

TRIGON DIVIDEND FUND
(formerly Trigon Baltic Fund)

ANNUAL REPORT 2020
(Translation of the Estonian original)

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Short Description and Contact Details of Trigon Dividend Fund

Name

Investment Fund Trigon Dividend Fund (formerly Trigon Baltic Fund)

Legal address

Pärnu road 18
10141 Tallinn
Estonia

Tel.: + 372 6 679 200

Fax: + 372 6 679 221

Main Activities

Trigon Dividend Fund invests in companies around the world with high or growing dividend yields. Although the Fund's main focus is on equities, the Fund may also invest in other instruments, such as convertible bonds or high-yield bonds, to achieve its investment objectives. The fund invests in companies with a strong balance sheet and free cash flow for sustainable dividend payments.

The Fund's objective is the long-term growth of assets.

Fund Management Company

AS Trigon Asset Management

Fund Manager

Mihkel Välja
Mehis Raud

Depositary

Swedbank AS

Auditor

AS PricewaterhouseCoopers
Pärnu road 15
10141 Tallinn
Estonia

Tel.: + 372 6 141 800

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Reporting period

1 January 2020 – 31 December 2020

Management report

The Trigon Dividend Fund (formerly Trigon Baltic Fund) (hereinafter: the Fund) is a contractual investment fund that invests in companies around the world with high or growing dividend yields. Although the Fund's main focus is on equities, the Fund may also invest in other instruments, such as convertible bonds or high-yield bonds, to achieve its investment objectives. The fund invests in companies with a strong balance sheet and free cash flow for sustainable dividend payments.

As of the end of December 2020, the Fund's net asset value was 1.6 (31.12.2019: 0.3) million euros. The Fund has three classes of units. The net asset value of the Fund's C unit was 16.5043 (31.12.2019: 17.0984) euros decreasing by -3.47% in a year, the net asset value of the eQ unit (eQ Osinko) was 7.9394 euros at year-end (31.12.2019: 8.2712) decreasing by -4.01%. As of 31.12.2020, the net asset value of the Fund's D unit was 10.4453 euros increasing by 4.45% since the unit was launched on June 19, 2020.

As of the end of December 2020, the equities and debt securities made up 98.56% (31.12.2019: 88.68%) of the Fund's assets. The remaining portion was made up of cash at the bank. As of 31 December 2020, the largest equity investments in the Fund were Arco Vara bond 7.36%, PZU 7.14%, Telekom Slovenije DD 6.66%, Zavarovalnica Triglav DD 5.34% and Tallinna Kaubamaja 5.23%. The Fund's investments were diversified between the companies of nine countries – Austria, Croatia, Czech Republic, Estonia, Hungary, Poland, Romania, Lithuania and Slovenia.

On the 28th of February 2020, Trigon Baltic Fund changed its name into Trigon Dividend Fund and the investment strategy was substantially renewed. While previously the Fund's investments were focused primarily on the Baltic region, then going forward the Fund will be investing worldwide into companies with high or growing dividends. Although the Fund's main focus is on publicly traded shares, the Fund may also invest in other instruments, such as convertible bonds or high-yield bonds, to achieve its investment objectives. The fund's investment style is active fund management and identification of attractively valued securities. The fund invests in companies with a strong balance sheet and high free cash flow for sustainable dividend payments.

2020 was a historic year for the stock markets. The global economy has never been artificially shut down to such an extent as during the COVID-19 pandemic. At the beginning of the year, uncertainty about the coronavirus and the duration of the economic effects sent the global stock markets 30% lower by March. However, significant government assistance programs, combined with unlimited support from central banks, helped most global stock markets to recover by May. Also, the US presidential elections in November and the approval of Covid-19 vaccines brought the MSCI World Index to positive territory. By the end of the year, MSCI World Index registered a 5% gain in euro terms for the full year.

Even though the Trigon Dividend Fund started operations just before one of the sharpest declines in history, the Fund was able to restore and end the first operating year with a positive return of 6.3% (C-unit's returns since inception 28.02.2020). At the same time, the MSCI World High Dividend Yield Index registered a return of 1.8% in euro terms.

Trigon Dividend Fund made its first dividend payment to D-unit investors in December 2020. D-unit holders received 0.78 EUR per unit. As a result, the NAV or net asset value of the D-unit also decreased by the amount of the pay-out. Pay-out was executed on 15th of December and the next pay-out will take place in December 2021, i.e., dividends will be distributed to D-unit investors once a year.

Trigon Dividend Fund ended the year with attractive valuations. By the end of the year, the fund traded at a weighted average of 1.1x P/B, 11.3x 2021 expected earnings, and with a dividend yield of 7.7% based on 2020 expected earnings. In comparison, MSCI World High Dividend Yield Index traded as of December 2020 at a P/B ratio of 2.5x, P/E 18.6x, and a dividend yield of 3.7%. It is important to keep in mind that in 2020, regulators did not allow many companies in the financial sector to pay dividends. As a result, we also

expect extraordinary dividends from several financial companies belonging to the Fund this year, which may further increase the expected dividend yield of 7.7% for this year.

Mihkel Välja
Fund Manager

Signatures of the Fund Management Company's Management Board to the Annual Report 2020

The Fund Management Company AS Trigon Asset Management has prepared the Trigon Dividend Fund's (former Trigon Baltic Fund) annual report 2020, which includes the management report, financial statements, statement of investments, statement of transaction and commission fees and independent auditor's report.

/signed/

Mehis Raud
AS Trigon Asset Management
Member of the Management Board

/signed/

Jelena Rozenfeld
AS Trigon Asset Management
Member of the Management Board

Tallinn, April 28, 2021

FINANCIAL STATEMENTS

Statement of financial position

In euros

ASSETS	Note	31.12.2020	31.12.2019
Cash and cash equivalents		23 298	36 410
Financial assets at fair value through profit or loss	Note 6	1 613 707	285 239
Receivables and prepayments	Note 7	198	0
TOTAL ASSETS		1 637 203	321 648
LIABILITIES			
Other financial liabilities	Note 8	13 579	3 333
Fund's net assets attributable to holders of redeemable units	Note 10	1 623 624	318 315
TOTAL LIABILITIES		1 637 203	321 648

The notes on pages 11-25 are an integral part of the annual report.

Statement of comprehensive income

In euros

INCOME	Note	01.01-31.12.2020	01.01-31.12.2019
Interest income		2 307	207
Dividend income		11 763	19 388
Net profit/loss from financial assets at fair value through profit or loss	Note 9	140 826	62 267
Net foreign currency losses		-351	-351
TOTAL INCOME		153 496	81 512
EXPENSES			
Management fee	Note 11	1 945	11 566
Performance fee		13 222	0
Depositary fee		6 892	16 216
Transaction costs		427	1 479
Other expenses		192	4 900
TOTAL EXPENSES		22 678	34 160
FUND'S NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		130 818	47 351

The notes on pages 11-25 are an integral part of the annual report.

Statement of changes in Fund's Net Asset Value

In euros

	01.01-31.12.2020	01.01-31.12.2019
Fund's net assets at the beginning of the reporting period	318 315	1 123 523
Proceeds from redeemable units issued	1 254 932	2 811
Redemption of redeemable units	-75 894	-855 370
Dividends paid to holders	-4 547	0
Fund's net assets attributable to holders of redeemable units	130 818	47 351
Fund's net assets at the end of the reporting period	1 623 624	318 315
Fund's Net Asset Value per unit at the end of the reporting period		
Class 1	0.0000	5.2484
eQ Osinko	7.9394	8.2712
C unit	16.5043	17.0984
D unit	10.4453	0.0000
Number of units outstanding	104 733.849	53 696.219
incl. Class 1	0.000	44 451.203
eQ Osinko	7 759.716	8 276.636
C unit	90 623.549	968.380
D unit	6 350.584	0.000

The notes on pages 11-25 are an integral part of the annual report.

Statement of cash flows

In euros

Cash flows from Fund's operating activities	01.01-31.12.2020	01.01-31.12.2019
Interest received	1 714	188
Interest paid	-3	0
Dividends received	11 764	28 147
Proceeds from the sale of financial assets	503 882	1 149 447
Purchase of financial assets	-1 690 186	-357 022
Operating expenses paid	-14 506	-36 394
Total cash inflow/outflow from Fund's operating activities	-1 187 336	784 366
Cash flows from Fund's financing activities		
Proceeds from redeemable units issued	1 254 733	2 811
Redemption of redeemable units	-75 894	-868 717
Dividends paid to holders	-4 547	0
Total cash inflow/outflow from Fund's financing activities	1 174 293	-865 906
Total cash flows	-81 540	-81 540
Cash and cash equivalents		
At the beginning of the accounting period	36 410	117 882
Effect of exchange rate changes on cash and cash equivalents	-69	69
At the end of the accounting period	23 298	36 410

The notes on pages 11-25 are an integral part of the annual report.

Notes to the financial statements 2020

NOTE 1. General information

Trigon Dividend Fund (former Trigon Baltic Fund) is a public open-end common investment fund registered in the Republic of Estonia.

The Fund is managed by AS Trigon Asset Management, with its registered office at Pärnu road 18, 10141 Tallinn. The parent company (61%) of AS Trigon Asset Management is AS Trigon Capital.

The Fund is under the supervision of the Estonian Financial Supervisory Authority.

The objective of the Fund is a long-term capital growth of the Fund's assets. The Fund is investing its assets into different securities and other financial instruments abiding by the investment limits set out by the law and the Fund's rules.

NOTE 2. Basis of preparation

The financial statements of the Fund have been prepared in accordance with International Financial Reporting Standards as adopted by the European Union (IFRS EU). Financial reporting principles of investment funds are set out by the Investment Funds Act, Accounting Act and Regulation no. 8 of the Minister of Finance of February 26, 2018 "Requirements for fund reports subject to disclosure". The financial statements have been prepared to take into account the regulation of determining the net asset value of the Fund, adopted under the Investment Funds Act §54 subsection 11.

The financial statements of the Fund have been prepared in accordance with IFRS to the extent that complies with the requirements of the Investment Funds Act and Regulation no. 8 of the Minister of Finance. In case of non-compliance, the Fund has taken into account the requirements provided in the Investment Funds Act and Regulation no. 8 of the Minister of Finance.

NOTE 3. Accounting policies used in preparing the financial statements

The financial statements of the Fund have been prepared on a historical cost basis except for financial instruments at fair value through profit or loss, which are measured at fair value.

Foreign currency transactions and balances

Functional and presentation currency

The financial statements of Trigon Dividend Fund are presented in euros. Fund's functional currency is also the euro.

Transactions and balances in foreign currency

Transactions in currencies other than the euro are translated into euro at the last bid exchange rates of depository bank of the transactions trade date. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated into euro at the last bid exchange rates of depository bank at the reporting date. Foreign currency gains and losses, arising on financial instruments denominated in foreign currencies, are recognised through profit or loss in the line-item *Net foreign currency losses* in the statement of comprehensive income.

Management estimates

The preparation of the financial statements in conformity with IFRS requires the management of the Fund Management Company to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Although judgments are based on the management's best knowledge, actual results may differ from the estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

According to the management, there have not been any events that would have affected the recognition of assets, liabilities, income or expenses.

Financial assets and liabilities

Cash and cash equivalents, term deposits, securities and other receivables are classified as financial assets. Securities comprise financial assets referred to in the Securities Market Act §2 (a share or other similar tradable right; debt security, convertible security or other tradable debt obligation issued, a subscription right or other tradable right, an investment fund unit; a money market instrument; derivative security or a derivative contract; a tradable depository receipt). Liabilities to Fund's Management Company, unitholders and other liabilities are classified as financial liabilities.

Classification of financial assets and financial liabilities

The Fund classifies financial assets and financial liabilities into the following categories:

- financial assets at fair value through profit or loss – equities and investment fund units as these investments do not include only principal and interest payments;
- financial assets at amortised cost – cash and cash equivalents, receivables and prepayments are recognised at amortised cost;
- financial liabilities at amortised cost – liabilities to a depository bank and Fund Management Company are recognised at amortised cost.

The Fund has at the end of the accounting period following financial assets and financial liabilities:

IFRS 9 category class (as defined in the Fund)			31.12.2020	31.12.2019
In euros				
Financial assets	Financial assets at amortised cost	Cash and cash equivalents	23 298	36 410
		Receivables and prepayments	198	0
	Financial assets at fair value through profit or loss	Mandatory measurement at fair value through profit or loss	Equities	1 613 707
Financial liabilities	Financial liabilities at amortised cost	Other financial liabilities	13 579	18 466

Recognition and derecognition

Financial assets and liabilities are recognised initially when Fund becomes a party to the contractual provisions of the instrument.

Regular way purchases and sales of financial assets are recognised on trade date, the date on which the Company commits to purchase or sell the asset.

At initial recognition, the Fund measures financial assets or liabilities at its fair value plus, in the case of a financial asset or liabilities not at fair value through profit or loss, transaction costs that are directly attributable to the acquisition of the financial assets or emission of the financial liabilities.

Transaction costs of financial assets and liabilities carried at fair value through profit or loss are recognised as an expense in the statement of comprehensive income.

Financial assets are derecognised when the contractual rights to the cash flows of the financial assets have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership. Financial liabilities are derecognised only when they are extinguished (the contractual obligations are discharged, cancelled or expired).

Subsequent measurement

Financial assets: debt instruments

Subsequent measurement of the debt instruments depends on the Fund's business model for managing the financial assets and the cash flow characteristics of the assets.

Fair value through profit or loss (FVTPL): assets that do not meet the criteria for amortised cost or fair value through comprehensive income are measured at fair value through profit or loss (FVTPL). A gain or loss on debt instruments that are subsequently measured at FVTPL is recognised in the statement of comprehensive income in the line-item *Net profit/loss on financial assets at fair value through profit or loss* and presented in the period in which it arises. Such fair value gain and loss includes also contractual interests earned from relevant instruments.

Amortised cost: assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest are measured at amortised cost. Interest income from these financial assets is included in finance income using the effective interest rate method. Any gain or loss arising on derecognition is recognised directly in the statement of comprehensive income and presented in *Other income*. Foreign exchange gains and losses and impairment losses are presented as separate line items in the statement of comprehensive income.

Equity instruments

The Fund subsequently measures all equity investments at fair value through profit and loss. Changes in the fair value are recognised in *Net gain/loss from financial assets at fair value through profit or loss* in the statement of comprehensive income.

Impairment of financial assets

The Fund assesses on a forward-looking basis the expected credit losses (ECL) associated with its debt instruments carried at amortised cost. The impairment methodology applied depends on where there has been a significant increase in credit risk.

The measurement of the expected credit losses reflects: (i) an unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes, (ii) time value of money and (iii) all reasonable and supportable information that is available without undue cost and effort at the end of each reporting period about past events, current conditions and economic forecasts of future conditions.

For trade receivables and contract assets without a significant financing component, the Fund applies a simplified approach permitted by IFRS 9 and measures the allowance for impairment losses at expected lifetime credit losses from initial recognition of the receivable. The Fund uses a provision matrix in which allowance for impairment losses is calculated for trade receivables falling into different ageing or overdue periods.

Offsetting

Financial assets and financial liabilities are offset, and the net amount presented in the statement of financial position only when the Fund has legal right to offset and intends to settle or realise the assets and liabilities simultaneously.

Fair value measurement

Fair value is the amount of which a Fund's asset could be sold to the independent interested party on the measurement date.

The net asset value of the Fund is determined according to “Net Asset Value Calculation Rules of Investment Funds” as approved by the management board of AS Trigon Asset Management. These rules determine the valuation of the securities traded on a regulated market, securities not traded on a regulated market and other financial assets and financial liabilities of the Fund.

Fund recognises all investments into securities at fair value through profit or loss except these investments whose fair value cannot be determined. The financial statements of the Fund for the year 2020 have been prepared under the standard IFRS 13 “Fair Value Measurement” where the financial assets and liabilities traded on a regulated market are determined at the market close price if it remains within the bid-ask spread. If the close price does not fall in this spread, the Management Company will determine the value within the bid-ask spread, which most accurately reflects the fair value of specific security.

The fair value of the security (other than debt security) traded on a regulated market is determined based on the closing price of that regulated market on the valuation date. If the closing price is not available, the mid-market price of the regulated market on the valuation date is applied. If the mid-market price is also unavailable, the latest bid price of the regulated market on the valuation date is applied. In case that no bid price is available, the latest share price determined in the manner described above is applied.

The value of debt security traded on a regulated market is determined by applying the average ask and bid price $((ask+bid)/2)$ given by sources of quotes accepted by the currently used information provider on the valuation date (mid-market price). If the mid-market price is not available, the closing price on the valuation date is applied. If no closing price is available, the mid-market price of the last banking day is applied.

Valuation of security, which is not traded on a regulated market, takes place, above all, by applying the valuation models set out by IFRS. Fair value is the probable selling price of the security, which is determined prudently, in good faith and bearing in mind the best interests of unitholders and at which independent and experienced parties would agree to conclude a transaction.

The value of a share of a unit of an investment fund traded on a regulated market is determined as the value of the security traded on a regulated market. The value of a unit of a common fund not traded on a regulated market is determined based on the latest known redemption or repurchasing price or, if such price is unavailable, based on the net asset value of the fund.

If the fair value of the assets cannot be reliably determined, then they can be recognised at acquisition cost or the fair value will be determined by the management of Fund Management Company using the valuation methods. The valuation methods used by the Management Company include recent arm’s length transactions between independent parties, references to other similar instruments, discounted cash flow analyses and option pricing models and other methods based on market information as much as possible and as little as possible on internal sources.

Recognition of revenue

Interest

Interest income and expenses are recognised in the statement of comprehensive income using the effective interest rate method. The effective interest rate is the rate that exactly discounts estimated future cash flows through the expected life of the financial instrument to the net carrying amount of the financial asset. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instrument but does not consider future credit losses. Interest received or receivable is recorded in the statement of comprehensive income in the line of *Interest income*.

Dividends

Dividend income is recognised in the statement of comprehensive income on the date when the right to receive payment is established. This is usually the ex-dividend date. Dividend income from equities designated as at fair value through profit or loss is recognised as a separate line-item *Dividend income*.

Gain/loss on financial assets

Unrealised gain/loss from revaluation of financial assets at fair value through profit or loss includes all fair value changes but excludes interest and dividend income.

Realised gain/loss on financial assets at fair value through profit or loss is calculated using the FIFO method (*first-in, first-out*) which means that the chronological order of purchases of securities is taken into account when calculating gains/losses from the securities.

Net gain/loss from revaluation of financial assets is recognised in the statement of comprehensive income in the line-item *Net profit/loss on financial assets at fair value through profit or loss*.

Service and commission expenses

Transaction fees arising in acquiring and disposing of securities are recognised on the accrual basis in the statement of comprehensive income in the line-item Transaction costs and paid once a month. Commissions arising in acquiring and disposing of securities are included within the cost of securities.

Cash and cash equivalents

Cash and cash equivalents include the balances of demand deposits at the bank and overnight deposits. Interest receivable on overnight deposits is recognised in the statement of financial position in the line-item Receivables and prepayments and the statement of comprehensive income in the line-item *Interest income*.

Term deposits

Term deposits include deposits held at credit institutions. According to the Investment Fund Act, the open-ended public fund may invest into term deposits with a maturity of up to 12 months. Interest receivable on term deposits is recognised in the statement of financial position in the line-item Receivables and prepayments and the statement of comprehensive income in the line-item *Interest income*.

Fees and expenses

Income and expenses are reported on an accrual basis.

Recognition of management and performance fees

Management fee rates paid to the Fund Management Company are:

- a. Class 1 units (liquidated): 2.0% of the Fund's assets per annum until 28.02.2020);
- b. eQ units: 2.0% of the Fund's assets per annum;
- c. C units: 2.0% of the Fund's assets per annum (until 28.02.2020) and 0.0% of the Fund's assets per annum (starting from 28.02.2020);
- d. D units: 0.0% of the Fund's assets per annum.

The management fee is deducted daily from the Fund's assets and is paid in the month following the calculation.

In addition, the Management Company has the right to receive a performance fee based on the performance of eQ, C and D units.

In addition, the Management Company is paid a Performance Fee based on the performance of C and D units. The Management Company has the right to receive a performance fee from the increase of the net asset value of the unit in case the net asset value of the unit exceeds the net asset value of the unit as of the end of the previous calendar year. The performance fee rate is no more than 15% of the net asset value increase. The performance fee is calculated daily based on the so-called high-water mark ("HWM") principle (after the performance fee is calculated for the first time in a calendar year, the additional

performance fee is calculated during the same year only if the unit's net asset value has increased since the last performance fee calculation).

The Management Company has the right to receive a performance fee from the increase of the net asset value of eQ unit that exceeds the unit's highest historical end of month net asset value and the minimum rate of 3.5% per annum. The performance fee rate is 15% of the net asset value increase.

The performance fee is revalued daily based on a 365-year basis and is paid out at the end of each month during the following month.

The Management Board of the Management Company may decide to use a lower rate of management and performance fees.

Recognition of depositary and other fees

The maximum annual rate of the depositary fee is 0.03-0.35% of the Fund's assets per annum, but not less than 9 000 euros per year. The above-mentioned depositary fee rates do not include VAT. The depositary fee is calculated daily from the Fund's assets and is paid in the month following the calculation. Depositary fee in the statement of comprehensive income also includes administration (Fund accounting and net asset value calculation), registry and sub-custodian fees that are paid to the depositary bank in the month/quarter following the calculation.

The Fund shall also pay other expenses related to the Fund management, safekeeping of the Fund's assets and transaction costs, such as fees to intermediaries, interest expenses, payment and service fees, Fund auditing expenses payable to the service providers.

Fund units

The Fund has three classes of units (hereinafter: "eQ", "C unit" and "D unit"). Different terms apply to the units depending on their class, such as subscription and redemption fees (see below).

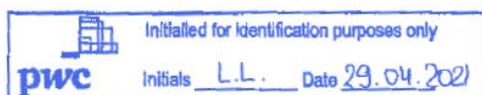
At the request of the unitholder, the Management Company shall redeem the units and the unitholders have the right to redeem units and receive a monetary payment daily under the Fund Rules. Consequently, the issued Fund units are classified as financial liability. Units are recognised in the statement of financial position at redemption value, i.e. amount that should be paid for at the balance sheet date if the unitholder uses his right to redeem the units. The net asset value of the unit is determined by dividing that class' total net asset value by that class' number of units issued and not redeemed as at the point of valuation. For subscription or redemption, the net asset value of the units is based on the Fund's net asset value which is derived by measuring the Fund's investments fair value using the closing price before the transaction date.

The issue of units is arranged by the Management Company under the rules set out in legislation. The issuing of units is not restricted by time or volume.

As of April 6, 2009, no Class 1 units will be issued. C unit was launched on April 6, 2009, and the D unit was launched on June 19, 2020. Starting from February 28, 2020 Class 1 and Class 3 units were merged into C units.

A unit may be issued only upon a monetary payment into the assets of the Fund corresponding to the number of respective units to be issued and at the Unit's net asset value. When issuing a fraction of unit an amount corresponding to the fraction of the respective unit's net asset value must be paid into the assets of the Fund.

The unit's issue price is the net asset value of the unit of the respective class calculated on the following banking day from the banking day the purchase order was received. The issue price may also include an issue fee or intermediary's service fee.



The issue fee of a unit is:

- a) for eQ units, there is no issue fee. A unitholder shall bear the fee payable to the intermediary which is 1.0% of the subscription amount;
- b) for C units there is no issue fee;
- c) for D units there is no issue fee.

The Management Company has the right to charge a lower issue fee on a mutual agreement. A unit is deemed to be issued at the time of making the respective entry in the registry of units.

The unit's redemption price is the net asset value of the unit of the respective class calculated on the following banking day from the banking day the sale order was received. The redemption price may also include a redemption fee or intermediary's transaction cost.

The redemption fee of a unit is:

- a) for eQ units, there is no redemption fee. The unitholder shall bear the intermediary's transaction cost of at least 0.5% of the deemed amount, but not less than 20 euro per transaction;
- b) for C units there is no redemption fee;
- c) for D units there is no redemption fee.

The Fund Management Company has the right to charge a lower redemption fee on a mutual agreement. Upon redemption of a unit, a monetary payment shall be made out of the assets of the Fund to the current account linked to the Unit holder's securities account. Payments shall be made in the order that the redemption requests were submitted. The payment may be postponed following the law and Fund Rules. The unit shall be considered as redeemed from the time of making a respective entry in the registry of units.

Implementation of new and amended standards and interpretations

Certain new International Financial Reporting Standards, also amendments and interpretations to existing standards have been published by the time of compiling these consolidated financial statements which become mandatory for the Fund's accounting periods beginning on or after January 1, 2020, and which the Fund did not adopt early.

New or amended standards or interpretations that became effective for the reporting period beginning on January 1, 2020, are not expected to have a significant impact on the Fund.

New standards, interpretations and their amendments

New or revised standards and interpretations have been issued that become mandatory for the Fund from January 1, 2020, or later.

Other new or amended standards or interpretations that are not yet effective are not expected to have a material impact on the Fund.

NOTE 4. Risk management

The Fund invests its assets according to the Fund's investment objectives in various securities, derivatives, deposits.

Various risks arise from investing in funds that may affect the return of the investment. Past returns of Funds are not indicative of future returns of the Funds. The net asset value of the unit may fluctuate as a result of the Funds' investment policy. Funds may generate both profits and losses. Investors should take

into account that there is no guarantee for a positive return on their investments into the Fund. The shorter the duration of the investment, the more probable is the loss.

The Fund Manager invests Fund assets in accordance with the Fund's investment objectives, in consideration of the restrictions imposed by the Investment Funds Act and Fund Rules. Adherence to investment limits is monitored on a daily basis, in case the investment restrictions are exceeded, the Fund Manager shall take measures to liquidate them.

As a result of the fund's investment policy, the Fund is subject to the following risks:

- market risk
- credit risk
- liquidity and capital risk

Market disruptions associated with the COVID-19 pandemic have had a global impact to economy and financial markets, and uncertainty exists as to its long-term implications. Such disruptions can adversely affect the assets of the fund and thus fund performance.

Other key risks and their descriptions are provided in the Fund prospectus.

Market risk

Market risk is a possibility that the volatility of market prices of securities or other assets (share prices, foreign currency rates, interest rates) may decrease the value of the Fund's assets. The higher the volatility of prices, the higher the risk of potential loss from the investment is. At the same time, the more volatile the investment is the higher the profit may be.

To mitigate market risk, investments are diversified between various issuers, fields of activities, countries and regions and derivatives may be used.

The events of the securities markets are monitored daily. In the event of changes in market conditions, changes may be made to investments, such as reducing or increasing the weight of equities in the total investment portfolio of the Fund.

The Fund's investments as at the reporting date are provided in the statement of the investments.

Currency risk

Fund's functional currency is the euro. In addition to the investments and assets denominated in euro, the Fund has exposures also in other currencies. As a result, the Fund is exposed to the risk that the weakening of other currencies against the Fund's functional currency may unfavourably affect the Fund's net assets.

To mitigate currency risk, the Fund may use derivative instruments. This is done mainly through OTC (over the counter) swaps and forwards. OTC derivatives expose the Fund to the risk that the counterparty of that trade may default on their obligations to the Fund. To mitigate that risk the Fund is using reliable counterparties.

As of 31.12.2020 and 31.12.2019, the Fund did not have exposures to the derivative instruments.

If foreign currencies' value compared to euro would fluctuate +/- 10%, then at the balance sheet date the effect of the open currency position on the profit/loss of the Fund would be +/- 68 593 (2019: 12 675) euros. The risks of the Fund's significant open currency positions are mitigated with currency forwards.

The next table provides an overview of the assets and liabilities of the Fund at reporting date:

In euros as at 31.12.2020

	CZK	EUR	HRK	HUF	PLN	RON
ASSETS						
Financial assets at fair value through profit or loss	197 285	927 775	30 432	105 634	253 157	99 424
Cash and cash equivalents	0	23 298	0	0	0	0
Receivables and prepayments	0	198	0	0	0	0
TOTAL ASSETS	197 285	951 271	30 432	105 634	253 157	99 424
LIABILITIES						
Other financial liabilities	0	13 579	0	0	0	0
Fund's net asset value (NAV)	0	1 623 624	0	0	0	0
Total liabilities	0	1 637 203	0	0	0	0
Open currency position	197 285	-685 931	30 432	105 634	253 157	99 424

In euros as at 31.12.2019

	RON	PLN	EUR
ASSETS			
Financial assets at fair value through profit or loss	14 005	106 252	164 982
Cash and cash equivalents	0	6 489	29 921
Receivables and prepayments	0	0	0
TOTAL ASSETS	14 005	112 741	194 903
LIABILITIES			
Other financial liabilities	0	0	3 333
Fund's net asset value (NAV)	0	0	318 315
Total liabilities	0	0	321 648
Open currency position	14 005	112 741	-126 746

Equity price risk

Equity price risk is the risk that the fair value of financial instruments fluctuates due to changes in the market prices (except for those changes related to the interest rates and foreign currency rate risks).

Fluctuations of market prices may be associated with the particular issuer or the overall equity market conditions which often affects all shares traded on the stock markets.

The Fund's investments at 31.12.2020 and 31.12.2019 mainly consist of equity investments and are most sensitive to fluctuations of the stock market. If Fund's equity investments would drop/rise +/-10% at the end of the accounting period, the effect on the Fund's results would be following:

In euros	31.12.2020	31.12.2019
Change +/- 10%		
Equity securities	+/- 143 248	+/- 26 946

The Fund's investments are monitored for their concentration in industries and geographic regions. If the concentration in a specific industry, country or region is high then in case of deterioration of the situation of the respective industry, country or region the risk to the Fund's investments may increase. To minimize that risk the Fund's investments are diversified between various industries and countries.

Risk concentration

At the reporting date the Fund's investments were diversified between the following countries:

Country	31.12.2020	31.12.2019
Estonia	22.21%	28.12%
Slovenia	20.84%	0.00%
Poland	15.46%	33.04%
Czech Republic	12.05%	0.00%
Romania	11.89%	4.35%
Hungary	6.45%	0.00%
Austria	5.82%	0.00%
Lithuania	1.98%	20.61%
Croatia	1.86%	0.00%
Cash	1.44%	11.32%

At the reporting date the Fund's investments were diversified between in the following industries:

Industry	31.12.2020	31.12.2019
Finance	40.29%	29.69%
Real Estate	18.07%	2.25%
Telecommunication	12.81%	0.00%
Industrial	8.71%	15.71%
Consumer	8.46%	28.28%
Energy	6.08%	8.69%
Utilities	2.91%	0.00%
Health Care	1.23%	0.00%
Materials	0.00%	4.06%
Cash	1.44%	11.32%

The table below sets out the distribution of the Fund investments based on listing on regulated markets:

In euros	31.12.2020	31.12.2019
Securities listed on regulated markets		
Equity investments	1 432 485	269 458
Debt securities	181 222	15 781
Total	1 613 707	285 239

The Management Company monitors investment restrictions set by Investment Funds Act, Fund Rules and also internally set limits on a daily basis. The Fund had no investment limits breaches as of the reporting date.

Interest rate risk

Interest rate risk is based on the possibility that interest rate, yield curve or interest rate volatility will change unfavourably.

Since as of 31.12.2020 and 31.12.2019, the Fund does not have any substantial interest carrying assets or liabilities, funds exposure to interest rate risk is marginal.

Credit risk

Credit risk may arise from the nature and success of the issuer's business that may significantly affect the prices of the issuer's securities and create a situation when the issuer fails to fulfil the obligations taken at issuance of the securities (perform redemption and interest payments).

Realization of credit risk is more probable with debt securities and term deposits.

To mitigate credit risk, the Management Company analyses and monitors the strength and reliability of issuers' businesses and diversifies investments in different issuers.

Credit risk related to balances due from brokers (pending security transactions) is considered to be low because to minimize that risk the Fund prefers markets where DVP (i.e., delivery-versus-payment) principles are adhered to and use reliable and known counterparties for trading.

The Fund's cash and cash equivalents are held with Fund's depository bank AS Swedbank, whose parent bank is rated as Aa3 (Moody's).

Management has assessed the ECL from credit institutions' exposures and due to the strong ratings of corresponding parties, their financial position and also due to the positive economic outlook, the Fund's credit institutions' exposures do not need to be significantly impaired as at the balance sheet date.

Receivables and prepayments include dividend receivables and securities transactions pending on the value date that have been collected by the time of compiling the financial statements. The Management estimates that the expected credit loss for these receivables is immaterial.

Liquidity and capital risk

Liquidity risk is the risk that due to the low liquidity of markets the Fund is unable to purchase or sell securities at a fair value and as a result of that, the Fund cannot observe its investment policy and objectives. This may lead to the situation where the Fund will encounter difficulties in fulfilling payments for redemptions on time, especially when many large redemption orders have accumulated at the same time.

Liquidity risk may also arise as a result of the increase of market risk and credit risk during a difficult market situation, for example during a recession.

Large redemption orders during the times when market liquidity is low may have a negative impact to the remaining investors in the Fund. On the demand of large redemption orders, the Fund follows the laws and Fund Rules protecting the interests of the remaining unitholders.

The Management Company may suspend redeeming units under the conditions and according to the procedures provided for in the Investment Funds Act, incl. suspending the redemption of units for up to three months if the cash balances in the accounts of the Fund is insufficient for the payment of the redemption price for the units, if the regular management of the Fund may be harmed by the payment of the price, if the securities or other assets of the fund cannot be promptly sold or if the interests of other unit-holders would be materially harmed thereby.

Daily the Fund manager monitors the Fund's necessary liquidity to meet its liabilities, including estimated payments for purchases of securities and redemptions of units. If necessary, the Fund manager takes measures to settle the Fund's liabilities, for instance, uses overdraft or sells liquid assets.

To mitigate liquidity risk, the Fund diversifies investments between issuers and part of the Fund's assets is invested in securities with high liquidity.

The majority of the Fund's investments are publicly traded and liquid, they can be quickly realized and therefore the Fund's overall liquidity risk is not high.

The liquidity table below presents the potential realisation period of the Fund's assets (assuming that the Fund can take up to 50% of daily traded volume):

In euros at 31.12.2020	1-3 banking days	4-5 banking days	More than 5 banking days
Equities, fund investments and debt securities	1 571 435	5 858	36 415
Cash and cash equivalents	23 298	0	0
Receivables and prepayments	198	0	0
Total	1 594 931	5 858	36 415

In euros at 31.12.2019	1-3 banking days	4-5 banking days	More than 5 banking days
Equities, fund investments and debt securities	277 461	2 735	5 042
Cash and cash equivalents	36 410	0	0
Receivables and prepayments	0	0	0
Total	313 871	2 735	5 042

A list of Fund's assets for which the total realisation of the position in the Fund will take more than 5 banking days (assuming that the Fund can take up to 50% of daily traded volume):

In euros at 31.12.2020

Name	Total market value	Sellable in 1 day in case of regular transactions
GETBACK SA	0	0.00%
ARCO VARA AS	30 250	4.54%
NEPI ROCKCASTLE	41 310	10.85%

In euros at 31.12.2019

Name	Total market value	Sellable in 1 day in case of regular transactions
GETBACK SA	0	0.00%
AB PIENO ZVAIGZDES	13 204	11.92%
VALMIERA GLASS FIBRE	8 249	14.07%

The following table gives an overview of the timely fulfilment of the obligations of the fund (considering that 5% of the net value of the assets belonging to the unitholders is redeemable after 5 days during one month and 95% - during 1-3 months):

In euros at 31.12.2020	less than 5 banking days	5 banking days to 1 month	1-3 months
Payables to Management Company	9 986	0	0
Payables to depository bank	0	3 153	0
Other liabilities	0	440	0
Fund's net assets attributable to holders of redeemable units	0	81 181	1 542 443
Total	9 986	84 774	1 542 443

In euros at 31.12.2019	less than 5 banking days	5 banking days to 1 month	1-3 months
Payables to Management Company	523	0	0
Payables to depository bank	0	2 738	0
Payables to unitholders	0	0	0
Other liabilities	0	72	0
Fund's net assets attributable to holders of redeemable units	0	15 916	302 399
Total	523	18 726	302 399

The Fund Manager monitors daily the Fund's liquidity and ensures that there are enough monetary assets to fulfil Fund's liabilities. As of 31.12.2019 and 31.12.2020 Fund's liquidity assets exceed Fund's short-term liabilities.

NOTE 5. Valuation of financial instruments

The Fund recognises financial assets at fair value through profit or loss. Financial investments are categorized into 3 levels depending on their revaluation:

Level 1: Financial investments valued based on unadjusted quoted price from the stock market or other active market.

Level 2: Financial investments valued using valuation methods based on observable inputs. For example, this category includes investments measured using quoted prices in active markets for similar instruments or financial instruments that are valued at quoted price in active markets but have low liquidity.

Level 3: Financial investments valued using valuation methods based on unobservable inputs.

The table below categorises financial instruments measured at fair value in 3 levels of fair value hierarchy:

In euros at 31.12.2020

	Level 1	Level 2	Level 3	Total
Equity investments	1 432 485	0	0	1 432 485
Debt securities	181 222	0	0	181 222
Fund investments	0	0	0	0
Total	1 613 707	0	0	1 613 707

In euros at 31.12.2019

	Level 1	Level 2	Level 3	Total
Equity investments	269 458	0	0	269 458
Debt securities	15 781	0	0	15 781
Fund investments	0	0	0	0
Total	285 239	0	0	285 239

The fair value of the assets recognised at amortized cost - cash and cash equivalents and receivables - at the balance sheet date does not differ from their amortised cost as these financial assets are very short-term.

NOTE 6. Financial assets at fair value through profit or loss

In euros

	31.12.2020	31.12.2019
Equities and fund investments	1 432 485	269 458
Debt securities	181 222	15 781
Total	1 613 707	285 239

NOTE 7. Receivables and prepayments

In euros

	31.12.2020	31.12.2019
Balances due from subscription of units	198	0
Total	198	0

NOTE 8. Other financial liabilities

In euros

	<u>31.12.2020</u>	<u>31.12.2019</u>
Payables to Management Company	9 986	523
Payables to the depository bank	3 153	2 738
Other liabilities	440	72
Total	13 579	3 333

NOTE 9. Net profit/loss on financial assets at fair value through profit or loss

In euros

	<u>01.01-31.12.2020</u>	<u>01.01-31.12.2019</u>
Equities and fund investments		
Realised loss	-55 748	-45 245
Unrealised gain	193 151	106 780
Debt securities		
Realised gain	257	0
Unrealised gain	3 166	732
Total	140 826	62 267

NOTE 10. Comparative analysis of the net asset value

In euros

Year	Fund's net asset value	Net asset value of Fund unit				
		Class 1	eQ unit	Class 3	C unit	D unit
31.12.2005	44 494 045	6.9696	10.9142	-	-	-
31.12.2006	71 018 558	8.6818	13.7129	7.1437	-	-
31.12.2007	48 732 938	8.9077	14.0283	7.4606	-	-
31.12.2008	6 698 515	3.0858	4.8597	2.6090	-	-
31.12.2009	9 565 935	4.5339	7.1406	3.8630	15.1348	-
31.12.2010	9 076 134	4.9734	7.8334	4.2701	16.1897	-
31.12.2011	1 682 060	3.3231	5.2357	2.8752	10.8160	-
31.12.2012	1 844 385	3.9637	6.2453	3.4559	12.9015	-
31.12.2013	1 678 240	4.2876	6.7556	3.7711	13.9560	-
31.12.2014	1 898 184	4.4026	6.9369	3.9018	14.3282	-
31.12.2015	1 577 876	5.0770	7.9998	4.5337	16.5231	-
31.12.2016	1 754 991	5.8637	9.2393	5.2769	19.0818	-
31.12.2017	2 936 753	6.7491	10.6344	6.1083	21.9627	-
31.12.2018	1 123 523	5.2630	8.2928	4.8264	17.1276	-
31.12.2019	318 315	5.2484	8.2712	-	17.0984	-
31.12.2020	1 623 624	-	7.9394	-	16.5043	10.4453

NOTE 11. Related parties

For the preparation of these financial statements, related parties are considered to be AS Trigon Asset Management (Fund Management Company), AS Trigon Capital (the majority shareholder of the Fund Management Company), OÜ Fero Invest (shareholder with significant influence), companies belonging to the same consolidation group as the Fund Management Company, other funds managed by AS Trigon Asset Management, Fund Management Company beneficial owners and members of the Management Board.

Trigon Dividend Fund paid to the Fund Management Company management fees during the period 01.01-31.12.2020 in a total of 1 945 (01.01-31.12.2019: 11 566) euros and performance fees in total 13 222 (01.01-31.12.2019: 0) euros. As of 31.12.2020 amount owed to Fund Management Company was 9 986

(31.12.2019: 523) euros. No transactions with other funds managed by AS Trigon Asset Management were made in 2020 and 2019.

NOTE 12. Fund Management Company's remuneration principles

The members of the Management Board and employees of Trigon Asset Management receive a fixed remuneration monthly. In addition, employees directly responsible for the Fund distribution can also receive variable remuneration.

Fixed remuneration is the main part of the employees' remuneration which is based on the fixed salary agreement. Fixed remuneration is set on an individual basis with consideration to the role of the individual, including responsibility and position profile, achievements, qualification and expertise and market standards in respect of the relevant positions.

Variable remuneration depends on the performance of the individual and the overall results and financial situation of the company. Variable remuneration is paid in bonuses. Such bonuses are paid in accordance with the company results, evaluated each time and not defined as a fixed amount.

When deciding on remuneration practices for employees the Fund Management Company follows a principle of a proper balance. The Fund Management Company has not applied any termination benefits or non-monetary compensations.

The average number of employees (including Management Board members) in Trigon Asset Management in the reporting year was 11 (01.01-31.12.2019: 12). The total amount of fixed salary (incl. taxes) paid to employees was 597 325 (01.01-31.12.2019: 540 090) euros. The total amount of fixed salary (incl. taxes) paid to the members of the Management Board during the reporting period was 118 641 (01.01-31.12.2019: 110 106) euros. Members of the Supervisory Board did not receive any remuneration for participating in the work of the board. Bonuses (incl. taxes) paid to the employees directly involved in the Fund distribution process during the reporting period were 48 591 (01.01-31.12.2019: 15 734) euros.

NOTE 13. Contingent assets

Petition for determining the amount of fair compensation petition to the shareholders of AS Olympic Entertainment Group (hereinafter OEG). This is a class action in which the court involves all minority OEG shareholders whose shares were acquired as a result of a mandatory takeover offer (squeeze out) in October 2020. The Management Company AS Trigon Asset Management represents also its' funds in this legal proceeding.

The general meeting of AS Olympic Entertainment Group approved the takeover of OEG shares belonging to minority shareholders by AS Odyssey Europe for financial compensation of EUR 1.40 per share. The petition accepted by the court on 05.02.2020 has been submitted for the protection of minority shareholders' rights and to receive fair compensation for the OEG shares. Petitioners, including AS Trigon Asset Management, believe that a value of EUR 1.40 per share is unjustified and too low. No negative financial impact on the Fund is expected. However, if the application is ultimately satisfied and the court decides to determine higher compensation, OEG will presumably also be obligated to reimburse all the procedural expenses of the petitioners, and such court decision will have a positive effect on the Fund's results. Immediately before the squeeze out Trigon Dividend Fund held 86 044 shares of OEG.



Independent Auditor's Report

To the Shareholders of Trigon Dividend Fund (previous name Trigon Baltic Fund)

Our opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of Trigon Dividend Fund (the Fund) managed by AS Trigon Asset Management (the Management Company) as at 31 December 2020, and the Fund's financial performance and cash flows for the year then ended in accordance with the Investment Funds Act.

What we have audited

The Fund's financial statements comprise:

- the statement of financial position as at 31 December 2020;
- the statement of comprehensive income for the year then ended;
- the statement of changes in the Fund's Net Asset Value for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include significant accounting policies and other explanatory information.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the Fund's financial statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund and of the Management Company in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (IESBA Code). We have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

Other information

The Management Company's Management Board is responsible for the other information. The other information comprises Short Description and Contact Details of Trigon Dividend Fund, the Management Report, the Statement of Transaction and Commission Fees and the Statement of Investments (but does not include the financial statements and our auditor's report thereon).

Our opinion on the Fund's financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

AS PricewaterhouseCoopers
Pärnu mnt 15, 10141 Tallinn, Estonia; License No. 6; Registry code: 10142876
T: +372 614 1800, F: +372 614 1900, www.pwc.ee

Translation note:

This version of our report is a translation from the original, which was prepared in Estonian. All possible care has been taken to ensure that the translation is an accurate representation of the original. However, in all matters of interpretation of information, views or opinions, the original language version of our report takes precedence over this translation.



In connection with our audit of the Fund's financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the Fund's financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management Company's Management Board and those charged with governance for the Fund's financial statements

The Management Company's Management Board is responsible for the preparation and fair presentation of the Fund's financial statements in accordance with the Investment Funds Act and for such internal control as the Management Company's Management Board determines is necessary to enable the preparation of the Fund's financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the Fund's financial statements, the Management Company's Management Board is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management Company's Management Board either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor's responsibilities for the audit of the Fund's financial statements

Our objectives are to obtain reasonable assurance about whether the Fund's financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial statements of the Fund.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Fund's financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management Company's Management Board.

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- Conclude on the appropriateness of the Management Company's Management Board's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Fund's financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the Fund's financial statements, including the disclosures, and whether the Fund's financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

AS PricewaterhouseCoopers

/signed/

Verner Uibo
Auditor's certificate no.568

29 April 2021
Tallinn, Estonia

Translation note:

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STATEMENT OF TRANSACTION AND COMMISSION FEES

In euros

Commissions are fees paid to the intermediaries of securities transactions. Transaction costs consist of the fees charged by the depositary bank for making transactions, fees for sub-depositaries or correspondent banks and fees charged for executing payment orders.

01.01-31.12.2020

Intermediary	Number of transactions	Volume of transactions	Total commissions paid	Weighted average fee
<i>Securities traded on regulated markets</i>				
AS SEB Pank	25	385 758	578	0.15%
AS Swedbank	9	116 466	204	0.17%
Bank Pekao SA	12	144 767	232	0.16%
Concorde Securities	8	160 754	194	0.12%
Erste Bank	25	480 368	560	0.12%
InterKapital Vrijednosni Papiri	11	336 203	701	0.21%
Patria Finance	1	40 537	40	0.10%
PKO BP Securities	1	14 523	20	0.14%
Santander Bank Polska S.A.	1	15 455	28	0.18%
Swiss Capital	3	91 953	184	0.20%
WOOD & CO Financial Services	6	227 613	353	0.15%
Total	102	2 014 398	3 094	0.15%

Additionally, transaction costs in the amount of 425 euros were paid to Swedbank AS, which was 0.03% of the total transactions volume.

01.01-31.12.2019

Intermediary	Number of transactions	Volume of transactions	Total commissions paid	Weighted average fee
<i>Securities traded on regulated markets</i>				
AS LHV PANK	1	15 796	40	0.25%
AS SEB Pank	48	430 153	627	0.15%
AS Swedbank	13	156 830	236	0.15%
Bank Pekao SA	20	544 107	871	0.16%
Erste Bank	2	90 368	90	0.10%
PKO BP Securities	6	88 291	124	0.14%
Swiss Capital	5	151 107	302	0.20%
Total	95	1 476 653	2 290	0.16%

Additionally, transaction costs in the amount of 1 479 euros were paid to Swedbank AS, which was 0.10% of the total transactions volume.

STATEMENT OF INVESTMENTS

In euros as at 31.12.2020

Name	Rating (S&P)	Country	ISIN-code	Nominal value	Currency	Quantity	Average acquisition cost per unit	Total average acquisition cost	Market value per unit	Total market value	Weight of Fund's net assets value
EQUITIES											
<i>LISTED ON REGULATED MARKETS:</i>											
ARCO VARA SHARE		EE	EE3100034653	7.00	EUR	25 000	1.14	28 386	1.21	30 250	1.86%
BANK PEKAO SA	BBB+	PL	PLPEKAO00016	1.00	PLN	3 600	13.34	48 021	13.30	47 892	2.95%
BRD Gr Societe Generale SA RON		RO	ROBRDBACNOR2	1.00	RON	11 550	2.58	29 770	3.05	35 239	2.17%
CESKE ENERGETICKE ZAVODY AS	A-	CZ	CZ0005112300	100.00	CZK	2 430	16.81	40 838	19.62	47 683	2.94%
GETBACK SA		PL	PLGTBCK00297	0.00	PLN	70 000	1.76	122 901	0.00	0	0.00%
GLOBALWORTH REAL ESTATE INVEST	BBB-	GG	GG00B979FD04	0.00	EUR	7 700	5.44	41 882	7.00	53 900	3.32%
HRVATSKI TELEKOM DD		HR	HRHT00RA0005	0.00	HRK	1 266	22.78	28 837	24.04	30 432	1.87%
IMMOFINANZ AG	BBB-	AT	AT0000A21KS2	0.00	EUR	2 934	14.02	41 143	16.97	49 790	3.07%
KOMERCNI BANKA KRKA	A	CZ	CZ0008019106	100.00	CZK	2 130	21.42	45 624	25.03	53 321	3.28%
MAGYAR TELEKOM RT		SI	SI0031102120	0.00	EUR	220	70.74	15 563	91.40	20 108	1.24%
MOL HUNGARIAN OIL AND GAS PLC		HU	HU0000073507	100.00	HUF	67 500	1.00	67 266	1.04	70 247	4.33%
MONETA MONEY BANK AS	BBB-	HU	HU0000153937	125.00	HUF	5 900	4.56	26 895	6.00	35 386	2.18%
MONETA MONEY BANK AS	BBB	CZ	CZ0008040318	1.00	CZK	20 000	2.24	44 710	2.59	51 819	3.19%
NEPI ROCKCASTLE PLC	BBB	IM	IM00BDD7WV31	0.01	EUR	8 100	3.43	27 798	5.10	41 310	2.54%
NOVA LJUBLJANSKA BANKA GDR	BBB-	SI	US66980N2036	0.00	EUR	6 950	8.48	58 951	9.16	63 662	3.92%
OMV PETROM SA (RON)		RO	ROSNPPACNOR9	0.10	RON	860 000	0.07	58 494	0.07	64 184	3.95%
PHILIP MORRIS CR		CZ	CS0008418869	1000.00	CZK	78	519.70	40 537	570.01	44 461	2.74%
PKO BANK POLSKI		PL	PLPKO0000016	1.00	PLN	7 850	4.75	37 277	6.25	49 088	3.02%
POWSZECHNY ZAKLAD UBEZP SHARE	A-	PL	PLPZU0000011	0.10	PLN	16 600	5.21	86 551	7.05	116 960	7.20%
POZAVAROVALNICA SAVA DD		SI	SI0021110513	0.00	EUR	3 300	16.79	55 421	18.50	61 050	3.76%
SIAULIU BANKAS PVA		LT	LT0000102253	0.29	EUR	65 145	0.43	28 250	0.50	32 442	2.00%
SILVANO FASHION GROUP A-AKTSIA		EE	EE3100001751	0.20	EUR	5 534	2.65	14 687	1.56	8 633	0.53%
STALEXPORT SA		PL	PLSTLEX00019	2.00	PLN	52 974	0.69	36 351	0.74	39 216	2.42%
STRABAG SE	BBB	AT	AT000000STR1	0.00	EUR	1 600	25.23	40 370	28.45	45 520	2.80%
TALLINNA KAUBAMAJA AS		EE	EE0000001105	0.40	EUR	9 350	8.15	76 223	9.16	85 646	5.27%
TALLINNA SADAM AKTSIA		EE	EE3100021635	1.00	EUR	32 140	1.69	54 285	1.80	57 852	3.56%
TELEKOM SLOVENIJE DD		SI	SI0031104290	0.00	EUR	2 500	47.79	119 468	43.60	109 000	6.71%
ZAVAROVALNICA TRIGLAV DD		SI	SI0021111651	0.00	EUR	2 913	29.52	85 985	30.00	87 390	5.38%
TOTAL EQUITIES								1 402 484		1 432 485	88.23%

Name/Due date	Rating (S&P)	Country	ISIN-code	Nominal value	Coupon rate	Currency	Quantity	Average acquisition cost per unit	Total average acquisition cost	Market value per unit	Total market value	Weight of Fund's net assets value
DEBT SECURITIES												
ARCO VARA/13.12.2022		EE	EE3300001957	10000.00	10.000%	EUR	120 000	100.00	120 000	100.00	120 533	7.42%
LHV GROUP SUBORDIN/28.11.2028		EE	EE3300111558	1 000.00	6.000%	EUR	16 000	98.16	16 000	106.25	17 085	1.05%
LHV GROUP SUBORDIN/30.09.2030		EE	EE3300001791	1 000.00	6.000%	EUR	41 000	100.00	41 000	106.35	43 604	2.69%
TOTAL DEBT SECURITIES									176 705		181 222	11.16%

TOTAL SECURITIES	1 579 189	1 613 707	99.39%
CASH			
BANK ACCOUNT	23 298	23 298	1.43%
INVESTMENTS TOTAL	1 579 189	1 637 005	100.82%
OTHER ASSETS			
BALANCES DUE FROM SUBSCRIPTION OF UNITS		198	0.01%
TOTAL OTHER ASSETS		198	0.01%
TOTAL FUND ASSETS	1 579 189	1 637 203	100.84%
NET ASSET VALUE		1 623 624	100.00%

In euros as at 31.12.2019

Name	Rating (S&P)	Country	ISIN-code	Nominal value	Currency	Quantity	Average acquisition cost per unit	Total average acquisition cost	Market value per unit	Total market value	Weight of Fund's net assets value	
EQUITIES												
LISTED ON REGULATED MARKETS:												
AB PIENO ZVAIGZDES		LT	LT0000111676	0.29	EUR	13 826	1.15	15 929	0.96	13 204	4.15%	
ALIOR BANK SA	BB	PL	PLALIOR00045	10.00	PLN	1 200	11.86	14 230	6.74	8 087	2.54%	
ARCO VARA		EE	EE3100034653	7.00	EUR	6 359	1.45	9 217	1.14	7 249	2.28%	
BANK HANDLOWY W WARSZAWIE		PL	PLBH00000012	4.00	PLN	1 000	13.22	13 222	12.17	12 172	3.82%	
BANK PEKAO SA	BBB+	PL	PLPEKAO00016	1.00	PLN	600	22.76	13 656	23.59	14 162	4.45%	
CCC SA		PL	PLCC00000016	0.10	PLN	400	35.17	14 070	25.84	10 339	3.25%	
GETBACK SA		PL	PLGTBCK00297	0.00	PLN	70 000	1.76	122 901	0.00	0	0.00%	
GRIGISKES		LT	LT0000102030	0.29	EUR	19 331	1.34	25 958	1.45	27 933	8.78%	
JASTRZEBSKA SPOLKA WEGLOWA SA		PL	PLJSW0000015	5.00	PLN	2 600	4.89	12 717	5.02	13 062	4.10%	
KLAIPEDOS NAFTA		LT	LT0000111650	0.29	EUR	38 555	0.52	20 079	0.36	13 957	4.38%	
KRUK SA		PL	PLKRK0000010	1.00	PLN	460	31.35	14 420	39.34	18 105	5.69%	
OMV PETROM SA		RO	ROSNPPACNOR9	0.10	RON	150 000	0.09	13 046	0.09	14 005	4.40%	
POWSZECHNY ZAKLAD UBEZP	A-	PL	PLPZU0000011	0.10	PLN	1 700	9.46	16 077	9.40	15 991	5.02%	
SIAULIU BANKAS PVA		LT	LT0000102253	0.29	EUR	22 145	0.50	11 089	0.51	11 205	3.52%	
SILVANO FASHION GROUP		EE	EE3100001751	0.20	EUR	11 534	2.65	30 565	2.17	25 029	7.86%	
STALEXPORT SA		PL	PLSTLEX00019	2.00	PLN	20 000	0.83	16 673	0.72	14 334	4.50%	
TALLINK GRUPP		EE	EE3100004466	0.54	EUR	30 650	1.00	30 603	0.98	29 914	9.40%	
TALLINNA KAUBAMAJA AS		EE	EE0000001105	0.40	EUR	1 400	8.51	11 918	8.90	12 460	3.91%	
VALMIERA GLASS FIBRE		LV	LV0000100485	1.40	EUR	6 991	3.75	26 241	1.18	8 249	2.59%	
TOTAL EQUITIES								432 608		269 458	84.65%	
Name/Due date	Rating (S&P)	Country	ISIN-code	Nominal value	Coupon rate	Currency	Quantity	Average acquisition cost per unit	Total average acquisition cost	Market value per unit	Total market value	Weight of Fund's net assets value
DEBT SECURITIES												
INBANK SUBORDINATED/19.12.2029		EE	EE3300001544	1000.00	6.000%	EUR	9 000	100.00	9 000	105.00	9 466	2.97%
LHV GROUP SUBORDIN/28.11.2028		EE	EE3300111558	1000.00	6.000%	EUR	6 000	100.00	6 000	104.71	6 314	1.98%
TOTAL DEBT SECURITIES								15 000		15 781	4.96%	
TOTAL SECURITIES								447 608		285 239	89.61%	
CASH												
BANK ACCOUNT									36 410		36 410	11.44%
INVESTMENTS TOTAL								484 018		321 648	101.05%	
TOTAL FUND ASSETS								484 018		321 648	101.05%	
NET ASSET VALUE										318 315	100.00%	