performance of risky assets in the days following the announcements, thus increasing and pushing the S&P 500 to a new high.

## INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013 Generali PPF Global Brands Fund (continued)

Generally, 2013 was very good for developed market stocks, with the S&P 500 rising +29.6% and the STOXX Europe 50 index adding +13.3%. The main equity drivers were: i) the vulnerabilities in the global financial system have been reduced significantly over the past year, ii) central banks have had an accommodative monetary policy, iii) a rotation from safe haven to risky assets, associated with a steepening in the USD yield curve, and iv) a rebound in global growth which is expected to continue. The EUR class NAV per share rose +23.4% over 2013 and the assets under management increased to EUR 18.1 million mainly as a result of performance.

As at 31 December 2013 the NAV was at EUR 18 million.

### NAV per Share of the Fund during the year



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Global Brands Fund (continued)**

GENERALI PPF GLOBAL BRANDS EUR		
Date	NAV per Share	Market Value (EUR)
31/12/2011	10.16	12,136,175.95
31/12/2012	11.45	16,500,421.21
31/01/2013	12.02	17,324,187.47
28/02/2013	12.26	17,682,615.01
31/03/2013	12.59	18,156,953.67
30/04/2013	12.71	17,741,745.60
31/05/2013	13.10	18,283,958.18
30/06/2013	12.75	17,803,297.31
31/07/2013	13.18	18,414,153.11
31/08/2013	12.80	16,991,983.63
30/09/2013	13.23	17,561,202.22
31/10/2013	13.68	17,350,301.78
30/11/2013	13.97	17,727,656.01
31/12/2013	14.13	17,943,287.05

GENERALI PPF GLOBAL BRANDS PLN			
Date	NAV per Share	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/12/2012	45.78	59,754.64	14,644.60
31/01/2013	48.25	77,324.82	18,396.40
28/02/2013	49.35	90,352.11	21,770.27
31/03/2013	50.79	127,388.99	30,501.63
30/04/2013	51.44	138,803.97	33,321.90
31/05/2013	53.06	146,967.21	34,348.71
30/06/2013	51.70	158,819.45	36,676.74
31/07/2013	53.55	293,987.15	69,119.81
31/08/2013	51.87	166,519.30	39,003.86
30/09/2013	53.71	181,370.53	42,923.71
31/10/2013	55.59	272,913.00	65,244.77
30/11/2013	56.89	306,306.33	72,898.68
31/12/2013	57.63	323,196.69	77,730.92

**The future market outlook for the Fund**

For 2014 we expect a further rebound in global growth led by the U.S., while EU and emerging markets are likely to lag. Fiscal policy will ease in both the U.S. and EU, adding 0.8% to U.S. GDP, as the fiscal cliff and the possibility of a government shutdown are no longer a threat, and around 0.7% to EU GDP, as the impact of fiscal austerity on the periphery eases. Core inflation rates are expected to remain subdued, owing to soft commodity prices, weak labor markets and in addition, in the case of the EU, deleveraging in the periphery and a strong euro. The ECB is expected to ease policy further in 2014 by more targeted non-standard policy measures, particularly in the event the Euro keeps rising, increasing the risks of deflation. As regards the Fed, we now expect ongoing tapering by USD 10 billion at each meeting in the coming months with an end in October. The current market expectation is that the Fed will raise rates for the first time in 2H 2015.

Fundamentally, and historically, the early stages of tightening cycles have not proved to be major turning points for stocks. However, monetary policy is the most probable trigger for a period of consolidation or even an equity market pullback in our view. What may be particularly problematic is the expected end of quantitative easing and an eventual rise in the 10 year U.S. Treasury rate above around 3.5%, leading to a decline in equity risk premia.

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Global Brands Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities: equities</b>					
<b>BELGIUM</b>					
Anheuser-Busch InBev NV	4,800	EUR	238,649	370,080	2.05
			238,649	370,080	2.05
<b>CANADA</b>					
Thomson Reuters Corp	10,000	USD	229,239	274,466	1.52
			229,239	274,466	1.52
<b>FRANCE</b>					
Danone	5,600	EUR	262,271	292,992	1.63
Hermes International	1,275	EUR	337,438	335,134	1.86
Kering	2,000	EUR	231,199	307,300	1.71
L'Oreal SA	2,300	EUR	194,508	293,710	1.63
LVMH Moet Hennessy Louis Vuitton SA	2,500	EUR	286,362	331,500	1.84
			1,311,778	1,560,636	8.67
<b>GERMANY</b>					
Bayerische Motoren Werke AG	4,000	EUR	206,416	341,840	1.90
Daimler AG	5,000	EUR	189,121	315,500	1.75
SAP AG	5,100	EUR	229,551	318,903	1.77
Siemens AG	3,300	EUR	253,572	328,383	1.82
Volkswagen AG	1,650	EUR	211,786	337,260	1.87
			1,090,446	1,641,886	9.11
<b>GREAT BRITAIN</b>					
HSBC Holdings Plc	7,643	USD	237,068	305,565	1.70
			237,068	305,565	1.70
<b>IRELAND</b>					
Accenture Plc	5,600	USD	242,812	334,183	1.85
			242,812	334,183	1.85
<b>JAPAN</b>					
Canon Inc	14,100	USD	421,776	327,341	1.82
Honda Motor Co Ltd	11,000	USD	263,559	329,932	1.83
Sony Corp	23,900	USD	320,999	299,888	1.67
Toyota Motor Corp	3,950	USD	219,616	349,321	1.94
			1,225,950	1,306,482	7.26
<b>NETHERLANDS</b>					
Koninklijke Philips Electronics NV	11,700	EUR	197,122	311,746	1.73
			197,122	311,746	1.73

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Global Brands Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
SOUTH KOREA					
Samsung Electronics Co Ltd	710	USD	271,071	335,691	1.86
			271,071	335,691	1.86
SWEDEN					
Hennes & Mauritz AB	9,800	EUR	238,099	322,910	1.79
			238,099	322,910	1.79
SWITZERLAND					
Nestle SA	6,100	EUR	270,617	323,727	1.80
			270,617	323,727	1.80
UNITED STATES OF AMERICA					
Amazon.com Inc	900	USD	134,787	260,134	1.44
American Express Co	4,850	USD	169,148	319,309	1.77
Apple Inc	900	USD	278,058	366,296	2.03
Cisco Systems Inc	21,000	USD	305,081	341,986	1.90
Citigroup Inc	7,700	USD	186,604	291,080	1.62
Coca-Cola Co	12,300	USD	313,123	368,567	2.05
Colgate-Palmolive Co	5,800	USD	191,089	274,437	1.52
eBay Inc	9,200	USD	242,186	366,344	2.03
Facebook Inc	7,000	USD	240,184	277,572	1.54
Ford Motor Co	29,200	USD	245,630	326,552	1.81
General Electric Co	17,500	USD	235,808	355,982	1.98
Goldman Sachs Group Inc	2,600	USD	234,839	334,465	1.86
Google Inc	450	USD	209,533	365,748	2.03
Hewlett-Packard Co	14,000	USD	242,095	284,277	1.58
International Business Machines Corp	2,700	USD	335,471	367,315	2.04
Intel Corp	16,900	USD	272,328	318,266	1.77
JPMorgan Chase & Co	8,500	USD	237,037	360,677	2.00
Kellogg Co	5,900	USD	234,877	261,485	1.45
McDonald's Corp	5,300	USD	333,863	373,167	2.07
Microsoft Corp	12,700	USD	266,339	344,885	1.91
Morgan Stanley	13,000	USD	187,393	295,765	1.64
NIKE Inc	6,400	USD	226,524	365,343	2.03
Oracle Corp	11,800	USD	257,790	327,723	1.82
PepsiCo Inc	4,700	USD	234,732	282,863	1.57
Procter & Gamble Co	6,100	USD	313,064	360,347	2.00
United Parcel Service Inc	4,450	USD	237,413	339,317	1.88
Walt Disney Co	5,900	USD	178,643	327,081	1.82
			6,543,639	8,856,983	49.16
<b>Total listed securities: equities</b>			12,096,490	15,944,355	88.50
<b>Financial assets at fair value through profit or loss</b>			<b>12,096,490</b>	<b>15,944,355</b>	<b>88.50</b>

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Global Brands Fund (continued)**

Description						Fair Value EUR	% of Net Assets
<b>Financial Derivative Instruments</b>							
<b>Open Forward Foreign Currency Contracts</b>							
Maturity	Counterparty	Currency Purchased		Currency Sold		Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR	35	PLN	147	-	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	56	PLN	233	-	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	110	PLN	458	-	-
17-Jan-14	RBC IS Bank Luxembourg	EUR	11,474,174	USD	15,600,000	152,759	0.85
17-Jan-14	RBC IS Bank Luxembourg	EUR	290,824	USD	400,000	532	-
31-Jan-14	RBC IS Bank Luxembourg	PLN	309,167	EUR	74,220	(7)	-
31-Jan-14	RBC IS Bank Luxembourg	PLN	7,598	EUR	1,824	-	-
31-Jan-14	RBC IS Bank Luxembourg	PLN	147	EUR	35	-	-
<b>Net gain on open forward foreign exchange contracts</b>						<b>153,284</b>	<b>0.85</b>
<b>Net financial derivative instruments</b>						<b>153,284</b>	<b>0.85</b>
<b>Cash and other net assets</b>						<b>1,918,598</b>	<b>10.65</b>
<b>Total net assets attributable to holders of redeemable participating shares</b>						<b>18,016,237</b>	<b>100.00</b>

## INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013

### Generali PPF New Economies Fund

#### The investment objective of the Fund

#### How the Fund achieves its investment objective

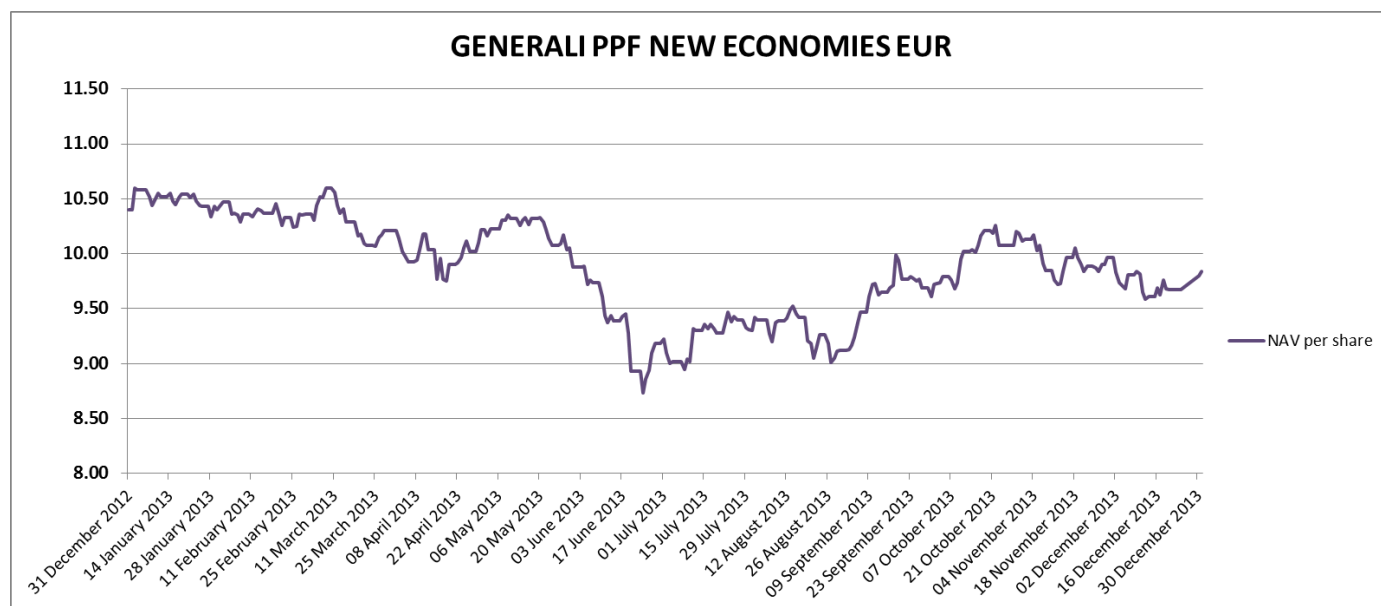
The investment objective of the Fund is to achieve long-term capital appreciation through investment in a diversified portfolio of transferable securities.

The Fund seeks to achieve its objective by investing primarily in the equity securities of companies operating in emerging economies worldwide, in particular the 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 issuer'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.

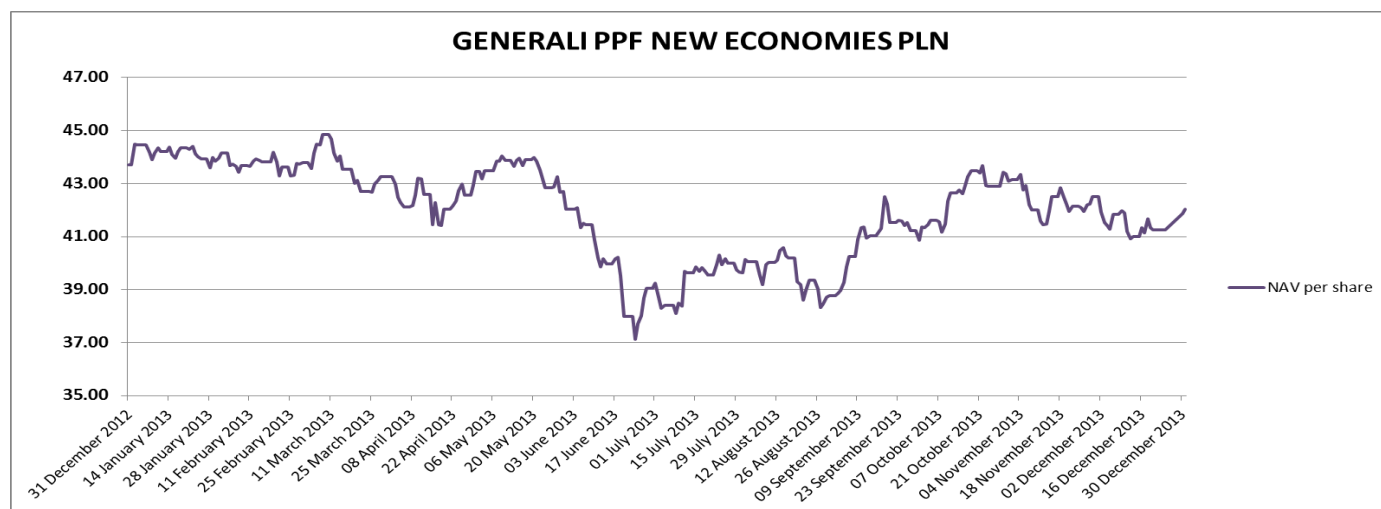
The total assets under management reached up to approximately EUR 14 million. As at 31 December 2013 the NAV was at EUR 13.9 million.

#### NAV Per Share of the Fund during the year





**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF New Economies Fund (continued)**



GENERALI PPF NEW ECONOMIES EUR		
Date	NAV per Share	Market Value (EUR)
31/12/2011	9.01	11,991,041.70
31/12/2012	10.40	16,661,017.20
31/01/2013	10.43	16,703,162.59
28/02/2013	10.35	16,586,608.36
31/03/2013	10.21	16,362,979.83
30/04/2013	10.22	15,658,881.25
31/05/2013	9.88	15,145,052.51
30/06/2013	9.18	14,077,891.77
31/07/2013	9.30	14,278,631.96
31/08/2013	9.12	13,042,395.80
30/09/2013	9.61	13,746,002.14
31/10/2013	10.12	14,091,050.42
30/11/2013	9.97	14,100,273.21
31/12/2013	9.84	13,919,031.84

GENERALI PPF NEW ECONOMIES PLN			
Date	NAV per Share	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/12/2012	43.70	49,580.77	12,151.20
31/01/2013	43.97	64,213.76	15,277.14
28/02/2013	43.74	63,125.08	15,209.94
31/03/2013	43.27	100,352.85	24,028.18
30/04/2013	43.45	109,411.62	26,265.84
31/05/2013	42.02	110,005.38	25,710.11
30/06/2013	39.06	107,985.52	24,937.48
31/07/2013	39.64	134,771.79	31,686.42
31/08/2013	38.77	141,902.88	33,237.95
30/09/2013	40.86	159,499.90	37,747.74
31/10/2013	43.08	161,279.37	38,556.74
30/11/2013	42.52	165,225.63	39,322.50
31/12/2013	42.04	179,378.40	43,141.68

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF New Economies Fund (continued)**

**The future market outlook for the Fund**

We expect a much-improved outlook for emerging markets assets this year vs. 2013, with returns back in positive territory across both local and external markets. As the emerging markets recovery lags, global investors will likely remain focused on U.S. markets and this should continue to weigh on flows. While U.S. rates are not far from our baseline scenario for the year (U.S. treasury 10Y at 3.25%), risks seem biased to the upside. The investors' confidence in the U.S. economy is unlikely to be easily shaken. This should continue to weigh on emerging markets assets, where skepticism remains prevalent.

Within emerging markets, however, the pattern will be far from uniform. Reform priorities differ from country to country. In a few cases, there are still lingering first generation macroeconomic stabilization issues that need to be addressed. Among the larger emerging markets economies the priorities lie mostly in the area of structural reforms. China, for example, has relied on capital accumulation and the absorption of surplus rural labour into more productive activities in urban areas. Commodity producers will no longer be able to ride the super cycle in prices that made consumption-led growth an easy option. Greater investment is needed to foster faster productivity growth and diversification into other areas of economic activity.

In terms of Central and Eastern Europe, this region is already showing signs of recovery and growth is projected to pick up in the coming years. Central European countries should benefit from the accelerating economic growth in the EU.

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF New Economies Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : equities</b>					
<b>AUSTRIA</b>					
Erste Group Bank AG	18,562	EUR	361,349	469,247	3.36
Raiffeisen Bank International AG	2,000	EUR	73,470	51,060	0.37
			434,819	520,307	3.73
<b>BRAZIL</b>					
AMBEV SA	80,750	USD	375,879	430,135	3.08
Banco Bradesco SA	41,437	USD	464,715	376,796	2.70
Cia Brasileira de Distribuicao Grupo Pao de Acucar	8,950	USD	235,646	290,009	2.08
Cia de Saneamento Basico do Estado de Sao Paulo	42,300	USD	273,761	348,113	2.49
Cia Energetica de Minas Gerais	16,928	USD	146,986	95,577	0.68
Itau Unibanco Holding SA	32,030	USD	382,417	315,430	2.26
Petroleo Brasileiro SA	10,800	USD	231,190	107,926	0.77
Vale SA	18,300	USD	335,559	202,396	1.45
			2,446,153	2,166,382	15.51
<b>CHILE</b>					
Enersis SA	8,000	USD	117,877	86,970	0.62
			117,877	86,970	0.62
<b>CHINA</b>					
China Life Insurance Co Ltd	8,900	USD	295,160	304,923	2.19
China Petroleum & Chemical Corp	1,950	USD	92,749	116,184	0.83
Guangshen Railway Co Ltd	6,000	USD	80,253	100,758	0.72
Huaneng Power International Inc	12,800	USD	190,386	336,732	2.41
PetroChina Co Ltd	3,060	USD	268,365	243,210	1.74
Sinopec Shanghai Petrochemical Co Ltd	14,700	USD	275,080	304,999	2.19
			1,201,993	1,406,806	10.08
<b>CZECH REPUBLIC</b>					
CEZ AS	11,200	CZK	320,918	211,747	1.52
Komerční Banka AS	2,400	CZK	337,875	386,142	2.77
Telefonica Czech Republic AS	11,000	CZK	167,858	118,349	0.85
			826,651	716,238	5.14
<b>FEDERATION OF RUSSIA</b>					
Gazprom OAO	22,000	USD	178,223	136,427	0.98
Lukoil OAO	3,600	USD	150,676	163,025	1.17
Mechel	16,000	USD	84,460	29,609	0.21
MMC Norilsk Nickel OJSC	5,500	USD	71,061	66,218	0.47
Mobile Telesystems OJSC	16,500	USD	199,725	259,124	1.86
NOVATEK OAO	2,300	USD	198,145	228,339	1.64
Sberbank of Russia	6,000	USD	61,741	54,646	0.39
Severstal OAO	4,000	USD	25,434	28,622	0.21
			969,465	966,010	6.93

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF New Economies Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>GREAT BRITAIN</b>					
Evrast Plc	19,200	GBP	121,784	25,824	0.19
			121,784	25,824	0.19
<b>HONG KONG</b>					
China Mobile Ltd	7,300	USD	274,235	277,018	1.99
CNOOC Ltd	950	USD	120,437	129,268	0.93
			394,672	406,286	2.92
<b>INDIA</b>					
HDFC Bank Ltd	17,100	USD	378,647	427,143	3.06
ICICI Bank Ltd	10,800	USD	282,294	291,172	2.09
Infosys Ltd	7,700	USD	290,081	316,281	2.27
Tata Motors Ltd	19,000	USD	282,539	424,551	3.04
			1,233,561	1,459,147	10.46
<b>INDONESIA</b>					
Telekomunikasi Indonesia Persero Tbk PT	6,200	USD	152,029	161,395	1.16
			152,029	161,395	1.16
<b>ISRAEL</b>					
Teva Pharmaceutical Industries Ltd	8,100	USD	250,455	235,602	1.69
			250,455	235,602	1.69
<b>MEXICO</b>					
America Movil SAB de CV	9,500	USD	170,962	161,120	1.15
Cemex SAB de CV	34,178	USD	150,015	293,178	2.10
			320,977	454,298	3.25
<b>NETHERLANDS</b>					
X5 Retail Group NV	5,000	USD	80,212	60,525	0.43
			80,212	60,525	0.43
<b>PERU</b>					
Cia de Minas Buenaventura SAA	6,400	USD	194,863	52,066	0.37
			194,863	52,066	0.37
<b>SOUTH AFRICA</b>					
Gold Fields Ltd	13,000	USD	107,488	30,096	0.22
Sasol Ltd	7,700	USD	252,928	276,215	1.98
Sibanye Gold Ltd	3,250	USD	18,201	11,321	0.08
			378,617	317,632	2.28

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF New Economies Fund (continued)**

Description	Quantity	Currency	Acquisition	Fair Value	% of Net
			Cost EUR	EUR	Assets
SOUTH KOREA					
Hyundai Motor Co	10,000	EUR	202,586	422,990	3.03
KB Financial Group Inc	11,100	USD	307,451	326,084	2.34
KT Corp	14,500	USD	189,381	156,475	1.12
LG Display Co Ltd	49,000	USD	369,734	430,988	3.09
POSCO	4,880	USD	352,287	276,059	1.98
Samsung Electronics Co Ltd	850	USD	231,688	401,883	2.88
SK Telecom Co Ltd	15,800	USD	186,562	282,186	2.02
			1,839,689	2,296,665	16.46
TAIWAN					
AU Optronics Corp	72,600	USD	265,057	163,857	1.17
Siliconware Precision Industries Co	60,000	USD	220,342	259,951	1.86
Taiwan Semiconductor Manufacturing Co Ltd	33,100	USD	283,799	418,689	3.00
United Microelectronics Corp	96,000	USD	153,505	141,428	1.01
			922,703	983,925	7.04
UNITED STATES OF AMERICA					
Southern Copper Corp	8,479	USD	208,365	176,601	1.27
			208,365	176,601	1.27
Total listed securities : equities			12,094,885	12,492,679	89.53
Listed securities : exchange traded funds					
FRANCE					
Lyxor ETF Eastern Europe CECE EUR	3,000	EUR	58,340	55,440	0.40
			58,340	55,440	0.40
Total listed securities : exchange traded funds			58,340	55,440	0.40
Financial assets at fair value through profit or loss			12,153,225	12,548,119	89.93
Financial Derivative Instruments					
Open Forward Foreign Currency Contracts					
Maturity	Counterparty	Currency Purchased	Currency Sold	Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR 44	PLN 181	-	-
03-Jan-14	RBC IS Bank Luxembourg	EUR 78	PLN 324	-	-
06-Jan-14	RBC IS Bank Luxembourg	EUR 141	PLN 584	-	-
15-Jan-14	RBC IS Bank Luxembourg	EUR 10,549,905	USD 14,500,000	26,858	0.19
15-Jan-14	RBC IS Bank Luxembourg	EUR 696,407	CZK 19,100,000	(1,379)	(0.01)
31-Jan-14	RBC IS Bank Luxembourg	PLN 175,342	EUR 42,094	(4)	-
Net gain on open forward foreign exchange contracts				25,475	0.18
Net financial derivative instruments				25,475	0.18

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF New Economies Fund (continued)**

Description	Fair Value EUR	% of Net Assets
Cash and other net assets	1,380,211	9.89
Total net assets attributable to holders of redeemable participating shares	<u>13,953,805</u>	<u>100.00</u>

## INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013 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.

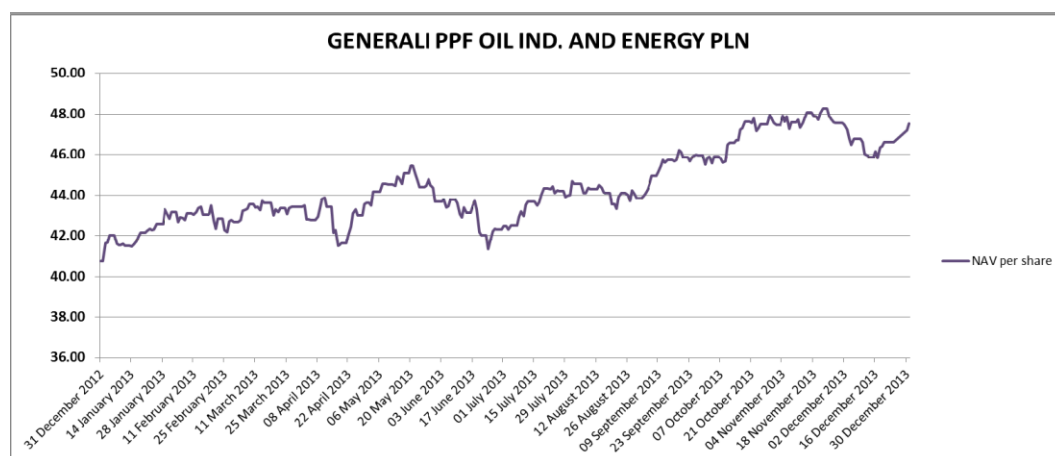
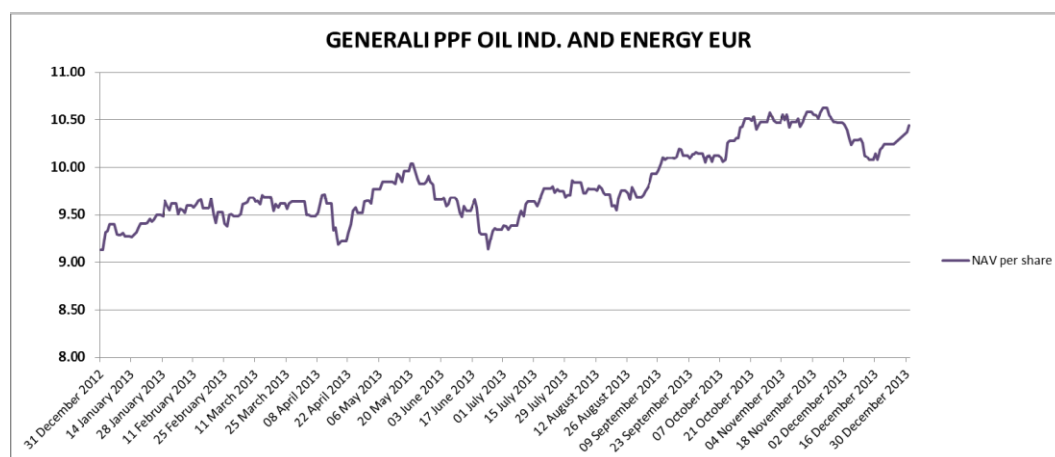
The Fund invests primarily in a diversified portfolio of equity securities issued by companies active in the oil and energy sector. This includes companies mainly involved in the following industries: oil & gas (exploration, production, marketing, refining and/or transportation of oil and gas products); 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 total assets under management reached up to approximately EUR 10.4 million. As at 31 December 2013 the NAV was at EUR 10.3 million.

#### NAV per Share of the Fund during the year



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Oil Industry & Energy Production Fund (continued)**

GENERALI PPF OIL INDUSTRY AND ENERGY EUR		
Date	NAV per Share	Market Value (EUR)
31/12/2011	9.40	11,056,147.49
31/12/2012	9.13	10,744,953.19
31/01/2013	9.55	11,233,159.26
28/02/2013	9.51	11,180,747.35
31/03/2013	9.64	11,300,438.56
30/04/2013	9.65	10,806,305.99
31/05/2013	9.66	10,823,943.08
30/06/2013	9.35	10,483,637.12
31/07/2013	9.71	10,892,662.17
31/08/2013	9.69	10,138,527.06
30/09/2013	10.05	10,511,990.94
31/10/2013	10.49	10,353,574.61
30/11/2013	10.47	10,340,393.65
31/12/2013	10.44	10,315,515.26

GENERALI PPF OIL INDUSTRY AND ENERGY PLN			
Date	NAV per Share	Market Value (PLN)	Market Value (EUR)
31/12/2011	-	-	-
31/12/2012	40.76	30,269.15	7,418.33
31/01/2013	42.83	35,436.45	8,430.71
28/02/2013	42.79	42,006.49	10,121.43
31/03/2013	43.44	71,616.52	17,147.64
30/04/2013	43.61	78,802.34	18,917.64
31/05/2013	43.69	82,107.18	19,189.83
30/06/2013	42.31	83,624.53	19,311.71
31/07/2013	44.02	106,253.81	24,981.51
31/08/2013	43.85	109,040.82	25,540.66
30/09/2013	45.51	119,829.59	28,359.24
31/10/2013	47.56	133,831.24	31,994.77
30/11/2013	47.56	138,306.66	32,915.98
31/12/2013	47.52	150,695.11	36,243.16



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Oil Industry & Energy Production Fund (continued)**

**The future market outlook for the Fund**

The price for oil has been remarkably stable, with Brent averaging USD110/bbl since 2011. Such stability is unprecedented in the history of Brent prices. However, we currently see more downward pressure on crude prices, as strong non-OPEC supply growth (North American unconventional, Brazil, North Sea) looks set to meet or exceed the growth in world demand. There is an additional downside risk, i.e. easing of the geopolitical risk premium inherent in today's oil prices, when more production from Libya, Iraq and Iran becomes available to global oil markets. That would be the case if security concerns abate in a number of countries (Libya and Nigeria) or if constraints on production growth and exports from Iraq and sanctions on Iran were lifted. We believe, however, that any material drop in oil prices would be counterbalanced to a certain extent by OPEC, in particular Saudi Arabia, reducing production.

In terms of oil companies, the key upside risks are rising commodity prices & refining margins and a surging chemicals business. An expensive acquisition could also put downward pressure on a stock. A lagging market and slower-than-expected global economic recovery could continue to pressure oil names, but a faster-than-expected recovery in global demand and oil prices could see oil companies lag their more leveraged peers. Further risk at home lies in a Democratic Congress determined to ramp up renewable energy and make big oil finance it. Other downside risks include lower than expected dividend increases and the return of cash to shareholders, shrinking access abroad, falling demand, an expensive acquisition, and potential U.S. tax and renewable fuel legislation.

European utilities again came out as one of the worst sectors in Europe in 2013, but this time managed a small plus thanks to a bounce late in the year. 2013 was yet another tough year for European utilities. Power prices in Central Europe, the continent's largest market region, were down by around 20% across the next four years' forward horizon, continuing a five-year crash. Worse still, the curve lost its contango shape. That is, it lost any premium for forward pricing. Now, four years out power costs about as much as a current year contract, and, given the time value of money, that means it costs less. We expect negative fundamental/political trends to continue and the share price bounce to reverse. Southern European utilities look more attractive than Central and Northern European ones.

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Oil Industry & Energy Production Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : equities</b>					
<b>AUSTRIA</b>					
OMV AG	6,600	EUR	171,281	228,426	2.21
Verbund AG	8,600	EUR	197,378	133,085	1.29
			<u>368,659</u>	<u>361,511</u>	<u>3.50</u>
<b>BERMUDA ISLANDS</b>					
Nabors Industries Ltd	14,000	USD	187,790	172,619	1.67
			<u>187,790</u>	<u>172,619</u>	<u>1.67</u>
<b>BRAZIL</b>					
Cia Energetica de Minas Gerais	4,232	USD	44,215	23,894	0.23
Petroleo Brasileiro SA	4,500	USD	98,990	44,969	0.43
			<u>143,205</u>	<u>68,863</u>	<u>0.66</u>
<b>CHINA</b>					
China Petroleum & Chemical Corp	195	USD	11,810	11,618	0.11
PetroChina Co Ltd	1,000	USD	91,716	79,480	0.77
Sinopec Shanghai Petrochemical Co Ltd	3,000	USD	55,561	62,245	0.60
			<u>159,087</u>	<u>153,343</u>	<u>1.48</u>
<b>CURACAO</b>					
Schlumberger Ltd	5,900	USD	294,658	385,826	3.73
			<u>294,658</u>	<u>385,826</u>	<u>3.73</u>
<b>CZECH REPUBLIC</b>					
CEZ AS	11,200	CZK	332,213	211,747	2.05
			<u>332,213</u>	<u>211,747</u>	<u>2.05</u>
<b>FEDERATION OF RUSSIA</b>					
Gazprom OAO	18,500	USD	153,296	114,723	1.11
Lukoil OAO	2,400	USD	104,910	108,683	1.05
NOVATEK OAO	700	USD	60,830	69,495	0.67
			<u>319,036</u>	<u>292,901</u>	<u>2.83</u>
<b>FINLAND</b>					
Neste Oil OYJ	13,000	EUR	117,423	186,810	1.81
			<u>117,423</u>	<u>186,810</u>	<u>1.81</u>

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Oil Industry & Energy Production Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>FRANCE</b>					
Electricite de France	13,900	EUR	345,911	357,022	3.45
GDF Suez	18,127	EUR	384,209	309,428	2.99
Technip SA	2,200	EUR	127,399	153,692	1.48
Total SA	10,100	EUR	377,127	449,753	4.35
			1,234,646	1,269,895	12.27
<b>GERMANY</b>					
E.ON SE	17,000	EUR	331,793	228,565	2.21
RWE AG	6,700	EUR	244,092	178,622	1.73
			575,885	407,187	3.94
<b>GREAT BRITAIN</b>					
Noble Corp Plc	5,500	USD	140,781	149,519	1.44
Rowan Cos Plc	1,000	USD	25,857	25,654	0.25
Royal Dutch Shell Plc	11,068	EUR	224,189	286,717	2.77
			390,827	461,890	4.46
<b>HONG KONG</b>					
CNOOC Ltd	580	USD	83,814	78,922	0.76
			83,814	78,922	0.76
<b>ITALY</b>					
Enel SpA	32,000	EUR	106,484	101,568	0.98
Eni SpA	8,100	EUR	127,812	141,669	1.37
			234,296	243,237	2.35
<b>SPAIN</b>					
Gas Natural SDG SA	4,567	EUR	58,691	84,946	0.82
Iberdrola SA	14,959	EUR	77,805	69,230	0.67
Repsol SA	10,830	EUR	91,800	101,455	0.98
			228,296	255,631	2.47
<b>UNITED STATES OF AMERICA</b>					
Anadarko Petroleum Corp	3,980	USD	189,907	229,046	2.21
Apache Corp	4,300	USD	298,469	268,151	2.59
Baker Hughes Inc	4,500	USD	173,998	180,464	1.74
Chevron Corp	4,950	USD	337,602	448,713	4.34
ConocoPhillips	4,450	USD	163,128	228,192	2.20
CST Brands Inc	1,378	USD	15,385	36,721	0.35
Devon Energy Corp	5,700	USD	262,224	255,972	2.47
Dominion Resources Inc	2,200	USD	59,126	103,266	1.00
Duke Energy Corp	6,032	USD	232,426	302,092	2.92
Energy Transfer Partners LP	1,000	USD	32,817	41,555	0.40
EOG Resources Inc	2,680	USD	178,182	326,338	3.15
Exelon Corp	5,600	USD	172,067	111,313	1.08
Exxon Mobil Corp	6,750	USD	349,488	495,736	4.79

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Oil Industry & Energy Production Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
UNITED STATES OF AMERICA (continued)					
Halliburton Co	9,400	USD	228,177	346,203	3.34
Hess Corp	6,300	USD	272,342	379,477	3.67
Kinder Morgan Inc	2,093	USD	-	54,666	0.53
Marathon Oil Corp	8,900	USD	165,713	227,998	2.20
Marathon Petroleum Corp	3,700	USD	87,714	246,336	2.38
Occidental Petroleum Corp	5,000	USD	296,995	345,078	3.33
Phillips 66	1,275	USD	31,919	71,367	0.69
Southern Co	3,400	USD	87,439	101,412	0.98
Spectra Energy Corp	7,300	USD	136,931	188,705	1.82
SunCoke Energy Inc	1,061	USD	9,721	17,563	0.17
Valero Energy Corp	9,900	USD	135,012	362,103	3.50
			3,916,782	5,368,467	51.85
<b>Total listed securities : equities</b>			8,586,617	9,918,849	95.83
<b>Financial assets at fair value through profit or loss</b>			8,586,617	9,918,849	95.83
<b>Financial Derivative Instruments</b>					
<b>Open Forward Foreign Currency Contracts</b>					
Maturity	Counterparty	Currency Purchased	Currency Sold	Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR 34	PLN 140	-	-
03-Jan-14	RBC IS Bank Luxembourg	EUR 56	PLN 233	-	-
06-Jan-14	RBC IS Bank Luxembourg	EUR 101	PLN 420	-	-
15-Jan-14	RBC IS Bank Luxembourg	EUR 6,402,701	USD 8,800,000	16,300	0.16
15-Jan-14	RBC IS Bank Luxembourg	EUR 218,767	CZK 6,000,000	(433)	-
15-Jan-14	RBC IS Bank Luxembourg	CZK 250,000	EUR 9,107	26	-
31-Jan-14	RBC IS Bank Luxembourg	PLN 145,784	EUR 34,998	(3)	-
31-Jan-14	RBC IS Bank Luxembourg	PLN 3,453	EUR 830	(1)	-
<b>Net gain on open forward foreign exchange contracts</b>				15,889	0.16
<b>Net financial derivative instruments</b>				15,889	0.16
<b>Cash and other net assets</b>				415,417	4.01
<b>Total net assets attributable to holders of redeemable participating shares</b>				10,350,155	100.00

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**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 looking to diversify holdings of equity and bond funds with another asset class such as commodities which can be difficult to access for ordinary investors. The Fund invests primarily in energy and agricultural commodities and metals without trading futures or taking physical delivery of assets.

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 has absolutely no involvement in mining companies or other companies.

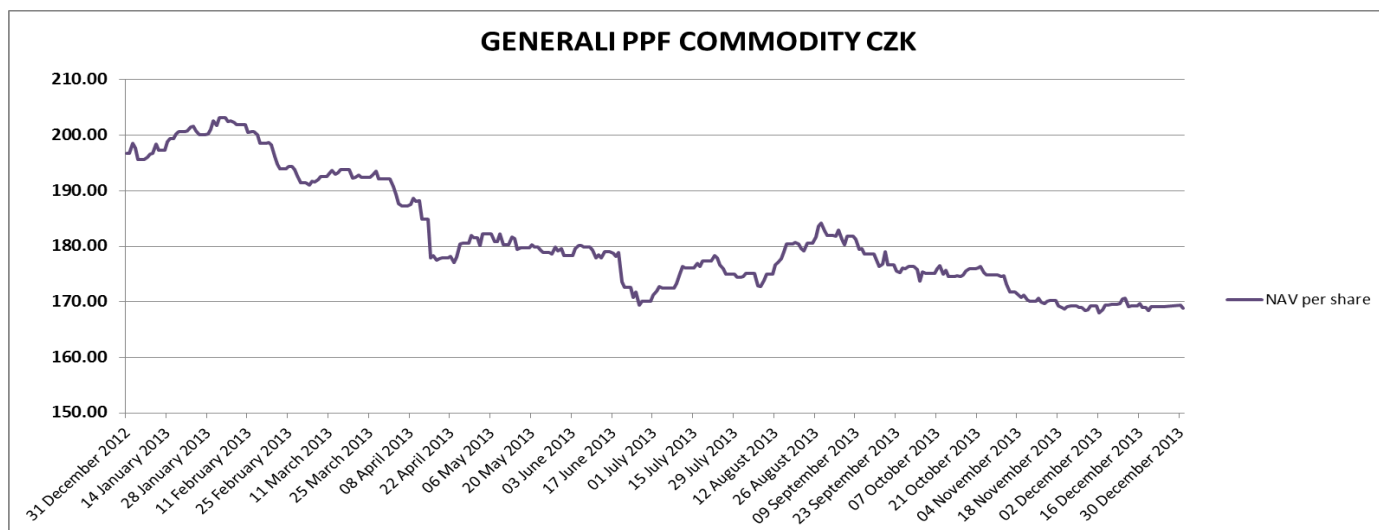
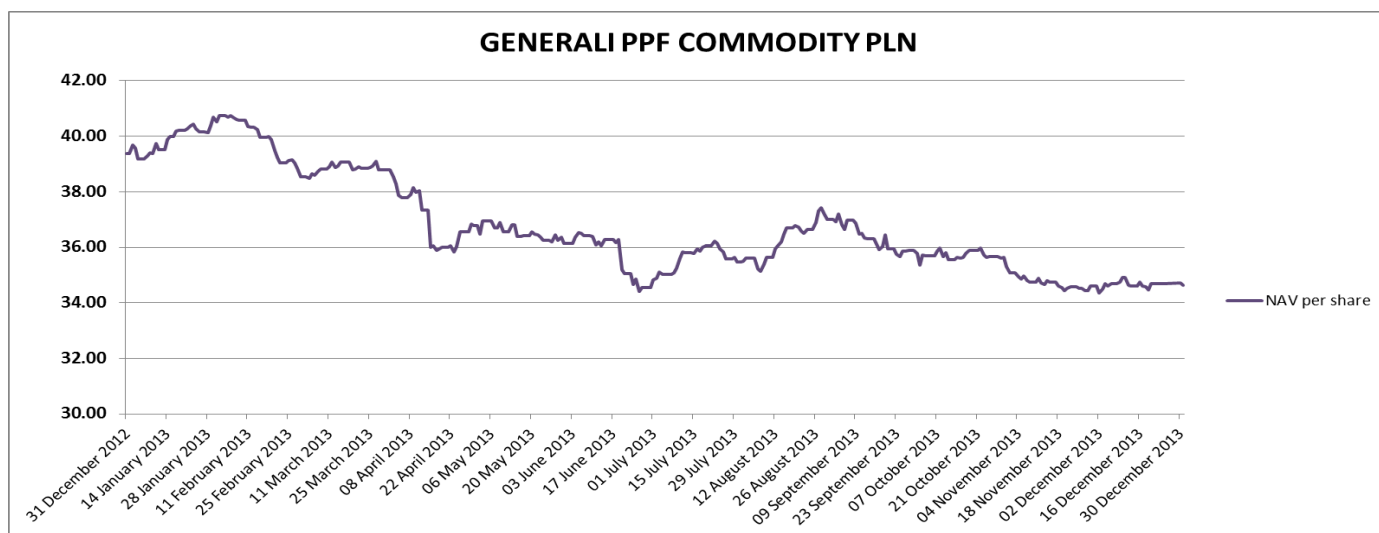
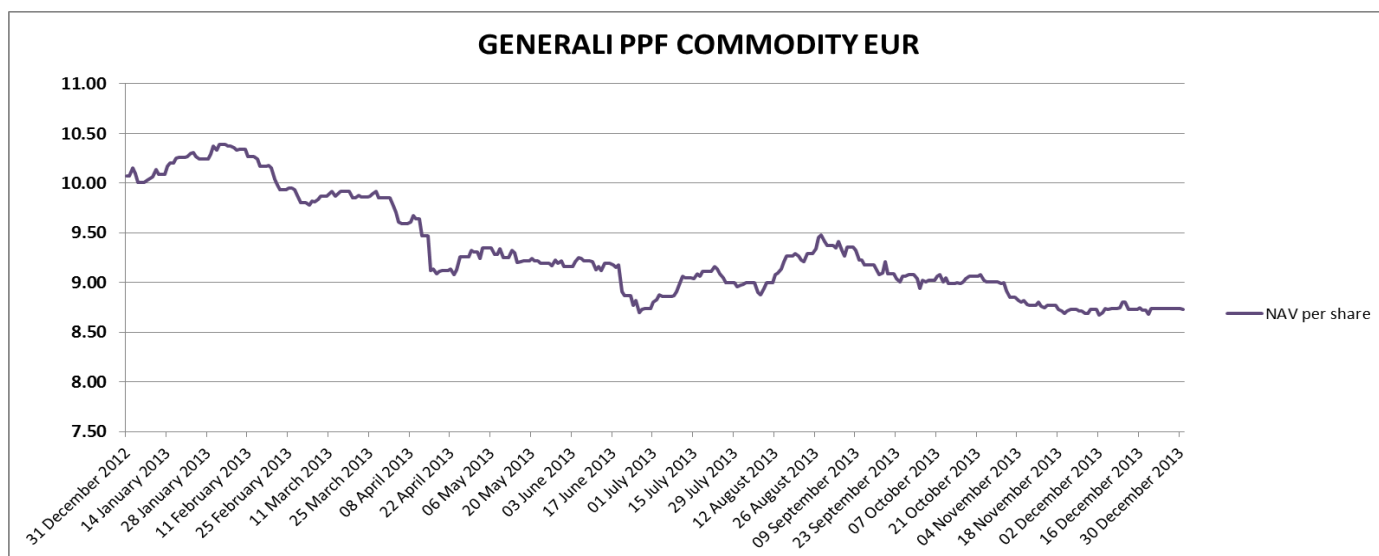
During the first three months of 2013 the broad commodity indices were not able to find any clear trend. But starting April, commodities were heavily hit by a sharp mid-month selloff across the board in metals amid signs of decelerating growth in China, worse-than-expected macrodata from the EMU and uncertainty about the timing of a possible Fed exit. Even gold failed to prove its safe-haven status and suffered the biggest one-day drop in more than 30 years and by the end of the year, the biggest annual loss as well. In the following months, the main influence on the direction of markets was the deceleration of growth in China and Fed tapering. During the summer months, indices were pushed higher by metals and crude oil prices and hit their local highs at the end of August on upbeat data from China which helped ease some concerns regarding the pace of global growth. WTI prices reaching 110 USD per barrel on MENA tensions prompted a more significant decrease in the crude oil exposure in the Fund. However, the markets were not able to hold the gains and gave all of them back hitting a new low in the middle of November. Some of these losses were pared back in December, but still all key commodity indices ended the year 2013 in the red as only a few commodities were able to post gains year on year. Overall, there was very little correlation between broad commodity and equity indices with the exception of metals in the second half of the year. The Fund's exposure ranged mostly between 90% and 100% depending on market conditions and was reduced below the level of 90% at the end of the year.

As at 31 December 2013 the NAV was at EUR 8.5 million.

# INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013

## Generali PPF Commodity Fund (continued)

NAV per Share of the Fund during the year



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Commodity Fund (continued)**

<b>GENERALI PPF COMMODITY EUR</b>		
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (EUR)</b>
31/12/2011	10.62	9,392,026.58
31/12/2012	10.07	8,912,617.16
31/01/2013	10.33	9,141,922.25
28/02/2013	9.88	8,727,339.79
31/03/2013	9.85	8,699,967.79
30/04/2013	9.31	8,013,973.38
31/05/2013	9.16	7,880,988.83
30/06/2013	8.74	7,533,900.92
31/07/2013	8.97	7,739,778.31
31/08/2013	9.37	7,754,560.21
30/09/2013	9.04	7,510,270.89
31/10/2013	8.92	7,237,080.21
30/11/2013	8.73	7,087,422.09
31/12/2013	8.73	7,102,053.76

<b>GENERALI PPF COMMODITY PLN</b>			
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (PLN)</b>	<b>Market Value (EUR)</b>
31/12/2011	-	-	-
31/12/2012	39.38	15,993.54	3,919.68
31/01/2013	40.52	19,143.99	4,554.56
28/02/2013	38.85	21,546.78	5,191.68
31/03/2013	38.80	39,311.56	9,412.64
30/04/2013	36.78	79,469.87	19,077.89
31/05/2013	36.15	129,499.45	30,266.20
30/06/2013	34.56	126,457.85	29,203.36
31/07/2013	35.47	140,486.82	33,030.09
31/08/2013	37.01	201,568.18	47,213.37
30/09/2013	35.79	788,962.45	186,718.29
31/10/2013	35.30	781,267.95	186,776.18
30/11/2013	34.62	768,798.52	182,968.46
31/12/2013	34.64	777,920.78	187,095.04

<b>GENERALI PPF COMMODITY CZK</b>			
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (CZK)</b>	<b>Market Value (EUR)</b>
31/12/2011	209.63	41,027,817.64	1,608,780.97
31/12/2012	196.75	39,411,600.88	1,570,455.41
31/01/2013	201.77	40,808,882.44	1,587,710.22
28/02/2013	192.73	39,140,726.14	1,523,145.65
31/03/2013	192.18	39,157,528.66	1,519,980.53
30/04/2013	181.57	37,100,140.00	1,438,446.49
31/05/2013	178.33	36,233,522.16	1,408,046.98
30/06/2013	170.14	34,671,926.93	1,334,809.83
31/07/2013	174.44	35,600,182.09	1,373,496.51
31/08/2013	181.99	37,238,495.54	1,444,608.51
30/09/2013	175.78	36,120,288.96	1,403,505.33
31/10/2013	173.22	35,556,391.19	1,379,363.03
30/11/2013	169.22	35,158,835.09	1,284,031.48
31/12/2013	168.89	36,732,072.39	1,341,942.19

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Commodity Fund (continued)**

**The future market outlook for the Fund**

A gradual recovery of the global economy remains the base scenario. Emerging market infrastructure improvement and population growth are set to drive the demand for commodities over the long term, while the risk of a sovereign debt crisis in Europe, as well as concerns about the fiscal cliff and the debt ceiling in the U.S. seem to be over for now and should not have a potential to renew downward pressure on commodity prices in 2014. Lots of positive signs showed in the second half of 2013 and the positive trend is expected to continue in the course of 2014. Moreover, commodities underperformed equity markets in the last two years and investors are under-exposed which should help to stimulate demand. For a lot of commodities, the momentum of supply side development will remain a key factor, but compared to 2013 which experienced a significant growth in supply of many of them, 2014 should be much more balanced.



**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Commodity Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : warrants</b>					
<b>GREAT BRITAIN</b>					
iPath Dow Jones-UBS Commodity Index Total Return ETN	6,000	USD	175,842	156,842	1.83
iPath Dow Jones-UBS Industrial Metals Subindex Total Return ETN	750	USD	23,196	16,143	0.19
iPath GSCI Total Return Index ETN	10,000	USD	225,919	236,220	2.75
			424,957	409,205	4.77
<b>IRELAND</b>					
Physical Palladium Source P-ETC	3,000	USD	148,447	153,184	1.79
Physical Platinum Source P-ETC	500	USD	57,468	48,746	0.57
S&P GSCI Enhanced Crude Oil Total Return Treasury Bill Secured Source ETC	4,600	USD	574,198	579,227	6.75
Source Commodity Markets Plc - S&P GSCI Industrial Metals Total Return Treasury	2,100	USD	250,805	200,528	2.34
Source Physical Markets Gold P-ETC	1,400	USD	145,627	120,335	1.40
			1,176,545	1,102,020	12.85
<b>JERSEY</b>					
db Physical Rhodium ETC	499	USD	42,680	36,177	0.42
db Physical Silver ETC	600	USD	140,990	82,932	0.97
ETFS Agriculture DJ-UBSCI	13,000	USD	61,696	65,498	0.76
ETFS All Commodities DJ-UBSCISM	5,500	USD	54,800	52,208	0.61
ETFS Coffee	105,000	USD	183,706	119,634	1.39
ETFS Cotton	28,000	USD	50,112	52,832	0.62
ETFS Industrial Metals DJ-UBSCISM	4,000	USD	45,665	38,753	0.45
ETFS Longer Dated Agriculture	39,000	USD	435,316	345,579	4.03
ETFS Physical Palladium	2,500	USD	109,496	124,823	1.46
ETFS Physical Platinum	250	USD	29,834	23,849	0.28
ETFS Physical PM Basket	2,400	USD	186,544	167,379	1.95
ETFS Physical Silver	2,000	USD	38,604	27,261	0.32
ETFS WTI 2mth Oil Securities	1,500	USD	55,596	56,355	0.66
Gold Bullion Securities Ltd	1,500	USD	168,041	125,600	1.46
			1,603,080	1,318,880	15.38
<b>SWEDEN</b>					
ELEMENTS Linked to the Rogers International Commodity Index - Agri Tot Return	65,000	USD	423,046	368,410	4.30
ELEMENTS Linked to the Rogers International Commodity Index - Energy To Return	5,000	USD	24,935	22,933	0.27
ELEMENTS Linked to the Rogers International Commodity Index - Metals Tot Return	42,000	USD	316,539	269,139	3.14
ELEMENTS Linked to the Rogers International Commodity Index - Total Return	16,000	USD	92,941	94,866	1.11
			857,461	755,348	8.82
<b>UNITED STATES OF AMERICA</b>					
GS Connect S&P GSCI Enhanced Commodity Total Return Strategy Index ETN	8,975	USD	295,077	305,148	3.56
			295,077	305,148	3.56

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Commodity Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Total listed securities : warrants</b>			4,357,120	3,890,601	45.38
<b>Listed securities : exchange traded funds</b>					
FRANCE					
Amundi ETF Commodities S&P GSCI Metals	100	USD	23,152	17,945	0.21
LYXOR ETF Commodities CRB	51,000	USD	1,069,011	981,915	11.45
			1,092,163	999,860	11.66
LUXEMBOURG					
db x-trackers DBLCI-OY Balanced UCITS ETF	29,500	EUR	935,109	813,315	9.48
db x-trackers DBLCI - OY Balanced UCITS ETF - 2C	4,000	USD	113,284	98,175	1.14
EasyETF S&P GSCI Capped Commodity 35/20	26,000	USD	811,334	864,560	10.08
			1,859,727	1,776,050	20.70
UNITED STATES OF AMERICA					
iShares Silver Trust	14,000	USD	295,565	190,907	2.23
SPDR Gold Shares	3,200	USD	335,680	270,059	3.15
			631,245	460,966	5.38
<b>Total listed securities : exchange traded funds</b>			3,583,135	3,236,876	37.74
<b>Listed securities : investment funds (open)</b>					
UNITED STATES OF AMERICA					
ETFS Physical Palladium Shares	500	USD	27,788	25,237	0.29
ETFS Physical Silver Shares	2,000	USD	47,927	27,679	0.32
ETFS White Metals Basket Trust	1,000	USD	37,520	25,248	0.29
			113,235	78,164	0.90
<b>Total listed securities : investment funds (open)</b>			113,235	78,164	0.90
<b>Other transferable securities : investment funds</b>					
LUXEMBOURG					
RBS Market Access Rogers International Commodity Agriculture Index ETF	3,300	USD	326,298	276,367	3.22
RBS Market Access Rogers International Commodity Index ETF	1,000	USD	25,547	23,513	0.27
			351,845	299,880	3.49
<b>Total other transferable securities : investment funds</b>			351,845	299,880	3.49
<b>Financial assets at fair value through profit or loss</b>			8,405,335	7,505,521	87.51

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Commodity Fund (continued)**

Description						Fair Value EUR	% of Net Assets
<b>Financial Derivative Instruments</b>							
<b>Open Forward Foreign Currency Contracts</b>							
Maturity	Counterparty	Currency Purchased		Currency Sold		Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR	35,450	CZK	980,484	(370)	-
02-Jan-14	RBC IS Bank Luxembourg	EUR	17	PLN	71	-	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	3,486	CZK	96,004	(21)	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	33	PLN	138	-	-
03-Jan-14	RBC IS Bank Luxembourg	CZK	23	EUR	1	-	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	4,153	CZK	113,855	(7)	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	58	PLN	241	-	-
06-Jan-14	RBC IS Bank Luxembourg	CZK	90	EUR	3	-	-
13-Jan-14	RBC IS Bank Luxembourg	EUR	7,261,365	USD	9,900,000	76,695	0.90
31-Jan-14	RBC IS Bank Luxembourg	CZK	35,313,981	EUR	1,278,757	11,475	0.13
31-Jan-14	RBC IS Bank Luxembourg	PLN	769,666	EUR	184,770	(17)	-
31-Jan-14	RBC IS Bank Luxembourg	CZK	106,617	EUR	3,861	35	-
31-Jan-14	RBC IS Bank Luxembourg	CZK	980,484	EUR	35,504	319	-
<b>Net gain on open forward foreign exchange contracts</b>						<b>88,109</b>	<b>1.03</b>
<b>Net financial derivative instruments</b>						<b>88,109</b>	<b>1.03</b>
<b>Cash and other net assets</b>						<b>982,727</b>	<b>11.46</b>
<b>Total net assets attributable to holders of redeemable participating shares</b>						<b>8,576,357</b>	<b>100.00</b>

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**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, Belarus, and Kazakhstan. These markets are not as advanced as markets of developed economies but 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.

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.

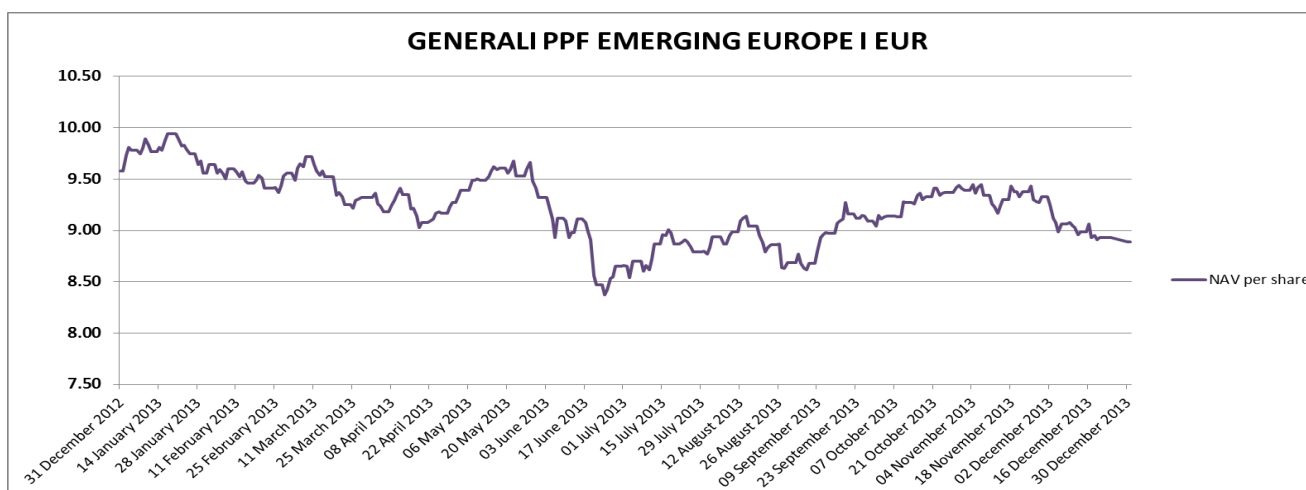
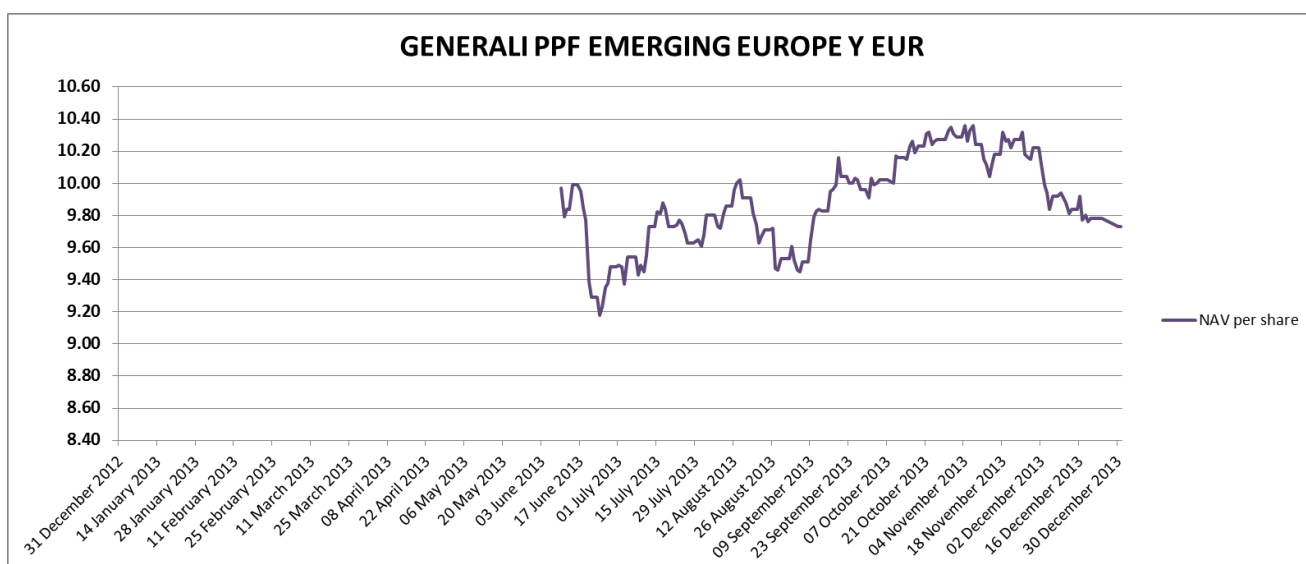
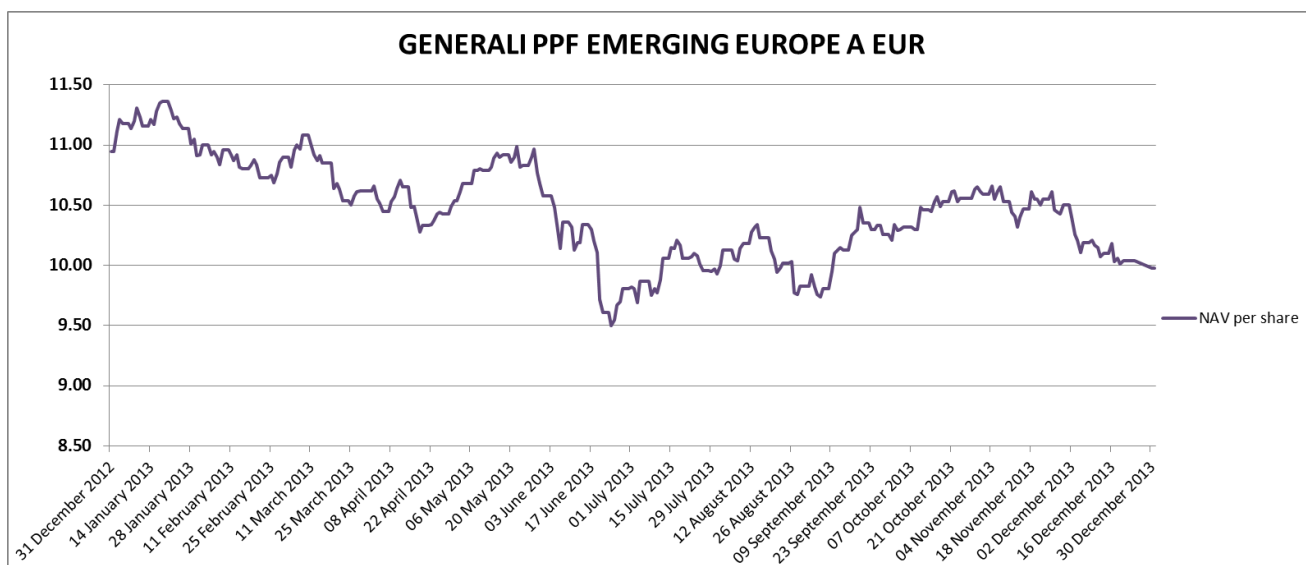
The Fund was cash flow neutral until a contribution of EUR 10 million was deposited in June 2013. This new money was proportionally invested. In mid-November 2013, another significant contribution was deposited and as at 31 December 2013 the NAV was at EUR 26.1 million.

In the largest central and eastern European countries, GDP growth was weak, though some country differences arose. The Fund's allocation into equities started the year slightly above 90%. European emerging markets underperformed in the developed world, especially the U.S., with the only exception being Turkish equities which hit their highs in mid-May. By contrast the portion of equities invested rose close to the level of 100%. However, major stock indices turned negative in the second half of May after investors began again to speculate on gradual reductions by the Fed in quantitative easing if economic improvement continued. The Fund's allocation to equities was reduced back and emerging markets plummeted. Since the low at the end of June, emerging Europe was recovering until October / November, recovering the greater majority part of its losses, but afterwards gradually declining again until the year-end as outflow from the emerging markets outweighed any other news.

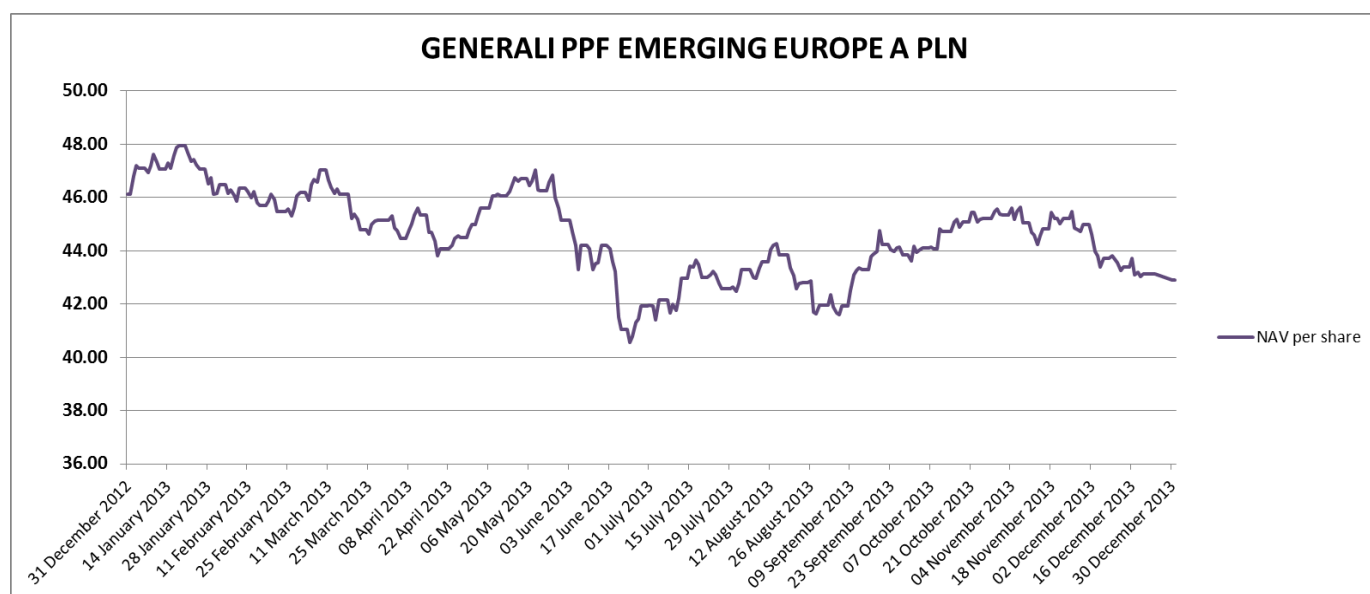
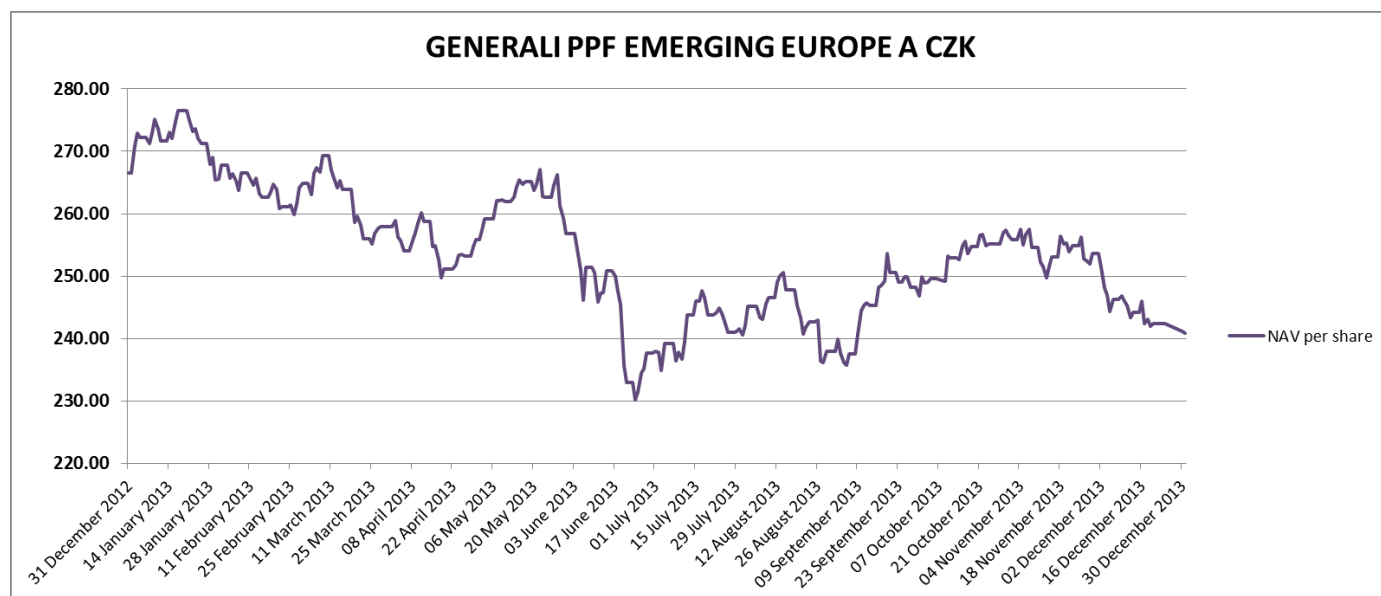
# INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013

## Generali PPF Emerging Europe Fund (continued)

NAV per Share of the Fund during the year



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Fund (continued)**



<b>GENERALI PPF EMERGING EUROPE A EUR</b>		
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (EUR)</b>
31/12/2011	9.01	9,441.82
31/12/2012	10.95	7,530.48
31/01/2013	10.92	4,494.60
28/02/2013	10.86	5,478.71
31/03/2013	10.62	5,284.99
30/04/2013	10.54	5,481.44
31/05/2013	10.58	5,582.06
30/06/2013	9.81	8,318.06
31/07/2013	9.93	8,912.77
31/08/2013	9.83	9,317.19
30/09/2013	10.21	10,901.62
31/10/2013	10.61	11,738.96
30/11/2013	10.50	12,321.23
31/12/2013	9.98	13,717.64

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Fund (continued)**

<b>GENERALI PPF EMERGING EUROPE Y EUR</b>		
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (EUR)</b>
30/06/2013	9.48	9,481,499.80
31/07/2013	9.61	9,610,197.00
31/08/2013	9.53	9,531,104.92
30/09/2013	9.91	9,906,547.32
31/10/2013	10.31	10,313,204.77
30/11/2013	10.22	23,521,506.73
31/12/2013	9.73	22,400,933.86

<b>GENERALI PPF EMERGING EUROPE I EUR</b>		
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (EUR)</b>
31/12/2011	7.74	6,816,228.87
31/12/2012	9.58	8,430,342.85
31/01/2013	9.56	8,414,687.42
28/02/2013	9.53	8,383,190.88
31/03/2013	9.32	8,205,542.47
30/04/2013	9.27	8,154,819.28
31/05/2013	9.32	8,198,221.81
30/06/2013	8.65	7,612,239.18
31/07/2013	8.77	7,715,564.07
31/08/2013	8.69	7,652,064.88
30/09/2013	9.04	7,953,489.78
31/10/2013	9.41	8,279,975.22
30/11/2013	9.33	2,427,287.70
31/12/2013	8.89	2,311,650.94

<b>GENERALI PPF EMERGING EUROPE A PLN</b>			
<b>Date</b>	<b>NAV per Share</b>	<b>Market Value (PLN)</b>	<b>Market Value (EUR)</b>
31/12/2011	-	-	-
31/12/2012	46.11	500.98	122.78
31/01/2013	46.15	1,072.29	255.11
28/02/2013	46.07	1,070.27	257.88
31/03/2013	45.15	1,088.89	260.72
30/04/2013	44.99	1,124.03	269.84
31/05/2013	45.14	1,298.84	303.56
30/06/2013	41.92	1,322.24	305.35
31/07/2013	42.49	2,217.54	521.37
31/08/2013	41.97	3,086.54	722.96
30/09/2013	43.61	4,080.44	965.69
31/10/2013	45.38	5,186.18	1,239.85
30/11/2013	45.00	5,977.58	1,422.62
31/12/2013	42.91	6,091.60	1,465.07

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Fund (continued)**

GENERALI PPF EMERGING EUROPE A CZK			
Date	NAV per Share	Market Value (CZK)	Market Value (EUR)
31/12/2011	221.11	224,302.00	8,795.32
31/12/2012	266.52	38,277,626.03	1,525,269.30
31/01/2013	265.51	38,174,353.31	1,485,211.24
28/02/2013	264.17	43,367,726.95	1,687,637.69
31/03/2013	257.88	42,497,888.20	1,649,643.50
30/04/2013	255.85	42,237,946.90	1,637,649.52
31/05/2013	256.82	42,405,931.15	1,647,908.89
30/06/2013	237.67	39,330,973.07	1,514,175.13
31/07/2013	240.53	39,922,509.81	1,540,256.95
31/08/2013	237.93	39,547,564.08	1,534,185.17
30/09/2013	246.81	41,062,227.80	1,595,531.41
31/10/2013	256.49	42,654,611.47	1,654,729.07
30/11/2013	253.55	42,233,060.12	1,542,388.38
31/12/2013	240.88	40,243,073.20	1,470,210.48

**The future market outlook for the Fund**

Although the economic recovery of the European Union as well as of the emerging markets is expected to lag behind the U.S., there are positive trends mainly in the export-oriented Central and Eastern Europe / South Eastern Europe countries, where economic growth is picking up pace. The main drivers are increased flow of investments, weaker local currencies and stronger external demand, supported by the strong performance of the German economy. On the other hand, global monetary policy, especially tightening in the United States and the accompanying normalisation of risk free rates will remain one of the key downside risks in 2014.



**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Emerging Europe Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : equities</b>					
<b>AUSTRIA</b>					
Erste Group Bank AG	44,360	CZK	829,565	1,131,189	4.33
Erste Group Bank AG	2,840	EUR	53,250	71,795	0.27
Vienna Insurance Group AG Wiener Versicherung Gruppe	21,649	CZK	788,041	780,706	2.99
			1,670,856	1,983,690	7.59
<b>CZECH REPUBLIC</b>					
CEZ AS	43,241	CZK	1,054,828	817,513	3.13
Komerční Banka AS	1,387	CZK	230,061	223,158	0.85
Philip Morris CR AS	166	CZK	74,154	64,157	0.24
Telefonica Czech Republic AS	29,700	CZK	416,148	319,544	1.22
			1,775,191	1,424,372	5.44
<b>FEDERATION OF RUSSIA</b>					
Gazprom OAO	111,974	USD	665,638	694,378	2.66
Lukoil OAO	16,950	USD	777,874	767,575	2.94
MMC Norilsk Nickel OJSC	30,362	USD	334,228	365,547	1.40
Mobile Telesystems OJSC	11,665	USD	189,773	183,193	0.70
NOVATEK OAO	2,299	USD	203,487	228,240	0.87
Sberbank of Russia	98,254	USD	914,146	894,871	3.42
Severstal OAO	29,729	USD	181,919	212,728	0.81
Surgutneftegas OAO	42,705	USD	266,639	266,528	1.02
Uralkali OJSC	7,225	USD	137,195	139,052	0.53
VTB Bank OJSC	62,833	USD	138,305	136,386	0.52
			3,809,204	3,888,498	14.87
<b>GREAT BRITAIN</b>					
Evraz Plc	35,500	GBP	82,005	47,748	0.18
			82,005	47,748	0.18
<b>HUNGARY</b>					
Magyar Telekom Telecommunications Plc	289,290	HUF	350,657	303,824	1.16
MOL Hungarian Oil and Gas Plc	19,139	HUF	1,093,975	927,717	3.55
OTP Bank Plc	71,036	HUF	1,101,154	980,623	3.75
Richter Gedeon Nyrt	52,532	HUF	683,627	772,750	2.96
			3,229,413	2,984,914	11.42
<b>LUXEMBOURG</b>					
Kernel Holding SA	7,347	PLN	90,211	67,234	0.26
			90,211	67,234	0.26
<b>POLAND</b>					
Asseco Poland SA	11,377	PLN	123,116	125,867	0.48
Bank Pekao SA	18,843	PLN	814,896	809,618	3.10
Globe Trade Centre SA	34,846	PLN	83,437	61,933	0.24
Jastrzebska Spółka Węglowa SA	8,099	PLN	136,234	104,620	0.40
KGHM Polska Miedź SA	21,812	PLN	679,276	611,151	2.34

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Emerging Europe Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
POLAND (continued)					
Lubelski Wegiel Bogdanka SA	5,079	PLN	147,952	148,538	0.57
Orange Polska SA	98,108	PLN	202,642	228,877	0.87
PGE SA	139,252	PLN	633,009	553,606	2.12
Polski Koncern Naftowy Orlen S.A.	52,323	PLN	591,594	516,197	1.97
Powszechna Kasa Oszczednosci Bank Polski SA	98,210	PLN	892,171	931,106	3.56
Powszechny Zaklad Ubezpieczen SA	7,993	PLN	831,691	857,376	3.28
Tauron Polska Energia SA	157,998	PLN	190,367	169,858	0.65
			5,326,385	5,118,747	19.58
ROMANIA					
Banca Transilvania	1,504,544	RON	415,254	555,440	2.12
BRD-Groupe Societe Generale	286,136	RON	581,320	573,681	2.19
OMV Petrom SA	6,050,228	RON	558,972	635,652	2.43
Societatea Nationala de Gaze Naturale ROMGAZ SA	5,000	RON	33,841	38,262	0.15
Transelectrica SA	28,674	RON	85,451	101,118	0.39
Transgaz SA Medias	4,617	RON	200,196	191,547	0.73
			1,875,034	2,095,700	8.01
SLOVENIA					
Gorenje dd	7,510	EUR	31,700	30,416	0.12
Krka dd Novo mesto	3,201	EUR	163,321	188,859	0.72
Petrol DD Ljubljana	531	EUR	115,705	115,094	0.44
Telekom Slovenije DD	958	EUR	95,729	115,918	0.44
Zavarovalnica Triglav DD	3,408	EUR	58,163	64,752	0.25
			464,618	515,039	1.97
TURKEY					
Akbank TAS	251,160	TRY	767,256	566,706	2.17
Arcelik AS	25,547	TRY	119,129	104,845	0.40
BIM Birlesik Magazalar AS	27,468	TRY	443,050	399,885	1.53
Enka Insaat ve Sanayi AS	58,011	TRY	131,311	117,569	0.45
KOC Holding AS	82,019	TRY	290,974	243,243	0.93
Koza Altin Isletmeleri AS	6,917	TRY	80,980	51,868	0.20
Haci Omer Sabanci Holding AS	132,225	TRY	474,897	384,992	1.47
TAV Havalimanlari Holding AS	22,013	TRY	106,752	114,135	0.44
Tofas Turk Otomobil Fabrikasi AS	18,267	TRY	88,966	81,755	0.31
Tupras Turkiye Petrol Rafinerileri AS	18,107	TRY	297,304	258,713	0.99
Turk Hava Yollari	101,710	TRY	279,175	221,249	0.85
Turk Telekomunikasyon AS	68,278	TRY	167,008	137,454	0.53
Turkcell Iletisim Hizmetleri AS	81,057	TRY	351,455	309,386	1.18
Turkiye Halk Bankasi AS	91,354	TRY	597,433	374,917	1.43
Yapi ve Kredi Bankasi AS	114,645	TRY	209,729	144,055	0.55
			4,405,419	3,510,772	13.43
<b>Total listed securities : equities</b>			22,728,336	21,636,714	82.75

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Emerging Europe Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : exchange traded funds</b>					
FRANCE					
Lyxor ETF Turkey EURO	10,580	EUR	437,678	415,265	1.59
			437,678	415,265	1.59
ROMANIA					
Fondul Proprietatea SA	5,898,546	RON	873,613	1,101,351	4.21
			873,613	1,101,351	4.21
UNITED STATES OF AMERICA					
iShares MSCI Turkey Index Fund	16,550	USD	574,476	560,895	2.15
			574,476	560,895	2.15
<b>Total listed securities : exchange traded funds</b>			<b>1,885,767</b>	<b>2,077,511</b>	<b>7.95</b>
<b>Other organised market : equities</b>					
FEDERATION OF RUSSIA					
Lukoil OAO	5,750	RUB	249,160	259,057	0.99
MMC Norilsk Nickel OJSC	775	RUB	133,035	92,426	0.35
Mobile Telesystems OJSC	11,500	RUB	66,433	83,345	0.32
NOVATEK OAO	9,900	RUB	83,552	88,657	0.34
RusHydro JSC	1,000,000	RUB	33,329	12,533	0.05
Sberbank of Russia	85,000	RUB	202,388	189,693	0.73
Severstal OAO	4,000	RUB	50,214	28,180	0.11
Surgutneftegas OAO	73,000	RUB	49,615	45,650	0.17
VTB Bank OJSC	15,800,000	RUB	33,169	17,322	0.07
			900,895	816,863	3.13
<b>Total other organised market : equities</b>			<b>900,895</b>	<b>816,863</b>	<b>3.13</b>
<b>Other transferable securities : equities</b>					
FEDERATION OF RUSSIA					
Gazprom OAO	50,000	RUB	249,946	153,215	0.59
			249,946	153,215	0.59
<b>Total other transferable securities : equities</b>			<b>249,946</b>	<b>153,215</b>	<b>0.59</b>
<b>Financial assets at fair value through profit or loss</b>			<b>25,764,944</b>	<b>24,684,303</b>	<b>94.42</b>

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Emerging Europe Fund (continued)**

Description						Fair Value EUR	% of Net Assets
<b>Financial Derivative Instruments</b>							
<b>Open Forward Foreign Currency Contracts</b>							
Maturity	Counterparty	Currency Purchased		Currency Sold		Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR	35	CZK	964	-	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	443	CZK	12,209	(3)	-
03-Jan-14	RBC IS Bank Luxembourg	EUR	1	CZK	29	-	-
06-Jan-14	RBC IS Bank Luxembourg	EUR	35	CZK	960	-	-
31-Jan-14	RBC IS Bank Luxembourg	PLN	6,048	EUR	1,452	-	-
31-Jan-14	RBC IS Bank Luxembourg	CZK	40,477,251	EUR	1,465,724	13,153	0.05
<b>Net gain on open forward foreign exchange contracts</b>						<b>13,150</b>	<b>0.05</b>
<b>Net financial derivative instruments</b>						<b>13,150</b>	<b>0.05</b>
<b>Cash and other net assets</b>						<b>1,444,386</b>	<b>5.53</b>
<b>Total net assets attributable to holders of redeemable participating shares</b>						<b>26,141,839</b>	<b>100.00</b>

## INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013 Generali PPF Emerging Europe Bond Fund

### The investment objective of the Fund How the Fund achieves its investment objective

The Fund's investment policy is to achieve long-term returns through exposure to the debt instruments of emerging markets in 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, Belarus, and Kazakhstan.

On 4 April 2013 seed money in amount of EUR 24 million was deposited in the Fund and the amount was gradually invested according to the investment policy as soon as appropriate accounts were established. There were further larger subscriptions in the total amount of EUR 5 million. As at 31 December 2013 the NAV of the Fund reached EUR 30.7 million.

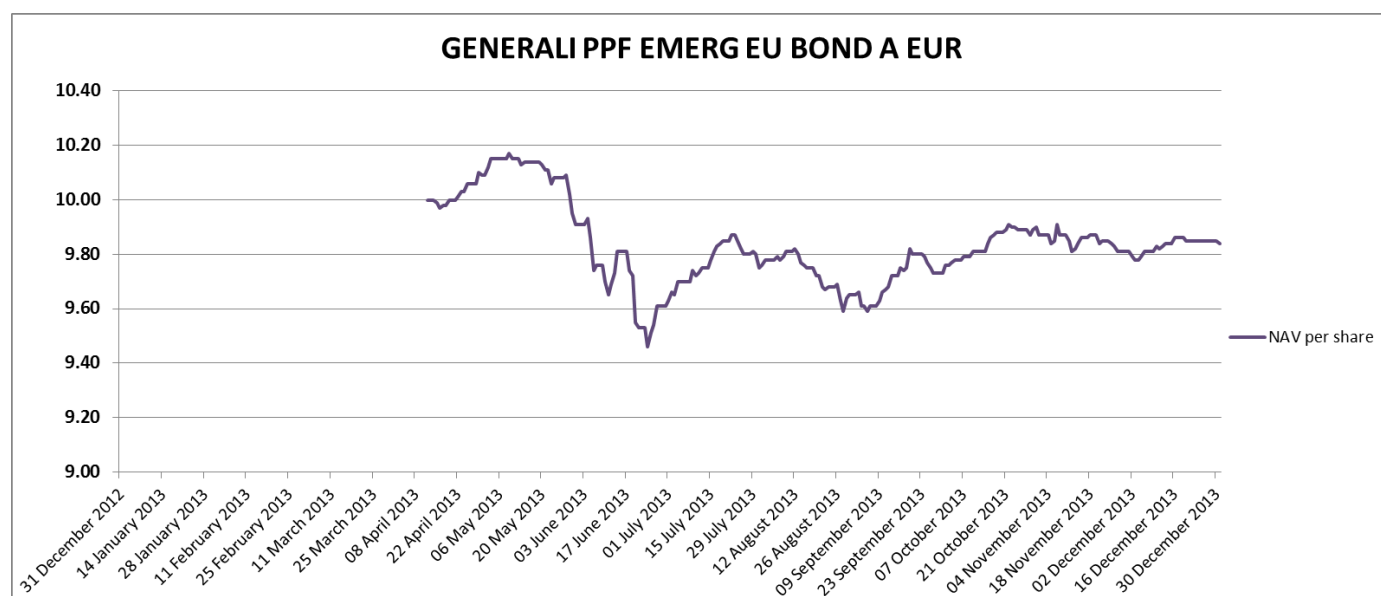
The Fund seeks to achieve its objective by investing in bonds such as eurobonds, corporate bonds, international institution bonds, bonds of governments, government agencies and bonds issued by banks or other corporations or governments of countries that are members of the OECD or emerging markets countries or their agencies or associated entities and other transferable debt instruments which include treasury notes, commercial paper, treasury bills, floating and variable rate notes or debt securities which have been established by or sponsored by such governments, agencies or entities, which are listed or traded on a Recognized Exchange.

Although the Fund may invest in bonds which are rated and unrated, it will typically invest in bonds rated B- to AAA by Standard & Poors or another reputable rating agency deemed to be equivalent quality by the Investment Manager. The average credit rating was stable for the whole year 2013 at level BBB.

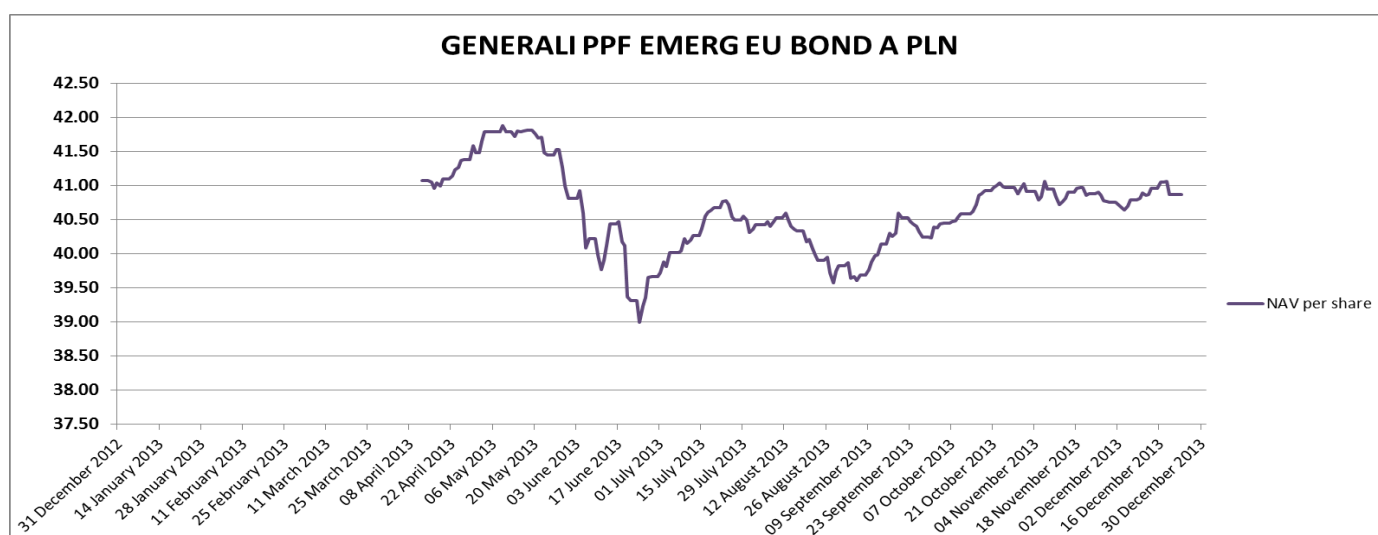
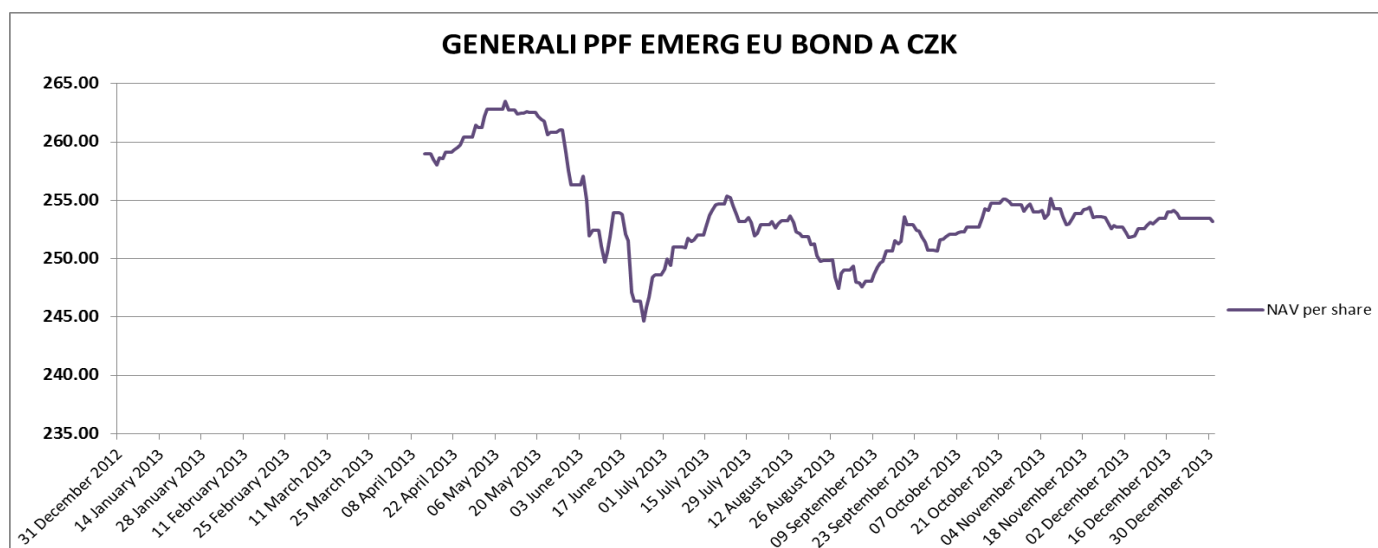
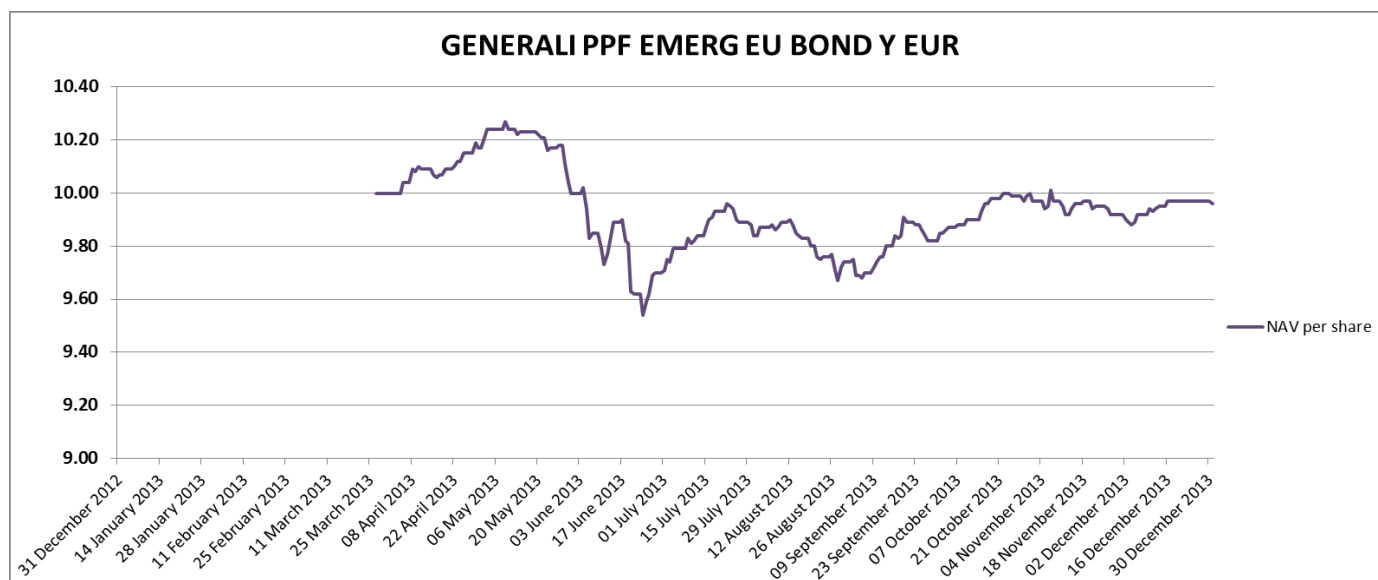
Performance of the Fund in the last period was negatively affected by the depreciation of local currencies. However, a disinflationary environment is bond friendly and we regard CEE local bonds as attractive. Within CEE we still favour short-term Romanian government bonds.

In seeking to achieve the objective, the Fund uses a limited number of simple derivative instruments such as forwards for non-complex efficient portfolio management and hedging. Investments in local currencies are FX unhedged excluding PLN which is partially hedged (currently 25%) and positions in RUB and TRY are partially open against a basket of USD and EUR (we are short in USD).

### NAV per Share of the Fund during the year



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Bond Fund (continued)**



**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Bond Fund (continued)**

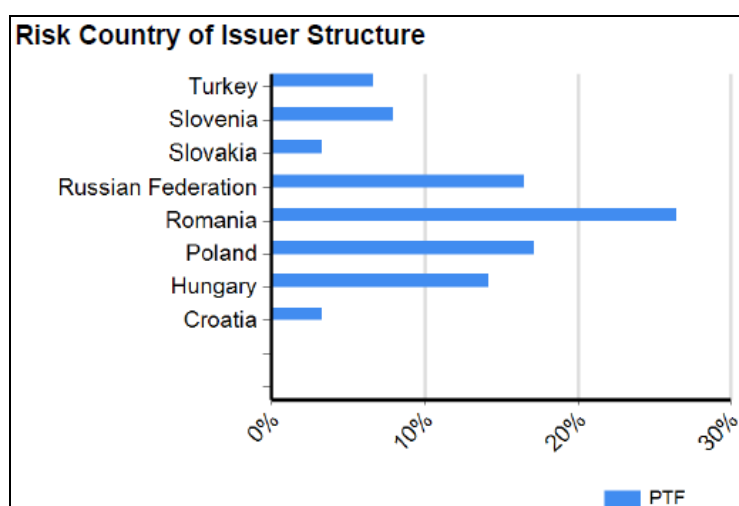
GENERALI PPF EMERG EU BOND A EUR		
Date	NAV per Share	Market Value (EUR)
30/04/2013	10.09	100.85
31/05/2013	9.91	99.08
30/06/2013	9.61	96.11
31/07/2013	9.75	97.54
31/08/2013	9.65	6,729.37
30/09/2013	9.73	56,484.58
31/10/2013	9.90	69,321.66
30/11/2013	9.81	71,050.68
31/12/2013	9.84	21,006.58

GENERALI PPF EMERG EU BOND Y EUR		
Date	NAV per Share	Market Value (EUR)
31/03/2013	10.00	23,998,982.65
30/04/2013	10.17	26,940,528.13
31/05/2013	10.00	26,467,214.78
30/06/2013	9.70	28,142,045.30
31/07/2013	9.84	28,548,776.05
31/08/2013	9.74	28,254,616.63
30/09/2013	9.82	28,489,776.52
31/10/2013	10.00	29,008,020.41
30/11/2013	9.92	30,683,103.70
31/12/2013	9.96	30,807,835.11

GENERALI PPF EMERG EU BOND A CZK			
Date	NAV per Share	Market Value (CZK)	Market Value (EUR)
30/04/2013	261.27	3,026.67	117.35
31/05/2013	256.30	2,971.41	115.47
30/06/2013	248.58	2,880.39	110.89
31/07/2013	251.94	2,921.11	112.70
31/08/2013	249.01	20,768.73	805.69
30/09/2013	250.67	78,260.41	3,040.92
31/10/2013	254.68	114,431.80	4,439.23
30/11/2013	252.73	493,392.59	18,019.13
31/12/2013	253.19	493,272.22	18,020.84

**INVESTMENT MANAGER'S REPORT for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Bond Fund (continued)**

GENERALI PPF EMERG EU BOND A PLN			
Date	NAV per Share	Market Value (PLN)	Market Value (EUR)
30/04/2013	41.49	504.74	121.17
31/05/2013	40.82	496.11	115.95
30/06/2013	39.67	482.26	111.37
31/07/2013	40.32	490.19	115.25
31/08/2013	39.83	484.27	113.43
30/09/2013	40.23	489.26	115.79
31/10/2013	41.03	498.77	119.24
30/11/2013	40.76	495.86	118.01
19/12/2013	40.87	497.18	119.33



**The future market outlook for the Fund**

For 2014, improving demand in the U.S. and Western Europe — reflecting fading policy drags and improving private sector performance — is expected to be constrained by ongoing adjustments in emerging markets economies. The unwinding of excesses created by a decade of buoyant credit-led emerging markets growth is combined with weak corporate performance, weighing on emerging markets domestic demand and global commodity producers. During the year, the developed markets demand should help stabilize activity indicators in emerging market economies however. Within the emerging market universe, the CEE region is expected to be a clear outperformer. These small, export-oriented economies should benefit from accelerating activity in the European Monetary Union and proximity to the German economy. At the same time, the CEE economies will benefit from lagged effects of looser monetary and fiscal policies. We do not expect any material tightening of monetary policies in the Czech Republic, Poland, Hungary, and Romania. Economies still operate with a negative output gap and an increase in yields might be induced by a weakening of currencies in economies where inflation expectations are not anchored - such as Turkey and to a certain extent, Hungary. The Fund's exposure to Turkey - where imbalances are large - is limited when compared to the size of the economy within the region. In addition, significant adjustments have already taken place in Turkey. We continue to monitor developments within the Chinese banking sector and its impact on emerging assets and the effect on flows of capital into emerging markets of sentiment invoked by tapering and robustness of EMU/U.S. recovery.



**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Emerging Europe Bond Fund**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>Listed securities : bonds</b>					
<b>CROATIA</b>					
Croatia Government International Bond 5.875% 09/07/2018	900,000	EUR	972,097	969,750	3.15
			972,097	969,750	3.15
<b>FEDERATION OF RUSSIA</b>					
Russian Federal Bond - OFZ 7.4% 14/06/2017	60,000,000	RUB	1,549,491	1,350,938	4.39
Russian Federal Bond - OFZ 7.5% 27/02/2019	62,500,000	RUB	1,564,355	1,407,228	4.58
Russian Federal Bond - OFZ 8.15% 03/02/2027	21,000,000	RUB	482,890	478,858	1.56
			3,596,736	3,237,024	10.53
<b>HUNGARY</b>					
Hungary Government Bond 5.5% 20/12/2018	140,000,000	HUF	480,123	487,237	1.59
Hungary Government Bond 5.5% 22/12/2016	345,000,000	HUF	1,164,678	1,206,730	3.92
Hungary Government Bond 6.75% 24/02/2017	80,000,000	HUF	288,790	289,020	0.94
Hungary Government Bond 7.75% 24/08/2015	135,000,000	HUF	485,888	485,960	1.58
Hungary Government International Bond 3.5% 18/07/2016	500,000	EUR	493,051	514,600	1.67
Hungary Government International Bond 5.75% 11/06/2018	1,200,000	EUR	1,204,626	1,300,632	4.23
			4,117,156	4,284,179	13.93
<b>POLAND</b>					
Poland Government Bond 3.75% 25/04/2018	7,400,000	PLN	1,869,984	1,793,262	5.83
Poland Government Bond 4.75% 25/04/2017	3,200,000	PLN	800,167	802,715	2.61
Poland Government Bond 5.25% 25/10/2017	6,300,000	PLN	1,684,961	1,610,648	5.24
Poland Government Bond 5.5% 25/10/2019	3,700,000	PLN	1,017,847	962,821	3.13
			5,372,959	5,169,446	16.81
<b>ROMANIA</b>					
City of Bucharest Romania 4.125% 22/06/2015	550,000	EUR	563,808	560,670	1.82
Romania Government Bond 5.75% 27/01/2016	4,400,000	RON	1,010,366	1,022,377	3.33
Romania Government Bond 5.85% 26/04/2023	7,300,000	RON	1,765,116	1,703,232	5.54
Romanian Government International Bond 4.875% 07/11/2019 EMTN	900,000	EUR	949,057	962,280	3.13
Romanian Government International Bond 5% 18/03/2015	800,000	EUR	835,894	831,200	2.70
Romanian Government International Bond 6.5% 18/06/2018	400,000	EUR	435,044	455,720	1.48
			5,559,285	5,535,479	18.00
<b>SLOVAKIA</b>					
Slovakia Government Bond 0% 07/04/2014	1,000,000	EUR	999,300	998,900	3.25
			999,300	998,900	3.25
<b>SLOVENIA</b>					
Slovenia Government Bond 4% 17/02/2016	1,499,943	EUR	1,444,741	1,541,942	5.02
Slovenia Government Bond 5.125% 30/03/2026	800,000	EUR	703,670	798,592	2.60
			2,148,411	2,340,534	7.62

**SCHEDULE OF INVESTMENTS as at 31 December 2013**  
**Generali PPF Emerging Europe Bond Fund (continued)**

Description	Quantity	Currency	Acquisition Cost EUR	Fair Value EUR	% of Net Assets
<b>TURKEY</b>					
Turkey Government Bond 6.5% 07/01/2015	2,250,000	TRY	971,356	736,325	2.40
Turkey Government Bond 9% 27/01/2016	3,700,000	TRY	1,528,436	1,227,157	3.99
			2,499,792	1,963,482	6.39
<b>Total listed securities : bonds</b>			25,265,736	24,498,794	79.68
<b>Other organised market : bonds</b>					
<b>FEDERATION OF RUSSIA</b>					
Russian Federal Bond - OFZ 7.35% 20/01/2016	61,000,000	RUB	1,561,656	1,378,169	4.48
Russian Federal Bond - OFZ 7.6% 14/04/2021	17,500,000	RUB	459,704	391,512	1.27
			2,021,360	1,769,681	5.75
<b>ROMANIA</b>					
Romania Government Bond 5.9% 26/07/2017	10,100,000	RON	2,407,720	2,371,188	7.71
			2,407,720	2,371,188	7.71
<b>Total other organised market : bonds</b>			4,429,080	4,140,869	13.46
<b>Bond interest accrued</b>				689,139	2.24
<b>Financial assets at fair value through profit or loss</b>			29,694,816	29,328,802	95.38
<b>Financial Derivative Instruments</b>					
<b>Open Forward Foreign Currency Contracts</b>					
Maturity	Counterparty	Currency Purchased	Currency Sold	Unrealised Appreciation/ (Depreciation)	% of Net Assets
02-Jan-14	RBC IS Bank Luxembourg	EUR 18 CZK	492	-	-
03-Jan-14	RBC IS Bank Luxembourg	CZK 4,254 EUR	154	1	-
03-Jan-14	RBC IS Bank Luxembourg	CZK 5 EUR	-	-	-
06-Jan-14	RBC IS Bank Luxembourg	EUR 125 CZK	3,430	-	-
16-Jan-14	RBC IS Bank Luxembourg	EUR 1,867,149 USD	2,570,000	2,025	0.01
29-Jan-14	RBC IS Bank Luxembourg	EUR 1,300,126 PLN	5,450,000	(8,280)	(0.03)
31-Jan-14	RBC IS Bank Luxembourg	CZK 489,970 EUR	17,742	159	-
<b>Net loss on open forward foreign exchange contracts</b>				(6,095)	(0.02)
<b>Net financial derivative instruments</b>				(6,095)	(0.02)
<b>Cash and other net assets</b>				1,427,741	4.64
<b>Total net assets attributable to holders of redeemable participating shares</b>				30,750,448	100.00

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013

		Generali PPF Cash & Bond Fund	Generali PPF Cash & Bond Fund	Generali PPF Corporate Bonds Fund	Generali PPF Corporate Bonds Fund
		31 December 2013	31 December 2012	31 December 2013	31 December 2012
	Note	EUR	EUR	EUR	EUR
<b>Assets</b>					
Financial assets at fair value through profit or loss	3	9,795,967	7,370,028	11,675,457	5,712,407
Derivative financial assets	2	67,901	30,007	80,215	38,752
Cash and cash equivalents	9	708,645	93,801	1,756,138	748,228
Interest and dividends receivable, net		-	-	1	-
Amount receivable from subscriptions		93,043	10,891	268,868	347,969
Amount receivable on sale of securities		974,317	377,386	-	1,674,728
Other receivables		1,644	-	1,636	-
<b>Total assets</b>		<b>11,641,517</b>	<b>7,882,113</b>	<b>13,782,315</b>	<b>8,522,084</b>
<b>Liabilities</b>					
Derivative financial liabilities	2	44	1,120	206	4,741
Amount payable on redemptions		5,784	5,052	6,006	2,240
Amount payable on purchase of securities		1,105,065	158,716	242,176	1,671,270
Investment management fees payable	6	-	-	9,299	6,667
Administration and transfer agency fees payable	6	5,100	3,541	7,949	3,611
Custodian fees payable	6	371	333	494	341
Accrued audit fees	6	7,808	10,000	7,808	10,000
Director fees payable	6	1,307	2,007	1,307	2,007
Distribution fees payable	6	-	-	37,464	26,683
Other expenses payable	6	10,368	8,655	10,366	8,652
<b>Liabilities (excluding net assets attributable to holders of redeemable shares)</b>		<b>1,135,847</b>	<b>189,424</b>	<b>323,075</b>	<b>1,736,212</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>10,505,670</b>	<b>7,692,689</b>	<b>13,459,240</b>	<b>6,785,872</b>
<b>Net Asset Value</b>		<b>10,505,670</b>	<b>7,692,689</b>	<b>13,459,240</b>	<b>6,785,872</b>
<b>Represented by:</b>					
Net assets attributable to holders of redeemable participating shares for financial statement purposes		10,505,670	7,692,689	13,459,240	6,785,872
Adjustment for fair value	16	28,168	29,724	50,695	24,052
Net assets attributable to holders of redeemable participating shares	16	10,533,838	7,722,413	13,509,935	6,809,924
Class 'A' EUR Shares In Issue		814,051.13	721,267.59	572,860.69	414,523.06
Net Asset Value Per Share		EUR 10.96	EUR 10.65	EUR 12.77	EUR 12.17
Class 'B' EUR Shares In Issue		-	-	85,394.79	19,170.22
Net Asset Value Per Share		-	-	EUR 11.11	EUR 10.94
Class 'A' CZK Shares In Issue		130,031.14	-	-	-
Net Asset Value Per Share		CZK 261.95	-	-	-
Class 'B' CZK Shares In Issue		-	-	406,801.69	138,322.84
Net Asset Value Per Share		-	-	CZK 269.34	CZK 268.02
Class 'A' PLN Shares In Issue		31,497.42	3,827.60	96,126.97	6,350.87
Net Asset Value Per Share		PLN 48.11	PLN 45.82	PLN 52.93	PLN 49.58
Class 'B' PLN Shares In Issue		-	-	1,737.79	233.69
Net Asset Value Per Share		-	-	PLN 51.14	PLN 48.23
The accompanying notes form an integral part of the financial statements.					

**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013 (continued)**

		Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali PPF New Economies Fund	Generali PPF New Economies Fund
		31 December 2013	31 December 2012	31 December 2013	31 December 2012
	Note	EUR	EUR	EUR	EUR
<b>Assets</b>					
Financial assets at fair value through profit or loss	3	15,944,355	15,400,601	12,548,119	14,206,956
Derivative financial assets	2	153,291	76,219	26,858	95,672
Cash and cash equivalents	9	975,413	1,344,924	1,479,519	2,473,315
Interest and dividends receivable, net		8,613	9,800	5,434	38,863
Amount receivable from subscriptions		1,098	807	2,096	3,650
Amount receivable on sale of securities		1,055,623	26,482	-	-
Other receivables		1,636	-	1,636	-
<b>Total assets</b>		<b>18,140,029</b>	<b>16,858,833</b>	<b>14,063,662</b>	<b>16,818,456</b>
<b>Liabilities</b>					
Derivative financial liabilities	2	7	-	1,383	8,827
Amount payable on redemptions		-	144	304	695
Amount payable on purchase of securities		-	244,061	-	-
Investment management fees payable	6	15,435	12,749	17,591	18,142
Administration and transfer agency fees payable	6	8,776	6,373	7,205	6,676
Custodian fees payable	6	707	663	564	660
Accrued audit fees	6	7,808	10,000	7,808	10,000
Director fees payable	6	1,307	2,007	1,307	2,007
Distribution fees payable	6	79,379	65,565	63,328	65,312
Other expenses payable	6	10,373	8,654	10,367	8,655
<b>Liabilities (excluding net assets attributable to holders of redeemable shares)</b>		<b>123,792</b>	<b>350,216</b>	<b>109,857</b>	<b>120,974</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>18,016,237</b>	<b>16,508,617</b>	<b>13,953,805</b>	<b>16,697,482</b>
<b>Net Asset Value</b>		<b>18,016,237</b>	<b>16,508,617</b>	<b>13,953,805</b>	<b>16,697,482</b>
<b>Represented by:</b>					
Net assets attributable to holders of redeemable participating shares for financial statement purposes		18,016,237	16,508,617	13,953,805	16,697,482
Adjustment for fair value	16	4,781	6,449	8,369	(24,314)
Net assets attributable to holders of redeemable participating shares	16	18,021,018	16,515,066	13,962,174	16,673,168
Class 'A' EUR Shares In Issue		1,269,482.47	1,441,337.38	1,414,402.63	1,602,008.50
Net Asset Value Per Share		EUR 14.13	EUR 11.45	EUR 9.84	EUR 10.40
Class 'A' PLN Shares In Issue		5,607.18	1,305.22	4,266.99	1,135.00
Net Asset Value Per Share		PLN 57.63	PLN 45.78	PLN 42.04	PLN 43.70

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

**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013 (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 2013	31 December 2012	31 December 2013	31 December 2012
	Note	EUR	EUR	EUR	EUR
<b>Assets</b>					
Financial assets at fair value through profit or loss	3	9,918,849	9,790,192	7,505,521	10,300,162
Derivative financial assets	2	16,326	51,808	88,524	148,117
Cash and cash equivalents	9	498,509	972,999	741,275	83,447
Interest and dividends receivable, net		3,007	10,322	-	-
Amount receivable from subscriptions		4,009	2,456	47,440	2,395
Amount receivable on sale of securities		-	-	274,155	-
Other receivables		1,636	-	1,636	-
<b>Total assets</b>		<b>10,442,336</b>	<b>10,827,777</b>	<b>8,658,551</b>	<b>10,534,121</b>
<b>Liabilities</b>					
Derivative financial liabilities	2	437	2,459	415	20
Amount payable on redemptions		6,493	1,450	5,896	1,242
Investment management fees payable	6	12,992	13,509	10,965	13,450
Administration and transfer agency fees payable	6	5,589	4,780	5,378	4,761
Custodian fees payable	6	417	464	352	460
Accrued audit fees	6	7,808	10,000	7,808	10,000
Director fees payable	6	1,307	2,007	1,307	2,008
Distribution fees payable	6	46,772	48,633	39,707	48,421
Other expenses payable	6	10,366	8,654	10,366	8,653
<b>Liabilities (excluding net assets attributable to holders of redeemable shares)</b>		<b>92,181</b>	<b>91,956</b>	<b>82,194</b>	<b>89,015</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>10,350,155</b>	<b>10,735,821</b>	<b>8,576,357</b>	<b>10,445,106</b>
<b>Net Asset Value</b>		<b>10,350,155</b>	<b>10,735,821</b>	<b>8,576,357</b>	<b>10,445,106</b>
<b>Represented by:</b>					
Net assets attributable to holders of redeemable participating shares for financial statement purposes		10,350,155	10,735,821	8,576,357	10,445,106
Adjustment for fair value	16	1,603	16,551	54,734	41,886
Net assets attributable to holders of redeemable participating shares	16	10,351,758	10,752,372	8,631,091	10,486,992
Class 'A' EUR Shares In Issue		987,637.09	1,177,335.34	813,939.91	885,237.16
Net Asset Value Per Share		EUR 10.44	EUR 9.13	EUR 8.73	EUR 10.07
Class 'A' CZK Shares In Issue		-	-	217,377.46	200,221.22
Net Asset Value Per Share		-	-	CZK 168.89	CZK 196.75
Class 'A' PLN Shares In Issue		3,171.63	742.42	22,458.19	406.06
Net Asset Value Per Share		PLN 47.52	PLN 40.76	PLN 34.64	PLN 39.38

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

## STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013 (continued)

		Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Bond Fund*
		31 December 2013	31 December 2012	31 December 2013
	Note	EUR	EUR	EUR
<b>Assets</b>				
Financial assets at fair value through profit or loss	3	24,684,303	9,209,878	29,328,802
Derivative financial assets	2	13,153	2,611	2,185
Cash and cash equivalents	9	1,129,496	831,196	1,477,644
Interest and dividends receivable, net		24	1,113	-
Amount receivable from subscriptions		1,766	1,017	326
Amount receivable on sale of securities		382,244	-	784,964
Other receivables		2,077	5,122	8,897
<b>Total assets</b>		<b>26,213,063</b>	<b>10,050,937</b>	<b>31,602,818</b>
<b>Liabilities</b>				
Derivative financial liabilities	2	3	50	8,280
Amount payable on redemptions		119	211	1,482
Amount payable on purchase of securities		-	-	783,307
Investment management fees payable	6	29,750	12,053	22,421
Administration and transfer agency fees payable	6	12,901	4,346	15,157
Custodian fees payable	6	943	417	1,193
Accrued audit fees	6	7,808	10,000	5,754
Director fees payable	6	1,307	1,613	1,726
Distribution fees payable	6	8,451	6,683	211
Other expenses payable	6	9,942	8,657	12,839
<b>Liabilities (excluding net assets attributable to holders of redeemable shares)</b>		<b>71,224</b>	<b>44,030</b>	<b>852,370</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>26,141,839</b>	<b>10,006,907</b>	<b>30,750,448</b>
<b>Net Asset Value</b>		<b>26,141,839</b>	<b>10,006,907</b>	<b>30,750,448</b>
<b>Represented by:</b>				
Net assets attributable to holders of redeemable participating shares for financial statement purposes		26,141,839	10,006,907	30,750,448
Adjustment for fair value	16	56,139	(43,642)	96,415
Net assets attributable to holders of redeemable participating shares	16	26,197,978	9,963,265	30,846,863
Class 'A' EUR Shares In Issue		1,374.45	687.67	2,134.64
Net Asset Value Per Share		EUR 9.98	EUR 10.95	EUR 9.84
Class 'A' CZK Shares In Issue		167,007.25	143,602.09	1,947.32
Net Asset Value Per Share		CZK 240.88	CZK 266.52	CZK 253.19
Class 'I' EUR Shares		260,099.39	880,099.39	-
Net Asset Value Per Share		EUR 8.89	EUR 9.58	-
Class 'A' PLN Shares In Issue		142.01	10.87	-
Net Asset Value Per Share		PLN 42.91	PLN 46.11	-
Class 'Y' EUR Shares In Issue		2,302,526.09	-	3,093,240.45
Net Asset Value Per Share		EUR 9.73	-	EUR 9.96

\*Launched on 26 March 2013.

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

**STATEMENT OF FINANCIAL POSITION AS AT 31 DECEMBER 2013 (continued)**

		Total 31 December 2013	Total 31 December 2012
	Note	EUR	EUR
<b>Assets</b>			
Financial assets at fair value through profit or loss	3	121,401,373	71,990,224
Derivative financial assets	2	448,453	443,186
Cash and cash equivalents	9	8,766,639	6,547,910
Interest and dividends receivable, net		17,079	60,098
Amount receivable from subscriptions		418,646	369,185
Amount receivable on sale of securities		3,471,303	2,078,596
Other receivables		20,798	5,122
<b>Total assets</b>		<b>134,544,291</b>	<b>81,494,321</b>
<b>Liabilities</b>			
Derivative financial liabilities	2	10,775	17,217
Amount payable on redemptions		26,084	11,034
Amount payable on purchase of securities		2,130,548	2,074,047
Investment management fees payable	6	118,453	76,570
Administration and transfer agency fees payable	6	68,055	34,088
Custodian fees payable	6	5,041	3,338
Accrued audit fees	6	60,410	70,000
Director fees payable	6	10,875	13,656
Distribution fees payable	6	275,312	261,297
Other expenses payable	6	84,987	60,580
<b>Liabilities (excluding net assets attributable to holders of redeemable shares)</b>		<b>2,790,540</b>	<b>2,621,827</b>
<b>Net assets attributable to holders of redeemable participating shares</b>		<b>131,753,751</b>	<b>78,872,494</b>

**On behalf of the Board**

**Director**

**Date: 7 April 2014**

**Director**

**Date: 7 April 2014**

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

**STATEMENT OF COMPREHENSIVE INCOME for the year ended 31 December 2013**

		Generali PPF Cash & Bond Fund	Generali PPF Cash & Bond Fund	Generali PPF Corporate Bonds Fund	Generali PPF Corporate Bonds Fund
	31 December 2013 Note	31 December 2012	31 December 2013	31 December 2012	
		EUR	EUR	EUR	EUR
<b>Income</b>					
Dividends		-	-	-	-
Bank interest		-	-	1	-
Other income		-	-	744	-
Net gain on financial instruments at fair value through profit or loss	12	300,777	478,349	402,348	1,702,423
<b>Total net income</b>		<b>300,777</b>	<b>478,349</b>	<b>403,093</b>	<b>1,702,423</b>
<b>Expenses</b>					
Investment management fees	6	-	-	29,378	30,317
Administration and transfer agency fees	6	26,634	29,371	39,695	40,533
Distribution fees	6	-	-	118,109	115,814
Director fees	6	9,740	8,954	9,740	8,954
Custodian fees	6	1,849	2,678	2,381	3,197
Audit fees	6	5,971	11,682	5,971	11,423
Transaction costs		40	67	-	26
Other expenses		25,057	21,112	25,104	21,622
<b>Total operating expenses</b>		<b>69,291</b>	<b>73,864</b>	<b>230,378</b>	<b>231,886</b>
<b>Profit before tax</b>		<b>231,486</b>	<b>404,485</b>	<b>172,715</b>	<b>1,470,537</b>
Withholding tax on dividends and interest		-	2,838	-	-
<b>Increase in net assets attributable to holders of redeemable participating shares from operations after tax</b>		<b>231,486</b>	<b>401,647</b>	<b>172,715</b>	<b>1,470,537</b>
Dividends to holders of redeemable participating units	15	-	-	39,685	-
<b>Increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>231,486</b>	<b>401,647</b>	<b>133,030</b>	<b>1,470,537</b>
<b>Adjustment for fair value</b>	16	<b>28,168</b>	<b>29,724</b>	<b>50,695</b>	<b>24,052</b>

For the year ended 31 December 2013, 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 2013  
(continued)**

		Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali PPF New Economies Fund	Generali PPF New Economies Fund
		31 December 2013	31 December 2012	31 December 2013	31 December 2012
Note		EUR	EUR	EUR	EUR
<b>Income</b>					
		350,190	299,103	360,421	387,424
Dividends		-	92	1	268
Bank interest		237	-	83	-
Other income		3,889,600	1,823,370	(878,503)	2,092,331
Net gain/(loss) on financial instruments at fair value through profit or loss	12	<b>4,240,027</b>	<b>2,122,565</b>	<b>(517,998)</b>	<b>2,480,023</b>
<b>Total net income/(loss)</b>					
<b>Expenses</b>					
	6	62,104	46,635	74,548	66,220
Investment management fees	6	44,678	41,850	38,737	41,812
Administration and transfer agency fees	6	319,393	226,201	268,374	224,492
Distribution fees	6	9,740	8,954	9,740	8,954
Director fees	6	3,782	3,672	2,919	3,421
Custodian fees	6	5,971	11,682	5,971	11,682
Audit fees		-	-	368	639
Transaction costs		24,993	20,876	25,391	21,060
Other expenses		<b>470,661</b>	<b>359,870</b>	<b>426,048</b>	<b>378,280</b>
<b>Total operating expenses</b>					
		<b>3,769,366</b>	<b>2,040,573</b>	<b>(944,046)</b>	<b>2,101,743</b>
<b>Profit/(loss) before tax</b>					
		94,005	81,992	53,476	49,634
Withholding tax on dividends and interest		<b>3,675,361</b>	<b>1,680,703</b>	<b>(997,522)</b>	<b>2,052,109</b>
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations after tax</b>					
		-	-	-	-
Dividends to holders of redeemable participating units	15				
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>					
		<b>3,675,361</b>	<b>1,680,703</b>	<b>(997,522)</b>	<b>2,052,109</b>
<b>Adjustment for fair value</b>					
	16	<b>4,781</b>	<b>6,449</b>	<b>8,369</b>	<b>(24,314)</b>

For the year ended 31 December 2013, 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 2013  
(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 2013	31 December 2012	31 December 2013	31 December 2012
	Note	EUR	EUR	EUR	EUR
<b>Income</b>					
Dividends		332,238	338,038	-	-
Bank interest		-	354	-	1
Other income		3,061	346	1,443	-
Net gain/(loss) on financial instruments at fair value through profit or loss	12	1,495,617	(260,458)	(1,227,417)	(223,689)
<b>Total net income/(loss)</b>		<b>1,830,916</b>	<b>78,280</b>	<b>(1,225,974)</b>	<b>(223,688)</b>
<b>Expenses</b>					
Investment management fees	6	53,603	54,820	47,148	54,913
Administration and transfer agency fees	6	31,178	38,378	32,486	42,104
Distribution fees	6	192,971	185,160	170,094	186,659
Director fees	6	9,740	8,954	9,740	8,954
Custodian fees	6	2,198	2,868	1,815	2,629
Audit fees	6	5,971	11,682	5,971	11,682
Transaction costs		526	112	-	-
Other expenses		24,925	21,002	25,077	20,876
<b>Total operating expenses</b>		<b>321,112</b>	<b>322,976</b>	<b>292,331</b>	<b>327,817</b>
<b>Profit/(loss) before tax</b>		<b>1,509,804</b>	<b>(414,768)</b>	<b>(1,518,305)</b>	<b>(551,505)</b>
Withholding tax on dividends and interest		71,730	85,036	-	-
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations after tax</b>		<b>1,438,074</b>	<b>(329,732)</b>	<b>(1,518,305)</b>	<b>(551,505)</b>
Dividends to holders of redeemable participating units	15	-	-	-	-
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations</b>		<b>1,438,074</b>	<b>(329,732)</b>	<b>(1,518,305)</b>	<b>(551,505)</b>
<b>Adjustment for fair value</b>	16	<b>1,603</b>	<b>16,551</b>	<b>54,734</b>	<b>41,886</b>

For the year ended 31 December 2013, 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 2013  
(continued)**

		Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Bond Fund*
		31 December 2013	31 December 2012	31 December 2013
Note	EUR	EUR	EUR	EUR
<b>Income</b>				
Dividends		510,743	276,782	-
Bank interest		2,590	591	6,220
Other income		71	310	37
Net (loss)/gain on financial instruments at fair value through profit or loss	12	(1,741,508)	1,734,434	(15,594)
<b>Total net (loss)/income</b>		<b>(1,228,104)</b>	<b>2,012,117</b>	<b>(9,337)</b>
<b>Expenses</b>				
Investment management fees	6	81,447	42,089	65,094
Administration and transfer agency fees	6	42,662	31,057	44,282
Distribution fees	6	35,422	10,993	235
Director fees	6	10,134	8,954	5,994
Custodian fees	6	16,089	3,375	9,278
Audit fees	6	8,345	15,926	5,754
Transaction costs		10,993	3,787	-
Other expenses		37,922	31,362	49,446
<b>Total operating expenses</b>		<b>243,014</b>	<b>147,543</b>	<b>180,083</b>
<b>(Loss)/profit before tax</b>		<b>(1,471,118)</b>	<b>1,864,574</b>	<b>(189,420)</b>
Withholding tax on dividends and interest		43,428	47,176	-
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations after tax</b>		<b>(1,514,546)</b>	<b>1,817,398</b>	<b>(189,420)</b>
Dividends to holders of redeemable participating units	15	-	-	-
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>(1,514,546)</b>	<b>1,817,398</b>	<b>(189,420)</b>
<b>Adjustment for fair value</b>	16	<b>56,139</b>	<b>(43,642)</b>	<b>96,415</b>

\*Launched on 26 March 2013.

For the year ended 31 December 2013, 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 2013  
(continued)**

		Total 31 December 2013	Total 31 December 2012
	Note	EUR	EUR
<b>Income</b>			
Dividends		1,553,592	1,301,347
Bank interest		8,812	1,306
Other income		5,676	656
Net gain on financial instruments at fair value through profit or loss	12	2,225,320	7,346,760
<b>Total net income</b>		<b>3,793,400</b>	<b>8,650,069</b>
<b>Expenses</b>			
Investment management fees	6	413,322	294,994
Administration and transfer agency fees	6	300,352	265,105
Distribution fees	6	1,104,598	949,319
Director fees	6	74,568	62,678
Custodian fees	6	40,311	21,840
Audit fees	6	49,925	85,759
Transaction costs		11,927	4,631
Other expenses		237,915	157,910
<b>Total operating expenses</b>		<b>2,232,918</b>	<b>1,842,236</b>
<b>Profit before tax</b>		<b>1,560,482</b>	<b>6,807,833</b>
Withholding tax on dividends and interest		262,639	266,676
<b>Increase in net assets attributable to holders of redeemable participating shares from operations after tax</b>		<b>1,297,843</b>	<b>6,541,157</b>
Dividends to holders of redeemable participating units	15	39,685	-
<b>Increase in net assets attributable to holders of redeemable participating shares from operations</b>		<b>1,258,158</b>	<b>6,541,157</b>

**On behalf of the Board**

**Director**

**Date: 7 April 2014**

**Director**

**Date: 7 April 2014**

For the year ended 31 December 2013, 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 2013**

	Generali PPF Cash & Bond Fund 31 December 2013 EUR	Generali PPF Cash & Bond Fund 31 December 2012 EUR	Generali PPF Corporate Bonds Fund 31 December 2013 EUR	Generali PPF Corporate Bonds Fund 31 December 2012 EUR
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>	<b>7,692,689</b>	<b>7,410,877</b>	<b>6,785,872</b>	<b>9,919,870</b>
Increase in net assets attributable to holders of redeemable participating shares from operations	231,486	401,647	133,030	1,470,537
<b>Capital transactions</b>				
Proceeds from issuance of shares	3,720,602	580,508	9,499,793	3,022,537
Payments on redemption of shares	(1,139,107)	(700,343)	(2,959,455)	(7,627,072)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	<b>10,505,670</b>	<b>7,692,689</b>	<b>13,459,240</b>	<b>6,785,872</b>
	<b>Generali PPF Cash &amp; Bond Fund Number of Shares</b>	<b>Generali PPF Cash &amp; Bond Fund Number of Shares</b>	<b>Generali PPF Corporate Bonds Fund Number of Shares</b>	<b>Generali PPF Corporate Bonds Fund Number of Shares</b>
<b>Shares in issue at beginning of the year</b>	<b>725,095.19</b>	<b>737,107.89</b>	<b>578,600.68</b>	<b>945,379.64</b>
Shares issued during the year	355,108.45	55,674.51	844,328.06	278,812.46
Shares redeemed during the year	(104,623.95)	(67,687.21)	(260,006.81)	(645,591.42)
<b>Shares in issue at the end of the year</b>	<b>975,579.69</b>	<b>725,095.19</b>	<b>1,162,921.93</b>	<b>578,600.68</b>

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 2013 (continued)**

	Generali PPF Global Brands Fund 31 December 2013 EUR	Generali PPF Global Brands Fund 31 December 2012 EUR	Generali PPF New Economies Fund 31 December 2013 EUR	Generali PPF New Economies Fund 31 December 2012 EUR
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>	<b>16,508,617</b>	<b>12,116,544</b>	<b>16,697,482</b>	<b>11,948,127</b>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	3,675,361	1,680,703	(997,522)	2,052,109
<b>Capital transactions</b>				
Proceeds from issuance of shares	311,618	3,101,928	790,754	3,114,959
Payments on redemption of shares	(2,479,359)	(390,558)	(2,536,909)	(417,713)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	<b>18,016,237</b>	<b>16,508,617</b>	<b>13,953,805</b>	<b>16,697,482</b>
	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
<b>Shares in issue at beginning of the year</b>	<b>1,442,642.60</b>	<b>1,194,138.45</b>	<b>1,603,143.50</b>	<b>1,331,146.28</b>
Shares issued during the year	24,116.84	284,605.68	81,059.90	317,060.60
Shares redeemed during the year	(191,669.79)	(36,101.53)	(265,533.78)	(45,063.38)
<b>Shares in issue at the end of the year</b>	<b>1,275,089.65</b>	<b>1,442,642.60</b>	<b>1,418,669.62</b>	<b>1,603,143.50</b>

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 2013 (continued)**

	Generali PPF Oil Industry & Energy Production Fund 31 December 2013 EUR	Generali PPF Oil Industry & Energy Production Fund 31 December 2012 EUR	Generali PPF Commodity Fund 31 December 2013 EUR	Generali PPF Commodity Fund 31 December 2012 EUR
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>	<b>10,735,821</b>	<b>11,035,013</b>	<b>10,445,106</b>	<b>10,933,801</b>
Increase/(decrease) in net assets attributable to holders of redeemable participating shares from operations	1,438,074	(329,732)	(1,518,305)	(551,505)
<b>Capital transactions</b>				
Proceeds from issuance of shares	493,419	671,400	673,470	393,791
Payments on redemption of shares	(2,317,159)	(640,860)	(1,023,914)	(330,981)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	<b>10,350,155</b>	<b>10,735,821</b>	<b>8,576,357</b>	<b>10,445,106</b>
	<b>Generali PPF Oil Industry &amp; Energy Production Fund Number of Shares</b>	<b>Generali PPF Oil Industry &amp; Energy Production Fund Number of Shares</b>	<b>Generali PPF Commodity Fund Number of Shares</b>	<b>Generali PPF Commodity Fund Number of Shares</b>
<b>Shares in issue at beginning of the year</b>	<b>1,178,077.76</b>	<b>1,175,734.22</b>	<b>1,085,864.44</b>	<b>1,079,942.36</b>
Shares issued during the year	49,816.44	72,840.54	80,274.50	39,867.88
Shares redeemed during the year	(237,085.48)	(70,497.00)	(112,363.38)	(33,945.80)
<b>Shares in issue at the end of the year</b>	<b>990,808.72</b>	<b>1,178,077.76</b>	<b>1,053,775.56</b>	<b>1,085,864.44</b>

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 2013 (continued)**

	Generali PPF Emerging Europe Fund 31 December 2013 EUR	Generali PPF Emerging Europe Fund 31 December 2012 EUR	Generali PPF Emerging Europe Bond Fund* 31 December 2013 EUR
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>	<b>10,006,907</b>	<b>6,754,661</b>	<b>-</b>
(Decrease)/increase in net assets attributable to holders of redeemable participating shares from operations	(1,514,546)	1,817,398	(189,420)
<b>Capital transactions</b>			
Proceeds from issuance of shares	23,388,693	1,477,986	30,990,889
Payments on redemption of shares	(5,739,215)	(43,138)	(51,021)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	<b>26,141,839</b>	<b>10,006,907</b>	<b>30,750,448</b>
	<b>Generali PPF Emerging Europe Fund Number of Shares</b>	<b>Generali PPF Emerging Europe Fund Number of Shares</b>	<b>Generali PPF Emerging Europe Bond Fund* Number of Shares</b>
<b>Shares in issue at beginning of the year</b>	<b>1,024,400.02</b>	<b>882,161.12</b>	<b>-</b>
Shares issued during the year	2,328,342.75	146,432.24	3,102,510.25
Shares redeemed during the year	(621,593.58)	(4,193.34)	(5,187.84)
<b>Shares in issue at the end of the year</b>	<b>2,731,149.19</b>	<b>1,024,400.02</b>	<b>3,097,322.41</b>

\*Launched on 26 March 2013.

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 2013 (continued)**

	Total 31 December 2013 EUR	Total 31 December 2012 EUR
<b>Net assets attributable to holders of redeemable participating shares at the beginning of the year</b>	<b>78,872,494</b>	<b>70,118,893</b>
Increase in net assets attributable to holders of redeemable participating shares from operations	1,258,158	6,541,157
<b><u>Capital transactions</u></b>		
Proceeds from issuance of shares	69,869,238	12,363,109
Payments on redemption of shares	(18,246,139)	(10,150,665)
<b>Net assets attributable to holders of redeemable participating shares at the end of the year</b>	<b><u>131,753,751</u></b>	<b><u>78,872,494</u></b>

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

**STATEMENT OF CASH FLOWS for the year ended 31 December 2013**

	Generali PPF Cash & Bond Fund	Generali PPF Cash & Bond Fund	Generali PPF Corporate Bonds Fund	Generali PPF Corporate Bonds Fund
	31 December 2013	31 December 2012	31 December 2013	31 December 2012
	EUR	EUR	EUR	EUR
<b>Cash flows from operating activities</b>				
<b>Increase in net assets attributable to holders of redeemable participating shares from operations after tax</b>	<b>231,486</b>	<b>401,647</b>	<b>172,715</b>	<b>1,470,537</b>
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities				
Interest income	-	-	(1)	-
Dividend income	-	-	-	-
Tax expense	-	2,838	-	-
<b>Operating profit before working capital changes</b>	<b>231,486</b>	<b>404,485</b>	<b>172,714</b>	<b>1,470,537</b>
<b>Changes in operating assets and liabilities</b>				
Net (increase)/decrease in investments in securities	(2,464,909)	(1,433,852)	(6,009,048)	2,858,051
(Increase)/decrease in receivable from sale of securities	(596,931)	29,973	1,674,728	(1,674,728)
(Increase)/decrease in other receivables	(1,644)	11	(1,636)	-
Increase/(decrease) in amounts payable on purchase of securities	946,349	(247,762)	(1,429,094)	1,671,270
Increase in investment management fees payable	-	-	2,632	179
Increase/(decrease) in administration and transfer agency fees payable	1,559	220	4,338	(938)
Increase/(decrease) in custodian fees payable	38	24	153	(97)
(Decrease)/increase in audit fees accrued	(2,192)	1,060	(2,192)	801
(Decrease)/increase in director fees payable	(700)	2,007	(700)	2,007
Increase in distribution fees payable	-	-	10,781	9,383
Increase in other expenses payable	1,713	7,261	1,714	7,257
<b>Cash (used)/generated by operating activities</b>	<b>(1,885,231)</b>	<b>(1,236,573)</b>	<b>(5,575,610)</b>	<b>4,343,722</b>
Interest received	-	-	-	-
Dividend received	-	(2,838)	-	-
<b>Net cash (used)/generated by operating activities</b>	<b>(1,885,231)</b>	<b>(1,239,411)</b>	<b>(5,575,610)</b>	<b>4,343,722</b>
<b>Cash flows from financing activities</b>				
Proceeds from issuance of redeemable participating shares	3,638,450	1,737,987	9,578,894	3,835,462
Payments on redemption of redeemable participating shares	(1,138,375)	(699,650)	(2,955,689)	(7,634,400)
Dividends to holders of redeemable participating units	-	-	(39,685)	-
<b>Net cash inflow/(outflow) from financing activities</b>	<b>2,500,075</b>	<b>1,038,337</b>	<b>6,583,520</b>	<b>(3,798,938)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>614,844</b>	<b>(201,074)</b>	<b>1,007,910</b>	<b>544,784</b>
<b>Cash and cash equivalents at the start of the year</b>	<b>93,801</b>	<b>294,875</b>	<b>748,228</b>	<b>203,444</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>708,645</b>	<b>93,801</b>	<b>1,756,138</b>	<b>748,228</b>

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

**STATEMENT OF CASH FLOWS for the year ended 31 December 2013 (continued)**

	Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali PPF New Economies Fund	Generali PPF New Economies Fund
	31 December 2013	31 December 2012	31 December 2013	31 December 2012
	EUR	EUR	EUR	EUR
<b>Cash flows from operating activities</b>				
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares/equity from operations after tax</b>	<b>3,675,361</b>	<b>1,680,703</b>	<b>(997,522)</b>	<b>2,052,109</b>
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities				
Interest income	-	(92)	(1)	(268)
Dividend income	(350,190)	(299,103)	(360,421)	(387,424)
Tax expense	94,005	81,992	53,476	49,634
<b>Operating profit/(loss) before working capital changes</b>	<b>3,419,176</b>	<b>1,463,500</b>	<b>(1,304,468)</b>	<b>1,714,051</b>
<b>Changes in operating assets and liabilities</b>				
Net (increase)/decrease in investments in securities	(620,819)	(4,613,213)	1,720,207	(3,177,021)
Increase in receivable from sale of securities	(1,029,141)	(26,482)	-	-
Increase in other receivables	(1,636)	-	(1,636)	-
(Decrease)/increase in amounts payable on purchase of securities	(244,061)	200,992	-	-
Increase/(decrease) in investment management fees payable	2,686	3,484	(551)	4,545
Increase in administration and transfer agency fees payable	2,403	729	529	814
Increase/(decrease) in custodian fees payable	44	111	(96)	85
(Decrease)/increase in audit fees accrued	(2,192)	1,060	(2,192)	1,060
(Decrease)/increase in director fees payable	(700)	2,007	(700)	2,007
Increase/(decrease) in distribution fees payable	13,814	39,092	(1,984)	38,118
Increase in other expenses payable	1,719	7,260	1,712	7,262
<b>Cash generated/(used) by operating activities</b>	<b>1,541,293</b>	<b>(2,921,460)</b>	<b>410,821</b>	<b>(1,409,079)</b>
Interest received	-	92	-	268
Dividend received	257,372	216,869	340,375	311,248
<b>Net cash generated/(used) by operating activities</b>	<b>1,798,665</b>	<b>(2,704,499)</b>	<b>751,196</b>	<b>(1,097,563)</b>
<b>Cash flows from financing activities</b>				
Proceeds from issuance of redeemable participating shares	311,327	3,566,603	792,308	3,346,130
Payments on redemption of redeemable participating shares	(2,479,503)	(520,239)	(2,537,300)	(993,128)
<b>Net cash (outflow)/inflow from financing activities</b>	<b>(2,168,176)</b>	<b>3,046,364</b>	<b>(1,744,992)</b>	<b>2,353,002</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(369,511)</b>	<b>341,865</b>	<b>(993,796)</b>	<b>1,255,439</b>
<b>Cash and cash equivalents at the start of the year</b>	<b>1,344,924</b>	<b>1,003,059</b>	<b>2,473,315</b>	<b>1,217,876</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>975,413</b>	<b>1,344,924</b>	<b>1,479,519</b>	<b>2,473,315</b>

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

**STATEMENT OF CASH FLOWS for the year ended 31 December 2013 (continued)**

	Generali PPF Oil Industry & Energy Production Fund 31 December 2013 EUR	Generali PPF Oil Industry & Energy Production Fund 31 December 2012 EUR	Generali PPF Commodity Fund 31 December 2013 EUR	Generali PPF Commodity Fund 31 December 2012 EUR
<b>Cash flows from operating activities</b>				
<b>Increase/(decrease) in net assets attributable to holders of redeemable participating shares/equity from operations after tax</b>	<b>1,438,074</b>	<b>(329,732)</b>	<b>(1,518,305)</b>	<b>(551,505)</b>
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities				
Interest income	-	(354)	-	(1)
Dividend income	(332,238)	(338,038)	-	-
Tax expense	71,730	85,036	-	-
<b>Operating profit/(loss) before working capital changes</b>	<b>1,177,566</b>	<b>(583,088)</b>	<b>(1,518,305)</b>	<b>(551,506)</b>
<b>Changes in operating assets and liabilities</b>				
Net (increase)/decrease in investments in securities	(95,197)	94,380	2,854,629	(107,801)
Increase in receivable from sale of securities	-	-	(274,155)	-
Increase in other receivables	(1,636)	-	(1,636)	-
Decrease in amounts payable on purchase of securities	-	-	-	(66,399)
(Decrease)/increase in investment management fees payable	(517)	1,455	(2,485)	163
Increase/(decrease) in administration and transfer agency fees payable	809	(436)	617	(823)
Decrease in custodian fees payable	(47)	(44)	(108)	(85)
(Decrease)/increase in audit fees accrued	(2,192)	1,060	(2,192)	1,060
(Decrease)/increase in director fees payable	(700)	2,007	(701)	2,008
(Decrease)/increase in distribution fees payable	(1,861)	24,526	(8,714)	13,424
Increase in other expenses payable	1,712	6,915	1,713	7,259
<b>Cash generated/(used) by operating activities</b>	<b>1,077,937</b>	<b>(453,225)</b>	<b>1,048,663</b>	<b>(702,700)</b>
Interest received	-	354	-	1
Dividend received	267,823	245,979	-	-
<b>Net cash generated/(used) by operating activities</b>	<b>1,345,760</b>	<b>(206,892)</b>	<b>1,048,663</b>	<b>(702,699)</b>
<b>Cash flows from financing activities</b>				
Proceeds from issuance of redeemable participating shares	491,866	1,030,931	628,425	511,633
Payments on redemption of redeemable participating shares	(2,312,116)	(892,259)	(1,019,260)	(552,185)
<b>Net cash (outflow)/inflow from financing activities</b>	<b>(1,820,250)</b>	<b>138,672</b>	<b>(390,835)</b>	<b>(40,552)</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(474,490)</b>	<b>(68,220)</b>	<b>657,828</b>	<b>(743,251)</b>
<b>Cash and cash equivalents at the start of the year</b>	<b>972,999</b>	<b>1,041,219</b>	<b>83,447</b>	<b>826,698</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>498,509</b>	<b>972,999</b>	<b>741,275</b>	<b>83,447</b>

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

**STATEMENT OF CASH FLOWS for the year ended 31 December 2013 (continued)**

	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Bond Fund*
	31 December 2013	31 December 2012	31 December 2013
	EUR	EUR	EUR
<b>Cash flows from operating activities</b>			
<b>(Decrease)/increase in net assets attributable to holders of redeemable participating shares/equity from operations after tax</b>	<b>(1,514,546)</b>	<b>1,817,398</b>	<b>(189,420)</b>
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities			
Interest income	(2,590)	(591)	(6,220)
Dividend income	(510,743)	(276,782)	-
Tax expense	43,428	47,176	-
<b>Operating (loss)/profit before working capital changes</b>	<b>(1,984,451)</b>	<b>1,587,201</b>	<b>(195,640)</b>
<b>Changes in operating assets and liabilities</b>			
Net increase in investments in securities	(15,485,014)	(3,130,645)	(29,322,707)
Increase in receivable from sale of securities	(382,244)	-	(784,964)
Decrease/(increase) in other receivables	3,045	2,671	(8,897)
Increase in amounts payable on purchase of securities	-	-	783,307
Increase in investment management fees payable	17,697	3,271	22,421
Increase in administration and transfer agency fees payable	8,555	661	15,157
Increase in custodian fees payable	526	69	1,193
(Decrease)/increase in audit fees accrued	(2,192)	4,685	5,754
(Decrease)/increase in director fees payable	(306)	1,613	1,726
Increase in distribution fees payable	1,768	6,622	211
Increase in other expenses payable	1,285	6,067	12,839
<b>Cash used by operating activities</b>	<b>(17,821,331)</b>	<b>(1,517,785)</b>	<b>(29,469,600)</b>
Interest received	2,590	591	6,220
Dividend received	468,404	241,098	-
<b>Net cash used by operating activities</b>	<b>(17,350,337)</b>	<b>(1,276,096)</b>	<b>(29,463,380)</b>
<b>Cash flows from financing activities</b>			
Proceeds from issuance of redeemable participating shares	23,387,944	1,476,969	30,990,563
Payments on redemption of redeemable participating shares	(5,739,307)	(43,018)	(49,539)
<b>Net cash inflow from financing activities</b>	<b>17,648,637</b>	<b>1,433,951</b>	<b>30,941,024</b>
<b>Net increase in cash and cash equivalents</b>	<b>298,300</b>	<b>157,855</b>	<b>1,477,644</b>
<b>Cash and cash equivalents at the start of the year</b>	<b>831,196</b>	<b>673,341</b>	<b>-</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>1,129,496</b>	<b>831,196</b>	<b>1,477,644</b>

\*Launched on 26 March 2013.

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

**STATEMENT OF CASH FLOWS for the year ended 31 December 2013 (continued)**

	Total 31 December 2013 EUR	Total 31 December 2012 EUR
<b>Cash flows from operating activities</b>		
<b>Increase in net assets attributable to holders of redeemable participating shares/equity from operations after tax</b>	<b>1,297,843</b>	<b>6,541,157</b>
Adjustments to reconcile profit attributable to holders of redeemable participating shares from operations to cash provided by operating activities		
Interest income	(8,812)	(1,306)
Dividend income	(1,553,592)	(1,301,347)
Tax expense	262,639	266,676
<b>Operating (loss)/profit before working capital changes</b>	<b>(1,922)</b>	<b>5,505,180</b>
<b>Changes in operating assets and liabilities</b>		
Net increase in investments in securities	(49,422,858)	(9,510,101)
Increase in receivable from sale of securities	(1,392,707)	(1,671,237)
(Increase)/decrease in other receivables	(15,676)	2,682
Increase in amounts payable on purchase of securities	56,501	1,558,101
Increase in investment management fees payable	41,883	13,097
Increase in administration and transfer agency fees payable	33,967	227
Increase in custodian fees payable	1,703	63
(Decrease)/increase in audit fees accrued	(9,590)	10,786
(Decrease)/increase in director fees payable	(2,781)	13,656
Increase in distribution fees payable	14,015	131,165
Increase in other expenses payable	24,407	49,281
<b>Cash used by operating activities</b>	<b>(50,673,058)</b>	<b>(3,897,100)</b>
Interest received	8,812	1,306
Dividend received	1,333,972	1,012,356
<b>Net cash used by operating activities</b>	<b>(49,330,274)</b>	<b>(2,883,438)</b>
<b>Cash flows from financing activities</b>		
Proceeds from issuance of redeemable participating shares	69,819,777	15,505,715
Payments on redemption of redeemable participating shares	(18,231,089)	(11,334,879)
Dividends to holders of redeemable participating units	(39,685)	-
<b>Net cash inflow from financing activities</b>	<b>51,549,003</b>	<b>4,170,836</b>
<b>Net increase in cash and cash equivalents</b>	<b>2,218,729</b>	<b>1,287,398</b>
<b>Cash and cash equivalents at the start of the year</b>	<b>6,547,910</b>	<b>5,260,512</b>
<b>Cash and cash equivalents at the end of the year</b>	<b>8,766,639</b>	<b>6,547,910</b>

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

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013

#### 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 2013 with registration number 468417. The Company is established as an undertaking for collective investment in transferable securities pursuant to the UCITS Regulations.

As at 31 December 2013, the Company comprises the following Sub-Funds (each a "Sub-Fund", collectively the "Sub-Funds"):

<b><u>Sub-Fund</u></b>	<b><u>Launch Date</u></b>
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
Generali PPF Emerging Europe Bond Fund	26 March 2013

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 Class Y EUR, Generali PPF Corporate Bonds Fund has also authorised Class B EUR, Class B CZK and Class B PLN, Class B RON and Class B HUF and Generali PPF Emerging Europe Bond Fund has also authorised Class Y EUR. The base currency of each Sub-Fund is EUR (€).

As at 31 December 2013 the following were in issue: Class A EUR for all Sub-Funds, Class A CZK and Class A PLN for Generali PPF Cash & Bond Fund, Class A PLN for Generali PPF Global Brands Fund, Class A PLN for Generali PPF New Economies Fund, Class A PLN for Generali PPF Oil Industry & Energy Production Fund, Class A CZK and Class A PLN for Generali PPF Commodity Fund, Class A CZK, Class I EUR, Class A PLN and Class Y EUR for Generali PPF Emerging Europe Fund, Class B EUR, Class B CZK, Class A PLN and Class B PLN for Generali PPF Corporate Bonds Fund, and Class A CZK and Class Y EUR for Generali PPF Emerging Europe Bond Fund.

#### 2. Principal accounting policies

##### **Accounting Standards**

These financial statements are prepared in accordance with International Financial Reporting Standards ("IFRSs"), 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 IFRSs 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 year.

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 2013 (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 2013 (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.

##### 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 year 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 2013 (continued)

#### 2. Principal accounting policies (continued)

##### New Standards, amendments and interpretations issued but not effective and not yet adopted

A number of new standards, amendments to standards and interpretations in issue are not yet effective, and have not been applied in preparing these financial statements. None of these are currently expected to have a material effect on the financial statements of the Company except the following set out below:

IFRS 9, 'Financial instruments', effective for annual periods beginning on or after 1 January 2018, specifies how an entity should classify and measure financial assets and liabilities, including some hybrid contracts. The standard improves and simplifies the approach for classification and measurement of financial assets compared with the requirements of IAS 39. Most of the requirements in IAS 39 for classification and measurement of financial liabilities were carried forward unchanged. The standard applies a consistent approach to classifying financial assets and replaces the numerous categories of financial assets in IAS 39, each of which had its own classification criteria. IFRS 9 is not expected to have a significant impact on the Company's measurement basis, financial position or performance, as it is expected that the Company will continue to classify its financial assets and financial liabilities (both long and short) as being at fair value through profit or loss.

##### New Standard adopted for the first time

IFRS 13, 'Fair Value Measurement', effective for annual accounting periods beginning on or after January 1, 2013 improves consistency and reduces complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across IFRSs. The requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within IFRS. If an asset or a liability measured at fair value has a bid price and an ask price, the standard requires valuation to be based on a price within the bid-ask spread that is most representative of fair value and allows the use of mid-market pricing or other pricing conventions that are used by market participants as a practical expedient for fair value measurement within a bid-ask spread. IFRS 13 was adopted for the first time for the year ending 31 December 2013. The adoption of this new standard did not have a significant impact on the measurement of the Company's financial assets and liabilities.

#### 3. Financial instruments at fair value through profit or loss

	Generali PPF Cash & Bond Fund 31 December 2013	Generali PPF Cash & Bond Fund 31 December 2012	Generali PPF Corporate Bonds Fund 31 December 2013	Generali PPF Corporate Bonds Fund 31 December 2012
<b>Financial assets at fair value through profit or loss</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Bonds	9,795,967	7,370,028	11,675,457	5,712,407
<b>Total financial assets at fair value through profit or loss</b>	<b>9,795,967</b>	<b>7,370,028</b>	<b>11,675,457</b>	<b>5,712,407</b>
	Generali PPF Global Brands Fund 31 December 2013	Generali PPF Global Brands Fund 31 December 2012	Generali PPF New Economies Fund 31 December 2013	Generali PPF New Economies Fund 31 December 2012
<b>Financial assets at fair value through profit or loss</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Equities	15,944,355	15,400,601	12,492,679	12,962,235
Investment Funds	-	-	55,440	1,244,721
<b>Total financial assets at fair value through profit or loss</b>	<b>15,944,355</b>	<b>15,400,601</b>	<b>12,548,119</b>	<b>14,206,956</b>

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 3. Financial instruments at fair value through profit or loss (continued)

	Generali PPF Oil Industry & Energy Production Fund 31 December 2013	Generali PPF Oil Industry & Energy Production Fund 31 December 2012	Generali PPF Commodity Fund 31 December 2013	Generali PPF Commodity Fund 31 December 2012
<b>Financial assets at fair value through profit or loss</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Equities	9,918,849	9,650,975	-	2,938,168
Investment Funds	-	130,067	3,614,920	7,361,994
Warrants	-	9,150	3,890,601	-
<b>Total financial assets at fair value through profit or loss</b>	<b>9,918,849</b>	<b>9,790,192</b>	<b>7,505,521</b>	<b>10,300,162</b>

	Generali PPF Emerging Europe Fund 31 December 2013	Generali PPF Emerging Europe Fund 31 December 2012	Generali PPF Emerging Europe Bond Fund* 31 December 2013
<b>Financial assets at fair value through profit or loss</b>	<b>EUR</b>	<b>EUR</b>	<b>EUR</b>
Equities	22,606,792	6,842,141	-
Investment Funds	2,077,511	2,367,737	-
Bonds	-	-	29,328,802
<b>Total financial assets at fair value through profit or loss</b>	<b>24,684,303</b>	<b>9,209,878</b>	<b>29,328,802</b>

\* Launched on 26 March 2013.

#### 4. 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.

#### 5. Subscriptions and redemptions

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 received by the Administrator prior 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).

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 2013 (continued)

#### 5. Subscriptions and redemptions (continued)

##### Capital management

As a result of the ability to issue, repurchase and resell shares, the capital of the Company can vary depending on the demand for redemptions and subscriptions to the Sub-Funds. The Company is not subject to externally imposed capital requirements. The redeemable shares issued by the Company provide an investor with the right to require redemption for cash at a value proportionate to the investor's share in the Sub-Fund's net assets at each redemption date and are classified as liabilities.

The Company's objectives in managing the redeemable shares are to ensure a stable base to maximise returns to all investors, and to manage liquidity risk arising from redemptions. The Company's management of the liquidity risk arising from redeemable shares is discussed in note 8.

#### 6. 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 €38,965 (31 December 2012: €1,607) charged for the year ended 31 December 2013. Expenses of €23,559 (31 December 2012: €5,122) were outstanding at 31 December 2013.

##### Auditors' Remuneration

Charged for the year	31 December 2013 €	31 December 2012 €
Audit of statutory accounts	49,925	85,759
Other assurance services	-	-
Tax advisory services	-	-
Other non-audit services	-	9,778
	<b>49,925</b>	<b>95,537</b>

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

Audit fees of €60,410 (31 December 2012: €70,000) were outstanding at 31 December 2013.

##### Global distributor and promoter fees

ČP INVEST investiční společnost, a.s. is the Global distributor and promoter. The below table outlines the fee rates for which the distributor shall be entitled to out of the net asset value of the relevant class within the relevant Fund. Such fee shall accrue daily and be payable monthly in arrears.

Distributor's fee rates	
% of net asset value	
Generali PPF Cash & Bond Fund	0.61%
Generali PPF Corporate Bonds Fund	1.31%
Generali PPF Global Brands Fund	1.91%
Generali PPF New Economies Fund	1.91%
Generali PPF Oil Industry & Energy Production Fund	1.91%
Generali PPF Commodity Fund	2.41%
Generali PPF Emerging Europe Fund	2.41%
Generali PPF Emerging Europe Bond Fund	1.61%

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 6. Fees (continued)

##### **Global distributor and promoter fees (continued)**

The fees charged for the year amounted to €1,104,598 (31 December 2012: €949,319). Fees of €275,312 (31 December 2012: €261,297) were outstanding at 31 December 2013.

##### **Directors' fees**

The Directors' fees charged for the year amounted to €74,568 (31 December 2012: €62,678). Fees of €10,875 (31 December 2012: €13,656) were outstanding at 31 December 2013.

##### **Administration fees**

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.

There were Administration fees of €300,352 (31 December 2012: €265,105) charged for the year ended 31 December 2013. Fees of €68,055 (31 December 2012: €34,088) were outstanding at 31 December 2013.

##### **Custodian's fees**

The Custodian receives 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 €40,311 (31 December 2012: €21,840) were charged for the year ended 31 December 2013. Fees of €5,041 (31 December 2012: €3,338) were outstanding at 31 December 2013.

##### **Investment manager's fees**

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 €413,322 (31 December 2012: €294,994) charged for the year ended 31 December 2013. Fees of €118,453 (31 December 2012: €76,570) were outstanding at 31 December 2013.

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 7. 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.

ČP INVEST investiční společnost, a.s is the name of the parent company.

Mr. David Hammond, who is a director of the Company, is also a director and shareholder in Bridge Consulting, which has been contracted by the Company to provide governance services in connection with the Company's UCITS obligations. Ms. Tara Gordon, who was also a director of the Company until her resignation on 5 July 2013, was an employee of Bridge Consulting at the time.

There were fees charged by Bridge Consulting during the year ended 31 December 2013 of €40,053 (31 December 2012: €38,411). Fees of €1,420 (31 December 2012: €1,904) were outstanding at 31 December 2013.

Mr. Karel Novak, Mr. Radek Moc and Ms. Alexandra Hajkova, who are directors of the Company, are also employees of the Investment Manager, Generali PPF Asset Management a.s., the Distributor, ČP INVEST investiční společnost, a.s., or their related group companies.

There were no fees (other than Investment Manager's fees) charged by Generali PPF Asset Management a.s. during the year ended 31 December 2013 (31 December 2012: €Nil).

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 2013 (31 December 2012: €Nil).

As at 31 December 2013 and 31 December 2012, ČP INVEST investiční společnost, a.s held the following redeemable participating shares in each of the Sub-Funds:

Fund name	Related Party	Share Class	Quantity of	Quantity of
			Shares Held 31 December 2013	Shares Held 31 December 2012
Generali PPF Cash & Bond Fund	ČP INVEST investiční společnost	A EUR	814,038.440	721,254.230
Generali PPF Cash & Bond Fund	ČP INVEST investiční společnost	A PLN	31,497.420	3,827.600
Generali PPF Cash & Bond Fund	ČP INVEST investiční společnost	A CZK	130,031.140	-
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	A EUR	556,879.980	402,643.760
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	A PLN	20,780.170	6,350.870
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	B CZK	406,801.691	138,322.841
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	B EUR	85,394.790	19,170.220
Generali PPF Corporate Bonds Fund	ČP INVEST investiční společnost	B PLN	1,737.790	233.692
Generali PPF Global Brands Fund	ČP INVEST investiční společnost	A EUR	1,269,239.160	1,441,201.450
Generali PPF Global Brands Fund	ČP INVEST investiční společnost	A PLN	5,607.180	1,305.220
Generali PPF New Economies Fund	ČP INVEST investiční společnost	A EUR	1,414,236.440	1,602,008.500
Generali PPF New Economies Fund	ČP INVEST investiční společnost	A PLN	4,266.990	1,135.000

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 7. Related parties (continued)

Fund name	Related Party	Share Class	Quantity of Shares Held 31 December 2013	Quantity of Shares Held 31 December 2012
Generali PPF Oil Industry & Energy Production	ČP INVEST investiční společnost	A EUR	987,502.800	1,177,244.560
Generali PPF Oil Industry & Energy Production	ČP INVEST investiční společnost	A PLN	3,171.630	742.420
Generali PPF Commodity Fund	ČP INVEST investiční společnost	A CZK	217,377.470	200,221.220
Generali PPF Commodity Fund	ČP INVEST investiční společnost	A EUR	802,723.160	880,614.990
Generali PPF Commodity Fund	ČP INVEST investiční společnost	A PLN	2,268.920	406.060
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	A CZK	167,007.250	143,602.090
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	A EUR	1,374.450	687.670
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	A PLN	142.010	10.870
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	I EUR	260,099.390	880,099.390
Generali PPF Emerging Europe Fund	ČP INVEST investiční společnost	Y EUR	2,302,526.101	-
Generali PPF Emerging Europe Bond Fund	ČP INVEST investiční společnost	A CZK	1,947.320	-
Generali PPF Emerging Europe Bond Fund	ČP INVEST investiční společnost	A EUR	2,134.640	-
Generali PPF Emerging Europe Bond Fund	ČP INVEST investiční společnost	Y EUR	3,093,240.450	-

Director fees are disclosed in note 6.

#### 8. Financial instrument risk

The Company is exposed to various forms of investment and operational risk, information on which is set out in the Company's Prospectus. The Company is also required under IFRS 7 "Financial Instruments: Disclosure" to include a review of risks along the specific lines required by the standard.

For IFRS 7 purposes, the Company is exposed to market risk, liquidity risk and credit risk arising from the financial instruments it holds.

##### 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 through their investment in securities traded on global markets and the profits generated are the returns from incurring this risk.

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 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Market price risk

As at 31 December 2013, 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 2013	31 December 2012
	EUR	EUR
Generali PPF Cash & Bond Fund	489,798	368,501
Generali PPF Corporate Bonds Fund	583,773	285,620
Generali PPF Global Brands Fund	797,218	770,030
Generali PPF New Economies Fund	627,406	710,348
Generali PPF Oil Industry & Energy Production Fund	495,942	489,510
Generali PPF Commodity Fund	375,276	515,008
Generali PPF Emerging Europe Fund	1,234,215	460,494
Generali PPF Emerging Europe Bond Fund*	1,466,440	-

\* Launched 26 March 2013

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. Only those Sub-Funds that invest in debt securities had a material exposure to this risk, and these Sub-Funds are identified below. 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 also be affected by fluctuations in interest rates. The Investment Manager monitors the Sub-Funds' securities and cash positions on a daily basis.



## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. 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 2013 and 31 December 2012.

##### As at 31 December 2013

##### Generali PPF Cash & Bond 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	3,343,637	6,060,187	392,143	9,795,967
Derivative financial assets	-	-	67,901	67,901
Cash and cash equivalents	708,645	-	-	708,645
Amount receivable from subscriptions	-	-	93,043	93,043
Amount receivable on sale of securities	-	-	974,317	974,317
Other receivables	-	-	1,644	1,644
<b>Total assets</b>	<b>4,052,282</b>	<b>6,060,187</b>	<b>1,529,048</b>	<b>11,641,517</b>

##### Liabilities

Derivative financial liabilities	-	-	44	44
Payable on redemptions	-	-	5,784	5,784
Amount payable on purchase of securities	-	-	1,105,065	1,105,065
Administration and transfer agency fees payable	-	-	5,100	5,100
Custodian fees payable	-	-	371	371
Accrued audit fees	-	-	7,808	7,808
Director fees payable	-	-	1,307	1,307
Other expenses payable	-	-	10,368	10,368
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>1,135,847</b>	<b>1,135,847</b>
<b>Total interest sensitivity gap</b>	<b>4,052,282</b>	<b>6,060,187</b>	<b>393,201</b>	<b>10,505,670</b>

##### As at 31 December 2012

##### Generali PPF Cash & Bond 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	4,354,156	3,015,872	-	7,370,028
Derivative financial assets	-	-	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
<b>Total assets</b>	<b>4,447,957</b>	<b>3,015,872</b>	<b>418,284</b>	<b>7,882,113</b>

##### Liabilities

Derivative financial liabilities	-	-	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
Accrued audit fees	-	-	10,000	10,000
Director fees payable	-	-	2,007	2,007
Other expenses payable	-	-	8,655	8,655
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>189,424</b>	<b>189,424</b>
<b>Total interest sensitivity gap</b>	<b>4,447,957</b>	<b>3,015,872</b>	<b>228,860</b>	<b>7,692,689</b>

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Interest rate risk (continued)

As at 31 December 2013

##### 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	-	11,675,457	-	11,675,457
Derivative financial assets	-	-	80,215	80,215
Cash and cash equivalents	1,756,138	-	-	1,756,138
Interest and dividends receivable, net	-	-	1	1
Amount receivable from subscriptions	-	-	268,868	268,868
Other receivables	-	-	1,636	1,636
<b>Total assets</b>	<b>1,756,138</b>	<b>11,675,457</b>	<b>350,720</b>	<b>13,782,315</b>

##### Liabilities

Derivative financial liabilities	-	-	206	206
Payable on redemptions	-	-	6,006	6,006
Amount payable on purchase of securities	-	-	242,176	242,176
Investment management fees payable	-	-	9,299	9,299
Administration and transfer agency fees payable	-	-	7,949	7,949
Custodian fees payable	-	-	494	494
Accrued audit fees	-	-	7,808	7,808
Director fees payable	-	-	1,307	1,307
Distribution fees payable	-	-	37,464	37,464
Other expenses payable	-	-	10,366	10,366
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>323,075</b>	<b>323,075</b>
<b>Total interest sensitivity gap</b>	<b>1,756,138</b>	<b>11,675,457</b>	<b>27,645</b>	<b>13,459,240</b>

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
Derivative financial assets	-	-	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
<b>Total assets</b>	<b>1,403,834</b>	<b>5,056,801</b>	<b>2,061,449</b>	<b>8,522,084</b>

##### Liabilities

Derivative financial liabilities	-	-	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
Accrued audit fees	-	-	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
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>1,736,212</b>	<b>1,736,212</b>
<b>Total interest sensitivity gap</b>	<b>1,403,834</b>	<b>5,056,801</b>	<b>325,237</b>	<b>6,785,872</b>

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Interest rate risk (continued)

As at 31 December 2013

Generali PPF Emerging Europe Bond Fund*	Less than 1 year EUR	More than 1 year EUR	Non-Interest Bearing EUR	Total EUR
<b>Assets</b>				
Financial assets at fair value through profit or loss	-	28,329,902	998,900	29,328,802
Derivative financial assets	-	-	2,185	2,185
Cash and cash equivalents	1,477,644	-	-	1,477,644
Amount receivable from subscriptions	-	-	326	326
Amount receivable on sale of securities	-	-	784,964	784,964
Other receivables	-	-	8,897	8,897
<b>Total assets</b>	<b>1,477,644</b>	<b>28,329,902</b>	<b>1,795,272</b>	<b>31,602,818</b>
<b>Liabilities</b>				
Derivative financial liabilities	-	-	8,280	8,280
Payable on redemptions	-	-	1,482	1,482
Amount payable on purchase of securities	-	-	783,307	783,307
Investment management fees payable	-	-	22,421	22,421
Administration and transfer agency fees payable	-	-	15,157	15,157
Custodian fees payable	-	-	1,193	1,193
Accrued audit fees	-	-	5,754	5,754
Director fees payable	-	-	1,726	1,726
Distribution fees payable	-	-	211	211
Other expenses payable	-	-	12,839	12,839
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>852,370</b>	<b>852,370</b>
<b>Total interest sensitivity gap</b>	<b>1,477,644</b>	<b>28,329,902</b>	<b>942,902</b>	<b>30,750,448</b>

The interest rate profile of financial assets held at fair value through profit or loss by the Company as at 31 December 2013 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 2013	31 December 2013	31 December 2013	31 December 2013
EUR	9,795,967	6,738,191	2,665,633	392,143
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 Corporate Bonds Fund	Total	Fixed Rate Financial Assets	Floating Rate Financial Assets	Non Interest Bearing Financial Assets
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
EUR	11,675,457	11,189,648	485,809	-
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 Emerging Europe Bond Fund*	Total	Fixed Rate Financial Assets	Floating Rate Financial Assets	Non Interest Bearing Financial Assets
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
EUR	29,328,802	28,329,902	-	998,900

\* Launched 26 March 2013

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Interest rate risk (continued)

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 2013 and 31 December 2012, the effect of any reasonably possible movement in interest rates would have an immaterial direct effect on the value of these cash assets.

##### 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 for those Sub-Funds investing in debt securities:

Sub-Fund BPV Analysis	31 December 2013 EUR	31 December 2012 EUR
Generali PPF Cash & Bond Fund	(886)	(594)
Generali PPF Corporate Bonds Fund	(2,283)	(1,265)
Generali PPF Emerging Europe Bond Fund*	(9,868)	-

\*Launched 26 March 2013

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 2013 and 31 December 2012, 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-Fund's assets as expressed in the base currency. It may not be possible or practical to hedge against such exchange rate risk. The 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-Fund's 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, to the extent these currency exposures are not hedged. Share class hedging is conducted by the Company on a best efforts basis and there is no guarantee that this currency hedging will be successful. Hedged classes are indicated in the Company's Prospectus.

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Currency risk (continued)

The currency exposure of each Sub-Fund and an analysis of currency sensitivity, as at 31 December 2013 is shown in the following tables. The sensitivity analysis assumes that 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.

##### Generali PPF Cash & Bond Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
CZK	787,911	2,693	(716,047)	74,557
PLN	-	3,735	(3,734)	1
USD	5,201,844	219,799	(5,334,050)	87,593
<b>Total</b>	<b>5,989,755</b>	<b>226,227</b>	<b>(6,053,831)</b>	<b>162,151</b>

	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)
<b>Total</b>	<b>4,152,361</b>	<b>440,532</b>	<b>(4,391,939)</b>	<b>200,954</b>

##### Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2013	31 December 2012
CZK	3,728	497
SKK	-	10,430
USD	4,380	(879)

##### Generali PPF Corporate Bonds Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
CZK	1,057,610	78,514	(1,110,766)	25,358
PLN	-	73,295	(73,122)	173
USD	7,219,364	69,554	(6,967,195)	321,723
<b>Total</b>	<b>8,276,974</b>	<b>221,363</b>	<b>(8,151,083)</b>	<b>347,254</b>

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Currency risk (continued)

##### Sensitivity analysis (continued)

##### 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
<b>Total</b>	<b>3,570,853</b>	<b>544,859</b>	<b>(3,909,006)</b>	<b>206,706</b>

##### Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2013	31 December 2012
CZK	1,268	1,477
PLN	9	-
USD	16,086	8,859

##### Generali PPF Global Brands Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
PLN	-	310	(202)	108
SEK	-	9,017	-	9,017
USD	11,413,370	834,047	(11,611,708)	635,709
<b>Total</b>	<b>11,413,370</b>	<b>843,374</b>	<b>(11,611,910)</b>	<b>644,834</b>

	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
<b>Total</b>	<b>11,503,650</b>	<b>(170,391)</b>	<b>(10,618,656)</b>	<b>714,603</b>

##### Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2013	31 December 2012
PLN	5	-
SEK	451	-
USD	31,785	35,730

##### Generali PPF New Economies Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
CZK	716,238	1,286	(697,786)	19,738
GBP	25,824	-	-	25,824
PLN	-	335	(262)	73
USD	10,807,320	78,574	(10,523,047)	362,847
<b>Total</b>	<b>11,549,382</b>	<b>80,195</b>	<b>(11,221,095)</b>	<b>408,482</b>

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Currency risk (continued)

##### 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
<b>Total</b>	<b>13,472,727</b>	<b>91,033</b>	<b>(12,609,273)</b>	<b>954,487</b>

##### Sensitivity analysis

*All amounts are stated in EUR*

	31 December 2013	31 December 2012
CZK	987	4,664
GBP	1,291	3,058
PLN	4	-
USD	18,142	40,002

##### Generali PPF Oil Industry & Energy Production Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
CZK	211,747	57	(210,067)	1,737
PLN	-	191	(191)	-
USD	6,696,114	69,785	(6,386,401)	379,498
<b>Total</b>	<b>6,907,861</b>	<b>70,033</b>	<b>(6,596,659)</b>	<b>381,235</b>

	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
<b>Total</b>	<b>6,736,680</b>	<b>60,473</b>	<b>(6,520,341)</b>	<b>276,812</b>

##### Sensitivity analysis

*All amounts are stated in EUR*

	31 December 2013	31 December 2012
CZK	87	2,987
USD	18,975	10,854

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Currency risk (continued)

##### Generali PPF Commodity Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
CZK	-	44,116	(43,483)	633
GBP	-	11,786	-	11,786
PLN	-	108	(108)	-
USD	6,692,206	772,037	(7,184,670)	279,573
<b>Total</b>	<b>6,692,206</b>	<b>828,047</b>	<b>(7,228,261)</b>	<b>291,992</b>

	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
<b>Total</b>	<b>9,139,472</b>	<b>15,344</b>	<b>(9,049,801)</b>	<b>105,015</b>

##### Sensitivity analysis

*All amounts are stated in EUR*

	31 December 2013	31 December 2012
CZK	32	35
GBP	589	427
USD	13,979	4,790

##### Generali PPF Emerging Europe Fund

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
CZK	3,336,266	220,002	(517)	3,555,751
GBP	47,748	2,599	-	50,347
HUF	2,984,914	6,278	-	2,991,192
PLN	5,185,983	22,140	-	5,208,123
RON	3,197,051	69,378	-	3,266,429
RUB	970,077	182,502	-	1,152,579
TRY	3,510,772	2,255	-	3,513,027
USD	4,449,393	410,557	-	4,859,950
<b>Total</b>	<b>23,682,204</b>	<b>915,711</b>	<b>(517)</b>	<b>24,597,398</b>



## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. 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
<b>Total</b>	<b>8,062,882</b>	<b>233,312</b>	<b>(352)</b>	<b>8,295,842</b>

##### Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2013	31 December 2012
CZK	177,788	72,926
GBP	2,517	239
HUF	149,560	53,590
PLN	260,406	86,039
RON	163,321	55,725
RUB	57,629	61,547
TRY	175,651	-
USD	242,998	84,726

##### Generali PPF Emerging Europe Bond Fund\*

	Investments	Net Monetary Assets	Forward Foreign Exchange Contracts	Total Currency
	31 December 2013	31 December 2013	31 December 2013	31 December 2013
<i>All amounts stated in EUR</i>				
CZK	-	3,641	(507,724)	(504,083)
HUF	2,499,189	101,160	-	2,600,349
PLN	5,263,783	5,618	1,302,481	6,571,882
RON	5,272,327	267	-	5,272,594
RUB	5,106,292	222,966	-	5,329,258
TRY	2,034,181	31,274	-	2,065,455
USD	-	21,142	1,867,114	1,888,256
<b>Total</b>	<b>20,175,772</b>	<b>386,068</b>	<b>2,661,871</b>	<b>23,223,711</b>

##### Sensitivity analysis

<i>All amounts are stated in EUR</i>		
	31 December 2013	31 December 2012
CZK	(25,204)	-
HUF	130,017	-
PLN	328,594	-
RON	263,630	-
RUB	266,463	-
TRY	103,273	-
USD	94,413	-

\* Launched 26 March 2013

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 2013 (continued)

#### 8. 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 2013, all of the assets of the Company are held by the Custodian, RBC Investor Services Bank S.A., Dublin Branch. 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 or a loss of any cash deposited with the Custodian.

At 31 December 2013, the credit rating for RBC Investor Services Limited is AA- (31 December 2012: 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.

##### **Exposure to Financial Derivative Instruments**

The Investment Manager applies the commitment approach to measure the exposure of the Sub-Funds to derivatives.

##### **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. The assets of the Sub-Funds typically consist of cash and marketable securities that can be realised at relatively short notice, which will enable the Company to meet any redemption requests it might receive under normal circumstances. However, in times of market stress, it may take longer than expected to realise assets or it may be necessary to accept a discount to quoted market values on sales transactions. There are a number of measures the Company can take in these circumstances to preserve the value of Shareholders' interests in a Sub-Fund described in the Company's prospectus, up to and including temporarily suspending dealings in the Sub-Fund.

As required by IFRS 7 the Sub-Fund's financial liabilities should be categorised into relevant maturity groupings based on the remaining period as at 31 December 2013 and 31 December 2012 to the contractual maturity date. However, as all liabilities mature in less than one month from the balance sheet date for both 31 December 2013 and 31 December 2012, this analysis is not required in this instance. In accordance with the Company's policy, the Investment Manager monitors the Company's overall liquidity risk on a continuous basis.

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Liquidity risk (continued)

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 2013 Less than 3 months	As at 31 December 2012 Less than 3 months
Generali PPF Cash & Bond Fund	7,701,765	4,462,369
Generali PPF Corporate Bonds Fund	13,380,036	5,469,081
Generali PPF Global Brands Fund	11,841,280	10,709,142
Generali PPF New Economies Fund	11,288,667	12,707,708
Generali PPF Oil Industry & Energy Production Fund	6,666,593	6,576,859
Generali PPF Commodity Fund	8,807,458	10,776,382
Generali PPF Emerging Europe	1,467,690	1,520,774
Generali PPF Emerging Europe Bond Fund*	3,185,315	-
<b>Total</b>	<b>64,338,804</b>	<b>52,222,315</b>

\* Launched 26 March 2013

##### 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.

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 2013:

	31 December 2013	Quoted prices in active markets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
	EUR	EUR	EUR	EUR
<b>Generali PPF Cash &amp; Bond Fund</b>				
Financial assets at fair value through profit or loss	9,795,967	-	9,795,967	-
Derivative financial assets	67,857	-	67,857	-
	9,863,824	-	9,863,824	-

**NOTES TO THE FINANCIAL STATEMENTS**  
**As at 31 December 2013 (continued)**

**8. Financial instrument risk (continued)**

**Fair value measurements (continued)**

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	-
Derivative financial assets	28,887	-	28,887	-
	7,398,915	-	7,398,915	-
Generali PPF Corporate Bonds Fund	31 December 2013	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	11,675,457	-	11,675,457	-
Derivative financial assets	80,009	-	80,009	-
	11,755,466	-	11,755,466	-
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	-
Derivative financial assets	34,011	-	34,011	-
	5,746,418	-	5,746,418	-
Generali PPF Global Brands Fund	31 December 2013	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	15,944,355	15,944,355	-	-
Derivative financial assets	153,284	-	153,284	-
	16,097,639	15,944,355	153,284	-
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	-	-
Derivative financial assets	76,219	-	76,219	-
	15,476,820	15,400,601	76,219	-

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Fair value measurements (continued)

Generali PPF New Economies Fund	31 December 2013	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	12,548,119	12,548,119	-	-
Derivative financial assets	25,475	-	25,475	-
	12,573,594	12,548,119	25,475	-
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	-	-
Derivative financial assets	86,845	-	86,845	-
	14,293,801	14,206,956	86,845	-
Generali PPF Oil Industry & Energy Production Fund	31 December 2013	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	9,918,849	9,918,849	-	-
Derivative financial assets	15,889	-	15,889	-
	9,934,738	9,918,849	15,889	-
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	-	-
Derivative financial assets	49,349	-	49,349	-
	9,839,541	9,790,192	49,349	-
Generali PPF Commodity Fund	31 December 2013	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	7,505,521	7,505,521	-	-
Derivative financial assets	88,109	-	88,109	-
	7,593,630	7,505,521	88,109	-

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 8. Financial instrument risk (continued)

##### Fair value measurements (continued)

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	-	-
Derivative financial assets	148,097	-	148,097	-
	10,448,259	10,300,162	148,097	-
Generali PPF Emerging Europe Fund	31 December 2013	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	24,684,303	24,684,303	-	-
Derivative financial assets	13,150	-	13,150	-
	24,697,453	24,684,303	13,150	-
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	-	-
Derivative financial assets	2,561	-	2,561	-
	9,212,439	9,209,878	2,561	-
Generali PPF Emerging Europe Bond Fund*	31 December 2013	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	29,328,802	-	29,328,802	-
Derivative financial liabilities	(6,095)	-	(6,095)	-
	29,322,707	-	29,322,707	-

\* Launched 26 March 2013

#### 9. Cash and cash equivalents

At 31 December 2013 all cash balances are held with RBC Investor Services Bank S.A..

#### 10. Post balance sheet event

Material events affecting the Company that occurred after the year end are discussed in the Directors' Report.

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

#### 11. 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.

#### 12. 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 2013	31 December 2012	31 December 2013	31 December 2012
Net realised gain on sale of investments	112,120	399,991	347,436	1,503,430
Net change in unrealised (loss)/gain on investments	(22,160)	51,989	(71,501)	329,617
Net realised gain/(loss) on forward foreign exchange contracts	206,662	39,454	93,851	(164,973)
Net change in unrealised gain on forward foreign exchange contracts	38,969	36,522	46,000	163,771
Net currency loss	(34,814)	(49,607)	(13,438)	(129,422)
<b>Net gain on financial assets at fair value through profit or loss</b>	<b>300,777</b>	<b>478,349</b>	<b>402,348</b>	<b>1,702,423</b>
	Generali PPF Global Brands Fund	Generali PPF Global Brands Fund	Generali New Economies Fund	Generali New Economies Fund
	EUR	EUR	EUR	EUR
	31 December 2013	31 December 2012	31 December 2013	31 December 2012
Net realised gain/(loss) on sale of investments	1,404,671	334,507	(71,202)	(44,744)
Net change in unrealised gain/(loss) on investments	2,005,415	1,425,360	(1,339,267)	2,048,209
Net realised gain/(loss) on forward foreign exchange contracts	233,543	187,529	342,183	(615,359)
Net change in unrealised gain/(loss) on forward foreign exchange contracts	77,065	110,722	(61,370)	316,496
Net currency gain/(loss)	168,906	(234,748)	251,153	387,729
<b>Net gain/(loss) on financial assets at fair value through profit or loss</b>	<b>3,889,600</b>	<b>1,823,370</b>	<b>(878,503)</b>	<b>2,092,331</b>

## NOTES TO THE FINANCIAL STATEMENTS

### As at 31 December 2013 (continued)

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

	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 2013	31 December 2012	31 December 2013	31 December 2012
Net realised gain/(loss) on sale of investments	155,057	(79,942)	(208,815)	(146,829)
Net change in unrealised gain/(loss) on investments	1,064,949	(221,570)	(1,169,820)	(130,981)
Net realised gain/(loss) on forward foreign exchange contracts	178,730	(430,003)	(32,005)	(146,371)
Net change in unrealised (loss)/gain on forward foreign exchange contracts	(33,460)	190,933	(59,988)	371,397
Net currency gain/(loss)	130,341	280,124	243,211	(170,905)
<b>Net gain/(loss) on financial assets at fair value through profit or loss</b>	<b>1,495,617</b>	<b>(260,458)</b>	<b>(1,227,417)</b>	<b>(223,689)</b>
	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Fund	Generali PPF Emerging Europe Bond Fund*	
	EUR	EUR	EUR	
	31 December 2013	31 December 2012	31 December 2013	
Net realised (loss)/gain on sale of investments	(89,729)	(207,109)	188,056	
Net change in unrealised (loss)/gain on investments	(1,611,407)	1,914,426	(365,828)	
Net realised loss on forward foreign exchange contracts	(46,558)	(9,262)	(51,550)	
Net change in unrealised gain/(loss) on forward foreign exchange contracts	10,589	2,535	(6,096)	
Net currency (loss)/gain	(4,403)	33,844	219,824	
<b>Net (loss)/gain on financial assets at fair value through profit or loss</b>	<b>(1,741,508)</b>	<b>1,734,434</b>	<b>(15,594)</b>	
	Total	Total		
	EUR	EUR		
	31 December 2013	31 December 2012		
Net realised gain on sale of investments	1,837,594	1,759,304		
Net change in unrealised (loss)/gain on investments	(1,509,619)	5,417,050		
Net realised gain/(loss) on forward foreign exchange contracts	924,856	(1,138,985)		
Net change in unrealised gain on forward foreign exchange contracts	11,709	1,192,376		
Net currency gain	960,780	117,015		
<b>Net gain on financial assets at fair value through profit or loss</b>	<b>2,225,320</b>	<b>7,346,760</b>		

\* Launched 26 March 2013

#### 13. Soft commissions

There were no soft commission arrangements in place during the year (31 December 2012: None).



**NOTES TO THE FINANCIAL STATEMENTS**  
**As at 31 December 2013 (continued)****14. 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.

**15. Distributions**

Distributions to holders of redeemable participating shares during the year ended 31 December 2013 are discussed in the Directors' Report.

**16. Net Asset Value**

The Net Asset Value per share of the Sub-Funds for subscriptions and redemptions is calculated by valuing each Sub-Funds' investments at last traded prices.

Under IFRS 13, investments are valued using bid prices to represent their fair value when preparing financial statements. An "Adjustment for fair value" has been included to show the difference between mid market values and bid market values. This is a result of financial assets at fair value through profit or loss being shown at their bid market values, which is the fair value adopted for financial reporting purposes.

**17. Foreign exchange translation**

The exchange rates as at 31 December 2013, which were used to convert assets and liabilities denominated in foreign currencies were as follows:

CZK	27.372321	PLN	4.157891	SEK	8.850032	USD	1.377950
GBP	1.201967	RON	4.464008	SKK	30.126000		
HUF	297.075063	RUB	45.279640	TRY	2.960526		

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

**18. Significant events during the year**

Material events affecting the Company that occurred during the year are discussed in the Directors' Report.

**19. Date of approval**

The financial statements were approved by the Directors on 7 April 2014.

**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF Cash & Bond Fund (unaudited)**

**Purchase**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Cost (EUR)</b>
09-Jan-13	Home Credit & Finance Bank OOO Via Eurasia Capital SA 7% 18/03/2014	500,000	406,218
24-Sep-13	Russian Agricultural Bank OJSC Via RSHB Capital SA 6.299% 15/05/2017	500,000	404,653
09-Jan-13	Home Credit & Finance Bank OOO Via Eurasia Capital SA 7% 18/03/2014	500,000	404,493
04-Jan-13	Nomos Bank Via Nomos Capital Plc 6.5% 21/10/2013	500,000	398,309
09-Jan-13	Alfa MTN Invest Ltd 9.25% 24/06/2013 EMTN	500,000	397,816
24-Sep-13	Rosneft Finance SA 6.25% 02/02/2015	500,000	396,018
30-Dec-13	Turkey Government International Bond 7.25% 15/03/2015	500,000	390,299
30-Dec-13	Turkey Government International Bond 7.25% 15/03/2015	500,000	388,670
31-Jul-13	Halyk Savings Bank of Kazakhstan JSC 9.25% 16/10/2013	400,000	313,322
15-Mar-13	International Personal Finance Plc 11.5% 06/08/2015 EMTN	250,000	306,557
14-Mar-13	Home Credit BV 0% 22/09/2015 EMTN	8,700,000	302,747
03-Sep-13	Slovenska izvozna in razvojna banka dd 3.34% 09/09/2014	300,000	300,000
20-Feb-13	Hungary Government International Bond 6.75% 28/07/2014 EMTN	250,000	273,704
26-Apr-13	Development Bank of Kazakhstan JSC 5.5% 20/12/2015 EMTN	313,000	263,126
21-Mar-13	VTB Bank OJSC Via VTB Capital SA 6.465% 04/03/2015	300,000	249,126
05-Mar-13	Gazprombank OJSC Via GPB Eurobond Finance Plc 6.25% 15/12/2014	300,000	247,712
09-Jan-13	Nomos Bank Via Nomos Capital Plc 6.5% 21/10/2013	300,000	239,229
18-Dec-13	Turkey Government International Bond 7.25% 15/03/2015	300,000	236,001
04-Dec-13	KazMunayGas National Co JSC 11.75% 23/01/2015	250,000	211,984
19-Sep-13	KazMunayGas National Co JSC 11.75% 23/01/2015	250,000	211,838

**Sales**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Proceeds (EUR)</b>
09-Jul-13	Development Bank of Kazakhstan JSC 5.5% 20/12/2015 EMTN	500,000	410,901
09-Jan-13	Home Credit & Finance Bank OOO Via Eurasia Capital SA 7% 18/03/2014	500,000	407,287
09-Jan-13	Home Credit & Finance Bank OOO Via Eurasia Capital SA 7% 18/03/2014	500,000	405,371
24-Sep-13	Russian Agricultural Bank OJSC Via RSHB Capital SA 6.299% 15/05/2017	500,000	405,035
04-Jan-13	Nomos Bank Via Nomos Capital Plc 6.5% 21/10/2013	500,000	399,187
09-Jan-13	Alfa MTN Invest Ltd 9.25% 24/06/2013 EMTN	500,000	398,216
24-Sep-13	Rosneft Finance SA 6.25% 02/02/2015	500,000	397,236
30-Dec-13	Turkey Government International Bond 7.25% 15/03/2015	500,000	391,488
30-Dec-13	Turkey Government International Bond 7.25% 15/03/2015	500,000	391,035
03-Dec-13	Kazatomprom Natsionalnaya Atomnaya Kompaniya AO 6.25% 20/05/2015	500,000	386,448
26-Mar-13	Slovenska izvozna in razvojna banka dd 3.42% 27/09/2013	350,000	357,814
19-Sep-13	KazMunayGas National Co JSC 11.75% 23/01/2015	400,000	339,611
21-Oct-13	Nomos Bank Via Nomos Capital Plc 6.5% 21/10/2013	450,000	329,056
21-Mar-13	Alfa MTN Invest Ltd 9.25% 24/06/2013 EMTN	400,000	322,474
08-Feb-13	Slovenia Government Bond 4.375% 02/04/2014	300,000	319,917
21-Aug-13	Halyk Savings Bank of Kazakhstan JSC 9.25% 16/10/2013	400,000	311,968
23-May-13	Romania Government Bond 4.5% 29/11/2013	300,000	311,089
31-Jul-13	Development Bank of Kazakhstan JSC 7.375% 12/11/2013 EMTN	400,000	310,848
15-Mar-13	International Personal Finance Plc 11.5% 06/08/2015 EMTN	250,000	307,908
17-Jan-13	Evrast Group SA 8.875% 24/04/2013	350,000	272,584

**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF Corporate Bonds Fund (unaudited)**

Purchase			
Date	Security Name	Quantity	Cost (EUR)
24-Sep-13	Russian Agricultural Bank OJSC Via RSHB Capital SA 6.299% 15/05/2017	1,500,000	1,211,179
31-Jan-13	Fiat Finance & Trade SA 7.625% 15/09/2014 EMTN	500,000	544,366
08-Jan-13	Rosneft Finance SA 7.25% 02/02/2020	500,000	482,032
25-Jun-13	KazMunayGas National Co JSC 11.75% 23/01/2015	500,000	449,619
30-Jan-13	Vnesheconombank Via VEB Finance Plc 6.902% 09/07/2020	500,000	446,742
20-Mar-13	VTB Bank OJSC Via VTB Capital SA 6.875% 29/05/2018	500,000	439,173
04-Jan-13	Severstal OAO Via Steel Capital SA 6.25% 26/07/2016	500,000	425,799
30-Jan-13	Rosneft Finance SA 7.5% 18/07/2016 EMTN	500,000	425,015
31-Jan-13	Rosneft Finance SA 7.5% 18/07/2016 EMTN	500,000	423,109
08-Jan-13	Gazprombank OJSC Via GPB Eurobond Finance Plc 6.5% 23/09/2015	500,000	422,513
24-Sep-13	Vimpel Communications OJSC Via UBS Luxembourg SA 8.25% 23/05/2016	500,000	421,912
18-Apr-13	Raspadskaya OJSC Via Raspadskaya Securities Ltd 7.75% 27/04/2017	500,000	421,571
17-Jun-13	Alfa Bank OJSC Via Alfa Bond Issuance Plc 7.875% 25/09/2017	500,000	420,943
27-Mar-13	Halyk Savings Bank of Kazakhstan JSC 9.25% 16/10/2013	500,000	420,844
22-Jul-13	ALROSA Finance SA 8.875% 17/11/2014	500,000	418,151
29-Jan-13	Sberbank of Russia Via SB Capital SA 5.717% 16/06/2021	500,000	417,306
22-Mar-13	Rosneft Finance SA 6.25% 02/02/2015	500,000	415,979
04-Jan-13	Sberbank of Russia Via SB Capital SA 5.499% 07/07/2015	500,000	415,069
04-Jan-13	Sberbank of Russia Via SB Capital SA 5.499% 07/07/2015	500,000	415,069
04-Jun-13	Rosneft Finance SA 6.25% 02/02/2015	500,000	414,761

Sales			
Date	Security Name	Quantity	Proceeds (EUR)
24-Sep-13	Russian Agricultural Bank OJSC Via RSHB Capital SA 6.299% 15/05/2017	1,500,000	1,216,050
31-Jan-13	Fiat Finance & Trade SA 7.625% 15/09/2014 EMTN	500,000	544,882
08-Jan-13	Rosneft Finance SA 7.25% 02/02/2020	500,000	482,414
25-Jun-13	KazMunayGas National Co JSC 11.75% 23/01/2015	500,000	451,823
30-Jan-13	Vnesheconombank Via VEB Finance Plc 6.902% 09/07/2020	500,000	447,574
20-Mar-13	VTB Bank OJSC Via VTB Capital SA 6.875% 29/05/2018	500,000	439,548
04-Jan-13	Severstal OAO Via Steel Capital SA 6.25% 26/07/2016	500,000	426,480
30-Jan-13	Rosneft Finance SA 7.5% 18/07/2016 EMTN	500,000	426,220
31-Jan-13	Rosneft Finance SA 7.5% 18/07/2016 EMTN	500,000	425,105
08-Jan-13	Gazprombank OJSC Via GPB Eurobond Finance Plc 6.5% 23/09/2015	500,000	423,002
18-Apr-13	Raspadskaya OJSC Via Raspadskaya Securities Ltd 7.75% 27/04/2017	500,000	422,825
17-Jun-13	Alfa Bank OJSC Via Alfa Bond Issuance Plc 7.875% 25/09/2017	500,000	422,701
24-Sep-13	Vimpel Communications OJSC Via UBS Luxembourg SA 8.25% 23/05/2016	500,000	422,569
27-Mar-13	Halyk Savings Bank of Kazakhstan JSC 9.25% 16/10/2013	500,000	421,542
22-Jul-13	ALROSA Finance SA 8.875% 17/11/2014	500,000	419,393
29-Jan-13	Sberbank of Russia Via SB Capital SA 5.717% 16/06/2021	500,000	418,101
02-Jan-13	Hungary Government International Bond 4.5% 06/02/2013	400,000	417,283
06-Jun-13	Alfa MTN Issuance Ltd 8% 18/03/2015 EMTN	500,000	416,190
04-Jan-13	Sberbank of Russia Via SB Capital SA 5.499% 07/07/2015	500,000	415,944
04-Jan-13	Sberbank of Russia Via SB Capital SA 5.499% 07/07/2015	500,000	415,944

**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF Global Brands Fund (unaudited)**

**Purchase**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Cost (EUR)</b>
04-Oct-13	Hermes International	1,275	337,438
19-Feb-13	Vodafone Group Plc	14,000	265,249
13-Feb-13	Royal Dutch Shell Plc	8,000	198,835
08-Feb-13	Petroleo Brasileiro SA	15,000	182,040
11-Nov-13	Facebook Inc	3,000	105,045
26-Feb-13	Petroleo Brasileiro SA	8,000	90,389
02-Jan-13	HJ Heinz Co	2,000	88,437
20-Jun-13	HSBC Holdings Plc	1,800	71,051
29-Nov-13	Facebook Inc	2,000	69,227
03-Apr-13	Canon Inc	2,500	68,308
25-Nov-13	Facebook Inc	2,000	65,912
17-Jul-13	Dell Inc	6,400	62,753
08-Feb-13	Siemens AG	800	61,557
02-Jan-13	Kellogg Co	1,400	59,925
23-Aug-13	Hewlett-Packard Co	3,500	58,353
15-Jan-13	SAP AG	1,000	58,014
02-Jan-13	Colgate-Palmolive Co	700	56,199
21-Feb-13	Vodafone Group Plc	3,000	55,822
21-Mar-13	Oracle Corp	2,000	50,407
05-Mar-13	Apple Inc	150	49,027

**Sales**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Proceeds (EUR)</b>
06-Mar-13	Vodafone Group Plc	17,000	353,965
30-Oct-13	Dell Inc	33,000	329,497
08-Feb-13	Vodafone Group Plc	14,000	287,912
09-Jan-13	BP Plc	7,500	251,249
26-Feb-13	HJ Heinz Co	4,100	226,440
01-Mar-13	Gap Inc	8,500	219,639
25-Apr-13	Royal Dutch Shell Plc	8,000	206,219
07-Mar-13	Petroleo Brasileiro SA	15,000	195,699
07-Jun-13	HJ Heinz Co	3,000	164,517
22-May-13	Sony Corp	6,000	106,347
06-Mar-13	Petroleo Brasileiro SA	8,000	99,146
10-Jul-13	Hewlett-Packard Co	4,000	81,969
25-Oct-13	Amazon.com Inc	300	79,286
30-Dec-13	Accenture Plc	1,300	76,609
30-Dec-13	Citigroup Inc	2,000	75,568
21-Oct-13	Google Inc	100	73,997
12-Aug-13	Dell Inc	7,000	72,028
30-Dec-13	Walt Disney Co	1,200	65,451
05-Mar-13	Google Inc	100	64,099
07-Nov-13	Procter & Gamble Co	1,000	61,737

**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF New Economies Fund (unaudited)**

**Purchase**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Cost (EUR)</b>
03-Apr-13	iShares MSCI South Africa Index Fund	2,000	97,958
28-Jan-13	Hyundai Motor Co	3,000	69,568
20-Mar-13	CEZ AS	3,000	66,712
29-Jan-13	NOVATEK OAO	600	53,536
28-Jan-13	Samsung Electronics Co Ltd	100	47,017
11-Jan-13	POSCO	600	38,269
11-Jan-13	America Movil SAB de CV	2,000	36,905
22-Jan-13	Erste Group Bank AG	1,500	35,850
22-Feb-13	Gazprom OAO	5,000	33,949
04-Jan-13	LG Display Co Ltd	3,000	32,903
19-Mar-13	AU Optronics Corp	10,000	32,688
22-Feb-13	Sberbank of Russia	3,000	32,349
11-Jan-13	Mechel	6,000	31,559
04-Jan-13	HDFC Bank Ltd	1,000	31,496
09-Jan-13	HDFC Bank Ltd	1,000	31,244
03-Apr-13	Sberbank of Russia	3,000	29,392
22-Jan-13	Mobile Telesystems OJSC	2,000	28,897
15-Jul-13	Erste Group Bank AG	1,512	28,350
09-Jan-13	Mechel	5,000	27,413
19-Jul-13	CNOOC Ltd	200	27,239

**Sales**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Proceeds (EUR)</b>
06-Dec-13	iShares MSCI South Africa Index Fund	4,000	184,604
04-Dec-13	iShares MSCI South Africa Index Fund	4,000	178,383
09-Dec-13	iShares MSCI South Africa Index Fund	3,300	152,048
06-Aug-13	iShares MSCI Emerging Markets Index Fund	5,000	145,770
29-Nov-13	iShares MSCI Singapore Index Fund	10,000	99,549
29-Nov-13	SPDR S&P Emerging Asia Pacific ETF	1,500	85,938
04-Nov-13	WisdomTree Emerging Markets Equity Income Fund	1,700	67,186
08-Oct-13	Lyxor ETF Eastern Europe CECE EUR	3,500	63,491
09-Aug-13	iShares MSCI Emerging Markets Index Fund	2,000	58,797
07-Aug-13	iShares MSCI Singapore Index Fund	5,000	49,892
04-Nov-13	Tata Motors Ltd	2,000	46,973
12-Nov-13	Gazprom OAO	6,000	39,435
29-Nov-13	iShares MSCI Emerging Markets Index Fund	1,000	31,037
12-Nov-13	iShares MSCI Emerging Markets Index Fund	1,000	30,467
17-May-13	New World Resources Plc	12,500	17,071

**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF Oil Industry & Energy Production Fund (unaudited)**

**Purchase**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Cost (EUR)</b>
20-Mar-13	CEZ AS	2,000	44,511
29-Jan-13	NOVATEK OAO	400	35,691
29-Jan-13	Spectra Energy Corp	1,500	30,362
10-Jan-13	Phillips 66	700	27,356
19-Jul-13	Devon Energy Corp	600	26,129
10-Jan-13	Rowan Cos Plc	1,000	25,857
19-Jul-13	Apache Corp	400	25,762
22-Feb-13	Gazprom OAO	3,500	23,764
12-Jul-13	Lukoil OAO	500	23,282
02-May-13	CST Brands Inc	1,378	15,385

**Sales**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Proceeds (EUR)</b>
15-Apr-13	iShares Dow Jones US Utilities Sector Index Fund	1,000	75,924
08-Oct-13	OMV AG	2,000	69,892
08-Oct-13	Total SA	1,500	64,420
04-Dec-13	Valero Energy Corp	1,500	50,305
05-Apr-13	RWE AG	1,500	43,414
08-Oct-13	iShares Dow Jones US Utilities Sector Index Fund	600	40,855
11-Apr-13	Exxon Mobil Corp	600	40,325
08-Oct-13	CEZ AS	2,000	38,068
11-Apr-13	Total SA	1,000	37,293
07-Aug-13	Chevron Corp	400	36,894
11-Apr-13	OMV AG	1,000	36,605
28-Aug-13	OMV AG	1,000	36,323
19-Apr-13	Phillips 66	800	34,614
05-Apr-13	Verbund AG	2,000	34,346
12-Nov-13	Gazprom OAO	5,000	32,862
07-Aug-13	NextEra Energy Inc	500	32,366
11-Apr-13	GDF Suez	2,000	31,844
05-Apr-13	Valero Energy Corp	1,000	31,558
05-Apr-13	Occidental Petroleum Corp	500	31,098
11-Apr-13	Nabors Industries Ltd	2,500	30,912

**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF Commodity Fund (unaudited)**

**Purchase**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Cost (EUR)</b>
12-Aug-13	ETFS Longer Dated Natural Gas	30,000	75,715
04-Nov-13	ETFS Longer Dated Natural Gas	30,000	71,386
12-Feb-13	db Physical Silver ETC	290	65,564
04-Nov-13	ETFS WTI 2mth Oil Securities	1,500	55,596
03-Jan-13	ETFS Longer Dated Agriculture	5,000	53,767
25-Oct-13	ETFS Coffee	45,000	51,426
25-Oct-13	ETFS Cotton	28,000	50,112
08-Feb-13	ETFS Coffee	30,000	48,979
13-Sep-13	ETFS Physical Silver	3,000	47,246
08-Feb-13	ETFS Longer Dated Natural Gas	15,000	39,804

**Sales**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Proceeds (EUR)</b>
23-Dec-13	iShares S&P GSCI Commodity Indexed Trust	17,000	400,373
30-Dec-13	ZKB Gold ETF-A USD	320	273,460
05-Apr-13	S&P GSCI Enhanced Crude Oil Total Return Treasury Bill Secured Source ETC	1,200	148,933
05-Apr-13	db x-trackers DBLCI-OY Balanced UCITS ETF	4,500	132,800
26-Feb-13	db x-trackers DBLCI-OY Balanced UCITS ETF	3,000	91,943
10-Jul-13	ETFS WTI 2mth Oil Securities	2,000	82,039
13-Sep-13	ETFS Longer Dated Natural Gas	30,000	80,980
29-Nov-13	ETFS Longer Dated Natural Gas	30,000	77,926
16-Aug-13	ETFS Physical Silver	4,500	75,273
23-Dec-13	PowerShares DB Agriculture Fund	4,000	71,849
19-Jul-13	ETFS WTI 2mth Oil Securities	1,500	62,212
15-Mar-13	ETFS Longer Dated Natural Gas	20,000	60,281
13-Mar-13	ETFS Longer Dated Natural Gas	20,000	58,683
16-Jul-13	db Uranium ETC	1,200	56,252
08-Feb-13	ETFS Brent 1mth Oil Securities	1,000	52,911
18-Apr-13	db Uranium ETC	1,000	48,699
16-Apr-13	db Uranium ETC	1,000	48,536
01-Mar-13	iPath Dow Jones-UBS Commodity Index Total Return ETN	1,500	46,163
09-Jan-13	ETFS WTI 2mth Oil Securities	1,000	36,989
07-Mar-13	AMUNDI ETF COMMODITIES S&P GSCI AGRICULTURE	500	32,903

**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Fund (unaudited)**

<b>Purchase</b>			
<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Cost (EUR)</b>
25-Jun-13	Fondul Proprietatea SA	5,500,000	774,251
10-Jun-13	Komercni Banka AS	4,300	626,348
10-Jun-13	Lukoil OAO	13,100	594,502
03-Jul-13	Erste Group Bank AG	30,640	583,578
14-Nov-13	Powszechny Zaklad Ubezpieczen SA	5,103	553,977
14-Nov-13	Powszechna Kasa Oszczednosci Bank Polski SA	56,910	547,968
14-Nov-13	Bank Pekao SA	12,023	540,491
10-Jun-13	Sberbank of Russia	52,800	496,893
10-Jun-13	Akbank TAS	148,290	490,312
02-Jul-13	Vienna Insurance Group AG Wiener Versicherung Gruppe	12,000	436,152
10-Jun-13	Powszechna Kasa Oszczednosci Bank Polski SA	50,100	430,141
10-Jun-13	Richter Gedeon Nyrt	3,580	426,447
10-Jun-13	Turkiye Halk Bankasi AS	58,230	413,739
14-Nov-13	KGHM Polska Miedz SA	14,352	396,788
10-Jun-13	Gazprom OAO	72,000	395,712
10-Jun-13	Bank Pekao SA	9,700	389,895
10-Jun-13	CEZ AS	16,650	358,568
14-Nov-13	MOL Hungarian Oil and Gas Plc	7,279	355,209
14-Nov-13	Vienna Insurance Group AG Wiener Versicherung Gruppe	9,649	351,889
14-Nov-13	Sberbank of Russia	36,254	341,272
<b>Sales</b>			
<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Proceeds (EUR)</b>
03-Jul-13	Komercni Banka AS	4,300	588,493
27-Dec-13	Market Vectors Russia ETF	18,560	382,299
05-Sep-13	Powszechna Kasa Oszczednosci Bank Polski SA	40,000	330,651
05-Sep-13	Powszechny Zaklad Ubezpieczen SA	3,000	279,794
05-Sep-13	Bank Pekao SA	7,000	264,109
08-Aug-13	Erste Group Bank AG	9,400	235,912
13-Mar-13	Schoeller-Bleckmann Oilfield Equipment AG	2,700	229,196
06-Aug-13	Erste Group Bank AG	8,850	212,443
08-Aug-13	Market Vectors Poland ETF	12,470	206,939
05-Sep-13	KGHM Polska Miedz SA	7,000	198,542
22-Feb-13	Komercni Banka AS	1,227	192,407
06-Aug-13	Lyxor ETF Eastern Europe CECE EUR	10,070	177,704
08-Aug-13	Philip Morris CR AS	411	175,400
04-Feb-13	Banca Transilvania	500,000	159,452
30-May-13	Banca Transilvania	566,136	155,410
30-May-13	Transgaz SA Medias	3,000	142,058
04-Oct-13	EGIS Pharmaceuticals Plc	1,480	137,417
03-Jul-13	MOL Hungarian Oil and Gas Plc	2,000	110,635
30-Jul-13	Uralkali OJSC	5,650	103,783
06-May-13	Lyxor ETF Eastern Europe CECE EUR	5,700	98,655



**SCHEDULE OF SIGNIFICANT PORTFOLIO CHANGES for the year ended 31 December 2013**  
**Generali PPF Emerging Europe Bond Fund (unaudited)**

**Purchase**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Cost (EUR)</b>
19-Apr-13	Romania Government Bond 5.9% 26/07/2017	8,500,000	2,102,840
19-Apr-13	Poland Government Bond 3.75% 25/04/2018	7,400,000	1,869,984
19-Apr-13	Poland Government Bond 5.25% 25/10/2017	6,300,000	1,724,945
03-Apr-13	Russian Federal Bond - OFZ 7.35% 20/01/2016	61,000,000	1,583,178
02-Apr-13	Hungary Government International Bond 5.75% 11/06/2018	1,200,000	1,260,960
03-Apr-13	Hungary Government Bond 5.5% 22/12/2016	345,000,000	1,178,281
26-Apr-13	Nomos Bank Via Nomos Capital Plc 6.5% 21/10/2013	1,500,000	1,170,923
03-Apr-13	Russian Federal Bond - OFZ 7.4% 14/06/2017	42,000,000	1,106,849
25-Apr-13	Poland Government Bond 5.5% 25/10/2019	3,700,000	1,042,842
19-Nov-13	Slovakia Government Bond 0% 07/04/2014	1,000,000	999,300
22-Apr-13	Turkey Government Bond 6.5% 07/01/2015	2,250,000	989,272
16-Apr-13	Turkey Government Bond 9% 27/01/2016	2,100,000	981,204
02-Apr-13	Slovenia Government Bond 4% 17/02/2016	999,976	968,974
03-Apr-13	Romanian Government International Bond 4.875% 07/11/2019 EMTN	900,000	967,328
25-Apr-13	Romania Government Bond 5.85% 26/04/2023	4,000,000	966,688
19-Nov-13	Romanian Government International Bond 5% 18/03/2015	800,000	863,182
30-Dec-13	Turkey Government International Bond 7.25% 15/03/2015	1,000,000	781,322
28-Aug-13	Turkey Government Bond 9% 27/01/2016	2,100,000	758,305
02-Apr-13	Slovenia Government Bond 5.125% 30/03/2026	800,000	704,344
03-Apr-13	Russian Federal Bond - OFZ 7.5% 27/02/2019	22,500,000	588,061

**Sales**

<b>Date</b>	<b>Security Name</b>	<b>Quantity</b>	<b>Proceeds (EUR)</b>
21-Oct-13	Nomos Bank Via Nomos Capital Plc 6.5% 21/10/2013	1,500,000	1,096,852
17-Sep-13	Turkey Government Bond 9% 27/01/2016	2,100,000	795,328
30-Dec-13	Turkey Government International Bond 7.25% 15/03/2015	1,000,000	782,976