

Description

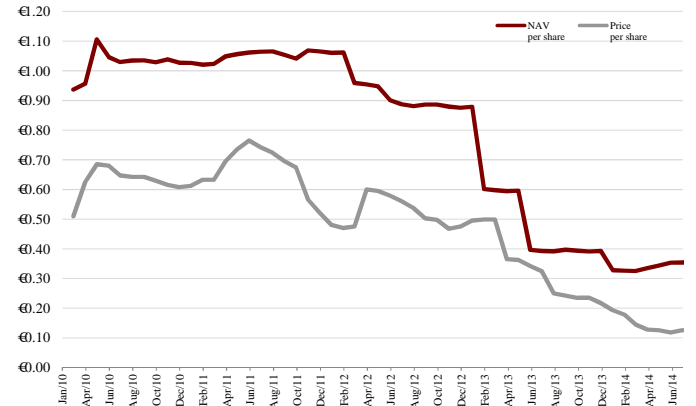
Reconstruction Capital II (“RC2” or the “Fund”) is a closed-ended, absolute return driven investment fund, incorporated in the Cayman Islands. The fund invests in Private Equity & Listed Securities in South-East Europe. RC2 was admitted to the AIM market of the London Stock Exchange in December 2005 raising €24m initially, with two follow-on offerings in May-06 and Dec-07 raising a further €40m and €71m net of expenses respectively. New Europe Capital Ltd (London) is the investment manager to RC2. New Europe Capital SRL (Bucharest) and New Europe Capital DOO (Belgrade) are the investment advisers to RC2.



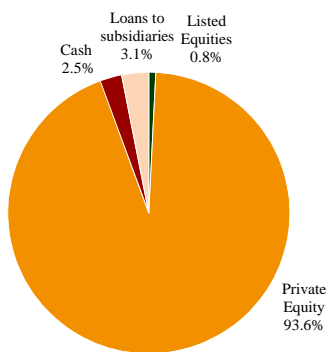
Statistics

		RC2 NAV returns				
		2010	2011	2012	2013	2014
NAV per share (€)	0.3554					
Share price (€)	0.1262	Jan 1.36%	-0.54%	0.12%	-31.58%	-0.65%
Total NAV (€m)	35.5	Feb 0.03%	0.24%	-9.69%	-0.51%	-0.34%
Mk Cap (€m)	12.6	Mar 2.07%	2.48%	-0.50%	-0.62%	2.94%
# of shares (m)	100.0	Apr 15.60%	0.70%	-0.66%	0.29%	2.73%
NAV return since inception	-62.84%	May -5.42%	0.55%	-4.98%	-33.53%	2.70%
12-month NAV CAGR	-9.25%	Jun -1.57%	0.25%	-1.47%	-0.85%	0.28%
NAV annualized Return*	-10.89%	Jul 0.53%	0.13%	-0.73%	-0.28%	0.44%
NAV annualized Volatility*	20.36%	Aug 0.07%	-1.10%	0.61%	1.27%	
Best month (NAV)	15.60%	Sep -0.62%	-1.25%	0.01%	-0.69%	
Worst month (NAV)	-33.53%	Oct 0.96%	2.63%	-0.82%	-0.72%	
# of months up (NAV)	53	Nov -1.15%	-0.25%	-0.36%	0.43%	
# of months down (NAV)	50	Dec -0.06%	-0.49%	0.29%	-16.44%	
		YTD	11.07%	3.32%	-17.17%	-62.64%
					8.30%	

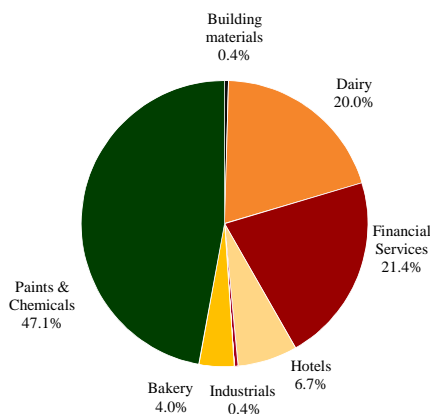
Share price / NAV per share (€)



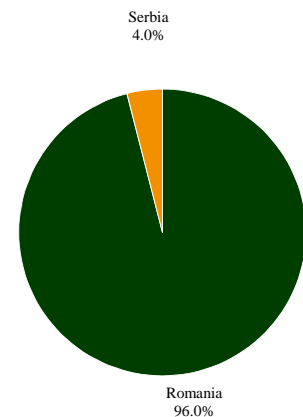
Portfolio Structure by Asset Class



Equity Portfolio Structure by Sector



Portfolio Structure by Geography



Commentary

Please refer to the Quarterly Report for the period ended 30 June 2014 for market commentary and updates in respect of investee companies



Investment Manager
 New Europe Capital Ltd
 33 Marloes Road
 London W8 6LG
 Tel +44 20 7244 0088
 london@neweuropecapital.com

Investment Adviser Romania & Bulgaria
 New Europe Capital SRL
 Str. Tudor Arghezi nr.21, et.6
 Bucuresti - Sector 2
 Tel +40 21 316 7680
 bucharest@neweuropecapital.com

Investment Adviser Serbia
 New Europe Capital DOO
 Francuska 12
 11000 Beograd
 Tel +381 11 715 1982
 belgrade@neweuropecapital.com