

ERSTE BOND DANUBIA

Jointly owned fund pursuant to the InvFG

Annual Report 2024/25

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General Information about the Investment Firm

The company	Erste Asset Management GmbH Am Belvedere 1, A-1100 Vienna Telephone: +43 05 0100-19777, fax: +43 05 0100-919777
Registered capital	EUR 3 million
Shareholders	Erste Group Bank AG (64.67%) Erste Bank der österreichischen Sparkassen AG (22.17%) Steiermärkische Bank und Sparkassen Aktiengesellschaft (3.30%) Tiroler Sparkasse Bankaktiengesellschaft Innsbruck (1.74%) DekaBank Deutsche Girozentrale, Frankfurt (1.65%) „Die Kärntner“ Trust-Vermögensverwaltungsgesellschaft m. b. H. & Co KG (1.65%) Salzburger Sparkasse Bank Aktiengesellschaft (1.65%) Sieben Tiroler Sparkassen Beteiligungsgesellschaft m. b. H. (1.65%) NÖ-Sparkassen Beteiligungsgesellschaft m. b. H. (0.76%) VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe (0.76%)
Supervisory Board	Rudolf SAGMEISTER (Chairman) Manfred BARTALSZKY (until 26.02.2025) Maximilian CLARY UND ALDRINGEN Klaus FELDERER Harald GASSER Gerhard GRABNER Harald Frank GRUBER Rainer HAUSER (from 26.02.2025) Oswald HUBER (Deputy Chairman) Radovan JELASITY (until 26.02.2025) Michael KOREN Gerhard LAHNER (from 26.02.2025) Ertan PISKIN Peter PROBER Gerald WEBER Appointed by the Works Council: Martin CECH Regina HABERHAUER Heinrich Hubert REINER Peter RIEDERER Nicole WEINHENGST Manfred ZOUREK
Managing directors	Heinz BEDNAR Winfried BUCHBAUER Peter KARL Thomas KRAUS
Authorised officers	Karl FREUDENSCHUSS Günther MANDL Gerold PERMOSER Magdalena REISCHL Oliver RÖDER Magdalena UJWARY
State commissioners	Wolfgang EXL Angelika SCHÄTZ
Auditor	Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H.
Depositary bank	Erste Group Bank AG

Dear Unit-holders,

We are pleased to present you the following annual report for the ERSTE BOND DANUBIA jointly owned fund pursuant to the InvFG for the accounting year from 1 June 2024 to 31 May 2025.

Due to technical problems, unit certificate transactions were suspended for all funds of Erste Asset Management GmbH in Austria on 27 November 2024. Transactions resumed on 28 November 2024.

The companies managing the sub-funds contained in the Fund that are not managed by the Investment Firm assessed management fees ranging between 0.15% and 0.90%. No front-end surcharges were charged for the purchase of the units in these funds.

Development of the Fund

Market environment

ERSTE BOND DANUBIA posted a performance of plus 3.43% (AT0000831409) in the reporting period.

At the beginning of the reporting period, yields on government bonds fell in anticipation of declining inflation and a decrease in economic momentum. The positive state of the economy brought another trend reversal, however. In the last quarter, the policies of the US administration under President Trump had the biggest impact on the markets. Yields on CE4 government bonds saw divergent development over the entire reporting period. The yield on a ten-year Hungarian government bond remained nearly unchanged, rising by 4 basis points to 6.96%, while the yield on a ten-year Polish government bond retreated by 34 basis points to 5.36%. The yield on a ten-year Czech government bond fell by 21 basis points to 4.16%.

Romania was the only country to see a significant rise in yields, with an increase of 48 points in the yield on a ten-year government bond. The macroeconomic reasons for this include a huge current account and fiscal deficit along with a sluggish decline in inflation rates. At the same time, the presidential elections in the spring caused a fair amount of volatility. After the far-right candidate George Simion achieved a surprisingly clear victory in the first round, there was a sell-off in bonds and the national bank had to intervene heavily to support the leu. In the second round, however, the pro-European candidate Nicușor Dan prevailed, which – along with expectations of fiscal consolidation – calmed the markets.

Currency markets saw only minor movements during the reporting period. While the Hungarian forint depreciated by more than 3% versus the euro, the Czech koruna lost around 1% and the Romanian leu about 1.7%. The Polish zloty was the top performer among the CE4 currencies, with a gain of less than 1%.

During the reporting period, the Turkish lira again suffered significant losses of more than 27% versus the euro amidst persistently high inflation, while yields on the local government bond market increased by over 5 percentage points to 33%. The downtrend for the Turkish currency accelerated, particularly after the politically motivated arrest of Istanbul mayor Ekrem İmamoğlu.

Spreads on hard-currency bonds broadly tracked global developments, with the trade tariffs announced by US President Trump triggering the largest price movements. Over the reporting period as a whole, the spread on EUR-denominated Eastern European government bonds increased by 2 basis points to 163 basis points.

Investment policy

The Fund focuses on local-currency government bonds from Poland, Czechia, Hungary, Romania, and Türkiye. Roughly one third of the Fund's volume is invested in EUR- and USD-denominated government and corporate bonds from Central and Eastern European issuers. Non-European currency risk (USD exposure) is permanently hedged. Interest futures can also be used for duration management.

The Fund employs an active investment policy. The assets are selected on a discretionary basis. The Fund is oriented 65% towards the J.P. Morgan GBI-EM Global Diversified Europe Unhedged EUR index and 35% towards the J.P. Morgan Euro EMBI Global Diversified Europe index as a benchmark (index provider disclaimer: <https://www.erste-am.com/index-disclaimer>). The composition and performance of the Fund can deviate substantially or entirely in a positive or negative direction from that of the benchmark over the short term or long term. The discretionary power of the Management Company is not limited.

Method of Calculating the Global Exposure

Method of calculating the global exposure:	Commitment approach
Reference assets used:	-
Value at risk:	
Lowest value:	-
Average value:	-
Highest value:	-
Model used:	-
Leverage* when using the value-at-risk calculation method:	-
Leverage** according to § 4 of the 4 th Derivatives Risk Measurement and Reporting Regulation:	-

* Total nominal values of derivative instruments without taking into account offsetting and hedging (item 8.5. Schedule B InvFG 2011).

** Total derivative risk taking offsetting and hedging into account = total of the equivalent values of the underlying assets as a percentage of the fund assets.

Asset Allocation

	As of 31.05.2025 EUR millions	%
Bonds		
EUR	17.5	30.26
PLN	13.4	23.19
ROL	5.7	9.77
CZK	9.7	16.79
TRL	2.1	3.62
HUF	4.3	7.36
USD	0.0	0.06
Investment certificates		
EUR	0.3	0.57
Securities	53.0	91.63
Forward exchange agreements	0.0	0.02
Bank balances	3.7	6.34
Interest entitlements	1.2	2.01
Other deferred items	-0.0	-0.00
Fund assets	57.9	100.00

Comparative Overview

Accounting year	Fund assets
2022/2023	63,637,207.97
2023/2024	62,945,020.35
2024/2025	57,859,834.69

General information about performance:

The performance of unit categories with no outstanding units at the end of the reporting period or no outstanding units during the reporting period is generally based on the dividend-adjusted performance of the overall fund. In these cases, the performance is not reported below.

When a unit category is issued during the reporting period, the performance and reinvestment are calculated from the point in time that the unit category is launched. Because of this and possible other fees and currency classes, the performance and reinvestment of this unit category differ from those of comparable unit categories.

The performance is determined assuming the reinvestment of all paid dividends and amounts at their nominal value on the day of disbursement.

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2022/2023	Dividend-bearing units	AT0000831409	EUR	38.38	0.5000	0.0000	- 0.74
2023/2024	Dividend-bearing units	AT0000831409	EUR	40.35	1.2000	0.0000	6.49
2024/2025	Dividend-bearing units	AT0000831409	EUR	40.51	1.0000	0.0000	3.43

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2022/2023	Dividend-bearing units	AT0000A1X5G2	EUR	70.88	1.0000	0.0000	- 0.38
2023/2024	Dividend-bearing units	AT0000A1X5G2	EUR	75.50	-	-	-
2024/2025	Dividend-bearing units	AT0000A1X5G2	EUR	78.09	-	-	-

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2022/2023	Non-dividend-bearing units	AT0000812946	EUR	103.35	0.0000	0.0000	- 0.74
2023/2024	Non-dividend-bearing units	AT0000812946	EUR	110.03	0.0000	0.0000	6.46
2024/2025	Non-dividend-bearing units	AT0000812946	EUR	113.80	0.0000	0.0000	3.43

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Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2022/2023	KESt-exempt non-dividend-bearing units	AT0000673199	EUR	127.01	-	0.0000	- 0.74
2023/2024	KESt-exempt non-dividend-bearing units	AT0000673199	EUR	135.23	-	0.0000	6.47
2024/2025	KESt-exempt non-dividend-bearing units	AT0000673199	EUR	139.86	-	0.0000	3.42

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2022/2023	KESt-exempt non-dividend-bearing units	AT0000639398	CZK	3,019.66	-	0.0000	- 4.61
2023/2024	KESt-exempt non-dividend-bearing units	AT0000639398	CZK	3,340.31	-	0.0000	10.62
2024/2025	KESt-exempt non-dividend-bearing units	AT0000639398	CZK	3,488.33	-	0.0000	4.43

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2022/2023	KESt-exempt non-dividend-bearing units	AT0000A00GD6	HUF	47,121.79	-	0.0000	- 7.21
2023/2024	KESt-exempt non-dividend-bearing units	AT0000A00GD6	HUF	52,812.77	-	0.0000	12.08
2024/2025	KESt-exempt non-dividend-bearing units	AT0000A00GD6	HUF	56,584.24	-	0.0000	7.14

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2022/2023	KESt-exempt non-dividend-bearing units	AT0000A1XHX7	EUR	77.60	-	0.0000	- 0.24
2023/2024	KESt-exempt non-dividend-bearing units	AT0000A1XHX7	EUR	83.04	-	0.0000	7.01
2024/2025	KESt-exempt non-dividend-bearing units	AT0000A1XHX7	EUR	86.32	-	0.0000	3.95

Disbursement/Payment

The following disbursement or payment will be made for the accounting year from 1 June 2024 to 31 May 2025. The coupon-paying bank is obligated to withhold capital gains tax from this disbursement if the respective investor is not exempt from the payment of this tax.

The disbursement or payment will be effected on or after 1 September 2025 at

Erste Group Bank AG, Vienna,

and the respective bank managing the Unit-holder's securities account.

Fund type	ISIN	Currency	Dividend disbursement/ payment		KES _t with option declaration	KES _t w/o option declaration	Reinvestment
Dividend-bearing units	AT0000831409	EUR	1.0000		0.0000	0.0000	0.0000
Dividend-bearing units	AT0000A1X5G2	EUR	-		-	-	-
Non-dividend-bearing units	AT0000812946	EUR	0.0000		0.0000	0.0000	0.0000
KES _t -exempt non-dividend-bearing units	AT0000673199	EUR	-	*	-	-	0.0000
KES _t -exempt non-dividend-bearing units	AT0000639398	CZK	-	*	-	-	0.0000
KES _t -exempt non-dividend-bearing units	AT0000A00GD6	HUF	-	*	-	-	0.0000
KES _t -exempt non-dividend-bearing units	AT0000A1XHX7	EUR	-	*	-	-	0.0000

* Pursuant to the penultimate sentence of § 58 (2) of the Austrian Investment Fund Act, no capital gains tax will be paid.

Income Statement and Changes in Fund Assets

1. Value Development over the Accounting Year (Fund Performance)

Calculation according to the OeKB method per unit in the unit currency not accounting for a front-end surcharge

The performance of unit categories with no outstanding units at the end of the reporting period or no outstanding units during the reporting period is generally based on the dividend-adjusted performance of the overall fund. In these cases, the "performance", the "net earnings per unit", and the "total value including (notional) units gained through disbursement/payment" are not reported in the following.

When a unit category is issued during the reporting period, the performance is calculated from the point in time that the unit category is launched. Because of this and possible other fees and currency classes, the performance of this unit category differs from that of comparable unit categories.

AT0000831409 dividend-bearing units EUR	
Unit value at the beginning of the reporting period (773,291.257 units)	40.35
Disbursement/payment on 29.08.2024 (corresponds to roughly 0.0302 units at a calculated value of 39.76)	1.2000
Unit value at the end of the reporting period (694,640.431 units)	40.51
Total value including (notional) units gained through dividend disbursement/payment	41.73
Net earnings per unit	1.38
Value development of one unit in the period	3.43%

AT0000A1X5G2 dividend-bearing units EUR	
Unit value at the beginning of the reporting period (0.000 units)	75.50
Disbursement/payment	0.0000
Unit value at the end of the reporting period (0.000 units)	78.09
Total value including (notional) units gained through dividend disbursement/payment	-
Net earnings per unit	-
Value development of one unit in the period	-

AT0000812946 non-dividend-bearing units EUR	
Unit value at the beginning of the reporting period (200,275.475 units)	110.03
Disbursement/payment	0.0000
Unit value at the end of the reporting period (178,584.334 units)	113.80
Total value including (notional) units gained through dividend disbursement/payment	113.80
Net earnings per unit	3.77
Value development of one unit in the period	3.43%

AT0000673199 KESSt-exempt non-dividend-bearing units EUR	
Unit value at the beginning of the reporting period (60,877.016 units)	135.23
Disbursement/payment	0.0000
Unit value at the end of the reporting period (55,435.312 units)	139.86
Total value including (notional) units gained through dividend disbursement/payment	139.86
Net earnings per unit	4.63
Value development of one unit in the period	3.42%

AT0000639398 KES-st-exempt non-dividend-bearing units CZK	
Unit value at the beginning of the reporting period (10,440.380 units)	3,340.31
Disbursement/payment	0.0000
Unit value at the end of the reporting period (11,389.319 units)	3,488.33
Total value including (notional) units gained through dividend disbursement/payment	3,488.33
Net earnings per unit	148.02
Value development of one unit in the period	4.43%

AT0000A00GD6 KES-st-exempt non-dividend-bearing units HUF	
Unit value at the beginning of the reporting period (21.000 units)	52,812.77
Disbursement/payment	0.0000
Unit value at the end of the reporting period (21.000 units)	56,584.24
Total value including (notional) units gained through dividend disbursement/payment	56,584.24
Net earnings per unit	3,771.47
Value development of one unit in the period	7.14%

AT0000A1XHX7 KES-st-exempt non-dividend-bearing units EUR	
Unit value at the beginning of the reporting period (687.743 units)	83.04
Disbursement/payment	0.0000
Unit value at the end of the reporting period (554.092 units)	86.32
Total value including (notional) units gained through dividend disbursement/payment	86.32
Net earnings per unit	3.28
Value development of one unit in the period	3.95%

2. Fund Result

a. Realised fund result

Ordinary fund result

Income (without profit or loss from price changes)

Interest income (excluding income adjustment)	2,485,658.78	
Dividend income	0.00	
Other income 8)	<u>1,044.14</u>	
Total income (without profit or loss from price changes)		2,486,702.92

Interest paid

- 139.24

Expenses

Fees paid to Investment Firm	- 431,083.85	
Costs for the financial auditor and tax consultation	- 5,208.00	
Publication costs	- 23,954.76	
Securities account fees	- 15,401.11	
Depository bank fees	- 34,485.26	
Costs for the external consultant	0.00	
Performance fee	-	
Fee foreign-currency unit certificates 9)	<u>- 769.56</u>	
Total expenses		- 510,902.54
Compensation for management costs from sub-funds 1)		<u>226.36</u>

Ordinary fund result (excluding income adjustment)

1,975,887.50

Realised profit or loss from price changes 2) 3)

Realised gains 4)	804,184.41	
Realised losses 5)	<u>- 699,029.43</u>	

Realised profit or loss from price changes (excluding income adjustment)

105,154.98

Realised fund result (excluding income adjustment)

2,081,042.48

b. Unrealised profit or loss from price changes 2) 3)

Changes in the unrealised profit or loss from price changes 7)	<u>- 53,125.77</u>
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Result for the reporting period 6)

2,027,916.71

c. Income adjustment

Income adjustment for income in the period	- 95,137.43
Income adjustment for profit carried forward from dividend-bearing units	<u>- 819,385.58</u>

Overall fund result

1,113,393.70

3. Changes in Fund Assets

Fund assets at the beginning of the reporting period	62,945,020.35
Disbursement/payment in the accounting year	- 900,885.45
Issue and redemption of units	- 5,297,693.91
Overall fund result	
(The fund result is shown in detail under item 2.)	1,113,393.70
Fund assets at the end of the reporting period	<u>57,859,834.69</u>

- 1) Reimbursements (in the sense of commissions) paid by third parties are forwarded to the Fund after deduction of appropriate costs. Erste Group Bank AG receives 25% of the calculated commissions to cover administrative costs.
- 2) Realised profits and losses are not calculated precisely for the specific periods, which means that they, as is the case for the changes in the unrealised profit or loss, are not necessarily congruent with the changes in the value of the Fund in the accounting year.
- 3) Total profit or loss from price changes without income adjustment (realised profit or loss from price changes, without income adjustment, plus changes in the unrealised profit or loss): EUR 52,029.21.
- 4) Thereof profits from transactions with derivative financial instruments: EUR 57,613.88.
- 5) Thereof losses from transactions with derivative financial instruments: – EUR 76,023.06.
- 6) The result for the accounting year includes explicitly reported transaction costs in the amount of EUR 1,023.16.
- 7) Thereof changes in unrealised gains EUR 40,818.42 and unrealised losses – EUR 93,944.19.
- 8) The earnings reported under this item can be attributed to lending fees from securities lending transactions conducted with Erste Group Bank AG in the amount of EUR 1,044.14, to earnings from real estate funds in the amount of EUR 0.00, to other earnings in the amount of EUR 0.00, and to earnings from back-end commissions in the amount of EUR 0.00.
- 9) The Fund is charged a monthly fee per foreign-currency unit category for the management of the foreign-currency unit certificates.

Statement of Assets and Liabilities as of 31 May 2025

(including changes in securities assets from 1 June 2024 to 31 May 2025)

Security designation	ISIN number	Interest rate	Purch./ Additions	Sales/ Disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in EUR	% share of fund assets
Publicly traded securities								
Bonds denominated in EUR								
Issue country Albania								
ALBANIA 18/25 REGS	XS1877938404	3.500	0	0	1,000	100.115	1,001,145.00	1.73
Total issue country Albania							1,001,145.00	1.73
Total bonds denominated in EUR							1,001,145.00	1.73
Bonds denominated in HUF								
Issue country Hungary								
HUNGARY 11-28	HU0000402532	6.750	0	0	250,000	100.823	623,901.61	1.08
HUNGARY 14-25 25/B	HU0000402748	5.500	0	100,000	100,000	99.907	247,294.55	0.43
HUNGARY 15-31 31/A	HU0000403001	3.250	0	0	250,000	82.813	512,453.59	0.89
HUNGARY 16-27 27/A	HU0000403118	3.000	0	0	200,000	92.824	459,524.75	0.79
HUNGARY 17-26 26/D	HU0000403340	2.750	0	0	200,000	94.891	469,757.43	0.81
HUNGARY 19/30 2030/A	HU0000403696	3.000	0	0	200,000	85.125	421,410.89	0.73
HUNGARY 20/33	HU0000404744	2.250	0	200,000	220,000	73.219	398,715.97	0.69
HUNGARY 22/32	HU0000405550	4.750	0	0	230,000	88.671	504,807.30	0.87
Total issue country Hungary							3,637,866.09	6.29
Total bonds denominated in HUF translated at a rate of 404.00000							3,637,866.09	6.29
Total publicly traded securities							4,639,011.09	8.02
Investment certificates								
Investment certificates denominated in EUR								
Issue country Croatia								
ERSTE MOMA DEOD	HRERSIUEMMD3		3,199	0	3,199	103.704	331,740.65	0.57
Total issue country Croatia							331,740.65	0.57
Total investment certificates denominated in EUR							331,740.65	0.57
Total investment certificates							331,740.65	0.57
Securities admitted to organised markets								
Bonds denominated in EUR								
Issue country Bulgaria								
BULGARIA 20/30 MTN	XS2234571425	0.375	0	0	900	88.375	795,375.00	1.37
BULGARIA 20/50 MTN	XS2234571771	1.375	0	0	1,000	60.875	608,750.00	1.05

Security designation	ISIN number	Interest rate	Purch./ Additions	Sales/ Disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in EUR	% share of fund assets
BULGARIA 25/34 MTN	XS3063879368	3.500	1,500	1,000	500	101.185	505,925.00	0.87
Total issue country Bulgaria							1,910,050.00	3.30
Issue country Kazakhstan								
KAZAKHSTAN 18/28 MTN REGS	XS1901718335	2.375	0	0	700	97.671	683,697.00	1.18
Total issue country Kazakhstan							683,697.00	1.18
Issue country Croatia								
CROATIA 17/30	XS1713475306	2.750	0	0	1,000	101.315	1,013,145.00	1.75
CROATIA 20/31	XS2190201983	1.500	0	0	1,000	93.813	938,125.00	1.62
Total issue country Croatia							1,951,270.00	3.37
Issue country Latvia								
LATVIA 16/36 MTN	XS1409726731	1.375	0	0	1,000	81.274	812,740.00	1.40
LATVIA 18/28 MTN	XS1829276275	1.125	0	0	1,200	96.056	1,152,672.00	1.99
Total issue country Latvia							1,965,412.00	3.40
Issue country Lithuania								
LITHUANIA 20/30 MTN	XS2168038847	0.750	0	0	1,000	91.075	910,750.00	1.57
LITHUANIA 20/50 MTN	XS2210006339	0.500	0	0	1,000	45.636	456,360.00	0.79
Total issue country Lithuania							1,367,110.00	2.36
Issue country Macedonia								
NORTH MACEDON. 23/27 REGS	XS2582522681	6.960	0	0	100	104.765	104,765.00	0.18
Total issue country Macedonia							104,765.00	0.18
Issue country Poland								
BK GOSPOD.KRAJ. 16/26 MTN	XS1403619411	1.750	0	0	1,300	99.524	1,293,812.00	2.24
BKRAJOWEGO 23/33 MTN	XS2589727168	5.125	0	0	250	109.511	273,777.50	0.47
POLAND 18/26 MTN	XS1766612672	1.125	0	0	500	98.919	494,595.00	0.85
POLAND 23/43 MTN	XS2586944147	4.250	0	0	1,000	99.982	999,820.00	1.73
Total issue country Poland							3,062,004.50	5.29
Issue country Romania								
ROMANIA 15/35 MTN REGS	XS1313004928	3.875	700	0	700	82.150	575,050.00	0.99
ROMANIA 19/34 MTN REGS	XS1970549561	3.500	600	0	600	81.838	491,028.00	0.85
ROMANIA 19/49 MTN REGS	XS1968706876	4.625	0	0	900	73.563	662,062.50	1.14
ROMANIA 20/29 MTN REGS	XS2262211076	1.375	0	0	750	86.400	648,000.00	1.12
ROMANIA 20/50 MTN REGS	XS2109813142	3.375	500	0	500	60.020	300,100.00	0.52
Total issue country Romania							2,676,240.50	4.63

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Security designation	ISIN number	Interest rate	Purch./ Additions	Sales/ Disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in EUR	% share of fund assets
Issue country Serbia including Kosovo								
SERBIA 19/29 REGS	XS2015296465	1.500	0	0	500	90.127	450,632.50	0.78
SERBIA 21/28 MTN REGS	XS2388561677	1.000	0	500	500	91.289	456,442.93	0.79
Total issue country Serbia including Kosovo							907,075.43	1.57
Issue country Türkiye								
TÜRKIYE 24/30	XS2790222116	5.875	500	0	500	104.218	521,091.49	0.90
Total issue country Türkiye							521,091.49	0.90
Issue country Hungary								
HUNGARY 20/32	XS2161992511	1.625	0	0	500	85.686	428,430.00	0.74
HUNGARY 20/35	XS2181689659	1.750	0	0	1,200	77.586	931,032.00	1.61
Total issue country Hungary							1,359,462.00	2.35
Total bonds denominated in EUR							16,508,177.92	28.53
Bonds denominated in PLN								
Issuer European Investment Bank								
EIB 19/29 MTN	XS1998795535	2.875	0	0	6,000	92.145	1,300,564.57	2.25
EIB 23/27 MTN	XS2643829711	6.000	0	0	10,000	102.810	2,418,489.77	4.18
EIB EUR.INV.BK 19/29 MTN	XS1963719585	3.000	0	0	18,000	92.545	3,918,630.91	6.77
Total issuer European Investment Bank							7,637,685.25	13.20
Issuer European Bank for Reconstruction and Development								
EBRD 21/26 MTN	XS2309419047	0.870	0	0	8,000	96.886	1,823,307.46	3.15
Total issuer European Bank for Reconstruction and Development							1,823,307.46	3.15
Issue country Poland								
POLAND 19/30	PL0000112736	1.250	0	0	5,000	83.184	978,399.20	1.69
POLAND 24/34	PL0000116851	5.000	13,000	0	13,000	97.469	2,980,695.72	5.15
Total issue country Poland							3,959,094.92	6.84
Total bonds denominated in PLN translated at a rate of 4.25100							13,420,087.63	23.19
Bonds denominated in ROL								
Issue country Romania								
ROMANIA 16-31	RO1631DBN055	3.650	0	0	10,000	81.375	1,607,264.54	2.78
ROMANIA 18/26	ROHRVN7NLN02	4.850	0	0	5,000	98.201	969,795.28	1.68
ROMANIA 18/29	ROVRZSEM43E4	5.000	600	0	2,100	92.263	382,684.50	0.66
ROMANIA 19/34	RO4KELYFLVK4	4.750	0	0	6,000	82.048	972,334.31	1.68

Security designation	ISIN number	Interest rate	Purch./ Additions	Sales/ Disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in EUR	% share of fund assets
ROMANIA 22/32	R007A2H5YIN8	6.700	0	0	6,000	96.093	1,138,772.85	1.97
ROMANIA 23/33	ROWLVEJ2A207	7.200	0	2,000	3,000	98.597	584,226.59	1.01
Total issue country Romania							5,655,078.07	9.77
Total bonds denominated in ROL translated at a rate of 5.06295							5,655,078.07	9.77
Bonds denominated in CZK								
Issue country Czechia								
CZECH REP. 2025 89	CZ0001004253	2.400	0	19,000	10,000	99.714	399,503.20	0.69
CZECH REP. 2026	CZ0001004469	1.000	0	0	20,000	97.625	782,267.27	1.35
CZECH REP. 2028	CZ0001003859	2.500	55,000	0	55,000	96.992	2,137,286.40	3.69
CZECH REP. 2029	CZ0001005375	2.750	0	0	20,000	97.000	777,259.16	1.34
CZECH REP. 2030 94	CZ0001004477	0.950	0	0	20,000	88.180	706,584.67	1.22
CZECH REP. 2033	CZ0001005243	2.000	0	23,000	20,000	86.000	689,116.37	1.19
CZECH REP. 2036 49	CZ0001001796	4.200	0	0	62,000	99.490	2,471,355.60	4.27
CZECH REPUBLIC 21/32	CZ0001006233	1.750	0	0	50,000	87.438	1,751,587.57	3.03
Total issue country Czechia							9,714,960.24	16.79
Total bonds denominated in CZK translated at a rate of 24.95950							9,714,960.24	16.79
Bonds denominated in TRL								
Issuer Asian Development Bank								
ASIAN DEV. BK 24/28 MTN	XS2840132802	27.500	40,000	0	40,000	83.116	746,280.52	1.29
Total issuer Asian Development Bank							746,280.52	1.29
Issuer European Bank for Reconstruction and Development								
EBRD 22/27 Z0	XS2468431049	0.000	0	90,000	110,000	54.656	1,349,552.63	2.33
Total issuer European Bank for Reconstruction and Development							1,349,552.63	2.33
Total bonds denominated in TRL translated at a rate of 44.54920							2,095,833.15	3.62
Bonds denominated in HUF								
Issuer Asian Development Bank								
ASIAN DEV. BK 22/25 MTN	XS2502021053	9.500	0	0	250,000	100.350	620,974.63	1.07
Total issuer Asian Development Bank							620,974.63	1.07
Total bonds denominated in HUF translated at a rate of 404.00000							620,974.63	1.07
Bonds denominated in USD								
Issue country Ukraine								
UKRAINE 24/34 REGS	XS2895056955	0.000	102	0	102	37.750	33,753.38	0.06
Total issue country Ukraine							33,753.38	0.06
Total bonds denominated in USD translated at a rate of 1.13525							33,753.38	0.06
Total securities admitted to organised markets							48,048,865.02	83.04

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Security designation	ISIN number	Holding	Unrealised result in EUR	% share of fund assets
Forward exchange agreements				
Forward exchange agreements denominated in EUR				
Issue country Austria				
FXF SPEST EUR/USD 13.06.2025	FXF_TAX_3472309	451,703	11,551.90	0.02
FXSPO EUR/USD 13.06.2025	FX_3071334	-441,727	-1,295.03	-0.00
		Total issue country Austria	10,256.87	0.02
		Total forward exchange agreements denominated in EUR	10,256.87	0.02
		Total forward exchange agreements	10,256.87	0.02

Breakdown of fund assets

Transferable securities		53,019,616.76	91.63
Forward exchange agreements		10,256.87	0.02
Bank balances		3,670,125.12	6.34
Interest entitlements		1,162,393.83	2.01
Other deferred items		-2,557.89	-0.00
Fund assets		57,859,834.69	100.00

Investor note:

The values of assets in illiquid markets may deviate from their actual selling prices.

Dividend-bearing units outstanding	AT0000831409	units	694,640.431
Value of dividend-bearing unit	AT0000831409	EUR	40.51
Dividend-bearing units outstanding	AT0000A1X5G2	units	0.000
Value of dividend-bearing unit	AT0000A1X5G2	EUR	78.09
Non-dividend-bearing units outstanding	AT0000812946	units	178,584.334
Value of non-dividend-bearing unit	AT0000812946	EUR	113.80
KEST-exempt non-dividend-bearing units outstanding	AT0000673199	units	55,435.312
Value of KEST-exempt non-dividend-bearing unit	AT0000673199	EUR	139.86
KEST-exempt non-dividend-bearing units outstanding	AT0000639398	units	11,389.319
Value of KEST-exempt non-dividend-bearing unit	AT0000639398	CZK	3,488.33
KEST-exempt non-dividend-bearing units outstanding	AT0000A00GD6	units	21.000
Value of KEST-exempt non-dividend-bearing unit	AT0000A00GD6	HUF	56,584.24
KEST-exempt non-dividend-bearing units outstanding	AT0000A1XHX7	units	554.092
Value of KEST-exempt non-dividend-bearing unit	AT0000A1XHX7	EUR	86.32

The Fund is not permitted to engage in repurchase agreements pursuant to Regulation (EU) No. 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse). For this reason, repurchase agreements were not employed.

No total return swaps pursuant to Regulation (EU) 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse) were concluded for the Fund during the reporting period.

The Fund is permitted to engage in securities lending agreements pursuant to Regulation (EU) No. 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse) according to the fund rules. Securities lending transactions took place during the reporting period. There were no securities lending agreements in the portfolio at the end of the accounting year.

Explanation on disclosure pursuant to Delegated Regulation (EU) No. 2016/2251 supplementing Regulation (EU) No. 648/2012 of the European Parliament and of the Council on OTC derivatives, central counterparties, and trade repositories with regard to regulatory technical standards for risk-mitigation techniques for OTC derivative contracts not cleared by a central counterparty:

All OTC derivatives are traded through Erste Group Bank AG. For foreign currency futures contracts and foreign currency swap contracts that are not physically delivered, the collateral is swapped between the Fund and Erste Group Bank AG.

In the event of negative exposure to derivative futures contracts and foreign currency swap contracts that are not physically delivered, collateral in the form of cash or bonds is pledged to Erste Group Bank AG in accordance with the contractually agreed threshold.

In the event of positive exposure to derivative futures contracts and foreign currency swap contracts that are not physically delivered, EUR-denominated bonds from the national governments or central banks of the countries of the Eurozone are pledged by Erste Group Bank AG to the Fund in accordance with the contractually agreed threshold. A one-time discount of 4% is agreed with the counterparty for this collateral. In the event of regulatory requirements that stipulate a different discount or the provision of alternative collateral, these requirements are met.

Purchases and sales of transferable securities in the reporting period not listed in the statement of assets and liabilities

Security designation	ISIN number	Interest rate	Purch./ Additions Units/nominal (nom. in 1,000, rounded)	Sales/ Disposals
Publicly traded securities				
Bonds denominated in EUR				
Issue country Macedonia				
NORTH MACEDONIA 18/25 REGS	XS1744744191	2.750	0	600
Issue country Ukraine				
UKRAINE 20/32 REGS	XS2010033343	0.000	0	1,000

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Security designation	ISIN number	Interest rate	Purch./ Additions Units/nominal (nom. in 1,000, rounded)	Sales/ Disposals
Investment certificates				
Investment certificates denominated in EUR				
Issue country Croatia				
ER.MO.MKT OT EOA	HRERSIUENM2		0	3,199
Securities admitted to organised markets				
Bonds denominated in EUR				
Issue country Croatia				
CROATIA 17/27	XS1428088626	3.000	0	800
Issue country Romania				
ROMANIA 15/25 MTN REGS	XS1312891549	2.750	0	1,000
ROMANIA 20/26 MTN REGS	XS2178857285	2.750	0	500
ROMANIA 24/32 MTN REGS	XS2829209720	5.250	0	1,000
Bonds denominated in PLN				
Issuer Asian Development Bank				
ASIAN DEV.BK 23/26 MTN	XS2581453649	5.500	2,000	2,000
Issuer Nordic Investment Bank				
NORD.INV.BK 24/26 MTN	XS2776669793	5.000	10,000	10,000
Issue country Poland				
POLAND 14-25	PL0000108197	3.250	0	2,000
POLAND 21/32	PL0000113783	1.750	0	10,000
Bonds denominated in ROL				
Issue country Romania				
ROMANIA 20/25	ROJOLNOCKHR8	3.500	0	2,500
Bonds denominated in USD				
Issue country Türkiye				
TÜRKIYE 13/43	US900123CB40	4.875	0	750

Security designation	ISIN number	Interest rate	Purch./ Additions	Sales/ Disposals
			Units/nominal (nom. in 1,000, rounded)	
Issue country Ukraine				
UKRAINE 24/30 REGS	XS2895056872	0.000	27	27
UKRAINE 24/34 REGS	XS2895056013	1.750	124	124
UKRAINE 24/35 REGS	XS2895056369	1.750	174	174
UKRAINE 24/36 REGS	XS2895056526	1.750	199	199
Unlisted securities				
Bonds denominated in EUR				
Issue country Ukraine				
UKRAINE 20/32 REGS	XS2892988358	4.375	1,000	1,000
Bonds denominated in PLN				
Issuer Nordic Investment Bank				
NORD.INV.BK 24/26 MTN	XS2837812168	5.000	10,000	10,000
Bonds denominated in HUF				
Issue country Germany				
KRED.F.WIED.22/24 MTN UF	XS2524813545	11.500	0	200,000

Vienna, 18 August 2025

Erste Asset Management GmbH
Electronically signed

Inspection information: The electronic signatures of this document can be inspected at the website of Rundfunk und Telekom Regulierungs-GmbH (<https://www.signatur.rtr.at/de/vd/Pruefung.html>).

Note: This document was signed with two qualified electronic signatures. A qualified electronic signature has the same legal effect as a hand-written signature (Article 25 of Regulation [EU] No 910/2014 [eIDAS Regulation]).

Remuneration Policy

Remuneration paid to employees of Erste Asset Management GmbH in EUR (2023 financial year of Erste Asset Management GmbH)

No investment success bonuses are paid, and no other amounts are paid directly from the investment funds.

Number of employees as of 31.12.2023	316
Number of risk bearers in 2023	167
Fixed remuneration	24,670,020
Variable remuneration (bonuses)	6,921,027
Total employee remuneration	31,591,046
Thereof remuneration for managing directors	1,349,187
Thereof remuneration for managerial risk bearers	4,044,143
Thereof remuneration for risk bearers with control functions*	1,889,633
Thereof remuneration for other risk bearers	10,764,053
Thereof remuneration for employees in the same income bracket as managers and risk bearers due to the amount of their total remuneration	0
Total remuneration for risk bearers	18,047,017

* Managers with control functions are reported in this group

Principles governing performance-based remuneration components

The Management Company has adopted remuneration principles to prevent possible conflicts of interest and to ensure compliance with the standard rules of conduct when awarding remuneration to relevant persons.

Fixed salary components make up a large enough share of the total remuneration of all employees of the Management Company that a variable remuneration policy can be applied on an individualised basis.

The total remuneration (fixed and variable components) is governed by the principle of balance and is linked to sustainability so that the acceptance of excessive risks is not rewarded. Therefore, the variable remuneration forms no more than a balanced portion of the total remuneration awarded to an employee.

The performance-based remuneration components serve the short-term and long-term interests of the Management Company and contribute to preventing risky behaviour. The performance-based remuneration components take into account individual performance as well as the profitability of the Management Company.

The size of the bonus pool is calculated based on the bonus potential that can be applied to the different employee categories. Bonus potential is a percentage of the fixed annual gross remuneration. The bonus potential can be no more than 100% of the fixed annual gross remuneration. The bonus pool is adjusted depending on the success of the Management Company. The personal bonus is linked to individual performance. The total of personal bonuses is limited by the size of the bonus pool after deduction of penalties.

The performance-based payments are capped at 100% of the annual gross remuneration for all employees, including the material risk bearers (according to the definition in the remuneration policy) and managing directors of the Management Company.

The remuneration system is made up of three components:

- 1) Fixed remuneration
- 2) Variable remuneration
- 3) Fringe benefits

The bonus potential is based on the fixed annual gross remuneration. The target agreements concluded with the employees contain qualitative and/or quantitative objectives. The payment of performance-based remuneration components is subject to a minimum profitability level for the Management Company and to performance targets.

Sixty per cent of the performance-based remuneration components are paid immediately; for employees who are involved directly in fund and portfolio management, 50% of this is paid immediately in cash and 50% is paid one year later in the form of non-cash instruments. The remaining 40% of the performance-based remuneration components are retained and paid out over a period of three years, with 50% of this also being paid in cash and 50% in the form of non-cash instruments for employees who are involved directly in fund and portfolio management. The non-cash instruments can consist of units in an investment fund that is administered by the Management Company, equivalent holdings or instruments linked to units, or equivalent non-cash instruments. Based on the principle of proportionality, the Management Company has set a materiality threshold below which there is no incentive to enter into inappropriate risks, for which reason there is no need to make delayed payment or payment in the form of a non-cash instrument. Other non-cash benefits are fringe benefits that are not associated with performance but with a specific position (e.g. company car) or that apply for all employees (e.g. holiday).

The Supervisory Board of the Management Company has set up a Remuneration Committee to ensure that the remuneration policy and its application are independently assessed. This committee consists of the following persons: Rudolf Sagmeister, Harald Gasser (remuneration expert), and Heinrich Hubert Reiner.

The complete remuneration policy of the Management Company can be viewed at http://www.erste-am.at/de/private_anleger/wer-sind-wir/investmentprozess.

The last audit of compliance with the requirements of the remuneration policy by the Supervisory Board in March 2024 revealed no deviations. There were also no material findings during the last audit by the Internal Auditing department.

No material changes were made to the remuneration policy during the past accounting year.

Audit Report*

Statement on the annual report

Audit opinion

We have audited the annual report prepared by Erste Asset Management GmbH, Vienna, for the fund under its management

ERSTE BOND DANUBIA
Jointly owned fund pursuant to the InvFG

consisting of the statement of assets and liabilities as of 31 May 2025, the income statement for the accounting year ending on this date, and the other information specified in Annex I Schedule B of the Austrian Investment Fund Act 2011 (InvFG 2011).

Based on the findings of our audit, we believe that the annual report satisfies the legal requirements and provides a true and fair view of the assets and financial position as of 31 May 2025 and of the earnings position of the fund for the accounting year ending on this date in accordance with Austrian commercial law and the provisions of the InvFG 2011.

Basis for the audit opinion

We conducted our audit in accordance with § 49 (5) InvFG 2011 and in accordance with the Austrian principles of good auditing. These principles require the application of the International Standards on Auditing (ISA). Our responsibilities under these regulations and standards are described in the section “Responsibilities of the auditor in auditing the annual report” of our audit report. We are independent from the company as specified by the Austrian commercial and industry regulations and fulfilled our other professional obligations in accordance with these requirements. We feel that the audit evidence that we obtained up to the date of the audit certificate is sufficient and suitable to serve as a basis for our audit opinion as of that date.

Other information

The legal representatives are responsible for the other information. The other information includes all information in the annual report except for the statement of assets and liabilities, the income statement, the other information specified in Annex I Schedule B of the InvFG 2011, and the audit report.

Our audit opinion does not cover this other information, and we provide no assurance whatsoever for this other information.

In the context of our review of the annual report, we are responsible for reading this other information and assessing whether the other information contains material inconsistencies with the annual report or with the information gathered by us during our audit, or appears to contain other manners of material misstatements.

Should we come to the conclusion on the basis of the work completed with the other information received before the date of the audit report that this other information contains a material misstatement, we are required to report about this fact. We have nothing to report in this regard.

Management and supervisory board responsibilities relating to the annual report

The legal representatives are responsible for preparing the annual report and for ensuring that this report provides a true and fair view of the assets and financial and earnings position of the fund in accordance with Austrian commercial law and the provisions of the InvFG 2011. The legal representatives are also responsible for implementing the internal controls that they deem necessary to facilitate the preparation of an annual report that is free from material misstatements due to error or fraud.

The supervisory board is responsible for monitoring the accounting process of the company as it applies to the fund under its management.

Responsibilities of the auditor in auditing the annual report

Our goals are to ascertain with sufficient certainty whether the annual report contains material misstatements due to error or fraud and to issue an audit certificate that includes our audit opinion. Sufficient certainty is a high degree of certainty but no guarantee that an audit conducted in accordance with the Austrian standards on good auditing, which require the application of the ISA, will always discover material misstatements that may be present. Misstatements can result from fraud or errors and are considered to be material when it can be reasonably expected that individual misstatements or a combination of misstatements can influence economic decisions made by readers on the basis of this annual report.

As part of an audit conducted in accordance with the Austrian standards on good auditing, which require the application of the ISA, we exercise professional judgement and maintain professional scepticism during the entire audit process.

In addition:

- We identify and assess the risks of material misstatements in the annual report due to error or fraud, plan audit steps in response to these risks, perform the planned audit steps, and collect audit evidence that is sufficient and suitable to form a basis for our audit opinion. The risk that a material misstatement resulting from fraud will remain undiscovered is greater than for misstatements resulting from error because fraudulent activity can include collusion, the falsification of documents, intentional incomplete or misleading representations, and the circumvention of internal controls.
- We familiarise ourselves with the internal control systems that are relevant for the audit to plan audit steps that are appropriate under the specific circumstances, but not so as to state an opinion on the effectiveness of the company's internal control system.

- We assess the appropriateness of the accounting methods applied by the legal representatives and the reasonableness of the estimates made by the legal representatives in the accounts and of the associated information.
- We assess the overall presentation, the structure, and the content of the annual report including the figures as well as whether the annual report depicts the underlying transactions and events in a manner that provides a true and fair view.
- We discuss the planned scope and scheduling of the audit and any material audit findings, including material defects that we discover in the internal control system during our audit, with the supervisory board, among other issues.

Vienna, 1 September 2025

Ernst & Young

Wirtschaftsprüfungsgesellschaft m.b.H.

Mag. Andrea Stippl m.p.
(Certified Public Accountant)

MMag. Roland Unterweger m.p.
(Certified Public Accountant)

* In the case of the publication or dissemination of the annual report in a form that deviates from the confirmed (unabridged German) version (e.g. an abridged version or translation), reference may not be made to the audit report or our audit without our approval.

Annex Sustainability-Related Information

Information pursuant to Article 7 of Regulation (EU) 2020/852 (Taxonomy Regulation):

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Fund Rules

ERSTE BOND DANUBIA

The Fund Rules for **ERSTE BOND DANUBIA**, jointly owned fund pursuant to the **Austrian Investment Fund Act (Investmentfondsgesetz; InvFG) 2011 as amended**, were approved by the Austrian Financial Market Authority (FMA).

The Fund is an undertaking for collective investment in transferable securities (UCITS) and is managed by Erste Asset Management GmbH (the “Management Company” in the following), which has its registered office in Vienna.

Article 1 Fund Units

The joint ownership of the fund assets is evidenced by certificates having the characteristics of a bearer unit.

The unit certificates are depicted in separate global certificates for each unit category. For this reason, individual unit certificates cannot be issued.

Article 2 Depositary Bank (Depositary)

The depositary bank (depositary) appointed for the Fund is Erste Group Bank AG, Vienna.

The payment offices for unit certificates are the depositary bank (depositary) and any other payment offices named in the prospectus.

Article 3 Investment Instruments and Principles

The following assets may be selected for the Fund in accordance with the InvFG.

ERSTE BOND DANUBIA is a bond fund.

The Fund invests predominantly, in other words at least 51% of its assets, in government bonds issued or guaranteed primarily by issuers from the EU accession and euro-convergence countries; these bonds must be purchased directly, in other words not indirectly or directly through investment funds or through derivatives.

The Fund employs an active investment policy. The assets are selected on a discretionary basis. The Fund is oriented towards a benchmark (more information can be found in section 12 of the prospectus). The composition and performance of the Fund can deviate substantially or entirely in a positive or negative direction from that of the benchmark over the short term or long term. The discretionary power of the Management Company is not limited.

The fund assets are invested in the following instruments in accordance with the investment focus described above.

The Fund may invest in units in investment funds with investment restrictions that deviate from those of the Fund in terms of the investment focus described above and the restrictions regarding investment instruments defined below. This will not impair compliance with the investment focus described above at any time.

a) Transferable securities

Transferable securities (including securities with embedded derivative financial instruments) comprise **at least 51%** of the fund assets.

b) Money market instruments

Money market instruments may comprise **up to 49%** of the fund assets.

c) Transferable securities and money market instruments

Transferable securities or money market instruments issued or guaranteed by the Republic of Poland or the Republic of Turkey may make up **more than 35%** of the fund assets provided that the fund assets are invested in at least six different instruments, but an investment in one instrument may not make up more than **30%** of the total fund assets.

The Fund may purchase transferable securities and money market instruments that are not fully paid up as well as subscription rights for these types of instruments and other financial instruments that are not fully paid up.

Transferable securities and money market instruments may be purchased for the Fund when they meet the criteria regarding listing or trading on a regulated market or a securities exchange pursuant to the InvFG.

Transferable securities and money market instruments that do not meet the criteria described in the previous paragraph may comprise **up to 10%** of the fund assets **in total**.

d) Units in investment funds

Units in investment funds (UCITS, UCI) may comprise **up to 10%** of the fund assets per individual issue and may comprise **up to 10% in aggregate total**, provided that the target funds themselves (UCITS or UCI) **do not invest more than 10%** of their fund assets in units of other investment funds.

e) Derivative financial instruments

Derivative financial instruments can be used as part of the investment strategy and for hedging purposes, and may comprise **up to 49%** of the fund assets.

f) Risk measurement method(s) of the Fund

The Fund applies the following risk measurement method: **commitment approach**

The commitment value is determined according to § 3 of the 4th FMA Regulation on Risk Calculation and Reporting of Derivative Instruments (4. Derivate-Risikoberechnungs- und MeldeV) as amended.

g) Demand deposits or deposits with the right to be withdrawn

Demand deposits and deposits with the right to be withdrawn with a maximum term of 12 months may comprise **up to 49%** of the fund assets.

There are no minimum bank balance requirements.

However, in the course of the restructuring of the fund portfolio and/or in the case of the justified expectation of impending losses experienced by transferable securities, the Fund can hold a proportion of transferable securities below the specified limit and a higher proportion of demand deposits or deposits with the right to be withdrawn with a maximum term of 12 months.

h) Acceptance of short-term loans

The Management Company may accept short-term loans for the account of the Fund **up to an amount of 10%** of the total fund assets.

i) Repurchase agreements

Does not apply.

j) Securities lending

Securities lending transactions may comprise **up to 30%** of the fund assets.

Investment instruments may only be purchased for the entire Fund and not for individual unit categories or groups of unit categories.

This does not apply to currency hedging transactions, however. Such transactions can also be concluded solely for a single unit category. Expenses and income resulting from currency hedging transactions shall be allocated solely to the respective unit category.

Article 4 Issue and Redemption Procedure

The unit value shall be calculated in the currency of the respective unit category.

The unit value is calculated at the same time as the issue and redemption price.

Issue of units and front-end surcharge

The issue price will be calculated and units issued on each Austrian exchange trading day with the exception of bank holidays.

The issue price shall be made up of the unit value plus a surcharge per unit amounting to **up to 3.5%** to cover the costs incurred by the Management Company in issuing the unit, rounded up to the next equivalent sub-unit of the currency unit specified for the respective unit category in the prospectus.

The Management Company shall be entitled to apply a sliding front-end surcharge scale at its own discretion.

There is no limit on the issue of units in principle. However, the Management Company reserves the right to temporarily or permanently suspend the issue of unit certificates.

Redemption of units and back-end commission

The redemption price will be calculated and units redeemed on each Austrian exchange trading day with the exception of bank holidays.

The redemption price is the unit value rounded down to the next equivalent sub-unit of the currency unit specified for the respective unit category in the prospectus. No back-end commission will be charged.

Upon request by the Unit-holder, his units shall be redeemed at the current redemption price in return for the unit certificate.

Article 5 Accounting Year

The accounting year of the Fund is from 1 June to 31 May.

Article 6 Unit Categories and Use of Earnings

The Fund features three different unit categories and the corresponding certificates: dividend-bearing units, non-dividend-bearing units with capital gains tax withholding, and non-dividend-bearing units without capital gains tax withholding, with certificates being issued for one unit each and also for fractional units.

Various unit categories may be issued for this Fund. The creation of unit categories and the issue of units of a specific category shall be decided at the discretion of the Management Company.

Use of earnings for dividend-bearing units

The earnings generated during the accounting year (interest and dividends) less all costs can be distributed as deemed appropriate by the Management Company. Dividend disbursement may be omitted in the interests of the Unit-holders. Dividends may also be disbursed at the discretion of the Management Company from earnings generated by the sale of fund assets, including subscription rights. Disbursements of fund assets and interim dividends may be paid.

The fund assets may in no case fall below the legally stipulated minimum volume for termination as a result of dividend disbursements.

The amounts shall be paid to the holders of dividend-bearing units **on or after 1 September** of the following accounting year. The remaining amount shall be carried forward.

An amount calculated in accordance with the InvFG must also be paid out **on or after 1 September** to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the fund units unless the Management Company provides suitable proof from the banks managing the corresponding securities accounts that the unit certificates can only be held by Unit-holders who are not subject to Austrian personal income tax or corporation tax or who meet the conditions for exemption from capital gains tax according to § 94 of the Austrian Income Tax Act (Einkommensteuergesetz) at the time of payment.

Use of earnings for non-dividend-bearing units with capital gains tax withholding

The earnings generated by the Fund during the accounting year less all costs will not be paid out. In the case of non-dividend-bearing units, an amount calculated in accordance with the InvFG must be paid out **on or after 1 September** to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the fund units unless the Management Company provides suitable proof from the banks managing the corresponding securities accounts that the unit certificates can only be held by Unit-holders who are not subject to Austrian personal income tax or corporation tax or who meet the conditions for exemption from capital gains tax according to § 94 of the Austrian Income Tax Act (Einkommensteuergesetz) at the time of payment.

Use of earnings for non-dividend-bearing units without capital gains tax withholding (KESt-exempt non-dividend-bearing unit category)

The earnings generated by the Fund during the accounting year less all costs will not be paid out. No payment pursuant to the InvFG will be made. The reference date for the exemption from KESt payment for the profit for the year for the purposes of the InvFG shall be **1 September** of the following accounting year.

The Management Company shall provide suitable proof from the banks managing the corresponding securities accounts that the unit certificates could only be held by Unit-holders who are not subject to Austrian personal income tax or corporation tax or who met the conditions for exemption from capital gains tax according to § 94 of the Austrian Income Tax Act (Einkommensteuergesetz) at the time of payment.

If these requirements are not met at the time of payment, the amount calculated pursuant to the InvFG must be paid out by the credit institution managing the respective securities account.

**Article 7
Management Fee, Compensation for Expenses, Liquidation Fee**

The Management Company shall receive an **annual** fee for its administrative activities amounting to **up to 0.72%** of the fund assets as calculated and accrued on the basis of the daily fund volume. The fee will be charged to the fund assets once per month.

The Management Company shall be entitled to compensation for all expenses incurred in the administration of the Fund.

The Management Company shall be entitled to apply a sliding management fee scale at its own discretion.

The costs for the introduction of new unit categories for existing investment funds shall be assessed against the unit price of the new unit categories.

Upon liquidation of the Fund, the party processing the liquidation shall receive a fee in the amount of **0.50%** of the fund assets.

Further information and details about this Fund can be found in the prospectus.

Annex to the Fund Rules**List of exchanges with official trading and organised markets**

(As of December 2023)

1. Exchanges with official trading and organised markets in the Member States of the EEA as well as exchanges in European countries outside of the EEA considered to be equivalent to regulated markets

Every Member State must maintain a current list of the authorised markets within its territory. This list must be submitted to the other Member States and the Commission.

According to this provision, the Commission is required to publish a list of the regulated markets registered with it by the Member States once per year.

Because of lower entry barriers and specialisation in different trading segments, the list of “regulated markets” is subject to significant changes. For this reason, the Commission will publish an up-to-date version of the list on its official website in addition to the annual publication of a list in the Official Journal of the European Union.

1.1. The currently valid list of regulated markets can be found at

https://registers.esma.europa.eu/publication/searchRegister?core=esma_registers_upreg

1.2. Recognised markets in the EEA according to § 67 (2) 2 InvFG:

Markets in the EEA that have been classified as recognised markets by the competent supervisory authorities.

2. Exchanges in European countries outside of the EEA

2.1.	Bosnia and Herzegovina:	Sarajevo, Banja Luka
2.2.	Montenegro:	Podgorica
2.3.	Russia:	Moscow Exchange
2.4.	Switzerland:	SIX Swiss Exchange AG, BX Swiss AG
2.5.	Serbia:	Belgrade
2.6.	Turkey:	Istanbul (only “National Market” on the stock market)
2.7.	United Kingdom of Great Britain and Northern Ireland:	Cboe Europe Equities Regulated Market – Integrated Book Segment, London Metal Exchange, Cboe Europe Equities Regulated Market – Reference Price Book Segment, Cboe Europe Equities Regulated Market – Off-Book Segment, London Stock Exchange Regulated Market (derivatives), NEX Exchange Main Board (non-equity), London Stock Exchange Regulated Market, NEX Exchange Main Board (equity), Euronext London Regulated Market, ICE FUTURES EUROPE, ICE FUTURES EUROPE – AGRICULTURAL PRODUCTS DIVISION, ICE FUTURES EUROPE – FINANCIAL PRODUCTS DIVISION, ICE FUTURES EUROPE – EQUITY PRODUCTS DIVISION, and Gibraltar Stock Exchange

3. Exchanges in non-European countries

3.1.	Australia:	Sydney, Hobart, Melbourne, Perth
3.2.	Argentina:	Buenos Aires
3.3.	Brazil:	Rio de Janeiro, Sao Paulo
3.4.	Chile:	Santiago
3.5.	China:	Shanghai Stock Exchange, Shenzhen Stock Exchange
3.6.	Hongkong:	Hongkong Stock Exchange
3.7.	India:	Toronto, Vancouver, Montreal
3.8.	Indonesia:	Jakarta
3.9.	Israel:	Tel Aviv
3.10.	Japan:	Tokyo, Osaka, Nagoya, Fukuoka, Sapporo
3.11.	Canada:	Toronto, Vancouver, Montreal
3.12.	Colombia:	Bolsa de Valores de Colombia

3.13.	Korea:	Korea Exchange (Seoul, Busan)
3.14.	Malaysia:	Kuala Lumpur, Bursa Malaysia Berhad
3.15.	Mexico:	Mexico City
3.16.	New Zealand:	Wellington, Auckland
3.17.	Peru:	Bolsa de Valores de Lima
3.18.	Philippines:	Philippine Stock Exchange
3.19.	Singapore:	Singapore Stock Exchange
3.20.	South Africa:	Johannesburg
3.21.	Taiwan:	Taipei
3.22.	Thailand:	Bangkok
3.23.	USA:	New York, NYCE American, New York Stock Exchange (NYSE), Philadelphia, Chicago, Boston, Cincinnati, Nasdaq
3.24.	Venezuela:	Caracas
3.25.	United Arab Emirates:	Abu Dhabi Securities Exchange (ADX)

4. Organised markets in countries outside of the European Union

4.1.	Japan:	over the counter market
4.2.	Canada:	over the counter market
4.3.	Korea:	over the counter market
4.4.	Switzerland:	over the counter market of the members of the International Capital Market Association (ICMA), Zurich
4.5.	USA:	over the counter market (under the supervision of an authority such as the SEC, FINRA, etc.)

5. Exchanges with futures and options markets

5.1.	Argentina:	Bolsa de Comercio de Buenos Aires
5.2.	Australia:	Australian Options Market, Australian Securities Exchange (ASX)
5.3.	Brazil:	Bolsa Brasileira de Futuros, Bolsa de Mercadorias & Futuros, Rio de Janeiro Stock Exchange, Sao Paulo Stock Exchange
5.4.	Hong Kong:	Hong Kong Futures Exchange Ltd.
5.5.	Japan:	Osaka Securities Exchange, Tokyo International Financial Futures Exchange, Tokyo Stock Exchange
5.6.	Canada:	Montreal Exchange, Toronto Futures Exchange
5.7.	Korea:	Korea Exchange (KRX)
5.8.	Mexico:	Mercado Mexicano de Derivados
5.9.	New Zealand:	New Zealand Futures & Options Exchange
5.10.	Philippines:	Manila International Futures Exchange
5.11.	Singapore:	The Singapore Exchange Limited (SGX)
5.12.	South Africa:	Johannesburg Stock Exchange (JSE), South African Futures Exchange (SAFEX)
5.13.	Turkey:	TurkDEX
5.14.	USA:	NYCE American, Chicago Board Options Exchange, Chicago Board of Trade, Chicago Mercantile Exchange, Comex, FINEX, ICE Future US Inc. New York, Nasdaq, New York Stock Exchange, Boston Options Exchange (BOX)

Note regarding the data used

The sections Income Statement and Changes in Fund Assets, Statement of Assets and Liabilities and Details and Explanation of Tax Treatment in this annual report were prepared on the basis of data from the depositary bank for the Fund.

The data and information provided by the depositary bank were collected with the greatest possible care and were checked solely for plausibility.

Note for retail funds:

Unless indicated otherwise, source: Erste Asset Management GmbH. Our languages of communication are German and English. The full prospectus as well as the complete Information for Investors pursuant to § 21 AIFMG (and any amendments to these documents) were published in accordance with the provisions of the InvFG 2011 and AIFMG in conjunction with the InvFG 2011, and the current versions can be accessed in the “Mandatory Publications” section of the website www.erste-am.com and are available free of charge at the registered office of the Investment Firm and at the head office of the depositary bank. The exact date of most recent publication of the prospectus and Information for Investors pursuant to § 21 AIFMG, the languages in which the key information documents are available, and any additional locations where the documents can be obtained can be viewed on the website www.erste-am.at.

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