

Semi-annual Report
2007



Strategic outlook – Group reorganization

ENR Russia Invest SA is currently undergoing an internal reorganisation which has been approved by ENR shareholders at the annual general meeting on June 27, 2007.

As part of this reorganisation the investment company will be renamed Growth Value Opportunities SA and will pursue a global investment approach beyond the current focus on Russia, other members of CIS and the Baltics.

Selected private equity investments in Russia, Georgia and Azerbaijan (namely; Naftrans, Redberry Resources and Panariello Enterprises) have been transferred to a newly incorporated subsidiary, ENR Private Equity Geneva SA.

ENR Private Equity Geneva SA will be listed on the SWX Swiss Exchange in a spin-off to ENR Russia Invest SA shareholders. At this stage it is expected that the spin-off and separate listing will be implemented in the fourth quarter 2007. Relevant dates will be published in due course, advising ENR Russia Invest SA shareholders of the ex-distribution date for receipt of shares in this new company.

ENR Private Equity Geneva SA will assume the name ENR Russia Invest SA at the time of the separate listing.

The result of the reorganisation will be two separate SWX-listed companies:

- Growth Value Opportunities SA (formerly ENR Russia Invest SA) with a global investment mandate (incl. Russia, other members of the CIS and the Baltic States); and
- ENR Russia Invest SA (formerly ENR Private Equity Geneva SA), with a private equity investment mandate in Russia, other members of the CIS and the Baltic States.

The ENR directors Dr Loew, Mr Maurer-Lambrou and Mr Wenger will remain on the board of Growth Value Opportunities SA to focus on the new global asset management approach. Dr Loew will step down from the board of ENR Private Equity Geneva SA prior to its listing on SWX.

Two existing ENR directors, Mr Stenbolt and Mr Fetscherin will be represented on the board of directors of ENR Private Equity Geneva SA and it is the intention to also appoint suitably experienced Russian business persons to this board. Consequently, Mr Stenbolt and Mr Fetscherin, at the time of the listing of the private equity company on SWX, will resign from the board of Growth Value Opportunities SA to focus exclusively on the private equity business.

Rationale for the reorganisation

The rationale for the reorganisation is to group investment activities and asset classes into distinctly focussed SWX listed investment companies and thus to enhance value for stakeholders, inter alia, by attempting to address the prevailing discount at which ENR shares trade to its underlying net asset value.

Consolidated Results

The Company's shareholders' equity, at the end of the period on a consolidated basis amounted to CHF 509.2 million which represents an increase of 5.1% or CHF 24.5 million compared to 31.12.2006. The increase in shareholders' equity resulted mainly from gains and income from investments of CHF 90.4 million, investment losses and expenses of CHF (49.3) million (which resulted in net income of CHF 41.1 million) and purchase of a treasury shares of par value of CHF (5.2) million. The dividend related to the 2006 financial year and amounted to CHF 11.4 million, was approved by the shareholders on June 27, 2007 and was paid on July 4, 2007.

Portfolio Highlights

Growth Value Opportunities SA

The investment focus of Growth Value Opportunities SA will be broadened globally to capitalise on interesting investment opportunities in other regions and to introduce a more balanced approach to regional and geopolitical risks and opportunities.

Growth Value Opportunities SA aims to create value for its shareholders by pursuing a global contrarian stock-picking strategy with a mid to long-term investment horizon and a focus on undervalued companies and industries.

Growth Value Opportunities SA intends to mandate GVO Asset Management AG with the global investments management activities. The Valartis Group will continue to act as investment manager until GVO Asset Management AG commences with its services on the fourth quarter 2007. GVO Asset Management AG and the Valartis Group are working together closely during a transition period to ensure a smooth hand-over.

GVO Asset Management AG is an independent investment advisor based in Neuhausen, Switzerland with a focus on global equity investment opportunities. The advisory team of GVO Asset Management consists of seven experienced investment advisors and analysts with combined ~50 years of relevant professional experience and a proven track record of creating shareholder value:

- **Georg von Opel** (German)
Chairman of GVO Asset Management AG and Member of the Investment Committee of ENR Russia Invest SA since 2001
- **Michael Mueller** (Swiss)
CEO GVO Asset Management AG
- **Birgitte Olsen** (Swiss)
Investment Advisor
- **Kevin Reeder** (US)
Investment Advisor
- **Martin Olsson** (Swedish)
Investment Advisor

The private equity business

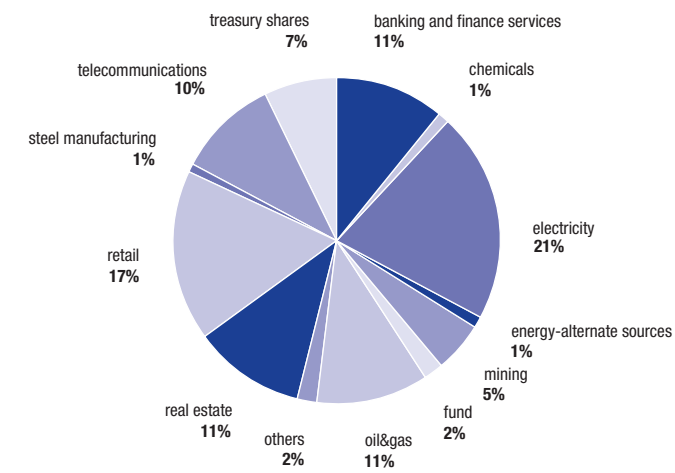
ENR Private Equity SA will continue with the private equity business in the CIS and increase its activity in a general favourable environment for private equity transactions.

After the spin-off and separate listing ENR Private Equity SA intends to raise up to CHF 100 million to use in its investment activities in the CIS. Relevant information will be contained in a placement document which will be available prior to the listing of this company on SWX. The SWX-listing will also assist future capital raisings for the planned expanded private equity investment activity in the CIS.

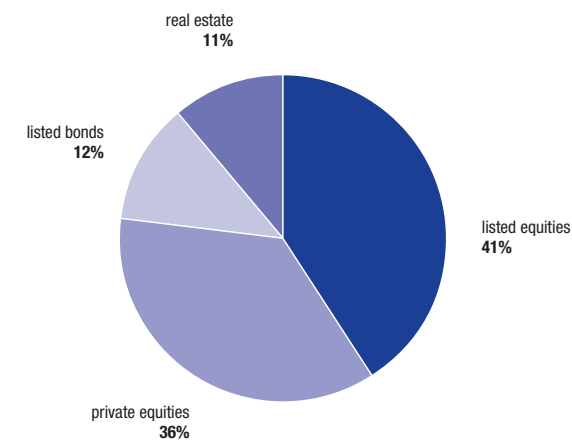
The private equity operations of ENR Private Equity Geneva SA will be managed by the Valartis Group. Key team members are:

- **Gustav Stenbolt** (Norwegian)
Vice Chairperson of the Valartis Group A.G.
- **Ben de Bruyn** (South African)
Head of Private Equity Operations, Valartis Asset Management SA
- **Alexander Nikolaev** (Russian)
Managing Director for Russia & CIS
- **Nicolay Nedrelid** (Norwegian)
Financial Analyst, Valartis Asset Management S.A.

Investment portfolio by sector as at 30.06.2007



Investment portfolio by assets class as at 30.06.2007



Net Asset Value

Determination of the Net Asset Value as of June 30, 2007 (Currency - CHF)

	30.06.2007		31.12.2006	
	Following IFRS presentation	Representing the existing shareholders' economic interest	Following IFRS presentation	Representing the existing shareholders' economic interest
Assets				
Treasury stock - at market value	-	40'686'755	-	30'492'449
Cash, investments and other assets	587'108'109	587'108'109	557'552'935	557'552'935
Total assets	587'108'109	627'794'864	557'552'935	588'045'384
Liabilities				
Derivative financial instruments	-	-	4'069'250	4'069'250
Convertible bonds	48'214'964	49'241'633	47'972'498	49'134'688
Other liabilities	29'678'442	29'678'442	20'782'332	20'782'332
Total current liabilities	77'893'406	78'920'075	72'824'080	73'986'270
Shareholders' equity				
Share capital	80'530'750	80'530'750	80'530'750	80'530'750
Capital paid in excess of value (share premium)	38'012'733	40'297'131	38'012'733	40'297'131
Equity component of convertible bonds	1'434'224	-	1'434'224	-
Treasury stock - at cost	(22'265'560)	-	(17'012'216)	-
Retained earnings	411'502'556	428'046'910	381'763'364	393'231'234
Total shareholders' equity	509'214'703	548'874'791	484'728'855	514'059'115
Total liabilities and shareholders' equity	587'108'109	627'794'864	557'552'935	588'045'384
Number of shares outstanding		1'610'615		1'610'615
Net asset value per share		340.79		319.17
Number of treasury shares		149'068		124'068

Note

The net asset value per share ("NAV") is calculated in Swiss Francs as the aggregate of the value of all investments and treasury shares less the aggregate amount of the liabilities and accrued expenses divided by the total number of shares outstanding.

The main differences between the two calculations is due to applying the IFRS standards versus the Swiss GAAP standards. The differences are particularly prominent in the calculation and booking of Treasury Shares, convertible bonds, and in reclassifying the shareholders' equity.

Financial Statements

Consolidated Results and Balance Sheet

Condensed consolidated balance sheet as at June 30, 2007 (Currency - CHF)

	Notes	30.06.2007	31.12.2006
Assets			
Cash and cash equivalents	6	57'227'944	76'539'763
Accounts receivable		9'879'552	15'996'919
Derivative financial instruments	5	5'565'000	-
Investments at fair value through profit or loss	5	514'435'613	465'016'253
Total assets		587'108'109	557'552'935
Liabilities			
Bank overdraft	6	2'188'856	1'373'980
Derivatives financial instruments	5	-	4'069'250
Accounts payable and accrued expenses	7.1	26'248'770	18'098'397
Current tax liabilities		1'240'816	1'309'955
Convertible bonds	7.2	48'214'964	47'972'498
Total liabilities		77'893'406	72'824'080
Shareholders' Equity			
Share Capital	8.1	80'530'750	80'530'750
Capital paid in excess of par value (share premium)		38'012'733	38'012'733
Treasury stock	8.2	(22'265'560)	(17'012'216)
Equity component of convertible bonds	7.2	1'434'224	1'434'224
Retained earnings		411'502'556	381'763'364
Total Shareholders' Equity		509'214'703	484'728'855
Total Liabilities and Shareholders' Equity		587'108'109	557'552'935
Number of shares issued and fully paid	8.1	1'610'615	1'610'615
Nominal value		CHF 50.00	CHF 50.00

The notes on page 11 to 27 are an integral part of these consolidated financial statements

Financial Statements

Consolidated statement of Income

Condensed Consolidated statement of income for the period ended June 30, 2007 (Currency - CHF)

	Notes	30.06.2007	30.06.2006 (unaudited)
Revenue			
Interest income		3'468'385	680'589
Dividends		3'222'030	2'770'658
Realised gains on sale of investments at fair value through profit or loss	5	13'010'159	33'179'059
Unrealised gain on investments at fair value through profit or loss	5	65'124'136	20'066'037
Realised gains on derivative financial instruments		-	8'109'885
Unrealised gain on derivative financial instruments	5	5'565'000	1'892'625
Other income		-	119'520
Total Revenue		90'389'710	66'818'373
Expenses			
Realised losses on sale of investments at fair value through profit or loss	5	1'718'388	6'827'750
Realised losses on derivative financial instruments	5	10'491'548	-
Unrealised losses on investment at fair value through profit or loss	5	16'160'540	33'488'930
Exchange loss		104'797	889'079
Management fees	9	5'848'599	4'748'939
Performance fees	9	1'593'741	-
Termination fees	9	9'450'000	-
Administrative fees		189'539	91'964
Directors' fees and expenses		66'974	3'210
Investment bank and professional fees		1'018'570	572'064
Bank charges and interest expenses		69'804	57'080
Interest and charges on convertible bonds		1'174'758	1'029'470
Taxes other than on income		102'678	106'509
Other expenses		51'911	28'748
Total operating expenses		48'041'847	47'843'743
Profit before tax		42'347'863	18'974'630
Income taxes		(1'226'558)	-
Profit for the period attributable to equity holders of the company		41'121'305	18'974'630
Earnings per share for profit attributable to equity holders of the company during the period			
Weighted average number of outstanding shares		1'471'825	1'546'260
Basic earnings per share		CHF 27.94	CHF 12.27
Diluted earnings per share		CHF 24.83	CHF 11.25

The notes on page 11 to 27 are an integral part of these consolidated financial statements

Financial Statements

Consolidated Cash Flow Statement

Condensed consolidated Cash Flow Statement for the period ended June 30, 2007 (Currency - CHF)

	Notes	30.06.2007	30.06.2006 unaudited (restated)
Cash flow from operating activities			
Profit before tax		42'347'863	18'974'630
Adjustments for :			
Interest income		(3'468'385)	(680'589)
Dividend income		(3'222'030)	(2'770'658)
Bank charges and interest expenses		69'804	57'080
Interest on convertible bonds		1'174'758	1'029'470
Fair value adjustment on investment portfolio	5	(54'528'596)	11'528'201
Operating income before working capital changes		(17'626'586)	28'138'134
Movement in working capital :			
Purchase of investments	5	(210'601'560)	(616'881'682)
Sale of investments	5	206'076'545	633'021'558
Change in accounts receivable		6'985'045	(40'527'109)
Change in accounts payable and accrued expenses		(4'193'019)	(18'934'548)
Change in provision for taxes other than income		(8'445)	(250'000)
Income tax paid		(1'287'253)	-
Dividends received		3'222'030	2'770'658
Interest received		2'629'696	680'589
Interest paid on convertible bond		-	-
Bank charges and interest expenses		(69'804)	(57'080)
Net cash flows from / (used in) operating activities		(14'873'351)	(12'039'480)
Cash flows from financing activities			
Net purchase of treasury stock	8.2	(5'253'345)	(5'221'808)
Net purchase of options on own shares		-	(3'089'254)
Net cash flows from financing activities		(5'253'345)	(8'311'062)
Net change in cash and cash equivalents		(20'126'696)	(20'350'542)
Cash and cash equivalents at the beginning of the year		75'165'783	28'164'341
Cash and cash equivalents at the end of the period	6	55'039'087	7'813'799

The cash flow statement for the period ended June 30, 2006 contained an error in calculation and was restated accordingly.

The notes on page 11 to 27 are an integral part of these consolidated financial statements

Financial Statements

Consolidated Statement of Changes in Equity

Condensed consolidated Statement of Changes in Equity for the period ended June 30, 2007

(Currency - CHF)

	Share capital	Share premium	Treasury stock	Retained earnings	Equity comp. of convertible bonds	Shareholders' Equity
Balance as at December 31, 2005	80'026'800	37'368'272	(1'839'688)	256'308'451	1'434'224	373'298'059
Increase of share capital	503'950	363'713	-	-	-	867'663
Net purchase of treasury shares	-	-	(5'221'808)	-	-	(5'221'808)
Purchase of options on own shares	-	(11'723'601)	-	-	-	(11'723'601)
Sale of options on own shares	-	8'634'347	-	-	-	8'634'347
Net income for the period	-	-	-	18'974'630	-	18'974'630
Balance as at June 30, 2006 (Unaudited)	80'530'750	34'642'731	(7'061'496)	275'283'081	1'434'224	384'829'290
Balance as at December 31, 2006	80'530'750	38'012'733	(17'012'215)	381'763'364	1'434'224	484'728'856
Purchase of treasury shares	-	-	(5'253'345)	-	-	(5'253'345)
Dividend	-	-	-	(11'382'112)	-	(11'382'112)
Net income for the period	-	-	-	41'121'305	-	41'121'305
Balance as at June 30, 2007	80'530'750	38'012'733	(22'265'560)	411'502'557	1'434'224	509'214'703

Financial Statements

Condensed notes to the consolidated financial statements as of June 30, 2007 (currency - CHF)

1 Incorporation and activity

ENR Russia Invest SA, Geneva (hereinafter, the "Company") is an investment holding company incorporated as a limited company under the laws of Switzerland. The company's registered office is 2-4, Place du Molard, Geneva, Switzerland. The company has no employees.

The company invests, through its wholly-owned subsidiaries (hereinafter, together, the "Group"), in a diversified portfolio composed traditionally of equity and equity-related securities of companies in the Commonwealth of Independent States ("CIS") and the Baltic States. The Company has its primary listing on the SWX Swiss exchange.

2 Basis for the presentation of the condensed interim consolidated financial statements

The condensed interim consolidated financial statements for the half year period ended June 30, 2007 of the Group, which include the accounts of ENR Russia Invest SA and its subsidiaries at June 30, 2007, are prepared in accordance with IAS34 «Interim Financial reporting». The condensed interim consolidated financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2006.

3 Significant accounting policies

3.1 Accounting policies

The accounting policies applied by the Group in these condensed interim consolidated financial statements are the same as those applied into the consolidated financial statements for the year ended December 31, 2006. However, since December 31, 2006, IFRS 7 became mandatory for accounting periods beginning or after January 1st, 2007. IFRS 7 introduces new disclosure relating to financial instruments. This standard does not have any impact on the classification and valuation of the Group's financial instruments.

3.2 Fully consolidated companies

The consolidated financial statements comprise ENR Russia Invest S.A. and the following wholly-owned subsidiaries :

Name of subsidiary	Incorporated in	Currency	2007	2006	% Holding
ENR Private Equity Geneva S.A.	Geneva, Switzerland	CHF	19'971'626	-	100.00%
ENR Russia Limited	Limassol, Cyprus	€	1'000	1'000	100.00%
ENR Holdings Limited	Limassol, Cyprus	€	3'310'000	3'310'000	100.00%
ENR Investment Limited	Limassol, Cyprus	€	3'846'000	3'846'000	100.00%
ENR Overseas Limited	Limassol, Cyprus	€	1'833'000	1'833'000	100.00%
ENR One LLC	Moscow, Russia	RUB	10'000	10'000	100.00%
ENR Private Equity Ltd.	Grand Cayman, Cayman	USD	500	-	100.00%
ENR Russia Invest Finance Ltd.	Grand Cayman, Cayman	USD	1'000	1'000	100.00%
ENR Securities Limited	Grand Cayman, Cayman	USD	1'000	1'000	100.00%

May, 2007 ENR Private Equity Geneva S.A. was incorporated as a limited company; its registered office is in Geneva, Switzerland
ENR Private Equity Limited was incorporated as a limited company; its registered office is in Grand Cayman, Cayman

The financial statements of the Company and the subsidiaries are drawn up to June 30, 2007

The notes on page 11 to 27 are an integral part of these consolidated financial statements

Financial Statements

Condensed notes to the consolidated financial statements as of June 30, 2007
(currency - CHF)

4 Earning per share

Basic earning per share is calculated by dividing the net income for the period by the weighted average number of shares outstanding during the same period.

Diluted earnings per share is calculated by dividing the net income for the period by the weighted average number of shares outstanding during the period, adjusted for the effect of shares resulting from conversion of the convertible bond.

Earning per share basic / diluted

		30.06.2007	30.06.2006 (unaudited)
Net Profit	CHF	41'121'305	18'974'630
Weighted average number of outstanding shares	NBR	1'471'825	1'546'260
Basic earnings per shares	CHF	27.94	12.27
Diluted earnings calculation per shares			
Convertible bonds (2005-2010)	CHF	50'000'000	50'000'000
Following the dividend distribution the conversion rate as at June 30, 2007 has been modified according to the bond prospectus.			
		Each block of CHF 5'000 is convertible into 23.180343 shares	Each block of CHF 5'000 is convertible into 23.119249 shares
Interest expenses	CHF	1'174'758	1'029'470
Adjusted net profit	CHF	42'296'063	20'004'100
Number of ordinary shares resulting from conversion of bonds	NBR	231'803	231'192
Number of shares used to calculate the diluted earnings	NBR	1'703'628	1'777'453
Diluted earnings per shares	CHF	24.83	11.25

5 Investment portfolio

	30.06.2007	31.12.2006
Fair value of portfolio brought forward	460'947'003	414'734'669
Investment portfolio movement for the period / year		
Purchase of investments	210'601'560	432'344'389
Sale of investments	(221'437'567)	(525'567'538)
Net forward contracts	14'560'798	(1'892'625)
Net realised gain on disposal of investments	800'223	59'614'945
Net investment portfolio movement for the period / year	4'525'015	(35'500'829)
Net unrealised gain	54'528'596	81'713'173
Fair value of portfolio	520'000'613	460'947'003

The investment portfolio is represented as follows on the balance sheet

Held for trading:		
- listed equity securities held for trading	245'137'177	232'064'309
- listed debt securities	65'319'890	33'794'669
Total held for trading	310'457'067	265'858'978

Designated as fair value through profit or loss :

- unlisted equity securities	203'978'545	199'157'275
- unlisted debt securities	-	-
Total designated as fair value through profit or loss	203'978'545	199'157'275
Total financial assets at fair value through profit or loss	514'435'613	465'016'253

Derivatives

exchange rate forward agreements	5'565'000	(4'069'250)
Total derivatives	5'565'000	(4'069'250)

	30.6.2007	30.06.2006 (unaudited)
Gains/Losses in relation to financial assets at fair value through profit or loss		
- net realised gains / (losses)	11'291'771	26'351'309
- net unrealised gains / (losses)	48'963'596	(13'422'893)
Total gains / losses	60'255'367	12'928'416
Gains/Losses recognised in relation to derivatives		
- net realised gains/losses	(10'491'548)	8'109'885
- Net unrealised gains / (losses)	5'565'000	1'892'625
Total gains/losses	(4'926'548)	10'002'510



Financial Statements

Condensed notes to the consolidated financial statements as of June 30, 2007
(currency - CHF)

5.1 Detail of investment at fair value through profit or loss

* = Investments reclassified from unlisted to listed since 31.12.2006

Securities	Balance as of 1. 1. 2007		Additions	Withdrawals	Gains		Losses		Balance as of 30.6. 2007	
	Quantity	CHF			Realised	Unrealised	Realised	Unrealised	Quantity	CHF
AMTEL-VREDESTEIN - GDR SP. - REG. S	360'000	1'977'532	-	(2'062'510)	84'978	-	-	-	-	-
BASHKIRENERGO-\$US	2'375'000	4'148'702	-	-	-	1'774'776	-	-	2'375'000	5'923'478
BELGOROD RETAIL CO	-	-	578'576	-	-	1'184'339	-	-	47'947	1'762'915
BELGOROD RETAIL CO PFD	-	-	19'238	-	-	410'636	-	-	15'943	429'874
BELGOROD TRUNK GRID	-	-	619'077	-	-	86'089	-	-	47'947	705'166
BELGOROD TRUNK GRID PFD	-	-	154'389	-	-	41'008	-	-	15'943	195'397
BELGORODENERGO	-	-	10'992'953	-	-	5'460'923	-	-	47'947	16'453'876
BELGORODENERGO PFD	-	-	2'741'475	-	-	2'338'858	-	-	15'943	5'080'333
BELON OJSC	26'315	1'164'449	-	-	-	-	-	(11'452)	26'315	1'152'997
CENTRAL TELECOMMUNICAT-PFD \$	10'000'000	7'019'025	-	-	-	-	-	(400'785)	10'000'000	6'618'240
CHELYABENERGO	35'000'000	3'289'787	-	-	-	463'614	-	-	35'000'000	3'753'400
COMSTAR-UNITED REG. S -GDR SPONS.-	1'120'000	11'210'909	-	(11'827'891)	616'982	-	-	-	-	-
CONSOLIDATED PUMA MINERALS CORP.	750'000	1'581'337	-	-	-	77'759	-	-	750'000	1'659'096
CORPORATE SERVICE SYSTEM OAO	-	-	564'112	-	-	8'835	-	-	47'947	572'947
CORPORATE SERVICE SYSTEM OAO PFD	-	-	77'146	-	-	1'208	-	-	15'943	78'354
DIXY GROUP	-	-	4'468'960	-	-	-	-	(179'360)	250'000	4'289'600
EASTERN PROPERTY HOLDINGS LTD.	310'310	36'932'553	-	-	-	4'902'200	-	-	310'310	41'834'753
ENERGOSERVISNAYA KOMPANIA	-	-	1'327	-	-	21	-	-	22	1'348
ESKOM-ENERGOTRADE	-	-	1'327	-	-	21	-	-	22	1'348
EUROPEAN MINERALS CORP.	250'000	236'021	-	-	-	216'198	-	-	250'000	452'219
EVRAZ GROUP REG. S - GDR SPONS.	42'000	1'281'735	-	-	-	828'748	-	-	42'000	2'110'483
GAZPROM OAO	-	-	6'252'217	(5'973'645)	-	-	(278'573)	-	-	-
GAZPROM OAO-SPON ADR REG S	-	-	3'129'544	(2'643'202)	-	-	(126'305)	(26'244)	6'500	333'792
INTERNATIONAL MARKETING & SALES GROUP	325'000	408'629	3'225'126	(960'173)	620'696	150'014	-	-	805'000	3'444'293
KIROVNERGO-PFD	2'000'000	97'656	-	-	-	8'971	-	-	2'000'000	106'627
KOLA TRANSMISSION GRIDS	466'632	34'177	-	-	-	55'040	-	-	466'632	89'217
KOLENERGO	466'632	119'620	-	-	-	93'129	-	-	466'632	212'748
KORSHUNOVSKY MINING & PROCESSING	1'000	771'482	-	-	-	3'097	-	-	1'000	774'579
KUBAN ENERGY RETAIL	185'000	-	-	-	-	725'555	-	-	185'000	725'555
KUBANENERGO	185'000	6'009'700	-	(7'980'290)	2'620'287	110'175	-	-	20'000	759'872
LENENERGO-PFD \$US	750'000	1'052'854	-	-	-	96'146	-	-	750'000	1'149'000
LUKOIL HOLDING	-	-	6'923'980	(1'915'521)	-	-	(108'718)	(224'077)	50'000	4'675'664
LUKOIL HOLDING - ADR SPONS.	-	-	3'544'166	(2'546'266)	2'041	-	-	(67'260)	10'000	932'682
LUKOIL - NIZHNEGORODNEFT. PFD	7'500	260'925	-	-	-	88'371	-	-	7'500	349'296
MAGMA OIL OPEN JOINT STOCK - REG. S	-	-	7'527'600	(7'530'411)	2'811	-	-	-	-	-
MAGNITOGORSK IRON & STEEL	-	-	12'078'697	(12'289'774)	211'077	-	-	-	-	-
MECHEL STEEL GROUP OAO-ADR	19'600	476'122	-	-	-	402'114	-	-	19'600	878'236
* MEGABANK	988'099	2'021'581	-	-	-	-	-	(1'177'686)	988'099	843'895
MIKHAYLOVSKY GOK PFD	694	245'678	-	(251'109)	5'431	-	-	-	-	-
MOBILE TELESYSTEMS	1'516'200	15'824'557	910'657	(13'990'298)	1'057'209	551'363	-	-	363'575	4'353'488
MOSCOW HEAT DISTRIBUTION COMPANY	20'000'000	561'522	-	-	-	235'118	-	-	20'000'000	796'640
MURMANSKAYA	466'632	2'848	-	-	-	14'881	-	-	466'632	17'729
NORTH WESTERN ENERGY MANAGEMENT PFD	750'000	-	-	-	-	955'968	-	-	750'000	955'968
NUTRINVESTHOLDING	-	-	2'252'997	-	-	-	-	(193'989)	35'000	2'059'008
7 NOVEMBER COAL MINES PFD	28	5'469	-	(5'469)	-	-	-	-	-	-

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Securities	Balance as of 1. 1. 2007		Additions	Withdrawals	Gains		Losses		Balance as of 30.6. 2007	
	Quantity	CHF			Realised	Unrealised	Realised	Unrealised	Quantity	CHF
OGK-2 (SECOND GENERATION WHOLESale ELECTRICITY)	126'666	20'719	-	-	-	4'119	-	-	126'666	24'839
OGK-3 (THIRD GENERATION WHOLESale ELECTRICITY)	-	-	-	-	-	-	-	-	-	-
OGK-5 (FIFTH GENERATION WHOLESale ELECTRICITY)	17'500'000	2'638'238	-	(2'961'380)	323'143	-	-	-	-	-
OMSKSHINA	26'307	2'262'079	17'941	-	-	-	-	(1'312'764)	26'307	967'256
OVOCA GOLD PLC	4'680'000	1'129'988	587'858	-	-	-	-	(296'153)	6'607'000	1'421'694
PETERSBURG ENERGY RETAIL COMPANY PFD	750'000	18'311	-	-	-	28'109	-	-	750'000	46'420
PETERSBURG TRUNK GRID PFD	750'000	64'087	-	-	-	92'177	-	-	750'000	156'264
PROMSTROIBANK ST PETERSBURG	3'050'000	6'441'024	-	(6'266'625)	-	-	-	(174'399)	-	-
RASPADSKAYA	6'150'000	13'588'222	-	(2'434'337)	445'816	5'387'114	-	-	5'250'000	16'986'816
SAKHALINENERGO	2'200'000	537'108	-	-	-	-	-	(105'697)	2'200'000	431'411
SAMARAENERGO	9'050'000	220'947	-	-	-	4'214	-	-	9'050'000	225'161
SAMARAENERGO-PFD	3'200'000	58'594	-	-	-	-	-	(36'631)	3'200'000	21'963
* SAMARA TRUNK COMPANY	9'050'000	386'657	-	-	-	29'281	-	-	9'050'000	415'938
* SAMARA TRUNK COMPANY PFD	3'200'000	4'609	-	-	-	118'931	-	-	3'200'000	123'540
* SARATOV TRUNK	230'415'629	4'219'025	-	-	-	-	-	(830'257)	230'415'629	3'388'769
SARATOVENERGO	230'415'629	281'268	-	-	-	1'554'315	-	-	230'415'629	1'835'583
SBERBANK	60'500	3'692'618	6'493'100	(11'159'789)	974'071	-	-	-	-	-
SEVERSTAL - GDR SPONS. - REG. S	300'000	4'028'310	-	(1'605'505)	262'735	773'103	-	-	200'000	3'458'643
SIBIRTELECOM-\$US	3'750'000	492'095	-	(522'759)	30'665	-	-	-	-	-
SIBIRTELECOM-\$US PFD	246'050'000	23'757'941	-	-	-	-	-	(1'080'713)	246'050'000	22'677'228
SURGUTNEFTGAZ-SP ADR PFD	32'000	4'453'114	-	(3'741'854)	-	-	-	(711'260)	-	-
SVERDLOVENERGO \$US	-	-	-	-	-	-	-	-	-	-
SVERDLOVENERGO-PFD \$US	500'000	561'522	-	-	-	-	-	(40'642)	500'000	520'880
SVERDLOVSK ENERGY RETAIL	460'000	87'036	-	-	-	-	-	(2'470)	460'000	84'566
SVERDLOVSK TRUNK GRID	460'000	84'228	-	-	-	19'506	-	-	460'000	103'735
SVERDLOVSK TRUNK GRID PFD	500'000	48'828	-	-	-	55'348	-	-	500'000	104'176
TAMBOV ENERGY RETAIL	-	-	99'560	-	-	304'916	-	-	82'505'803	404'476
TAMBOV ENERGY RETAIL PFD	-	-	11'174	-	-	11'525	-	-	12'347'141	22'699
TAMBOV TRUNK GRID	-	-	1'652'691	-	-	-	-	(317'919)	82'505'803	1'334'772
TAMBOV TRUNK GRID PFD	-	-	185'496	-	-	-	-	(17'521)	12'347'341	167'975
TAMBOVENERGO	-	-	4'977'987	-	-	1'190'279	-	-	82'505'803	6'168'266
TAMBOVENERGO PFD	-	-	558'724	-	-	349'235	-	-	12'347'141	907'959
* TGC-1 (TERRITORIAL GENERATION COMPANY N° 1)	2'182'447'121	1'012'363	-	-	-	2'785'863	-	-	2'182'447'121	3'798'226
TGC-4 (TERRITORIAL GENERATION COMPANY N° 4)	765'563'764	2'336'309	12'586'582	-	-	-	-	(2'172'209)	9'457'840'485	12'750'682
TGC-4 (TERRITORIAL GENERATION COMPANY N° 4) PFD	-	-	871'836	-	-	-	-	(832'500)	918'009'631	39'336
TGC-5 (TERRITORIAL GENERATION COMPANY N° 5)	233'345'001	284'844	-	-	-	86'940	-	-	233'345'001	371'784
TGC-8 (TERRITORIAL GENERATION COMPANY N° 8)	3'575'327'000	4'364'402	-	-	-	455'711	-	-	3'575'327'000	4'820'113
TGC-9 (TERRITORIAL GENERATION COMPANY N° 9)	1'320'000'000	483'397	-	-	-	1'940	-	-	1'320'000'000	485'338
* TGC-10 (TERRITORIAL GENERATION COMPANY N° 10)	1'165'931	2'831'987	-	-	-	2'598'080	-	-	1'165'931	5'430'067
TULA TRUNK GRID COMPANY	4'000'000	90'332	-	-	-	12'619	-	-	4'000'000	102'950
TULSKAYA SALES COMPANY	4'000'000	53'711	-	-	-	44'337	-	-	4'000'000	98'048
* UDMURT ENERGY DISTRIBUTION	2'392'312	204'421	-	-	-	147'421	-	-	2'392'312	351'842
UDMURTENERGO OJSC	4'299'209	4'460'838	-	-	-	281'362	-	-	4'299'209	4'742'200
* UDMURTA TRUNK GRIDS	2'392'312	438'044	-	-	-	67'729	-	-	2'392'312	505'773
UFANEFTEKHIM PFD	750'000	1'556'393	-	-	-	-	-	(361'433)	750'000	1'194'960

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	Quantity	CHF			Realised	Unrealised	Realised	Unrealised	Quantity	CHF
UFA OIL PROCESSING PLANT PFD	300'000	366'210	-	-	-	-	-	(116'188)	300'000	250'022
UNIFIED ENERGY SYSTEM	7'800'000	7'807'597	3'910'774	(14'594'856)	2'876'485	-	-	-	-	-
UNIFIED ENERGY SYSTEM PFD	10'000'000	10'986'300	-	(12'779'774)	1'939'722	-	(146'248)	-	-	-
UNIFIED ENERGY SYSTEM - ADR PFD	50'000	5'264'269	-	(5'731'466)	467'197	-	-	-	-	-
URSA BANK PFD (Form. SIBACADEMBANK)	1'100'000	2'014'155	6'146'641	(1'496'270)	301'278	1'018'093	-	-	2'921'200	7'983'897
URASIA ENERGY LTD.	610'000	3'442'543	-	(3'269'657)	-	-	(172'885)	-	-	-
URALSVYAZINFORM PFD	300'100'000	15'752'279	-	-	-	-	-	(966'616)	300'100'000	14'785'663
URALSVYAZINFORM PFD - ADR	165'000	1'117'856	-	-	-	601'048	-	-	165'000	1'718'904
VOLGATELECOM	700'000	5'169'665	-	(4'849'774)	167'535	-	-	(74'889)	66'000	412'537
VOLGATELECOM-PFD	1'420'000	7'020'246	-	-	-	-	-	(546'136)	1'420'000	6'474'109
VORONEZH-SINTEZKAUTCHUK	740	248'412	-	-	-	-	-	(94'232)	740	154'180
ZAKHIDENERGO	1'000	64'988	-	-	-	66'415	-	-	1'000	131'403
SUB-TOTAL LISTED SHARES		243'182'994	104'163'927	(141'390'604)	13'010'159	39'374'908	(1'718'388)	(11'485'820)		245'137'177
ALB FINANCE BV ALLIBK 9 1/4 09/13	2'000'000	2'422'728	-	-	-	29'685	-	-	2'000'000	2'452'413
ATF BANK JSC ATFBP 8 1/8 10/10	500'000	604'857	-	-	-	21'057	-	-	500'000	625'914
ATF BANK JSC ATFBP 8 7/8 11/09	1'000'000	1'239'011	-	-	-	30'343	-	-	1'000'000	1'269'354
CENTERCREDIT INTERNATIONAL BV BCCRD 8 5/8 01/14	-	-	2'144'236	-	-	-	-	(28'398)	1'750'000	2'115'839
CRR BV FOR JSC COM. BANK CENTER-INVEST COMMBA 9 04/03/09	-	-	5'249'540	-	-	59'854	-	-	4'300'000	5'309'395
CRR BV FOR URALVNESHTORGBANK URALRU 9 09/21/07	1'000'000	1'227'414	-	-	-	-	-	(1'814)	1'000'000	1'225'600
ING BANK NV INTNED 9 3/4 08/08	-	-	3'769'587	-	-	35'101	-	-	80'000'000	3'804'688
ING BANK NV FOR COAL CO KLJZBAS. CCKRU 9 07/13/07	3'000'000	3'660'269	-	-	-	17'671	-	-	3'000'000	3'677'940
KAZAN ORGSINTEZ KZOSRU 9 1/4 10/11	-	-	3'064'562	-	-	-	-	(4'852)	2'500'000	3'059'710
MOSMART FINANS MOSMAR 11 04/12/12	-	-	8'780'512	-	-	163'477	-	-	187'500'000	8'943'989
PETROCOM. FINANCE BANK PETROCOM. PETRRU 8 3/4 12/09	2'000'000	2'458'758	-	-	-	14'566	-	-	2'000'000	2'473'325
PROMSVYAZ FINANCE FOR PROMSVYAZB. PROMBK 8 1/2 10/10	1'000'000	1'235'068	-	-	-	1'770	-	-	1'000'000	1'236'838
RENAISSANCE FOR PM INVEST CO LTD PMINV 10 3/4 12/08	5'000'000	6'103'500	4'868'340	-	-	196'440	-	-	9'000'000	11'168'280
RUSSIAN STANDARD FINANCE SA RUSB9 3/4 12/01/16	4'000'000	4'937'976	-	-	-	2'369	-	-	4'000'000	4'940'345
SB FUNDING LTD FOR BANK SOYUZ BSOYUZ 9 3/8 02/10	-	-	3'101'725	-	-	-	-	(45'854)	2'500'000	3'055'871
SIBACADEMFINANCE PLC SIBAC 9 05/12/09	1'000'000	1'240'073	-	-	-	6'975	-	-	1'000'000	1'247'048
SISTEMA CAPITAL SA SISFIN 8 7/8 01/11	2'000'000	2'567'620	-	-	-	10'062	-	-	2'000'000	2'577'682
VTB CAPITAL SA FOR VNESHTORGBANK VTB 0 09/21/07	5'000'000	6'097'397	-	-	-	38'264	-	-	5'000'000	6'135'660
SUB-TOTAL FIXED INCOME INSTRUMENTS		33'794'669	30'978'503	-	-	627'634	-	(80'917)		65'319'890
TOTAL INVESTMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS - TRADING		276'977'663	135'142'430	(141'390'604)	13'010'159	40'002'542	(1'718'388)	(11'566'737)		310'457'067
BAM RESOURCES PLC -REG-	200'000	-	-	-	-	-	-	-	200'000	-
CHELYABINSK TRUNK GRIDS COMPANY	40'000'000	24'414	-	-	-	98	-	-	40'000'000	24'512
IBS GROUP HOLD. REG. S - GDR SPONS. -	150'000	3'002'922	-	-	-	1'004'790	-	-	150'000	4'007'712
KOLSKAYA ENERGY RETAIL COMPANY	466'632	1'139	-	-	-	5	-	-	466'632	1'144
KUBAN TRUNK GRIDS	-	-	-	-	-	-	-	-	185'000	-
MCT SPECIAL OPPORTUNITIES FUND C1	5'000	7'549'175	-	-	-	2'661'360	-	-	5'000	10'210'535

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Securities	Balance as of 1. 1. 2007		Additions	Withdrawals	Gains		Losses		Balance as of 30.6. 2007	
	Quantity	CHF			Realised	Unrealised	Realised	Unrealised	Quantity	CHF
NAFTRANS LTD, LIMASSOL, CYPRUS (OLD)	30'000'000	53'100'450	-	(53'100'450)	-	-	-	-	-	-
NAFTRANS LTD, LIMASSOL, CYPRUS (NEW)	-	-	15'674'100	-	-	-	(334'417)	-	9'213'540	15'339'683
NAFTRANS LTD, LIMASSOL, CYPRUS REDEEMABLE	-	-	37'426'350	-	-	-	(798'407)	-	22'000'000	36'627'943
PANARIELLO ENTERPRISES LTD.	3'049	19'772'440	-	(1'419'481)	-	-	(3'460'979)	-	3'049	14'891'980
REDBERRY RESOURCES LIMITED	50	3'173'820	-	(3'173'820)	-	-	-	-	-	-
SAMARA ENERGY DISTRIBUTION	9'050'000	386'657	-	(386'657)	-	-	-	-	-	-
SAMARA ENERGY DISTRIBUTION PFD	3'200'000	221'249	-	(221'249)	-	-	-	-	-	-
SAMARA TERRITORIAL GENERATION	9'050'000	386'657	-	(386'657)	-	-	-	-	-	-
SAMARA TERRITORIAL GENERATION PFD	3'200'000	230'468	-	(230'468)	-	-	-	-	-	-
SARATOV DISTRIBUTION	205'415'629	9'844'393	-	(9'844'393)	-	-	-	-	-	-
SARATOV TERRITORIAL GENERATION	205'415'629	11'283'789	-	(11'283'789)	-	-	-	-	-	-
SARNATUS TRADING LIMITED COMPANY	10'787	79'028'118	-	-	-	8'332'650	-	-	10'787	87'360'768
SUEK KLJBASS	-	-	5'469	-	-	22	-	-	27'752	5'491
SVERDLOVSK ENERGY SERVICE COMPANY	460'000	2'808	-	-	-	11	-	-	460'000	2'819
SVERDLOVSK ENERGY SERVICE COMPANY PFD	500'000	25'940	-	-	-	104	-	-	500'000	26'044
SVERDLOVSK ENERGY RETAIL PFD	500'000	4'150	-	-	-	17	-	-	500'000	4'167
TGC-7 (VOLGA TERRITORIAL GENERATING)	-	-	11'900'914	-	-	13'078'853	-	-	209'972'348	24'979'767
VOLGA INTERREGIONAL DISTRIBUTION	-	-	10'433'589	-	-	24'953	-	-	209'869'641	10'458'542
VOLGA INTERREGIONAL DISTRIBUTION PFD	-	-	18'710	-	-	18'730	-	-	436'403	37'440
TOTAL UNLISTED INVESTMENTS DESIGNATED AT FAIR VALUE THROUGH PROFIT OR LOSS		188'038'588	75'459'131	(80'046'963)	-	25'121'593	-	(4'593'803)		203'978'546
FORWARD FOREIGN EXCHANGE CONTRACTS	-	(4'069'250)	1'284'837'750	(1'270'276'952)	-	5'565'000	(10'491'548)	-	-	5'565'000
SUB-TOTAL DERIVATIVE FINANCIAL INSTRUMENTS		(4'069'250)	1'284'837'750	(1'270'276'952)	-	5'565'000	(10'491'548)	-		5'565'000
TOTAL INVESTMENTS		460'947'002	1'495'439'311	(1'491'714'519)	13'010'159	70'689'136	(12'209'936)	(16'160'540)		520'000'613
Derivatives on currency	Expiry date		Currency Sold		Currency bought	Contract Forward rate		Forward rate 30.06.2007		Fair value 30.06.2007
Forward foreign exchange contracts	17.9.2007	USD	265'000'000	CHF	327'341'250	1.235250		1.21425		5'565'000
TOTAL										5'565'000

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6 Cash and cash equivalents

Cash and cash equivalents include the following for the purposes of the cashflow statement:

	30.06.2007		31.12.2006	
	Valartis Bank*	Others	Valartis Bank*	Others
Cash at bank and in hand	22'111	13'170'821	22'111	24'885'987
Money market instruments	-	44'035'012	-	43'470'675
Fiduciary deposits	-	-	-	8'160'990
Subtotal	22'111	57'205'833	22'111	76'517'652
Bank overdraft	(149)	(2'188'707)	(1'872)	(1'372'108)
Cash and cash equivalents	21'962	55'017'126	20'239	75'145'544
Total cash and cash equivalents		55'039'088		75'165'783

* Valartis Bank (Formerly OZ Bankers) is a related party.

7 Liabilities

7.1 Accounts payable and accrued expenses

	30.06.2007	31.12.2006
Accrued management and performance fees	3'113'387	16'822'824
Termination fees	9'450'000	-
Interest accrued on 3.75% convertible bond maturing 2010	1'130'208	197'917
Dividend approved by the shareholders on June 27, 2007 and paid on July 4, 2007	11'382'113	-
Others creditors	1'173'062	1'077'656
Balance at the end of the period	26'248'770	18'098'397

7.2 Convertible bonds

Convertible bonds have changed as follows:

	2007	2006
Balance at the beginning of the period	47'972'498	48'511'743
Conversions during the period	-	(1'001'440)
Amortisation of convertible bond 2005-2010 liability component	242'466	462'195
Balance at the end of the period	48'214'964	47'972'498

On November 23, 2005, ENR Russia Invest Finance Ltd. issued, at par value, 3 3/4% convertible bonds for CHF 50'000'000, which mature on November 23, 2010. Each bond has a nominal value of CHF 5'000 and is convertible into 23.18 bearer shares of ENR Russia Invest SA of a nominal value of CHF 50 each (following the dividend distribution the conversion rate as at June 30, 2007 has been modified according to the bond prospectus). In the consolidated financial statements, the loan is divided into a liability and an equity component. The fair value of the liability component is calculated using a discount rate of 4.23%, as if the bonds have no embedded conversion rights and the market rate of interest applied. The effective interest rate is 4.92%.

The convertible bond includes a call option which allows the group to call for the redemption of the bond at 100% in case the closing price of the shares for a period of 20 consecutive Business days is at least 130 per cent of the then applicable conversion price, with a period of 60 days prior notice. The value of the option call has been estimated to CHF 405'000 and has been deducted from the liability component.

At issue, the detail of the liability and equity components were the following:

	CHF
3.75% Convertible Bonds 2005-2010	
Present value of the principal (CHF 50.0 mio payable on 23.11.2010)	40'644'924
Value of interest (CHF 1.87 mio payable annually in arrears until 23.11.2010)	8'293'507
Value of call option	(405'000)
Allocation of transaction cost	(1'070'410)
Total liability component	47'463'021
Equity component	1'434'224
Proceeds of bonds issue	48'897'245

The outstanding nominal value of the bonds (excluding treasury bonds) is protected with cash and liquid securities during the whole life of the bonds. The Group has issued an unconditional and irrevocable guarantee in accordance with the article 111 of the Swiss Federal Code of Obligations up to a maximum amount of CHF 59'375'000 in favour of Valartis Bank AG on behalf of the bondholders for the due payment of all amounts payable on the bonds.

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8 Share capital

As of June 30, 2007, the issued ordinary share capital of the Company was CHF 80.5 million, divided into 1'610'615 bearer shares of a par value CHF 50 each and one voting right per share. There are no restrictions on share transfers. The Company has not issued any participation certificates or profit sharing certificates.

8.1 Issued Capital

	30.06.2007		31.12.2006	
	Number of shares	CHF	Number of shares	CHF
Opening Balance	1'610'615	80'530'750	1'600'536	80'026'800
Capital increase	-	-	10'079	503'950
Closing balance	1'610'615	80'530'750	1'610'615	80'530'750

All issued shares are fully paid in.

8.2 Treasury stock

	30.6.2007		31.12.2006	
	Number of shares		Number of shares	
Opening Balance		124'068		56'068
Conversion of options		25'000		45'000
Purchases		-		31'250
Sales		-		(8'250)
Closing balance		149'068		124'068

Transaction in treasury stock during the period

Month	Number of shares purchased	Currency	Average price	Amount purchased
March (exercise of options)	25'000	CHF	210.13	5'253'345

8.3 Authorised capital and conditional capital

The Company may increase its capital by up to CHF 18'873'050 through the issue of a maximum of 377'461 bearer shares each with a par value of CHF 50. Existing shareholders are generally entitled to preferential subscription rights. However, those can be cancelled for valid reason by the Board of Directors.

Furthermore, the Company may increase its share capital by the exercise of option or conversion rights by up to a maximum amount for CHF 18'873'050 through the issue of a maximum 377'461 bearer shares each with a par value of CHF 50. The options and conversion rights are limited to a maximum exercise period of 5 years. Existing shareholders have no preferential subscription right with regards to the conditional capital.

Conditional Capital	30.6.2007		31.12.2006	
	Number of shares	CHF	Number of shares	CHF
Conditional capital	377'461	18'873'050	377'461	18'873'050
Authorised increase of capital	377'461	18'873'050	377'461	18'873'050

9 Related parties, significant shareholders

Valartis International Ltd., B.V.I. (a fully owned subsidiary of Valartis Group AG, Baar, Switzerland) is the Investment Manager of the Company. The Company pays to the Investment Manager a management fee payable quarterly in arrears in Swiss Francs, of 2% par annum of the Company's average NAV, as adjusted by adding back the amount of any outstanding debt convertible into shares of the Company.

As of June 30, 2007 Valartis International Ltd., B.V.I. earned an amount of CHF 5'848'599 (2006: CHF 9'607'649) as management fees for the period, of which CHF 3'051'729 (2006: CHF 2'559'658) are payable at the end of the period.

In addition, the Investment Manager is entitled to receive a performance fee if the Company's (adjusted) NAV appreciates by an amount in excess of 10% per year, whereby the high watermark shall be a NAV (adjusted) as of December 31, 2006. The performance fee is 15% of the amount if the NAV increase exceeds an annual return of 10% and 20% of the amount if the Net Asset Value increase exceeds an annual return of 20%. Adjusting events include among others share splits and right issues.

As of June 30, 2007, no performance fees are due to Valartis International Ltd. (2006: CHF 14'263'166). No performance fee is due for the period spanning from 1 January to 30 June 2007. The amount of CHF 1,593,741 results from an under-estimate of the performance fees on the 2006 accounts.

For the termination of the investment management agreement by the Company, the Investment Manager shall be entitled to an indemnity of CHF 9'450'000. As part of the Group restructuring, the investment management agreement with the Investment Manager will be terminated (refer to the commentary section of the interim financial statements for a full explanation) and, consequently, as of June 30, 2007 the provision for termination fees is CHF 9'450'000 (2006: CHF 0.00).

The Company bears all of its expenses, including expenses relating to its formation and organizational expenses, as well as administrative and operating expenses.

Out-of-pocket expenses incurred by the Investment Manager in carrying out the investigative and "due diligence" analysis required in pursuing likely investment opportunities and in monitoring existing investments are borne by the Company.

Valartis International Ltd., B.V.I., is holding 6.88% of Panariello Enterprises Ltd. governed by a sub-participation agreement between ENR Investment Ltd. and MCTI, dated May 7, 2003.

As of June 30, 2007, Hansa AG, an indirect shareholder of Valartis Group AG, the mother company of Valartis International Ltd. and Valartis Asset Management S.A. (the investment advisor of the Company) owns 55.43% of the share capital of ENR Russia Invest SA.

Gustav Stenbolt, who is the Delegate of the Board of MCG Holding SA, which is the major shareholder of Valartis Group AG, is a member of the investment committee and board member of ENR.

Tim Rogers and Georg von Opel are both members of the board of Valartis Group AG and members of the investment committee of ENR.

Valartis Bank AG, a wholly owned subsidiary of Valartis Group AG issued quoted call and put options on ENR Russia Invest S.A.'s shares.

As of June 30, 2007 the balance in current account with Valartis Bank AG amounted to CHF 21'962 (2006: CHF 22'111) and the overdraft to CHF 149 (2006 : CHF 1'872) (see note 6 for detail of position).

The remuneration for the period paid to the directors of ENR Russia Invest S.A. amounts to CHF 35'224 (2006: CHF 221'475).

Financial Statements

Condensed notes to the consolidated financial statements as of June 30, 2007
(currency - CHF)

10 Segment reporting

Since ENR only has one sector of business activity and one geographical sector, the breakdown by segment does not apply.

11 Subsequent event - Proposed restructuring of the group

The board of directors of ENR ("board") proposed a restructuring of the group (restructuring approved by the Shareholder of the company on June 27, 2007). ENR will be split into two separate SWX listed companies :

A. ENR Russia Invest SA (to be renamed Growth Value Opportunities SA)
This company will focus on global investment opportunities (including Russia, other members of the CIS and the Baltic States) relating to traditional asset classes and, with the exception of the private equity investment in Sarnatus, will exclude all other ENR private equity investments.

B. ENR Private Equity Geneva SA (to be renamed ENR Russia Invest SA)
This company will focus on private equity investments in Russia, other members of the CIS and the Baltic States. ENR, in return for all the shares in ENR Private Equity Geneva SA, contributed all its existing private equity investments (other than the Sarnatus investment due to structuring complexities). Accordingly, the private equity business will comprise the investments in Naftrans, Redberry Resources and Panariello Enterprises.

Valartis Asset Management SA will be appointed as the investment manager to provide investment management services in respect of private equity investments in Russia, other members of the CIS and the Baltic States. ENR Private Equity Geneva SA will be spun-off to ENR shareholders and the split is expected to take place during the fourth quarter 2007, being the expected time of the listing of this company on SWX. Once the relevant dates have been confirmed, ENR shareholders will be advised accordingly.

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Report of the group auditors
to the Board of Directors of
ENR Russia Invest SA - Geneva

As auditors of the group, we have audited the interim condensed consolidated financial statements (condensed balance sheet, condensed income statement, condensed statement of cash flows, condensed statement of changes in equity and condensed notes, pages 7 to 26) of ENR Russia Invest SA for the period ended 30 June 2007.



These interim condensed consolidated financial statements are the responsibility of the board of directors. Our responsibility is to express an opinion on these interim condensed consolidated financial statements based on our audit. We confirm that we meet the legal requirements concerning professional qualification and independence.

Our audit was conducted in accordance with the International Standards on Auditing, which require that an audit be planned and performed to obtain reasonable assurance about whether the interim condensed consolidated financial statements are free from material misstatement. We have examined on a test basis evidence supporting the amounts and disclosures in the interim condensed consolidated financial statements. We have also assessed the accounting principles used, significant estimates made and the overall interim condensed consolidated financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the interim condensed consolidated financial statements are properly prepared in accordance with the International Accounting Standard 34 "Interim Financial Reporting".

In accordance with Article 20 of the Additional Rules for the Listing of Investment Companies of the SWX Swiss Exchange we draw attention to Note 5 of the interim condensed consolidated financial statements. As indicated in Note 5, the interim condensed consolidated financial statements include unquoted investments stated at their fair value of CHF 204 million. Because of the inherent uncertainty associated with the valuation of such investments and the absence of a liquid market, these fair values may differ from their realisable values, and the difference could be material. The fair values of these investments have been determined by the Board of Directors and have been disclosed in Note 5. We have reviewed the procedures applied by the Board of Directors in valuing such investments and have viewed the underlying documentation. While in the circumstances the procedures appear to be reasonable and the documentation appropriate, the determination of fair values involves subjective judgment which cannot be independently verified.

The interim condensed consolidated financial statements for the period ended 30 June 2006 are unaudited.

PricewaterhouseCoopers SA
 
Alex Astolfi Simona Terranova
Auditor in charge

Geneva, 30 August 2007

Financial Statements

Price Information

Date in CHF	Net Assets in thousands	NAV per share	Share price
31.12.1995	45'958	75.31	88.69
30.06.1996	70'260	115.13	118.55
31.12.1996	69'202	113.39	109.64
30.06.1997	1) 162'998	217.33	154.00
31.12.1997	149'752	199.67	155.00
30.06.1998	65'003	86.67	91.00
31.12.1998	N/A	N/A	25.85
30.06.1999	N/A	N/A	24.20
31.12.1999	N/A	N/A	25.85
30.06.2000	30'261	40.35	34.00
31.12.2000	32'296	43.06	38.50
30.06.2001	52'710	70.28	48.10
31.12.2001	54'244	72.32	49.00
30.06.2002	2) 121'621	104.13	86.00
31.12.2002	116'444	99.69	80.00
31.03.2003	116'894	100.08	79.50
30.06.2003	145'440	124.52	95.50
30.09.2003	163'087	139.63	102.75
31.12.2003	179'524	153.70	114.50
31.03.2004	219'283	187.74	140.50
30.06.2004	3) 208'134	177.44	137.50
30.09.2004	4) 225'853	177.65	135.00
31.12.2004	5) 239'491	186.51	136.00
31.03.2005	250'862	195.36	151.00
30.06.2005	6) 261'644	197.40	149.00
30.09.2005	7) 337'346	243.98	174.00
31.12.2005	8) 383'133	231.32	181.00
31.03.2006	9) 498'298	278.34	216.00
30.06.2006	404'846	251.38	211.00
31.12.2006	484'729	319.17	235.00
31.03.2007	542'289	336.69	248.00
30.06.2007	(Ex dividend) 548'875	340.79	252.00

N°	Par Value	Capital increase	Conversion factor	Date	NBR of shares
1	CHF 50	Subscription price CHF 120.00	n/a	June 30, 1997	250'000
2	CHF 50	Subscription price CHF 95.80	n/a	April 26, 2002	418'000
3	CHF 50	Conversion of the convertible bonds	CHF 5'000.00 for 49.18 shares	May 5, 2004	2'016
4	CHF 50	Conversion of the convertible bonds	CHF 5'000.00 for 49.18 shares	3rd quarter 2004	101'268
5	CHF 50	Conversion of the convertible bonds	CHF 5'000.00 for 49.18 shares	November 3, 2004	12'787
6	CHF 50	Conversion of the convertible bonds	CHF 5'000.00 for 49.18 shares	2nd quarter 2005	41'313
7	CHF 50	Conversion of the convertible bonds	CHF 5'000.00 for 49.18 shares	3rd quarter 2005	57'295
8	CHF 50	Conversion of the convertible bonds	CHF 5'000.00 for 49.18 shares	4th quarter 2005	217'857
9	CHF 50	Conversion of the convertible bonds	CHF 5'000.00 for 49.18 shares	January 2006	10'079

Summary

Organisation	Board of Directors	Chairman
	Christoph Löw Gustav Stenbolt Peter Rüegg Walter Fetscherin Urs Maurer-Lambrou Frédéric Wenger	Vice-Chairman Member Member Member
	Investment Committee	Gustav Stenbolt Timothy Rogers Philipp Leibundgut Christine Spyrou-Catras Georg von Opel Alexander Nikolaev Medina Dietz
	Investment Manager	MCT International Limited, B.V.I.
	Investment Advisors	Valartis Asset Management S.A.
	Portfolio Management Committee	Alexander Nikolaev Christine Spyrou-Catras Medina Dietz
	Custodian	Pictet & Cie, Geneva ING Bank Eurasia A/O, Moscow Rhône-Audit Société Fiduciaire S.A., Geneva
	Auditors	PricewaterhouseCoopers, Geneva
	Management Fees	2% per annum of the average Net Asset Value
	Performance Fee	15% of the amount if the Net Asset Value increase exceeds an annual return of 10% and 20% of the amount if the Net Asset Value increase exceeds an annual return of 20%
Publication List	NAV Publication	Finanz & Wirtschaft (Twice a week) The Financial Times (Once a week) Reuters : OZ Bankers (Daily) Bloomberg (Daily)
	Interim Report	Available upon request from the Company Available on the company web site : http://www.enr.ch
	Listing	SWX Swiss Exchange
	Ticker Symbol	Bloomberg ENR SW Reuters ENRZ.S
	Security Number	Bearer Shares 347166 CH0003471668 Convertible bonds 2324739 CH0023247395
Investment Policy	The investment objective of the Company is to maximize long term returns to shareholders. The investment Manager intends to achieve this by investing the Company's assets in a diversified portfolio of securities of companies with substantial activities in Russia and in other CIS and Baltic states, and within certain limits, in debt instruments, physical commodities and privatization vouchers.	

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