

# **LORDS LB ASSET MANAGEMENT**

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**ACTIVITY REPORT  
2014 Q2**



LORDS LB  
Asset Management

LORDS LB ASSET



## I. GENERAL INFORMATION

### 1. Main data of the Management Company:

#### 1.1. Name:

**UAB „LORDS LB ASSET MANAGEMENT“**

#### 1.2. Address:

Registry address: **Jogailos str. 4, 01103 Vilnius, Lithuania**  
Visiting address: **Jogailos str. 4, 01103 Vilnius, Lithuania**

#### 1.3. Telephone No., e-mail, website:

Telephone No **+ 370 5 261 9470**  
E-mail **[info@lordslb.lt](mailto:info@lordslb.lt)**  
Website **[www.lordslb.lt](http://www.lordslb.lt)**

#### 1.4. Activity Licence No of the Management Company:

**VĮK-016, issued on the 23<sup>rd</sup> of December 2008.**

#### 1.5. Registry date, place and code of the Management Company at the Register of Legal Entities of the Republic of Lithuania:

Registry date: **8<sup>th</sup> September 2008**  
Registry place: **State Enterprise Centre of Registers Vilnius Branch**  
Company code: **301849625**

### 2. Reporting period:

**January 1, 2014 – June 30, 2014**

### 3. The title of Auditor, address, telephone and fax numbers:

Name: **PricewaterhouseCoopers, UAB**  
Address: **J. Jasinskio str. 16B, Vilnius, Lithuania**  
Telephone No.: **+ 370 5 239 2300**  
Fax No.: **+ 370 5 239 2301**

### 4. The beginning and the end of Financial Year:

**January 1, 2014 –December 31, 2014**

### 5. Information about where and when to get acquainted with the Activity Report and the documentation it is based on:

**UAB „LORDS LB ASSET MANAGEMENT“**  
**Jogailos str. 4, 01116 Vilnius, Lithuania, during working hours 9 am – 6 pm.**

## II. INFORMATION OF THE CAPITAL OF THE MANAGEMENT COMPANY, ISSUED SECURITIES AND THE SHAREHOLDERS

### 6. The capital of the Management Company:

#### 6.1. The amount of the authorized capital, structure and it's changes during the last three years and the registry dates of the changes of the Statute at the State Enterprise Centre of Registers:



**On June 30, 2014 the amount of the authorized capital was LTL 1'100'00. Since the establishment of the Management Company the authorized capital was increased once from LTL 700'000 up to LTL 1'100'000.**

**6.2.** The amount of the issued shares by the Management Company, par value and the granted rights:

**11'000 ordinary registered shares with par value of LTL 100 each.**

**7.** Borrowings (in percentage), over equity, purpose of borrowings, period, payable interest.

**On June 30, 2014 the Management Company didn't have any loans.**

**8.** The amount of the equity invested in a diversified portfolio of investments:

**The amount of the equity invested in a diversified portfolio of investments – LTL 401.084.**

**9.** Shareholders:

**9.1.** The number of shareholders and its change over last three years:

Number of shareholders	<b>2008 12 31</b>	<b>2</b>
Number of shareholders	<b>2009 03 31</b>	<b>2</b>
Number of shareholders	<b>2009 12 31</b>	<b>1</b>
Number of shareholders	<b>2010 12 31</b>	<b>4</b>
Number of shareholders	<b>2011 03 31</b>	<b>5</b>
Number of shareholders	<b>2011 06 30</b>	<b>7</b>
Number of shareholders	<b>2011 12 31</b>	<b>6</b>
Number of shareholders	<b>2012 03 31</b>	<b>6</b>
Number of shareholders	<b>2012 06 30</b>	<b>6</b>
Number of shareholders	<b>2012 12 31</b>	<b>5</b>
Number of shareholders	<b>2013 09 30</b>	<b>5</b>
Number of shareholders	<b>2013 12 31</b>	<b>6</b>
Number of shareholders	<b>2014 03 31</b>	<b>6</b>
Number of shareholders	<b>2014 06 30</b>	<b>6</b>

**9.2.** Shareholders who own or control more than 10 percent of the management company's share capital: personal names, corporate names, type, location address, registry code, the number of shares owned by the shareholders, share capital and voting percentages – voting percentages of the shares owned by each person and percentage of votes belonging to the person together with other participants.

Name: **UAB „Glera“**  
Company code: **302576414**  
Registry address: **Jogailos g. 4, LT – 01116 Vilnius, Lietuva**  
Owns: **5'170 shares and 47% votes**

Name: **UAB „AEMULUS“**  
Company code: **302578408**  
Registry address: **Jogailos str. 9 /A.Smetonos str. 1, Vilnius, Lithuania**  
Owns: **2'860 shares and 26% votes**

**9.3.** Charged and paid dividends, period for which dividends were paid:

**Dividends of LTL 600.000 were calculated on the first quarter of 2014.**

**9.4.** The number of shares owned, share capital and votes (in percentage) of the head, administration staff and other related persons of the Management Company:



Name, surname: **Andrius Stonkus**  
Position: **Managing Director**  
Owns: **11 shares and 0,1% of votes**

### III. INFORMATION ABOUT THE ACTIVITY OF THE MANAGEMENT COMPANY

**10.** Membership in associated structures:

-

**11.** Clients of the Management Company:

**11.1.** Collective investment undertakings:

Type of CIU	Name	NAV	Average annual NAV	Annual net return on investments	Number of participants	Calculated annual fee to Management Company	Actually paid annual fee to Management Company
RE	Lords LB Baltic Fund I	66.169.684,02	65.789.424,16	12,75%	49	493.597,64	518.167,38
RE	Lords LB Opportunity Fund I	2.940.844,65	2.960.396,50	15,44%	13	1.289,90	1.297,02
RE	Lords LB Baltic Fund II	44.176.202,89	34.807.048,02	17,07%	22	242.549,54	312.781,11
RE	Lords LB Opportunity Fund II	13.516.917,49	12.925.305,82	4,20%	18	65.416,35	64.273,59
RE	Lords LB Baltic Fund III	153.556.729,89	132.318.507,06	8,93%	75	936.491,16	815.692,20
PE	Lords LB Private Equity Fund I	25.630.854,26	25.366.353,63	3,87%	13	315.719,64	0,00
PE	Lords LB Private Equity Fund II						
<b>Total:</b>		<b>305.991.233,20</b>	<b>274.167.035,19</b>		<b>190</b>	<b>2.055.064,23</b>	<b>1.712.211,30</b>

**11.2.** Pension funds:

**The Company does not control pension funds.**

**11.3.** Information about individual clients' portfolio:

**The Company does not control individual clients' portfolio.**

**11.4.** Information about custody and management of Collective investment undertaking units:

**The Company does not custody nor manage Collective investment undertaking units.**

**12.** Security public trading brokers with which the Management Company has been concluded management agreements for the benefit of its own and controlled undertakings:

-

**13.** The amount of fee paid to the security public trading brokers for the services:

-

**14.** Information about the delegation of functions:

Functions: **Accounting and tax record management**  
Name: **M-FINANACE, UAB**  
Address: **Tuskulenu str. 33C, Vilnius, Lithuania**  
Amount paid: **LTL 3'693**

**15.** Description of the key activities of the Management Company during the last three financial years:



Key activities  
Income:  
Amount of NA  
Number of clients

**Establishment and management of real estate CIU**  
**LTL 2.055.064**  
**LTL 305.991.233**  
**7**

**16.** Real estate:

-

**17.** Risk factors, related to the Management Company:

- **Economical and political situation in Baltic countries**
- **Changes in global equity and real estate markets**
- **Foreign exchange risk**
- **Changes of taxing**
- **Competitive risks.**

**18.** Juridical and arbitration proceedings:

-

**19.** Number of employees, education, average monthly wage; changes compared to the previous financial year, and their brief description:

Number of employees: **8**  
Higher Education: **8**  
Average monthly wage: **LTL 10.830**  
Changes: -

**IV. INVESTMENTS**

**20.** Investment portfolio at the end of the financial year:

The name of credit institution / issuer	Country	CNCY	ISIN code	Term / Maturity	Yield, %	Purchase value, CNCY	Market value, CNCY	Market value, LTL	Share, %
<b>CASH:</b>								146.047,61	36,41%
SEB bankas	LT	LTL				0,00	0,00	0,00	0,00%
SEB bankas	LT	EUR				0,00	0,00	0,00	0,00%
Danske bankas	LT	LTL				0,00	144.718,01	144.718,01	36,08%
Danske bankas	LT	EUR				0,00	1.329,60	1.329,60	0,33%
Swedbank	LT	LTL				0,00	0,00	0,00	0,00%
Swedbank	LT	EUR				0,00	0,00	0,00	0,00%
<b>DEPOSITS:</b>								0,00	0,00%
-						0,00	0,00	0,00	0,00%
<b>BONDS:</b>								250.512,00	62,46%
<b>regulated markets:</b>								250.512,00	62,46%
Government of the Republic of Lithuania	LT	LTL	LT1000605107	2015.04.29	4,23	250.447,00	250.512,00	250.512,00	62,46%
<b>non-regulated markets:</b>								0,00	0,00%
-						0,00	0,00	0,00	0,00%
Issuer	Country	CNCY	ISIN code	Type		Purchase value, CNCY	Market value, CNCY	Market value, LTL	Share, %
<b>FUND UNITS:</b>								4.524,42	1,13%
Matching article 61.1 of CIU law of Lithuania								0,00	0,00%
-						0,00	0,00	0,00	0,00%
<b>Others:</b>								4.524,42	1,13%
Lords LB Baltic Fund III units	Lithuania	EUR	LTIF00000075			1.290,32	1.310,36	4.524,42	1,13%
<b>Total:</b>								401.084,03	100,00%



## V. FINANCIAL STATEMENTS

21. Financial reports of the Collective Investment Undertaking, prepared according to the laws of the Republic of Lithuania and legal requirements:

### Balance report:

No.	ASSETS	Financial year	Financial year (year ago)
A.	ASSETS	2.391.410	2.454.442
I.	Cash	146.048	653.576
II.	Treasury bills and other bills bought by Central Banks		
III.	Loans and advances to financial institutions	0	0
III.1.	Demand		
III.2.	Other loans and advances		
IV.	Loans and advances to the clients		
V.	Other receivables	1.843.762	1.390.541
V.1.	Related with the services		
V.2.	Income accrued	1.090.048	960.923
V.3.	Other receivables	753.714	429.618
VI.	Non-equities	250.512	260.249
VI.1.	Issued by other companies	0	0
VI.1.1.	Bonds		
VI.1.2.	Bills		
VI.2.	Issued by public entities	250.512	260.249
VI.2.1.	Bonds	250.512	260.249
VI.2.2.	Bills		
VII.	Equities	4.524	0
VII.1.	Shares		
VII.2.	Depository receipts for shares	4.524	0
VII.3.	Investment units of CIU		
VIII.	Investments in associated enterprises		
IX.	Investments in subsidiaries		
X.	TANGIBLE ASSETS	31.122	32.257
X.1.	Land		
X.2.	Buildings		
X.3.	Other tangible assets	31.122	32.257
XI.	INTANGIBLE ASSETS	1.228	1.629
XI.1.	Prestige		
XI.2.	Other intangible assets	1.228	1.629
XII.	OTHER ASSETS	114.214	116.190
XII.1.	Deferred tax assets		
XII.2.	Deferred expenses	6.219	26.190
XII.3.	Other assets	107.995	90.000
	<b>TOTAL ASSETS:</b>	<b>2.391.410</b>	<b>2.454.442</b>
No.	EQUITY AND LIABILITIES	Financial year	Financial year 1 year ago
B.	PAYABLES AND LIABILITIES	688.990	592.512
I.	Payable amounts and liabilities to financial institutions		



II.	Payable amounts and liabilities to clients		
III.	Issued non-equity securities and other debt liabilities		
IV.	Liabilities related to financial instruments		0
V.	Other payable amounts and liabilities	688.990	592.512
V.1.	Income tax liabilities	86.896	134.818
V.2.	Deferred taxes		
V.3.	Employment related obligations	207.662	370.102
V.4.	Accruals and deferred income	6.695	13.358
V.5.	Other payable amounts and liabilities	387.737	74.234
VI.	Deferred taxes		
VII.	Subordinated liabilities		
C.	EQUITY	1.702.420	1.861.930
I.	Share capital	1.100.000	1.100.000
II.	Subscribed capital unpaid (-)		
III.	Share premium		
IV.	Own shares (-)		
V.	Reserves	55.000	0
V.1.	Required	55.000	
V.2.	Acquisition of own shares		
V.3.	Other reserves		
VI.	Revaluation reserve (results)		
VII.	Retained profit (loss)	547.420	761.930
VII.1.	Profit (loss) for the previous years	106.930	-152.611
VII.2.	Profit (loss) for current years	440.490	914.541
	TOTAL OWN CAPITAL AND LIABILITIES:	2.391.410	2.454.442

**Off - Balance report:**

No.	OFF-BALANCE SHEET ITEMS	Financial year	Financial year 1 year ago
I.	Managed clients assets	305.990.233	245.606.346
I.1.	Client money	5.037.643	8.197.869
I.2.	Securities acquired on behalf of clients	305.400.503	254.927.834
I.3.	Amounts received from clients' undertaking transactions		
I.4.	Managed KIS and pension funds' assets	-4.447.913	-17.519.357
II.	Other off-balance liabilities	307.302	396.057
II.1.	Warranties and guarantees		
II.2.	Financial derivatives acquired at the company's cost	0	0
II.2.1.	Receivables		
II.2.2.	Payables		
II.3.	Other off-balance sheet liabilities	307.302	396.057

**Income (loss) statement:**

No.	Item	Financial year	Financial year 1 year ago
I.	Commission, management and service operating income	2.055.064	3.374.568
II.	Commission, management and service operating costs	846.815	457.725
III.	Income from equity securities	0	0





III.1	Shares and other equity securities		
III.2	Investments in associated enterprises		
<b>IV.</b>	<b>Interest and similar income</b>	<b>2.850</b>	<b>4.241</b>
IV.1.	Non-equity securities		
IV.2.	Loans given	2.850	4.241
IV.3.	Other	0	0
<b>V.</b>	<b>Interest and similar costs</b>	<b>0</b>	<b>40</b>
V.1.	Non-equity securities		
V.2.	Loans received		
V.3.	Other		40
<b>VI.</b>	<b>Profit (loss) from financial transactions</b>	<b>4.528</b>	<b>5.882</b>
VI.1.	Profit (loss) from securities trading	4.455	5.996
VI.2.	Profit (loss) from foreign currency transactions	73	-114
VI.3.	Other profit (loss) from financial transactions		
<b>VII.</b>	<b>General administrative expenses</b>	<b>690.315</b>	<b>1.859.528</b>
<b>VIII.</b>	<b>Result of loan and advance payment value correction</b>		
<b>IX.</b>	<b>Result of securities value adjustment</b>	<b>2.073</b>	<b>0</b>
IX.1.	Result of securities devaluation and restoration		
IX.2.	Result of securities true value change	2.073	0
<b>X.</b>	<b>Result of tangible and intangible asset adjustment</b>		
<b>XI.</b>	<b>Deferred expenses</b>		
<b>XII.</b>	<b>Other income</b>	<b>0</b>	<b>12.778</b>
<b>XIII.</b>	<b>Other expenditure</b>		
<b>XIV.</b>	<b>ORDINARY OPERATING PROFIT (LOSS)</b>	<b>527.385</b>	<b>1.080.176</b>
<b>XV.</b>	<b>Extraordinary income</b>		
<b>XVI.</b>	<b>Extraordinary expenditure</b>		
<b>XVII.</b>	<b>EXTRAORDINARY OPERATING PROFIT (LOSS)</b>	<b>0</b>	<b>0</b>
<b>XVIII.</b>	<b>Income tax</b>	<b>86.895</b>	<b>165.635</b>
<b>XIX.</b>	<b>Other charges</b>		
<b>XX.</b>	<b>NET PROFIT (LOSS)</b>	<b>440.490</b>	<b>914.541</b>

**Cash flow statement:**

No.	Item	Financial year	Financial year 1 year ago
<b>I.</b>	<b>Cash flow from operations</b>	<b>12.326</b>	<b>684.041</b>
I.1.	commissions received	0	0
I.2.	commissions paid	-1.587	-2.370
I.3.	receivables for other services	16.471	86.565
I.4.	payables for other services	-501.568	-942.720
I.5.	stock purchase	0	0
I.6.	stock transfer	0	0
I.7.	dividends received	0	0
I.8.	dividends paid	0	0
I.9.	interest received	0	0
I.10.	interest paid	0	0
I.11.	payments to employees	-481.642	-702.026
I.12.	taxes paid	-513.144	-449.141





I.13.	revenue from other major activity	1.712.211	2.693.732
I.14.	payables for other major activity	-218.414	0
<b>II.</b>	<b>Cash flow from investments</b>	<b>14.535</b>	<b>-51.773</b>
II.1.	stock purchase	0	0
II.2.	stock transfer	0	0
II.3.	dividends received	0	0
II.4.	interest received	16.224	11.740
II.5.	acquisition of fixed assets	-1.689	-3.513
II.6.	disposal of fixed assets	0	0
II.7.	loans	0	-60.000
II.8.	recovery of loans	0	0
II.9.	other investment cash receipts	0	0
II.10.	other investment cash payments	0	0
<b>III.</b>	<b>Cash flow from financing</b>	<b>-534.390</b>	<b>-86.000</b>
III.1.	issue of shares	0	0
III.1.2.	Owners' contributions against the loss	0	0
III.2.	purchase of shares	0	0
III.3.	issue of other shares	0	0
III.4.	purchase of other shares	0	0
III.5.	loans received	0	0
III.6.	loans repaid	0	0
III.7.	payment for the lease (financial lease)	0	0
III.8.	dividends paid	-534.390	0
III.9.	interest paid	0	0
III.10.	amounts received for the subordinated liabilities	0	-86.000
III.11.	amounts paid for the subordinated liabilities	0	0
III.12.	cash flow from other financing activity	431.600	0
III.13.	payment from other financing activity	-431.600	0
<b>IV.</b>	<b>Cash flow from extraordinary activities</b>	<b>0</b>	<b>0</b>
IV.1.	increase of cash flow from extraordinary activities	0	0
IV.2.	decrease of cash flow from extraordinary activities	0	0
<b>V.</b>	<b>Leverage of currency exchange on cash balances</b>	<b>0</b>	<b>0</b>
<b>VI.</b>	<b>Increase (decrease) of net cash flow</b>	<b>-507.529</b>	<b>546.268</b>
<b>VII.</b>	<b>Cash at the beginning of the period</b>	<b>653.576</b>	<b>107.308</b>
<b>VIII.</b>	<b>Cash at the end of the period</b>	<b>146.048</b>	<b>653.576</b>

#### Changes in equity:

	Paid up share capital	Share premium	Own shares (-)	Reserve			Revaluation reserve		Retained profit	Total:
				Legal	For own shares	Other	Tangible assets	Financial assets		
1. Year-end balance in financial year (2 years ago)	1.100.000	0	0	0	0	0	0	0	-152.611	947.389
2. Net income (loss) of the reporting period	0	0	0	0	0	0	0	0	914.541	914.541
3. Year-end balance in financial year (1 year ago)	1.100.000	0	0	0	0	0	0	0	761.930	1.861.930
4. Dividends	0	0	0	0	0	0	0	0	-600.000	-600.000
5. Required reserves	0	0	0	55.000	0	0	0	0	-55.000	0
6. Net income (loss) of the reporting period	0	0	0	0	0	0	0	0	440.490	440.490
7. Year-end balance of current financial year	1.100.000	0	0	55.000	0	0	0	0	547.420	1.702.420



22. Capital adequacy ratio for the reporting period.

Capital adequacy ratio of the Management Company as at June 30, 2014 was equal to 1,80.

#### VI. MANAGEMENT OF THE COMPANY

23. Company bodies (supervisory board members, board members, company manager, deputy manager, chief accountant):

- 23.1. Names, surnames, positions of the persons of the Management Company, share capital and votes in percentage:

<b>Andrius Stonkus</b>	<b>Chairman of the Board, Fund Manager</b>	<b>0,1%</b>
<b>Jan Ake Gustaf Litborn</b>	<b>Board member</b>	<b>0%</b>
<b>James Clarke</b>	<b>Board member</b>	<b>0%</b>
<b>Andrius Smaliukas</b>	<b>Board member</b>	<b>0%</b>
<b>Mindaugas Marcinkevčius</b>	<b>Board member</b>	<b>0%</b>

- 23.2. The additional information about the Chairman of the Board, Manager of the Company and the Chief Accountant: background, workplaces during last 10 years and positions there.

<b>Andrius Stonkus</b>	<b>Chairman of the Board, Fund Manager</b>
Education:	BSc in Banking at Faculty of Economics in Vilnius University
Work experience:	UAB „Prime Investment“ – Chief Financial Analyst UAB „Prime Investment“ – Chief Investments Officer UAB „Prime Real Estate“ – Director
Current positions:	UAB „Cogito Invest“ – Director UAB „Resolution Holdings“ – Manager of Sales Projects UAB „Resolution advisers LT“ – Project Manager UAB „Aemulus“ – Project Manager UAB “Ordeta” – Director UAB “K31” - Director
<b>Domas Kačinskis</b>	<b>Managing Director</b>
Education:	MSc in Business Administration, International Business School at Vilnius University BSc in Banking at Faculty of Economics in Vilnius University
Work experience:	AB “Hansa Bankas” – Project Manager at Corporate Banking Department, Head of Corporate Banking Department Behrens Corporate Finance – Director, Partner Akropolis LT – Director, Board Member Danske Bank – Head of Vilnius region
Current positions:	UAB „LPVP Client-1” – Director UAB “LLBOF-1” - Director UAB “Klaipėdos 7” - Director UAB “K29” - Director UAB “PP6” – Director UAB „SMI Lietuva“ - Director UAB „SMI Alytus“ - Director UAB „SMI Marijampolė“ - Director UAB „BFIII GI“ - Director



**Eladijus Kirijanovas**      **M-Finance, UAB - Director**  
Education:                    **Baltic Management Institute (BMI), Executive Master of Business Administration (EMBA)**  
   **MSc in Business Administration at Vytautas Magnus University**  
   **BSc in Business Management, VGTU**  
Work experience:            **AB „Sanitas“ - CFO**  
   **„Sonex Holding“ – President, General Director**  
Current positions:            **M-Finance, UAB - Director**  
   **Mama Holding, UAB - Director**

- 23.3.** Information about participation in activity of other companies, institutions, organizations (titles, positions) and capital (company, institution, organization, the percentage of capital and votes):

<b>Jan Ake Gustaf Litborn</b>	<b>Glimstedt</b>
<b>James Clarke</b>	<b>UAB „BNTP“ direktorius</b>
<b>Andrius Smaliukas</b>	<b>LAWIN</b>
<b>Mindaugas Marcinkevičius</b>	<b>UAB “Glera”</b>

- 23.4.** Information about the Board of the company at the beginning and at the end of the term:

<b>Andrius Stonkus</b>	<b>2012 04 11 – 2015 04 11</b>
<b>Jan Ake Gustaf Litborn</b>	<b>2013 11 21 – 2016 11 21</b>
<b>James Clarke</b>	<b>2012 04 11 – 2015 04 11</b>
<b>Andrius Smaliukas</b>	<b>2014 03 21 – 2017 03 21</b>
<b>Mindaugas Marcinkevčius</b>	<b>2014 03 21 – 2017 03 21</b>

- 24.** The names, surnames, date of birth, addresses, phone numbers, education, the title and number of qualification certificate of the Management Company’s leadership who have experience in finance or other qualification.

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- 25.** Information about payments or loans to the corporate bodies of the Company (supervisory board members, board members, manager of the company, manager’s deputy, chief accountant):

- 25.1.** Information about bonuses and other payments from the profits of the average values per one person paid to the leadership of the Company during the reporting period:

**During the first half of 2014 the amount accrued in connection with executives’ employment – LTL 134.666. The number of executives – 1 Managing Director.**

- 25.2.** Salaries, bonuses and other payments of the amount of the profit received from the companies in which the management company’s share capital consists of more than 20 percent paid to the Management Company’s supervisory board, the board and administration during the reporting period:

-

- 25.3.** Loans, guaranties and sureties of their obligations allotted to the members of the corporate bodies during the reporting period:

**Loan of LTL 60.000 was provided to Andrius Stonkus at July 27, 2013. Payback term - 2014 06 24.**

- 26.** Indicate the members associated with the Management Company:



26.1. The entities which control the Management Company or are under control of the Management Company:

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26.2. If the entity under control or controls is a legal person, indicate it's leadership:

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27. The concluded transactions on the asset of CIU funds, managed by the Management Company, by the individuals associated with the Management Company; the part of CIU portfolio managed by that individuals:

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#### VII. RECENT AND ESSENTIAL EVENTS OF THE ACTIVITY OF THE MANAGEMENT COMPANY, IT'S PROSPECTIVE

28. Recent and essential events of the activity of the Management Company (definition of the recent and essential events of the reporting period, the date (period):

ABCDEFG

29. The strategy of the activity and prospective changes of it during the forthcoming financial years:

**The main objectives of the Managing Company in 2014 are:**

- **To dispose all assets of the investment portfolio Lords LB Baltic Fund I and successfully close the Fund.**
- **To dispose all assets of Lords LB Opportunity Fund I and successfully close the Fund.**
- **Continue to successfully invest funds of Lords LB Baltic Fund II and Lords LB Opportunity Fund II.**
- **To finish both the investment of funds and the distribution of investment units at Lords LB Baltic Fund III.**
- **Start the distribution of investment units at Lords LB Private Equity II.**

#### VIII. PERSONS IN CHARGE

30. The information presented in this Report is true and there are no suppressed facts which could exert a dominant influence on the values of the rates.

31. The persons in charge for the information presented in the Report:

31.1. The Managing company's persons, employees and the Managing Director responsible for the Report:

Managing Director: **Domas Kačinskas**  
Tel.: **(+370) 5 261 9470**  
E-mail: **info@lordslb.lt**

31.2. The Chief Accountant who has presented the information of financial status of the Collective Investment Undertaking:

Chief Accountant: **Eladijus Kirijanovas**  
Name of the company: **M-FINANCE, UAB**  
Tel.: **+370 5 265 3377**