

**PAREX BALTIJOS JŪROS VALSTYBIŲ  
INVESTICINIS AKCIJŲ FONDAS  
INDEPENDENT AUDITOR'S REPORT  
AND FINANCIAL STATEMENTS  
31 DECEMBER 2009**

*Note:*

*This version of the accompanying documents is a translation from the original, which was prepared in Lithuanian language. 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.*

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**Translation note**

***This version of our report/the accompanying documents is a translation from the original, which was prepared in Lithuanian language. 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.***

**Independent Auditor's Report**

Parex investicijų valdymas UAB

**Report on the financial statements**

We have audited the accompanying financial statements of Parex Baltijos jūros valstybių investicinio akcijų fondas (the Fund) managed by Parex investicijų valdymas UAB (the Company) set out on pages 5 – 16 which comprise the balance sheet as of 31 December 2009 and the statement of changes in net asset for the year then ended and explanatory notes.

*Management's responsibility for the financial statements*

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Lithuanian regulatory legislation on accounting and financial reporting and Business Accounting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

*Auditor's responsibility*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



*Opinion*

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Fund as of 31 December 2009, and of its financial performance and changes in net assets for the year then ended in accordance with Lithuanian regulatory legislation on accounting and financial reporting and Business Accounting Standards.

On behalf of PricewaterhouseCoopers UAB

Christopher C. Butler  
Partner

Vilnius, Republic of Lithuania  
15 April 2010

Rimvydas Jogėla  
Auditor's Certificate No.000457

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**BALANCE SHEET  
AS AT 31 DECEMBER 2009**

(in LTL)

No.	Assets	Note	Financial year	Previous financial year
I.	CASH AND CASH EQUIVALENTS	3,4	3,562,322	468,216
II.	TERM DEPOSITS		-	-
III.	INVESTMENTS	1,3,4	12,263,659	9,167,753
1.	Debt securities		-	-
1.1.	Debt securities of governments and central banks or debt securities guaranteed by governments and central banks		-	-
1.2.	Other debt securities		-	-
2.	Equity securities		12,263,659	9,167,753
3.	Investment units and shares of collective investment undertakings		-	-
4.	Other investments		-	-
IV.	AMOUNTS RECEIVABLE		-	-
1.	Amounts receivable from sale of investments		-	-
2.	Other receivables		-	-
	<b>TOTAL ASSETS</b>		<b>15,825,981</b>	<b>9,635,969</b>

No.	Liabilities and net assets	Note	Financial year	Previous financial year
V.	LIABILITIES		28,491	18,760
1.	Liabilities on purchase of investments		-	-
2.	Amounts payable to the accumulation company and the depository		28,491	18,760
3.	Other amounts payable and liabilities		-	-
VI.	NET ASSETS (I+II+III+IV-V)		15,797,490	9,617,209
	<b>TOTAL LIABILITIES AND NET ASSETS</b>		<b>15,825,981</b>	<b>9,635,969</b>

Acting President \_\_\_\_\_

Renata Bagavičienė \_\_\_\_\_

*These financial statements were approved by the Head of the Company on 15 April 2010.*

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**STATEMENT OF CHANGES IN NET ASSETS  
FOR THE PERIOD ENDED 31 DECEMBER 2009**

(in LTL)

No.	Items	Note	Financial year	Previous financial year
I.	NET ASSETS AT 1 JANUARY		9,617,209	86,246,156
II.	INCREASE, TOTAL		18,619,310	37,433,091
1.	Payments received by the Fund		5,099,774	1,850,652
2.	Amounts received from other pension funds		-	-
3.	Guarantee contributions made by the accumulation company		-	-
4.	Interest and dividends		277,519	692,219
5.	Gain on sale of investments		135,518	3,833,311
6.	Increase in the value of investments		11,276,769	28,656,682
7.	Increase in the value of assets due to the change in foreign exchange rates		1,829,730	2,400,227
8.	Other income		-	-
III.	DECREASE, TOTAL		12,439,029	114,062,038
1.	Payments made by the Fund		2,413,414	54,864,518
2.	Amounts paid to other pension funds		-	-
3.	Loss on sale of investments		120,042	4,023,775
4.	Decrease in the value of investments		7,978,934	51,032,636
5.	Decrease in the value of assets due to the change in foreign exchange rates		1,663,434	3,334,476
6.	Management costs	2	208,318	588,672
7.	Other expenses	2	54,887	217,961
IV.	NET ASSETS AT 31 DECEMBER		15,797,490	9,617,209

No.	Items	At 31 December 2009	A year ago	Two years ago
V.	VALUE OF UNIT	113.4787	81.7672	185.1047
VI.	NUMBER OF UNITS	139,211	117,617	465,932

\_\_\_\_\_  
Acting President

\_\_\_\_\_  
Renata Bagavičienė

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

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**I. GENERAL SECTION**

***Information on the Fund***

The Regulations of the Parex Baltijos jūros valstybių investicinis akcijų fondas (hereinafter “the Fund”) were approved on 8 July 2004 by Decision No. 54 of the Lithuanian Securities Commission.

The Fund’s Management Company is Parex Investicijų Valdymas UAB with its registered office located at Gynėjų g. 16, LT-03107.

As at 31 December 2009, the number of the Fund’s participants was 930 (31 December 2008: 1,043).

The Fund’s Custodian Bank is Parex bankas AB with its registered office located at Kalinausko 13, Vilnius LT – 03107, company code 112021619.

The Fund’s Audit Firm is PricewaterhouseCoopers UAB with its registered office located at J.Jasinskio g. 16B, Vilnius, LT-01112, company code 111473315.

**II. ACCOUNTING POLICIES**

***Regulatory legislation governing the preparation of the financial statements***

The financial statements of the Fund have been prepared in accordance with the Lithuanian Law on Accounting, general accounting principles as established by the Business Accounting Standards, regulatory legislation on accounting and financial reporting applicable to pension funds and other legislative acts.

The financial statements have been prepared on the going concern basis assuming that the Fund will be able to continue its operations in the near future.

Accounting records of the Fund are kept separately from those of the Company and other funds under its management based on the approved chart of accounts.

The financial year of the Fund coincides with the calendar year.

Amounts shown in these financial statements are presented in the local currency, the litas (LTL). As from 2 February 2002 the litas has been fixed to the euro at a rate of LTL 3.4528 = EUR 1.

The principal accounting policies applied by the Fund in the preparation of these financial statements are stated below:

***(a) Investment policy***

The Fund’s portfolio is focused primarily on gaining return from equities (securities). To achieve more stable return from the Fund’s assets, the Management Company may invest up to 40 per cent of the Fund’s net assets to debt securities (bonds). The Fund’s assets are invested in securities traded on the markets that qualify as regulated markets under the Lithuanian Law on Securities Market

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

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operating in Lithuania and the Baltic states. A detailed investment strategy of the Fund is described in the Fund's Regulations.

***(b) Financial risk management policy***

The Management Company ensures that the Fund's global exposure (risk assumed under transactions on derivative financial instruments) does not exceed 100 per cent of the value of the Fund's net assets.

In obtaining a current loan the Fund's total risk exposure may not exceed 10 per cent of the value of net assets.

***(b) 1 Foreign exchange risk***

The Fund's assets are denominated in the litas, and investments are also made in other currencies. To avoid incurring foreign exchange loss, the Management Company may use derivative financial instruments.

***(b) 2 Interest rate risk management***

When increase in interest rate of debt securities is forecasted (and, accordingly, the decrease in the price of debt securities), investments are focused on debt securities with a shorter maturity and, on the contrary, when the decrease in interest rate of debt securities is forecasted (and, accordingly, the increase in the price of debt securities), investments are focused on debt securities with a longer maturity in order to manage interest rate risk and achieve higher return from investments.

***(b) 3 Counterparty risk management***

When assessing a counterparty risk, a collateral arrangement concluded with the counterparty may be taken into account. Collateral held as a security for the fulfilment of the transaction mitigate a counterparty risk provided that all the below listed conditions are met:

1. value of the collateral is determined on a daily basis and exceeds the highest possible losses;
2. risk profile of the collateral is low (for example, cash, securities of governments assigned with high ratings) and it is highly liquid;
3. collateral is held by the custodian not related to the counterparty and protected from claims of the third party;
4. rights arising from the arrangement on the collateral can be realised at any time necessary.

The Fund's investments in one undertaking or a group of undertakings (exposure to counterparty risk) may not exceed 20 per cent of the value of the Fund's net assets including the collateral provided by the undertaking or a group of collective investment undertakings.

The Fund may assess the positions of derivative financial instruments not traded on the regulated markets by using netting scheme in relation to a particular counterparty. The netting is performed when the Management Company has a netting agreement concluded with the counterparty encompassing all obligations between the parties and in case of bankruptcy or liquidation of the

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

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counterparty the Management Company is to acquire the claim right or the obligation to pay a net difference of liabilities valued using a market price.

*(b) 4 Assessment of the issuer's risk*

The amounts of derivative financial instruments are also taken into account when calculating restrictions imposed on the Fund in relation to investing in one issuer.

When estimating the Fund's exposure to the counterparty risk and issuer's risk, the aggregate amount of these risks in respect of each undertaking (a counterparty or issuer) is considered and this amount may not exceed 20 per cent of the value of the Fund's net assets.

*(c) Accounting for investments, valuation methods, frequency of investment revaluation*

Equities are stated at cost and restated to market value each business day ensuring that their carrying value reflects their market value. Investments are recognised in the balance sheet at their fair (market) value at the end of the reporting period.

Gain and loss on the sale of investments (realised gain and loss) are recognised during the period in which investments were sold. The positive difference between the carrying amount and sale proceeds is recognised as gain from sale of investments and a negative difference is recognised as loss from sale of investments.

Instruments of the investment portfolio are categories as follows:

- instruments regularly traded on the regulated markets – an instrument is quoted at least once within 30 days;
- instruments not traded on the regulated markets or traded irregularly;

Methods of the investment portfolio valuation are provided in the Instructions of Net Assets Valuation approved by the Management Company.

Investments denominated in foreign currencies are translated into the local currency using the official exchange rate set by the Bank of Lithuania prevailing on the date of calculation.

*(d) Principles for recognition of increase and decrease in assets*

Investments are stated at fair (market) value each business day and the difference arising from changes in the fair value is recognised on an accrual basis as increase or decrease in the value of investments in the statement of changes in net assets. The Fund's assets also increase/decrease by the amount of the increase/decrease in cash, cash equivalents or term deposits in bank accounts. The increase in the value of securities is recognised upon acquisition of securities. When a prepayment is made, the increase is recognised to the extent of the prepayment made. Accordingly, the decrease in the value of securities is recognised upon their disposal, redemption of debt securities by the issuer, and the decrease in the value of securities.

*(e) Amounts payable to the accumulation company and the custodian*

Transfers from the Fund's assets to the Management Company are recognised by the accrual method. The annual fee charged by the Management Company equals 2 per cent of the average annual value of the Fund's net assets. The fee payable to the Management Company is calculated on the value of

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

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the Fund's net assets on a daily basis. The maximum amounts of fees charged by the Management Company for the management of the Fund's assets and distribution of the Fund's units are established in the Regulations of the Fund.

The following costs are covered from the Fund's assets:

1. commission fees payable to intermediaries for the purchase and sale of securities;
2. audit fee;
3. charges on various bank services.

The fee to the custodian for the services rendered is also paid from the Fund's assets. The custodian fee is defined in the agreement on the provision of services by the custodian concluded between the management company and the custodian – the total sum of the fee should not exceed 0.5 per cent of the average annual value of the Fund's net assets. The fee is calculated on the value of the Fund's net assets on a daily basis.

***(f) Rules for determining the value of investment unit***

All investment units are classified as trading securities and held-for-sale financial instruments and their value is determined based on the principles listed below:

- value of units of open-end investment funds is measured with reference to the redemption price on the date of determining the value of the Fund's assets;

The value of the net assets of the Fund and the value of the investment unit of the Fund is measured each business day. The value of assets of the Fund is measured with reference to each composite element of the portfolio and the aggregate value is presented.

The value of the investment unit of the Fund is calculated by dividing the value of the net assets of the Fund by the number of the Fund's units as at the date of calculation. The value of the investment unit is determined as four figures after the decimal point and rounded according to mathematical rules of rounding. The total value of all investment units of the Fund is always equal to the value of the Fund's net assets.

***(g) Cash and cash equivalents***

Cash include cash in the Fund's bank accounts. Cash equivalents include short-term deposits with maturities up to 3 months. Term deposits are carried at nominal value; interest is accrued until maturity under a straight line basis.

Cash and cash equivalents denominated in foreign currency are translated into the local currency using the official exchange rate set by the Bank of Lithuania prevailing on the date of calculation.

***(h) Change in the value of investments***

Changes in the value of the investment portfolio of the Parex Baltic Sea Equity Fund are disclosed in Note 1.

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

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***(i) Structure of investment portfolio***

The structure of the Parex Baltic Sea Equity Fund investment portfolio as at 31 December 2009 complied with the investment requirements set by the Regulations of this Fund and the legal acts. The detailed structure of the investment portfolio of the Fund is presented in Notes 3 and 4.

***(j) Post-balance-sheet events***

There were no significant events subsequent to the end of the financial year.

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

**Note 1 Change in the value of investments during 31 December 2009**

Balance sheet items	Change					As at 31 December 2009
	As at 31 December 2008	Acquired	Sold (redeemed)	Increase in value	Decrease in value	
Debt securities	-	-	-	-	-	-
<i>Debt securities of governments and central banks or debt securities guaranteed by governments and central banks</i>	-	-	-	-	-	-
<i>Other debt securities</i>	-	-	-	-	-	-
Equity securities	9,167,753	4,116,032	(4,480,501)	13,106,499	(9,646,124)	12,263,659
Investment units and shares of collective investment undertakings	-	-	-	-	-	-
Other investments	-	-	-	-	-	-
<b>Total</b>	<b>9,167,753</b>	<b>4,116,032</b>	<b>(4,480,501)</b>	<b>13,106,499</b>	<b>(9,646,124)</b>	<b>12,263,659</b>

**Note 2 Management and other costs**

Management costs include a fee payable to the Management Company representing 2 per cent of the average value of the Fund's net assets. In 2009 the mentioned fee amounted to LTL 208,318 (2008: LTL 588,672).

Other costs include a fee for the distribution of units (0–2 per cent of the amount invested) which amounted to LTL 0 in 2009 (2008: LTL 2,070) and other fees payable to intermediaries, custodian, bank and audit services amounting to LTL 54,887 in 2009 (2008: LTL 217,961).

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

**Note 3 Structure of assets as at 31 December 2009**

Items of assets or issuer's name	Country, into whose securities investments were made	Currency, in which assets are denominated	Nominal value (if any)	Annual interest rate (if any)	Deposit, investment maturity date (if fixed)	Fair value	Comparative share of assets, investments (%)
SHIBSTED ASA	NO	NOK				215,919	1.36
AGORA	PL	PLN				140,591	0.89
NOKIAN RENKAAT OYJ	FI	EUR				217,181	1.37
OLIMPIC CASINO	EE	EEK				186,135	1.18
KESKO	FI	EUR				318,762	2.01
EMPERIA HOLDING SPOLK AKCYJ	PL	PLN				204,246	1.29
CERMAQ	NO	NOK				139,410	0.88
TRIGON AGRI	DK	EUR				83,351	0.53
LASCO	LV	LVL				82,540	0.52
STATOIL	NO	NOK				480,632	3.04
PROSAFE	CY	NOK				76,447	0.48
RFOSAFE PRODUCTION	CY	NOK				64,570	0.41
FRED OLSEN	NO	NOK				161,192	1.02
GRINDEX	LV	LVL				161,118	1.02
FRESENIUS MEDICAL CARE	DE	EUR				421,815	2.67
OLAINFARM	LV	LVL				228,791	1.45
NOVO NORDISK A/S-B	DK	DKK				154,045	0.97
GERRESHEIMER AG	DE	EUR				163,179	1.03
YARA INTERNATIONAL	NO	NOK				196,941	1.24
ORKLA	NO	NOK				259,464	1.64
MAN AG	DE	EUR				234,661	1.48
WARTSILA	FI	EUR				174,456	1.10
GROUP 4 SECURICOR	GB	DKK				332,263	2.10
NORDECON INTERNATIONAL AS	EE	EEK				92,734	0.59
DEUTSCHE POST AG	DE	EUR				187,142	1.18
ATLAS COPCO	SE	SEK				281,323	1.78
TOGNUM	DE	EUR				120,054	0.76
SAP AG	DE	EUR				399,765	2.53
ASSECO POLAND SA	PL	PLN				131,465	0.83
LIEPAJAS METALURGS	LV	LVL				66,515	0.42
ASIAN BAMBOO	DE	EUR				320,144	2.02
K+S	DE	EUR				234,849	1.48
EESTI TELEKOM	EE	EEK				266,618	1.68
MOBILE TELESYSTEMS	RU	USD				235,180	1.49
TELENOR	NO	NOK				538,055	3.40
DEUTSCHE TELEKOM AG	DE	EUR				267,765	1.69
FORTUM OYJ	FI	EUR				327,498	2.07
RUSGIDRO OAO	RU	RUB				121,544	0.77
ENISEYSKAJA TGK-13	RU	RUB				4,143	0.03
FSK EES	RU	RUB				109,363	0.69
INTER RAO EES	RU	RUB				58,764	0.37

**PAREX INVESTICIJŲ VALDYMAS UAB**  
Company code 111829843, Gynėjų g. 16, Vilnius

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

Items of assets or issuer's name	Country, into whose securities investments were made	Currency, in which assets are denominated	Nominal value (if any)	Annual interest rate (if any)	Deposit, investment maturity date (if fixed)	Fair value	Comparative share of assets, investments (%)
KUZBASSENERGO	RU	RUB				5,016	0.03
MOSENERGO	RU	RUB				29,460	0.19
OGK-1	RU	RUB				19,034	0.12
OGK-2	RU	RUB				12,322	0.08
OGK-3	RU	RUB				16,137	0.10
OGK-4	RU	RUB				44,561	0.28
OGK-6	RU	RUB				11,642	0.07
TGK-2	RU	RUB				2,329	0.01
TGK-4	RU	RUB				4,673	0.03
TGK-14	RU	RUB				910	0.01
TGK-1	RU	RUB				16,890	0.11
TGK-6	RU	RUB				4,062	0.03
VOLZHKAYA TGK	RU	RUB				12,177	0.08
TGK-9	RU	RUB				5,589	0.04
TGK-11 HOLDING	RU	RUB				1,071	0.01
INTERGENERACIA	RU	RUB				1,066	0.01
RAOES VOSTOK AOO	RU	RUB				10,820	0.07
SIBENERGOHOLDING	RU	RUB				106	0.00
HOLDING MRSK	RU	RUB				97,964	0.62
E.ON.AG N	DE	EUR				201,022	1.27
CENTRENERGHOLDING	RU	RUB				421	0.00
PROGRESS CAPITAL	RU	USD				16,469	0.10
ORION OYJ-CLASS B	FI	EUR				363,752	2.30
CARL ZEISS MEDITEC	DE	EUR				384,711	2.43
GENMAB A/S	DK	DKK				190,236	1.20
RENEWABLE ENERGY CORPORATION	NO	NOK				185,672	1.17
BAYER AG	DE	EUR				465,631	2.94
RWE AG	DE	EUR				259,143	1.64
PROACT IT	SE	SEK				123,343	0.78
VESTAS WIND SYSTEMS	DK	DKK				264,753	1.67
TIETO OYJ	FI	EUR				300,394	1.90
DNO INTERNATIONAL	NO	NOK				262,949	1.66
TALLINNA KAUBAMAJA	EE	EEK				124,634	0.79
SANITAS	LT	LTL				181,070	1.14
TEO	LT	LTL				183,000	1.16
<b>Total equity securities</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>12,263,659</b>	<b>77.49</b>
Cash	LT	EUR				3,562,322	22.51
<b>Cash, total</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>3,562,322</b>	<b>22.51</b>
			<b>X</b>	<b>X</b>	<b>X</b>		
<b>Total</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>X</b>	<b>15,825,981</b>	<b>100.00</b>

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

*Note 4 Structure of assets*

Split of investments	Market value at 31 December 2009	Share of assets at 31 December 2009 (%)	Market value at 1 January 2009	Share of assets at 1 January 2009 (%)
<i>By investment objects:</i>				
Cash	3,562,322	22.51	468,215	4.86
Debt securities	-	-	-	-
Equity securities	12,263,659	77.49	9,167,753	95.14
Amounts receivable	-	-	-	-
<b>Total</b>	<b>15,825,981</b>	<b>100</b>	<b>9,635,968</b>	<b>100</b>
<i>Equity securities by industry sectors:</i>				
Production	2,329,463	18.99	1,976,880	21.56
Consumer goods and services	884,461	7.21	612,081	6.68
Finance	0	0	124,589	1.36
Energy	1,128,331	9.20	606,396	6.61
Information technologies	954,967	7.79	569,251	6.21
Materials	1,087,139	8.86	1,072,299	11.70
Health care	2,248,717	18.34	1,133,953	12.37
Telecommunication services	1,490,618	12.15	1,266,477	13.81
Every day consumer goods and service	762,237	6.22	707,497	7.72
Utility services	1,377,726	11.23	1,098,330	11.98
<b>Total</b>	<b>12,263,659</b>	<b>100.00</b>	<b>9,167,753</b>	<b>100.00</b>
<i>Equity securities by currency:</i>				
EUR	5,445,275	44.40	3,854,505	42.05
EEK	670,122	5.46	595,163	6.50
LTL	364,070	2.97	223,110	2.44
SEK	404,666	3.30	775,802	8.47
NOK	2,581,253	21.05	1,291,780	14.09
PLN	476,301	3.88	888,613	9.70
LVL	538,964	4.39	495,023	5.40
DKK	941,296	7.68	383,123	4.18
RUB	590,063	4.81	438,067	4.78
USD	251,649	2.05	222,567	2.43
<b>Total</b>	<b>12,263,659</b>	<b>100.00</b>	<b>9,167,753</b>	<b>100.00</b>
<i>Equity securities by geographical area:</i>				
Estonia	670,122	5.46	595,162	6.50
Lithuania	364,070	2.97	223,110	2.44
Sweden	404,666	3.30	775,802	8.47
Norway	2,440,235	19.90	1,291,780	14.09
Germany	3,659,880	29.84	2,909,916	31.74
Finland	1,702,044	13.88	816,853	8.91
Poland	476,301	3.88	888,613	9.70
Latvia	538,964	4.39	495,023	5.40
Denmark	692,384	5.65	510,859	5.58
Cyprus	141,018	1.15	0	0
United Kingdom	332,263	2.71	0	0
Russia	841,712	6.86	660,635	7.21
<b>Total</b>	<b>12,263,659</b>	<b>100.00</b>	<b>9,167,753</b>	<b>100.00</b>

**Parex Baltijos jūros valstybių investicinis akcijų fondas**

**Notes to the financial statements for 2009**  
(All amounts are in the litas (LTL) unless otherwise stated)

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*Note 5 Reclassification of comparative amounts*

When preparing financial statements for the year ended 31 December 2009 the Fund reviewed the classification and general presentation of the items of the balance sheet and statement of changes in net assets in the financial statements for the year ended 31 December 2008. As a result the following reclassifications were made:

Statement of changes in net assets

In 2008, the amount of LTL 3,833,311 was reclassified from the item 'loss on sale of investments' and disclosed under the item 'gain on sale of investments'.

In 2008, the amount of LTL 28,656,682 was reclassified from the item 'decrease in the value of investments' and disclosed under the item 'increase in the value of investments'.

In 2008, the amount of LTL 2,400,227 was reclassified from the item 'decrease in the value of assets due to the change in foreign exchange rates' and disclosed under the item 'increase in the value of assets due to the change in foreign exchange rates'.

In addition, as disclosed in section c) of the accounting policies, in 2009 positive difference between the carrying amount and sale proceeds is recognised as gain from sale of investments and a negative difference is recognised as loss from sale of investments. For the purpose of the statement of changes in net assets of 2008 the result of sale of investments was calculated as a difference between the acquisition cost of the investments and sale proceeds. It was not possible to reclassify comparative amounts in the statement of changes in net assets.

Acting President

Renata Bagavičienė