

ESPA ČESKÝ FOND FIREMNÍCH DLUHOPISŮ

Jointly owned fund pursuant to the InvFG

Annual Report 2018/19

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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 2.50 million
Shareholders	Erste Group Bank AG (64.67%) VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe (0.76%) Erste Bank der österreichischen Sparkassen AG (22.17%) DekaBank Deutsche Girozentrale, Frankfurt (1.65%) NÖ-Sparkassen Beteiligungsgesellschaft m. b. H. (0.76%) Salzburger Sparkasse Bank Aktiengesellschaft (1.65%) Sieben Tiroler Sparkassen Beteiligungsgesellschaft m. b. H. (1.65%) Steiermärkische Bank und Sparkassen Aktiengesellschaft (3.30%) „Die Kärntner“ Trust-Vermögensverwaltungsgesellschaft m. b. H. & Co KG (1.65%) Tiroler Sparkasse Bankaktiengesellschaft Innsbruck (1.74%)
Supervisory Board	Rudolf SAGMEISTER (Chairman) Thomas SCHAUFLER (Deputy Chairman) Ingo BLEIER Harald GASSER Gerhard GRABNER Oswald HUBER Radovan JELASITY Robert LASSHOFER Martin SIMHANDL (until 22 February 2019) Gerald WEBER (from 22 February 2019) Appointed by the Works Council: Martin CECH Heinrich Hubert REINER Peter RIEDERER Nicole WEINHENGST Manfred ZOUREK
Managing directors	Heinz BEDNAR Winfried BUCHBAUER Peter KARL Wolfgang TRAINDL
Prokuristen (proxies)	Achim ARNHOF (from 15 December 2018) Karl FREUDENSCHUSS Manfred LENTNER Günther MANDL Gerold PERMOSER Magdalena REISCHL
State commissioners	Caroline HABERFELLNER Philipp VISKI-HANKA
Auditor	Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H.
Depository bank	Erste Group Bank AG

Dear Unit-holder,

We are pleased to present you the following annual report for the ESPA ČESKÝ FOND FIREMNÍCH DLUHOPISŮ jointly owned fund pursuant to the InvFG for the period from 1 June 2018 to 31 May 2019.

The former management company, ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H., was merged into Erste Asset Management GmbH effective 31 December 2017 and with entry of this merger in the trade register of Vienna Commercial Court on 3 November 2018, Erste Asset Management GmbH became the Management Company of ESPA ČESKÝ FOND FIREMNÍCH DLUHOPISŮ as of the effective date of the merger.

Development of the Fund

The majority of 2018 was difficult for the European credit market because the sustained negative interplay between the challenging growth conditions and increasing political risks for investors forced investors to revalue risk at higher levels. After a brief recovery in September, the escalation of the budget crisis in Italy, the growing political uncertainty in Great Britain, and the sluggish macroeconomic conditions caused asset spreads to widen to levels last seen at the beginning of 2016. Spreads on corporate bonds widened considerably in the second half of 2018, with the credit spreads (ASW) on European corporate bonds with maturities of 1–3 years increasing from 25 bp at the beginning of June to 69 bp on average at the end of December. The majority of this widening occurred in November and December 2018, as the credit sector suffered from a combination of sustained uncertainty in trade, slowing growth momentum, and the coming end of the ECB's corporate sector bond purchase programme (CSPP). Credit spreads widened more or less uniformly across all sectors for most of 2018 given that the technical swing towards widening was based on a decrease in investor purchases and was thus non-differential.

In concert with the equity markets, the credit markets saw a remarkable turnaround at the beginning of 2019 and rebounded from the downward spiral at the end of the previous year. This was due in part to the recovery from a marked collapse at the end of the previous year, which left the equity markets oversold in particular. The main driver, however, was a change in the monetary policy of the US Federal Reserve – which signalled an end to the interest rate hikes and also a stabilisation of its balance sheet earlier than expected. This triggered a recovery on the government bond markets, with yields falling as investors bet on a looser monetary policy. The decrease in yields combined with the growing risk appetite fuelled a substantial rebound in the credit markets. The credit spreads (ASW) of European corporate bonds with maturities of 1–3 years made up for the entire change in spreads at the end of the previous year in the first four months of 2019 and tightened by 40 bp.

After months full of positive signals from the USA and China about an impending resolution to the trade dispute, the first week of May 2019 brought a surprise. US President Trump announced an increase in the punitive tariffs on Chinese imports to 25%. China then also announced that it would begin applying tariffs. This new uncertainty had a negative impact on the equity and credit markets. Credit spreads on European corporate bonds with maturities from 1–3 years widened by 16 bp from the level after the turnaround. Yields on US Treasury bonds and government bonds on the main market in the Eurozone fell as a result of increased demand for secure asset classes.

The fund maintained a low duration over the entire reporting period. The modified duration of the portfolio was kept low through investments in short-running issues. No changes were made to the fund's strategy during the reporting period. The fund invests in short-running corporate bonds denominated in euro. Redemptions and positions with a relatively tight discount factor or spreads for asset swaps were reinvested in longer-running bonds that met the fund's quality criteria and that offered more attractive spreads (or margins). The FX risk was permanently and fully hedged in CZK. The fund's focus on short-running corporate bonds and the low-yield segment caused it to deliver low performance during the reporting period.

The fund generated a performance of plus 0.29% for the period.

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

	31 May 2019		31 May 2018	
	CZK million	%	CZK million	%
Bonds denominated in				
EUR	255.6	88.26	347.2	81.64
CZK	-	-	20.0	4.71
Securities	255.6	88.26	367.2	86.35
Forward exchange agreements	- 1.0	- 0.33	- 0.6	- 0.15
Swaps	-	-	- 5.3	- 1.24
Bank balances	31.8	10.98	60.5	14.24
Interest entitlements	3.3	1.14	3.6	0.84
Other deferred items	- 0.1	- 0.05	- 0.2	- 0.04
Fund assets	289.6	100.00	425.3	100.00

Comparative Overview

Accounting year	Fund assets
2016/2017	837,875,368.10
2017/2018	425,257,120.17
2018/2019	289,573,457.99

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
2016/2017	Dividend-bearing units	AT0000659008	CZK	77.75	0.0021	-	-0.83
2017/2018	Dividend-bearing units	AT0000659008	CZK	76.73	0.0000	0.0000	-1.31
2018/2019	Dividend-bearing units	AT0000659008	CZK	76.95	0.0000	0.0000	0.29

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	Non-dividend-bearing units	AT0000659016	CZK	108.42	0.0000	0.0000	-0.82
2017/2018	Non-dividend-bearing units	AT0000659016	CZK	107.00	-	-	-
2018/2019	Non-dividend-bearing units	AT0000659016	CZK	107.31	-	-	-

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	KESt-exempt non-dividend-bearing units	AT0000659024	CZK	117.65	-	0.0000	-0.83
2017/2018	KESt-exempt non-dividend-bearing units	AT0000659024	CZK	116.11	-	0.0000	-1.31
2018/2019	KESt-exempt non-dividend-bearing units	AT0000659024	CZK	116.44	-	0.0000	0.28

Disbursement/Payment

The following disbursement or payment will be made for the accounting year from 1 June 2018 to 31 May 2019. 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 2 September 2019 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	AT0000659008	CZK	0.0000		0.0000	0.0000	0.0000
Non-dividend-bearing units	AT0000659016	CZK	-		-	-	-
KES _t -exempt non-dividend-bearing units	AT0000659024	CZK	-	*	-	-	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 an 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.

AT0000659008 dividend-bearing units CZK	
Unit value at the beginning of the reporting period (28,475.378 units)	76.73
Disbursement/payment	0.0000
Unit value at the end of the reporting period (25,997.946 units)	76.95
Total value including (notional) units gained through dividend disbursement/payment	76.95
Net earnings per unit	0.22
Value development of one unit in the period	0.29%

AT0000659016 non-dividend-bearing units CZK	
Unit value at the beginning of the reporting period (0.000 units)	107.00
Disbursement/payment	0.0000
Unit value at the end of the reporting period (0.000 units)	107.31
Total value including (notional) units gained through dividend disbursement/payment	-
Net earnings per unit	-
Value development of one unit in the period	-

AT0000659024 KESSt-exempt non-dividend-bearing units CZK	
Unit value at the beginning of the reporting period (3,643,510.429 units)	116.11
Disbursement/payment	0.0000
Unit value at the end of the reporting period (2,469,609.700 units)	116.44
Total value including (notional) units gained through dividend disbursement/payment	116.44
Net earnings per unit	0.33
Value development of one unit in the period	0.28%

2. Fund Result

a. Realised fund result

Ordinary fund result

Income (without profit or loss from price changes)

Interest income (excluding income adjustment) 4,174,832.63

Dividend income 0.00

Other income 8) 0.00

Total income (without profit or loss from price changes) 4,174,832.63

Interest paid - 116,247.86

Expenses

Fees paid to Investment Firm - 3,380,924.88

Costs for the financial auditor and tax consultation - 79,061.78

Publication costs - 181,538.11

Securities account fees - 100,456.09

Depository bank fees 0.00

Costs for the external consultant 0.00

Total expenses - 3,741,980.86

Compensation for management costs from sub-funds 1) 0.00

Ordinary fund result (excluding income adjustment) 316,603.91

Realised profit or loss from price changes 2) 3)

Realised gains 4) 16,854,060.20

Realised losses 5) - 32,956,086.61

Realised profit or loss from price changes (excluding income adjustment) - 16,102,026.41

Realised fund result (excluding income adjustment) - 15,785,422.50

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

Changes in the unrealised profit or loss from price changes 7) 16,528,239.98

Result for the reporting period 6) 742,817.48

c. Income adjustment

Income adjustment for income in the period 1,331,550.55

Income adjustment for profit carried forward from dividend-bearing units 0.00

Overall fund result 2,074,368.03

3. Changes in Fund Assets

Fund assets at the beginning of the reporting period	425,257,120.17
Disbursement/payment in the accounting year	0.00
Issue and redemption of units	- 137,758,030.21
Overall fund result	
(The fund result is shown in detail under item 2.)	2,074,368.03
Fund assets at the end of the reporting period	289,573,457.99

- 1) Reimbursements (in the sense of commissions) paid by third parties are forwarded to the fund after deduction of any associated costs. Erste Bank der oesterreichischen Sparkassen 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 reporting 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): CZK 426,213.57.
- 4) Thereof profits from transactions with derivative financial instruments: CZK 15,879,307.00.
- 5) Thereof losses from transactions with derivative financial instruments: CZK -13,781,518.27.
- 6) The result for the financial year includes explicitly reported transaction costs in the amount of CZK 57,016.05.
- 7) Thereof changes in unrealised gains CZK -104,638,675.40 and unrealised losses CZK 121,166,915.38.
- 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 CZK 0.00, to earnings from real estate funds in the amount of CZK 0.00, and to other earnings in the amount of CZK 0.00.

Statement of Assets and Liabilities as of 31 May 2019

(including changes in securities assets from 1 June 2018 to 31 May 2019)

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in CZK	% share of fund assets
Publicly traded securities								
Bonds denominated in EUR								
Issue country Italy								
FCA BK(I.BR.) 17/21 MTN	XS1598835822	1.000	0	0	300	101.480	7,864,474.11	2.72
Total issue country Italy							7,864,474.11	2.72
Issue country Sweden								
PZU FINANCE 14/19	XS1082661551	1.375	0	0	200	100.119	5,172,616.30	1.79
Total issue country Sweden							5,172,616.30	1.79
Issue country Spain								
TELEFONICA EM. 16/22 MTN	XS1394777665	0.750	200	0	200	101.717	5,255,192.11	1.81
Total issue country Spain							5,255,192.11	1.81
Total bonds denominated in EUR translated at a rate of 0.03871							18,292,282.52	6.32
Total publicly traded securities							18,292,282.52	6.32
Securities admitted to organised markets								
Bonds denominated in EUR								
Issue country Australia								
A.N.Z. BKG GRP 09/19 MTN	XS0450880496	5.125	0	0	400	101.375	10,475,066.59	3.62
Total issue country Australia							10,475,066.59	3.62
Issue country Belgium								
AB INBEV 16/22 MTN	BE6285452460	0.875	200	0	200	102.167	5,278,448.05	1.82
Total issue country Belgium							5,278,448.05	1.82
Issue country Denmark								
CARLSBERG BREW. 12/19 MTN	XS0800572454	2.625	0	0	300	100.215	7,766,402.94	2.68
Total issue country Denmark							7,766,402.94	2.68
Issue country France								
BNP PARIBAS 16/22 MTN	XS1394103789	0.750	200	0	200	102.232	5,281,790.51	1.82
BPCE 17/23 MTN	FR0013231743	1.125	200	0	200	102.111	5,275,538.54	1.82
CASINO 12/19 MTN	FR0011301480	4.407	0	0	200	99.455	5,138,336.61	1.77
COMP.DE ST.-GOBAIN 12/21	XS0791007734	3.625	0	0	200	107.429	5,550,289.59	1.92

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in CZK	% share of fund assets
CREDIT AGRIL LN 13/20 MTN	XS0997520258	2.375	0	0	500	103.714	13,395,933.89	4.63
EL. FRANCE 12-23 MTN	FR0011318658	2.750	200	0	200	109.843	5,675,042.34	1.96
MFINANCE FRANCE 16/20 MTN	XS1496343986	1.398	0	0	400	101.523	10,490,380.07	3.62
ORANGE 10/21 MTN	XS0563306314	3.875	0	0	300	106.385	8,244,562.22	2.85
PERNOD-RICARD 14/20	FR0011798115	2.000	0	0	400	102.119	10,551,936.52	3.64
RENAULT 14/21 MTN	FR0011769090	3.125	0	0	200	105.110	5,430,522.25	1.88
SOC GENERALE 16/22 MTN	XS1538867760	1.000	200	0	200	101.635	5,250,948.87	1.81
TOTAL CAP.INTL 16/23 MTN	XS1443997223	0.250	200	0	200	100.967	5,216,444.18	1.80
Total issue country France							85,501,725.59	29.53
Issue country Great Britain								
IMPER.BRANDS FIN.11/19MTN	XS0715437140	5.000	0	0	400	102.475	10,588,729.45	3.66
LLOYDS BANK 14/21 MTN	XS1139091372	1.000	200	0	200	102.225	5,281,446.17	1.82
NM PLC 10/20 MTN	XS0496481200	5.500	0	0	300	104.370	8,088,404.68	2.79
VODAFONE GRP 17/21 MTN	XS1574681620	0.375	200	0	200	100.689	5,202,111.81	1.80
Total issue country Great Britain							29,160,692.11	10.07
Issue country Netherlands								
BMW FIN. NV 18/21 MTN	XS1873143561	0.125	200	0	200	100.113	5,172,332.14	1.79
DAIMLER INTL FIN.18/21MTN	DE000A194DC1	0.250	200	0	200	100.225	5,178,108.28	1.79
DT.TELEK.INTL F.13/21 MTN	XS0875796541	2.125	200	0	200	103.588	5,351,867.55	1.85
HDLBGCEM.FIN.LU.NTS 10/20	XS0478803355	7.500	0	0	200	106.310	5,492,499.77	1.90
ING BK NV 16/21 MTN	XS1368576572	0.750	300	0	300	101.359	7,855,060.76	2.71
RABOBK NEDERLD 12/22 MTN	XS0728812495	4.000	0	0	300	110.648	8,574,950.21	2.96
REPSOL INTL F. 13/21 MTN	XS0975256685	3.625	0	0	200	108.571	5,609,332.28	1.94
VOLKSWAGEN INTL 13/20 MTN	XS0873793375	2.000	0	400	300	101.255	7,847,000.25	2.71
Total issue country Netherlands							51,081,151.24	17.64
Issue country Poland								
PKO BANK POLSKI 17/21 MTN	XS1650147660	0.750	200	0	200	101.098	5,223,222.10	1.80
Total issue country Poland							5,223,222.10	1.80
Issue country Sweden								
ENERGA FIN. 13/20 MTN	XS0906117980	3.250	0	0	200	102.450	5,293,073.10	1.83
Total issue country Sweden							5,293,073.10	1.83
Issue country Switzerland								
CS AG LDN 14/22 MTN	XS1115479559	1.375	300	0	300	103.538	8,023,895.58	2.77
Total issue country Switzerland							8,023,895.58	2.77
Issue country Spain								
IBERDROLA FIN. 10/20 MTN	XS0494868630	4.125	0	0	300	103.415	8,014,394.66	2.77
Total issue country Spain							8,014,394.66	2.77

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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 CZK	% share of fund assets
Issue country Czech Republic								
CEZ AS 10/20 MTN	XS0521158500	4.500	0	200	400	104.741	10,822,854.30	3.74
Total issue country Czech Republic							10,822,854.30	3.74
Issue country USA								
BANK AMERI. 14/21 MTN	XS1107731702	1.375	200	0	200	102.989	5,320,920.51	1.84
JPMORGAN CHASE 14/21 MTN	XS1110449458	1.375	200	0	200	103.084	5,325,828.67	1.84
Total issue country USA							10,646,749.18	3.68
Total bonds denominated in EUR translated at a rate of 0.03871							237,287,675.44	81.94
Total securities admitted to organised markets							237,287,675.44	81.94
Forward exchange agreements								Unrealised result in CZK
Forward exchange agreements denominated in EUR								
Issue country Austria								
FXF SPEST EUR/CZK 07.06.2019	FXF_TAX_3446134						-10,600,000	-964,978.68
Total issue country Austria							-964,978.68	-0.33
Total forward exchange agreements denominated in EUR translated at a rate of 0.03871							-964,978.68	-0.33
Total forward exchange agreements							-964,978.68	-0.33
Breakdown of fund assets								
Transferable securities							255,579,957.96	88.26
Forward exchange agreements							-964,978.68	-0.33
Bank balances							31,801,314.15	10.98
Interest entitlements							3,294,606.99	1.14
Other deferred items							-137,442.43	-0.05
Fund assets							289,573,457.99	100.00
Dividend-bearing units outstanding					units	25,997.946		
Value of dividend-bearing unit					CZK	76.95		
Non-dividend-bearing units outstanding					units	0.000		
Value of non-dividend-bearing unit					CZK	107.31		
KEST-exempt non-dividend-bearing units outstanding					units	2,469,609.700		
Value of KEST-exempt non-dividend-bearing unit					CZK	116.44		

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. No securities lending transactions took place during the reporting period.

The fund is permitted to engage in repurchase agreements pursuant to Regulation (EU) No. 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse). No repurchase agreements were entered into during the reporting period.

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

Explanation on disclosure pursuant to the 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.

Collateral in the form of cash or bonds is pledged to Erste Group Bank AG in the amount of the negative exposure of the derivatives.

EUR-denominated government bonds from the Republic of Austria and/or the Federal Republic of Germany are pledged by Erste Group Bank AG to the fund in the amount of the positive exposure of the derivatives. A one-time discount of 4% is agreed with the counterparty for this collateral. Collateral that would require a higher discount pursuant to Annex II to the Delegated Regulation (EU) No. 2016/2251 is not accepted.

Investor note:

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

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	Sales/ disposals
Units/nominal (nom. in 1,000, rounded)				
Publicly traded securities				
Bonds denominated in EUR				
Issue country Italy				
GENERALI 14/20 MTN	XS1014759648	2.875	0	400
SNAM 12/20 MTN	XS0853682069	3.500	0	400
Issue country Spain				
TELEFONICA EM. 09/19 MTN	XS0462999573	4.693	0	500
Issue country USA				
CITIGROUP INC. 04/19 MTN	XS0197646218	5.000	0	300

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Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals
Units/nominal (nom. in 1,000, rounded)				
Bonds denominated in CZK				
Issue country Czech Republic				
CESKE DRAHY 13-18 FLR	CZ0003510885	2.560	0	20,000
Securities admitted to organised markets				
Bonds denominated in EUR				
Issue country Germany				
DAIMLER AG.MTN 16/19	DE000A2AAL23	0.500	0	300
Issue country France				
BQUE F.C.MTL 16/19 MTN	XS1379128215	0.250	0	300
SOC GENERALE 13/20 MTN	XS0876828541	2.250	0	200
Issue country Ireland				
GE CAP.EURO.FUND.13/20MTN	XS0954025267	2.250	0	300
Issue country Netherlands				
ING BK NV 14/19 MTN	XS1080078428	1.250	0	300
Issue country Switzerland				
CS AG LDN 14/19 MTN	XS1074053130	1.375	0	700
Issue country Spain				
BANCO SANTANDER 13/20	XS0877984459	4.000	0	400
NATURGY CM 10/20 MTN	XS0479542580	4.500	0	500
Issue country USA				
JPMORGAN CHASE 12/19 MTN	XS0856977144	1.875	0	300
Unlisted securities				
Bonds denominated in EUR				
Issue country Germany				
COBA 15/19 S.854	DE000CZ40K31	0.625	0	400
CONTINENTAL MTN 13/18	XS0953199634	3.000	0	400

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals
Units/nominal (nom. in 1,000, rounded)				
Issue country Great Britain				
FCE BANK PLC 14/19 MTN	XS1035001921	1.875	0	200
SANTANDER UK 14/19 FLR	XS1070235004	0.317	0	300

Vienna, 31 July 2019

Erste Asset Management GmbH
Electronically signed

Inspection information:
Note:

The electronic signatures in this document can be inspected at www.signaturpruefung.gv.at.
This document was signed with two qualified electronic signatures. A qualified electronic signature fulfils the legal requirements of a hand-written signature, and in particular the requirements of the written form as defined in § 886 ABGB (§ 4 (1) Austrian Signature Act [Signaturgesetz]).

Remuneration Policy

Remuneration paid to employees of Erste Asset Management GmbH in EUR (2017 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 31.12.17 83

Number of risk bearers as of 31.12.17 45

Fixed remuneration 6,255,431

Variable remuneration (bonuses) 1,931,863

Total employee remuneration 8,187,294

Thereof remuneration for managing directors 668,440

Thereof remuneration for managers and risk bearers 160,215

Thereof remuneration for risk bearers with control functions 409,883

Thereof remuneration for other risk bearers 4,136,628

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 5,375,166

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 on 3 April 2019 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.

**Remuneration paid to employees of ERSTE-SPARINVEST KAG in EUR
(2017 financial year of ERSTE-SPARINVEST KAG)**

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

Number of employees as of 31.12.17	148
Number of risk bearers as of 31.12.17	60
Fixed remuneration	11,990,882
Variable remuneration (bonuses)	3,065,433
Total employee remuneration	15,056,315
Thereof remuneration for managing directors	1,540,398
Thereof remuneration for managers and risk bearers	918,143
Thereof remuneration for risk bearers with control functions*	1,111,224
Thereof remuneration for other risk bearers	5,430,036
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	8,999,801

* Includes the Head of Compliance

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 qualitative objectives must make up at least 25%. 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 (remuneration expert), Franz-Nikolaus Hörmann, 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 on 4 April 2018 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

ESPA ČESKÝ FOND FIREMNÍCH DLUHOPISŮ
Jointly owned fund pursuant to the InvFG

consisting of the fund portfolio as of 31 May 2019, the income statement for the financial year ending on this date, and the other information specified in Annex I Scheme 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 2019 and of the earnings position of the fund for the (partial) financial 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 is sufficient and suitable to serve as a basis for our audit opinion.

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 report 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.

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 connection with our audit of the annual report, it is our responsibility to read this other information and to consider whether there are material discrepancies between the other information and the annual report or the information gathered by us during our audit, or if this other information appears materially incorrect in some other manner. If we come to the conclusion on the basis of our audit steps that the other information is materially incorrect, we are obligated to report this. We have nothing to report in this regard.

Vienna, 31 July 2019

Ernst & Young

Wirtschaftsprüfungsgesellschaft m.b.H.

Mag. Andrea Stippel
(Certified Public
Accountant)

ppa MMag. Roland Unterweger
(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.

Fund Rules for ESPA ČESKÝ FOND FIREMNÍCH DLUHOPISŮ

Jointly owned fund pursuant to the InvFG

The Fund Rules for ESPA ČESKÝ FOND FIREMNÍCH DLUHOPISŮ, 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 the collective investment of 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 global certificates. 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.

In English, the Czech fund name ESPA ČESKÝ FOND FIREMNÍCH DLUHOPISŮ translates to ESPA CZECH FUND FOR CORPORATE BONDS.

The Fund invests predominantly, in other words at least 51% of its assets, in corporate bonds from issuers domiciled in any country of the world in the form of directly purchased instruments, in other words not indirectly or directly through investment funds or derivatives; the bonds must be in the investment grade (or other comparable) segment in terms of ratings assigned by recognised rating agencies.

In addition, the Fund may purchase variable-income bonds issued or guaranteed by Member States, non-Member States, or public international bodies and to which one or more Member States belong and/or money market paper, money market funds, and money market instruments.

Foreign currency risks are hedged versus CZK to the greatest extent possible using suitable strategies.

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

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 Czech Republic 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.

Transferable securities and money market instruments may only 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 instruments may be purchased for hedging purposes and also in the form of transferable securities with embedded derivatives.

f) Risk measurement method(s) of the Fund

The Fund applies the following risk measurement methods: 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 lower proportion of transferable securities 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

Repurchase agreements may comprise up to 30% of the fund assets.

j) Securities lending

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

Article 4 Issue and Redemption Procedure

The unit value shall be calculated in CZK.

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 3.0% to cover the costs incurred by the Management Company in issuing the unit, rounded up to the next equivalent sub-unit.

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. 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 payment, and non-dividend-bearing units without capital gains tax payment, with certificates being issued for one unit each and also for fractional units.

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 suspended 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. Fund assets may be paid out in the form of dividends and interim dividends.

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 or corporate income 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 payment (non-dividend-bearing units)

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 or corporate income 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 payment (KESt-exempt non-dividend-bearing units)

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 or corporate income 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 1.0% of the fund assets, which shall be accrued on a daily basis and calculated using the month-end values adjusted for the accrued fees and shall amount to at least EUR 2,250 per month. If the monthly minimum fee is applied, this may exceed the maximum percentage specified for the administration fee. The Management Company shall be entitled to compensation for all expenses incurred in the administration of the Fund.

Upon liquidation of the Fund, the party processing the liquidation shall receive a fee in the amount of 0.5% 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 September 2018)

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. The following exchanges are included in the list of regulated markets:

- | | | |
|--------|--------------|------------------------------------|
| 1.2.1 | Luxembourg: | Euro MTF Luxembourg |
| 1.2.2. | Switzerland: | SIX Swiss Exchange AG, BX Swiss AG |

1.3. 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 (RTS Stock Exchange)
Moscow Interbank Currency Exchange (MICEX) |
| 2.4. | Serbia: | Belgrade |
| 2.5. | Turkey: | Istanbul (only “National Market” on the stock market) |

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. | Hong Kong: | Hong Kong Stock Exchange |
| 3.7. | India: | Mumbai |
| 3.8. | Indonesia: | Jakarta |
| 3.9. | Israel: | Tel Aviv |
| 3.10. | Japan: | Tokyo, Osaka, Nagoya, Kyoto, Fukuoka, Niigata, Sapporo, Hiroshima |
| 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, Christchurch/Invercargill, Auckland |
| 3.17. | Peru: | Bolsa de Valores de Lima |
| 3.18. | Philippines: | Manila |
| 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 |
| 3.24. | Venezuela: | Caracas |
| 3.25. | United Arab Emirates: | Abu Dhabi Securities Exchange (ADX) |

4. Organised markets in countries outside of the European Community

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.	Slovakia:	RM System Slovakia
5.13.	South Africa:	Johannesburg Stock Exchange (JSE), South African Futures Exchange (SAFEX)
5.14.	Switzerland:	EUREX
5.15.	Turkey:	TurkDEX
5.16.	USA:	NYCE American, Chicago Board Options Exchange, Chicago Board of Trade, Chicago Mercantile Exchange, Comex, FINEX, ICE Future US Inc. New York, Nasdaq PHLX, New York Stock Exchange, Boston Options Exchange (BOX)

*) To open the list, select "Regulated market" under "Entity type" in the column on the left side of the page and then click "Search" (or "Show table columns" and "Update"). The link can be changed by the ESMA.

When the expected withdrawal of the United Kingdom of Great Britain and Northern Ireland (GB) from the EU takes effect, GB will lose its status as an EEA member state and, in turn, the exchanges/regulated markets located there will also lose their status as EEA exchanges/regulated markets. In this event, we hereby inform you that the following exchanges and regulated markets located in GB shall be considered exchanges or recognised regulated markets in a third country that are expressly designated in the Fund Rules as defined by the InvFG 2011 and the UCITS Directive:

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.

Note regarding the data used

The sections Income Statement and Changes in Fund Assets, Statement of Assets and Liabilities and 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.

Unless indicated otherwise, source: Erste Asset Management GmbH. Our languages of communication are German and English. Both the full prospectus and the simplified prospectus as well as the key investor information (and any applicable changes to these documents) were published in Amtsblatt zur Wiener Zeitung in accordance with the provisions of the InvFG 2011 in the currently amended version and are available for free at the registered office of the Investment Firm and at the head office of the depositary bank. The exact date of the most recent publication, the languages in which the simplified prospectus and the key investor information 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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