

TRANSLATION FROM ESTONIAN

TRIGON SECOND WAVE FUND
TRIGON TEISE LAINE FOND

INTERIM REPORT 6 months 2008

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Short Description and Contact Details of Trigon Second Wave Fund

Name

Investment fund Trigon Second Wave Fund (*Trigon Teise Laine Fond in the Estonian language*)

Location

Pärnu mnt. 15
10141 Tallinn
Estonia

Phone: + 372 6 679 200
Fax: + 372 6 679 221

Main activities

The Fund offers the investors to invest in the equity markets of the countries that are expected to join the European Union in near future (including Romania, Bulgaria, Croatia and other Balkan countries). The objective of the Fund's activities is long-term capital growth.

Fund Management Company

AS Trigon Funds

Fund managers

Mehis Raud

Depository

AS Hansapank

Period covered in the interim report

January 1st 2008 till June 30th 2008

FINANCIAL STATEMENTS

The Confirmation Regarding the Interim Financial Report by the Management Board of the Fund Management Company

The Management Board of the fund management company confirms that the interim financial report for the first six months of 2008 of the Trigon Second Wave Fund as follows on pages 5 to 17 is fair and complete.

The Management Board of the fund management company confirms that:

1. the principles, accounting methods and valuation principles that have been used for compiling the financial statements comply with the Accounting Act, Investment Funds Act and the generally accepted accounting principles;
2. the financial statements give a true and fair view of the financial position of the fund and the results of its operations;
3. Trigon Second Wave Fund is a going concern.

Mehis Raud
AS Trigon Funds
Member of the Management Board

Riku Wiitala
AS Trigon Funds
Member of the Management Board

Jouni Nissinen
AS Trigon Funds
Member of the Management Board

In Tallinn, on August 26th, 2008

Balance Sheet

In EEK

ASSETS	Note	30.06.2008	31.12.2007
Securities			
Equities and units		673 903 430	1 117 656 436
Bonds		0	0
Derivatives	Note 5	700 674	2 043 240
Total securities		674 604 105	1 119 699 676
Deposits			
Cash and bank		88 930 732	118 349 731
Structured deposits		0	81 073 636
Total deposits		88 930 732	199 423 367
Other assets			
Accrued income	Note 3	5 573 681	390 227
Prepayment for unsettled trades		133 281	0
Miscellaneous receivables	Note 2	2 230 318	12 865 904
Total other assets		7 937 279	13 256 131
TOTAL ASSETS		771 472 116	1 332 379 174
LIABILITIES AND EQUITY			
Liabilities			
Payable to fund management company		1 292 583	2 742 707
Payable to depositary		242 256	413 783
Other payables		18 450	27 630
Unsettled securities transactions		20 406 076	0
Payable for redeemed fund units		1 756 254	356 234
Total liabilities		23 715 619	3 540 354
Fund's net asset value		747 756 497	1 328 838 820
TOTAL LIABILITIES AND EQUITY		771 472 116	1 332 379 174

Statement of investments

In EEK as at 30 June 2008

Name/Issuer	Country code	Maturity	Nominal value	Currency	Quantity	Average acquisition cost per item	Average acquisition cost total	Market value per item	Market value total	Interest	Share in market value of the net assets of the Fund
Shares											
ADRS GRUPA D.D. PREF	HR		10	HRK	36,412	899.97	32,769,588	799.34	29,105,642		3.77%
ADVANCE TERRAFUND SHARE	BG		1	BGN	1,159,757	10.08	11,689,776	15.20	17,626,391		2.28%
ALBENA	BG		1	BGN	4,887	420.11	2,053,099	649.13	3,172,296		0.41%
ALTUR SLATINA	RO		1	RON	13,220,550	0.81	10,757,745	0.31	4,124,344		0.53%
AZOMURES SA	RO		0	RON	992,900	1.72	1,706,951	2.77	2,751,909		0.36%
BAGFAS BANDIRMA GUBRE FABRIK	TR		1	TRY	3,875	1,389.82	5,385,536	1,266.78	4,908,758		0.64%
BANVIT BANDIRMA VITAMINLI	TR		1	TRY	80,000	22.41	1,793,187	22.41	1,792,976		0.23%
BLAGOEVGRAD-BT	BG		1	BGN	18,429	764.20	14,083,452	719.92	13,267,438		1.72%
BM REAL ESTATE FUND	BG		1	BGN	756,000	12.43	9,398,327	14.78	11,175,490		1.45%
BUDUCNOST NOVI SAD AD	RS		1	RSD	4,002	2,155.33	8,625,623	2,686.86	10,752,823		1.39%
BULGARIA REAL ESTATE FUND	BG		1	BGN	2,493,923	11.25	28,057,146	13.52	33,714,176		4.37%
BULGARTABAC	BG		1	BGN	42,059	305.44	12,846,389	227.98	9,588,410		1.24%
C.N.T.E.E. TRANSELECTRICA SA	RO		10	RON	43,684	149.66	6,537,952	101.84	4,448,765		0.58%
CAPTAN DIADO NICOLA AD	BG		1	BGN	5,249	485.70	2,549,420	471.95	2,477,259		0.32%
CELEBI HAVA SERVISI	TR		1	TRY	37,000	60.68	2,245,285	65.37	2,418,650		0.31%
COMIC SA CONSTANTA	RO		0	RON	17,724	127.29	2,256,059	73.05	1,294,731		0.17%
COMP SA COMMON SHARE	RO		0	RON	3,532,400	6.42	22,665,291	4.30	15,178,842		1.97%
COMPENSATION VOUCHER-BULGARIAN	BG		1	BGN	196	3.03	594	3.21	629		0.00%
COMVEX	RO		3	RON	113,273	96.49	10,929,530	176.18	19,956,254		2.59%
DUCTIL SA	RO		1	RON	1,276,815	3.00	3,831,518	4.60	5,870,573		0.76%
EFORIE SA SHARE	RO		0	RON	2,688,700	3.74	10,049,213	6.83	18,369,961		2.38%
ERSTE BANK	AT		1	EUR	45,739	614.22	28,093,877	618.62	28,295,201		3.67%
FLAMINGO	RO		0	RON	29,815,300	1.36	40,612,300	0.92	27,288,996		3.54%
GRADITELJ AD	RS		1	RSD	13	11,427.91	148,563	12,936.74	168,178		0.02%
HRVATSKI TELEKOM DD	HR		100	HRK	12,320	699.61	8,619,180	589.78	7,266,149		0.94%
ICMRS GALATI	RO		1	RON	491,500	3.31	1,625,511	0.95	464,638		0.60%
IMMO EAST IMMOBILIEN ANLAGEN	AT		1	EUR	372,500	95.42	35,544,811	88.08	32,811,351		4.25%
IMPACT(RO)	RO		0	RON	8,058,593	1.88	15,131,015	1.01	8,172,219		1.06%
INDUSTRIAL HOLDING BULGARIA	BG		1	BGN	406,115	25.98	10,552,112	55.99	22,739,969		2.95%
KOC HOLDING AS	TR		1	TRY	400,000	27.58	11,030,391	27.12	10,848,803		1.41%
KOKA DD VARAZDIN	HR		200	HRK	3,326	1,498.32	4,983,423	966.77	3,215,483		0.42%
KZ - ZAPISI COMPENSATION NOTE	BG		1	BGN	178	2.66	474	3.23	575		0.00%
LC ROMANIA PROPERTY FUND LTD	GB		1	GBP	1,014,286	32.56	33,021,130	17.86	18,110,500		2.35%
LC SOFIA PROPERTY FUND	GB		1	GBP	1,247,000	18.56	23,145,211	12.02	14,987,718		1.94%
MECANICA CEAHLAU PLATRA NEAMT	RO		0	RON	4,655,800	1.13	5,242,405	1.61	7,502,299		0.97%
MEDELA AD VRBAS	RS		6780	RSD	1,228	5,102.03	6,265,297	3,980.54	4,888,099		0.63%
MJ MAILIS ROMANIA(RO)	RO		1	RON	543,690	9.41	5,117,571	16.59	9,017,942		1.17%
OMV AG	AT		1	EUR	10,000	772.18	7,721,829	780.08	7,800,846		1.01%
PRIME PROPERTY BG REIT	BG		1	BGN	2,057,460	4.84	9,964,283	11.92	24,322,259		3.18%
PRIVREDNA BANKA ZAGREB	HR		100	HRK	1,512	2,565.42	3,878,909	2,117.11	3,201,072		0.41%
RAIFFAISEN BANK	AT		1	EUR	9,231	1,424.14	13,146,193	1,269.95	11,722,864		1.52%
SEE REAL ESTATE	DE		1	EUR	80,000	156.46	12,516,400	69.94	5,594,831		0.73%
SEKERBANK	TR		1	TRY	450,000	17.77	7,994,443	19.33	8,696,907		1.13%
SIF BANAT CRISANA(RO)	RO		0	RON	1,564,200	11.22	17,547,374	8.51	13,308,412		1.73%
SIF MOLDOVA (RON)	RO		0	RON	1,775,000	11.35	20,149,223	8.21	14,568,019		1.89%
SIF MUNTENIA(RO)	RO		0	RON	1,436,500	8.86	12,722,105	6.27	9,012,126		1.17%
SIF OLTENIA (RON)	RO		0	RON	653,500	12.81	8,369,397	11.47	7,497,658		0.97%
SIF TRANSILVANIA (RON)	RO		0	RON	1,672,000	5.61	9,376,382	5.97	9,986,650		1.29%
SINERGON HOLDING	BG		1	BGN	175,521	114.81	20,151,385	61.75	10,838,999		1.40%
SLOGA AD NOVI PAZAR	RS		1	RSD	27,700	385.99	10,691,819	377.95	10,469,270		1.36%
SNP PETROM (RON)	RO		0	RON	500,000	1.93	966,221	1.99	994,763		0.13%
SOFIA -BT	BG		1	BGN	25,231	778.83	19,650,594	599.93	15,136,854		1.96%
STIROM	RO		3	RON	181,600	62.79	11,402,637	55.86	10,144,437		1.31%
TELEFONIA AD	RS		950	RSD	3,030	175.19	530,838	1,084.70	3,286,630		0.43%
TRIGON ADRIATIC PROPERTY I	EE		10	EUR	49,505	158.02	7,822,750	158.02	7,822,750		1.01%
TUPRAS-TURKIYE PETROL RAFINIER	TR		1	TRY	35,000	221.10	7,738,385	229.40	8,029,007		1.04%
TURKIYE GARANTI BANKASI	TR		1	TRY	936,000	26.14	24,463,657	22.90	21,433,856		2.78%
VIENNA INSURANCE GROUP	AT		1	EUR	61,572	760.06	46,798,656	656.17	40,401,839		5.24%
VIMETCO NV GDR	NL		0	USD	204,910	109.17	22,369,021	85.39	17,497,561		2.27%
ZITOSREM AD INDHA	RS		3000	RSD	2,647	1,840.96	4,873,016	1,572.11	4,161,383		0.54%
Total shares							730,210,469		673,903,430		87.35%
Derivatives											
ERSTE JUL08 PUT@46/HANSA	EE	19/07/2008		EUR			190,562.00		700,674		0.09%
Total derivatives							190,562		700,674		0.09%
Total securities							730,401,031		674,604,104		87.44%

Name/Issuer	Country code	Maturity	Nominal value	Currency	Quantity	Average acquisition cost per item	Average acquisition cost total	Market value per item	Market value total	Interest	Share in market value of the net assets of the Fund
Deposits											
DEMAND DEPOSIT	EE			EEK					38,446,084		4.98%
OVERNIGHT DEPOSIT-HANSAPANK(EEK)	EE	01/07/2008		EEK			2,408,894		2,409,199	4.55%	0.31%
OVERNIGHT DEPOSIT-HANSAPANK(EUR)	EE	01/07/2008		EUR			44,555,309		44,559,813	3.64%	5.78%
OVERNIGHT DEPOSIT-HANSAPANK(USD)	EE	01/07/2008		USD			3,520,445		3,520,612	1.71%	0.46%
Total deposits							50,484,648		88,935,708		11.53%
<i>* Accrued interest on deposits has been added in amount of 4975.19 kroons, which is recognised in the balance sheet on line "Accrued income".</i>											
Total investments							780,885,679		763,539,812		98.97%
Other Assets											
Miscellaneous receivables (uncollected amounts for unsettled trades)									2,230,318		0.29%
Accrued income (uncollected dividends)									5,418,409		0.70%
Accrued income (uncollected tax from dividends)									150,296		0.02%
Prepayment for unsettled trades									133,281		0.02%
Total other assets									7,932,304		1.03%
Total assets of the Fund									771,472,116		100.00%

Distribution of investments	30.06.2008	
	Amount	Share
Securities entered into the stock exchange lists	666 080 680	86.3%
Structured deposits	0	0.0%
Other securities	8 523 424	1.1%
Cash, deposits, miscellaneous receivables and accrued income	96 868 012	12.6%
<i>Total</i>	<i>771 472 116</i>	<i>100.0%</i>

In EEK as at 31 December 2007

Name/Issuer	Country code	Maturity	Nominal value	Currency	Quantity	Average acquisition cost per item	Average acquisition cost total	Market value per item	Market value total	Interest	Share in market value of the net assets of the Fund
Shares											
ADRIS GRUPA D.D. PREF	HR		10	HRK	51,515	888.93	45,793,380	1,236.88	63,718,013		4.78%
ADVANCE TERRAFUND SHARE	BG		1	BGN	1,165,000	10.08	11,742,623	16.24	18,917,544		1.42%
AGRO FINANCE REIT SOFIA	BG		1	BGN	710,930	8.81	6,264,866	11.20	7,961,551		0.60%
ALBALACT	RO		0	RON	2,246,143	0.44	997,932	3.13	7,034,659		0.53%
ALBENA	BG		1	BGN	4,887	420.11	2,053,099	947.89	4,632,334		0.35%
ALCOMET AD SHARE	BG		1	BGN	16,837	45.13	759,872	135.99	2,289,583		0.17%
ALTUR SLATINA	RO		1	RON	13,220,550	0.81	10,757,745	0.44	5,865,741		0.44%
BANINI AD	RS		4,240	RSD	2,416	10,527.13	25,433,546	11,288.73	27,273,563		2.05%
BLAGOEVGRAD-BT	BG		1	BGN	18,429	764.20	14,083,452	719.92	13,267,438		1.00%
BM REAL ESTATE FUND	BG		1	BGN	756,000	12.43	9,398,327	16.80	12,699,420		0.95%
BULGARIA REAL ESTATE FUND	BG		1	BGN	2,329,650	10.36	24,138,841	17.04	39,692,923		2.98%
BULGARTABAC	BG		1	BGN	42,059	305.44	12,846,389	247.97	10,429,499		0.78%
C.N.T.E.E. TRANSELECTRICA SA	RO		10	RON	69,684	133.06	9,272,438	173.99	12,124,567		0.91%
CAPTAN DIADO NICOLA AD	BG		1	BGN	5,249	485.70	2,549,420	1,583.83	8,313,513		0.62%
COMCM SA CONSTANTA	RO		0	RON	2,632	888.32	2,338,054	1,537.67	4,047,142		0.30%
COMINCO BUCURESTI	RO		3	RON	4,417	512.99	2,265,870	434.98	1,921,324		0.14%
COMP SA COMMON SHARE	RO		0	RON	3,732,400	6.30	23,528,694	7.18	26,788,308		2.01%
COMPENSATION VOUCHER-BULGARIAN	BG		1	BGN	196	3.03	594	3.52	690		0.00%
COMVEX	RO		3	RON	113,273	96.49	10,929,530	204.44	23,157,806		1.74%
DUCTIL SA	RO		1	RON	1,343,715	3.00	4,032,274	5.96	8,007,573		0.60%
EFORIE SA SHARE	RO		0	RON	2,688,700	3.74	10,049,213	8.53	22,923,006		1.72%
ERSTE BANK	AT		1	EUR	172,739	802.12	138,557,376	758.81	131,075,519		9.84%
FLAMINGO	RO		0	RON	20,056,300	1.62	32,397,438	1.50	30,098,376		2.26%
GRADITELJ AD	RS		0	RSD	13	11,427.91	148,563	11,096.28	144,252		0.01%
ICMRS GALATI	RO		1	RON	491,500	3.31	1,625,511	3.02	1,485,872		0.11%
IMPACT(RO)	RO		0	RON	6,974,414	1.89	13,177,929	2.17	15,168,788		1.14%
INDUSTRIAL HOLDING BULGARIA	BG		1	BGN	406,115	25.98	10,552,112	95.17	38,648,202		2.90%
KOKA DD VARAZDIN	HR		200	HRK	3,326	1,498.32	4,983,423	1,514.12	5,035,947		0.38%
KZ - ZAPISI COMPENSATION NOTE	BG		1	BGN	178	2.66	474	3.52	627		0.00%
LC ROMANIA PROPERTY FUND LTD	GB		1	GBP	1,014,286	32.56	33,021,130	28.25	28,649,684		2.15%
LC SOFIA PROPERTY FUND	GB		1	GBP	1,500,000	18.30	27,457,193	17.77	26,650,332		2.00%
MECANICA CEAHLAU PIATRA NEAMT	RO		0	RON	4,702,000	1.35	6,328,215	2.70	12,680,824		0.95%
MEDELA AD VRBAS	RS		6,780	RSD	1,228	5,102.03	6,265,297	4,662.11	5,725,065		0.43%
METALAC A.A GORNJI MILANOVAC	RS		400	RSD	15,500	823.60	12,765,856	843.78	13,078,555		0.98%
MJ MAILLIS ROMANIA(RO)	RO		1	RON	543,690	9.41	5,117,571	18.05	9,814,600		0.74%
OMV AG	AT		1	EUR	91,219	733.39	66,898,692	867.07	79,093,588		5.94%
PRIME PROPERTY BG REIT	BG		0	BGN	3,222,470	7.15	23,034,844	13.04	42,016,443		3.15%
RAIFFAISEN BANK	AT		1	EUR	61,144	1,664.81	101,793,356	1,620.87	99,106,708		7.44%
SANTIERUL NAVAL ORSOVA SA	RO		3	RON	158,300	27.63	4,373,176	66.55	10,535,266		0.79%
SEE REAL ESTATE	DE		1	EUR	80,000	156.46	12,516,400	85.74	6,858,987		0.51%
SIF BANAT CRISANA(RO)	RO		0	RON	431,300	17.72	7,643,031	15.44	6,660,103		0.50%
SIF MOLDOVA (RO)	RO		0	RON	1,025,000	15.22	15,605,310	15.14	15,515,875		1.16%
SIF MUNTENIA(RO)	RO		0	RON	636,500	11.34	7,215,300	10.48	6,672,500		0.50%
SIF TRANSILVANIA (RO)	RO		0	RON	872,000	4.20	3,659,728	10.09	8,799,898		0.66%
SINERCON HOLDING	BG		1	BGN	175,521	114.81	20,151,385	113.64	19,945,443		1.50%
SLOGA AD NOVI PAZAR	RS		1	RSD	27,700	385.99	10,691,819	376.75	10,436,080		0.78%
SNP PETROM (RO)	RO		0	RON	3,961	2.25	8,926	2.16	8,563		0.00%
SOHIA-BT	BG		1	BGN	25,231	778.83	19,650,594	735.52	18,557,907		1.39%
STIROM	RO		3	RON	181,600	62.79	11,402,637	98.74	17,931,427		1.35%
TELEFONIJA AD	RS		950	RSD	12,306	203.70	2,506,713	2,281.55	28,076,788		2.11%
VIMEFCO NV GDR	NL		0	USD	530,001	105.82	56,084,283	102.39	54,269,358		4.07%
WIENER SV AG VIENNA INSURANCE	AT		0	EUR	34,572	778.50	26,914,189	860.50	29,749,292		2.23%
ZAGREBACKA PIVOVARA D.D	HR		300	HRK	1,798	7,651.48	13,757,359	10,774.74	19,372,985		1.45%
ZITOSREM AD INDIJA	RS		3,000	RSD	2,647	1,840.96	4,873,016	1,785.56	4,726,385		0.35%
Total shares							930,415,005		1,117,656,436		83.88%
Derivatives											
ERSTEBANK JAN08 PUT @ 48	EE	19/01/2008		EUR			1,770,806.04		1,023,354		0.08%
ERSTEBANK JAN08 PUT @ 48	EE	19/01/2008		EUR			1,770,806.04		311,777		0.02%
ERSTEBANK JAN08 PUT @ 50	EE	19/01/2008		EUR			277,336.83		332,800		0.02%
ERSTEBANK JAN08 PUT @46	EE	19/01/2008		EUR			447,461.30		111,959		0.01%
OMV JAN08 PUT @ 54	EE	19/01/2008		EUR			195,568.75		126,225		0.01%
OMV JAN08 PUT @52	EE	19/01/2008		EUR			226,859.75		94,480		0.01%
OMV JAN08 PUT@48	EE	19/01/2008		EUR			409,912.10		5,341		0.00%
OMV JAN08 PUT@50	EE	19/01/2008		EUR			292,883.76		27,082		0.00%
OMV JAN08 Put@48	EE	19/01/2008		EUR			706,105.66		10,221		0.00%
Total derivatives							6,097,740		2,043,239		0.15%
Total securities							936,512,745		1,119,699,675		84.04%

Name/Issuer	Country code	Maturity	Nominal value	Currency	Quantity	Average acquisition cost per item	Average acquisition cost total	Market value per item	Market value total	Interest	Share in market value of the net assets of the Fund
Deposits											
DEMAND DEPOSIT	EE			EEK					104,822,297		7.87%
OVERNIGHT DEPOSIT-HANSAPANK(EEK)	EE	01/01/2008		EEK			1,105,670.0		1,105,831	5.25%	0.08%
OVERNIGHT DEPOSIT-HANSAPANK(EUR)	EE	01/01/2008		EUR			6,699,138.0		6,699,806	3.59%	0.50%
OVERNIGHT DEPOSIT-HANSAPANK(GPB)	EE	01/01/2008		GBP			5,722,626.0		5,723,262	3.99%	0.43%
HP DEPOSIT ERSTE 30.06.2008	EE	30/06/2008		EUR			40,678,300		40,564,394		3.04%
HP DEPOSIT RZB 30.06.2008	EE	30/06/2008		EUR			40,678,300		40,509,242		3.04%
Total deposits							94,884,034		199,424,832		14.97%
<i>* Accrued interest on deposits has been added in amount of 1464.39 kroons, which is recognised in the balance sheet on line "Accrued income".</i>											
Total investments							1,031,396,779		1,319,124,507		99.01%
Other Assets											
Miscellaneous receivables (uncollected amounts for unsettled trades)									12,841,122		0.96%
Miscellaneous receivables (uncollected amounts for subscriptions)									24,782		0.00%
Accrued income (uncollected dividends)									388,762		0.03%
Total other assets									13,254,666		0.99%
Total assets of the Fund									1,332,379,173		100.00%

Distribution of investments	31.12.2007	
	Amount	Share
Securities entered into the stock exchange lists	1117656436	83.9%
Structured deposits	81 073 636	6.1%
Other securities	2 043 240	0.2%
Cash, deposits, miscellaneous receivables and accrued income	131 605 862	9.9%
<i>Total</i>	<i>1 332 379 174</i>	<i>100.0%</i>

Income Statement

In EEK

	Note	01.01-30.06.2008	01.01-30.06.2007
I. Net gain on investments			
1.1. On equities and units			
1.1.1. Sales gain / loss		-15 546 549	248 885 191
1.1.2. Unrealised gain /loss		-240 330 419	262 782 571
1.1.3. Dividends		8 848 394	16 992 930
1.2. Bonds			
1.2.1. Sales gain/ loss		-683 395	-587 450
1.2.2. Unrealised gain /loss		282 964	900 437
1.2.3. Interest income		0	0
1.3. On deposits			
1.3.1 Interest income on deposits		1 213 038	3 149 415
1.3.2 Change in fair value of structured deposits		0	-1 421 073
1.4. On derivatives			
1.4.1 Sales gain/ loss		11 481 949	-7 384 577
1.4.2 Unrealised gain/loss		2 793 806	-367 192
Total net gain on investments		-231 940 212	522 950 253
II. Other income			
2.1. Foreign exchange gains		-13 080 666	22 272 248
Total other income		-13 080 666	22 272 248
TOTAL INCOME		-245 020 878	545 222 500
EXPENSES			
III Operating expenses			
3.1. Management fees		9 125 454	15 191 343
3.2. Performance fees		0	98 089 899
3.3. Depository charges		1 679 602	2 781 531
3.4. Transaction costs	Note 4	249 198	774 694
3.5. Other expenses		111 561	527
Total operating expenses		11 165 815	116 837 995
TOTAL EXPENSES		11 165 815	116 837 995
NET RESULT OF THE FUND		-256 186 694	428 384 505

Statement of Movements in the Fund's Assets

In EEK

	01.01-30.06.2008	01.01-30.06.2007
Net asset value of the Fund at the beginning of the reporting period	1 328 838 820	1 341 309 835
Cash received for units	29 386 961	429 878 860
Cash paid for units	353 506 924	613 079 236
Subscription and redemption fees (total) paid to the Fund Management Company	775 667	1 862 435
Net result of the Fund	-256 186 694	428 384 505
Net asset value of the Fund at the end of the period	747 756 497	1 584 631 529
Number of units in circulation at end of the reporting period	3 340 094.657	1 599 126.322
incl. Type 1	2 264 842.692	3 964 803.649
Type 2 (eQ Toinen Aalto)	647 711.934	912 872.884
Type 3	427 540.031	686 253.438
Unit's net asset value at end of the period		
Type 1	217.6886	280.2095
Type 2 (eQ Toinen Aalto)	314.6447	404.9604
Type 3	119.1164	151.5162

Notes to the financial statements

NOTE 1 Accounting policies

The financial statements of the investment fund Trigon Second Wave Fund have been prepared in Estonian kroons and pursuant to the Accounting Act, the Investment Fund Act and the accounting principles generally accepted in Estonia.

Cash and bank

The balance sheet item cash and bank includes cash in demand deposit, overnight deposits and term deposits.

Accounting for securities transactions

Securities transactions are recorded at the settlement date. The coupon interest on fixed rate securities is calculated on an accrual basis. Realised profits and losses from the sales of securities are calculated under the FIFO method.

Issue of Units

Units shall only be issued publicly. The issue of Units is executed by the Fund Management Company pursuant to the rules set out in legislation. The issue of Units is restricted neither by time nor by volume.

The Fund has three types of Units (hereinafter: "Type 1", "Type 2" and "Type 3").

A Unit shall be issued only upon the collection of an amount equalling the Unit's net asset value. Upon the issue of a fractional unit, cash shall be collected equalling that fraction of the Unit's net asset value.

The Unit's issue price is the net asset value of the Unit of the respective type calculated at the banking day following the purchase order and may also include an issue fee or intermediary's transaction cost.

The Unit's issue fee is:

- a) In case of Type 1 Units, a maximum of 2.0% of the net asset value of the Unit of the respective type;
- b) In case of Type 2 Units, there is no issue fee. The unit holder bears the intermediary's transaction cost, which is a maximum of 3.0% of the net asset value of the Unit of the respective type;
- c) In case of Type 3 Units, a maximum of 6.0% of the net asset value of the Unit of the respective type

A Unit is deemed to be issued at the time of making the respective entry in the registry of Units.

Redemption of Units

At the request of the Unit holder, the Fund Management Company shall redeem the Unit.

The Unit's redemption price is the net asset value of the Unit of the respective type calculated at the banking day following the day of the redemption order and may also include a redemption fee or intermediary's transaction cost.

The Unit's redemption fee is:

- a) In case of Type 1 Units, a maximum of 1.5% of the net asset value of the Unit of the respective type;

- b) In case of Type 2 Units, there is no redemption fee. The fund holder shall bear the intermediary's transaction cost which at a maximum is 0.5% of the net asset value of the Unit of the respective type but not less than 20 euros per transaction;
- c) In case of Type 3 Units, there is no redemption fee.

Upon the redemption of a Unit, a monetary payment from the Fund's assets is made to the Unit holder's bank account related to the securities account. The payments shall be made in the order of the applications submitted. The payment may be halted pursuant to the procedure prescribed in the rules and regulations of the Fund. The Unit shall be considered as redeemed from the time of making a respective entry in the registry of Units.

Issue and redemption fees

Upon the issue and redemption of a Unit, the Management Company has the right to charge issue and redemption fees which are collected in the Fund's bank account. Issue and redemption fees are transferred to the Fund Management Company in the month following the month of the calculation.

Exchange of Units

The Unit holder has the right to exchange the Units held by him for the Units of another Fund managed by the Fund Management Company. Units shall not be exchanged for the Units of another type of the Fund.

To exchange Units, the Unit holder shall give an order through its account operator to exchange Units in the form prescribed by the account operator. Upon the exchange of Units, no payments are made to the Unit holder. According to the number and net asset value of exchangeable Units, the Units are redeemed and the Units of another Fund are issued according to the net asset value of the Units of another Fund. The basis for the exchange of Units is the net asset value of the Unit calculated on the banking day following the day of receiving an exchange order. No redemption and issue fees are charged upon exchanging Units.

Calculation of the net asset value of the investment fund

The net asset value of the Fund is determined pursuant to the Investment Funds Act, established by the Ministry of Finance "Regulation for determining the net asset value of investment funds", internal rules and regulations of AS Trigon Funds (Fund Management Company) as well as the Fund's rules.

The Fund's assets and liabilities are accounted for in Estonian kroons. The Fund's net asset value is determined on the basis of the market value of the Fund's asset less the Fund's liabilities. The total net asset value of the Units of a particular type is derived by subtracting the liabilities of the Fund unit of a particular type from the market value of securities and other rights of the Fund unit of a particular type.

The net asset value of a Unit is derived by dividing the total net asset value of the Units of a particular type into the number of Units of the same type issued and not redeemed by the time of the calculation.

The net asset value of Type 1 Unit and Type 3 Unit is expressed in Estonian kroons and the net asset value of Type 2 Unit in euros.

The determination of the Fund's assets by types of assets is performed as follows:

1. Valuation of cash and deposits
 - 1.1. The value of cash and deposits shall be determined on the basis of their book value, which is their fair value.

- 1.2. Interest on deposits calculated on an accrual basis but not collected is accounted for as accrued income as of valuation day. Valuation day is day, as of fund's net asset value is calculated.
2. Valuation of assets denominated in foreign currencies and principles used for choosing exchange rates
 - 2.1. Foreign currencies and assets denominated in a foreign currency shall be restated in Estonian kroons on the basis of the latest ask price of the valuation date as established by the depositary of the fund, AS Hansapank. Should the Hansabank not determine the ask price for the respective foreign currency for the valuation date, Hansabank may use the exchange rate of the following morning of valuation date.
3. Valuation of listed equity securities with valid quotation
 - 3.1. The value of a listed security with a valid quotation shall be determined on the basis of the closing price of the valuation date. If there is no closing price of the valuation date, the value shall be determined on the basis of the average price (mid price) of the valuation date. If the average price is also not available, the last official selling price (bid price) will be used.
 - 3.2. If fund units owners justified interests require making an exemption, the fund manager may take closing, average or bid price from any of the last 20 business days preceding to the valuation date, if it is necessary to give fair value to listed security.
 - 3.3. The quotation of the security is deemed not valid, if there has been no transaction with that security on any stock exchange on which the security has been listed within the last 20 business days.
4. The principles of choosing the stock exchanges based on which the quotes of the value of securities shall be determined.
 - 4.1. If a security is listed on several stock exchanges, the value of the security shall be determined on the basis of the closing price of the country of location of the issuer of such security.
 - 4.2. If a security is not traded on the stock exchange of the country of location of the issuer, or it is not sufficiently active or the necessary price is not available, the value of the security shall be determined on the basis of the latest known closing price on other stock exchanges on which the security is listed.
 - 4.3. Main criteria in choosing stock exchange are the liquidity of the particular security on that stock exchange.
5. Valuation of fund units and shares
 - 5.1. Fund units and shares that are listed on the regulated market shall be determined according to point 3.
 - 5.2. Mutual fund shares that are unlisted on the regulated market shall be determined according to last known redemption price or if this price is not available then according to fund's NAV.
6. Valuation of derivative instruments
 - 6.1. Derivative instruments that are listed on the regulated market shall be determined according to point 3.
 - 6.2. Value of currency forward shall be determined by the valuation date spot rate and forward points, interpolated to maturity of currency forward.
 - 6.3. Derivative instruments that are listed on the regulated market shall be determined on the basis of Black & Scholes model and all necessary inputs for the calculation are determined by the Fund Management Company.
7. Valuation of repurchase transactions
 - 7.1. The value of a repurchase transaction is the value of the securities constituting the underlying assets of such transaction, minus the accrued difference between the buyback and sale price of such securities.

8. Valuation of structured securities and deposits.
 - 8.1. To calculate the value of a structured bond or deposit, the bond or the deposit is divided into components (e.g. deposit plus option). The value of each component is determined in accordance with the established rules. Different components are combined to calculate the total value of the structured security or deposit.
9. Valuation of other assets
 - 9.1. Added up under accrued income and prepaid expenses is income that has been recorded on accrual basis, but has not yet been received e.g. dividends receivable, interests receivable and other receivables, as well as prepaid expenses.
 - 9.2. To determine the market value of other receivables, these receivables have to be valued on the amounts that are likely to be received.

Recognition of income and expenses

Income and expenses are reported on the accrual basis.

1. Recognition of management and performance fees

Management fee rates paid to the Fund Management Company are:

- a. Type 1 Units: a maximum of 3.0% per annum of the market value of the Fund's assets.
- b. Type 2 Units: a maximum of 3.0% per annum of the market value of the Fund's assets.
- c. Type 3 Units: a maximum of 1.25% per annum of the market value of the Fund's assets

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

In addition, the Fund Management Company is paid a performance fee Type 1, Type 2 as well as Type 3 Units based on their rate of return. The Management Company has the right to receive the performance fee when the Unit's net asset value exceeds the highest ever month-end level plus the minimum required rate of return of 3.5% in case of Type 1 and Type 2 Units and 8% of Type 3 Units on an annual basis. The rate of the performance fee is 20% in case of Type 1 and Type 2 Units and 15% in case of Type 3 Units of the growth of the net asset value over the highest ever month-end level plus the required minimum rate of return of 3.5% or 8% on an annualised basis. The Management Board of the Fund Management Company may decide to use a lower rate of management and performance fees. The performance fee is recalculated daily on the basis of the 365-day year and is paid out based on the month-end during the following month.

2. The annual rate of the depositary charge is 0.413% of the market value of the Fund's assets but not less than 2 360 Estonian kroons per month. When the Fund's market value exceeds 50 million Estonian kroons, the rate of the fee above this level is 0.354%. Depositary fee includes VAT. The depositary charges are deducted daily from the market value of the Fund's assets and are paid out in the month following the month of the calculation.
3. Recognition of transactions costs
 - 3.1. Commission fees and transaction costs which arose in acquiring and disposing of securities but not yet paid are calculated on an accrual basis, are paid in the month following the calculation, are reported in the income statement line "Transaction costs" and are not included within the cost of securities.
 - 3.2. Commissions which arose and were paid in the acquisition of securities, but are not clearly identifiable are included within the cost of securities.
 - 3.3. Transaction costs are calculated on an accrual basis.

4. Recognition of income and expenses relating to the main operations.

The net proceeds from the revaluation of investments is reported in the income and expense statement items "Unrealised gains/losses" grouped by types of investments (equities and units, bonds, etc.). The sales revenue/loss from investments is included in the income and expense statement item "Sales profit/loss" grouped by types of investments (equities and units, bonds, etc.). Foreign exchange rate changes between the purchase and sales dates are deducted from the sales profit/loss and are reported in the income and expense statement items "Foreign exchange gains" or "Foreign exchange losses".

NOTE 2 Various receivables

In EEK

	30.06.2008	31.12.2007
Trade settlement receivable	2 230 318	12 841 122
Subscriptions receivable	0	24 782
<i>Total</i>	<i>2 230 318</i>	<i>12 865 904</i>

NOTE 3 Accrued income

In EEK

	30.06.2008	31.12.2007
Uncollected interest on deposits	4 975	1 464
Taxes Recoverable	150 296	0
Uncollected dividends	5 418 409	388 762
<i>Total</i>	<i>5 573 681</i>	<i>390 227</i>

NOTE 4 Transaction fees

Transaction fees totaled in the first six months of 2008 249 198 (01.01-30.06.07: 774 694) kroons. Transaction fees in first six months of 2008 was made up of the fees charged by the depository for making transactions, transaction fees for sub-depositaries and correspondence banks as well as fees charged for executing payment orders (01.01-30.06.07: 163 097 krooni). Brokerage fees totaled in the first six months of 2007 611 597 kroons.

The number of transactions made by Trigon Second Wave Fund was 371 (01.01-30.06.07: 289) in the first six months of 2008, the volume of the transactions totalled 1 263 722 159 (01.01-30.06.07: 1 258 101 363) kroons.

NOTE 5 Derivative instruments

In EEK as of June 30th 2008

Type of Instrument	Issuer of Instrument	Underlying asset name and quantity	Exercise date	Premium / price of Instrument	Exercise price		Market value		Equity of the issuer of derivative
					Per item	Total	Per item	Total	
Put option	AS Hansapank	ERSTE BANK 7 000	18/07/2008	12,180.00 EUR	46.00 EUR	322,000.00 EUR	100.10	700,674.17 EEK	29,468,700,000 EEK
Total	X	X	X	36,540.00 EEK	X	966,000.00 EEK	X	2,102,022.51 EEK	X

In EEK as of December 31st 2007

Type of Instrument	Issuer of Instrument	Underlying asset name and quantity	Exercise date	Premium / price of Instrument	Exercise price		Market value		Equity of the issuer of derivative
					Per item	Total	Per item	Total	
Put option	AS Hansapank	OMV AG 37 500	18/01/2008	45,131.55 EUR	48.00 EUR	1,800,000.00 EUR	0.27	10,220.43 EEK	22,073,300,000 EEK
Put option	AS Hansapank	OMV AG 20 000	18/01/2008	26,200.00 EUR	48.00 EUR	960,000.00 EUR	0.27	5,341.37 EEK	22,073,300,000 EEK
Put option	AS Hansapank	OMV AG 20 000	18/01/2008	18,720.00 EUR	50.00 EUR	1,000,000.00 EUR	1.35	27,082.36 EEK	22,073,300,000 EEK
Put option	AS Hansapank	OMV AG 20 000	18/01/2008	14,500.00 EUR	52.00 EUR	1,040,000.00 EUR	4.72	94,480.04 EEK	22,073,300,000 EEK
Put option	AS Hansapank	OMV AG 10 000	18/01/2008	12,500.00 EUR	54.00 EUR	540,000.00 EUR	12.62	126,224.76 EEK	22,073,300,000 EEK
Put option	AS Hansapank	ERSTEBANK 20 000	18/01/2008	28,600.00 EUR	46.00 EUR	920,000.00 EUR	5.60	111,959.20 EEK	22,073,300,000 EEK
Put option	AS Hansapank	ERSTEBANK 65 000	18/01/2008	91,783.09 EUR	48.00 EUR	3,120,000.00 EUR	15.74	1,023,354.16 EEK	22,073,300,000 EEK
Put option	AS Hansapank	ERSTEBANK 20 000	18/01/2008	21,400.00 EUR	48.00 EUR	960,000.00 EUR	15.59	311,777.27 EEK	22,073,300,000 EEK
Put option	AS Hansapank	ERSTEBANK 10 000	18/01/2008	17,726.30 EUR	50.00 EUR	500,000.00 EUR	33.28	332,800.12 EEK	22,073,300,000 EEK
Total	X	X	X	276,560.94 EEK	X	10,840,000.00 EEK	X	2,043,239.71 EEK	X

NOTE 6 Repo transactions

In EEK as at 30 June 2007

Underlying security	Amount	Counterparty	Selling price		Market value of the underlying		Repurchase price		Repurchase date	Interest
			Per unit	Total	Per unit	Total	Per unit	Total		
ERSTA BANK stock	8,900	Hansapank	-	-	618.62 EEK	5,505,718.00 EEK	-	-	21/03/2008	0.00%
Total		X	X	0	X	5,505,718.00	X	0	X	X

In EEK as at 31 December 2007

Underlying security	Amount	Counterparty	Selling price		Market value of the underlying		Repurchase price		Repurchase date	Interest
			Per unit	Total	Per unit	Total	Per unit	Total		
OMV AG aksia	5,000	Hansapank	-	-	867.07 EEK	4,335,350.00 EEK	-	-	23/01/2008	0.00%
Total		X	X	0	X	4,335,350.00	X	0	X	X

NOTE 7 Developments in net asset value

In EEK

Year	Fund unit's net asset value			
	Fund's net asset value	Class 2 Unit (eQ Toinen Aalto)		
		Class 1 Unit	Class 3 Unit	
31.12.2004	801 814 491	123.01	177.38	-
31.12.2005	1 124 097 042	154.83	223.83	-
29.12.2006	1 341 309 835	212.0386	306.8079	112.3849
31.12.2007	1 328 838 820	274.7400	397.0943	149.7451
30.06.2008	747 756 497	217.6886	314.6447	119.1164