Poteza Adriatic Fund

Annual Report 2008

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Portfolio Managers' Letter to Investors

Dear Investor,

The business environment of year 2008 will be remembered after the global financial crisis which is the largest in scale after the 2nd World War. Globally, the crisis deepened in September 2008, when it started showing its effects also in the region of South Eastern Europe. In the fourth quarter of the year the deepening of the global financial crises evolved into full blown global recession directly impacting the economies in the Fund's investment region.

In order to improve companies' performance, in 2008 the management started introducing and gradually implementing the structural approach to value enhancement in portfolio companies, i.e the value adding cycle in all portfolio companies. It is expected that this new model of adding value in the companies will bring its first results in 2009.

In 2008, the Fund Manager launched the divestment process for Nova Banka and non-core assets of Magnavita. However, due to the deteriorating market conditions the divestments were not completed. With capital markets all but closed and great uncertainty in the wider economy, there was a significant slump in mergers and acquisitions in 2008 and it is unclear when the markets will be open again. In current situation, the exits from portfolio companies seem extremely unfavourable.

The crisis substantially affected the valuations of the portfolio companies as per end of 2008. The Advisory Board, on the proposal of the Fund Manager approved the valuation methods in September 2008, but it changed them downward twice: firstly in December and lastly in April 2009 in order to reflect the true and fair value of all the companies. Accordingly, the net asset value of the Fund at the end of the year amounts to EUR 41.7 million.

Four companies (Farmalogist Holding, Gornji Grad, Akton, and Magnavita) were valued by third party valuators. Magnavita and Farmalogist's values were additionally modified downward on the proposal of Advisory Board members. Postbank BH was valued at the liquidation value, as an on-going assumption of the bank is not likely, while Karniola Communications was valued at the net asset value. Moldova Agroindbank and Nova Banka were valued at 0.7x of their net asset value as per end of the year.

Planning for 2009, the Fund Manager has been assisting the portfolio companies to take into account the volatile environment and to implement appropriate risk management policies. As holding periods of portfolio companies inevitably prolong, the Fund Manager will strive towards demonstrating its capacity to support portfolio companies' management, with managerial know-how skills through the downturn.

Sincerely yours,
Poteza Capital Management B.V. CA Management N.V.

Executive Summary

1	First Closing Date	28.5.2003		
2	Final Closing Date	28.6.2004		
3	Vintage Year	2003		
4	Fund Life (Number of Years)	8		
5	End Date of Fund Life	28.5.2011		
6	Investment Period (Number of Years)	5		
7	Investment Period End Date	28.5.2008		
8	Management Fee Details	2,5% of Total Committed Capital decreased for 'Dispossed assets Acquisition Costs'		
9	Hurdle Rate	6%		
10	Total Commitment	EUR 66,500,000		
11	Total Drawn Down To Date	EUR 60,576,832		
12	Percentage of Total Commitment Drawn Down to Date	91.09%		
13	Legal Domicile	Netherlands		
14	Legal Form / Structure	Corporation (B.V.)		
15	Amendments to Legal Agreements (if any)	None		
16	Litigation, incl. Lawsuits Against the Fund, Fund Manager, or Affiliates (if any)	None		
17	Investment Focus by Stage	Buy out and growth		
18	Investment Focus by Geography	South-Eastern Europe		
19	New and Potential Upcoming Investments	See Deal Flow Analysis		
20	Current Investments	See Individual Investee Summary and Aggregate Summary		
21	Realizations and Total Distributions to Date	See Aggregate Summary; Distribution of some share premium was made		
22	Key Manager Contacts	Name		Contact Details
		Mr. Jelle Hol		Phone: +31 20 521 4696
				Fax: +31 20 521 4822
				Email: jelle.hol@fortisintertrust.com
23	Key Man Events and Personnel Changes at the Partner Level	There are 2 key men since first quarter of the 2008		
24	Office Openings or Closings	The Fund is based in Amsterdam.		
25	Current Shareholders & Individual Commitments	Name of Class A Shareholders	Amount Committed	% of total
		Poteza Investments B.V.	EUR 11,250,000	16.9%
		International Finance Corporation	EUR 11,250,000	16.9%
		Triglav Netherlands B.V.	EUR 5,000,000	7.5%
		San Long B.V.	EUR 5,000,000	7.5%
		Finasper B.V.	EUR 4,000,000	6.0%
		DZU Investment B.V.	EUR 4,000,000	6.0%
		Kopinvest Netherlands B.V.	EUR 4,000,000	6.0%
		Iskra Investments B.V.	EUR 4,000,000	6.0%
		Zvon B.V.	EUR 4,000,000	6.0%
		Sloinvest Netherlands B.V.	EUR 4,000,000	6.0%
		Breukeleveensche Poort B.V.	EUR 4,000,000	6.0%
		Elm Tree Investments B.V.	EUR 4,000,000	6.0%
		Nova Ljubljanska banka d.d.	EUR 1,000,000	1.5%
		Banka Celje d.d.	EUR 1,000,000	1.5%
		Total	**EUR 66,500,000**	**100.0%**
		Name of Class B Shareholders	Amount Committed	% of total
		Poteza Capital Management B.V.	EUR 3,501	100.0%
		Total	**EUR 3,501**	**100.0%**
26	Investment Committee Members	Name	Title	Investor
		Branko Drobnak	Chairman	Poteza
		Shahbaz Mavaddat	Member	IFC
		Giovanni Daniele	Alternate Member	IFC
		Andrej Zupancic	Member	Helios
		Mirko Pavsic	Member	Luka Koper
27	Advisory Board Members	Name	Title	Investor
		Franc Bohnec	Chairman	Interra
		Shahbaz Mavaddat	Member	IFC
		Giovanni Daniele	Alternate Member	IFC
		Uros Ivanc	Member	Zavarovalnica Triglav
		Joze Godec	Member	Iskra Holding
		Joze Mermal	Member	BTC
28	Plans for Raising a Subsequent Fund in the Near Term	**Fundraising marketing activities are postponed to the end of 2009 and potential fund raising in 2010.**		

Note:
A total of 70,001 shares (66,500 Class A, 3,501 Class B) have been issued. Each Class A share represents a committment of 1,000 EUR.

Investment Activity

Investment Summary

	December 31, 2007		December 31, 2008		Total
	EUR	%Committed capital	EUR	%Committed capital	EUR
1. Total Capital Commitment (Total Fund Size)*	66,500,000	100.00%	66,500,000	100.00%	66,500,000
2. Capital Drawndown to Date	**53,011,832**	**79.72%**	**60,576,832**	**91.09%**	**60,576,832**
3. Less Capital Distributed	**191,793**	**0.29%**	**191,793**	**0.29%**	**191,793**
4. Net Capital Outstanding	13,296,375	19.99%	5,731,375	8.62%	5,731,375
5. Capital Reserved for Follow-On Investments (% of 4.)	0	0.00%	0	0.00%	0
6. Capital Available for Drawndown (1.-2.)	**13,488,168**	**32.40%**	**5,923,168**	**8.91%**	**5,923,168**
Adequacy of Remaining Uncalled Capital	Sufficient		Sufficient		Sufficient
Forecast Capital Calls	**13,488,168**	**32.40%**	**3,323,000**	**5.00%**	**3,323,000**
Forecast Fund Capital Gain	88,953,500	133.76%	0	0.00%	0
Forecast Fees for Remaining Life of Fund	4,079,199	4.96%	2,473,000	3.72%	2,473,000
Forecast Net Expenses for Remaining Life of Fund	862,639	1.74%	850,000	1.28%	850,000
Contingent Liabilities (Including Debt and Guarantees)	0	0.00%	2,072,779	3.12%	2,072,779
					0
Assets:					**0**
Current Assets	2,525,556	3.80%	3,309,728	4.98%	3,309,728
Fair Market Value of Current Portfolio**	82,075,333	123.42%	38,462,409	57.84%	38,462,409
Other Assets	49,764	0.07%	0	0.00%	0
Liabilities:					**0**
Current Liabilities	22,692	0.03%	72,994	0.11%	72,994
NET ASSET VALUE OF FUND at end of period	**84,627,961**	**127.26%**	**41,699,142**	**62.71%**	**41,699,142**

*The table does not include nominal equity paid up for Class B shares (EUR 3,501)
** Valuation as of December 31, 2008 as per Advisory Board valuation approval on April 9, 2009.

Cash flows from investors to the Fund — Cash flows from the Fund to investors

Dealflow Analysis

Poteza Adriatic Fund finished its Investment Period on May 28, 2008, on the fifth anniversary of the First Closing Date. In accordance with the Amended and Restated Subscription and Shareholders Agreement governing the Fund, only those investments were executed in 2008 that were approved by the Investment Committee in the Investment Period.

Throughout the year, 28 investment opportunities were reviewed. In the whole year 2008, three companies entered into a due diligence phase and two of them were presented to the Investment Committee.

Investment into Farmegra, the pharmaceutical wholesaler from Montenegro, was realised through the recapitalisation of Farmalogist Holding, while the investment into Medimpex from Sarajevo was not completed, due to adverse findings in the due diligence process.

In addition, in 2008 the Fund also completed two previously approved recapitalizations in the existing portfolio companies, Farmalogist Holding and Postbank BH.

Investment Activity

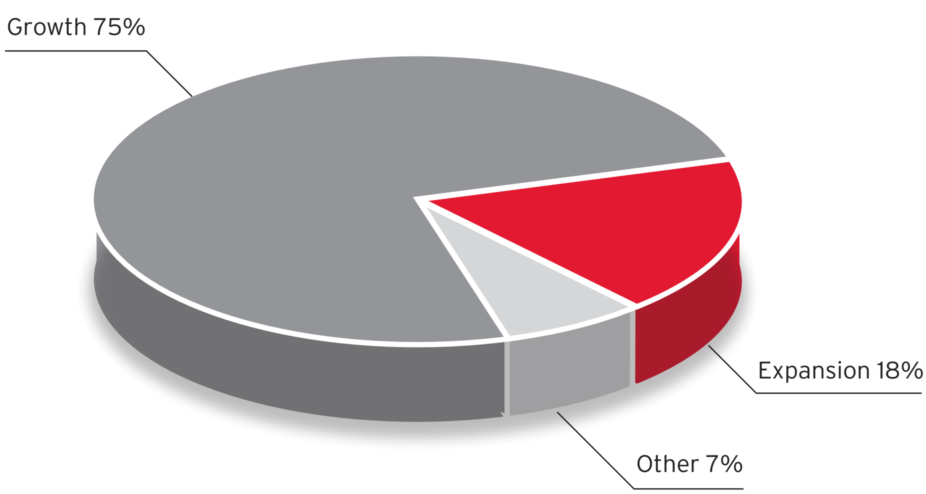
Investment Opportunity Pipeline Statistics

Type of investment	Bosnia & Herzegovina	Croatia	Serbia	Slovenia	Montenegro	Secondary Region	Total
Growth	0	5	7	3	1	5	**21**
Restructuring	0	0	0	0	0	0	**0**
Expansion	0	0	2	2	1	0	**5**
Other	0	0	0	0	0	2	**2**
Total	**0**	**5**	**9**	**5**	**2**	**7**	**28**

Pipeline and Deal Processing	2003	2004	2005	2006	2007	2008
Number of proposals reviewed	71	181	98	87	60	28
Number of proposals in due diligence	3	9	11	6	6	3
Number of proposals presented to IC	1	1	4	6	1	2
Number of projects approved	1	0	4	6	1	2
Number of investments completed	1	0	3	6	5*	3*

*Including two follow-on investments

Range of Examined Companies´ Equity Size (Book Value in EUR Million)	Number of Companies
N/A	14
< 5 mio EUR	11
5 - 10 mio EUR	1
10 - 15 mio EUR	0
15 - 20 mio EUR	2
20 - 25 mio EUR	0
25 < mio EUR	0
Total	**28**



Environmental Report

2008 year will not be remembered only after the turbulent changes of the economic environment, but also after the greater worldwide political recognition of existence of environment problems (climate change, local air and water pollution, water scarcity, deforestation, loss of biodiversity) and importance of solving them.

The whole global community and especially the developed countries are ascertaining that environment projects focused towards solving these problems could be the major impetus for the revival and sustainability of future economic growth.

Poteza Adriatic Fund has been aware of constant need of safeguarding the local community and environment from potentially harmful influences, which is a necessity for the sustainable growth. It shows this through constant and closely monitoring of all the activities of its portfolio companies and it advises the companies on an on-going basis on appropriate actions in order to prevent any potential harmful influences on environmental, social, health and safety aspects.

In 2008 Magnavita Holding remained the Fund's portfolio company most closely related to environmental issues. Currently, Serbia has very loose environmental and health legislation concerning animal feed producers. In Serbia animal feed can still contain animal flour. During the process of transition to EU regulation, however, the legislation will be changed and animal food producers will have to use healthier and more expensive inputs. Anticipating the coming change, Magnavita already today satisfies expected industry standards in the animal feed production.

During the year, Magnavita Holding underwent additional environmental screening by IFC in the process of potential acquisition of its financing. It was ascertained that the nature of the company's core feed mill / storage operations is such that no major adverse environmental or social impacts are expected.

Magnavita Holding is aware of potential negative influences Susfarma, its pig-breeding unit, might have on the environment. To minimize these influences, Susfarma is constantly improving its facilities and surroundings. In 2008 drainage of waste waters into special purpose cleansing lagoon has been achieved in order to prevent effusion of these waters into environment. There were also about thousand new trees planted around the farm's facilities in order to confine and purify the odor from the farm.

Portfolio Companies

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Portfolio Companies

Magnavita Holding a.d.

Novi Sad, Serbia

Magnavita Holding realized EUR 27.3 million of consolidated net sales in 2008, representing a 17.7 % growth compared to the year 2007, while in volume the company sold in total 89,046 tonnes of animal feed in 2008, a 1.9% increase in comparison to the previous year.

The company's product portfolio consists of 5 brand names, under the Magnavita's corporate umbrella. Three of them (Proteinka, Ekomix, ABS) are local market oriented and are sold in the geographical area of up to 100 km from the production site, while true regional brands Narcis and Superprotein are being sold in four South East European countries (Serbia, Montenegro, Bosnia and Hercegovina, Kosovo). Magnavita is providing animal feed to more than 445 active customers across this region. According to the company's estimates Magnavita has maintained a 15% market share on the Serbian market in the past two years.

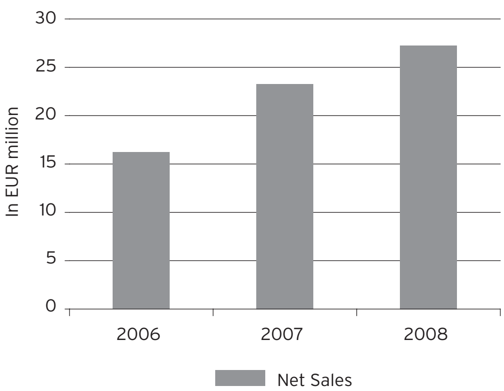
Despite the increase in net sales, EBITDA margin decreased from 8.7% in 2007 to 2.3% in 2008 and a net loss of EUR 1.35 million was realized. The main factors contributing to this loss were:

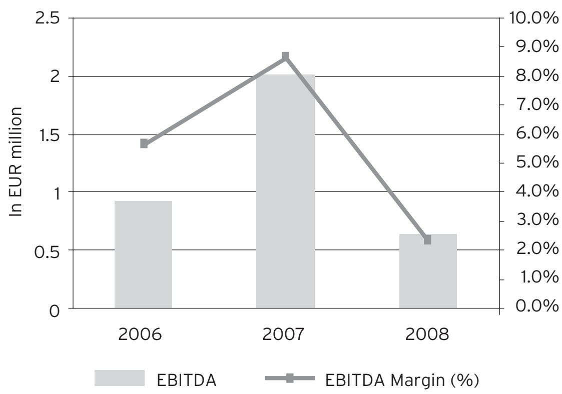
(1) High prices of raw material in the first half of the year led to increased costs of producing animal feed; for the company the costs of material represented 87.5% of total net sales at the end of 2008, compared with 79.8% in 2007.

(2) Decreased consumption of meat due to decreased purchasing power had a negative impact on price trends in livestock production industry, resulting in a 30% decrease in the overall animal herds and thus lower demand for animal feed.

(3) Financing of working capital needs throughout the year was a general issue in agribusiness. Agricultural companies could not get a favourable financing from banks due to unstable agricultural sector conditions.

In the first half of 2008 the company initiated a divestment process of non-core assets (pig breeding facility Susfarma and animal waste processing facility Prekon) and hired an external advisor. Due to the credit crunch and overall lack of financing, potentially interested parties withdrew from the process. The process of disposing non-core asset shall continue in 2009. Any sales proceeds will be used to improve the company's financial position. In 2009, the company will be oriented towards ensuring the working capital, improving collection of receivables, optimizing its costs.





Individual Investee Summary Details

Company Information						
Investee Name (legal and trading):	Magnavita Holding a.d.					
Location of Head Office:	Futoška 2, 21000 Novi Sad					
Legal Domicile:	Republic of Serbia					
Structure of Holding (equity/debt):	Equity					
Sector:	Agriculture					
Country of Focus:	Republic of Serbia					
Business Description:	Animal feed production					
						Equity
Shareholders by %:	Poteza Adriatic Fund					99.9%
Fund Investment						
Initial Investment Rationale:	Growth					
Stage of Investment:	Late					
Fund's role in the investment (lead, co-lead):	Lead					
Date of Initial Investment:	May 2005	Sep 2006	Dec 2006	Jan 2007	Feb 2007	**Total**
Investment:	**EUR 2,336,460**	**EUR 4,537,796**	**EUR 681,127**	**EUR 640,350**	**EUR 451,530**	**EUR 8,647,263**
Board representation by Fund (if any):	Yes					
Any co-investments?	No					
Valuation of 100% equity:						
Pre-money	n.a.					
Post-investment (December 31, 2008)	EUR 4,154,000					
Financial Audit Status: audited/non-audited	Audited annually					
Qualified opinion	No					
Compliance with commercial covenants:	Yes					
Number of employees:	240					
Recent Developments:	Divestment process of non-core assets					
Exit Strategy:	Trade sale					
Key Issues:	Ensuring working capital, cost optimization, continuation of sale of non-core business					
Health rating (on plan, above plan, below plan):	Below plan					
Any restrictions on liquidity?	No					

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		Serbian Accounting Standards
	2007	2008
Consolidated Income Statement		
Net Sales: Actual	**23,217**	**27,322**
Forecast at acquisition	26,687	28,102
Forecast revised as at December 2007	n.a.	28,665
EBITDA: Actual	**2,009**	**638**
Forecast at acquisition	4,165	4,524
Forecast revised as at December 2007	n.a.	2,523
Net Income: Actual	**197**	**-1,353**
Forecast at acquisition	3,157	3,347
Forecast revised as at December 2007	n.a.	1,525
EBITDA Margin:	8.65%	2.34%
Net Income Margin:	0.85%	-4.95%
Enterprise Value: (Fair value of equity + fin.debt)	18,178	9,496
Enterprise Value/Sales:	0.78	0.35
Enterprise Value/EBITDA:	9.05	14.87
Consolidated Balance Sheet		
Assets		
Current Assets	8,993	7,647
Cash and ST investments	399	313
Operating Receivables	5,631	4,246
Inventories	2,963	3,088
Fixed Assets, Net	11,283	10,285
Goodwill and Intangibles	1,065	946
LT Investments	81	17
Prepaid Expenses	545	355
Total Assets	**21,966**	**19,251**
Liabilities		
Accounts Payable	5,007	4,824
Financial liabilities	5,387	5,342
Other liabilities	455	518
Liabilities Sub-total:	10,849	10,684
Shareholders' Equity	11,117	8,568
Common Stock	10,850	9,448
Total Liabilities & Equity	**21,966**	**19,251**

Nova Banka a.d.

Banja Luka, Bosnia and Herzegovina

Nova Banka is today the third largest bank, with a 13.9 % market share in terms of total assets in the banking sector of Republika Srpska and a market share of 3.7% in Bosnia and Herzegovina.

The bank is perceived as truly local bank with well established brand. The bank offers traditional banking services to a base of retail and corporate clients through 11 branches. At the end of 2008 the bank had 509 employees.

Deterioration on the global financial markets affected also the local bank's market. After continuous bank's growth in the last years, total assets of Nova Banka decreased by 15% in 2008 and amounted to EUR 388.1 million. Although total assets decreased, net interest income increased by 9%, from EUR 11.4 million in 2007 to EUR 12.4 million in 2008. Net commission income decreased only slightly by 1.7%, from EUR 8.5 million in 2007 to EUR 8.4 million in 2008. Major increase in net costs for reservations by 55% contributed to a net income decrease by 29.6%, from EUR 2.7 million in 2007 to EUR 1.9 million at the end of 2008.

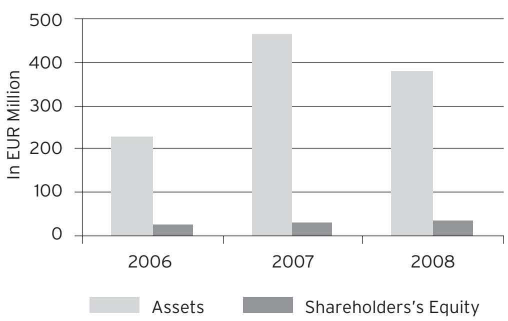
Total loans to all non-bank customers grew by 41.4% in 2008 and amounted to EUR 229.8 million. The loans to corporate customers increased by 51.4% and amounted to EUR 145.1 million, while loans to individuals grew at a bit slower pace, by 27.1% and amounted to EUR 84.7 million. On the contrary, total deposits of non-bank customers decreased by 23% in the whole year, mainly on the account of short term deposits. After the substantial increase of loans to customers in the first half of the year, the bank's Supervisory Board accepted stricter measures for further loan activities in the beginning of the third quarter of 2008, in order to safeguard bank's capital adequacy ratio.

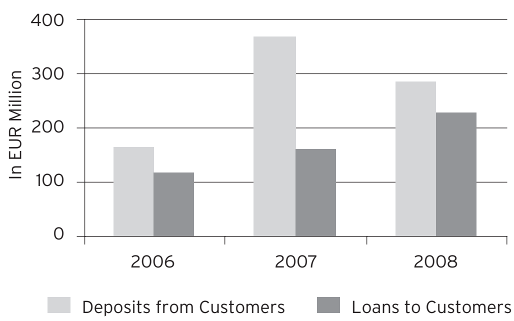
In the last quarter of 2008 the share-holders approved previously agreed share issue for the management and existing shareholders, financed from the bank's 2007 profit, in the amount of EUR 2.8 million. Thus, EUR 0.7 million of it was allocated for the share issue to the bank's management and the rest of it for the existing shareholders prorate to their shareholding. Based on that and conversion of all preferred shares into ordinary shares, the Fund's voting and ownership share decreased to 35.72%.

In the first quarter of 2008 Nova Banka entered the exit process. The selection of the financial advisor was carried out by the Advisory Board of the bank, together with the Fund's advisor. Among four short-listed international advisors, Nomura International plc from London was selected as the exclusive sales advisor. In June 2008, 75.1% of shareholders entered into a shareholders' agreement for sale of Nova Banka shares. In the period from July to September 2008 potential buyers were approached on an anonymous basis and were provided with the sales teaser of the bank. In October 2008 Information memorandum was sent to five potential interested parties. Management presentations followed for two potential buyers. On November 14, 2008 the bank received one indicative, non-binding offer that was below shareholders' expectations. Further discussions with the interested party will be continuing in 2009.

As the result of the exit process was not satisfactory, the bank's shareholders started in December 2008 to implement a stand-alone operation plan for 2009. Accordingly, the bank's management was reshuffled and new strategy of improving the bank's efficiency was adopted. The bank plans almost no growth policy together with the assurance of additional Tier II capital, with the main focus on efficiency, cost control and further improvement of business processes.

In 2008 the share market price of Nova Banka dropped by 44.8%, compared to 59.7% decrease of the local stock exchange index. In accordance with the decision of the Advisory Board dated April 9, 2009, the bank has been valued at the 0.7x of the net asset value at the end of 2008.





Individual Investee Summary Details

Company Information			
Investee Name (legal and trading):	Nova Banka a.d. Banja Luka		
Location of Head Office:	Kralja Alfonsa XIII 37a, 78000 Banja Luka		
Legal Domicile:	Republic of Srpska, Bosnia & Herzegovina		
Structure of Holding (equity/debt):	Equity		
Sector:	Banking		
Country of Focus:	Bosnia & Herzegovina		
Business Description:	Bank		
			Equity
Shareholders by %:	Poteza Adriatic Fund		35.72%
	Prva Group		4.95%
	IFC		7.87%
	Others		51.46%
Fund Investment			
Initial Investment Rationale:	Growth		
Stage of Investment:	Late		
Fund's role in the investment (lead, co-lead):	Lead		
Date of Initial / Follow-up Investment:	Jun 2005	Dec 2005	**Total:**
Investment:	**EUR 7,436,331**	**EUR 2,538,628**	**EUR 9,974,959**
Board representation by Fund (if any):	Yes		
Any co-investments?	EUR 1,001,109	Prva Pokojninska druzba	
	EUR 2,802,391	IFC	
Valuation of 100% of equity:			
Pre-money	EUR 11,197,292		
Post-investment (December 31, 2008)	EUR 23,046,891		
Financial Audit Status: audited/non-audited,	Audited annually		
Qualified opinion	No		
Compliance with commercial covenants:	Yes		
Number of employees:	509		
Recent Developments:	Negotiations with the bidder in the sales process		
Exit Strategy:	Trade sale		
Key Issues:	Continuing exit activities and business optimization		
Health rating (on plan, above plan, below plan):	On plan		
Any restrictions on liquidity?	None		

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		B&H accounting standards
	2007	2008
Income Statement		
Net Interest Income: Actual	**11,377**	**12,398**
Forecast at acquisition	10,991	13,395
Forecast revised as at December 2007	9,483	12,310
Net Income from Financing Operations: Actual	**19,903**	**20,780**
Forecast at acquisition	17,508	19,732
Forecast revised as at December 2007	17,824	21,202
Net Income: Actual	**2,723**	**1,917**
Forecast at acquisition	4,243	4,987
Forecast revised as at December 2007	3,148	3,252
Net Income Margin:	23.93%	15.46%
Market Capitalization:	103,148	62,832
Enterprise value: (Fair value of Equity)	103,148	23,047
Balance Sheet		
Assets		
Cash & cash equivalents, obligatory reserves	271,532	137,406
Loans to banks	8,041	358
Loans to customers	162,447	229,773
Provision for impairment	-6,931	-9,023
Investments and other securities	3,159	2,686
Fixed Assets, Net	5,924	13,264
Goodwill and Intangibles	3,412	3,680
Other assets	9,116	9,995
Total Assets	**456,701**	**388,140**
Liabilities		
From banks and others	41,267	56,924
From customers	376,330	289,928
Other liabilities	8,019	8,364
Liabilities Sub-total:	425,616	355,216
Shareholders' Equity	31,086	32,924
Common Stock and Preferred Stock	23,081	25,931
Total Liabilities & Equity	**456,701**	**388,140**
Ratios:		
Capital adequacy (Basel ratio)	16.21%	13.50%
ROE	8.76%	5.82%
ROA	0.60%	0.49%

Akton d.o.o. (Atel Europe B.V.)

Ljubljana, Slovenia

The 2008 year was the turnaround year for the business of Akton Group. Total consolidated net sales amounted to EUR 37.2 million and increased by 54.7% with respect to the previous year.

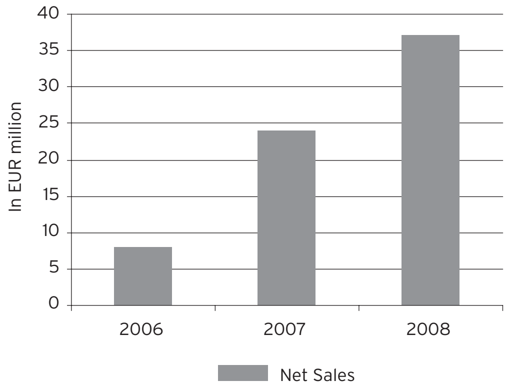
The company also substantially improved its profitability despite overall declining margins in the telecommunications market. It realized a positive EBITDA margin of 4.1% (1.5% in 2007) and a net income in amount of EUR 57.9 thousand, after a net loss of EUR 1.6 million in 2007. Akton Group with 38 employees at the end of 2008, consists of mother company Akton d.o.o. in Slovenia and four subsidiaries in Serbia, Croatia, Bosnia and Hercegovina and Macedonia. The company is also present with its services in Kosovo and Montenegro.

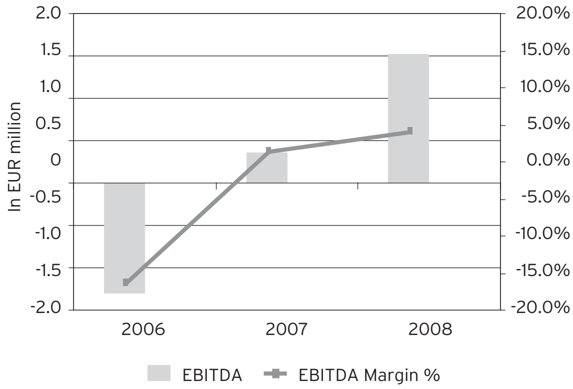
The company's portfolio of services consists of three major service groups; international voice wholesale, international data wholesale (data services and leased lines, mobile services and IP transit) and retail voice&data services. Today Akton is providing telecommunication services to more than 400 active customers across the region. The main users of the company's services are global and regional telcos, regional ISPs, international and regional companies and international organisations. In 2008, the company strengthened its position as the leading alternative operator in the wholesale segment across the Adriatic region.

Main business segment generating the growth of net sales is international voice wholesale which contributed EUR 35.1 million or 94.4% to total net sales. With 260 million terminated minutes in international voice wholesale in 2008, the company is already the largest alternative provider of these services in the region. The company has international interconnections with all of the largest European and global carriers (Deutsche Telekom, Telecom Italia, Telekom Austria, Telefonica, Telenor), as well as with local incumbents, mobile carriers and alternative providers (Telekom Slovenija, Si.mobil, Croatian Telecom, BH-Telecom, etc.). In 2008, the company secured local interconnection with Telekom Srpske, upgrading the company's potential for voice termination to the country. In the International Data services segment Akton is able to offer data connections of all capacities, between Europe and five countries where it operates, allowing its partners to reach the majority of end user locations. As transferred volumes/traffic on the company's network significantly increased over the last years, the company had to increase its capacities between Ljubljana and Vienna and between Vienna and Frankfurt. Destination between Ljubljana and Zagreb has been diverted from microwave to optical fibre connection.

The company's long term financial loan has been reprogrammed in 2008. This released the strain on cash flow and enabled the company greater investment strength. Thus, the company procured a new billing system, new switch and secured uninterruptible power supply.

Toward the end of 2008, the company's management and the Fund's advisor started negotiations with the potential co-investor in the company of whose main advantage would be provision of new financing for the company's growth. The effects of financial crisis, however, have put the negotiations on hold.





Individual Investee Summary Details

Company Information						
Investee Name (legal and trading):	Akton Telekomunikacijski Inzeniring d.o.o					
Location of Head Office:	Dunajska 63, Ljubljana					
Legal Domicile:	Slovenia					
Structure of Holding (equity/debt):	Equity and debt					
Sector:	Telecommunications					
Country of Focus:	Region of South East Europe					
Business Description:	Telecommunication services					
						Equity
Shareholders by % (in Atel Europe BV):	Poteza Adriatic Fund					72.75%
	Kingshouse Investments Ltd.					27.25%
Fund Investment						
Initial Investment Rationale:	Growth					
Stage of Investment:	Late					
Fund's role in the investment (lead, co-lead):	Lead					
Date of Initial Investment:	Oct 2005	Jun 2006	Dec 2006	Mar 2007	Sep 2007	**Total:**
Investment:	EUR 2,010,122	EUR 989,958	EUR 2,025,600	EUR 433,000	EUR 640,000	EUR 6,098,680
Board representation by Fund (if any):	No					
Any co-investments?	EUR 1,715,880	Kingshouse Investments Ltd.				
Valuation of 100% equity:						
Pre-money	EUR 10,000,000	(including EUR 7 million leverage)				
Post-investment (December 31, 2008)	EUR 3,960,418					
Financial Audit Status: audited/non-audited,	Audited annually					
Qualified opinion	No					
Compliance with commercial covenants:	Yes					
Number of employees:	38					
Recent Developments:	Telecommunication network capacity upgrading					
Exit Strategy:	Trade sale or IPO					
Key Issues:	Further upgrading of own telecommunication network and Attracting new co-investor					
Health rating (on plan, above plan, below plan):	Above plans					
Any restrictions on liquidity?	None					

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		Slovene Accounting Standards
	2007	2008
Consolidated Income Statement		
Net Sales: Actual	**24,025**	**37,162**
Forecast at acquisition	24,804	37,015
Forecast revised as at December 2007	21,077	31,263
EBITDA: Actual	**363**	**1,526**
Forecast at acquisition	9,598	14,998
Forecast revised as at December 2007	1,345	1,073
Net Income: Actual	**-1,617**	**58**
Forecast at acquisition	6,846	10,939
Forecast revised as at December 2007	410	-815
EBITDA Margin:	1.51%	4.11%
Net Income Margin:	-6.73%	0.16%
Enterprise Value: (Fair value of equity + fin.debt)	10,995	9,003
Enterprise Value/Sales:	0.46	0.24
Enterprise Value/EBITDA:	30.27	5.90
Consolidated Balance Sheet		
Assets		
Current Assets	4,322	6,331
Cash & ST Investments	87	109
Operating Receivables	4,104	6,075
Inventories	131	147
Fixed Assets, Net	1,893	1,726
Goodwill and Intangibles	7,373	6,955
LT Investments and other assets	446	338
Prepaid expenses	18	37
Total Assets	**14,052**	**15,387**
Liabilities		
Accounts Payable	4,029	5,352
Financial liabilities	6,781	5,043
Other liabilities	20	593
Liabilities Sub-total:	10,830	10,988
Shareholders' Equity	3,222	4,399
Common Stock	3,816	4,916
Total Liabilities & Equity	**14,052**	**15,387**

Moldova Agroindbank S.A.

Chisinau, Moldova

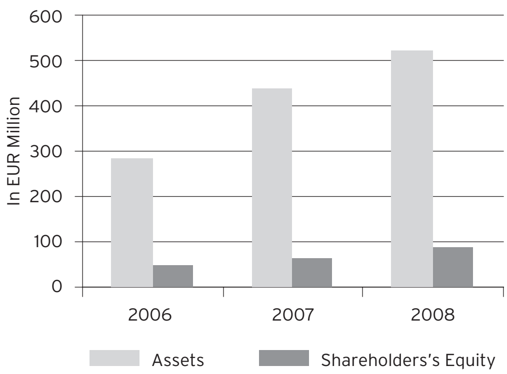
Moldova Agroindbank ("MAIB") has been in the forefront among banks of the Republic of Moldova for 18 years, justifying, year after year, its prime position in the country's banking sector.

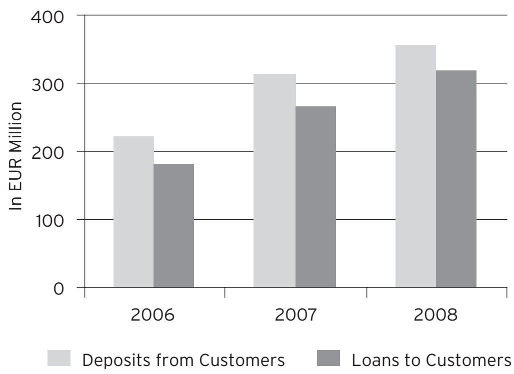
As of end 2008, the bank's share in total assets made up 18.6%, total loans 20.4%, total deposits 19.4% of the country's banking system. In 2008 the Bank was nominated as "the Best bank in Moldova" by Finance Central Europe, Euromoney and "the Most sustainable bank in Moldova" by the World Finance.

Total consolidated assets of the bank amounted to EUR 518.9 million, and increased by 19% in comparison to the year 2007. The total book value of the shareholders' equity amounted to EUR 85.6 million, and increased by 42.8% on a year to year basis. The bank's consolidated net profit in 2008 amounted to EUR 19.5 million and represented an increase of 36.7% (considering the appreciation of the local currency). MAIB, having 1,673 employees at the end of 2008, holds a countrywide network that includes: 73 branches, 23 representative offices and 114 ATMs. Besides, the bank also holds 100% of share capital of MAIB leasing, a leasing subsidiary which offers leasing products and 54.24% of the share capital of Moldmediacard which offers processing services for card transactions.

Global macroeconomic conjuncture affected the operations of local banks in Moldova, including MAIB. Consequences were especially manifested by the insufficiency of financial resources on the local market and external markets. With a view to ensuring profitable activity and maintaining the bank liquidity at an acceptable level during the year of 2008, the bank has taken a number of measures, including the measures to strengthen its financial situation, measures to secure capital adequacy, and measures to enhance risk management. The bank implemented a program of a stricter management of non-interest expenses, i.e. general and administrative expenses of the bank and maximal constraint thereof in different fields of the activity. As a result, non-interest expenses of the bank increased by only 8.8% in 2008, as compared with increase of around 31% in 2007. Thus, the non-interest income to non-interest expense ratio of above 1 was obtained for the first time (104%) in comparison with 79% at the end of 2007.

At the end of 2008, the Fund values its investment in the bank at the 0.7x net asset value, in accordance with the decision of the Advisory Board dated April 9, 2009.





Individual Investee Summary Details

Company Information			
Investee Name (legal and trading):	Banca Comerciala "Moldova - Agroindbank" S.A.		
Location of Head Office:	str. Cosmonautilor, 9, mun. Chisinau, Moldova, MD 2006		
Legal Domicile:	Moldova		
Structure of Holding (equity/debt):	Equity		
Sector:	Banking		
Country of Focus:	Moldova		
Business Description:	Bank		
			Equity
Shareholders by %:	Management Group		31.65%
	Poteza Adriatic Fund		4.71%
	Others		63.64%
Fund Investment			
Initial Investment Rationale:	Growth		
Stage of Investment:	Buyout/Late		
Fund's role in the investment (lead, co-lead):	Lead		
Date of Initial / Follow-up Investment:	Mar 2006	May 2006	**Total:**
Investment:	**EUR 1,855,243**	**EUR 19,871**	**EUR 1,875,114**
Board representation by Fund (if any):	Yes		
Any co-investments?	No		
Valuation of 100% equity:			
Pre-money	EUR 39,500,000		
Post-investment (December 31, 2008)	EUR 59,796,558		
Financial Audit Status: audited/non-audited,	Audited annually		
Qualified opinion	No		
Compliance with commercial covenants:	Yes		
Number of employees	1,673		
Recent Developments:	Risk measures taken necessary to cope with the financial crisis		
Exit Strategy:	Trade sale		
Key Issues:	Maintain stability and liquidity position of the bank		
Health rating (on plan, above plan, below plan):	On plan		
Any restrictions on liquidity?	None		

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		National accounting standards
	2007	2008
Consolidated Income Statement		
Net Interest Income: Actual	**22,324**	**22,934**
Forecast at acquisition	n.a.	n.a.
Forecast revised as at December 2007	n.a.	n.a.
Non-interest income: Actual	**14,734**	**23,332**
Forecast at acquisition	n.a.	n.a.
Forecast revised as at December 2007	n.a.	n.a.
Net Income: Actual	**14,255**	**19,488**
Forecast at acquisition	n.a.	n.a.
Forecast revised as at December 2007	n.a.	n.a.
Net Income Margin:	63.85%	84.98%
Market Capitalization:	124,688	140,784
Enterprise Value: (Fair value of Equity)	124,688	59,797
Consolidated Balance Sheet		
Assets		
Cash & Cash equivalents, obligatory reserves	74,807	102,096
Loans to banks	15,910	14,432
Loans to customers	277,397	332,529
Provision for impairment	-10,474	-15,548
Investment and other securities	19,118	14,951
Fixed Assets, Net	22,379	24,432
Goodwill and Intangibles	0	0
Other assets	37,024	46,077
Total Assets	**436,162**	**518,968**
Liabilities		
From banks and others	42,651	52,191
From customers	311,753	356,011
Other liabilities	21,825	25,155
Liabilities Sub-total:	376,230	433,356
Shareholders' Equity	59,932	85,612
Common Stock	12,469	14,078
Total Liabilities & Equity	**436,162**	**518,968**
Ratios:		
Capital adequacy (Basel ratio)	20.05%	23.64%
ROE	23.79%	22.76%
ROA	3.27%	3.76%

Gornji Grad d.o.o.

Zagreb, Croatia

Gornji Grad concluded the year 2008 with the net sales amounting to EUR 8.9 million which represents a 36.9% growth to the year 2007. Out of this, 98% of net sales were realized in wholesale, and the rest from retail and services.

The ongoing increase of sales turnover in the past years has been achieved despite the aggravating competition on the local market. With about 5% market share the company places itself on the 5th position in terms of sales and it is the second largest player in the B2B office supplies market in Croatia.

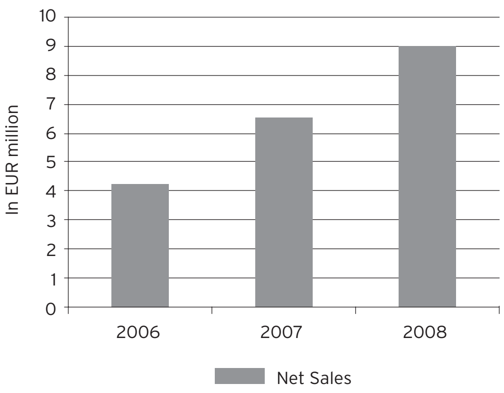
Through the year the company's management has been striving towards the improvement of the profitability in all segments of company's business. As a result, EBITDA margin improved in comparison to the previous year and increased to 0.9% respectively. Net profit was also slightly higher and amounted to EUR 21.3 thousand.

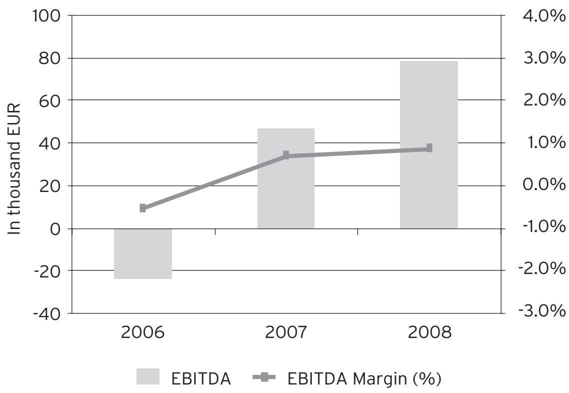
The largest share of company's costs represents the costs of goods sold with 77.5% of net sales. The import of purchased goods from suppliers from Far East has started by the end of the year, and thus improvement of margin is expected in 2009. The share of total foreign supply represented about 9% in total purchase supply at the end of 2008.

At the end of 2008 the company employed 58 employees and the total labor cost as a percentage of revenues decreased from 9.2% in 2007 to 8.5% at the end of 2008.

With the aim to reduce the transportation costs and improve the logistics, the company has expended its operation in Croatia with the opening of new offices and warehouses in Split and Rijeka. The company's expansion of the sales throughout Croatia resulted in more competitive role on the market and attracted additional customers, not only in Zagreb region, but also in the regions around other larger cities, such as Split, Osijek and Rijeka. The company also relocated its warehouse to a modern warehouse in the suburb of Zagreb which will firstly be more cost efficient and secondly it will enable better logistics and access to clients.

The worsened macroeconomic conditions in Croatia in 2009 are expected to impede the company's business. Lower aggregated demand for office supply products, fierce pressures from buyers about the decrease of prices are expected, while the major challenge will be the general illiquidity of the economy. Considering this, the company forecasts only a minimal growth of net sales in 2009.





Individual Investee Summary Details

Company Information		
Investee Name (legal and trading):	Gornji Grad d.o.o.	
Location of Head Office:	Karlovacka 203a, 10250 Lucko - Zagreb	
Legal Domicile:	Croatia	
Structure of Holding (equity/debt):	Equity	
Sector:	Office supplies	
Country of Focus:	Croatia	
Business Description:	Distribution of office supplies	
		Equity
Shareholders by %:	Poteza Adriatic Fund	55.36%
	Zarko Mrkobrada	44.64%
Fund Investment		
Initial Investment Rationale:	Growth	
Stage of Investment:	Late	
Fund's role in the investment (lead, co-lead):	Lead	
Date of Initial Investment:	Oct 2006	**Total**
Investment:	**EUR 1,860,000**	**EUR 1,860,000**
Board representation by Fund (if any):	Yes	
Any co-investments?	No	
Valuation of 100% equity:		
Pre-money	EUR 3,359,827	
Post-investment (December 31, 2008)	EUR 2,926,000	
Financial Audit Status: audited/non-audited,	Audited annually	
Qualified opinion	No	
Compliance with commercial covenants:	Yes	
Number of employees:	58	
Recent Developments:	New supplier acquired, expansion of warehouse capacities	
Exit Strategy:	Trade sale	
Key Issues:	Improving profitability, supply channel optimization	
Health rating (on plan, above plan, below plan):	Below plan	
Any restrictions on liquidity?	None	

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		Croatian Accounting Standards
	2007	2008
Income Statement		
Net Sales: Actual	**6,563**	**8,986**
Forecast at acquisition	6,908	9,326
Forecast revised as at December 2007	6,781	10,104
EBITDA: Actual	**47**	**79**
Forecast at acquisition	460	790
Forecast revised as at December 2007	1,290	334
Net Income: Actual	**18**	**21**
Forecast at acquisition	244	602
Forecast revised as at December 2007	967	208
EBITDA Margin:	0.72%	0.87%
Net Income Margin:	0.28%	0.24%
Enterprise Value: (Fair value of equity + fin.debt)	3,597	2,989
Enterprise Value/Sales:	0.55	0.33
Enterprise Value/EBITDA:	76.49	38.02
Balance Sheet		
Assets		
Current Assets	2,883	3,196
Cash and ST Investments	550	198
Operating Receivables	1,488	2,027
Inventories	846	971
Fixed Assets, Net	593	594
Goodwill and Intangibles	23	15
LT Investments	24	37
Prepaid Expenses	273	429
Total Assets	**3,796**	**4,270**
Liabilities		
Accounts Payable	1,694	2,110
Financial liabilities	100	63
Other liabilities	79	152
Liabilities Sub-total:	1,873	2,325
Shareholders' Equity	1,923	1,946
Common Stock	2,020	2,021
Total Liabilities & Equity	**3,796**	**4,270**

Postbank BH d.d.

Sarajevo, Bosnia and Herzegovina

At the end of 2008 total assets of Postbank BH amounted to EUR 28.2 million and increased by 20.9% compared to the beginning of the year.

Loans to customers amounted to EUR 19.3 million and deposits received by them amounted to EUR 18.5 million, representing 281.2% and 28.7% growth respectively, in comparison to 2007 year.

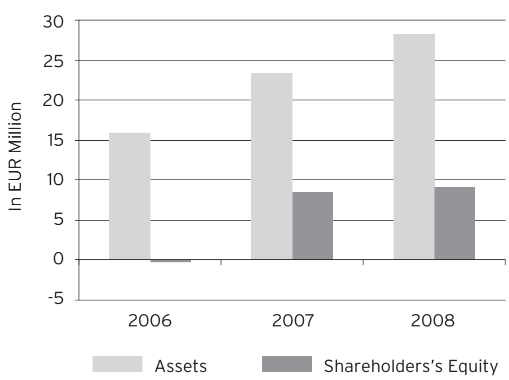
The bank's growth requested a bank's recapitalization in December 2008, in order to ensure proper level of capital adequacy for its continuing normal operation. The Fund also participated in the increase of capital under the approval of the Fund's Investment Committee obtained already in March 2006. The total Fund's amount consisted from a convertible loan in the amount of EUR 2.5 million that was invested in the bank already in June 2008 and additional EUR 0.4 million. As a result, the Fund's ownership share has increased from 48.30% to 57.24%. Since the Fund's ownership exceeded the qualified 50% ownership it applied for approval for qualified shareholding at Banking Agency of Bosnia and Herzegovina, which has been granted in the first quarter 2009 and for approval at Competition Protection Office, which is expected to be granted in the second quarter 2009.

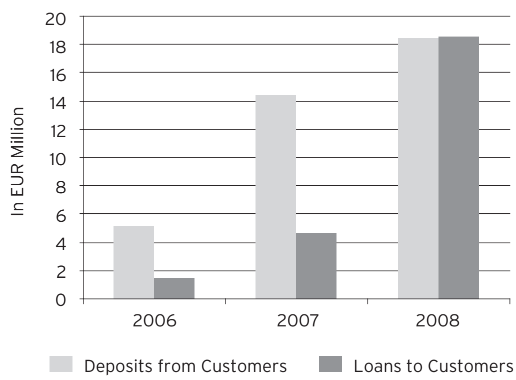
As the development of the bank did not proceed as intended, the Bank's CEO was replaced in the second quarter of 2008. After the temporary management of one of the Advisor's employees during the third quarter, a new CEO and two executive directors were appointed at the beginning of the fourth quarter of 2008. All the new management members are the bankers with experiences gained in mid-sized local banks.

In order to further enhance the bank's performance, the Fund's monitoring of the bank and its management intensified in 2008. The Fund also appointed its new representative in the bank's Supervisory Board. The internal regulation and organization policies were additionally improved. Improvements made in the credit approval procedures are already resulting in enhanced credit portfolio. A lot of efforts were put also on deposit collection activities, both from individuals and corporates.

The business cooperation with Post BH is not running in accordance with expectations. Although cooperation was initially confirmed by an agreement and all technical issues about the cooperation were resolved, the cooperation is not running smoothly due to insufficient cooperation between both management teams in commercial implementation of the agreement. One of the key tasks of the newly appointed managers is to retain operating of foreign currency exchange counters and collecting credit submissions with Post BH at current levels, and expanding stand-alone activities to the level which will ensure profitable operation of the bank.

In 2008 the Bank has successfully finished all the technical prerequisites and business processes to start processing debit and credit cards which were already offered to its clients.
One of the main goals in 2009 is to further optimize operational expenses and acquire approval of an internal rating from the Banking Agency in order to acquire deposit insurance. With this insurance, large public companies would start transferring their deposits to the bank and thus assure it the needed core-deposit financing.





Individual Investee Summary Details

Company Information				
Investee Name (legal and trading):	Postbank BH d.d.			
Location of Head Office:	Put života 2, Sarajevo			
Legal Domicile:	Federation of Bosnia & Herzegovina			
Structure of Holding (equity/debt):	Equity			
Sector:	Banking			
Country of Focus:	Bosnia & Herzegovina			
Business Description:	Bank			
			Equity	
Shareholders by %:	Poteza Adriatic Fund		57.24%	
	Ministarstvo finansija F BIH		2.57%	
	Other		40.19%	
Fund Investment				
Initial Investment Rationale:	Growth			
Stage of Investment:	(Recapitalization) Late			
Fund's role in the investment (lead, co-lead):	Lead			
Date of Initial / Follow-up Investment:	December 2006	June 2008	December 2008	**Total**
Investment:	**EUR 5,327,661**	**EUR 2,556,459**	**EUR 440,000**	**EUR 8,324,121**
Board representation by Fund (if any):	Yes			
Any co-investments?	EUR 5,327,661		EUR 516,729	Employees of BH Post, BH Telekom, PostBank BH
Valuation of 100% equity:				
Pre-money	EUR 374,000			
Post-investment (December 31, 2008)	EUR 3,494,060			
Financial Audit Status: audited/non-audited,	Audited annually			
Qualified opinion	No			
Compliance with commercial covenants:	Yes			
Number of employees:	119			
Recent Developments:	Recapitalisation and management changes			
Exit Strategy:	Trade sale or IPO			
Key Issues:	Securing deposit base, meeting capital requirements, optimization of operational expenses			
Health rating (on plan, above plan, below plan):	Below plan			
Any restrictions on liquidity?	None			

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		B&H accounting standards
	2007	2008
Income Statement		
Net Interest Income: Actual	**366**	**763**
Forecast at acquisition	1,684	2,145
Forecast revised as at December 2007	278	793
Net Income from Financing Operations: Actual	**614**	**1,112**
Forecast at acquisition	4,355	5,959
Forecast revised as at December 2007	1,623	1,104
Net Income: Actual	**-2,101**	**-2,827**
Forecast at acquisition	20	902
Forecast revised as at December 2007	-2,518	-2,424
Net Income Margin:		-
Market Capitalization:	24,154	7,169
Enterprise Value: (Fair value of Equity)	11,030	3,494
Balance Sheet		
Assets		
Cash & cash equivalents, Obligatory reserves	12,871	6,436
Loans to banks	3,181	590
Loans to customers	5,063	19,298
Provision for impairment	-369	-748
Fixed Assets, Net	1,670	1,624
Goodwill and Intangibles	0	0
Other assets	950	1,046
Total Assets	**23,366**	**28,246**
Liabilities		
From banks and others	0	0
From customers	14,360	18,476
Other liabilities	535	612
Liabilities Sub-total:	14,894	19,088
Shareholders' Equity	8,472	9,158
Common Stock	11,030	14,543
Total Liabilities & Equity	**23,366**	**28,246**
Ratios:		
Capital adequacy (Basel ratio)	99.00%	40.03%
ROE	-24.81%	-30.87%
ROA	-8.99%	-10.01%

Farmalogist d.o.o.
(Farmalogist Holding d.o.o.)

Belgrade, Serbia

Since its establishment in 2002, Farmalogist d.o.o. has been intensively growing and is today among the four largest and the quickest growing wholesalers in Serbia with the total turnover of EUR 73.6 million and 11% market share.

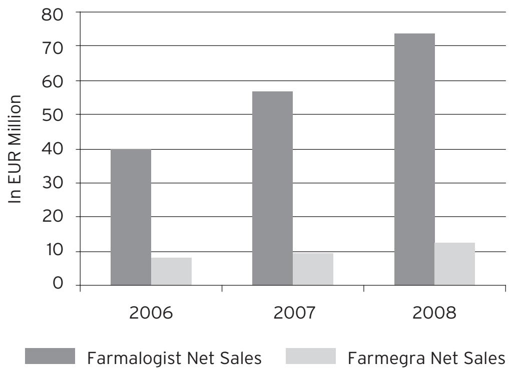
In 2008 net sales increased by 30.1%. A partial increase of net sales is contributed also to the inclusion of the half-year sales of acquired competitor Bemed.

The Company's EBITDA amounted to EUR 4.4 million (without the non-recurring revaluation of inventories, EBITDA would amount to EUR 1.4 million and EBITDA margin would be 1.8%). The major issue threatening the good operation in the fourth quarter was the volatility of the local currency which depreciated by 15.6% and caused higher net financial expense. The total net income of Farmalogist was EUR 2.3 million (net income margin being 3.1%) compared to EUR 0.4 million in 2007 (considering the nonrecurring event, net income would amount to EUR 0.5 million and net income margin to 0.7%).

In accordance with the Foundation and Shareholders Agreement from May 2007, the Fund undertook to contribute additional payment in amount of EUR 1 million as additional payment to the Farmalogist Holding to be used for new capital increase of the Farmalogist d.o.o., if and when the company achieves two criteria cumulatively, i.e annual sales in excess of EUR 73.5 million and EBITDA of EUR 1.5 million in the financial year ending December 31, 2008. These two criteria have been met and they were confirmed by the auditor's 2008 report, therefore the transfer of capital from Holding to the Company will be carried out in 2009.

In 2008 company acquired a competitive company Bemed from Belgrade, Serbia. Bemed was successfully integrated into Farmalogist by the end of November. Bemed has complementary assortment of new product lines (based on representative contracts and distribution contracts).

The company has a wide and qualitative portfolio of domestic and foreign products: which is around 9,800 products and around 365 of different programs from wholesaling pharmaceuticals, medicals, diet food, supplements and cosmetics. Cooperation with the suppliers of pharmaceuticals products include performing consignment contracts and distributing goods from customs warehouse, exclusive dealership, import and distribution of foreign pharmaceutical products and distribution of domestic pharmaceutical products. Company operates with around 2,300 customers being private pharmacies, pharmacies in state ownership, hospitals' (secondary and tertiary ones) pharmacies, wholesalers, divisional buyers and foreign wholesale buyers. Among all these, the most important buyers are pharmacies.



Beside the broad portfolio of products, the company offers their customers supplementary quality services, such as interpreting regulation, organizing educational and marketing presentations, researching the market, representing and mediating in the registration and the distribution of products, including the IT support. There were 321 employees in the company at the end of 2008.

The company puts special emphasis on the logistics which enables to deliver any product within 24 hours in the whole Serbian territory thank to good geographical coverage with its own warehouses in four distribution centres. Attention is put on the constant modernization of equipment which is reflected also in the obtained standard ISO 9001:2000 from the end of 2006.

At the end of the year the company finalized its five year strategic plan which will be adopted in the first quarter of 2009. In the future the company expects a stable growth of revenues despite the crisis, as a result of increasing market share and expected increase of prices of pharmaceutical products on the Serbian market. The consolidation of the market is expected to happen in the next two years since the regulatory framework will be harmonizing with the European one and especially small wholesalers will not be able to follow this trend. Strengthening and broadening distribution network as well as intensifying cooperation with promising producers will be fundamental issue for further growth and development of the company.

Individual Investee Summary Details

Company Information			
Investee Name (legal and trading):	Farmalogist d.o.o.		
Location of Head Office:	Bulevar Vojvode Misica 25-27, Belgrade		
Legal Domicile:	Republic of Serbia		
Structure of Holding (equity/debt):	Equity		
Sector:	Pharmacy		
Country of Focus:	Republic of Serbia		
Business Description:	Wholesale distribution of pharmaceutical products		
			Equity
Shareholders by %:	Farmalogist Holding d.o.o.		100.00%
Shareholders by % (in Farmalogist Holding d.o.o.):	Poteza Adriatic Fund		49.00% (51.00% votes)
	Miomir Nikolic		25.50%
	Lovorka Nikolic		25.50%
Fund Investment			
Initial Investment Rationale:	Build and Growth		
Stage of Investment:	Late		
Fund's role in the investment (lead, co-lead):	Lead		
Date of Initial Investment:	Jun 2007	Jun 2008	**Total:**
Investment:	**EUR 6,300,000**	**EUR 1,000,000**	**EUR 7,300,000**
Board representation by Fund (if any):	Yes		
Any co-investments?	No		
Valuation of 100% equity:			
Pre-money	EUR 7,376,000		
Post-investment (December 31, 2008)	EUR 21,847,000		
Financial Audit Status: audited/non-audited	Audited annually		
Qualified opinion	No		
Compliance with commercial covenants:	Yes		
Number of employees:	321		
Recent Developments:	Optimization of logistics and warehouse, hedging against currency risk		
Exit Strategy:	Trade sale		
Key Issues:	Increasing the market share, consolidation of acquisitions, improving operating efficiency		
Health rating (on plan, above plan, below plan):	Above plan		
Any restrictions on liquidity?	None		

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		Serbian Accounting Standards
	2007	2008
Income Statement		
Net Sales: Actual	**56,624**	**73,647**
Forecast at acquisition	52,766	65,957
Forecast revised as at December 2007	n.a.	73,520
EBITDA: Actual	**707**	**4,418**
Forecast at acquisition	1,136	1,504
Forecast revised as at December 2007	n.a.	1,608
Net Income: Actual	**422**	**2,307**
Forecast at acquisition	893	1,208
Forecast revised as at December 2007	n.a.	1,218
EBITDA Margin:	1.25%	6.00%
Net Income Margin:	0.75%	3.13%
Enterprise Value (Farmalogist Holding d.o.o.):	13,212	24,883
(Fair value of equity + Fin. debt)		
Enterprise Value/Sales:	0.23	0.34
Enterprise Value/EBITDA:	18.70	5.63
Balance Sheet		
Assets		
Current Assets	19,011	36,901
Cash and ST Investments	837	231
Operating Receivables	12,808	18,821
Inventories	5,366	17,849
Fixed Assets, Net	4,636	6,329
Goodwill and Intangibles	3	7
LT Investments	60	71
Prepaid Expenses	148	219
Total Assets	**23,858**	**43,527**
Liabilities		
Accounts Payable	14,320	27,935
Financial liabilities	355	1,227
Other liabilities	265	4,598
Liabilities Sub-total:	14,939	33,759
Shareholders' Equity	8,918	9,768
Common Stock	6,661	5,957
Total Liabilities & Equity	**23,858**	**43,527**

Farmegra d.o.o.
(Farmalogist Holding d.o.o.)

Podgorica, Montenegro

In the second half of the year, after the Fund received the approval from the Investment Committee in May 2008, Farmalogist Holding acquired 100% share of Farmegra, the second largest pharmaceutical wholesaler from Montenegro. The investment was executed through an equity increase of Farmalogist Holding by the Fund.

Main activities of the company are wholesale and distribution, exclusive representation for domestic and foreign producers, regulatory services (representation and registration) and logistics (commissioning, delivery, control and IT).

Farmegra contributed EUR 12.4 million of net sales in 2008 which is a 31.7% increase from 2007 net sales. The company has good cooperation with its customers, being mainly pharmacies and other health institutions in the territory of Montenegro. The net income amounted to EUR 0.4 million and increased by 37.2% in comparison to 2007.

After the acquisition, the Fund's advisor implemented a monitoring system in the company which will provide a good basis for value adding process. Upon the completion of the investment, it was also agreed that a local co-investor would enter the company in the first half of 2009 with minority position to enable the company's further growth.

Individual Investee Summary Details

Company Information		
Investee Name (legal and trading):	Farmegra d.o.o.	
Location of Head Office:	Ulica 4. jula 60, Podgorica	
Legal Domicile:	Republic of Montenegro	
Structure of Holding (equity/debt):	Equity	
Sector:	Pharmacy	
Country of Focus:	Republic of Serbia	
Business Description:	Wholesale distribution of pharmaceutical products	
		Equity
Shareholders by %:	Farmalogist Holding d.o.o.	100.00%
Shareholders by % (in Farmalogist Holding d.o.o.):	Poteza Adriatic Fund	49.00% (51.00% votes)
	Miomir Nikolic	25.50%
	Lovorka Nikolic	25.50%
Fund Investment		
Initial Investment Rationale:	Buy & Build	
Stage of Investment:	Buyout	
Fund's role in the investment (lead, co-lead):	Lead	
Date of Initial Investment:	Jun 2008	Total:
Investment:	**EUR 2,401,686**	**EUR 2,401,686**
Board representation by Fund (if any):	Yes	
Any co-investments?	No	
Valuation of 100% equity:		
Pre-money	EUR 2,499,714	
Post-investment (December 31, 2008)	EUR 4,901,400	
Financial Audit Status: audited/non-audited	Audited annually	
Qualified opinion	No	
Compliance with commercial covenants:	Yes	
Number of employees:	46	
Recent Developments:	Business monitoring system implemented	
Exit Strategy:	Trade sale	
Key Issues:	Increase of market share	
Health rating (on plan, above plan, below plan):	On plan	

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)	Montenegro Accounting Standards	
	2007	2008
Income Statement		
Net Sales: Actual	**9,396**	**12,376**
Forecast at acquisition	n.a.	14,396
Forecast revised as at December 2007	n.a.	n.a.
EBITDA: Actual	**782**	**692**
Forecast at acquisition	n.a.	662
Forecast revised as at December 2007	n.a.	n.a.
Net Income: Actual	**296**	**406**
Forecast at acquisition	n.a.	418
Forecast revised as at December 2007	n.a.	n.a.
EBITDA Margin:	8.32%	5.59%
Net Income Margin:	3.15%	3.28%
Enterprise Value: (Fair value of Equity+ Fin.debt)	5,293	5,201
Enterprise Value/Sales:	0.56	0.42
Enterprise Value/EBITDA:	6.77	7.52
Balance Sheet		
Assets		
Current Assets	4,071	5,991
Cash and ST investments	1	8
Operating Receivables	3,092	3,999
Inventories	978	1,984
Fixed Assets, Net	238	168
Goodwill and Intangibles	0	0
LT Investments	0	0
Prepaid Expenses	0	0
Total Assets	**4,309**	**6,159**
Liabilities		
Accounts Payable	3,074	4,103
Financial liabilities	392	300
Other liabilities	10	51
Liabilities Sub-total:	3,476	4,454
Shareholders' Equity	833	1,705
Common Stock	4	654
Total Liabilities & Equity	**4,309**	**6,159**

Karniola Communications B.V.

Amsterdam, the Netherlands

Individual Investee Summary Details

Company Information		
Investee Name (legal and trading):	Karniola Communications B.V.	
Location of Head Office:	Prins Bernhardplein 200, 1097 JB Amsterdam	
Legal Domicile:	The Netherlands	
Structure of Holding (equity/debt):	Equity	
Sector:	Service Industry	
Country of Focus:	South East Europe	
Business Description:	Financial Services	
		Equity
Shareholders by %:	Poteza Adriatic Fund	100.00%
Fund Investment		
Initial Investment Rationale:	Portfolio Management	
Stage of Investment:	Late	
Fund's role in the investment (lead, co-lead):	Lead	
Date of Initial / Follow-up Investment:	Jun 2006	
Investment:	**EUR 4,058,849**	
Percentage ownership:	100.00%	
Board representation by Fund (if any):	Yes	
Any co-investments?	No	
Valuation of 100% equity:		
Pre-money	EUR 4,058,849	
Post-investment (December 31, 2008)	EUR 6,053,575	
Financial Audit Status: audited/non-audited,	Non-audited	
Qualified opinion	-	
Compliance with commercial covenants:	Yes	
Recent Developments:	On plan	
Exit Strategy:	/	
Key Issues:	Low cost services	
Health rating (on plan, above plan, below plan):	On plan	
Any restrictions on liquidity?	None	

Financial Information

Currency:	EUR 000	EUR 000
Accounting Policy: (i.e. US GAAP, IAS)		Dutch GAAP
	2007	2008
Income Statement		
Holding activites		
Dividends from group entities	204	122
Financing activites		
Interest on loans to group entities	136	96
Net other financial income and expenses	-12	6
Net other income and expenses	-43	-31
Net Income	**284**	**172**
Balance Sheet		
Assets		
Current Assets	163	4,048
Cash & ST Investments	163	72
Other	0	3,976
Fixed Assets, Net	0	0
LT Investments and loans to group entities	8,147	2,008
Total Assets	**8,310**	**6,056**
Liabilities		
Accounts Payable	3	3
Other liabilities	0	0
Liabilities Sub-total:	3	3
Shareholders' Equity	8,307	6,054
Common Stock	18	18
Total Liabilities & Equity	**8,310**	**6,056**

In 2008 the company's business stayed in line with the plan and met the Fund's expectations.

Fund's Financial Report for the Year 2008

Table of contents:

Managing Director's report

The management herewith presents to the shareholder the annual accounts of Poteza Adriatic Fund B.V. (hereinafter "the Company") for the year 2008.

General

The Company is a limited liability company incorporated under the laws of The Netherlands and acts as a private equity investment fund. These financial statements relate to the accounting year ended 31 December 2008.

Overview of activities

The principal activity of the Company is to make private equity investments in securities issued by companies located in Slovenia, Croatia, Serbia, Bosnia & Herzegovina, Montenegro, Macedonia, Bulgaria, Romania and Moldova.

During the year under report, the Fund invested into Farmegra, a pharmaceutical wholesaler from Montenegro, through a recapitalisation of Farmalogist Holding. Previously agreed recapitalisations of Farmalogist Holding and Postbank BH were also concluded. All mentioned investments were financed through additional share premium contributed by shareholders.

Different valuation methods have been used for the valuations of companies as per end of 2008, which were approved by the Advisory Board on April 9, 2009.
As of 31 December 2008, the investments into Magnavita Holding, Akton (Atel Europe), Gornji Grad and Farmalogist Holding were revalued to fair value in accordance with a valuation prepared by independent valuators. Fair values of Akton and Gornji Grad were defined on the basis of DCF method and market comparables, while the fair values of Magnavita Holding and Farmalogist Holding considered only the method of market comparables and were also adjusted for control premium and discount of illiquidity.
In order to reflect the true fair value of the banks listed on the local stock exchanges, taking in consideration a low liquidity of shares traded and financial crisis, Nova Banka, Moldova Agroindbank have been valued as a 0.7x of their net asset values as per end of 2008. On the contrary, the Postbank BH has been valued at a liquidation value, since a chance of non-going concern is likely. Karniola Communications has been valued at its net asset value. The result of all the revaluations is included in the profit and loss account.

Financial Results

The net asset value of the Company as at 31 December 2008 amounts to EUR 41,699,142 (2007: EUR 84,627,961). The result for the year 2008 amounts to a net loss of EUR 50,493,818 (2007: net profit of EUR 19,025,975).

Future outlook

Financial crisis that started in 2008 has been advancing into global recession with imminent results in financial industry and further unfavourable effects expected in real sector.
The Fund Manager is providing efficient support and assistance to the management of portfolio companies with managerial know-how skills through the downturn.

Amsterdam, 17 April 2009

Poteza Capital Management B.V.

Balance Sheet

(Before the proposed appropriation of the result and expressed in Euro)

	Notes	31 December 2008	31 December 2007
Fixed assets			
Financial fixed assets			
Investments in companies	3	38,462,409	82,075,333
Intangible fixed assets	4	-	49,764
Total fixed assets		**38,462,409**	**82,125,097**
Current assets			
Prepayments and accrued income	5	138,395	155,103
Derivatives	6	916,950	-
Cash and cash equivalents	7	2,241,215	2,344,768
VAT receivable	8	13,168	25,685
Total current assets		**3,309,728**	**2,525,556**
Current liabilities			
Accounts payable	9	72,994	22,692
Total current liabilities		**72,994**	**22,692**
Current assets less current liabilities		**3,236,734**	**2,502,864**
Total assets less current liabilities		**41,699,142**	**84,627,961**
Net asset value		**41,699,142**	**84,627,961**
Capital and reserves	10		
Issued and paid up capital		70,001	70,001
Share premium		60,318,536	52,753,538
Legal reserves		0	49,765
Accumulated result		31,804,422	12,728,682
Result for the year		(50,493,818)	19,025,975
Total shareholders' equity		**41,699,142**	**84,627,961**

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

Profit and Loss Account

	Notes	2008	2007
			(Expressed in Euro)
Financial activities			
Result from revaluation of investments and derivatives	11	(49,477,570)	20,243,335
Dividend received from investments in companies		253,512	364,184
Result from foreign exchange fluctuations		382,774	114,311
Total financial activities		**(48,841,284)**	**20,721,830**
Operational income and expenses			
Advisory services income	12	96,000	242,183
Investment expenses	13	(31,385)	(235,645)
Interest income	14	120,954	230,908
Reimbursment of investment expenses		15,692	-
Capital tax		-	(1,364)
Amortisation of intangible fixed assets	4	(49,765)	(108,548)
Total other financial income and expenses		**151,497**	**127,534**
Other income and expenses			
General and administrative expenses	15	(1,804,030)	(1,823,389)
Total other income and expenses		**(1,804,030)**	**(1,823,389)**
Result before taxation		**(50,493,818)**	**19,025,975**
Corporate income tax	16	-	-
Result for the year		**(50,493,818)**	**19,025,975**

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

Cash Flow Statement

	2008	2007
		(Expressed in Euro)
Cash flows from operating activities		
Result for the year	**(50,493,818)**	**19,025,975**
Adjustments for non-cash items		
Amortisation of intangible fixed assets	49,765	108,548
Foreign exchange (gain)/loss	(383,474)	(114,311)
Revaluation from investment	49,477,570	(20,243,335)
	(1,349,957)	**(1,223,123)**
(Increase)/ decrease in trade and other receivables	29,225	(37,407)
Decrease in payables	50,302	(395)
Net Cash from operating activities	**(1,270,429)**	**(1,260,925)**
Cash flow from investing acitivities		
Payment for aquisition of investment	(6,398,122)	(8,603,749)
Net cash used in investing activities	**(6,398,122)**	**(8,603,749)**
Cash flow from financing acitivities		
Net proceeds from share premium	7,564,998	7,963,436
Net cash used in financing activities	**7,564,998**	**7,963,436**
Net (decrease)/ increase in cash	(103,553)	(1,901,238)
Cash and cash equivalents at beginning of the year	2,344,768	4,246,006
Cash and cash equivalents at end of the year	**2,241,215**	**2,344,768**

Notes to the Financial Statements

1) General

The Company was incorporated as a limited liability company under the laws of The Netherlands on 28 May 2003 and has its statutory seat in Amsterdam. The Company operates as private equity fund. The principal activity of the Company is to acquire substantial/controlling stakes in companies located in Slovenia, Croatia, Serbia, Bosnia and Herzegovina, Montenegro, Macedonia, Bulgaria, Romania and Moldova, actively improve them during the holding period and sell them to strategic players in the industry. These financial statements relate to the year ended 31 December 2008.

2) Basis of presentation

The accompanying accounts have been prepared in accordance with accounting principles generally accepted in the Netherlands and are in compliance with the provisions of the Dutch Civil Code, Book 2, Title 9.

The Company follows the accrual method of accounting in preparing its financial statements. Under the accrual method, the effects of transactions and other events on assets, liabilities and income are recognized and reported in the period to which they relate rather than when cash is paid or received.

In accordance with the amended and restated Subscription and Shareholders agreement, the Company makes capital calls in order to ensure sufficient funds are available for individual investments and ongoing expenses from time to time. The investors have committed, upon each capital call notice issued by the Company's director, to contribute capital in the total amount of EUR 66,500,000.

a) Financial fixed assets and derivatives

The investments and related derivatives in companies are stated at fair value as in accordance with guidelines as issued by European Private Equity and Venture Capital Association ("EVCA").

Fair value is defined as the amount for which an asset could be exchanged between knowledgeable willing parties in arms' length transaction.

With respect to the investments for which there is an active market, fair value is usually determined as being the price per share multiplied by the number of shares held by the Company, taking into consideration certain marketability discounts which may be appropriate. Where there is low liquidity with the investments listed on particular stock exchanges, fair value of those investments is based on their net asset value. In the absence of an active market for the investment, fair value is estimated by independent valuators using one of evaluation methodologies outlined in the EVCA guidelines which is deemed most appropriate given the nature, facts and circumstances of the investment itself and using reasonable assumptions and estimates. Such valuation methodologies could include discounted cashflows, valuations based upon earnings multiple and /or net asset value.

For the measurement of the financial fixed assets the Company uses assumptions. The assumptions used by the Company are as much as possible derived from clearly observable market sources. If possible the Company uses historic data to benchmark the validity of the assumptions. Many of the parameters are subject to uncertainty and the actual outcome may differ from that assumed. Such positive or negative variation may be material. This is cleary the case for the assumptions used in the valuation reports by the independent valuators and the assumptions and multiples used by management of the Company.

b) Intangible fixed assets

Intangible fixed assets, comprising set-up costs of the Company, are amortised on a straight line basis over a period of five years.

c) Assets and liabilities

All other assets and liabilities are shown at face value, unless stated otherwise in the notes.

d) Consolidation

The Company has taken advantage of article 407.1c and has not consolidated its investments as they are held solely for the purpose of disposal. For this reason, the Company has also taken advantage of article 389.9 and presented its investments in companies at fair value.

e) Foreign currencies

Assets and liabilities denominated in foreign currencies are translated into EUR at year-end rates. Foreign currency transactions are translated into EUR at exchange rates prevailing at the transaction date. Result from foreign currencies fluctuations are included in the profit and loss account.

f) Recognition of income and expenses

Dividends from investments are recorded as income when received. Other income and expenses, including taxation, are recognised and reported on accrual basis.

g) Corporate income tax

Provisions for taxation have been made in accordance with tax legislation and guidelines for companies in The Netherlands.

3) Investments in companies

During the year under report, additional investments into Farmalogist Holding and Postbank BH were made. Different valuation methods have been used for the valuations of companies as per end of 2008, which were approved by the Advisory Board on April 9, 2009.

Name	Domicile	Owned (Prior year)	31 Dec. 2008 EUR	31 Dec. 2007 EUR
Magnavita Holding a.d	Serbia	100% (100%)	4,154,000	12,790,903
Nova Banka a.d.	Bosnia & Herzegovina	35,72% (38.32%)	8,232,349	38,037,048
Atel Europe B.V.	The Netherlands	72.75% (83.11%)	2,881,204	3,502,255
Moldova Agroindbank S.A.	Moldova	4.71% (4.71%)	2,816,418	5,874,415
Karniola Communications B.V.	The Netherlands	100% (100%)	6,053,575	8,307,112
Gornji Grad d.o.o.	Croatia	55.36% (55.36%)	1,619,833	1,935,939
Postbank BH d.d.	Bosnia & Herzegovina	57.24% (48.30%)	2,000,000	5,327,661
Farmalogist Holding d.o.o.	Serbia	49% (49%)	10,705,030	6,300,000
			38,462,409	**82,075,333**

Movements in the investments in companies have been as follows:		
Balance as per 1 January	82,075,333	53,113,938
Acquisition of new investments	-	6,300,000
Additional investments in existing companies	6,398,122	2,303,749
Revaluation	(50,394,521)	20,243,335
Result from foreign exchange fluctuation	383,474	114,311
Write down of book value	-	-
Balance as per 31 December	**38,462,409**	**82,075,333**

The valuation technique used for the valuations compared to 2007			
Name	Domicile	2008	2007
Magnavita Holding a.d	Serbia	Independent valuation based on market comparables	Independent valuation based on equity value
Nova Banka a.d.	Bosnia & Herzegovina	0.7x NAV	Stock exchange
Atel Europe B.V.	The Netherlands	Independent valuation based on equity value/market comparables	Independent valuation based on equity value
Moldova Agroindbank S.A.	Moldova	0.7x NAV	Stock exchange
Karniola Communications B.V.	The Netherlands	NAV	NAV
Gornji Grad d.o.o.	Croatia	Independent valuation based on equity value/market comparables	Independent valuation based on equity value
Postbank BH d.d.	Bosnia & Herzegovina	Liquidation value	Stock exchange
Farmalogist Holding d.o.o.	Serbia	Independent valuation based on market comparables	Cost

The fair values of Magnavita Holding and Farmalogist Holding considered only the method of market comparables and were also adjusted for control premium and discount of illiquidity. The control premium and discount for liquidity is determined by the independent valuators based on market sources.

In order to reflect the true fair value of the banks listed on the local stock exchanges, taking in consideration a low liquidity of shares traded and financial crisis, Nova Banka, Moldova Agroindbank have been valued as a 0.7x of their net asset values as per end of 2008. The multipier is determined by the Fund management based on market sources.

The Postbank BH has been valued at a liquidation value by Fund management, since a chance of non-going concern is likely. The liquidation value is determined by the Fund management based on applicable scenarios. The net asset value of Postbank BH related to the investment of the Fund amounts to EUR 5.2 million.

Karniola Communications has been valued at its net asset value because the balance sheet of this investment is based on fair value. The result of all the revaluations is included in the profit and loss account.

4) Intangible fixed assets

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Capitalised fees	353,022	353,022
Amortisation	(353,022)	(303,258)
	-	**49,764**

Set up costs of the Company have been amortised on a straight line basis over a period of five years.

5) Prepayments and accrued income

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Advisory fees and reimbursements from investment companies	138,395	155,103
	138,395	**155,103**

6) Derivatives

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Value derivatives	916,950	-
Fair value derivatives	916,950	-

The Company entered in to a derivatives contract directly related to the acquisition of an additional interest in an investment. The valuation of the derivative is based on the fair value on the underlying investment taking into account the terms and conditions of the derivative contract.

Notes to the Financial Statements

7) Cash and cash equivalents

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Current account	241,215	344,768
Deposit account	2,000,000	2,000,000
	2,241,215	**2,344,768**

The deposit of EUR 2,000,000 is not at the free disposal of the Company.
The remaining cash balance is available on demand.

8) VAT receivable

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
VAT	13,168	25,685
	13,168	**25,685**

9) Accounts payable

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Audit fees	20,825	11,900
Tax advice and portfolio company valuation fees	30,600	3,375
Notary fees	18,063	3,910
Other accounts payable	3,507	3,507
	72,994	**22,692**

10) Capital and reserves

Authorised share capital	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
75,000 shares A of EUR 1 each	75,000	75,000
4,000 shares B of EUR 1 each	4,000	4,000
	79,000	**79,000**

Issued and fully paid up share capital	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
66,500 shares A of EUR 1 each	66,500	66,500
3,501 shares B of EUR 1 each	3,501	3,501
	70,001	**70,001**

Notes to the Financial Statements

	Issued and paid up capital	Share premium	Legal reserves	Accumulated result	Result for the year	Total
Balance as per 31 Dec. 2006	70,001	44,790,102	158,312	(3,285,513)	15,905,648	57,638,550
Paid-in / (repaid)	-	7,963,436	-	-	-	7,963,436
Appropriation of prior year result	-	-	-	15,905,648	(15,905,648)	-
Movement to reserves	-	-	(108,547)	108,547	-	-
Result for the year	**-**	**-**	**-**	**-**	**19,025,975**	**19,025,975**
Balance as per 31 Dec. 2007	70,001	52,753,538	49,765	12,728,682	19,025,975	84,627,961
Paid-in / (repaid)	-	7,564,998		-	-	7,564,998
Appropriation of prior year result	-	-	-	19,025,975	(19,025,975)	-
Movement to reserves	-	-	(49,765)	49,765	-	-
Result for the year	-	-	-		(50,493,818)	(50,493,818)
Balance as per 31 Dec. 2008	**70,001**	**60,318,536**	**-**	**31,804,422**	**(50,493,818)**	**41,699,142**
Shares Class A	66,500	60,318,536	-	25,443,538	(40,395,054)	33,359,313
Shares Class B	3,501	-	-	6,360,884	(10,098,764)	8,339,828
Balance as per 31 Dec. 2008	**70,001**	**60,318,536**	**-**	**31,804,422**	**(50,493,817)**	**41,699,142**

The legal reserve relates to the capitalized set-up costs of the Company.

In connection with the Company's new investments and recapitalisation (refer to Note 3), the Company made requests for additional capital calls from the investors. These calls were paid during the year and are recorded as an increase in the share premium. The investors have commited to contribute a total of EUR 66,500,000 via such capital calls.

In 2008 no capital distribution was paid to the shareholders in the form of return of the share premium.

Article 20 of the Articles of Association stipulates:

1. A dividend reserve shall be kept for every Class of shares, for the benefit of the holders of such shares. Each dividend reserve shall bear the same letter as the Class of shares to which it refers. If the profit so allows, a portion of it will be added to each dividend reserve with due observance of the provisions set out in this article.

2. The Company shall keep a share premium reserve A, containing the paid up share premium by the Class A shareholder.

3. No dividends and interim dividends will be paid until the complete share premium reserve A has been repaid to the Class A shareholders pro rata parte their share holding in the capital of the Fund. A repayment of share premium out of the share premium reserve A is allowed at any time, irrespective of the profits and losses the company made in certain year, in accordance with the provisions of the Dutch Civil Code.

4.a. Of the profits earned in the past financial year, first an amount shall be added to the dividend reserve A equal to six percent (6%) of the amount of the share premium reserve A, compounded annually with respect to such payment in arrears of the thirty-first of December of each year in respect to the prior period prorated on a daily basis for any partial period (the "the share premium return"), starting as of the day the contributions have been called up and paid and ending on the day the share premium reserve A has been repaid completely. Each time the amount of the share premium reserve A changes, the amount of the share premium return is calculated over the changed amount of the share premium reserve such prorated on a daily basis for any period the share premium reserve A is of the same amount.

4.b. If the profits do not permit an addition as contemplated in paragraph 4(a), the missing portion of such addition will be added to dividend reserve A out of the profits in any subsequent year, prior to any additions in the relevant year pursuant to paragraph 4.a.

5. Secondly, all dividends and interim dividends will be made to the holders of the Class B shares (i.e. the Incorporator I) until they have received an amount equal to twenty-five percent (25%) of the amount paid in accordance with paragraph 4.

6. Thirdly, all profits will be shared by the holders of Class A Shares and the holders of Class B Shares, pursuant to which eighty percent (80%) will be granted to the holders of the Class A Shares pro rata parte their shareholding and twenty percent (20%) to the holders of the Class B Shares pro rata parte their shareholding.

7. With due observance of the provisions set out above in this article, the profits shall be at the disposal of the general meeting.

8. Dividends may be paid only insofar as the Company's equity exceeds the paid-in and paid-up capital plus the reserves to be kept by law.

9. The Management may, with due observance of paragraph 8, resolve to pay interim dividends.

10. The Fund will make distributions to the Shareholders through the payment of an interim dividend or final dividend and/or the repayment of the share premium to the Shareholders.The Shareholders agree to vote in favor of any interim or final dividend and/or repayment of the share premium to the extent permitted by the laws of The Netherlands.

11) Result from revaluation of investments and derivatives

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Revaluation related to investments	(50,394,521)	20,243,335
Revaluation related to derivatives	916,950	-
	(49,477,570)	20,243,335

12) Advisory Service Income

Service income is derived from services rendered to investment companies, on the basis of service agreements.

13) Investment expenses

These expenses relate to services from third parties in order to support or to investigate the Company's potential targets and/or acquisitions of new investments.

14) Interest income

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Interest received on loans to related companies	-	135,653
Interest received from banks	120,954	95,255
	120,954	230,908

15) General and administrative expenses

	31 Dec. 2008	31 Dec. 2007
	EUR	EUR
Co - management fee	1,656,295	1,662,500
Director's fee	1,000	1,000
Administration fee	30,000	37,020
Audit fee	31,960	16,827
Legal advice	15,363	26,025
Tax advice	8,343	47,861
Other professional fees	8,458	-
Portfolio companies valuation expenses	41,634	5,275
General expenses	10,977	26,881
	1,804,030	**1,823,389**

16) Corporate income tax

The tax calculation for the Company takes into account the Dutch tax regulations and practice. The Company recorded a loss during the year under report and there will be no corporate income tax. The taxable loss can be offset against taxable profits in future years. As at 31 December 2008 the amount of tax losses carried forward is EUR 8,777,632 (2007: EUR 7,618,079).

17) Staff numbers and employment costs

The Company has no employees (2007: none) and hence incurred no wages, salaries or related social security charges during the current or previous year.

18) Directors

The Company has one managing director, who received the following remuneration.

Name	Legal seat	31 Dec. 2008	31 Dec. 2007
Poteza Capital Management B.V.	Amsterdam, The Netherlands	1,000	1,000

19) Contingent liabilities and commitments

According to the Amended and Restated Fund Management Agreement, the annual Co-management fee amounts to 2.5% of the total committed capital less the cost at which the Fund acquired investments which have been disposed of or writen off, which amounted to EUR 66,079,469 as at 31 December 2008 (2007: EUR 66,500,000). The fund entered in a Fund management agreement with Poteza Capital Management B.V.

Amsterdam, 17 April 2009

Supplementary Information

Appropriation of results

It is proposed to transfer the result for the year to the accumulated result.

Subsequent events

No events have occurred since the balance sheet date, which would change the financial position of the Company and which would require adjustment of or disclosure in the annual accounts now presented.

Auditors report

The auditor's report is set forth on the following page.

Auditor's Report

Report on the financial statements

We have audited the accompanying financial statements 2008 of Poteza Adriatic Fund B.V., Amsterdam, which comprise the balance sheet as at 31 December 2008, the profit and loss account for the year then ended and the notes.

Management's responsibility

Management is responsible for the preparation and fair presentation of the financial statements and for the preparation of the management board report, both in accordance with Part 9 of Book 2 of the Netherlands Civil Code. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the 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 the financial statements based on our audit. We conducted our audit in accordance with Dutch law. This law requires 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 financial statements give a true and fair view of the financial position of Poteza Adriatic Fund B.V. as at 31 December 2008, and of its result for the year then ended in accordance with Part 9 of Book 2 of the Netherlands Civil Code.

Report on other legal and regulatory requirements

Pursuant to the legal requirement under 2:393 sub 5 part f of the Netherlands Civil Code, we report, to the extent of our competence, that the management board report is consistent with the financial statements as required by 2:391 sub 4 of the Netherlands Civil Code.

Amstelveen, 29 April 2009

KPMG Accountants N.V.

H. Arendse

Fund's Corporate Action

Capital Calls

There were three capital calls made to the Fund's investors in 2008. In the first call 1.03% of committed capital was called, followed by 9.59% in the second and 0.75% in the third call. By the end of the year 2008, the investors paid in total 91.09% of the total committed capital.

Capital Distributions

The Fund made no capital distributions in 2008.

Advisory Board Meetings

There were four Advisory Board meetings held during the year 2008.
The first meeting was held on February 1, 2008, in Istanbul, Turkey. The main issue discussed was the discussion about the management of the Fund. Members of the Advisory Board acknowledged the change in key-men of the Fund's advisor and also agreed with the change of the Co-manager of the Fund.
The second meeting was held on March 14, 2007, in Amsterdam, The Netherlands. The members discussed the performance of the Fund's portfolio companies and approved their valuations for 2007. Preliminary non-audited 2007 financial statements of the Fund were presented and discussed.
The third meeting was held on September 26, 2008, in Zagreb, Croatia. The members were updated about the performance of the Fund in the first half of 2008 and about the performance of each of the portfolio companies. The budget of the Fund for 2009 was reviewed and approved unanimously. The members approved the valuation methods of the portfolio companies at the end of 2008 and agreed that third party valuators would be engaged for the valuations of four portfolio companies (Magnavita Holding, Akton, Gornji Grad and Farmalogist Holding). The members also suggested that average December 2008 market price will be used for Nova Banka, the average market price of the last quarter 2008 for MAIB, and book value of shareholders equity for Postbank. Furthermore, KPMG Accountants N.V. was nominated as the Fund's auditor for 2008 financial year.
The fourth meeting was held on December 9, 2008, in Opatija, Croatia. The members of the Advisory Board were presented with the performance of the banks, particularly with the sales process of Nova Banka and with the recapitalization process of Postbank BH. The valuation methods for Nova Banka and Moldova Agroindbank were amended, as suggested at the third meeting, considering the global crisis in the financial industry and low liquidities of banks' shares being traded on the particular stock markets. It was agreed that the lower of the net asset value or average market value would be used as a valuation method. Third party valuators for the valuations of Magnavita Holding, Akton, Gornji Grad and Farmalogist Holding were approved.

Fund's Corporate Action

Investment Committee Meetings

There were two Investment Committee Meetings held in the second quarter of 2008.
The first meeting took place on May 12, 2008 in Zagreb, Croatia. The Investment Committee members approved the proposed investment in the pharmaceutical wholesaler Farmegra, from Podgorica in Montenegro by way of equity increase of Farmalogist Holding from Serbia. Furthermore, Investment Committee members got acquainted with the selection of the exclusive sales agent for the divestment of Nova Banka and approved the engagement of Nomura International plc from London. They also approved the Shareholders Agreement with other shareholders of Nova Banka regarding the joint sale and payment of third party sales agent engaged for the purpose of divestment of Nova Banka. Update on the investment in Postbank BH was presented to the members and they were also informed about Fund's key activities and portfolio companies operations in 2007 and 2008.
The second meeting took place on May 27, 2008 in Trieste, Italy. The members approved the investment in the pharmaceutical wholesaler Medimpex, from Sarajevo in Bosnia and Herzegovina by way of equity increase and approved the investment costs connected with this investment. The Committee was also informed about the expiration of the five-year investment period of the Fund as of May 28, 2008.

Shareholders' Assembly

The General Shareholders' Assembly was held on June 30, 2008. Financial accounts of the Fund for the financial year 2007 were adopted and it was resolved that the result for the financial year would be transferred to the other reserves.

The extraordinary General Shareholders' Meeting was held on December 2, 2008. All proposals were unanimously adopted, being: extension of membership to the members of the Advisory Board and Investment Committee and approval of KPMG Accountants N.V. as the auditor of the Fund for the financial year 2008.

Other Corporate actions

As agreed at the Advisory Board meeting on February 1, 2008, the Fund has a new Co-manager (being CA Management N.V.) since February 15, 2008.
Mr. Klobcar and Mr. Petric resigned from their positions within the Fund's advisory company effective as of February 15, 2008. They were replaced by Mr. Batagelj and Mr. Dolenec.
Since Mr. Klobcar and Mr. Petric left the advisory company, they also resigned from their positions as members of the Supervisory Boards in the portfolio companies, namely Mr. Klobcar from Nova Banka and Postbank BH and Mr. Petric from Nova Banka. Their membership in the Advisory board of Moldova Agroindbank expired in the first quarter of 2008.

Aggregate Summary

Investee	Sector Code	Country	Total Commitment	Investment Cost (Disbursed)	Date of 1st disbursment	% Owned	Exit Proceeds	Exit Status	Date of Latest Exit / Valuation	Valuation of Remaining Investment	Assump-tions	Total Portfolio Performance	Multiple	IRR	Invest-ment Rating
Poteza Adriatic Fund (EUR)															
IBL Sistemi d.d.	170	Slovenia	420,531	420,531	Aug-03	90.00%	942,100	FR	Dec-05	0	FR	942,100	2.24	1365%	3
Magnavita Holding a.d.	160	Serbia	8,647,263	8,647,263	May-05	100.00%		UR	Dec-08	4,154,000	FV	4,154,000	0.48	-24.94%	0
Nova banka a.d.	142	Bosnia & Herzegovina	9,975,000	9,974,959	Jun-05	35.72%		UR	Dec-08	8,232,349	FV	8,232,349	0.83	-5.16%	1
Atel Europe B.V. (Akton d.o.o.)	154	Slovenia	6,098,680	6,237,549	Oct-05	72.75%		UR	Dec-08	2,881,204	FV	2,881,204	0.46	-26.60%	0
Moldova Agroindbank s.a.	142	Moldova	1,875,114	1,875,114	Mar-06	4.71%	305,305	UR	Dec-08	2,816,418	FV	3,121,723	1.50	21.40%	2
Karniola Communications B.V.	171	Netherlands	4,058,849	4,058,849	Jun-06	100.00%	410,000	UR	Dec-08	6,053,575	FV	6,463,575	1.49	21.66%	2
Gornji Grad d.o.o.	175	Croatia	1,860,000	1,860,000	Oct-06	55.36%		UR	Dec-08	1,619,833	FV	1,619,833	0.87	-6.15%	1
Postbank BH d.d.	142	Bosnia & Herzegovina	8,324,121	8,324,121	Dec-06	57.24%		UR	Dec-08	2,000,000	FV	2,000,000	0.24	-74.46%	0
Farmalogist Holding d.o.o.	168	Serbia	9,701,686	9,701,686	Jun-07	49.00%		UR	Dec-08	10,705,030	C	10,705,030	1.10	8.93%	2
TOTAL			**50,961,244**	**51,100,072**			**1,657,405**			**38,462,409**		**40,119,814**			

Investee Classification Entries	
General Data	
Investee:	Name of Investee company
Sector Code:	Industry code as per list opposite
Country:	Main country of operation
Investment Data	
Total Commitment:	Total commitment by Fund to Investee
Investment Cost:	Total amounts disbursed from Fund to Investee to date
Date of First Disbursement:	Date of first disbursement from Fund to Investee
% Owned:	Fund % ownership in Investee
	Ownership % reached, not current status
Exit Data	
Exit Proceeds:	All cash receipts from Investee (dividends, sale proceeds, etc) to date
Exit Status:	FR=Fully realised, PR=Partly realised, UR=Unrealised
Date of Latest Exit / Valuation	Date last exit proceeds received. If PR/UR, date of latest valuation
Portfolio Valuation	
Valuation of Rem. Investment:	Valuation of investment in Investee as per Fund's accounts
Assumptions:	WO=Written off, if investment 100% written down / off
	C=Cost, if valuation equals entry value
	MV=Market value, if listed on a stock market
	FV=Fair value, change in value due to e.g third party transaction, financial perf, put, partial write-down
	FR = Fully realised, i.e. if there is no investment left to value
Total Portfolio Performance:	Equals Exit Proceeds + Valuation of Remaining Investment
Valuation Multiple:	Equals Total Portfolio Performance versus Investment Cost
IRR:	XIRR formula, starts and ends with first and last cash flow for each investment

Ranking	
Investment Rating:	0=Loss, 1=Underperformer, 2=On plan, 3=Strong, 4=Outperformer
Choose one of the numbers - "No Opinion" "N/A" etc not allowed. The ranking should be based on Investee financial performance and exit expectations.	
It should relate to the original investment decision, rather than recent period changes. 0 (Loss) should be used when the investment return is expected to be negative.	

Sector Codes	
Gas and Sanitary Services	49
Non-classifiable establishment	99
Finance - Insurance	142
Pipelines	147
Transport Services	148
Telecommunications	154
Energy Generation	155
Mining and Minerals Processing	158
Oil and Gas Production	159
Primary Production	160
Forest and Paper	161
Food and Tobacco	163
Textile and Apparel Manufacturing	164
Construction	165
Heavy Manufacturing	166
Light Manufacturing	167
Pharmaceutical and Medical	168
Chemical Manufacturing	169
High Tech and Electronic	170
Service Industry	171
Computer Hardware and Software	172
Tourism and Leisure	173
Media	174
Wholesale and Retail Trade	175
Social Infrastructure	177

Gross IRR

EUR					31.12.2008				
Investee	**IBL Sistemi**	**Magnavita Holding**	**Nova Banka**	**Atel Europe**	**Moldova Agroind-bank**	**Karniola Commu-nications**	**Gornji Grad**	**Postbank BH**	**Farmalogist Holding**
Cash Outflows from Fund to Investee									
Purchase									
Equity Component	420,531	8,647,263	7,436,331	2,010,122	1,875,114	4,058,849	1,860,000	5,327,661	6,300,000
Debt Component									
Acquisition Costs							37,120	105,922	
Subsequent Funding Rounds			2,538,628	4,227,427				2,996,460	3,401,686
Cash Inflows to Fund from Investee									
Dividends Received					305,305	410,000			
Fees Received		87,637	110,000				15,000		21,000
Debt Repaid									
Interest Received			153,164	138,869					
Sale Proceeds:									
Return of Capital	420,531								
Capital Gains	521,569								
Total Net Cash Flow	**521,569**	**(8,559,625)**	**(9,711,795)**	**(6,098,680)**	**(1,569,809)**	**(3,648,849)**	**(1,882,120)**	**(8,430,043)**	**(9,680,686)**
Current Valuation		4,154,000	8,232,349	2,881,204	2,816,418	6,053,575	1,619,833	2,000,000	10,705,030
Realized gain/(loss)	521,569	-	-	-	-	-	-	-	-
Unrealized gain/(loss)	-	(4,405,625)	(1,479,446)	(3,217,476)	1,246,609	2,404,726	(262,287)	(6,430,043)	1,024,344
Multiple to Cost	1.24								
Holding Period (months)	16	43	42	38	33	30	26	24	18
Forecast exit (year)	2004	2010	2010	2011	2010	2010	2010	2011	2011
Terminal IRR *	1365%								
Exit Route **	Actual	Expected	Expected	Expected	Expected	Expected	Expected	Expected	Expected

EUR	31.12.2008
	Fund Total
Cash Outflows from Fund to Investees	
Purchase	
Equity Component	37,935,871
Debt Component	
Acquisition Costs	143,042
Subsequent Funding Rounds	13,164,201
Cash Inflows to Fund from Investees	
Dividends Received	715,305
Fees Received	233,637
Debt Repaid	
Interest Received	292,033
Sale Proceeds:	
Return of Capital	420,531
Capital Gains	521,569
Total Net Cash Flow	**(49,060,038)**
Current Valuation	38,462,409
Realized gain/(loss)	521,569
Unrealized gain/(loss)	(11,119,198)
Multiple to Cost	
Average Holding Period (months)	29
Forecast exit (year)	2011
Terminal IRR *	

* Terminal IRR: Don't calculate until fully divested

** Exit Route: Expected, then actual when divested

Sources & Uses of Called Capital

Actual Cashflows

Sources & Uses in EUR	31.12.2003	31.12.2004	31.12.2005	31.12.2006	31.12.2007	31.12.2008	31.3.2009	Total to date	% of Total to date
Sources (Cash Inflows to Fund)									
Capital called: Investments	420,531	0	14,443,058	24,444,000	6,910,000	5,958,000	0	52,175,589	80.74%
Fees	434,617	174,596	1,663,500	1,663,500	1,147,625	1,379,669	15,038	6,478,545	10.03%
Expenses	70,743	165,413	753,892	490,000	0	212,293	0	1,692,341	2.62%
Start up costs	300,000	0	0	0	0	0	0	300,000	0.46%
Unallocated Reserve	304,109	-300,608	0	0	0	0	0	3,501	0.01%
Dividends received from investees	0	0	0	96,777	364,184	253,512	0	714,473	1.11%
Interest received	0	0	0	328,025	165,479	124,634	0	618,138	0.96%
Fees received from investees	5,000	10,000	52,637	97,657	119,271	66,542	1,000	352,107	0.54%
Other income received	9,685	168,758	133,565	340,126	141,165	41,227	7,165	841,690	1.30%
Borrowing	0	0	0	0	0	0	0	0	0.00%
Loans repaid to Fund	0	0	0	515,625	0	0	0	515,625	0.80%
Proceeds from sale	821,975	1,877	103,248	0	0	0		927,100	1.43%
Total Sources	2,366,660	220,036	17,149,900	27,975,709	8,847,724	8,035,877	23,203	64,619,109	100.00%
Uses (Cash outflows from Fund)									
Establishment costs	258,166	94,856	0	0	0	0	0	353,022	0.55%
Investments in companies	420,531	0	14,321,541	21,356,105	8,603,749	6,398,145	0	51,100,072	79.06%
Management fees	434,617	1,222,147	1,663,500	1,663,500	1,663,500	1,657,295	160,000	8,464,559	13.10%
Operating costs	47,009	70,708	510,840	768,676	387,531	173,950	27,617	1,958,714	3.03%
Carry paid to Manager	0	0	0	0	0	0	0	0	0
Return of Capital to Shareholders	0	0	0	97,609	94,184	0	0	191,793	0
Profit paid to Shareholders	0	0	0	0	0	0	0	0	0
Interest paid to Shareholders	0	0	0	0	0	0	0	0	0
Dividends paid to Shareholders	0	0	0	0	0	0	0	0	0
Fees paid to Shareholders	0	0	0	0	0	0	0	0	0
Loans made by Fund and bank deposits	0	0	515,625	2,000,000	0	0	0	2,515,625	3.89%
Borrowing repaid by Fund	0	0	0	0	0	0	0	0	0.00%
Interest paid on borrowing	0	0	0	20,868	0	0	0	20,868	0.03%
Total Uses	**1,160,323**	**1,387,711**	**17,011,506**	**25,906,759**	**10,748,964**	**8,229,391**	**187,617**	**64,632,270**	**100.00%**
Total cash flow	**1,206,337**	**-1,167,675**	**138,394**	**2,068,950**	**-1,901,239**	**-193,513**	**-164,414**	**-13,161**	
Total items increasing gross/Net wedge	**739,792**	**1,387,711**	**2,174,340**	**2,453,044**	**2,051,031**	**1,831,245**	**187,617**	**10,824,780**	
Contingent Liabilities	**0**	**0**	**0**	**0**	**0**	**0**		**0**	
Contracted	0	0	0	0	0	0		0	
Removed	0	0	0	0	0	0		0	
Total	**0**	**0**	**0**	**0**	**0**	**0**		**0**	

Fund Compliance Checklist

	Compliance Item	Details of Requirements	Compliant?	Proof of Compliance
✓	Stagewise exposure limits %	Not Applicable	Not Applicable	Not Applicable
✓	Geographical exposure limits %	30% per Country	Yes	Investment Portfolio
✓	Sectoral exposure limits %	30% per Sector	Yes	Investment Portfolio
✓	Length of Investment Period	5 years (60 months)	Yes	Finished on 28.5.2008
✓	% Committed Prior to next Fund Raised	75%	Yes	No Other Fund Raised
✓	Calculation of management fees post-investment period	2,5% of Total Commited Capital decreased for 'Disposed assets Acquisition Costs'	Yes	Financial Statements
✓	Expense limits vs actuals	Amended and restated Subscription and Shareholders Agreement	Yes	Financial Statements
✓	Any staff changes that might trigger key man clause?	2 Key Men since the first quarter of 2008	Yes	Advisory Board Meetings Minutes
✓	Environmental & Social	Amended and restated Subscription and Shareholders Agreement	Yes	No Current Risk
✓	Reporting	Quarterly	Yes	Reports sent
✓	Cash management	Maximum EUR 200,000 Plus Reserve for Next Quarter	Yes	Financial Statements
✓	Conflicts as reported to the conflicts committee	Must Be Disclosed	Yes	Advisory Board Meetings Minutes
✓	Money Laundering	EU Law Compliant	Yes	No Conflict

Fees

FEE DETAILS in EUR	2003	2004	2005	2006	2007	2008
1. Fees to Manager from Investees						
1.1 Arrangement fees	0	0	0	0	0	0
1.2 Director/Monitoring fees	0	0	0	0	0	0
1.3 Broken deal costs paid to Manager by investees	0	0	0	0	0	0
1.4 Other fees from investees	0	0	0	0	0	0
1.5 Less: Credit to Shareholders against Mgt fee for fees from investees if specified	0	0	0	0	0	0
Subtotal:	0	0	0	0	0	0
2. Fees to Manager from Fund						
2.1 Management fees for the period from Fund	434,617	1,222,147	1,663,500	1,663,500	1,663,500	1,657,295
2.2 Less deal-specific costs to be covered by Fund:	0	0	0	0	0	0
- broken deal costs	0	0	50,683	0	0	15,692
- underwriting fees	0	0	0	0	0	0
- etc	0	0	0	0	0	0
Subtotal:	0	0	0	0	0	0
NET fee income of manager	**434,617**	**1,222,147**	**1,612,817**	**1,663,500**	**1,663,500**	**1,641,603**
Carried interest paid	0	0	0	0	0	0
Carried interest earned	0	0	0	0	0	0
Potential clawback value	0	0	0	0	0	0

Poteza Adriatic Fund B.V.
Prins Bernhardplein 200
1097 JB Amsterdam
The Netherlands

Managed by: Poteza Capital Management B.V. and CA Management N.V.