

ERSTE BOND FLEXIBLE ROMANIA EUR

Bond fund

Investment Policy

Over 80% of the portfolio is invested in fixed income financial instruments such as State, bonds or corporate. A maximum of 20% of the resources available to them are directed by the strategic and other types of financial instruments and bank deposits.

Please note that investing in securities also involves risks besides the opportunities described.

The fund employs an active investment policy. The assets are selected on a discretionary basis. The fund is oriented towards a benchmark (for licensing reasons, the specific naming of the index used is made in the prospectus (12.) or KID "Ziele"). 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.

Current market management comment

Eurobonds issued by Romania (+1.84% month on month) and Eurozone government bonds (+2.27% month on month) delivered a positive performance during July. The environment on the global markets was supportive for most asset classes, including bonds and equities. The main factor driving this positive performance was once again macro data coming from the USA. The yearly inflation figure published for the month of June eased from 3.3% to 3%. Also, the monthly print was negative (-0.1%), surprising to the downside all estimates. The unemployment rate in the USA inched higher and reached 4.1% (the figure for the month of June). Recent macro data has made investors more confident that the spike in inflation which we saw at the beginning of the year was transitory. Adding to this the recent weakness in the labor market, now market participants expect the FED to cut rates in September. In Europe, recent inflation figures didn't increase the confidence of ECB that prices are on a sustainable path to the 2% target, but they didn't change the base scenario for a September rate cut either. When major central banks are continuing or starting a rate cut cycle in order to achieve a "Soft Landing" and not battle a recession, risky assets thrive the most, which happened during the month of July. In the coming weeks investors will watch closely commentaries coming from the FED members to see if they will confirm a September rate cut or not.

Past performance is not a reliable indicator of the future performance of a fund.

Performance

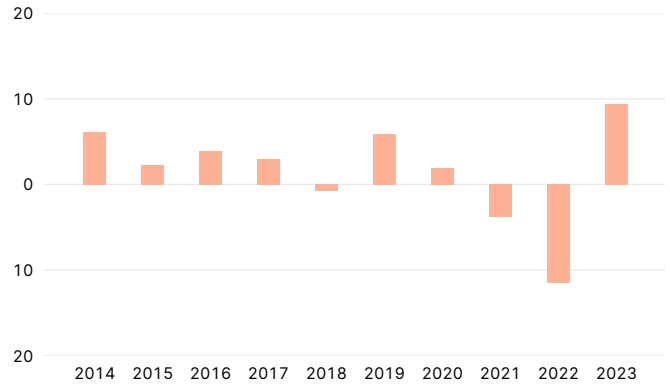


Adjusted calculated value (basis 100) between 31.07.2014 to 31.07.2024

Year to date	1 year	3 years	5 years	10 years	Since launch
3,1%	7,1%	-1,1% p.a.	-0,3% p.a.	1,3% p.a.	1,8% p.a.

Fund/Tranche

Yearly performance



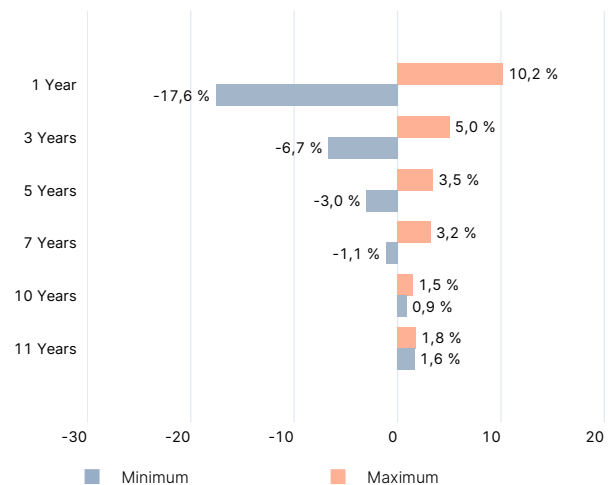
2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
6,2%	2,3%	3,9%	3,0%	-0,8%	5,8%	1,9%	-3,8%	-11,5%	9,4%

Presented performance (time-weighted rate of return) includes fees paid by the fund. Any other fees, that might be applicable on purchase, any individual transaction specific costs or ongoing costs or costs imposed by the credit institution maintaining the clients custody account are not considered.

Fund key figures (fixed income funds)

Average Yield	3,80%
Modified Duration	4,93%
Duration	5,11 year(s)
Average Coupon	2,59%

Min / Max performance annualized without benchmark



Risk indicator according to PRIIPs KID (SRI)¹



Recommended holding period in years



¹ KID: Key Information Document, SRI = Summary Risk Indicator

Share classes

Share certificate type	Frequency of dividend distribution	ISIN	Currency	Unit price
Accumulating share	-	ROFDIN0001W9	EUR	12,1704

Fund key facts



Net asset value	EUR 98,39 Mio.
Day of first issue	25.04.2013
Fund financial year	01.01. to 31.12.
Purchase Fee up to	0,10%
Redemption fee	0,00%
Management Fee	0,72% p.a.
Performance Fee	-
Custodian bank	Banca Comercială Română S.A.
Investment company	S.A.I. Erste Asset Management S.A.
Contact	office@erste-am.ro

Sustainability



Disclosure Regulation	-
Consideration of environmentally sustainable economic activities	No
Consideration of PAIs	No

Advantages for the investor

- ✓ Fund shares may be purchased or redeemed at any time
- ✓ The objective of the Fund is to achieve returns that are higher than the average EUR interest rates on the Romanian market
- ✓ The expertise of the fund manager

Risks to be considered

- ⚠ Investment gains usually depend on the level of risk undertaken .
- ⚠ Investment objectives may not be achieved, resulting in losses for investors .
- ⚠ Increasing bond yields may result in short-term price reductions .
- ⚠ Risks that may be significant for the fund are in particular: credit and counterparty risk, liquidity risk, custody risk, derivative risk and operational risk. Comprehensive information on the risks of the fund can be found in the prospectus.

Further information on the technical terms used can be found on the ERSTE ASSET MANAGEMENT homepage under the heading Investing Money/Funds ABC. [FondsABC](#)

This is an advertising material and does not represent a recommendation for investment in financial instruments, an offer to contract the products or services mentioned in this material, is not an informative document of a legal nature, does not create contractual obligations and is not sufficient to take an investment decision. Investors will be fully responsible for any investment decision they will make.

Past performance of investment funds is not a guarantee of future performance. Read the Prospectuses and the Key Information Documents of the funds, the information provided according to the art. 98 of the Government Emergency Ordinance no. 32/2012, before investing in investment funds. These documents are available in Romanian/English on the website www.erste-am.ro and can be obtained free of charge at the headquarters of S.A.I. Erste Asset Management S.A. or at Banca Comercială Română S.A. (BCR) branches, which is the Depository of the investment funds.

Please note that investments in financial instruments also involve risks, not just opportunities, which can lead to financial loss if there is no guarantee of the capital, and that they do not have the characteristics of bank deposits. Investment value and investment return may fluctuate over time. Any future performance is subject to taxation, which depends on each investor's personal situation and may change in the future. If the currency of the fund is different from the currency of the investor's country, fluctuations in the exchange rate may have a positive or negative impact on the value of the investment and on the value of the costs incurred within the fund, as a result of the conversion to the currency of the investor's country.

Administrator: S.A.I. Erste Asset Management S.A., asset management company with headquarters in Bucharest, 92 Aviatorilor Blvd., District 1, Romania, registered in the Public Registry of the Romanian Financial Supervisory Authority (FSA) with no. PJR05SAIR/ 400028, VAT code RO24566377, registered at the Trade Register with no. J40/17060/2008, authorized by the C.N.V.M. by Decision no. 98/21.01.2009, registered in the ANSPDCP General Register with no. 0017716, telephone: +40 372.269.999; e-mail: office@erste-am.ro; website: www.erste-am.ro.

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