

INFORMATION FOR INVESTORS PURSUANT TO § 21 AIFMG

**for the alternative investment fund
(the “Fund” in the following)**

ERSTE RESPONSIBLE MICROFINANCE

This is a jointly owned fund pursuant to §§ 166 f InvFG 2011¹ in conjunction
with the AIFMG².

with the unit categories

**ERSTE RESPONSIBLE MICROFINANCE EUR R01
ERSTE RESPONSIBLE MICROFINANCE EUR IO1
ERSTE RESPONSIBLE MICROFINANCE EUR D01**

**managed by
Erste Asset Management GmbH
Am Belvedere 1
A-1100 Vienna
(the “Management Company” in the following)**

¹ Austrian Investment Fund Act [Investmentfondsgesetz] 2011 as amended)

² Austrian Alternative Investment Fund Manager Act [Alternative Investmentfonds Manager-Gesetz] as amended)

Overview of ISINs

ERSTE RESPONSIBLE MICROFINANCE EUR R01

AT0000AOG249 (dividend-bearing units)

AT0000AOG256 (non-dividend-bearing units)

AT0000A2EM29 (KESt-exempt non-dividend-bearing units [domestic/foreign investors])

ERSTE RESPONSIBLE MICROFINANCE EUR IO1

AT0000A1YRV8 (dividend-bearing units)

AT0000A1YRX4 (non-dividend-bearing units)

AT0000A2EM37 (KESt-exempt non-dividend-bearing units [domestic/foreign investors])

ERSTE RESPONSIBLE MICROFINANCE EUR D01

AT0000A1YRW6 (dividend-bearing units)

AT0000A1YRY2 (non-dividend-bearing units)

Details on the publication and validity of the document

The Fund is intended for sale to retail customers (in the sense of "non-professional customers") as well as to professional customers.

This document becomes effective on 28.03.2025.

Publications relating to the Fund: 28.06.2014, 13.10.2014, 30.11.2017, 13.12.2018, 28.03.2019, 24.10.2019, 21.02.2020, 16.04.2020, 20.05.2020, 03.03.2021, 21.12.2021, 22.06.2022, 30.12.2022, 14.06.2023, 03.08.2023, 25.09.2023, 27.03.2025

Last notice pursuant to § 133 InvFG 2011 (date of OeKB upload): 16.03.2016, 10.12.2018, 11.09.2020

Note on the provision of documents

The document including the Fund Rules, key information document, and the semi-annual and annual reports can be accessed on the website of Erste Asset Management GmbH, <https://www.erste-am.com>.

For better readability gendering has been omitted. The personal terms used refer to all genders.

DISCLAIMER ON THE DISTRIBUTION OF UNITS OF THIS FUND TO RUSSIAN INDIVIDUALS OR LEGAL PERSONS

Sales restriction

Due to the EU sanctions, the issued units of this investment fund may not be sold to Russian citizens or natural persons resident in Russia or to legal persons, entities or bodies established in Russia. This does not apply to citizens of an EU Member State and natural persons holding a temporary or permanent residence permit of an EU Member State.

This Document may not be circulated in Russia.

DISCLAIMER FOR THE SALE of non-US funds to US investors

The fund registration process was completed with the US Internal Revenue Service (IRS) in the course of the implementation of the US Foreign Account Tax Compliance Act (FATCA).

Therefore, the investment fund is FATCA-compliant pursuant to the provisions defined by this act.

Limitations on Sale

The units issued for this Fund may only be publicly offered or sold in countries in which such a public offer or sale is permitted. Therefore, unless the Management Company or representatives of the Management Company have filed an application with the local supervisory authorities and permission has been granted by the local supervisory authorities, and as long as no such application has been filed or no such permission granted by the supervisory authorities, this prospectus does not represent an offer to buy investment units.

The units have not been and will not be registered pursuant to the 1933 United States Securities Act as amended (hereinafter the "Securities Act of 1933") or pursuant to the securities regulations of a state or other public entity of the United States of America or its territories, possessions or other areas subject to its sovereignty, including the Commonwealth of Puerto Rico (hereinafter collectively designated as the "United States").

The units may not be publicly offered, sold, or otherwise transferred in the United States. The units are being offered and sold on the basis of an exemption from registration pursuant to Regulation S of the Securities Act of 1933. The Management Company and the Investment Fund have not been and will not be registered pursuant to the 1940 United States Investment Company Act as amended, or pursuant to any other US federal laws. Therefore, the units will not be publicly offered or sold in the United States or to or for the account of US persons (in the sense of the definition for the purposes of US federal laws governing securities, goods, and taxes, including Regulation S of the United States Securities Act of 1933 – hereinafter collectively referred to as "US persons"). Subsequent transfers of units in the United States or to US persons are prohibited.

The units have not been admitted for sale or public offering by the US Securities and Exchange Commission (hereinafter designated as the "SEC") or any other supervisory authority in the United States, and no application for admittance for sale or public offering has been rejected by the SEC or any other supervisory authority in the United States; furthermore, neither the SEC nor any other supervisory authority in the United States has released an opinion on the correctness and appropriateness of this document or the advantages of the fund units. The United States Commodity Futures Trading Commission has neither examined nor approved this document or any other sales documents for the Management Company or the Investment Fund.

No party is authorised to provide information or make assurances that are not contained in the document or in the materials referred to in the document. These documents are available to the public at the registered office of the Management Company.

This document may not be circulated in the United States.

Investors who are Restricted Persons pursuant to US Regulation No. 2790 of the National Association of Securities Dealers (NASD 2790) must immediately report any investments in funds from the Management Company.

SECTION I

INFORMATION ABOUT THE MANAGEMENT COMPANY

1. Style and registered office; legal form; establishment; information about the court of registration and register entry; valid law

The Management Company offering the investment fund described in this document is Erste Asset Management GmbH, registered office at Am Belvedere 1, A-1100 Vienna.

Effective 18 June 2008, Finanzierungs-Aktiengesellschaft österreichischer Sparkassen, which was established on 20 June 1979 and later registered as FINAG-Holding AG and FINAG-Holding GmbH, was renamed to Erste Asset Management GmbH.

Effective 31 December 2015, the company RINGTUM Kapitalanlagegesellschaft m.b.H., which was established on 26 May 1988, was merged into Erste Asset Management GmbH as the receiving company. In addition, ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H., which was established on 7 November 1985, was merged into Erste Asset Management GmbH, the receiving company, effective 31 December 2017.

Erste Asset Management GmbH is a management company as defined by the InvFG 2011 and an alternative investment fund manager as defined by the AIFMG. It has the form of a limited liability company under Austrian commercial law (Gesellschaft mit beschränkter Haftung, GmbH), is subject to Austrian law, and is registered with the Vienna Commercial Court under registry number FN 102018 b.

The Management Company maintains a branch in the Czechia by the name of Erste Asset Management GmbH, pobočka Česká Republika. This branch has its registered office at CZ-140 00 Praha 4, Budějovická 1518/13a (Trianon Building), <https://www.erste-am.cz>. The Management Company also has a branch in the Slovak Republic by the name of Erste Asset Management GmbH, pobočka Slovenská republika. This branch has its registered office at SK-832 65 Bratislava, Tomášikova 48, <https://www.erste-am.sk>. Furthermore, the Management Company maintains a branch in Hungary by the name of Erste Asset Management GmbH, Magyarországi Fióktelepe. This branch has its registered office at HU-1138 Budapest, Népfürdő street 24-26, 9th floor, <https://www.erste-am.hu>. The Management Company is authorised to administer investment funds under Austrian law and to administer investment funds under Czech, Slovak and Hungarian law pursuant to § 37 InvFG 2011 in conjunction with § 32 AIFMG.

2. Information about the management

Heinz Bednar
Winfried Buchbauer
Peter Karl (ERSTE Immobilien Kapitalanlagegesellschaft m.b.H.)
Thomas Kraus

The most recent information regarding the members of the management board, taking into account any interim changes, can be found on the website of the Management Company at: <https://www.erste-am.at/de/impressum>

3. Supervisory Board

Rudolf Sagmeister, Chairman (Head of Equity Holding Management, Erste Group Bank AG)
Oswald Huber, Deputy Chairman (Head of Group Markets, Erste Group Bank AG)
Maximilian Clary und Aldringen (Managing Board member, Erste Bank der österreichischen Sparkassen AG)
Klaus Felderer (Managing Board member, Sparkasse Kufstein Tiroler Sparkasse von 1877)
Harald Gasser
Gerhard Grabner (Business Director, Benediktinerstift Göttweig)
Harald Frank Gruber (Head of Sales Support, Steiermärkische Bank und Sparkassen Aktiengesellschaft)
Rainer Hauser (Head of Group Investment Management, Erste Group Bank AG)
Michael Koren (Managing Board member, Kärntner Sparkasse Aktiengesellschaft)
Gerhard Lahner (Managing Board member, VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe)
Ertan Piskin (Head of Daily Business, Erste Bank der österreichischen Sparkassen AG)
Peter Prober (Managing Board member, Sparkasse Neunkirchen)
Gerald Weber (Managing Board member, WIENER STÄDTISCHE VERSICHERUNG AG Vienna Insurance Group)
Martin Cech (Works Council member, Erste Asset Management GmbH)
Regina Haberhauer (Works Council member, Erste Asset Management GmbH)
Heinrich Hubert Reiner (Works Council member, Erste Asset Management GmbH)
Peter Riederer (Works Council member, Erste Asset Management GmbH)
Nicole Weinhengst (Works Council member, Erste Asset Management GmbH)
Manfred Zourek (Works Council member, Erste Asset Management GmbH)

The most recent information regarding the members of the supervisory board, taking into account any interim changes, can be found on the website of the Management Company at: <https://www.erste-am.at/de/impressum>

4. Registered capital

EUR 3.000.000, paid-in in full.

5. Financial year

The Management Company's financial year is identical to the calendar year.

6. The Management Company has delegated the following activities to third parties:

Compliance (monitoring of employee transactions, maintenance of observation lists and blacklists, market abuse monitoring): Erste Group Bank AG

Internal audit: Erste Group Bank AG (subdelegation to Erste Bank der oesterreichischen Sparkassen AG)

Payroll: Erste Group Services GmbH

Accounting: Erste Group Services GmbH

Reporting duties for derivatives pursuant to Regulation (EU) No. 648/2012 (EMIR): Erste Group Bank AG

Models for the valuation of assets: Refinitiv Austria GmbH (subdelegation to Value & Risk Valuation Services GmbH)

Electronic data processing and IT: Erste Digital GmbH (Simcorp Dimension, FMP/EAM-Online, Adobe Experience Manager (Website)); StatPro (Deutschland) GmbH (StatPro Revolution); Bloomberg Finance L.P. (Bloomberg Port)

Trading Desk/Trading activities for certain investment instruments: Erste Group Bank AG (from 1 April 2025)

The other service providers are agents of the Management Company and exercise functions of the Management Company. Their duties are governed in the corresponding delegation agreements.

The Management Company notes that it has delegated tasks to a firm with which it is closely associated, an associated company pursuant to Article 4 (1) 38 of Regulation (EU) No. 575/2013.

7. Remuneration policy of the Management Company

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. 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. 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

https://www.erste-am.at/de/private_anleger/wer-sind-wir/investmentprozess.

8. Obligations of the Management Company

The Management Company must consistently perform its duties in an honest and fair manner and with the necessary level of expertise, care, and diligence and must act in the best interests of the investment funds under its management, the investors holding units in these funds, and the integrity of the market.

The Management Company performs the collective portfolio management, risk management, and liquidity management for the Fund.

However, the Management Company may delegate tasks to third parties (see item 6).

In addition, the Management Company must treat all investors holding units in the investment funds under its management fairly and equally pursuant to § 29 (1) InvFG 2011. Therefore, the Management Company shall not place the interests of a certain group of investors above the interests of another group of investors.

The ability to issue share classes with different characteristics or the issuance of such share classes do not represent preferential treatment of investors.

9. Information about the Management Company's regulatory capital

The Management Company calculates its required regulatory capital pursuant to § 8 InvFG 2011 as well as the additional regulatory capital pursuant to § 7 (3) and (6) 1 AIFMG on a regular basis.

The Management Company holds additional regulatory capital in order to cover the potential professional liability risks arising from its business activities.

The specific method of calculation was agreed upon with the Management Company's financial auditor listed in section II, item 6 and can be disclosed to the investor upon request.

Pursuant to the InvFG 2011, at least half of the share capital or registered capital paid into the company must be invested in gilt-edged assets. Furthermore, the AIFMG stipulates that the additional regulatory capital (for the purpose of sufficiently covering potential liability risks arising from professional negligence) may only be invested in liquid assets or assets that can be readily converted into cash in the short term and may not include speculative positions.

SECTION II

INFORMATION ABOUT ERSTE RESPONSIBLE MICROFINANCE

1. Designation of the Fund

The Fund's designation is ERSTE RESPONSIBLE MICROFINANCE, jointly owned fund pursuant to §§ 166 f InvFG 2011 in conjunction with the AIFMG (the "Fund" in the following).

The fund ERSTE RESPONSIBLE MICROFINANCE is managed in unit categories. See item 7 for more information.

The Fund is an alternative investment fund (AIF) and does not comply with Directive 2009/65/EC. Therefore, the Fund is subject to the provisions of both the InvFG 2011 and the AIFMG as well as additional applicable legal regulations.

2. Establishment of the Fund

ERSTE RESPONSIBLE MICROFINANCE was issued on 04.01.2010 for an open-ended period.

3. Provision of fund documents and information

The information referenced in this document such as the Fund Rules, key information document, annual reports, and semi-annual reports can be obtained from the Management Company and from the depositary bank (further information on the depositary bank and its responsibilities can be found in section III) and its branches. These will be provided to the investors free of charge upon request. These fund documents can also be obtained from the additional payment and sales offices specified in section II, item 17. This information can also be found on the website of Erste Asset Management GmbH, <https://www.erste-am.com> in German (the key information document may also be provided in other languages on this site).

If the regular information pursuant to § 21 (1) 16 AIFMG regarding the percentage of the assets contained in the Fund that are difficult to liquidate and that are therefore subject to special rules, regarding any new rules related to liquidity management for the Fund, and regarding all changes to the maximum leverage that may be used by the Management Company for the account of the Fund, any rights to the reuse of collateral or other guarantees furnished in connection with leverage, and the total amount of leverage used in the Fund is not contained in this document, it can be found in the most recent annual report for the Fund, section "Information pursuant to § 21 AIFMG" – "Calculation of the Global Exposure".

The regular information pursuant to § 21 (1) 16 AIFMG regarding the current risk profile of the Fund and the risk management systems employed by the Management Company to manage these risks can be found in the current key information document under "Risk Indicator".

Disclosure of full holdings

The Management Company can provide the investor with further information about the fund assets upon request after proof of unit holdings is furnished. Information on the point of contact from which further information can be obtained can be found on the cover sheet of this document.

4. Information about the tax regulations that apply to the Fund, when these are of interest to the Unit-holder. Information about whether taxes are withheld from the returns earned by holders of units in the Fund

Tax treatment for investors subject to unlimited tax liability in Austria

Legal notice:

The tax descriptions are based on the currently known legal conditions. No guarantee can be made that tax assessment will not change as a result of legislation, court decisions, or other legal acts by the fiscal administration. If necessary, you are advised to consult a tax expert.

The German-language annual reports contain detailed information about the tax treatment of paid dividends and dividend-equivalent earnings.

The information below primarily pertains to custody accounts managed in Austria and to investors subject to unlimited tax liability in Austria.

Determination of income at the investment fund level:

The earnings of an investment fund consist primarily of the ordinary and extraordinary earnings.

Ordinary earnings refers primarily to interest and dividend income. Expenses incurred by the investment fund (such as management fees and auditing fees) reduce the ordinary earnings.

Extraordinary earnings are profits from the realisation of transferable securities (primarily shares, debt instruments, and the associated derivatives) less any realised losses. Loss carryforwards and any expenses that exceed the earnings also reduce the profit for the respective period. Any loss that exceeds the earnings can be deducted from the ordinary income.

Unrecognised losses can be carried forward for an unlimited period of time.

Private investors

Full tax withholding (final taxation), no declaration requirement for the investor.

Capital gains tax in the legally required amount will be withheld by the domestic bank making the coupon payments from all (interim) dividends paid to a holder of units in an investment fund provided that these dividends are from capital gains, and provided that the recipient of the dividend payment is subject to capital gains tax. "Payments" made on non-dividend-bearing units are also subject to the withholding of the capital gains tax amounts assessed against the dividend-equivalent earnings (except for KEST-exempt non-dividend-bearing funds) generated by the units under the same conditions.

Private investors generally do not need to file any tax returns in connection with units in an investment fund. The withholding of the capital gains tax fulfils all of the investor's tax obligations. The withholding of capital gains tax covers all final taxation requirements regarding income tax.

Exceptions from final taxation

Final taxation is precluded:

a) For KEST II-exempt debt instruments ("old issues") in the fund portfolio provided that no option declaration has been submitted. Such income must be reported to the tax authorities;

b) For transferable securities in the fund portfolio that are not subject to taxation by the Austrian tax authorities, provided that entitlement to benefits under totalisation agreements is not waived. Such income must be reported on the Austrian income tax return under "Neben den angeführten Einkünften wurden Einkünfte bezogen, für die das Besteuerungsrecht aufgrund von Doppelbesteuerungsabkommen einem anderen Staat zusteht" (In addition to the indicated income, income that is subject to taxation by a different state due to totalisation agreements was also received).

In this case, however, a tax credit can be claimed for the capital gains tax that was withheld for this, or a refund of the capital gains tax can be claimed under § 240 of the Austrian Federal Duties Act (Bundesabgabeordnung, BAO).

Taxation at the investment fund level

The investment fund's ordinary income (interest, dividends) is subject to 27.5% KEST after the deduction of expenses. Realised price losses (after offsetting against realised price gains) and new loss carryforwards (losses from financial years beginning in 2013) also reduce the ordinary income.

At least 60% of all realised extraordinary income (including when reinvested) is also subject to 27.5% KEST. Any realised net value increases are fully taxable when they are disbursed (in other words if 100% is disbursed, then 100% is taxable; if 75% is disbursed, then 75% is taxable).

Taxation at the unit-holder level

Sale of unit certificates:

For unit certificates purchased before 1 January 2011 (old units), the one-year speculation period still applies (§ 30 EStG in the version prior to the 2011 Budget Accompanying Act [BudgetbegleitG 2011]). These units are no longer tax-relevant.

Unit certificates purchased on or after 1 January 2011 (new units) are subject to the taxation of realised value increases upon the sale of the units regardless of how long they are held. The tax is withheld by the bank managing the securities account, which retains 27.5% KEST on the difference between the sale proceeds and the adjusted acquisition value (acquisition costs are increased by dividend-equivalent earnings and reduced by tax-exempt disbursements).

Loss offsetting in the securities account of the unit-holder

Starting on 1 April 2012, the bank managing the securities account is required to offset price gains, price losses, and earnings (except for old securities and interest earned on cash and savings deposits) from all types of securities in all security accounts of an individual account

holder at a single credit institution within one year (so-called loss offsetting). No more than the KESt that has already been paid can be credited. If 27.5% of the realised losses exceeds the KESt that has already been paid, the remaining loss will be documented until the end of the year for future gains and income that are eligible for offsetting. Any losses that cannot be offset against (further) gains and income in the same calendar year are forfeit. Losses cannot be carried forward into the next year.

Investors who are subject to an income tax rate of less than 27.5% are entitled to tax all capital gains that are subject to the tax rate of 27.5% at their lower income tax rate in their income tax return (standard taxation option). Professional expenses (such as securities account fees) cannot be deducted. The capital gains tax that was withheld can be refunded by way of the tax return. If the taxpayer simply wishes to offset losses for the capital gains subject to the 27.5% tax rate, he can exercise the loss offsetting option independent of the standard taxation option. The same applies in cases where relief entitlements can be claimed on the basis of double taxation agreements. This does not require the disclosure of all capital gains that are subject to final taxation.

Corporate investors

Taxation and tax liability on units held as business assets by natural persons

For natural persons who receive income from capital assets or business activities (sole proprietors, partners), all income tax liability on income subject to capital gains tax (interest from debt instruments, domestic and foreign dividends, and other ordinary income) is covered by the withholding of KESt.

All price gains realised in the fund assets are immediately taxable (in other words tax-exempt reinvestment of net value increases is no longer possible). The 27.5% KESt deduction does not represent final taxation, but is simply an advance payment on the special income tax rate.

Gains from the sale of the fund units are also subject to the 27.5% KESt rate. This KESt deduction is in turn simply an advance payment on the special income tax rate of 27.5% (gain = difference between the sale proceeds and the acquisition costs; all dividend-equivalent income that has already been taxed during the holding period or at the time of sale must be deducted from this; the dividend-equivalent income must be recorded separately for tax purposes for the entire period in which the fund units are held. The amortisation of fund units held as business assets reduces the dividend-equivalent income of the year in question accordingly).

The bank may not apply loss offsetting to security accounts that are business assets. Offsetting is only possible in the tax return.

Taxation on units held as business assets by legal entities

The ordinary income (such as interest and dividends) generated by the investment fund is generally taxable.

However, the following are tax exempt:

- Domestic dividends (the KESt deducted upon payment to the investment fund can be refunded)
- Profit shares from holdings in EU corporations
- Profit shares from holdings in foreign corporations that are comparable to a domestic corporate entity pursuant to § 7 (3) Corporation Tax Act (KStG) and whose state of domicile has comprehensive mutual administrative assistance.

Dividends from other countries are subject to corporation tax.

Other specific aspects of the Corporation Tax Act related to dividends are not addressed here because they are not relevant for investment funds.

For fund financial years beginning after 31 December 2012, all price gains realised in the fund assets are immediately taxable (in other words tax-exempt reinvestment of net value increases is no longer possible).

Unless the unit-holding entity is exempt pursuant to § 94 item 5 Income Tax Act (EStG), the banks paying the coupon must also withhold capital gains tax from dividends paid on units held as business assets, or treat payments made on non-dividend funds as capital gains tax to be remitted to the tax office. Capital gains tax that is withheld and paid to the tax authorities can be credited against the assessed corporation tax or refunded.

Gains from the sale of the fund units are subject to (standard) corporation tax (see § 22 [1] and [2] KStG for the current rate). Price losses and impairments can be recognised immediately for tax purposes.

Corporate entities with income from capital assets

For corporate entities (such as registered associations) that receive income from capital assets, all corporation tax liability on such income is covered by the tax withholding. Capital gains tax on tax-exempt dividends is refundable.

For income earned on or after 1 January 2016, the KEST rate increases from 25% to 27.5%. However, corporate entities that receive income from capital assets are still subject to the (standard) corporation tax rate (see § 22 [1] and [2] KStG for the current rate) on such earnings. If the bank making the coupon payments continues to apply the 27.5% KEST rate for such taxpayers, these taxpayers can have the excess KEST that has been retained refunded by the tax office.

Private trusts are fundamentally subject to the (standard) corporation tax rate (interim tax) for all income generated in the investment fund.

Domestic dividends (the KEST deducted upon payment to the investment fund can be refunded) and profit shares from holdings in EU corporations and holdings in foreign corporations that are comparable with a domestic corporation subject to § 7 (3) KStG and whose state of domicile has comprehensive mutual administrative assistance are tax exempt.

Dividends from other countries are subject to corporation tax.

Other specific aspects of the Corporation Tax Act related to dividends are not addressed here because they are not relevant for investment funds.

At least 60% of all realised net value increases (price gains from realised equity shares and equity derivatives and from bonds and bond derivatives) are also subject to corporation tax (interim tax), even if they are reinvested. Any realised net value increases are fully taxable when they are disbursed (in other words if 100% is disbursed, then 100% is taxable; if 75% is disbursed, then 75% is taxable).

Unit certificates purchased on or after 1 January 2011 are subject to the taxation of realised value increases upon the sale of the units. The assessment base for taxation is the difference between the sales proceeds and the amortised cost of the units. For the purposes of amortised cost, earnings taxed during the holding period increase the acquisition costs for the unit certificate, while dividend payments and paid capital gains tax reduce the acquisition costs.

5. Reporting date for the annual accounts and information on the frequency of dividend disbursement

The accounting year of the Fund is from 01.06. to 31.05. of the following calendar year.

In accordance with § 58 (2) of the InvFG 2011*) and according to the Fund Rules, disbursement/payment takes place on or after 01.09. of the following accounting year. Interim dividend payments are possible.

The Management Company reserves the right to set an ex-date before the disbursement/payment pursuant to § 58 (2) InvFG 2011 for technical reasons. On the ex-date, the valid issue price used for settlement will be reduced by the coming disbursement/payment.

*) For example for non-dividend-bearing units (not for KEST-exempt non-dividend-bearing units)

The Management Company must prepare an annual report for every accounting year of the Fund and a semi-annual report for the first six months of every accounting year. The annual report must be published within four months and the semi-annual report within two months after the end of the respective reporting period.

6. Identity of the auditor

Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H., Wagramer Str. 19, A-1220 Vienna.

More detailed information about the natural persons responsible for the audit is available in the relevant annual report, which can be obtained from the website <https://www.erste-am.com>.

Obligations of the auditor of the Fund

The responsibility of the auditor of the Fund is to state an opinion on the annual report presented by the Management Company on the basis of its audit.

The audit must be conducted in accordance with § 49 (5) InvFG 2011, in accordance with the legal requirements that apply in Austria, and in accordance with Austrian generally accepted accounting principles, must assess compliance with the applicable legal regulations, such as those defined by the InvFG 2011 in particular, and with the Fund Rules, and must cover the Fund's accounting. These principles require the auditors to follow the standards of their profession and to plan and conduct their audit in a way that enables them to ascertain with a reasonable degree of certainty whether or not the annual report is free of material misstatements.

7. Information on the types and key characteristics of the units, especially

- **Type of entitlement (claim in rem or other entitlement) that the unit represents**
- **Original documents or certificates about these documents, entry in a register or deposit into an account**
- **Characteristics of the units: registered or bearer form, information about the denomination and fractional units, if applicable**

- Description of the Unit-holders' voting rights, if any

- Conditions under which the Fund may be liquidated and details about liquidation, in particular with regard to the entitlements of the Unit-holders

Joint ownership of the assets held by the Fund is divided into equal units per unit category. The number of units is unlimited.

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. A fractional unit can be one tenth (0.10), one hundredth (0.01), or one thousandth (0.001) of a unit certificate.

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.

ERSTE RESPONSIBLE MICROFINANCE EUR R01

This unit category was issued for all investors without restrictions. There is no minimum (initial) investment volume. The unit certificate transactions are settled in EUR.

ERSTE RESPONSIBLE MICROFINANCE EUR IO1

This unit category was issued for institutional investors. A minimum initial investment volume of EUR 1,000,000,-- applies. The unit certificate transactions are settled in EUR.

ERSTE RESPONSIBLE MICROFINANCE EUR D01

This unit category was issued solely for purchases relating to individual portfolio management mandates. Before the first purchase, the asset manager must provide assurance of sole use for an individual portfolio management mandate. There is no minimum (initial) investment volume. The unit certificate transactions are settled in EUR.

The fund currency is EUR.

The unit value is calculated in the respective unit-category currency specified above.

The units are depicted in separate global certificates (pursuant to § 24 Austrian Securities Deposit Act [Depotgesetz]) for each unit category. The unit certificates are in bearer form. Individual unit certificates will not be issued.

Every purchaser of a fraction of a global certificate acquires joint ownership of all assets contained in the Fund in accordance with his fractional ownership of the global certificate (right in rem).

The unit certificates do not confer any voting rights.

The Management Company shall be permitted to split the units in the Fund with the approval of its Supervisory Board and issue additional unit certificates to the Unit-holders or replace the old unit certificates with new ones when the Management Company deems that such a split would be in the interests of the Unit-holders on the basis of the calculated unit value.

The Management Company may spin-off fund assets that unexpectedly become illiquid into a separate investment fund after authorisation for this is obtained from the Financial Market Authority and notice of this is published (§ 65 InvFG 2011). The Unit-holders shall become unit-holders of the resulting investment fund in accordance with their joint ownership of the Fund; the resulting investment fund shall be liquidated by the depositary bank. After the investment fund is liquidated, the proceeds shall be paid out to the unit-holders.

The Management Company can terminate the administration of the Fund in the following cases:

a) With the authorisation of the Financial Market Authority after publication of official notice and a period of notice of (at least) six months (§ 60 [1] InvFG 2011). This period of notice can be reduced to (at least) 30 days when it can be proven that all investors have been informed; publication of official notice shall not be required in this case. The Unit-holders shall be entitled to redeem their units in exchange for the payment of the redemption price during this period of notice (unless price calculation has been suspended).

b) With immediate effect when the fund assets fall below EUR 1,150,000 (§ 60 [2] InvFG 2011)

The termination of the Fund pursuant to § 60 (2) InvFG 2011 is not permitted during the period of notice for termination pursuant to § 60 (1) InvFG 2011.

If administration is ended by way of termination, the Management Company is required to initiate liquidation. Once liquidation is initiated, the Unit-holders' entitlement to the administration of the fund assets is replaced by the Unit-holders' entitlement to proper liquidation, and the Unit-holders' entitlement to the redemption of their units against the current calculated value of the units at any time upon demand is replaced by entitlement to the payment of the liquidation proceeds once liquidation is completed; a request for the payout of illiquid securities by one unit-holder can be approved when all other unit-holders agree to this proportionate payout.

c) - Transfer of the administration of the Fund to a different management company (§ 61 InvFG 2011)

- Merger of multiple investment funds or the transfer of the Fund's assets to another investment fund (§§ 114 ff InvFG 2011)

in each case with the authorisation of the Financial Market Authority, public notice, and a three-month period of notice; this period of notice can be reduced to (at least) 30 days when it can be proven that all investors have been informed – publication of official notice shall not be required in this case. The Unit-holders shall be entitled to redeem their units in exchange for the payment of the redemption price during this period of notice.

In the event of a fund merger, the Unit-holders are entitled to exchange their fund units (for units of a different investment fund with a similar investment policy) at the valid exchange ratio and to the payment of any applicable settlement amount.

d) Spin-off of fund assets

The Management Company may spin-off fund assets that unexpectedly become illiquid into a separate investment fund after authorisation for this is obtained from the Financial Market Authority and notice of this is published. The Unit-holders shall become unit-holders of the resulting investment fund in accordance with their joint ownership of the Fund; the resulting investment fund shall be liquidated by the depositary. After the investment fund is liquidated, the proceeds shall be paid out to the unit-holders.

e) Other reasons for termination

The right of the Management Company to manage an investment fund expires when the investment firm loses its authorisation, when the decision is made to liquidate the investment firm, or when its authorisation is rescinded (§ 60 [3] InvFG 2011). If the administration of the Fund is terminated by way of loss of authorisation, the depositary bank shall assume the temporary management of the Fund and must initiate the liquidation of the Fund if the administration of the Fund is not transferred to a different management company within six months.

Once liquidation is initiated, the Unit-holders' entitlement to the administration of the fund assets is replaced by the Unit-holders' entitlement to proper liquidation, and the Unit-holders' entitlement to the redemption of their units against the current calculated value of the units at any time upon demand is replaced by entitlement to the payment of the liquidation proceeds once liquidation is completed; a request for the payout of illiquid securities by one unit-holder can be approved when all other unit-holders agree to this proportionate payout.

8. Information about exchanges or markets on which the units are listed or traded, if applicable

The units are issued and redeemed by the depositary bank. An application for listing can be filed, but is not currently planned by the Management Company.

9. Procedure and terms for the issue and/or sale of units

Issue of units

Units are issued in accordance with the Fund Rules.

The issue price will be calculated and units issued **once per month**.

There is no principal limitation on the number of units that can be issued or of the corresponding certificates per unit category. Units can be purchased from the depositary bank. The Management Company reserves the right to temporarily or permanently suspend the issue of units.

Order acceptance deadlines:

- for orders through systems connected to the depositary bank (especially orders placed in branches of Erste Bank der oesterreichischen Sparkassen AG and Sparkassen): 13:00 (CET, Vienna local time)
- for orders from all other customers (sales, trading, etc.): 12:30 (CET, Vienna local time)

Front-end surcharge

The issue price shall consist of the unit value plus a surcharge to cover the costs incurred in issuing the unit. The front-end surcharge for covering the issue costs is **up to 3.00%** of the value of a unit.

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

Settlement date

Orders for the issue of unit certificates must be submitted no later than the order acceptance deadline on the 27th of the month (or the preceding bank business day). The unit certificate transaction will be settled on the 20th of the following month (or the next bank business day following this date) at the price calculated on the first day of this month that is not a bank holiday or exchange holiday. The value date for debiting the purchase price shall be the first day (or the next bank business day) of the month in the month after the order is placed.

10. Procedures and terms for unit redemption or payout and conditions under which this can be suspended**Redemption of units**

Units are redeemed in accordance with the Fund Rules.

The redemption of units in ERSTE RESPONSIBLE MICROFINANCE and the payout of the proportion of the fund assets evidenced by the units is not possible at all times. The redemption price will be calculated and units redeemed **once per month**. For details about settlement, see the item "Settlement date".

The payment of the redemption price and the calculation and publication of the redemption price as specified may be suspended temporarily when the Austrian Financial Market Authority is informed of this fact and a corresponding notice published as per § 56 InvFG 2011 and made dependent upon the sale of assets in the Fund and the receipt of the proceeds from the sale of assets under extraordinary conditions and when this is deemed necessary to protect justified Unit-holder interests. Investors shall also be informed when the Management Company resumes the redemption of units as specified in § 56 InvFG 2011.

The most recent available prices will generally be used to calculate the price of the Fund. If the Fund's assets is composed of units in other investment funds, the most recent prices published for the sub-funds will be used.

Order acceptance deadlines:

- for orders through systems connected to the depositary bank (especially orders placed in branches of Erste Bank der oesterreichischen Sparkassen AG and Sparkassen): 13:00 (CET, Vienna local time)
- for orders from all other customers (sales, trading, etc.): 12:30 (CET, Vienna local time)

Settlement date

Orders for the redemption of unit certificates must be submitted no later than the order acceptance deadline on the 27th of the month (or the preceding bank business day). The unit certificate transaction will be settled on the 20th (or the next bank business day) of the fourth month following the month in which the order was submitted at the opening price of the fourth month after the month in which the order was submitted. The opening price is the price calculated for the first day of the month that is not a bank or exchange holiday. The value date for crediting the redemption price shall be the first day of the fourth month after which the order was submitted (or the following bank business day).

11. Description of the rules for calculating and using the generated earnings and description of Unit-holder entitlements to the fund earnings

This information can be found in the Fund Rules.

12. Description of the investment objectives of the Fund, including the financial objectives (such as capital or earnings growth), the investment policy (such as specialisation in geographical regions or sectors of the economy), any restrictions included in this investment policy, and information about any techniques and instruments or powers to take out loans that can be used in administering the Fund and information on the risk management and risk profile of the Fund

ERSTE RESPONSIBLE MICROFINANCE is a fund-of-funds that aims to achieve capital growth and/or continuous returns. In order to meet this objective, the Fund buys and sells assets that are permitted according to the Austrian Investment Fund Act and the Fund Rules within the framework of its investment policy and based on the fund manager's assessment of economic conditions, the situation on the capital markets, and the outlook on the stock exchanges.

ERSTE RESPONSIBLE MICROFINANCE invests predominantly in the segment of microfinance. Microfinance is the provision of financial services (microloans) to small businesses in developing countries to provide impoverished, working people in third-world and emerging economies (primarily Latin America, Central and Eastern Europe, Asia, and Africa) with access to the financial and credit market.

Units in investments funds and in undertakings for collective investments can each comprise up to 100% of the fund assets provided that they invest in the microfinance segment (microfinance funds). Microfinance funds allow investors to participate in the refinancing of loans extended by microfinance institutions in developing and emerging economies.

The Fund can also invest in notes (i.e. structured bonds), transferable securities, and certificates that are based on investments in the microfinance segment.

Equity shares and international bonds can also make up a small portion of the Fund.

Transferable securities (including securities with embedded derivative financial instruments) may comprise up to 100% of the fund assets.

Money market instruments may comprise up to 49% of the 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 amounting to a maximum of 10% of the fund assets.

Units in investment funds (UCITS, UCI) may comprise up to 50% of the fund assets per individual issue and may comprise up to 100% in aggregate total.

Units in investment funds in the form of "other assets" may comprise up to 10% of the fund assets per individual issue and may comprise up to 100% in aggregate total. If these "other assets" may according to their fund rules invest no more than 10% of their assets in total in units in undertakings for collective investments, units in these "other assets" may comprise up to 50% of the fund assets per individual issue and up to 100% in aggregate total.

The Fund may invest in units in undertakings for collective investments pursuant to § 166 (1) 3 InvFG in an amount of up to 10% of the fund assets for a single undertaking and up to 100% of the fund assets in total for all such investments.

The Fund may invest in units in real estate funds (pursuant to the Real Estate Fund Act) and in real estate funds that are administered by a management company that is registered in an EEA country.

The Fund may invest in units in real estate funds in an amount of up to 10% of the fund assets for a single undertaking and up to 20% of the fund assets in total for all such investments.

Units may be purchased in investment funds that employ different investment restrictions, instruments, and/or investment strategies than those of ERSTE RESPONSIBLE MICROFINANCE. Deviations may especially occur with regard to the investment strategy, the use of investment instruments (transferable securities, money market instruments, units in investment funds, derivative instruments, demand deposits and deposits with the right to be withdrawn, and units in undertakings for collective investments pursuant to § 166 [1] 3 InvFG and units in real estate funds) and short-term loans, securities lending, and repurchase agreements. This will not change the global exposure profile of the Fund materially at any time in terms of its investment focus. Information on the calculation of the global exposure for the Fund can be found in item 12.J – II), in the "Method of Calculating Global Exposure" section of the annual report, and in the section "Information pursuant to § 21 AIFMG – Method of Calculating the Global Exposure".

A list of the countries in which these target funds may be registered can be found on the website of the Management Company at <https://www.erste-am.at/de/private-anleger/wer-sind-wir/investmentprozess>.

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, the Fund can hold a higher proportion of demand deposits or deposits with the right to be withdrawn with a maximum term of 12 months.

Derivative financial instruments can be used as part of the investment strategy and for hedging purposes, and may comprise up to 35% of the fund assets.

As part of the integration of sustainability risks in the investment decision processes at the level of the Management Company, direct investments in companies that produce "controversial weapons" are barred. The Management Company especially assigns anti-personnel mines, nuclear weapons, biological and chemical weapons, cluster munitions, and depleted uranium ammunition to the category of "controversial weapons". Direct investments in companies that generate more than 5% of their total revenue with the extraction of, production of fuels from, or generation of electricity from coal (equity interests of less than 50% are not taken into account) are also barred unless these companies have credible and detailed plans for the exit from coal by no later than 2030. This exclusion strategy of the Management Company can lead to the exclusion of a limited number of investments from the portfolio of the Fund, but is not part of the specific investment policy of the Fund.

Information pursuant to Article 7 of Regulation (EU) 2019/2088 (Disclosure Regulation):

The principal adverse impacts (PAI) on sustainability factors are not taken into account in this Fund or in the selection of the assets it holds.

ERSTE RESPONSIBLE MICROFINANCE pursues a social objective and invests directly or indirectly in the provision of capital (microloans) to individuals and small businesses in order to create livelihoods.

The indicators defined in Annex I of Commission Delegated Regulation (EU) 2022/1288 for the principal adverse impacts (PAI) on sustainability factors are designed primarily for medium-sized and large companies that are active on the financial market, sovereigns, and real estate projects and are largely unsuitable for borrowers of microloans (individual persons and small enterprises) because borrowers of microloans have neither the material means nor a sufficient size to have significant impacts in the areas addressed by the specified indicators. Due to the lack of the necessary company structures and resources, it is also virtually impossible for borrowers of microloans to draw up or calculate the corresponding metrics and declarations on adverse impacts on sustainability factors. Such a requirement would entail unreasonable borrower expenses above the scope of the actual financing and would counteract the positive impact that the microloan has.

Therefore, there are currently no sufficient data on any PAI indicators for microloans.

It is also not possible to systematically manage or calculate the PAI of the Fund's investments.

Independent of this, the investment process takes the necessary steps to adhere to the "do no significant harm" principle in its investment decisions. This is effected via due diligence assessments of the microfinance partners through which the Fund invests as well as via microfinance-specific investment guidelines such as the goal of minimising consumer loans, as these are typically the cause of the most negative impacts of microloans on borrowers and society. Loan applications are also reviewed by the local microfinance institutions so as to preclude financing arrangements that would have some other clear adverse impact on sustainability factors.

Additional information on the sustainable orientation of the Fund and on the disclosures pursuant to Article 9 of Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability-related disclosures in the financial services sector (Disclosure Regulation) can be found in the "Sustainability principles" annex.

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.

NOTE:

The Fund strives to attain its investment objectives at all times, but it cannot be guaranteed that these objectives will be reached. The following description does not take the investor's individual risk profile into account; the investor is advised to seek individualised professional advice if necessary.

Investment policy techniques and instruments

A) Transferable securities

Transferable securities are

- a) Equities and other equivalent transferable securities,
- b) Bonds and other debt that is evidenced by certificates,
- c) All other negotiable financial instruments (such as stock rights) that entitle the holder to purchase financial instruments as defined by the InvFG 2011 by means of subscription or exchange, with the exception of the techniques and instruments specified in § 73 InvFG 2011.

The criteria in § 69 (1) InvFG 2011 must be met for an instrument to be considered a security.

Transferable securities also include the following pursuant to § 69 (2) InvFG 2011:

- 1. Units in closed-ended funds in the form of an investment company or investment fund,
- 2. Units in closed-ended funds in contractual form,

3. Financial instruments pursuant to § 69 (2) 3 InvFG 2011.

The Management Company purchases transferable securities that are admitted on one of the Austrian or foreign exchanges listed in the Annex or traded on one of the regulated markets listed in the Annex provided that the regulated market is recognised, open to the public, and operates regularly. In addition, transferable securities can be purchased from new issues for which the terms require that an application be filed for official listing on an exchange or in a regulated market with the requirement that admission to the desired market be obtained within one year after the issue is placed.

Unlisted securities and other rights evidenced by paper

Up to 10% of the fund assets in total may be invested in transferable securities that are not admitted to one of the exchanges listed in the Annex or traded on one of the regulated markets listed in the Annex. Transferable securities from new issues that are admitted to trading as specified above within one year after issue do not fall under this limit.

B) Money market instruments

Money market instruments are instruments that are customarily traded on the money market, that are liquid, whose value can be determined exactly at any time, and that meet the requirements of § 70 (1) InvFG 2011.

Money market instruments may be acquired for the Fund that

1. Are admitted on one of the Austrian or foreign exchanges listed in the Annex or traded on one of the regulated markets listed in the Annex when the regulated market is recognised, open to the public, and operates regularly.
2. Are customarily traded on the money market, can be freely transferred, are liquid, and their value can be determined exactly at any time, for which sufficient information is available, including information that allows the suitably accurate assessment of the credit risks associated with an investment in the instrument, even if they are not traded on regulated markets so long as the instrument or the issuer itself is subject to legal deposit and investor protection regulations, provided that they
 - a) Were issued or are guaranteed by a national, regional, or municipal political entity or the central bank of a Member State, the European Central Bank, the European Union, or the European Investment Bank, a non-Member State, or, if it is a federal state, a member of the federation, or a public international body of which at least one Member State is a member, or
 - b) Were issued by a business entity whose transferable securities are admitted to one of the Austrian or foreign exchanges listed in the Annex or are traded on one of the regulated markets listed in the Annex, or
 - c) Were issued or are guaranteed by a bank that is subject to regulatory supervision according to the criteria laid down in Community law, or were issued or are guaranteed by a bank that is subject to and complies with supervisory regulations that in the opinion of the Austrian Financial Market Authority are at least as stringent as those under Community law, or
 - d) Were issued by another party belonging to a category approved by the Financial Market Authority, provided that investor protection regulations apply to investments in these instruments that are equivalent to letters a) to c), and provided that the issuer is either a business entity with capital stock of at least EUR 10 million that prepares and publishes its annual accounts in accordance with the regulations of Directive 78/660/EC, or is a legal entity that is responsible for finance management in a group of one or more listed companies, or is a legal entity that finances the collateralisation of debt in company or contractual form by using a line of credit granted by a bank; the line of credit must be guaranteed by a bank that meets the criteria listed in item 2 letter c).

Money market instruments that do not meet these criteria and that are also not traded on a regulated market may make up no more than 10% of the total fund assets.

C) Units in investment funds / in other assets / in undertakings for collective investments / in real estate funds

Units in investment funds pursuant to § 71 InvFG 2011 / in other assets pursuant to § 166 InvFG 2011

1. Units in a single investment fund (investment funds and open-ended investment companies) pursuant to § 71 (1) InvFG 2011 that fulfil the requirements of Directive 2009/65/EC (UCITS) may make up **no more than 50% of the fund assets per individual issue**.
2. Units in a single investment fund pursuant to § 71 (2) InvFG 2011 which does not meet the requirements of Directive 2009/65/EC (UCI) and whose sole purpose is
 - To invest money contributed by a group of investors for their joint account in transferable securities and other liquid financial investments under the principles of risk diversification, and

- Whose units can be redeemed or paid out directly or indirectly from the assets of the investment fund upon request by the unit-holder,

may comprise **up to 50% of the fund assets per individual issue**, provided that

a) These are approved under legal regulations that place them under regulatory supervision that in the opinion of the Austrian Financial Market Authority is equivalent to that prescribed by Community law and there is sufficient certainty of collaboration between the authorities, and

b) The protection afforded to the unit-holders is equivalent to that afforded to unit-holders of investment funds that meet the requirements of Directive 2009/65/EC (UCITS), and that are in particular equivalent to the requirements of Directive 2009/65/EC in terms of regulations for asset segregation, the acceptance of loans, the granting of loans, and the uncovered selling of transferable securities and money market instruments, and

c) Semi-annual and annual reports are published on the activities of the investment fund, and these reports provide a clear view of the assets, liabilities, earnings, and transactions in the reporting period.

The criteria specified in the Information and Equivalency Determination Ordinance (Informationen- und Gleichwertigkeitsfestlegungsverordnung [IG-FestV]) as amended must be applied to assess the equivalency of the protection afforded to the unit-holders pursuant to b).

3. The Management Company may also purchase for the Fund units in other investment funds that are directly or indirectly administered by the Management Company or by a firm that is associated with the Management Company by way of joint administration or control or through a direct or indirect material equity interest.

4. Units in investment funds in the form of "other assets" pursuant to § 166 InvFG 2011 may comprise **up to 10% of the fund assets per individual issue**. If these "other assets" may according to their fund rules invest **no more than 10%** of their assets in total in units in undertakings for collective investments, units in these "other assets" may comprise **up to 50% of the fund assets per individual issue**.

Units in undertakings for collective investments pursuant to § 166 (1) 3 InvFG 2011

The Fund may invest in units in undertakings for collective investments pursuant to § 166 (1) 3 InvFG 2011 in an amount of **up to 10% of the fund assets for a single undertaking and up to 100%** of the fund assets in total for all such investments, provided that

- The undertaking applies the principle of risk diversification according to the law, its by-laws, or as demonstrated by its actual management practice, and

- They do not fulfil the requirements of § 71 InvFG 2011.

Such undertakings for collective investments may also invest in assets that

- Are subject to limitations in their marketability,

- Are subject to significant price fluctuations,

- Exhibit limited risk diversification or are difficult to measure, but

- The investor may not be subject to any additional capital contribution obligations.

Units in real estate funds pursuant to § 166 (1) 4 InvFG 2011

The Fund may invest in units in real estate funds pursuant to § 1 ImmoInvFG and units in real estate funds that are managed by a management company that is registered in the EEA in an amount of **up to 10% of the fund assets for a single issue and up to 20%** of the fund assets in aggregate total, and may invest **up to 10%** of the total fund assets in a single real estate fund pursuant to § 1 ImmoInvFG or units in a single real estate fund that is managed by a management company that is registered in the EEA.

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

Bank deposits in the form of demand deposits or deposits with the right to be withdrawn with a maximum term of 12 months may be held under the following conditions:

1. Demand deposits or deposits with the right to be withdrawn may be held at one credit institution with a term of no more than 12 months and in the amount of **no more than 20%** of the fund assets provided that the credit institution in question
 - Has its registered office in a Member State, or
 - Is domiciled in a non-Member State and is subject to supervisory regulations that in the opinion of the Austrian Financial Market Authority are equivalent to those under Community law.
2. Regardless of any deposit limits, an investment fund may invest **no more than 20%** of its assets in a combination of transferable securities or money market instruments issued by, deposits held with, or OTC derivatives purchased from a single credit institution.

There are no minimum bank balance requirements.

E) Repurchase agreements

No repurchase agreements pursuant to Regulation (EU) 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse) are concluded for the Fund.

F) Securities lending

No securities lending transactions pursuant to Regulation (EU) 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse) are concluded for the Fund.

G) Total return swaps

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

H) Derivative financial instruments

I. Listed and unlisted derivative financial instruments

Derivative financial instruments, including equivalent instruments settled in cash, may be purchased for the Fund if they are admitted to one of the exchanges listed in the Annex, if they are traded on one of the regulated markets listed in the Annex, or if they are not admitted to an exchange or traded on a regulated market (OTC derivatives) provided that

- a) The underlying instruments are instruments as defined in the Fund Rules or are financial indices, interest rates, exchange rates, or currencies that the Fund is permitted to invest in according to the investment objectives defined in its Fund Rules,
- b) The counterparties in the transactions with OTC derivatives are banks subject to regulatory supervision and from a category approved through decrees of the Austrian Financial Market Authority, and
- c) The OTC derivatives are subject to reliable and transparent daily valuation and can be sold, liquidated, or settled by means of an offsetting transaction at a reasonable fair value at any time at the initiative of the Management Company.
- d) They do not lead to the delivery or transfer of assets other than those listed in § 67 (1) InvFG 2011.

This also includes instruments designed to transfer the credit risk of one of the above-mentioned instruments.

II. Purpose

Derivative financial instruments can be used as part of the Fund's investment strategy and also for hedging purposes.

I) Loans

Short-term loans of **up to 20%** of the fund assets may be taken out.
This can cause the risk of the Fund to rise to the same extent.

J) Risk management and risk profile of the Fund

I. Risk management

The Management Company has established an independent risk management unit, which is structurally and functionally separate from the operational departments.

The Management Company has defined and implemented appropriate and documented risk management principles and maintains these principles. The risk management principles must contain procedures necessary to assess market, liquidity, counterparty, and other risks, including operational risks, on an ongoing basis.

The Management Company employs a risk management system that enables it to monitor and measure at any time the risks associated with its investment positions and the relative share of these risks in the global exposure profile of the fund portfolio. Stress tests are conducted periodically in order to evaluate the impact of significant potential changes on the market.

Quantitative risk limits are defined as part of the investment strategy and investment policy of the Fund in item 12.J) - II) of this document.

The Management Company employs procedures that ensure compliance with the risk limits.

The Management Company may conduct transactions with derivative financial instruments for hedging purposes and as part of the Fund's investment strategy. Because of this, the risk of loss that is associated with the assets in the Fund can increase at least temporarily. See the item "Risk notices" for a complete description of the use of derivative financial instruments and the potential risks that are associated with this.

The default risk for OTC derivative transactions by the Fund may not exceed the following levels:

- a) 10% of the fund assets when the counterparty is a credit institution pursuant to § 72 InvFG 2011,
- b) Otherwise 5% of the fund assets.

Investments in index-based derivatives are not taken into account with regard to the specific investment limits for an investment fund. If a derivative is embedded in a security or money market instrument, it must be taken into account in determining overall compliance with the requirements specified above.

II. Global exposure

Commitment approach

The Management Company uses the commitment approach to calculate the global exposure pursuant to § 89 InvFG 2011. In this approach, all positions in derivative financial instruments including embedded derivatives pursuant to § 73 (6) InvFG 2011 are converted to the market value of an equivalent position in the underlying asset of the derivative in question.

Netting and hedging agreements are taken into account in the calculation of the global exposure provided that they do not ignore apparent and significant risks and that they clearly reduce the Fund's exposure to risk.

Positions in derivative financial instruments that do not generate additional risk for the Fund do not have to be included in the calculation.

The detailed calculation methods for calculating the global exposure and its quantitative and qualitative structure under the commitment approach can be found in the currently amended FMA Regulation on Risk Calculation and Reporting of Derivative Instruments.

The global exposure associated with the derivative instruments calculated in this way may not exceed the net value of the fund assets.

III. Leverage

Conditions under which the Fund may use leverage

Depending on market conditions, derivative financial instruments may be employed and loans taken out, provided that this is permitted by the Fund Rules. Techniques aimed at managing the Fund's duration and yield curve may also be used. Forward exchange agreements may be used to hedge currencies.

The Fund may use (in particular) swaps, futures, and options for the purpose of leverage.

Information on the type, category, and origin of any derivatives used

Futures, options, options on futures, swaps, forwards, swaptions, warrants, and CDS based on the following underlying instruments may be used: interest rates, currencies, indices, commodities, equities, and bonds.

The specified derivatives can also be embedded in another financial instrument (embedded derivative) and are either traded on an exchange or stem from the OTC segment.

Description of other restrictions on the use of leverage

There are no further restrictions on the use of leverage beyond the limits defined in the sections under Article 3 of the Fund Rules entitled Derivative financial instruments and Risk measurement methods and the maximum level of leverage specified in lit. b) of this item.

Agreements regarding collateral and the reuse of assets

Provided that the use of derivatives, securities lending, and/or repurchase agreements for the Fund is permitted by the Fund Rules, collateral is accepted in order to reduce counterparty risk. This collateral must meet the applicable legal criteria with regard to liquidity, valuation, creditworthiness, correlation, and the risks associated with the management and enforceability of the given collateral. Further information about securities lending and the eligible collateral for securities lending transactions can especially be found in item 12. F).

The collateral for derivatives and/or repurchase agreements can consist of transferable securities or money market instruments from the investment grade segment that are issued or guaranteed by an EEA member state or one or more local authorities of an EEA member state or by an EEA central bank, of claims against international organisations pursuant to Article 118 of Regulation (EU) 575/2013, or of securities and money market instruments issued by an OECD country (that is not a member of the EEA) with a rating of AAA to AA- (or equivalent). Due to the high rating applied to this collateral under law (Article 114 ff of Directive [EU] 575/2013), no haircut is applied unless required by mandatory regulations (in particular Regulation [EU] No. 2016/2251 EMIR). The party taking the collateral may not reuse assets.

For information about the potential risks associated with the use of leverage, see the section Risk notices/Risk associated with derivative financial instruments and item 12.I), "Loans".

a) Calculation of leverage

Leverage is any method that increases the Fund's risk exposure through borrowing, securities lending, the use of leverage embedded in derivatives, or any other manner.

The leverage of the Fund is expressed as the ratio between the Fund's exposure and its net asset value; the Fund's exposure must be calculated according to both the gross method and the commitment method for calculating the exposure of an AIF.

Gross method for calculating the exposure of an AIF

Under the AIF gross method, the exposure is defined as the sum of the absolute values of all positions held by an investment fund, although certain positions listed in Regulation (EU) No. 231/2013 may be excluded.

Derivatives are included using the market value of an equivalent position in the underlying instrument or the nominal value; netting and hedging agreements are not taken into account in the gross method.

Details regarding this method of calculation can be found in Articles 7, 9, 10, and 11 Regulation (EU) No. 231/2013.

Commitment method for calculating the exposure of an AIF

Under the AIF commitment method, the exposure is also defined as the sum of the absolute values of all positions held by an investment fund, though certain positions listed in Regulation (EU) No. 231/2013 may be excluded.

Derivatives are included using the market value of an equivalent position in the underlying instrument or the nominal value; however, netting and hedging agreements that do not ignore apparent and significant risks and that clearly reduce the exposure are not taken into account in the calculation of derivative positions.

Positions in derivative financial instruments that do not generate additional risk for the Fund do not have to be included in the calculation. Details regarding this method of calculation can be found in Articles 8, 9, 10, and 11 Regulation (EU) No. 231/2013.

b) Maximum leverage that may be used for the Fund

The maximum level for the Fund according to the AIF gross method amounts to 720% of the net asset value.

The maximum level for the Fund according to the AIF commitment method amounts to 220% of the net asset value.

Any changes to the maximum level of leverage that may be used by the Management Company for the Fund will be disclosed in the current annual report under "Information pursuant to § 21 AIFMG – Method of Calculating the Global Exposure".

c) Information regarding the highest leverage used for the Fund in the last accounting year

This information can be found in the current annual report under "Information pursuant to § 21 AIFMG – Method of Calculating the Global Exposure".

IV. Liquidity risk management

The Management Company employs the following procedure for monitoring the liquidity risk of the Fund:

The liquidity of an investment fund is calculated using the BVI method (method for calculating the performance of funds). Stress tests are conducted in order to quantify the liquidity under extraordinary liquidity conditions. The input factors for the BVI method are tested under various stress scenarios.

V. Risk and return profile

The current risk and return profile for the Fund (SRI) can be found in the key information document (KID).

Risk notices

The Fund may invest significant portions of its assets in investment funds (UCITS, UCI) pursuant to § 71 InvFG 2011.

Financial Market Authority notice: The Fund may invest up to 100% of its assets in alternative investments pursuant to § 166 (1) 3 InvFG 2011, which harbour a significantly higher level of risk than traditional forms of investment. Especially with such investments, investors may incur losses up to the full amount of the invested capital.

The key considerations in the selection of the investment instruments are security, growth, and/or earnings. In this, it must be noted that the selected securities offer potential for price increases, but that they also entail risks.

Due to the different structures of the individual unit categories, the earnings that the investor achieves with his investment may vary depending on which unit category his units belong to.

General

The prices of the transferable securities in the Fund can rise or fall compared with the purchase price paid upon acquisition. If the investor sells units in the Fund at a point in time at which the prices of the transferable securities in the Fund have fallen compared with the point in time at which he purchased his units, this will result in the investor not recovering the entire amount invested in the Fund. If the Management Company performs a mistrade with transferable securities traded on an exchange and/or traded over the counter that was not recorded in the Fund's accounts as having an impact on the calculated value, the profits and losses from such trades will go to the Management Company.

This list is not exhaustive and the risks mentioned here can impact the Fund to varying degrees.

Material risks

a) The risk that the entire market for an asset class develops negatively and that this negatively influences the price and value of these assets (market risk)

The development of prices for transferable securities depends in particular on the development of the capital markets, which in turn are influenced by the general state of the global economy and the economic and political conditions in the respective countries.

One particular form of market risk is the risk of interest rate changes. This is the possibility that the general interest rate level on the market can change compared with the point in time at which a fixed-income security or money market instrument was issued. Changes in interest rate levels can result from changes in the economic conditions and subsequent reactions by the respective central bank, among other factors. When general interest rate levels rise, this typically means that the prices of fixed-income securities and money market instruments fall. In contrast, when general interest rate levels fall, this typically causes the prices of fixed-income securities and money market instruments to rise. In both cases, the changes in the price cause the return on the security to be roughly the same as the average market interest rate. However, these price fluctuations vary depending on the term of the fixed-income security. Fixed-income securities with shorter terms are subject to lower price risk than longer-term securities. Fixed-income securities with shorter terms also tend to have lower yields than fixed-income securities with longer terms, however. Depending on the market conditions, "negative credit interest" may be applied to demand deposits and deposits with the right to be withdrawn.

b) The risk that the issuer or a counterparty will be unable to meet its contractual obligations (credit risk or issuer risk)

In addition to the general trends on the capital markets, the individual development of the respective issuer of the security also has an effect on the price of the security. Even when securities are selected very carefully, there is no way to preclude losses if the issuer incurs significant losses in its business operations or becomes insolvent, for example. One form of credit risk or issuer risk is also the risk of creditor participation in the restructuring of a bank (also called a bail-in). The measures intended in such a case may result in the creditor losing all capital invested in a bank.

c) The risk that a transaction is not handled as expected within a transfer system because a counterparty fails to pay or deliver by the deadline or as expected (settlement risk)

This category covers the risk that settlement does not take place as expected in the transfer system because a counterparty does not pay or deliver as expected or pays later than agreed. Settlement risk is the risk that the agreed consideration is not received upon execution of a transaction.

Especially when purchasing unlisted financial products or when conducting transactions through a transfer agent, there is the risk that a transaction will not be executed as expected because the counterparty fails to pay or deliver as agreed, or that losses will be incurred due to operational errors during the execution of a transaction.

When purchasing foreign hedge funds, payment is often not made in immediate return for the units. Rather, the units are often delivered at a later time, and there is the risk that the unit price will be paid and the units will not actually be delivered. In the event that the hedge fund units are not delivered, the Fund may only be entitled to a refund of the unit price.

d) The risk that a position cannot be liquidated at a fair price at the desired time (liquidity risk)

Taking into account the opportunities and risks associated with investments in equities and bonds, the Management Company especially purchases transferable securities for the Fund that are admitted for trading on Austrian or foreign exchanges or that are traded on organised markets that are recognised and open to the public and that operate regularly.

In spite of this, the problem may arise for individual securities at certain times or in certain exchange segments that a security cannot be sold at the desired time. In addition, there is the risk that instruments that are traded in a rather narrow market segment can be subject to significant price volatility.

In addition, transferable securities can be purchased from new issues for which the terms require that an application be filed for official listing on an exchange or in an organised market with the requirement that admission to the desired market be obtained within one year after the issue is placed.

The Management Company is authorised to purchase transferable securities that are traded on an exchange or regulated market in the EEA, or on one of the exchanges or regulated markets listed in the Annex.

The target funds in which a hedge fund-of-funds invests may be subject to restrictions in terms of the redemption of units or how frequently they are valued. For this reason, the purchase of units in such investments funds involves the risk that it will not be possible to redeem the units and liquidate the position at the desired time.

e) The risk that the value of an investment will be influenced by changes in an exchange rate (exchange rate or currency risk)

Another variant of market risk is currency risk. Unless specified otherwise, assets in an investment fund can be denominated in a different currency from that of the investment fund. The Fund receives its income, repayments, and sale proceeds from such investments in the currencies in which the respective instrument is denominated. The value of these currencies can fall relative to the currency of the Fund. This means that there is the risk that the value of the units will be negatively impacted when the Fund invests in currencies different from that in which it is denominated.

f) The risk of the loss of assets held by the Fund as a result of the insolvency of, negligence by, or fraudulent action on the part of the depositary bank or the sub-depositary bank (custody risk)

The safekeeping of the fund assets is associated with the risk of loss caused by the insolvency of the depositary, violations of the depositary's duties, or fraudulent action on the part of the depositary or one of its subagents.

g) The risks arising from concentration on specific investments or markets (concentration risk)

Risks can also arise from a concentration of the investments in certain assets or markets.

h) The performance risk and information about whether guarantees from third parties are in place and if limitations apply to such guarantees (performance risk)

The value of assets acquired for the Fund can develop differently than expected at the time of purchase. This means that no guarantee can be provided that the value will develop positively, unless a third party provides a guarantee to this effect.

i) Information about the financial capacity of any guarantor

The risk of an investment is higher or lower depending on the financial capacity of a guarantor that has issued a guarantee on the instrument.

j) The risk of inflexibility caused by the product itself or by restrictions imposed when switching to other investment funds (inflexibility risk)

The risk of inflexibility can be caused by the product itself or by restrictions imposed when switching to other investment funds.

Under certain circumstances, when the Fund invests in undertakings for collective investments pursuant to § 166 (1) 3 InvFG 2011, these instruments may not be valued on a daily basis, and the daily redemption of units in these instruments may not be possible. Restrictions may also apply to the issue and redemption of units in the Fund itself.

k) Inflation risk

The earnings generated by an investment can be negatively impacted by the development of inflation. The invested capital itself can suffer from a general deterioration in the purchasing power of a monetary unit, and the development of inflation can also have a direct (negative) influence on the price of assets in the Fund.

l) The risk affecting the capital in the Fund (capital risk)

The risk affecting the capital in the Fund can arise above all from the sale of the fund assets at a lower price than was paid for their acquisition. This also covers the risk of capital depletion in the event of the redemption of units and excessive payout of investment yields as dividends to the Unit-holders.

m) The risk of changes in other framework conditions, including tax regulations

The value of the assets in the Fund can be negatively influenced by developments in countries in which investments are held, for example because of international political developments, changes in government policy, taxation, restrictions on foreign investments, currency fluctuations, and other changes in the legal system or in the regulatory framework. Trading may also take place on exchanges that are not as strictly regulated as those in the USA or the EU.

n) The risk that the values of certain securities can deviate from their actual selling prices because of prices formed on illiquid markets (valuation risk)

Especially in times when market participants are faced with problems obtaining liquidity because of financial crises and a general lack of confidence, the values of certain transferable securities and other financial instruments as determined by market forces may decline, and this can make it difficult to determine the value of the asset in the Fund. If investors in an investment fund simultaneously redeem large numbers of units under such conditions, the fund management may be forced to sell securities at prices different from their actual valuation rates in order to maintain the necessary level of liquidity in the Fund.

o) Country or transfer risk

Country risk is the risk that a foreign debtor, despite being solvent, will be unable to complete a transaction by the deadline or at all because of the inability or unwillingness of the country in which the debtor is registered to execute transfers. As a result, payments to which the Fund is entitled may not occur or may occur in a currency that can no longer be converted due to foreign exchange restrictions.

p) Risk of suspension of redemption

Generally, Unit-holders can demand the redemption of their units at any time. However, the Management Company may temporarily suspend the redemption of units under extraordinary circumstances, and the unit price may be lower than it was before redemption was suspended.

q) Operational risk

The risk of loss for the Fund that can result from inadequate internal processes, human error, or system failure at the Management Company; or from external events, legal and documentation risks, and risks that can result from the Fund's trading, settlement, and valuation procedures.

r) Risks in connection with units in investment funds (sub-funds)

The risks of sub-funds purchased for the Fund are closely related to the risks of the assets held in these sub-funds and the investment strategies pursued by these sub-funds.

As the managers of the individual sub-funds act independently of each other, multiple sub-funds may pursue identical or contradictory investment strategies. This can cause a cumulation of existing risks, or can cause advantages of different strategies to offset each other.

s) Securities lending risk

If the Fund lends transferable securities, these securities are subject to the risk that the counterparty will return them with a delay or fail to deliver them. Particularly in the event that the securities borrower suffers financial losses, it is possible that the borrower will not be able to honour his obligations to the Fund in this connection (default risk).

If the securities borrower provides the Fund with collateral in connection with the lending transaction, this collateral is subject to collateral risk.

Securities lending transactions can also entail operational risks such as posting errors and errors in the delivery of the lent securities. If the borrower of the securities makes use of the borrowed securities, this can entail the risk that the securities borrower will be unable to purchase the securities in question on the market upon expiration of the lending agreement due to a lack of liquidity, for example, and that the securities in question can therefore not be returned (liquidity risk).

t) Collateral risk

If third parties provide collateral to the Fund, this collateral is subject to the typical investment risk (such as market, credit, currency, interest rate, and counterparty risk), including the risk that it will not be possible to liquidate a position at an acceptable price in good time (liquidity risk), the risk that is associated with the safekeeping of the collateral (custody risk), and the operational risk that is associated with collateral management such as errors in the calculation of the required collateral.

u) Risks associated with derivative financial instruments

As part of its administration of the Fund, the Management Company may purchase derivative instruments subject to certain requirements and restrictions and provided that the transactions in question are expressly permitted in the Fund Rules.

It is expressly noted that specific risks may be associated with derivative products, including:

- a) The time-limited rights that are acquired may lapse or may decrease in value.**
- b) The risk of loss cannot be determined, and may exceed collateral provided under the transaction.**
- c) Transactions intended to preclude or limit the risks may be impossible to execute, or may only be possible at a price that results in a loss.**
- d) The risk of loss may rise when the obligations from such transactions or the consideration to be provided under the transaction is denominated in a foreign currency.**

The following additional risks may be encountered in transactions with OTC derivatives:

- a) Problems with the sale of OTC financial instruments to third parties, as there is no organised market for them; settling the obligations that have been entered into can be difficult or may entail significant costs because of the individual agreement (liquidity risk);
- b) The economic success of the OTC transaction can be put at risk by the default of the counterparty (counterparty risk).

v) Sustainability risks

A sustainability risk is an event or condition relating to the aspects of the environment, social issues, or corporate governance whose occurrence could potentially have material negative effects on the value of the investment.

The sustainability risks are not depicted as a separate risk type but are included in the existing risk categories because they impact existing risk types to which the investment funds are potentially exposed.

To determine the manner in which sustainability risks are taken into account in investment decisions, the relevant sustainability risks were first identified. Next, the identified risks were "translated" into the existing risk categories and measured and evaluated at this time.

The following relevant sustainability risks were identified:

- Environmental risks relating to mitigating the effects of climate change, adaptation to climate change and the transition to a lower-carbon economy, protecting biodiversity, resource management, waste, and other harmful emissions.

- Social risks relating to working and safety conditions and compliance with recognised labour standards, respecting human rights, and production safety.
- Governance risks relating to the due diligence obligations of corporate managers, measures for fighting bribery and corruption, and compliance with the pertinent laws and regulations.

The identified sustainability risks have been incorporated into the definitions of the risk indicators and ratings. Data from external providers are also used when gathering sustainability-related data for internal analyses. The external data may be incomplete, imprecise, or unavailable at times. The providers of sustainability ratings also take different influences into account and apply different weightings, meaning that a company that is the target of an investment can have different sustainability scores. There is therefore the risk of a security or issuer being assessed incorrectly. A proprietary rating model called ESGenius is used to limit this risk. In this rating model, the predominant sustainability approaches on the market (ethically oriented approach versus a risk view) are combined into an overall view during the analysis. Combining the different providers reduces any data gaps and also verifies the plausibility of the different approaches.

A variety of tools can be used to manage and limit sustainability risks when making investment decisions. These tools are described on the Management Company's website at https://www.erste-am.at/content/dam/at/eam/common/files/EAM_Handbuch_Nachhaltigkeit_Sustainability_Guide.pdf.

The forward-looking assessment of the likely impacts of sustainability risks on the Fund's yield is based on the fact that an investment fund may achieve different performance or a lower yield in certain market phases compared with other financial products whose underlying assets are not selected on the basis of sustainability criteria and sustainability risks. However, the Management Company believes that taking sustainability risks into account can have a positive impact on yield because the resulting lower weighting or complete exclusion of securities from certain issuers in the portfolio can also mitigate or preclude disproportionately negative returns stemming from the occurrence of a sustainability risk.

w) Risk in connection with units in real estate funds (sub-funds)

The earnings of real estate funds consist of the annual dividend disbursements (if the fund is a dividend fund as opposed to a non-dividend-bearing fund) and the development of the calculated value of the real estate fund, and cannot be determined in advance. The development of the value of real estate funds depends on the investment policy specified in the fund rules, market developments, and the individual properties and other permissible assets (e.g. transferable securities, bank deposits) held in the real estate fund. Real estate funds are subject to earnings risk caused by possible property vacancies. Problems with initial rental can especially arise when the real estate fund completes its own development projects. Vacancies can have negative effects on the value of the real estate fund and can also reduce dividend disbursements.

In addition to bank deposits, real estate funds invest liquid assets in other instruments, especially interest-rate-bearing securities. These portions of the fund assets are subject to special risks that apply to the selected form of investment. When the real estate fund invests in foreign projects outside of the euro currency area, the investor will also be subject to currency risk.

In addition, the redemption of units in real estate funds may be subject to restrictions. Under extraordinary circumstances, redemption may be temporarily suspended until assets in the fund portfolio can be sold and the proceeds from such sales are received. In particular, the fund's rules can specify that the redemption of units can be suspended for a longer period of up to two years after the redemption of a large quantity of units. In such a case, the redemption price cannot be paid during this period.

x) Key personnel risk

Funds that exhibit extremely positive investment results in a given time period owe this success to the individuals managing the portfolio and thus the effective decisions of its management. However, the composition of the fund management can change. It is possible that new decision-makers will be less successful.

y) Risks associated with investments in undertakings for collective investments pursuant to § 166 (1) 3 InvFG 2011

The risks of the Fund are directly related to the risks of the individual units in undertakings for collective investments pursuant to § 166 (1) 3 InvFG 2011 in which it invests. These undertakings typically entail higher levels of risk than traditional investment funds because, due to their investment strategy, they are subject to few or no statutory restrictions with regard to the selection and diversification of investment instruments. Depending on the investment strategy pursued by undertakings for collective investments pursuant to § 166 (1) 3 InvFG 2011 and the investment instruments purchased for the Fund, the risks associated with the investment can be substantial, moderate, or low. In addition, these undertakings can generally employ strategies that impact the value of the assets contained in their portfolios (leverage and short selling). This allows the undertaking to generate profits and losses that far exceed the performance of the underlying assets. However, the unit-holder's risk is limited to the capital invested in the given undertaking. Unit-holders are under no obligation to make additional capital contributions!

Fund-specific risks:

ERSTE RESPONSIBLE MICROFINANCE is especially subject to liquidity risk. Because of the low valuation and redemption frequency of the investments, ERSTE RESPONSIBLE MICROFINANCE can also only be traded once per month and a period of notice as described in item 10 "Redemption of units" also applies.

Further risks pertain above all to the credit risk – both that of the target microfinance institution (MFI) and that of the individual borrowers. This risk as well as the currency and country risks (political risk, corruption risk, transfer risk, etc.) are addressed by diversifying among multiple managers and through their many years of experience on the microfinance market. The option of holding greater cash reserves also offsets these risks.

Market risk and interest rate risk seem to be minor due to the broad diversification among different managers, investment products, and regions.

The individual risks:

a) Liquidity risk

Microfinance funds invest a large share of their assets in uncertificated securities that are neither listed or traded on an exchange nor traded regularly on a regulated market. The issue of such securities is generally not supervised by any government authority. There is also no secondary market that is supervised by a government authority for such instruments, and the liquidity of these instruments is therefore low or non-existent.

As these financing instruments are issued by entities that are new on the market or that were recently established, the selection of investments is not based on detailed historical analyses of the issuers' activities. This means that the risks, including default risks, of such investments is significantly greater than for traditional securities.

b) Country risk

The Fund invests in countries that are classified as emerging or developing countries. Such investments entail significant risks. This means that the Fund is only suitable for investors who are fully aware of the risks involved with this form of investment and who can bear these risks.

The Fund will invest in countries with a level of development significantly lower than that of the industrialised countries. The economies of these countries can diverge greatly. The issuers of uncertificated securities are generally subject to differing degrees of regulations pertaining to insider trading, market manipulation, the award of voting rights, and the timely publication of information. The binding standards on reporting, accounting, and financial auditing can also differ widely in the individual countries. Nationalisation, expropriation or equivalent taxation, currency restrictions, political changes, government regulations, political and social unrest, and disadvantageous diplomatic developments can have a negative impact on the economy of a country or the investments held by the Fund in this country. Nationalisation, expropriation, or other confiscation measures can impact the MFI, and the Fund can lose all of its investments in the country in question in such a case.

Foreign investments in such countries are often subject to restrictions and varying levels of control. The restrictions and controls that apply to the Fund may cause some investments to be ineligible and may also increase the costs of the investments. Many countries require government approval before a foreigner can invest in or finance a certain company, they limit the investments of foreigners to a certain percentage of the securities of an entity in issue, or they limit the eligible investments for foreigners to a single class of a company's securities that features poorer terms (including the price) than securities of the company that are eligible for purchase by domestic investors. The repayment of capital and payment of investment income, interest, or returns from the sale of securities in many countries are also regulated, in some cases including the filing of an application with government authorities or obtaining authorisation from these authorities.

If a country's balance of payments deteriorates, the country may also impose temporary capital export restrictions. Delays in or the rejection of capital payments by the government or the (later) imposition of other restrictions on the Fund's investments can negatively impact the value of the fund portfolio. The liquidity of the investments in countries where these factors apply can suffer from the influence that these factors have on the portfolio. The limited liquidity of certain markets can limit the ability to execute redemption orders for securities at the desired price and time. Transaction costs including broker commissions can also be higher than in industrialised countries.

c) Currency risk

Investments denominated in a local currency entail the risk that the value of this currency relative to one or more other currencies can change, or that its convertibility can be suspended entirely. Factors that determine the value of a currency include the trade balance, the short-term interest rate level, differences in the relative values of comparable assets in different currencies, long-term prospects for investments and capital growth, and political developments. Conversion problems in different countries made the repayment of claims of foreigners impossible for long periods of time. The Management Company can take such risks into account and enter into hedges to protect against these risks. Such transactions also involve considerable risks and costs in and of themselves.

The markets of these countries, including the FX markets, can be subject to very significant volatility. No assurance can be provided that these investment strategies will be successful.

d) Issuer risk (credit rating risk)

The capital provided by the Fund serves to finance small businesses and fair trade organisations (FTOs) in the emerging and developing countries and is used by MFIs, whose financial positions are in no way comparable with those of financial institutions in industrialised countries. Even when the majority of the funds go to urban borrowers and the repayments are impacted less by the rural economic problems, the typical problems in the agriculture sector of the countries in question, including natural disasters and drops in the prices of local agricultural products, have a key influence on the urban population's capacity to repay debts. This means that the default risk can be substantially higher than in developed countries in difficult times.

Investments in companies that are just getting started entail higher risks than usually apply to uncertificated securities from established companies. The uncertificated securities from these companies are difficult to sell and are more susceptible to sudden and varying market fluctuations than uncertificated securities from mature companies or broadly diversified market indices. This also makes it more difficult to determine the market values of these securities, and this can have negative effects on the Fund and Unit-holders in the event of larger volumes of unit issues or redemptions.

No internationally recognised public ratings are generally issued for MF and FT investments; investment decisions are generally made on the basis of the assessments of locally recognised or specialist microfinance rating agencies or (simply) on the basis of internal credit risk assessments of the asset manager (the country risk is generally not taken into account in this). MF and FT institutions often pursue twin objectives: socially responsible investment goals and profit maximisation. This can lead to sub-optimal results in operations or management.

The legal framework in emerging and developing countries is often not comparable with that of the industrialised countries, especially in terms of court action and lawsuits.

The FT segment is subject to the influences of weather, climate, pest infestation, natural disasters, and the like and to the associated potential effects on the investments in this segment. The investor must expect that the fund portfolio will change substantially over time because the MF and FT markets and therefore the associated markets for corresponding investment products change rapidly. For this reason, the Management Company expressly reserves the right to adapt the investment policy, permitted investment instruments, and the investment limits.

The Management Company will strive to mitigate these risks through its investment selection and corresponding risk management. However, it cannot be guaranteed that the investment objective will be achieved.

It is expressly noted that this is a brief description. Before units are purchased in ERSTE RESPONSIBLE MICROFINANCE, the Management Company recommends that the investor obtain comprehensive and detailed advice from the bank managing its securities account.

The domestic and international capital markets are fundamentally volatile, and it is impossible to predict the development of these markets or the specific developments affecting individual issuers. Earnings achieved in the past are not an indication of future earnings and in particular represent no guarantee that such earnings can be achieved in future. The Management Company strives to minimise the risk inherent to investing in securities while at the same time to maximise earnings potential. No guarantee can be given for the predicted success of an investment.

In this, special attention is paid to risk diversification. The exact investment limits are subject to the respective applicable provisions of the InvFG 2011.

This description does not take the investor's individual risk profile into account; the investor is advised to seek individualised professional advice if necessary.

Processing of transactions

The Management Company expressly states that it can have transactions for the Fund completed through a firm with which it is closely associated, an associated company pursuant to Article 4 (1) 38 of Regulation (EU) No. 575/2013.

See Annex 1 for the principles for the best possible execution of trade decisions.

13. Rules for asset valuation and price determination

The value of a unit category shall be determined by dividing the total value of the unit category including earnings by the number of issued units.

When issuing units of a specific category for the first time, the value of the unit shall be calculated on the basis of the value of the Fund as a whole. Subsequently, the value of a unit category shall be determined on the basis of the value of the net fund assets assigned to that unit category.

The depositary bank shall determine the total value of the Fund on the basis of the prices of the transferable securities, money market instruments, and subscription rights contained in the Fund plus the value of the financial investments, cash and cash equivalents, account balances, claims, and other rights held by the Special Fund, less any liabilities.

Description of the valuation procedure for the Fund and the calculation methods for the valuation of assets, including the procedures for the valuation of assets that are difficult to measure

The prices of the individual assets shall be calculated as follows:

- The value of assets that are traded on exchanges or other regulated markets is generally calculated on the basis of the latest available closing prices.
- If an asset is not traded on an exchange or a regulated market or if the price does not reflect the actual value (e.g. in the case of very limited liquidity), it is valued using valuation models.
- Units in a UCITS or UCI are generally valued at the most recent redemption prices or, in the case of exchange traded funds (ETFs), at the latest available closing prices.
- Forward exchange agreements are valued by the Management Company using current market prices.

Assets are generally valued at their market prices. Less liquid assets for which no market prices are available are valued using valuation models. With the exception of forward exchange agreements, models are only used in collaboration with a qualified and independent external service provider. The valuation models that are employed are approved by the management of the Management Company and are regularly reviewed for plausibility by the responsible organisational unit of the Management Company.

If an asset is identified as having a material risk of an inappropriate valuation (as defined by Article 71 [2] of Regulation [EU] No. 213/2013) based on the available master data, the asset shall be valued with the help of an external service provider.

If, in extraordinary cases, neither a price nor a valuation model is available, the Management Company will decide on how to proceed in collaboration with the Valuation Committee, which is made up of representatives of Erste Group Bank AG and Erste Asset Management Group.

Investors should note that contingent claims, such as claims in connection with a securities class action, will only be reflected in the calculated value of the Fund following their actual settlement due to the uncertainty associated with such claims. After it becomes known that bankruptcy proceedings have been initiated, the price of the affected securities is set to zero unless the Management Company determines that a different value is appropriate in individual cases. Claims from bankruptcy proceedings will only be reflected in the calculated value of the Fund following their actual (partial) settlement due to the uncertainty associated with such payments. In the event of such a retroactive payment, the historical calculated value will be corrected. If such payments or other payments are received after the liquidation of the Fund, these sums will be donated to reputable charity organisations.

The percentage of assets contained in the Fund that are difficult to liquidate and that are therefore subject to special guidelines is listed in the Information for investors pursuant to § 21 AIFMG – Illiquid securities section of the current annual report for the Fund.

Frequency of price calculation

The issue and redemption price is calculated at the times listed in the Fund Rules.

14. Universal terms for the issue and redemption of units

The most recent available prices will generally be used to calculate the price of the Fund. If the Fund's assets is composed of units in other investment funds, the most recent prices published for the sub-funds will be used.

Front-end surcharge

A front-end surcharge will be included in the calculation of the issue price to cover the costs incurred in unit issue. The front-end surcharge for covering the issue costs is **up to 3.00%** of the value of a unit. When the units are only held for a short period, this front-end surcharge can reduce or even negate the Fund's performance. For this reason, it is recommended that investment share certificates be held for a longer period.

Publication of the issue and redemption prices

The value of a unit, the issue price, and the redemption price will be calculated by the depositary bank once per month and published in a business or daily newspaper that is published within Austria and has sufficient circulation and/or in electronic form on the website of the issuing Management Company at <https://www.erste-am.com>, menu item "Our funds" under "Mandatory publications" at the respective investment fund.

Costs for unit issue and redemption

The issue and redemption of units by the depositary bank as well as the purchase of units shall not be subject to additional charges except for the calculation of any applicable front-end surcharge or back-end commission in accordance with the Fund Rules.

The extent to which individual investors are charged additional fees for the purchase and redemption of unit certificates depends on the individual agreements between the investor and the credit institution managing his security deposit account, and is therefore not under the influence of the Management Company.

15. Information about the method, amount, and calculation of the fees to be paid by the Fund to the Management Company, depositary bank, or third parties and the compensation to be paid to the Management Company, depositary bank, or third parties by the Fund to cover costs incurred

Administrative costs

The Management Company shall receive an **annual** fee for its administrative activities of **up to 1.00%** of the fund assets, which shall be accrued on a daily basis and calculated using the month-end values adjusted for the accrued fees.

The following amount applies to the annual fee for the respective unit category of the Fund:

ERSTE RESPONSIBLE MICROFINANCE EUR R01: up to 1.00 %

ERSTE RESPONSIBLE MICROFINANCE EUR IO1: up to 0.52 %

ERSTE RESPONSIBLE MICROFINANCE EUR D01: up to 0.63 %

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.

The sub-funds in which the Fund invests may charge administration fees of up to 3.00%.

Other costs

In addition to the fees to which the Management Company is entitled, the following costs and expenses must be covered by the Fund:

a) Transaction costs

This includes the costs incurred in the purchase and sale of assets in the fund portfolio, provided that these costs can be allocated directly to the Fund and provided that they are not taken into account by way of transaction cost inclusion in the price of the asset.

Transaction costs also include currency conversion costs and the costs for the reporting of derivative financial instruments and for the central clearing of OTC derivatives (pursuant to Regulation [EU] 648/2012 [EMIR]).

The theoretical maximum value at the time of the preparation of this document amounts to 3.00% of the fund assets.

b) Costs for the financial auditor and tax representation

The fee paid to the financial auditor depends on the volume of the Fund and also on its investment principles. The costs for tax consultation include the calculation of the tax data per unit, including for Unit-holders who are not subject to unlimited tax liability in Austria (and these costs are charged when necessary based on the prevailing circumstances).

The theoretical maximum value at the time of the preparation of this document amounts to 5.00% of the fund assets.

c) Publication costs (including supervisory costs)

This includes the costs incurred in the publication of information that must be made available by law to Unit-holders in Austria and abroad. In addition, all costs charged by supervisory authorities (such as costs in connection with supervisory reporting duties) and costs resulting from compliance with legal sales requirements in countries in which the Fund is sold may be charged to the Fund as permitted by the

applicable legal regulations. This includes the costs incurred for the authorisation of the Fund by foreign authorities (especially translation costs, registration fees, costs for document notarisation, etc.).

The costs for the creation and use of a durable data storage medium (except in cases where this is prohibited by law) are also included. The theoretical maximum value at the time of the preparation of this document amounts to 3.00% of the fund assets.

d) Costs for the depositary bank

The Fund will be charged customary securities account fees, costs for coupon collection, and, if applicable, customary fees for the safekeeping of foreign securities and financial instruments in other countries (securities account fees). The Fund will also be charged a monthly fee for the other services rendered by the depositary bank, especially the tasks listed in section III, including the tasks that have been delegated to it (depositary bank fee) plus a monthly fee per foreign currency unit category for the administration of the foreign currency unit certificates. The theoretical maximum value at the time of the preparation of this document amounts to 2.70% of the fund assets.

e) Costs for external consulting that are not included in the administration fee

If external consultants or managers are employed for the Fund, all costs incurred in this connection will be reported under this item and charged to the Fund unless they are already covered by the administration fee.

The theoretical maximum value at the time of the preparation of this document amounts to 0.50% of the fund assets.

f) Costs for licences, services of external data providers, research, and certification

Expenses for the Fund, particularly for licences (e.g. licences required for investment such as for financial indices, benchmarks, derivative-free benchmark portfolios for calculating the VaR, and licences required for the Fund's designation), for ratings (if ratings are used to evaluate the creditworthiness and assess the risk of an asset), for services of external data providers (e.g. for the determination or calculation of transaction costs to be disclosed in the key information document (KID)) and for research, financial analyses, and market and price information systems that are employed for the benefit of the Unit-holders, can be charged to the Fund at the discretion of the Management Company, provided that the interests of the Unit-holders are protected. Costs for the certification of certain product features can also be charged to the Fund (such as costs for certification with the Austrian Ecolabel or other sustainability labels).

The theoretical maximum value at the time of the preparation of this document amounts to 0.30% of the fund assets.

g) Costs for the exercise of voting rights

In the case of an investment in shares, the Management Company can delegate the exercise of voting rights on these shares to third parties (see item 20), which can result in additional costs.

The theoretical maximum value at the time of the preparation of this document amounts to 0.04% of the fund assets.

The items above can be found under "Fund result" in the section of the current annual report titled Income Statement and Changes in Fund Assets.

The theoretical maximum values listed under item 15 represent the estimates of the Management Company at the time of the preparation of this document. The possibility that these values will be reached is particularly high in the event of a significant decline in the fund assets.

Benefits

The Management Company notes that it only accepts non-cash benefits (such as for research, financial analyses, market reports, participation in conferences, etc.) in connection with its administration of the Fund when they are used solely in the interests of the Unit-holders. To this end, the Management Company can conclude agreements with trading partners under which part of the transaction costs can be credited and used to purchase such benefits from third parties, as well. For equities transactions, these non-monetary benefits amount to no more than 0.12% of the respective transaction total.

The Management Company aims to improve the quality of its management service by accepting these benefits.

The Management Company is permitted to make reimbursements (in the sense of commissions) from the administration fees that it receives. The payment of such reimbursements does not entail additional costs for the Fund.

Reimbursements (in the sense of commissions) paid by third parties are forwarded to the Fund after deduction of any associated costs and stated in the annual report.

16. The Management Company makes use of services from the following external consultants/managers:

No such services are used.

17. Information about the measures taken for making payments to Unit-holders, buying back or redeeming units, and distributing information about the Fund

Income is distributed and units are redeemed by the depositary bank (see section III). Dividends are forwarded to the Unit-holders via the respective banks managing the Unit-holders' securities accounts. This also applies to any shares distributed abroad.

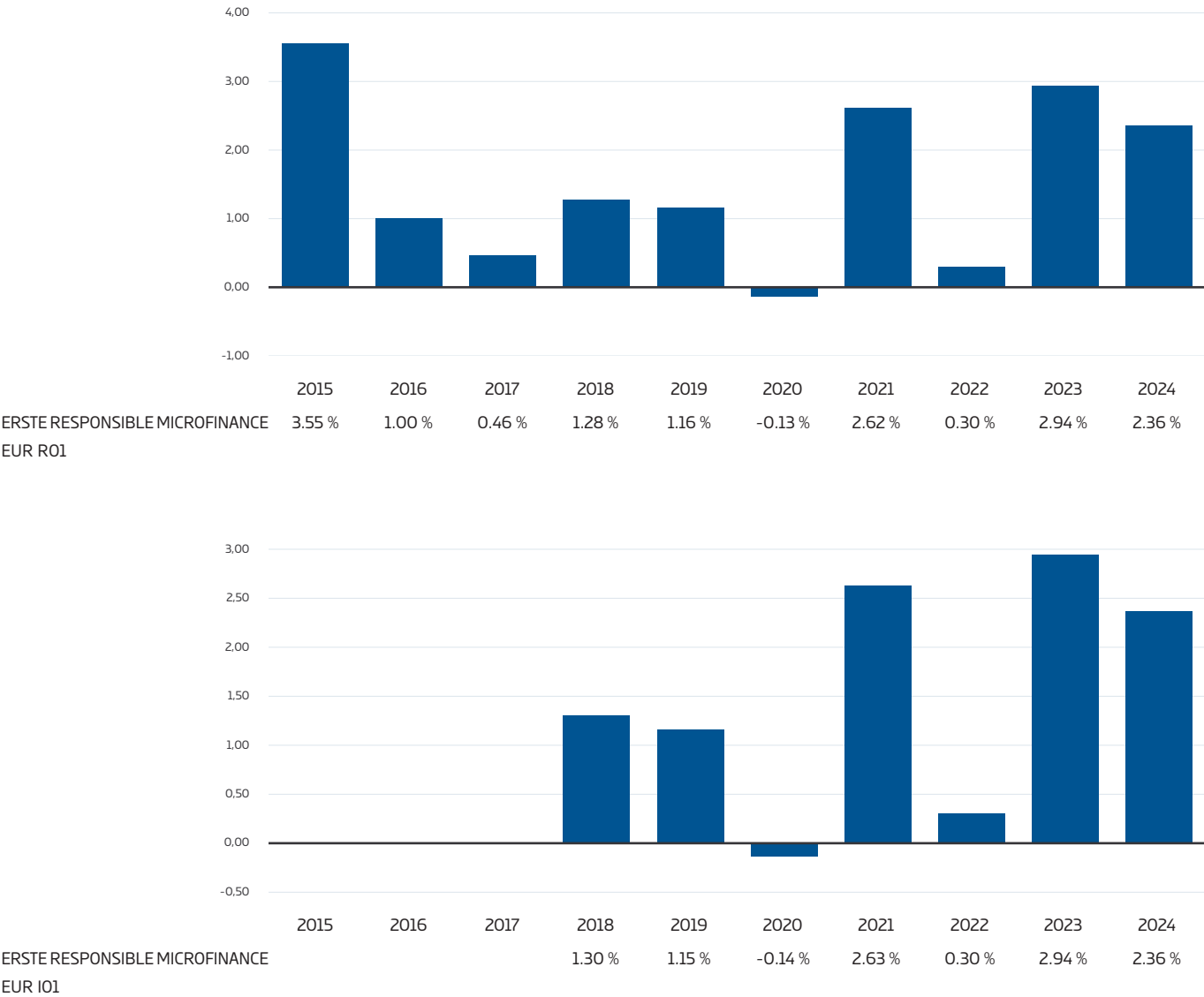
All notices regarding unit certificates are subject to § 136 InvFG 2011. The notices may be published

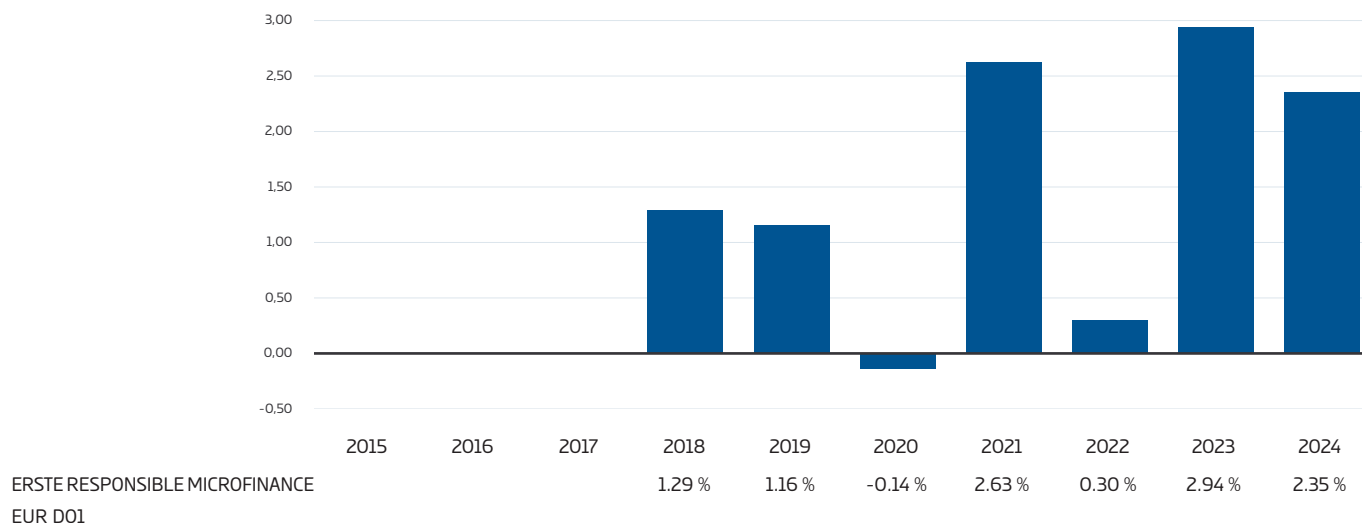
- By full printing on the electronic federal announcement and information platform at www.evi.gv.at, or
- By making a sufficient number of copies of the notice available at the Management Company and the payment offices free of charge and printing the date of publication and the locations where the notice can be obtained on the electronic federal announcement and information platform at www.evi.gv.at, or
- In electronic form on the website of the issuing Management Company.

If § 133 InvFG 2011 requires that Unit-holders be informed about certain facts or activities, the Management Company will provide the information to the banks managing the Unit-holders' securities accounts via the depositary bank, which must forward this information to the Unit-holders.

18. Past performance of the Fund, if applicable

Reference date: 31.12.2024
Fund issue: 04.01.2010





The past performance shown here is not a reliable indication of future performance.

The performance is calculated by the Management Company according to the OeKB method, based on data provided by the depositary bank (using any available indicative values when the payment of the redemption price is suspended). The calculation of the performance does not include individual costs such as the front-end surcharge, the back-end commission, other fees, commissions and other expenses. These would reduce the performance if they were included.

Notice for investors with a different functional currency than the fund currency: The yield can rise or fall as a result of currency fluctuations.

A more up-to-date performance can be found at <https://www.erste-am.com>, menu item "Our Funds" under "Fund Finder" or under "Mandatory Publications" in each case directly at the investment fund or, if available, in the most recent product information sheet ("Factsheet").

19. Profile of the typical investor for whom the Fund is designed

This product is intended for investors with basic knowledge and with no or only limited experience with investing in funds, who wish to increase the value of their investment over the recommended holding period and/or who are seeking regular returns, and who are also willing to accept a potential financial loss in terms of their originally invested capital.

A recommended holding period for units in this Fund can be found in the key information document under the item "How long should I hold it and can I take money out early?".

20. Voting rights policy

The Management Company exercises the membership and creditor rights associated with the assets of the managed investment funds autonomously and exclusively in the best interests of the investors and the integrity of the market.

In all matters that could have a long-term impact on the interests of the investors, the Management Company as a responsible shareholder must exercise voting rights autonomously and exclusively in the best interests of the Unit-holders or must delegate this to a third party with explicit instructions for how to exercise these rights.

To this end, it may rely on information that it receives from the depositary bank, the portfolio manager, the company, or third parties, or that it learns from the press.

In the event that the Fund invests in shares, the Management Company can commission a voting rights consultant to exercise the voting rights associated with these shares. Further information on the voting rights policy of the Management Company can be found on the Management Company's website at:

<https://www.erste-am.at/de/private-anleger/nachhaltigkeit/publikationen-und-richtlinien>

The Management Company is always prepared to provide information about the exercise of its membership and creditor rights.

This applies in particular in relation to the depositary bank, to companies belonging to the same group, and to companies that can exercise a material influence over companies in the group. This applies in particular in relation to the depositary bank, to companies belonging to the same group, and to companies that can exercise a material influence over companies in the group.

The exercise of voting rights is an integral part of the management process. Quantitative and economic aspects are taken into account when exercising voting rights associated with securities from listed companies that are held by this Fund. The decision about whether it makes sense to cast a vote is made on the basis of the relative amount of the investment, the agenda items, and economic considerations.

21. Principles for the best possible execution of trade decisions

See Annex 1.

22. Procedure for handling investor complaints

Further information can be found at the website of the Management Company:

<https://www.erste-am.at/de/private-anleger/wer-sind-wir/anlegerbeschwerden>

23. Any costs or fees to be paid directly by the Unit-holder and those to be paid from the assets of the Fund

The fees for the safekeeping of the unit certificates of the Unit-holder are based on the agreement made between the Unit-holder and the bank managing his securities account.

There are no costs beyond those specified in items 14 and 15.

The costs specified in item 14 must be paid directly by the Unit-holder, and the costs specified in item 15 (administrative costs and other costs) are paid from the assets of the Fund.

24. Description of the procedures under which the Fund can change its investment strategy, its investment policy, or both

This document was prepared in accordance with the currently valid Fund Rules, which were approved by the Austrian Financial Market Authority (FMA).

The Fund can change its investment strategy and/or its investment policy by way of an amendment to this document and the adaptation of the key information document and, if applicable, by way of an amendment to the Fund Rules (following the applicable legal requirements and periods of notice).

If the amendment of the Fund Rules results in material changes to the Fund's investment strategy or investment policy, the Management Company will publish this information as required by law.

The Management Company is also entitled to elaborate on the Fund Rules with further information in this document within the scope permitted by law.

25. Prime brokers

The services of a prime broker are not currently utilised.

26. Investor rights

Investor rights pertain to rights that are directly enforceable by the investor in the sense of any claims for damages against the Management Company, the depositary bank, or sub-depositaries due to culpable violations of the obligations that apply to each of these entities.

The obligations of the Management Company towards the investors are not affected by the delegation of tasks or by subcontracting/subdelegation to third parties. The Management Company is liable for the conduct of these third parties in the same way it is liable for its own conduct.

The liability of the depositary is not affected by the delegation of tasks to a sub-depositary unless a legally permissible release of liability pursuant to § 19 (13) AIFMG is in place.

General information on the relationship between Unit-holders and the Fund

Right of joint ownership

The Unit-holders are joint owners of the assets of the Fund in accordance with the number of units they own. Therefore, every fund unit represents a right in rem, in this case the right of joint ownership, to the fund assets. As segregated assets, the fund assets are strictly separated from the assets of the Management Company, thus protecting them from all claims against the assets of the Management Company. In the event of the insolvency of the Management Company, these assets are eligible for segregation.

Fund units are generally issued in an unlimited number.

According to the prevailing interpretation of Austrian law, the investment agreement concluded between the Unit-holders and the Management Company qualifies as an agency agreement pursuant to §§ 1002 ff Austrian Civil Code (Allgemeines Bürgerliches Gesetzbuch; ABGB). It obligates the Management Company to manage the fund assets jointly owned by the Unit-holders and to perform the legal acts and legal

transactions required to do so. In this, the Management Company must always act in the interests of the Unit-holders. The Management Company is not required to achieve success (such as a specific performance target for the fund assets), but is required to manage the fund assets with the due diligence of a prudent manager. The Management Company acts in its own name and for the account of the Unit-holders. In general, only the Management Company may dispose of the fund assets. When doing so, it must comply with the investment limits and requirements specified by law and by the Fund Rules. In addition, the Management Company is obligated to grant the Unit-holders the status of joint owners upon payment of the issue price; this task has been delegated to the depositary bank. In return, the Unit-holders are obligated to pay the issue price plus a front-end surcharge and the administration fee to the Management Company. See items 14 and 15 for information on the costs and fees.

Court of jurisdiction/applicable law

The legal relationship between the Management Company and the investor is subject to Austrian law, expressly precluding the choice-of-law rules defined therein. The place of performance is the registered office of the Management Company. The court of jurisdiction is the competent court for the registered office of the Management Company. This does not supersede the competent court of jurisdiction for consumers.

Enforcement of rights

Investor complaints related to the provisions of the InvFG 2011 can be filed with the Joint Conciliation Board of the Austrian Banking Industry (Austrian member of FIN-NET).

Legal disputes connected with investments in this Fund are subject to Austrian law, expressly precluding the choice-of-law rules defined therein. In order to enforce their rights, investors can take legal action in the competent courts.

The recognition and enforcement of judgements within the territory of the Republic of Austria depends on what country the judgement was rendered in.

Council Regulation (EC) No 1215/2012 of 12 December 2012 on jurisdiction and the recognition and enforcement of judgements in civil and commercial matters (the Brussels Regime, in the currently amended version) is applicable in Austria. Judgements rendered by competent courts pursuant to the Brussels Regime are recognised and enforced in Austria.

In addition, Regulation (EC) No 805/2004 of the European Parliament and the Council of 21 April 2004 creating a European Enforcement Order for uncontested claims (as amended) applies in Austria. Claims deemed to be enforceable in the state of origin pursuant to this regulation are enforced in Austria without further recognition or order of enforcement.

There are also other European regulations that form the basis for the recognition and enforcement of judgements in Austria.

In all other cases, the recognition and enforcement of foreign judgements in Austria must be determined in legal proceedings under national law.

Along with the direct entitlements and rights of investors based on the investment agreement and their status as joint owners, investors have secondary contractual rights (such as claims for damages) vis-à-vis the Management Company in the event of the culpable violation of the obligations that apply to the Management Company. These rights are based on general civil law.

The obligations of the Management Company towards the investors are not affected by the delegation of tasks or by subcontracting to third parties. The Management Company is liable for the conduct of these third parties in the same way it is liable for its own conduct.

Right to redeem units

In general, the Unit-holders can demand the redemption of their units at any time by presenting their unit certificates or by submitting a redemption order to the depositary bank; the depositary bank must accept these units at the prevailing redemption price.

For additional information, see section II, item 10.

Right to information

The Unit-holders are entitled to receive information about the investment limits of the Fund, the risk management methods, and the latest developments regarding risks and returns from the Management Company upon request.

Voting rights

The unit certificates do not confer voting rights.

For information on the voting rights policy regarding individual investment instruments, see item 20.

Information regarding investor complaints

The Management Company has established internal processes for the appropriate and prompt handling of investor complaints. Complaints can be lodged at no charge, including through the Management Company's website. More detailed information can be found at the website: www.erste-am.at/de/private-anleger/wer-sind-wir/anlegerbeschwerden

27. Conflicts of interest

More detailed information about the guidelines for handling any conflicts of interest can be found on the website of the Management Company at: www.erste-am.at/de/private-anleger/wer-sind-wir/investmentprozess

SECTION III

Information about the depositary bank (depositary)

1. Style, legal form; registered office and location of headquarters if this is not the same as the registered office

The depositary bank is Erste Group Bank AG, Am Belvedere 1, A-1100 Vienna, trade register number 33209m, court of registry: Vienna Commercial Court.

2. Primary business activity and duties of the depositary bank

Erste Group Bank AG assumed the function of depositary bank for the Fund in accordance with the decision issued by the Financial Market Authority on 09.11.2009 and bearing the identifier GZ FMA-IF25 6884/0001-INV/2009. The appointment of the depositary bank and a change of depositary bank require the authorisation of the Financial Market Authority. This approval may only be granted when it can be assumed that the credit institution can guarantee the proper execution of the functions of the depositary bank. Notice of the appointment or change of the depositary bank must be published; the administrative decision giving the authorisation must be referenced in the notice.

Erste Group Bank AG is a credit institution under Austrian law. Its main business activity is the provision of current and savings accounts, the extension of loans, and securities brokerage.

Erste Group Bank AG is responsible for the functions specified in § 19 (7), (8), and (9) AIFMG, and, in particular, is tasked with holding the assets of the Fund that are eligible to be held in custody, with managing the accounts and portfolios of the Fund, and with the technical processing of the issue and redemption of unit certificates. In addition, it is responsible for the safekeeping of the unit certificates for the investment funds managed by the Management Company. In particular, it must ensure that in transactions involving the fund assets, the consideration is transferred to the depositary bank immediately and that the earnings of the Fund are used in accordance with the legal regulations and the Fund Rules.

Erste Group Bank AG employs sub-depositaries. A list of these sub-depositaries can be found in "Annex: List of Sub-Depositaries". The most recent information about these sub-depositaries and information about any conflicts of interest can be found on the website of the Management Company at:

<https://www.erste-am.at/de/private-anleger/wer-sind-wir/investmentprozess>

In addition, Erste Group Bank AG performs the following tasks as part of a delegation of tasks pursuant to § 18 AIFMG:

- o NAV calculation (including fund accounting)
- o Income distribution based on the decisions of the Management Company
- o Settlement of contracts (including the sending of certificates)
- o Recording of subscription and redemption orders, processing of subscription and redemption orders, and communication requirements

The fees to be paid to the Management Company for its administration of the Fund and the compensation to be paid to the Management Company for the costs it incurs in the management of the Fund must be paid by the depositary bank according to the Fund Rules from the accounts that it manages for the Fund. The depositary bank is authorised to charge to the Fund the fees to which it is entitled for the safekeeping of the Fund's securities and for the management of the Fund's accounts. In this, the depositary bank is only permitted to act on the basis of instructions from the Management Company.

The Management Company notes that it has delegated tasks to a firm with which it is closely associated, an associated company pursuant to Article 2 (1) 5 AIFMG.

Detailed information about the (additional) duties required of Erste Group Bank AG by law and in accordance with the depositary bank contract will be provided upon request.

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 equivalent legal effect of a handwritten signature. (Art 25 REGULATION (EU) No 910/2014 ("eIDAS Regulation")).

Sustainable investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Sustainable investment objective

For improved readability, for the purpose of this document, "Taxonomy Regulation" means Regulation (EU) 2020/852, "Disclosure Regulation" means Regulation (EU) 2019/2088, and "RTS" means Delegated Regulation (EU) 2022/1288.

Does this financial product have a sustainable investment objective?	
<p><input checked="" type="radio"/> <input checked="" type="radio"/> <input checked="" type="checkbox"/> Yes</p> <p><input type="checkbox"/> It will make a minimum of sustainable investments with an environmental objective: __ %</p> <p><input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy</p> <p><input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</p> <p><input checked="" type="checkbox"/> It will make a minimum of sustainable investments with a social objective: 51 %</p>	<p><input checked="" type="radio"/> <input type="radio"/> <input type="checkbox"/> No</p> <p><input type="checkbox"/> It promotes Environmental/Social (E/S) characteristics and while it does not have as its objective a sustainable investment, it will have a minimum proportion of __ % of sustainable investments</p> <p><input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy</p> <p><input type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy</p> <p><input type="checkbox"/> with a social objective</p> <p><input type="checkbox"/> It promotes E/S characteristics, but will not make any sustainable investments</p>



What is the sustainable investment objective of this financial product?

By means of its investments, the Fund directly facilitates the extension of microloans and microinsurance as well as access to savings accounts, insurance services, and cashless financial services through local organisations in the selected target countries (microfinance institutions or MFI). This is a source of numerous benefits including allowing people to open businesses, facilitating the financial independence of women, funding education, and also the creation of housing to a limited extent. The use of the funding provided by the MFI for the purchase of consumer goods and services is minimised to the greatest extent possible to maximise the positive social effects of the extended loans.

To meet this objective, the Fund only invests in financial instruments that meet sustainable investment criteria and that have been categorised by the Management Company as sustainable on the basis of a predefined screening process.

The investment fund does not contribute to the objectives in Art. 9 of the Taxonomy-Regulation.

The Management Company makes the investment decisions for this Fund on the basis of the investment universe defined through the screening process.

Potentially negative impacts in terms of sustainability factors such as environmental, social, and employee matters, respect for human rights, anti-corruption, and anti-bribery matters are accounted for through the selection of the

microfinance instruments. In this, preventing the financing of consumer goods and services (which can lead to excess debt and thus destroy livelihoods instead of creating economic livelihoods) in particular helps to avert potentially negative social effects from microloans.

No benchmark has been designated for the purpose of attaining the sustainable investment objective.

The investment fund is not targeting any reductions in carbon emissions as an explicit investment objective within the meaning of the Taxonomy-Regulation and the methodological requirements of the RTS, due to its primarily socially oriented sustainability objectives.

There is no reference benchmark that qualifies as an EU Climate Transition Benchmark or an EU Paris-aligned Benchmark under the Regulation (EU) 2016/1011.

● ***What sustainability indicators are used to measure the attainment of the sustainable investment objective of this financial product?***

The Fund exclusively pursues social sustainability objectives. The measurement of the overall sustainability impact is based on the aggregated impact metrics of the microfinance sub-funds in the portfolio.

The measurement especially determines the number of persons reached through microloans, the share of women among the borrowers, and the support afforded to rural populations. These are evaluated by the Management Company annually.

1. Microloans

- Borrowers reached
- Lending volume to borrowers (median of the microfinance institution)
- Share of livelihood financing (median of microfinance institution)

2. Structure of the extended microloans

- Loans to women
- Loans in rural areas
- Microfinance institutions reached

3. Renewable energy

- Funds for the development of renewable energy sources in rural areas

4. UN Sustainable Development Goals (SDGs)

- Percentage of funds used to support the SDGs

● ***How do sustainable investments not cause significant harm to any environmental or social sustainable investment objective?***

The sustainable investments that comprise part of this financial product do no significant harm to the social sustainable investment objectives. This is formally ensured through the advance assessment and selection or due diligence of the investee microfinance instruments (sub-funds, bonds, etc.) and management companies. This is ensured through due diligence assessments of the respective sub-funds and of the management companies that manage these sub-funds. The management companies of the sub-funds also conduct regular spot checks of the local microfinance institutions.

The Fund's Management Company also conducts annual on-the-spot checks during visits to randomly selected microloan borrowers where possible. This takes place in cooperation with the management companies of the investee sub-funds.

In addition, the Fund's investment approach – taking the indicators outlined above into account as central elements of its investment decisions – contributes to mitigating potential negative effects of microloans.

How have the indicators for adverse impacts on sustainability factors been taken into account?

Principal Adverse Impacts ("PAI") are not considered in this Fund or the selection of assets within it.

Sustainability indicators measure how the sustainable objectives of this financial product are attained.

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anticorruption and bribery matters.

The Fund invests aims to achieve a social objective and invests directly or indirectly in the provision of capital (microloans) to individuals and small businesses in order to create livelihoods.

The indicators for the most significant adverse impacts on sustainability factors (PAIs) defined in Delegated Regulation (EU) 2022/1288, Annex I, are primarily designed for medium-sized and large companies, states and real estate projects active on the financial market and are largely thematically inappropriate for microcredit borrowers (individuals and small businesses), as microcredit borrowers have neither the material resources nor sufficient size to create significant impact in the area of the indicators mentioned. In the absence of the necessary corporate structures and resources, it is also almost impossible for micro-borrowers to produce or calculate the relevant indicators and evidence of adverse sustainability impacts. Such a requirement would be associated with disproportionate costs for microcredit borrowers, which would exceed the extent of the actual financing and would undermine the positive impact of microfinance.

Therefore, there is currently not sufficient data available on any PAI indicators for microcredit.

It is thus not possible to systematically manage or calculate the PAI of the Fund's investments.

Aside from this, the investment process applies the necessary steps to ensure the principle of "do no significant harm" in its investment decisions. This is done through due diligence of the microfinance partners through which the investment fund invests, as well as microfinance-specific investment guidelines such as seeking to minimise consumer credit, as this is typically responsible for the most negative impact of microfinance on borrowers and society. In addition, applications for loans are reviewed by the microfinance institutions on site in order to avoid granting financing that would otherwise have a clearly negative impact on sustainability.

How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights?

As a microfinance fund-of-funds, the Fund does not invest in multinational enterprises.

Because the OECD Guidelines for Multinational Enterprises and the United Nations Guiding Principles on Business and Human Rights are aimed primarily at multinational enterprises, they cannot be taken into account by the Fund.

When selecting the investee microfinance instruments, the Fund takes the principles and rights set out in the eight fundamental conventions identified in the Declaration of the International Labour Organization on Fundamental Principles and Rights at Work and the International Bill of Human Rights into account. If violations of these standards become known, no investments are made and any investments held are sold while protecting unit-holder interests.

Due to the small-scale structure of microloans, however, compliance with all standards named above cannot be ensured at all times.



Does this financial product consider principal adverse impacts on sustainability factors?

☐

Yes

☒

No



What investment strategy does this financial product follow?

The investment strategy guides investment decisions based on factors such as investment objectives and risk tolerance.

Good governance practices include sound management structures, employee relations, remuneration of staff and tax compliance.



Asset allocation describes the share of investments in specific assets.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflecting the share of revenue from green activities of investee companies
- **capital expenditure** (CapEx) showing the green investments made by investee

- What are the binding elements of the investment strategy used to select the investments to attain the sustainable investment objective?**

ERSTE RESPONSIBLE MICROFINANCE invests predominantly in the segment of microfinance. Microfinance is the provision of financial services (microloans) to small businesses in developing countries to provide impoverished, working people in third-world and emerging economies (primarily Latin America, Central and Eastern Europe, Asia, and Africa) with access to the financial and credit market.

Units in investments funds and in undertakings for collective investments can each comprise up to 100% of the fund assets provided that they invest in the microfinance segment (microfinance funds). Microfinance funds allow investors to participate in the refinancing of loans extended by microfinance institutions in developing and emerging economies.

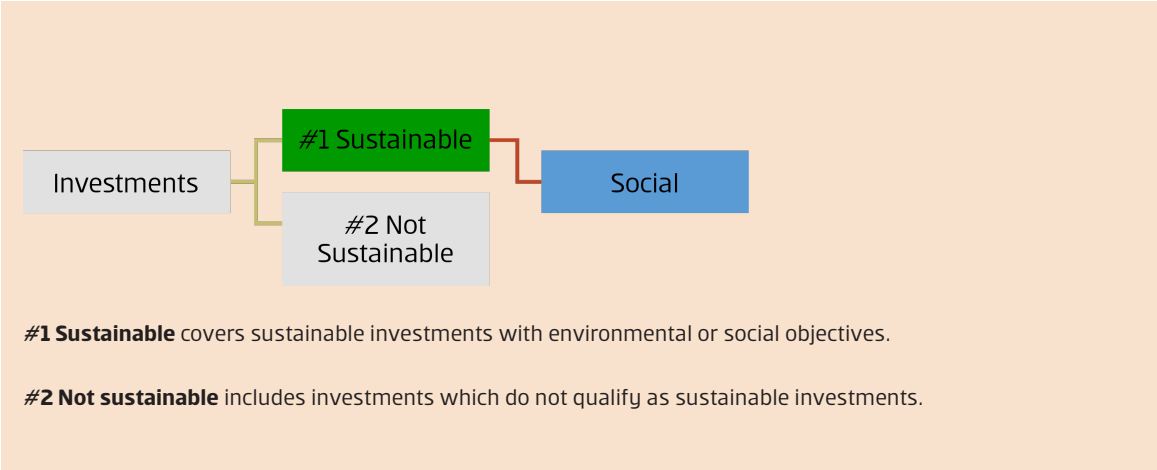
The Fund can also invest in notes (i.e. structured bonds), transferable securities, and certificates that are based on investments in the microfinance segment.

Equity shares and international bonds can also make up a small portion of the Fund.

- What is the policy to assess good governance practices of the investee companies?**

Good governance practices are assessed as part of the selection process and due diligence evaluation of the investee microfinance instruments. This assessment is limited to the factors that are relevant and quantifiable for a microfinance fund-of-funds. This involves a risk-oriented or qualified review of the sub-fund or other financial instrument of the provider carried out by the management company, as well as its investment process with a focus on microfinance and the handling of possible sustainability risks.

What is the asset allocation and the minimum share of sustainable investments?



- The Fund invests at least 51 % of the fund assets in sustainable investments in accordance with Article 2 number 17 of the Disclosure Regulation. This is ensured through compliance with the Fund’s sustainability approach. A more detailed description of the targeted investments can be found in the item “What investment strategy does this financial product follow?”.
- All investments must confirm with this sustainability approach at the time of purchase, and thus qualify as sustainable in the sense of the Disclosure Regulation. In the event that an investment is identified as no longer qualifying as sustainable during the regular update of the ESG analysis, it must be sold while protecting the interests of Unit-holders.
- How does the use of derivatives attain the sustainable investment objective?**

companies, e.g. for a transition to a green economy.

- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.

Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

The Fund uses no derivatives to attain its environmental and/or social objectives.



To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?

The Fund invests at least 0.0 % of its assets in environmentally sustainable investments in accordance with the Taxonomy-Regulation.

This proportion is based on the currently insufficient availability and quality of data on Taxonomy aligned and non-Taxonomy aligned corporate revenue of microborrowers.

Does the financial product invest in fossil gas and/or nuclear energy related activities that comply with the EU Taxonomy¹?

☐

Yes

☐

In fossil gas

☐

In nuclear energy

☒

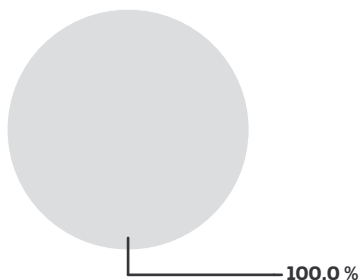
No

The applied exclusion criteria specify that no investments may be made in fossil gas and/or nuclear energy in the respective operationalisation (especially company revenue limits). Details of the applicable exclusion criteria, including information on the thresholds and operationalisation, can be found at <https://www.erste-am.at/en/exclusioncriteria>

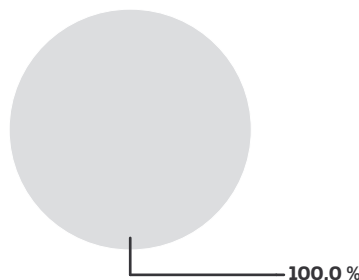
¹ Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy-alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

1. Taxonomy-alignment of investments including sovereign bonds*



2. Taxonomy-alignment of investments excluding sovereign bonds*



- Taxonomy-aligned investments: Fossil gas
- Taxonomy-aligned investments: Nuclear energy
- Taxonomy-aligned investments (excluding fossil gas and nuclear energy)
- Not taxonomy-compliant

- Taxonomy-aligned investments: Fossil gas
- Taxonomy-aligned investments: Nuclear energy
- Taxonomy-aligned investments (excluding fossil gas and nuclear energy)
- Not taxonomy-compliant

** For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures*

● **What is the minimum share of investments in transitional and enabling activities?**

0 %



What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?

0.0 %

This investment fund invests, among other things, in economic activities that are not ecologically sustainable economic activities as defined by the Taxonomy-Regulation.

The Taxonomy-Regulation currently only considers ecologically sustainable products and services from environmental technologies that are offered commercially. Ecologically sustainable business activities in the production of goods of other economic sectors are not referenced.

The Management Company believes that any action should also be evaluated according to its positive or negative contribution, and that such positive contributions are essential in the transition to a climate-friendly and/or environmentally sustainable economy. The investment process of this investment fund analyzes the ecologically sustainable business conduct of all invested companies and selects those companies where an ecologically responsible economic activity is recognized, also outside of pure environmental technologies as defined by the Taxonomy-Regulation. These investments had to comply with this sustainability approach at the time of acquisition and can therefore be classified as ecologically sustainable within the meaning of the Disclosure Regulation, irrespective of their categorization as ecologically sustainable economic activities within the meaning of the Taxonomy-Regulation.



What is the minimum share of sustainable investments with a social objective?

51 %

The Fund is pursuing a social objective with all of its investments.



What investments are included under “#2 Not sustainable”, what is their purpose and are there any minimum environmental or social safeguards?

Item #2 includes demand deposits, time deposits and derivatives. Demand deposits and time deposits refer to cash held as additional liquidity. Derivatives held by the investment fund are used for hedging purposes, liquidity management and as part of the investment strategy.

The achievement of the sustainable investment objective is not permanently impaired by these investments falling under item #2 and their use because these assets are currently considered either neutral from an environmental and social perspective or sustainability standards have been applied to ensure minimum social and environmental protection.

All other investments held in the Fund (# Item 1) must be qualified by the Management Company as sustainable on the basis of the predefined screening process at the time of acquisition. The application of social and environmental exclusion criteria and the proprietary ESG analysis along with the Best-In-Class approach that is based on this analysis afford a minimum degree of comprehensive basic environmental and social protection for the entire Fund.



Is a specific index designated as a reference benchmark to meet the sustainable investment objective?

No index has been designated as a reference benchmark for the purpose of attaining the sustainable investment objective.

- ***How does the reference benchmark take into account sustainability factors in a way that is continuously aligned with the sustainable investment objective?***

Not applicable

- ***How is the alignment of the investment strategy with the methodology of the index ensured on a continuous basis?***

Not applicable

- ***How does the designated index differ from a relevant broad market index?***

Not applicable

- ***Where can the methodology used for the calculation of the designated index be found?***

Not applicable



Where can I find more product specific information online?

More product-specific information can be found on the website:

<https://www.erste-am.com/>

menu item "Our Funds" under "Fund Finder" or under "Mandatory Publications" in each case directly at the investment fund

Annex: List of Sub-Depositaries

The depositary of the Fund is Erste Group Bank AG.

The depositary can use the following sub-depositaries for the safe-keeping of assets that can be held in custody.

In this case, these sub-depositaries take on the function of the safe-keeping of the assets that can be held in custody.

Sub-depositaries:

- Clearstream Banking Lux, 42 Avenue JF Kennedy, L-1855 Luxembourg, Luxembourg
- Commerzbank AG, Neue Börsenstrasse 1, D-60261 Frankfurt/Main, Germany
- UBS Switzerland AG, Badenerstrasse 574, CH-8098 Zurich, Switzerland
- Citibank Europe plc, 1 North Wall Quay, IE-Dublin 1, Ireland
- Erste Bank Hungary Zrt., Népfürdő u. 24-26 Europe Tower, HU-1138 Budapest, Hungary
- Ceska sporitelna A.S., Budejovicka 1518/13a, CZ-14000 Praha 6, Czechia
- Slovenska Sporitelna, A.S., Tomášikova 48, 832 37 Bratislava, Slovak Republic
- Banca Comerciala Romana, 5, Regina Elisabeta Bvd, Sector 3, 030016 Bucharest, Romania
- Bank Handlowy w Warszawie S.A. Senatorska Street 16, 00-923 Warsaw, Poland
- Erste & Steiermärkische Bank, Ivana Lucica 2, HR-10000 Zagreb, Croatia
- Erste Asset Management d.o.o., Ivana Lucica 2, HR-10000 Zagreb, Croatia
- Erste Bank A.D., Bulevar Milutina Milankovica 3a, SR-11070 Novi Beograd, Serbia
- OTP Banka d.d., Vita Kraigherja 4, Maribor, Slowenien
- Citibank N.A., 388 Greenwich Street, New York, NY 10013, U.S.A.
- Deutsche Bank S.A. - Banco Alemão, Av. Brigadeiro Faria Lima, nº 3900 - 14º andar, Itaim Bibi, BR-04538-132 São Paulo, Brazil
- HSBC Ltd. India, 11th floor, Building 3, NESCO-IT Park, NESCO Complex, Western Express Highway, Goregaon East, IN-400063 Mumbai, India
- HSBC Bank (Taiwan) Ltd., 11/F, No. 369, Section 7, Zhongxiao East Road, Nangang District, TW-115 Taipei-City, Taiwan
- Raiffeisenbank dd Bosnia I Hercegovina, Ulica Zmaja od Bosne d.d., BIH-71000 Sarajevo, Bosnia and Herzegovina
- AO Raiffeisenbank, Smolenskaya-Sennaya Square, 28, 119002 Moscow, Russia

Sub-depositaries for sub-funds:

- Clearstream Global Securities Services, (Dublin Branch), Custom House Plaza, Block 6/I.F.S.C., IE-Dublin 1, Ireland
- Allfunds Bank S.A.U., 30 Boulevard Royal, L-2449 Luxembourg, Luxembourg

Domestic sub-depositaries:

- Unicredit Bank Austria AG, Rothschildplatz 1, A-1020 Vienna, Austria
- Raiffeisen Bank International, Am Stadtpark 9 (P.O. Box 50), A-1030 Vienna, Austria
- OEKB CSD GmbH, Strauchgasse 3, A-1011 Vienna, Austria
- Schelhammer Capital, Burgring 16, P.O. Box 922, A-8010 Graz, Austria
- Raiffeisenlandesbank Oberösterreich AG, Europaplatz 1a, A-4020 Linz, Austria

The most recent information about these sub-depositaries can be found on the website of the Management Company at:

<https://www.erste-am.at/de/private-anleger/wer-sind-wir/investmentprozess>

Annex 1

Principles for the best possible execution of trade decisions for investment funds

1. Introduction

The Management Company shall act in the best interests of the investment funds under its administration when it executes trade decisions for the management of the portfolios of these funds and when it forwards orders for the execution of trade decisions to other parties for the management of the portfolios of these funds. In this, it shall do everything in its power to achieve the best possible result for the investment fund. The following principles for the best possible execution of trade decisions (best execution policy) apply to this end. These principles apply to the purchase and sale of financial instruments as part of the management of a fund.

2. Execution criteria

The following criteria are relevant for achieving the best possible result:

- Rate/price
- Costs
- Probability of execution and settlement
- Speed
- Type and scope of the order.

The best possible result is not determined solely by the rate/price. The relative importance of the specified criteria is determined on the basis of the following factors:

- Objectives, investment policy, and specific risks of the investment fund
- Characteristics of the order
- Characteristics of the financial instruments covered by the order
- Characteristics of the execution venues

This is not an exhaustive list of all factors. Depending on the type and characteristics of the transaction, other factors including time criteria, volume criteria, and unforeseen events may also be relevant.

As the Management Company is obligated not only to execute trading decisions in the best manner possible, but also to act in the best interests of the investment funds under its management, all trading decisions must be made taking all relevant factors into account. This includes ensuring the best possible access to research services. To this end, the Management Company may enter into commission sharing agreements with trading partners under which part of the transaction costs billed are credited and can be used for the procurement of research services from third parties.

If the management of the Fund has been delegated to an external fund manager, this manager must apply a best execution policy and must execute all transactions in accordance with the principles contained in this policy.

3. Execution venues

Transactions can be executed through regulated markets, through multilateral trading facilities (MTFs), or through other means (including as over the counter [OTC] transactions). When executing trading decisions through trading partners, these execution principles and the existing broker lists are taken into account.

Transactions with bonds are generally completed through trading platforms or directly with the counterparties. Here, price, volume, and block criteria are specifically taken into account when making the decision. In cases of first-time issue, the probability of allocation is especially taken into account along with the criteria specified above.

When deciding which counterparties are eligible as trading partners in general, various criteria including the reliability of quotes, processing, post-transaction service, and trading behaviour are taken into account.

For equities, exchange traded funds, and exchange traded bonds and certificates, liquidity is a major factor in making decisions. When the liquidity is high, the criteria of rate/price and speed are weighted more highly, while the criteria of type and scope of the order and probability of execution and settlement are weighted more highly when the liquidity is low.

OTC financial instruments, exchange traded derivatives, foreign currency transactions, and forward exchange agreements are usually processed through Erste Group Bank AG for technical reasons. Erste Group Bank AG will execute the buy and sell orders by way of trades

for its own account. In these transactions, the price will vary depending on the market situation of the instrument in question. In this case, the best execution policy of Erste Group Bank AG will be applied.

4. Customer instructions relating to special funds

If the customer expressly instructs that an order be completed on a specific market or platform, we will comply with these instructions. This best execution policy will not apply in this case, and the Management Company expressly notes that the best possible execution cannot be guaranteed for this reason.

5. Review of the fundamental parameters

The markets selected according to these principles are reviewed by the Management Company once per year and adapted as needed. A review is also completed when there is reason to believe that material criteria that made a specific market suitable according to these principles no longer apply.

ERSTE RESPONSIBLE MICROFINANCE

The Fund Rules for **ERSTE RESPONSIBLE MICROFINANCE** (the "Fund" in the following) were approved by the Austrian Financial Market Authority (FMA).

The Fund is an alternative investment fund (AIF) in the form of "other assets" and is a jointly owned fund pursuant to the **Austrian Investment Fund Act 2011 (InvFG) as amended** in conjunction with the **Alternative Fund Manager Act (AIFMG) as amended**.

The Fund 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 Information for Investors pursuant to § 21 AIFMG.

Article 3 Investment Instruments and Principles

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

ERSTE RESPONSIBLE MICROFINANCE invests predominantly in the segment of microfinance. Microfinance is the provision of financial services (microloans) to small businesses in developing countries to provide impoverished, working people in third-world and emerging economies (primarily Latin America, Central and Eastern Europe, Asia, and Africa) with access to the financial and credit market.

Units in investments funds and in undertakings for collective investments can each comprise up to 100% of the fund assets provided that they invest in the microfinance segment (microfinance funds). Microfinance funds allow investors to participate in the refinancing of loans extended by microfinance institutions in developing and emerging economies.

The Fund can also invest in notes (i.e. structured bonds), transferable securities, and certificates that are based on investments in the microfinance segment.

Equity shares and international bonds can also make up a small portion of the Fund.

The fund assets are invested in the following investment instruments in compliance with the description above.

The investment and issuer limits for UCITS apply analogously to the Fund with the exceptions specified in §§ 166 f InvFG.

a) Transferable securities

Transferable securities (including securities with embedded derivative financial instruments) may comprise **up to 100%** 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

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 amounting to a **maximum of 10%** of the fund assets.

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 50%** of the fund assets per individual issue and may comprise **up to 100% in aggregate total**.

Units in investment funds in the form of "other assets" may comprise **up to 10%** of the fund assets per individual issue and may comprise **up to 100% in aggregate total**. If these "other assets" may according to their fund rules invest **no more than 10%** of their assets **in total** in units in undertakings for collective investments, units in these "other assets" may comprise **up to 50%** of the fund assets per individual issue and **up to 100% in aggregate total**.

e) Units in undertakings for collective investments pursuant to § 166 (1) 3 InvFG

The Fund may invest in units in undertakings for collective investments in an amount of **up to 10%** of the fund assets **for a single undertaking** but no more than an **aggregate total of 100%** of the fund assets for all such undertakings.

f) Units in real estate funds

The Fund may invest in units in real estate funds (pursuant to the Real Estate Fund Act) and in real estate funds that are administered by a management company that is registered in an EEA country.

The Fund may invest in units in real estate funds in an amount of **up to 10%** of the fund assets for a single undertaking but no more than an **aggregate total of 20%** of the fund assets for all such undertakings.

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, the Fund can hold a higher proportion of demand deposits or deposits with the right to be withdrawn with a maximum term of 12 months.

h) Repurchase agreements

Does not apply.

i) Securities lending

Does not apply.

j) Derivative financial instruments

Derivative financial instruments can be used as part of the investment strategy and for hedging purposes, and may comprise **up to 35%** of the fund assets.

k) 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.

l) Acceptance of short-term loans

The Management Company may accept short-term loans for the account of the Fund **up to an amount of 20%** of the total fund assets.

m) Leverage pursuant to the AIFMG

Leverage may be used. Further details can be found in the Information for Investors pursuant to § 21 AIFMG (item 13.3.).

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 Accounting and Valuation Standards, Issue and Redemption Procedure

Accounting and valuation standards

Transactions executed by the Fund (e.g. purchases and sales of securities), earnings, and compensation for expenses are recorded in the Fund's accounts as promptly as possible in an orderly and complete manner.

Particularly administration fees and interest income (including from coupon bonds, zero bonds, and deposits) are recorded on an accrual basis over the reporting period.

The **total value of the Fund** shall be determined on the basis of the prices of the transferable securities, money market instruments, investment funds, and subscription rights contained in the Fund plus the value of the financial investments, cash and cash equivalents, account balances, claims, and other rights held by the Fund, less any liabilities.

The prices of the individual assets shall be calculated as follows:

a) The value of assets that are listed or traded on an exchange or other regulated market is generally determined on the basis of the latest published prices.

b) If an asset is not listed or traded on an exchange or other regulated market or if the price reported for an asset that is listed or traded on an exchange or other regulated market does not adequately reflect its actual market value, prices from reliable data providers, market prices for transferable securities of the same type, or other recognised valuation methods will be used.

Issue and redemption procedure

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

The value of the units will be calculated as described below.

Calculation method

The most recent published prices will generally be used to calculate the net asset value (NAV).

Issue of units and front-end surcharge

The issue price will be calculated and units issued **once per month**.

Orders for the issue of unit certificates must be submitted no later than the order acceptance deadline on the 27th of the month (or the preceding bank business day). The unit certificate transaction will be settled on the 20th of the following month (or the next bank business day following this date) at the price calculated on the first day of this month that is not a bank holiday or exchange holiday. Details about the order acceptance deadlines can be found in the Information for Investors pursuant to § 21 AIFMG.

The issue price shall be made up of the unit value plus a surcharge per unit amounting to **up to 3.00%** 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 Information for Investors pursuant to § 21 AIFMG.

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 **once per month**.

Orders for the redemption of unit certificates must be submitted no later than the order acceptance deadline on the 27th of the month (or the preceding bank business day). The unit certificate transaction will be settled on the 20th (or the next bank business day) of the fourth month following the month in which the order was submitted at the opening price of the fourth month after the month in which the order was submitted. The opening price is the price calculated for the first day of the month that is not a bank or exchange holiday. Details about the order acceptance deadlines can be found in the Information for Investors pursuant to § 21 AIFMG.

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 Information for Investors pursuant to § 21 AIFMG. 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.

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 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 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 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 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.

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 of **up to 1.00%** of the fund assets, which shall be accrued on a daily basis and calculated using the month-end values adjusted for the accrued fees.

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

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

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.

Article 8

Provision of Information to Investors

The Information for Investors pursuant to § 21 AIFMG, including the Fund Rules, the key investor information (KID), the annual and semi-annual reports, the issue and redemption prices and other information, shall be provided to the investor on the website of the Management Company at http://www.erste-am.com/en/mandatory_publications.

Further information and details about this Fund can be found in the Information for Investors pursuant to § 21 AIFMG.

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

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.

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)