

Raiffeisen Sustainable Equities

(Original German name: Raiffeisen-Nachhaltigkeit-Aktien)

annual fund report

financial year Apr 1, 2022 – Mar 31, 2023

Note:

The audit opinion issued by KPMG Austria GmbH only applies for the full German-language version.

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Report for the financial year from Apr 1, 2022 to Mar 31, 2023

General fund information

ISIN	Tranche	Income class	Currency	Launch date
AT0000A28LD7	Raiffeisen Sustainable Equities (I) A	income-distributing	EUR	Aug 1, 2019
AT0000677901	Raiffeisen Sustainable Equities (R) A	income-distributing	EUR	May 13, 2002
AT0000A1U685	Raiffeisen Sustainable Equities (RZ) A	income-distributing	EUR	Apr 3, 2017
AT0000A0LSJ0	Raiffeisen Sustainable Equities (I) T	income-retaining	EUR	Mar 1, 2011
AT0000677919	Raiffeisen Sustainable Equities (R) T	income-retaining	EUR	May 13, 2002
AT0000A1U677	Raiffeisen Sustainable Equities (RZ) T	income-retaining	EUR	Apr 3, 2017
AT0000A296N9	Raiffeisen Sustainable Equities (SZ) T ¹	income-retaining	EUR	Sep 2, 2019
AT0000A20EZ2	Raiffeisen Sustainable Equities (I) VTA	full income-retaining (outside Austria)	EUR	May 2, 2018
AT0000677927	Raiffeisen Sustainable Equities (R) VTA	full income-retaining (outside Austria)	EUR	Oct 29, 2002
AT0000A1U693	Raiffeisen Sustainable Equities (RZ) VTA	full income-retaining (outside Austria)	EUR	Apr 3, 2017

¹ Tranche SZ is exclusively for investments within the scope of the Raiffeisen Banking Group's sustainable asset management.

Fund characteristics

Fund currency	EUR
Financial year	Apr 1 – Mar 31
Distribution/payment/reinvestment date	Jun 15
Type of fund	Investment fund pursuant to § 2 of the Austrian Investment Fund Act, InvFG (UCITS)
Effective management fee for the fund	I-Tranche (EUR): 0.750 % R-Tranche (EUR): 1.500 % RZ-Tranche (EUR): 0.750 % SZ-Tranche (EUR): 0.488 %
Max. management fee for subfunds	0.750 %
Custodian bank	Raiffeisen Bank International AG
Management company	Raiffeisen Kapitalanlage-Gesellschaft m.b.H. Mooslackengasse 12, A-1190 Vienna Tel. +43 1 71170-0 Fax +43 1 71170-761092 www.rcm.at Companies register number: 83517 w
Fund management	Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
Auditor	KPMG Austria GmbH

The fund is actively managed without reference to a benchmark.

Legal notice

The software used performs calculations on the basis of more than the two decimal places displayed. Minor discrepancies cannot be ruled out due to further calculations using published results.

The value of a unit is calculated by dividing the entire value of the investment fund inclusive of its income by the number of units. The total value of the investment fund is calculated on the basis of the current market prices of the securities, money market instruments and subscription rights in the fund plus the value of the fund's financial investments, cash holdings, credit balances, receivables and other rights net of its payables. That value will be calculated by the custodian bank.

The net assets are calculated in accordance with the following principles:

- a) The value of assets quoted or traded on a stock exchange or other regulated market shall be determined, in principle, on the basis of the most recently available price.
- b) Where an asset is not quoted or traded on a stock market or another regulated market or where the price for an asset quoted or traded on a stock market or another regulated market does not appropriately reflect its actual market value, the prices provided by reliable data providers or, alternatively, market prices for equivalent securities or other recognized market valuation methods shall be used.

Dear unitholder,

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. is pleased to present its annual fund report for Raiffeisen Sustainable Equities for the financial year from Apr 1, 2022 to Mar 31, 2023. The accounting is based on the price calculation as of Mar 31, 2023.

Fund details

	Mar 31, 2021	Mar 31, 2022	Mar 31, 2023
Total fund assets in EUR	663,350,606.82	1,571,805,687.81	1,494,297,316.71
Net asset value/distributing units (I) (AT0000A28LD7) in EUR	125.11	134.76	125.62
Issue price/distributing units (I) (AT0000A28LD7) in EUR	125.11	134.76	125.62
Net asset value/distributing units (R) (AT0000677901) in EUR	173.22	185.19	171.33
Issue price/distributing units (R) (AT0000677901) in EUR	173.22	185.19	171.33
Net asset value/distributing units (RZ) (AT0000A1U685) in EUR	152.43	164.20	153.06
Issue price/distributing units (RZ) (AT0000A1U685) in EUR	152.43	164.20	153.06
Net asset value/reinvested units (I) (AT0000A0LSJ0) in EUR	213.73	231.78	218.16
Issue price/reinvested units (I) (AT0000A0LSJ0) in EUR	213.73	231.78	218.16
Net asset value/reinvested units (R) (AT0000677919) in EUR	198.53	213.85	200.07
Issue price/reinvested units (R) (AT0000677919) in EUR	198.53	213.85	200.07
Net asset value/reinvested units (RZ) (AT0000A1U677) in EUR	155.75	168.91	159.01
Issue price/reinvested units (RZ) (AT0000A1U677) in EUR	155.75	168.91	159.01
Net asset value/reinvested units (SZ) (AT0000A296N9) in EUR	130.22	141.64	133.72
Issue price/reinvested units (SZ) (AT0000A296N9) in EUR	130.22	141.64	133.72
Net asset value/fully reinvested units (I) (AT0000A20EZ2) in EUR	149.13	162.18	152.88
Issue price/fully reinvested units (I) (AT0000A20EZ2) in EUR	149.13	162.18	152.88
Net asset value/fully reinvested units (R) (AT0000677927) in EUR	201.16	217.15	203.16
Issue price/fully reinvested units (R) (AT0000677927) in EUR	201.16	217.15	203.16
Net asset value/fully reinvested units (RZ) (AT0000A1U693) in EUR	157.65	171.91	162.05
Issue price/fully reinvested units (RZ) (AT0000A1U693) in EUR	157.65	171.91	162.05
		Jun 15, 2022	Jun 15, 2023
Distribution/unit (I) (A) EUR		1.3300	1.6700
Distribution/unit (R) (A) EUR		1.8300	1.7100
Distribution/unit (RZ) (A) EUR		1.6200	1.5300
Outpayment/unit (I) (T) EUR		0.2999	0.8129
Outpayment/unit (R) (T) EUR		0.0000	0.5114
Outpayment/unit (RZ) (T) EUR		0.1916	0.5917
Outpayment/unit (SZ) (T) EUR		0.2409	0.5568
Reinvestment/unit (I) (T) EUR		0.7965	3.4225
Reinvestment/unit (R) (T) EUR		0.0000	1.8981
Reinvestment/unit (RZ) (T) EUR		0.6082	2.4953
Reinvestment/unit (SZ) (T) EUR		0.9213	2.4926

Reinvestment/unit (I) (VTA) EUR	0.7667	2.9662
Reinvestment/unit (R) (VTA) EUR	0.0000	2.4470
Reinvestment/unit (RZ) (VTA) EUR	0.8215	3.1433

The distribution will occur free-of-charge at the fund's paying agents. Payment will be made by the custodian banks.

Units in circulation

	Units in circulation on Mar 31, 2022	Sales	Repurchases	Units in circulation on Mar 31, 2023
AT0000A28LD7 (I) A	165,160.723	90,488.749	-49,416.000	206,233.472
AT0000677901 (R) A	572,809.142	72,929.920	-57,903.184	587,835.878
AT0000A1U685 (RZ) A	199,000.251	26,774.759	-20,946.784	204,828.226
AT0000A0LSJ0 (I) T	230,612.467	148,800.275	-152,319.015	227,093.727
AT0000677919 (R) T	3,503,013.333	608,301.387	-562,464.903	3,548,849.817
AT0000A1U677 (RZ) T	881,503.405	225,362.286	-133,435.360	973,430.331
AT0000A296N9 (SZ) T	742,092.241	345,204.057	-491,058.488	596,237.810
AT0000A20EZ2 (I) VTA	419,837.794	109,142.039	-165,880.313	363,099.520
AT0000677927 (R) VTA	1,066,584.015	347,549.665	-239,503.485	1,174,630.195
AT0000A1U693 (RZ) VTA	316,845.865	33,228.607	-53,550.230	296,524.242
Total units in circulation				8,178,763.218

Development of the fund assets and income statement

Performance in financial year (fund performance)

Distributing units (I) (AT0000A28LD7)	
Net asset value per unit at start of financial year in EUR	134.76
Distribution on Jun 15, 2022 (net asset value: EUR 117.05) of EUR 1.3300, corresponds to 0.011363 units	
Net asset value per unit at end of financial year in EUR	125.62
Total value incl. units purchased through distribution (1.011363 x 125.62)	127.05
Net income/net reduction per unit	-7.71
Performance of one unit during the financial year in %	-5.72
Distributing units (R) (AT0000677901)	
Net asset value per unit at start of financial year in EUR	185.19
Distribution on Jun 15, 2022 (net asset value: EUR 160.59) of EUR 1.8300, corresponds to 0.011395 units	
Net asset value per unit at end of financial year in EUR	171.33
Total value incl. units purchased through distribution (1.011395 x 171.33)	173.28
Net income/net reduction per unit	-11.91
Performance of one unit during the financial year in %	-6.43
Distributing units (RZ) (AT0000A1U685)	
Net asset value per unit at start of financial year in EUR	164.20
Distribution on Jun 15, 2022 (net asset value: EUR 142.61) of EUR 1.6200, corresponds to 0.011360 units	
Net asset value per unit at end of financial year in EUR	153.06
Total value incl. units purchased through distribution (1.011360 x 153.06)	154.80
Net income/net reduction per unit	-9.40
Performance of one unit during the financial year in %	-5.73
Reinvested units (I) (AT0000A0LSJ0)	
Net asset value per unit at start of financial year in EUR	231.78
Outpayment on Jun 15, 2022 (net asset value: EUR 203.27) of EUR 0.2999, corresponds to 0.001475 units	
Net asset value per unit at end of financial year in EUR	218.16
Total value incl. units purchased through outpayment (1.001475 x 218.16)	218.48
Net income/net reduction per unit	-13.30
Performance of one unit during the financial year in %	-5.74

Reinvested units (R) (AT0000677919)	
Net asset value per unit at start of financial year in EUR	213.85
Net asset value per unit at end of financial year in EUR	200.07
Net income/net reduction per unit	-13.78
Performance of one unit during the financial year in %	-6.44
Reinvested units (RZ) (AT0000A1U677)	
Net asset value per unit at start of financial year in EUR	168.91
Outpayment on Jun 15, 2022 (net asset value: EUR 148.16) of EUR 0.1916, corresponds to 0.001293 units	
Net asset value per unit at end of financial year in EUR	159.01
Total value incl. units purchased through outpayment (1.001293 x 159.01)	159.22
Net income/net reduction per unit	-9.69
Performance of one unit during the financial year in %	-5.74
Reinvested units (SZ) (AT0000A296N9)	
Net asset value per unit at start of financial year in EUR	141.64
Outpayment on Jun 15, 2022 (net asset value: EUR 124.26) of EUR 0.2409, corresponds to 0.001939 units	
Net asset value per unit at end of financial year in EUR	133.72
Total value incl. units purchased through outpayment (1.001939 x 133.72)	133.98
Net income/net reduction per unit	-7.66
Performance of one unit during the financial year in %	-5.41
Fully reinvested units (I) (AT0000A20EZ2)	
Net asset value per unit at start of financial year in EUR	162.18
Net asset value per unit at end of financial year in EUR	152.88
Net income/net reduction per unit	-9.30
Performance of one unit during the financial year in %	-5.73
Fully reinvested units (R) (AT0000677927)	
Net asset value per unit at start of financial year in EUR	217.15
Net asset value per unit at end of financial year in EUR	203.16
Net income/net reduction per unit	-13.99
Performance of one unit during the financial year in %	-6.44

Fully reinvested units (RZ) (AT0000A1U693)	
Net asset value per unit at start of financial year in EUR	171.91
Net asset value per unit at end of financial year in EUR	162.05
Net income/net reduction per unit	-9.86
Performance of one unit during the financial year in %	-5.74

The performance is calculated assuming wholesale reinvestment of distributed/paid-out amounts at their net asset value on the distribution/payment date.

The DepoTbank calculates the unit value separately for each unit certificate class. Discrepancies may arise in the annual performance figures for individual unit certificate classes.

Raiffeisen KAG calculates performance based on the published fund price, using the OeKB methodology. Individual costs – such as transaction fees, the subscription fee (not exceeding 0.00 %), the redemption fee (not exceeding 0.00 %) or custody charges of the investor – and taxes are not included in the performance calculation. These would reduce the performance if they were included. Past value is not a reliable indicator of the fund's future performance.

Development of fund assets in EUR

Fund assets on Mar 31, 2022 (8,097,459.236 units)	1,571,805,687.81
Distribution on Jun 15, 2022 (EUR 1.3300 x 136,761.365 distributing units (I) (AT0000A28LD7))	-181,892.62
Distribution on Jun 15, 2022 (EUR 1.8300 x 572,225.821 distributing units (R) (AT0000677901))	-1,047,173.25
Distribution on Jun 15, 2022 (EUR 1.6200 x 202,752.519 distributing units (RZ) (AT0000A1U685))	-328,459.08
Outpayment on Jun 15, 2022 (EUR 0.2999 x 191,617.706 reinvested units (I) (AT0000A0LSJ0))	-57,466.15
Outpayment on Jun 15, 2022 (EUR 0.1916 x 878,246.018 reinvested units (RZ) (AT0000A1U677))	-168,271.94
Outpayment on Jun 15, 2022 (EUR 0.2409 x 448,516.368 reinvested units (SZ) (AT0000A296N9))	-108,047.59
Issuance of units	355,233,108.63
Redemption of units	-337,716,261.25
Pro rata income adjustment	-1,165,724.63
Overall fund result	-91,968,183.22
Fund assets on Mar 31, 2023 (8,178,763.218 units)	1,494,297,316.71

Fund result in EUR

A. Realized fund result

Ordinary fund result	
Income (excl. closing price)	
Interest income	325,785.19
Interest expenses (incl. negative credit interest)	-26,680.78
Net dividend income from subfunds	16,622.23
Dividend income (incl. dividend equivalent)	23,339,589.20
Austrian dividend income	64,799.10
	23,720,114.94
Expenses	
Management fees	-17,957,764.68
Custodian bank fees / Custodian's fees	-1,237,685.39
Auditing costs	-21,200.00
Expenses for tax advice / tax representation	-5,987.09
Custody charge	-547,734.13
Publicity costs, regulatory fees	-20,184.89
Costs associated with foreign sales	-81,920.46
Cost of advisers and other service providers	-29,111.39
Research expenses	-143,329.00
	-20,044,917.03
Ordinary fund result (excl. income adjustment)	3,675,197.91
Realized closing price	
Distribution-equivalent	371,176.79
Profits realized from securities	25,099,401.37
Losses realized from securities	-8,745,421.28
Realized closing price (excl. income adjustment)	16,725,156.88
Realized fund result (excl. income adjustment)	20,400,354.79

B. Unrealized closing price

Change in unrealized closing price	-114,807,180.73
Change in dividends receivable	1,272,918.09
	-113,534,262.64

C. Income adjustment

Income adjustment for income during financial year	1,165,724.63	
		1,165,724.63
Overall fund result		-91,968,183.22

The result for the past financial year includes explicitly reported transaction costs (incl. external transaction-related costs, see item 15a "Transaction costs" in section II of the prospectus) in the amount of 458,950.11 EUR.

Capital market report

2022 was an exceptionally challenging year for financial markets, across almost all market segments and regions. Both equity and bond markets were characterised by high price volatility and sharp price declines, with a few exceptions. Financial markets and investors had to deal with high inflation, sharp interest rate hikes and growing recession concerns. This was compounded by the economic impact of the Russian invasion of Ukraine and the massive Western sanctions imposed as a result. Starting in the fourth quarter of 2022, stock markets started to recover, especially in Europe and some emerging markets and this recovery has continued through the first two months of the new year. Many European stock indices are now trading well above the levels they reached before the Russian attack on Ukraine, some even at new all-time highs. Inflation rates have been hitting multi-decade highs in many places. This coupled with the marked change in monetary policy by many central banks has led to rapidly rising bond yields and sharply falling bond prices in almost all market segments. The European Central Bank (ECB), too, pivoted towards a tighter monetary policy and accelerated interest rate hikes. In recent months, the bond markets recouped some of the losses. Risk premiums of corporate bonds, which had widened sharply in 2022, have narrowed considerably. The massive bond purchases by the major central banks have been a key support for government and corporate bonds in recent years. Not only is this support gone now; central bank policies have turned into a headwind for bond markets. Commodities were initially once again on a strong upswing in 2022, especially crude oil and natural gas. However, as recession worries intensified, many commodities retreated significantly. Oil and natural gas prices continued to drop in the first quarter of 2023. There was comparatively little movement in precious metals for a long time. In recent months, however, prices in this segment have risen noticeably. In the area of currencies, the US dollar held strong for much of 2022, while the euro, yen and British pound have been weak. Since the final quarter of 2022, there have been significant counter-movements in this area; the dollar dropped significantly. Nevertheless, the US currency still gained more than 6 % against the euro in 2022. In the new year, the greenback has weakened slightly of late. Faced with rising inflation rates, many central banks raised interest rates, some very aggressively. The US Federal Reserve (Fed) is among those. In addition to steep interest rate hikes, the Fed ended its bond purchases and began to reduce its bond holdings. In view of the huge mountains of debt in the financial systems, however, the central banks on the whole have much less leeway for interest rate hikes than before. It is also unclear what they will do if the economy weakens more than anticipated and at the same time inflation rates remain too high.

Yield levels remain low by historical standards in many parts of the world. While they are well above the extreme levels of the past few years, they continue to pose challenges for bond investors, especially when one looks at real yields (nominal yields less inflation rates).

The distortions caused by the pandemic and lockdowns have been largely resolved by now. But global economic relations and production chains are being shaken anew by the escalating geopolitical confrontation between the Western world and Russia and China. It is already becoming apparent that this is likely to cause lasting and serious upheavals in supply chains and global economic relationships and it might significantly change the competitive landscape for entire industries and regions. On top of this, there are the long-term challenges posed by climate change, demographics and high public debt in many countries. The financial market environment remains very challenging and is likely to experience major price fluctuations in almost all asset classes for the foreseeable future.

Fund investment policy report

The fund remains broadly diversified and invests in companies which operate in developed markets in a particularly responsible and sustainable manner. In addition to a favorable sustainability assessment, the selected companies must also have attractive financial valuations.

In the first half of the reporting period, rising inflation data fueled expectations of an increasingly aggressive pace of interest rate hikes by the FED and the ECB. An economic slowdown in the major economies was anticipated as a result. In this environment, stock markets suffered considerable setbacks that were continually interrupted by counter-movements, especially in the summer of 2022. In the first half of the reporting period, growth stocks and quality stocks with higher valuations came under significant pressure. Fossil fuel companies continued to strengthen their performance, but the fund is not invested in them for sustainability reasons. Growth and quality stocks started to rally again from October onwards. Nevertheless, the fund posted a negative performance in the reporting period. Most sectors contributed negatively to the fund's development during the period. Consumer cyclicals, utilities and industry made the weakest contributions. At the other end of the scale, healthcare, IT and basic consumer goods made positive contributions to performance. Among the individual stocks, the diabetes care specialist Novo Nordisk, the semiconductor manufacturer AMD and the re-insurer Munich Re were the main positive contributors. By contrast, companies like the food producer Hain Celestial and the internet service provider Alphabet were the main detractors from the fund's performance. In the reporting period, the companies 3M and CBRE Group were removed from the fund. New additions were AMD, Darling Ingredients and Catalent. IT, industry and healthcare accounted for the strongest weightings in the fund. The real estate and utilities sectors had the lowest weightings. No fossil fuel stocks are included in the fund. At the regional level, the fund was weighted strongest in North America, followed by Europe and Japan.

Transparency of the attainment of the environmental and social characteristics (Article 8 in conjunction with Article 11 of Regulation [EU] 2019/2088 / Disclosure Regulation)

For information about the attainment of the environmental and social characteristics, please refer to the annex "Environmental and/or Social Characteristics" to this annual report .

Makeup of fund assets in EUR

Any discrepancies in terms of the market value or the share of the fund assets result from rounding-off.

UCITS refers to units in an undertaking for collective investment in transferable securities

§ 166 InvFG refers to units in investment funds in the form of “other portfolios of assets”

§ 166 (1) item 2 InvFG refers to units in special funds

§ 166 (1) item 3 InvFG refers to units in undertakings for collective investment in transferable securities pursuant to § 166 (1) item 3 InvFG
(such as alternative investments/hedge funds)

§ 166 (1) item 4 InvFG refers to units in real estate funds

Type of security	OGAW/§ 166	Currency	Market value in EUR	Share of fund assets
Equities		CAD	38,070,000.99	2.55 %
Equities		CHF	65,123,799.11	4.36 %
Equities		DKK	73,998,633.69	4.95 %
Equities		EUR	243,387,970.13	16.29 %
Equities		GBP	75,504,517.07	5.05 %
Equities		JPY	111,120,820.06	7.44 %
Equities		NOK	15,159,603.75	1.01 %
Equities		SEK	14,491,117.25	0.97 %
Equities		USD	820,954,853.10	54.94 %
Total Equities			1,457,811,315.15	97.56 %
Investment certificates Raiffeisen	OGAW	EUR	4,552,383.00	0.30 %
Total Investment certificates Raiffeisen			4,552,383.00	0.30 %
Total securities			1,462,363,698.15	97.86 %
Bank balances/liabilities				
Bank balances/liabilities in fund currency			25,191,860.46	1.69 %
Bank balances/liabilities in foreign currency			5,370,033.33	0.36 %
Total bank balances/liabilities			30,561,893.79	2.05 %
Accruals and deferrals				
Interest claims (on securities and bank balances)			246,355.12	0.02 %
Dividends receivable			3,204,026.86	0.21 %
Total accruals and deferrals			3,450,381.98	0.23 %
Other items				
Various fees			-2,078,657.21	-0.14 %
Total other items			-2,078,657.21	-0.14 %
Total fund assets			1,494,297,316.71	100.00 %

Portfolio of investments in EUR as of Mar 31, 2023

Dates indicated for securities refer to the issue and redemption dates. An issuer's right of premature redemption (where applicable) is not specified.

The securities marked with a "Y" have an open-ended maturity (is perpetual). The price for forward exchange transactions is indicated in the relevant counter currency for the currency in question.

Any discrepancies in terms of the market value or the share of the fund assets result from rounding-off.

UCITS refers to units in an undertaking for collective investment in transferable securities

§ 166 InvFG refers to units in investment funds in the form of "other portfolios of assets"

§ 166 (1) item 2 InvFG refers to units in special funds

§ 166 (1) item 3 InvFG refers to units in undertakings for collective investment in transferable securities pursuant to § 166 (1) item 3 InvFG (such as alternative investments/hedge funds)

§ 166 (1) item 4 InvFG refers to units in real estate funds

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Units/Nom.	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		CA0636711016	BANK OF MONTREAL BMO	CAD	196,590				119.440000	15,900,798.81	1.06 %
Equities		CA0641491075	BANK OF NOVA SCOTIA BNS	CAD	278,882				67.790000	12,802,472.26	0.86 %
Equities		CA3759161035	GILDAN ACTIVEWEAR INC GIL	CAD	312,867				44.210000	9,366,729.92	0.63 %
Equities		CH0030170408	GEBERIT AG-REG GEBN	CHF	29,493				506.800000	14,998,798.25	1.00 %
Equities		CH0012032048	ROCHE HOLDING AG-GENUSSSCHEIN ROG	CHF	65,064				260.650000	17,017,642.47	1.14 %
Equities		CH0002497458	SGS SA-REG SGSN	CHF	5,558				2,020.000000	11,266,027.80	0.75 %
Equities		CH0008742519	SWISSCOM AG-REG SCMN	CHF	37,986		5,260		573.000000	21,841,330.59	1.46 %
Equities		DK0060448595	COLOPLAST-B COLOB	DKK	122,758		16,780		897.400000	14,789,961.63	0.99 %
Equities		DK0060534915	NOVO NORDISK A/S-B NOVOB	DKK	149,913	16,150	94,420		1,079.600000	21,728,680.24	1.45 %
Equities		DK0060336014	NOVOZYMES A/S-B SHARES NZYMB	DKK	253,541		60,010		349.000000	11,879,681.68	0.80 %
Equities		DK0060094928	ORSTED A/S ORSTED	DKK	113,584				577.500000	8,806,438.88	0.59 %
Equities		DK0061539921	VESTAS WIND SYSTEMS A/S VWS	DKK	630,744		86,400		198.320000	16,793,871.26	1.12 %
Equities		FR0000120404	ACCOR SA AC	EUR	429,018				29.750000	12,763,285.50	0.85 %
Equities		NL0013267909	AKZO NOBEL N.V. AKZA	EUR	191,424				70.360000	13,468,592.64	0.90 %
Equities		NL0010273215	ASML HOLDING NV ASML	EUR	33,044	5,630			623.700000	20,609,542.80	1.38 %
Equities		FR0000125338	CAPGEMINI SE CAP	EUR	73,592		8,020		170.500000	12,547,436.00	0.84 %
Equities		FI0009007884	ELISA OYJ ELISA	EUR	198,563				55.020000	10,924,936.26	0.73 %
Equities		FR0000121667	ESSILORLUXOTTICA EL	EUR	102,650		10,370		163.850000	16,819,202.50	1.13 %
Equities		DE0006048432	HENKEL AG & CO KGAA VOR-PREF HEN3	EUR	213,364		15,630		70.920000	15,131,774.88	1.01 %
Equities		BE0003565737	KBC GROUP NV KBC	EUR	296,687	46,700			62.840000	18,643,811.08	1.25 %
Equities		NL0000009082	KONINKLIJKE KPN NV KPN	EUR	5,096,017		800,420		3.238000	16,500,903.05	1.10 %
Equities		DE0006599905	MERCK KGAA MRK	EUR	112,240		19,100		171.750000	19,277,220.00	1.29 %
Equities		FR001400AJ45	MICHELIN (CGDE) ML	EUR	448,248	448,248			28.080000	12,586,803.84	0.84 %
Equities		DE0008430026	MUENCHENER RUECKVER AG-REG MUV2	EUR	52,722		29,780		322.400000	16,997,572.80	1.14 %
Equities		DE0007164600	SAP SE SAP	EUR	179,306				115.360000	20,684,740.16	1.38 %
Equities		FR0000121972	SCHNEIDER ELECTRIC SE SU	EUR	111,263		20,190		153.100000	17,034,365.30	1.14 %
Equities		BE0974320526	UMICORE UMI	EUR	415,217		65,710		30.860000	12,813,596.62	0.86 %
Equities		AT0000746409	VERBUND AG VER	EUR	85,122				77.350000	6,584,186.70	0.44 %
Equities		GB0030913577	BT GROUP PLC BT/A	GBP	6,203,489	1,201,230			1.441000	10,141,502.81	0.68 %
Equities		GB00B19NLV48	EXPERIAN PLC EXPN	GBP	542,243	143,860	151,650		26.630000	16,382,019.50	1.10 %
Equities		GB0004052071	HALMA PLC HLMA	GBP	605,004	117,610	43,050		22.130000	15,189,447.52	1.02 %

financial year Apr 1, 2022 – Mar 31, 2023

Raiffeisen Sustainable Equities

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Under review Units/Nom.	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		GB00BZ4BQC70	JOHNSON MATTHEY PLC JMAT	GBP	466,102		40,190		19.700000	10,417,164.22	0.70 %
Equities		GB00B1CRLC47	MONDI PLC MNDI	GBP	384,239		334,750		12.835000	5,594,994.12	0.37 %
Equities		GB00BDR05C01	NATIONAL GRID PLC NG/	GBP	1,444,391				10.850000	17,779,388.90	1.19 %
Equities		JP3942400007	ASTELLAS PHARMA INC 4503	JPY	1,322,114	219,200	231,900		1,878.000000	17,140,299.63	1.15 %
Equities		JP3551500006	DENSO CORP 6902	JPY	235,483				7,307.000000	11,878,253.37	0.79 %
Equities		JP3270000007	KURITA WATER INDUSTRIES LTD 6370	JPY	291,200		37,800		6,030.000000	12,121,674.01	0.81 %
Equities		JP3197800000	OMRON CORP 6645	JPY	223,500				7,573.000000	11,684,211.29	0.78 %
Equities		JP3419400001	SEKISUI CHEMICAL CO LTD 4204	JPY	1,010,535				1,863.000000	12,996,252.26	0.87 %
Equities		JP3892100003	SUMITOMO MITSUI TRUST HOLDIN 8309	JPY	342,057		47,800		4,547.000000	10,736,861.58	0.72 %
Equities		JP3351100007	SYSMEX CORP 6869	JPY	308,270				8,542.000000	18,177,943.41	1.22 %
Equities		JP3932000007	YASKAWA ELECTRIC CORP 6506	JPY	420,100				5,650.000000	16,385,324.51	1.10 %
Equities		NO0010715139	SCATEC ASA SCATC	NOK	564,933				65.840000	3,275,666.11	0.22 %
Equities		NO0012470089	TOMRA SYSTEMS ASA TOM	NOK	777,854	930,104	152,250		173.480000	11,883,937.64	0.80 %
Equities		SE0009922164	ESSITY AKTIEBOLAG-B ESSITYB	SEK	559,095				293.000000	14,491,117.25	0.97 %
Equities		IE00B4BNMY34	ACCENTURE PLC-CL A ACN	USD	101,721	15,900	7,920		282.660000	26,346,978.70	1.76 %
Equities		US0079031078	ADVANCED MICRO DEVICES AMD	USD	269,800	269,800			97.880000	24,198,684.14	1.62 %
Equities		US00846U1016	AGILENT TECHNOLOGIES INC A	USD	183,439	5,700			134.490000	22,606,717.78	1.51 %
Equities		US0091581068	AIR PRODUCTS & CHEMICALS INC APD	USD	98,611	13,000	5,700		279.720000	25,275,789.35	1.69 %
Equities		US02079K3059	ALPHABET INC-CL A GOOGL	USD	265,780	265,780	9,654		100.890000	24,571,194.17	1.64 %
Equities		US03662Q1058	ANSYS INC ANSS	USD	89,474	21,300			326.040000	26,731,515.59	1.79 %
Equities		US00206R1023	AT&T INC T	USD	1,061,208	179,600			19.080000	18,553,879.45	1.24 %
Equities		US0527691069	AUTODESK INC ADSK	USD	87,364	18,600			201.610000	16,139,884.58	1.08 %
Equities		US0530151036	AUTOMATIC DATA PROCESSING ADP	USD	86,162	15,000	26,500		219.490000	17,329,512.86	1.16 %
Equities		US0758871091	BECTON DICKINSON AND CO BDX	USD	70,539		17,100		245.170000	15,847,197.50	1.06 %
Equities		US1091941005	BRIGHT HORIZONS FAMILY SOLUT BFAM	USD	152,568	56,700			76.170000	10,648,863.34	0.71 %
Equities		US1344291091	CAMPBELL SOUP CO CPB	USD	337,837	82,300	152,200		54.400000	16,840,770.46	1.13 %
Equities		US1488061029	CATALENT INC CTLT	USD	335,100	335,100			64.670000	19,857,891.51	1.33 %
Equities		US17275R1023	CISCO SYSTEMS INC CSCO	USD	516,434	31,200			51.430000	24,338,129.41	1.63 %
Equities		US2372661015	DARLING INGREDIENTS INC DAR	USD	177,800	177,800			56.680000	9,234,586.27	0.62 %
Equities		US2788651006	ECOLAB INC ECL	USD	161,125	21,500			163.280000	24,107,477.32	1.61 %
Equities		US29670G1022	ESSENTIAL UTILITIES INC WTRG	USD	428,800	428,800			43.040000	16,911,529.37	1.13 %
Equities		US4052171000	HAIN CELESTIAL GROUP INC HAIN	USD	797,131	327,700			16.610000	12,132,636.22	0.81 %
Equities		US4103451021	HANESBRANDS INC HBI	USD	833,444				5.000000	3,818,583.34	0.26 %
Equities		US45168D1046	IDEXX LABORATORIES INC IDXX	USD	47,138	12,600			493.550000	21,318,574.09	1.43 %
Equities		US4581401001	INTEL CORP INTC	USD	406,467	35,300			32.090000	11,952,282.63	0.80 %
Equities		US4595061015	INTL FLAVORS & FRAGRANCES IFF	USD	146,605				90.520000	12,160,436.73	0.81 %
Equities		IE00BY7QL619	JOHNSON CONTROLS INTERNATION JCI	USD	414,931	97,700			59.440000	22,600,108.71	1.51 %
Equities		US49338L1035	KEYSIGHT TECHNOLOGIES IN KEYS	USD	119,298	19,900			158.070000	17,279,790.03	1.16 %
Equities		US5717481023	MARSH & MCLENNAN COS MMC	USD	129,102	11,100	17,900		164.880000	19,505,486.81	1.31 %
Equities		US58933Y1055	MERCK & CO. INC. MRK	USD	237,500	90,500	11,900		105.920000	23,051,406.58	1.54 %
Equities		US5926881054	METTLER-TOLEDO INTERNATIONAL MTD	USD	18,040				1,499.740000	24,791,816.73	1.66 %
Equities		US5949181045	MICROSOFT CORP MSFT	USD	123,297	25,400			284.050000	32,092,470.31	2.15 %
Equities		US6005441000	MILLERKNOLL INC MLKN	USD	382,976				19.980000	7,011,692.92	0.47 %
Equities		US6200763075	MOTOROLA SOLUTIONS INC MSI	USD	100,585	10,500			281.650000	25,959,649.27	1.74 %
Equities		US55354G1004	MSCI INC MSCI	USD	47,880	4,500			548.720000	24,074,694.03	1.61 %
Equities		US6658591044	NORTHERN TRUST CORP NTRS	USD	203,047	15,700			86.750000	16,140,682.90	1.08 %
Equities		NL0009538784	NXP SEMICONDUCTORS NV NXPI	USD	87,181				181.620000	14,509,129.68	0.97 %
Equities		US6907421019	OWENS CORNING OC	USD	197,352		52,900		93.280000	16,868,867.00	1.13 %
Equities		US7427181091	PROCTER & GAMBLE CO/THE PG	USD	137,823	15,200	27,900		147.450000	18,621,828.42	1.25 %
Equities		US78409V1044	S&P GLOBAL INC SPGI	USD	64,492				341.270000	20,167,859.29	1.35 %

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Units/Nom.	Pool- ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		US79466L3024	SALESFORCE INC CRM	USD	168,847	32,600	16,700		196.600000	30,418,143.68	2.04 %
Equities		US9078181081	UNION PACIFIC CORP UNP	USD	80,368	2,300	11,600		198.360000	14,608,078.88	0.98 %
Equities		US92345Y1064	VERISK ANALYTICS INC VRSK	USD	95,789		21,410		190.960000	16,761,538.94	1.12 %
Equities		US92826C8394	VISA INC-CLASS A SHARES V	USD	110,386	6,400	12,700		222.360000	22,491,918.78	1.51 %
Equities		US9621661043	WEYERHAEUSER CO WY	USD	456,933		141,200		29.250000	12,247,127.51	0.82 %
Equities		US98138H1014	WORKDAY INC-CLASS A WDAY	USD	95,336	25,200	30,110		200.050000	17,476,373.87	1.17 %
Equities		US98419M1009	XYLEM INC XYL	USD	248,879	14,600	50,300		102.400000	23,353,073.95	1.56 %
Investment certificates Raiffeisen	OGAW	AT0000A261J1	RAIFFEISEN PAXETBONUM EQUITIES (I) T	EUR	36,300		2,000		125.410000	4,552,383.00	0.30 %
Total licensed securities admitted to trading on the official market or another regulated market and investment certificates										1,462,363,698.15	97.86 %
Total securities										1,462,363,698.15	97.86 %
Bank balances/liabilities											
				EUR						25,191,860.46	1.69 %
				CHF						169.09	0.00 %
				GBP						654.39	0.00 %
				JPY						24.65	0.00 %
				NOK						2,884.90	0.00 %
				USD						5,366,300.30	0.36 %
Total bank balances/liabilities										30,561,893.79	2.05 %
Accruals and deferrals											
Interest claims (on securities and bank balances)										246,355.12	0.02 %
Dividends receivable										3,204,026.86	0.21 %
Total accruals and deferrals										3,450,381.98	0.23 %
Other items											
Various fees										-2,078,657.21	-0.14 %
Total other items										-2,078,657.21	-0.14 %
Total fund assets										1,494,297,316.71	100.00 %

ISIN	Income class		Currency	Net asset value per unit	Units in circulation
AT0000A28LD7	I	income-distributing	EUR	125.62	206,233,472
AT0000677901	R	income-distributing	EUR	171.33	587,835,878
AT0000A1U685	RZ	income-distributing	EUR	153.06	204,828,226
AT0000A0LSJ0	I	income-retaining	EUR	218.16	227,093,727
AT0000677919	R	income-retaining	EUR	200.07	3,548,849,817
AT0000A1U677	RZ	income-retaining	EUR	159.01	973,430,331
AT0000A296N9	SZ	income-retaining	EUR	133.72	596,237,810
AT0000A20EZ2	I	full income-retaining (outside Austria)	EUR	152.88	363,099,520
AT0000677927	R	full income-retaining (outside Austria)	EUR	203.16	1,174,630,195
AT0000A1U693	RZ	full income-retaining (outside Austria)	EUR	162.05	296,524,242

Exchange rates

Foreign currency assets were converted into EUR on the basis of the exchange rates applicable on Mar 30, 2023

Currency		Price (1 EUR =)
Canadian Dollars	CAD	1.476700
Swiss Francs	CHF	0.996550
Danish Kroner	DKK	7.448500
British Pound	GBP	0.881450
Japanese Yen	JPY	144.859200
Norwegian Kroner	NOK	11.355000
Swedish Krona	SEK	11.304500
US Dollars	USD	1.091300

Securities purchases and sales during the period under review not listed under the portfolio of assets:

Type of security	OGAW/§ 166	ISIN	Security title	Currency		Purchases Additions	Sales Disposals
Equities		FR0000121261	MICHELIN (CGDE) MCH	EUR			112,062
Equities		NO0005668905	TOMRA SYSTEMS ASA TOM	NOK			363,962
Equities		US88579Y1010	3M CO MMM	USD			192,664
Equities		US12504L1098	CBRE GROUP INC - A CBRE	USD			224,308
Equities		US29082K1051	EMBECTA CORP EMBC	USD		17,528	17,528
Equities		US9344231041	WARNER BROS DISCOVERY INC WBD	USD		213,276	213,276
Subscription rights		FR0014009LO3	ESSILORLUXOTTICA SA-SCRIP 2067556D	EUR		113,020	113,020

Information on securities lending transactions and repurchase agreements

During the reporting period, no securities lending transactions were performed on behalf of the fund. Accordingly, the information concerning securities lending transactions which is stipulated in § 8 of the Austrian Securities Lending and Repurchase Agreement Ordinance and Art. 13 of Regulation (EU) No. 2015/2365 is not required.

During the reporting period, no repurchase agreements were concluded on behalf of the fund. Accordingly, the information concerning repurchase agreements which is stipulated in § 8 of the Austrian Securities Lending and Repurchase Agreement Ordinance and Art. 13 of Regulation (EU) No. 2015/2365 is not required.

Total return swaps and similar derivative instruments

A total return swap is a credit derivative instrument. Income and fluctuations in the value of the underlying financial instrument (underlying instrument or reference asset) are exchanged for fixed interest payments.

The fund did not enter into total return swaps or similar derivative instruments in the period under review.

Calculation method for overall risk

Calculation method for overall risk

Simplified approach

Remuneration paid to the employees of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. in EUR (financial year 2021 of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.)

Total number of employees	266
Number of risk-bearers	85
Fixed remuneration	25,112,638.19
Variable remuneration (bonuses)	3,210,149.24
Total remuneration for employees	28,322,787.43
of which remuneration for managing directors	1,536,933.79
of which remuneration for managers (risk-bearers)	2,400,247.91
of which remuneration for other risk-bearers	10,146,711.92
of which remuneration for employees in positions of control	132,831.51
of which remuneration for employees in the same income bracket as managing directors and risk-bearers due to their overall remuneration	0.00
Total remuneration for risk-bearers	14,216,725.13

- The remuneration guidelines (“remuneration guidelines”) issued by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. serve as a binding framework for fulfillment of the remuneration policy and practice requirements stipulated in §§ 17 (a) to (c) of the Austrian Investment Fund Act (InvFG), § 11 of the Austrian Alternative Investment Fund Managers Act (AIFMG) and Enclosure 2 to § 11 AIFMG. Fixed and variable remuneration components are determined on the basis of these remuneration guidelines.

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has established a systematic, structured, differentiating and incentivizing compensation system which reflects the company’s values as well as clear and consistent outline conditions. Its employees’ compensation comprises fixed salary components as well as variable salary components for some positions. This remuneration – in particular, the variable salary component (where applicable) – reflects an objective organizational structure (“job grades”).

Compensation is determined on the basis of regular market comparisons and in accordance with local remuneration practice. The goal is to encourage employees’ long-term loyalty to the company while also promoting their performance and their development within the framework of a management or specialist career path.

At Raiffeisen Kapitalanlage-Gesellschaft m.b.H., an employee’s basic salary (fixed remuneration) is non-discretionary remuneration which does not vary in accordance with the performance of the company (earnings before interest and tax) or of the specific employee (individual target achievement). It primarily reflects relevant professional experience and organizational responsibility, as outlined in the employee’s job description as part of his terms of employment. The employee’s fixed salary is determined on the basis of his market value, his individual qualifications and the position which he holds at Raiffeisen Kapitalanlage-Gesellschaft m.b.H. Raiffeisen Kapitalanlage-Gesellschaft m.b.H. uses all of the standard remuneration management instruments (e.g. domestic and foreign remuneration studies, salary bands, position grading).

The employee’s variable salary reflects the achievement of company and performance targets which are specified and reviewed within the scope of a performance management process. Employees’ targets are specified on the basis of the company’s strategic targets, the targets of their organizational unit or department and their function. Target agreements are concluded and the employee’s level of target achievement (= performance) is determined through annual performance appraisals (“MBO system”).

The target structure at Raiffeisen Kapitalanlage-Gesellschaft m.b.H. differentiates between qualitative targets – which include individual targets or division and department targets – and quantitative targets, e.g. performance and income targets, and also quantifiable project targets. Every manager is also assigned management targets. Quantitative one-year or multiple-year targets also apply within the scope of the company's core activities of sales and fund management.

- Since the performance period 2015, in accordance with the regulatory requirements a portion of the variable remuneration for risk-bearers is paid out in the form of units in an investment fund managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. In addition, as required by law portions of the variable remuneration of risk-bearers are deferred and paid out over a period of several years.
- The supervisory board of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. resolves the general remuneration policy principles specified by the remuneration committee, reviews them at least once a year and is responsible for their implementation and for monitoring of this issue. The supervisory board most recently fulfilled this duty on Nov 28, 2022. It has not identified any need for changes or any irregularities in relation to the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- In addition, at least once per year a central and independent internal review determines whether the company's remuneration policy has been implemented in accordance with the applicable remuneration regulations and procedures. The internal auditing division of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. published its most recent report on Aug 09, 2022. This report has not resulted in any material findings concerning the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- The remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has not been subject to any significant changes in the reporting period.

Remuneration principles of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.

- The remuneration principles of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. support the business strategy and the long-term goals, interests and values of the company and of the investment funds managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- The remuneration principles of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. include measures to avoid conflicts of interest.
- The remuneration principles and policies of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. are consistent with and promote sound and effective risk-taking practices and avoid incentives for any inappropriate risk-taking propensity which exceed the level of risk tolerated by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. or the investment funds under its management.
- The total amount of variable remuneration will not limit the capacity of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. to strengthen its capital base.
- Variable remuneration is not paid by means of instruments or methods which facilitate circumvention of applicable legal requirements.
- Employees in positions of control are rewarded irrespective of the business unit which they supervise, they have an appropriate level of authority and their remuneration is determined on the basis of the fulfillment of their organizational targets in connection with their functions, irrespective of the results of the business activities under their supervision.

- Guaranteed variable remuneration is not consistent with sound risk management or the “pay-for-performance” principle and should not be included in future remuneration plans. Guaranteed variable remuneration is the exception:., This is only provided in connection with new hirings and only where Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has a sound and strong capital base. It is limited to the first year of employment.
- Any payments relating to the premature termination of a contract must reflect the performance realized over the relevant period of time and must not reward failures or misconduct.

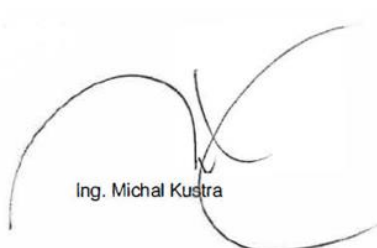
Raiffeisen Kapitalanlage-Gesellschaft m.b.H. complies with the code of conduct for the Austrian investment fund industry 2012.

Vienna, 21 June 2023

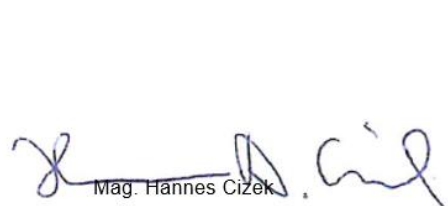
Raiffeisen Kapitalanlage-Gesellschaft m.b.H.



Mag. (FH) Dieter Aigner



Ing. Michal Kustra



Mag. Hannes Cizek

Audit opinion

Report on the annual fund report

Audit opinion

We have audited the annual fund report issued by Raiffeisen Kapitalanlage-Gesellschaft m.b.H., Vienna, for its fund Raiffeisen Sustainable Equities, consisting of the portfolio of investments as of March 31, 2023, the income statement for the financial year ending as of this date and the other disclosures required under Annex I Schedule B of the 2011 Austrian Investment Fund Act (Investmentfondsgesetz, InvFG).

In our view, the annual fund report complies with applicable statutory requirements and provides a true and fair view of the net assets and financial position as of March 31, 2023 as well as the earnings position for the fund for the financial year ending as of this date, in compliance with Austrian commercial law, the provisions of InvFG 2011.

Basis for the audit opinion

We performed our audit in accordance with § 49 (5) InvFG 2011 in accordance with Austrian principles of orderly auditing. These principles require application of the International Standards on Auditing (ISA). Our responsibilities on the basis of these requirements and standards are outlined in further detail in the “Responsibilities of the auditor for the audit of the annual fund report” section of our audit certificate. We are independent from the company, in compliance with Austrian commercial law and professional standards, and we have fulfilled our other professional duties in accordance with these requirements. In our view, we have obtained sufficient and suitable audit documentation as a basis for our audit opinion. In our view, the documentation we have obtained up to the date of this audit certificate forms a sufficient and suitable basis for our audit opinion of the same date.

Other information

The company’s legal representatives are responsible for the other information provided. This other information comprises all of the information included in the annual fund report, with the exception of the portfolio of investments, the income statement, the other disclosures required under Annex I Schedule B InvFG 2011 and the audit certificate.

Our audit opinion for the annual fund report does not cover this other information, and we do not provide any sort of assurance in this regard.

In connection with our audit of the annual fund report, we have the responsibility to read such other information and, in doing so, assess whether this other information contains material inconsistencies with the annual fund report or with the knowledge obtained in our audit, or whether such information appears to be otherwise misrepresented.

If, on the basis of the work we have carried out in regard of the other information obtained prior to the date of the audit certificate, we conclude that a material misstatement of such other information exists, we are obliged to report the matter. We have nothing to report in this respect.

Responsibilities of the company's legal representatives and the supervisory board for the annual fund report

The company's legal representatives are responsible for the preparation of the annual fund report and for ensuring that it provides a true and fair view of the fund's net assets, financial and earnings position in compliance with Austrian commercial law and the provisions of InvFG 2011. The company's legal representatives are also responsible for the internal controls which they deem necessary in order to enable the preparation of an annual fund report which is free from material misrepresentations caused by fraudulent acts or errors.

The supervisory board is responsible for monitoring the company's accounting process in relation to the funds under its management.

Responsibilities of the auditor for the audit of the annual fund report

Our goals are to establish sufficient certainty as to whether the annual fund report as a whole is free from material misrepresentations caused by fraudulent acts or errors and to issue an audit certificate which includes our audit opinion. Sufficient certainty means a high level of certainty, but not a guarantee, that an orderly audit performed in accordance with the recognized Austrian principles, which require application of the ISA, will always uncover any material misrepresentation. Misrepresentations may result from malicious acts or on the basis of errors and will be deemed material where they may be reasonably expected, either individually or collectively, to influence the economic decisions made by users on the basis of this annual fund report.

As part of an audit complying with the recognized Austrian principles of orderly auditing, which require application of the ISA, we exercise due discretion throughout our audit and maintain a critical distance.

In addition, the following applies:

- We identify and assess the risks of material misrepresentations caused by fraudulent acts or errors in the annual fund report, plan audit activities in response to these risks, implement these activities and obtain audit documentation which is sufficient and suitable in order to serve as a basis for our audit opinion. The risk of material misrepresentations resulting from malicious acts not being uncovered is greater than the risk resulting from errors, since malicious acts may include collusive collaboration, falsifications, deliberate incompleteness, misleading representations or the suspension of internal controls.
- We obtain a picture of the internal control system which is relevant for the audit so as to plan audit activities which are adequate in the given circumstances, but not with the objective of providing an audit opinion regarding the effectiveness of the company's internal control system.
- We evaluate the adequacy of the accounting methods applied by the company's legal representatives as well as the reasonableness of the legal representatives' estimates in the accounting as well as the related disclosures.
- We evaluate the overall picture, the structure and the contents of the annual fund report including the disclosures and whether the annual fund report provides a true and fair view of the underlying business transactions and events.

We discuss matters with the supervisory board including the planned scope of the audit and its schedule as well as significant audit findings, including any significant shortcomings in the internal control system that we identify in the course of our audit.

Auditor in charge

The auditor in charge of the audit is Mr. Wilhelm Kovsca.

Vienna, 22 June 2023

KPMG Austria GmbH
Wirtschaftsprüfungs- und Steuerberatungsgesellschaft

Wilhelm Kovsca
Auditor

Tax treatment

Once the new reporting framework comes into effect (from Jun 6, 2016), Österreichische Kontrollbank (OeKB) will prepare the details of the tax arrangements for the fund and publish them on my.oekb.at. The tax documents are available for downloading for all funds. The tax documents are also available on our website www.rcm.at. Please visit my.oekb.at for detailed information on offsettable and reimbursable foreign taxes.

Fund regulations

Fund regulations pursuant to the 2011 Austrian Investment Fund Act

The Austrian Financial Market Authority (FMA) has approved the fund regulations for the investment fund Raiffeisen Sustainable Equities, a jointly owned fund pursuant to the 2011 Austrian Investment Fund Act, as amended (InvFG).

The investment fund is an undertaking for collective investment in transferable securities (UCITS) and is managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. (hereinafter: the "management company") which is headquartered in Vienna.

Article 1 Fund units

The fund units are embodied in unit certificates with the character of financial instruments which are issued to bearer.

The unit certificates shall be represented by global certificates for each unit class. Actual securities are not issued.

Article 2 Custodian bank (depository)

Raiffeisen Bank International AG, Vienna, is the investment fund's custodian bank (depository).

The custodian bank (depository), the regional Raiffeisen banks, Kathrein Privatbank Aktiengesellschaft, Vienna, and other paying agents referred to in the prospectus are the paying agents for unit certificates.

Article 3 Investment instruments and principles

The following assets pursuant to InvFG may be selected for the investment fund.

At the individual stock level (i.e. not including units in investment funds, derivative instruments and sight deposits or deposits at notice) the investment fund exclusively invests in securities and/or money market instruments whose issuers are classified as sustainable on the basis of social, ecological and ethical criteria. At least 51 % of its fund assets are invested in the form of directly purchased individual securities which are not held indirectly through investment funds or through derivatives, in equities or in equity-equivalent securities. The fund will not invest in certain sectors such as the arms industry or green/genetic engineering of plants as well as companies which violate labor and human rights etc.

The following investment instruments are purchased for the fund assets, while complying with the investment focus outlined above.

Securities

The fund may purchase securities (including securities with embedded derivative instruments) as permitted by law.

Money market instruments

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

Securities and money market instruments

Not fully paid-in securities or money market instruments and subscription rights for such instruments or other not fully paid-in financial instruments may only be purchased for up to 10 % of the fund assets.

Securities and money market instruments may be purchased if they comply with the criteria concerning listing and trading on a regulated market or a securities exchange pursuant to InvFG.

Securities and money market instruments which do not fulfill the criteria laid down in the above paragraph may be purchased for up to 10 % of the fund assets in total.

Units in investment funds

Units in investment funds (UCITS, UCI) may each amount to up to 10 % of the fund assets – and up to 10 % of the fund assets in total – insofar as these UCITS or UCI do not for their part invest more than 10 % of their fund assets in units in other investment funds.

Derivative instruments

Derivative instruments may exclusively be used for hedging purposes.

Investment fund's risk measurement method

The investment fund applies the following risk measurement method:

Commitment approach

The commitment figure is calculated pursuant to the 3rd chapter of the 4th Austrian Derivatives Risk Calculation and Reporting Ordinance (*Derivate-Risikoberechnungs- und Meldeverordnung, DeRiMV*), as amended.

Sight deposits or deposits at notice

Sight deposits and deposits at notice with terms not exceeding 12 months may amount to up to 25 % of the fund assets. No minimum bank balance is required.

Within the framework of restructuring of the fund portfolio and/or a justified assumption of impending losses for securities, the investment fund may hold a lower proportion of securities and a higher proportion of sight deposits or deposits at notice with terms not exceeding 12 months.

Short-term loans

The management company may take up short-term loans of up to 10 % of the fund assets for account of the investment fund.

Repos

Repurchase agreements may comprise up to 100 % of the fund assets.

Securities lending

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

Investment instruments may only be acquired uniformly for the entire investment fund, not for an individual unit class or for a group of unit classes.

However, this does not apply for currency hedge transactions. These transactions may only be entered into in relation to a single unit class. Expenses and income resulting from a currency hedge transaction shall exclusively be allocated to the relevant unit class.

Article 4 Issuance and redemption modalities

The unit value shall be calculated in EUR or the currency of the unit class.

The value of the units will be calculated on each banking day in Austria.

Issuance and subscription fee

Units will be issued on any banking day in Austria.

The issue price is the unit value plus a fee per unit of up to 4 % to cover the management company's issuing costs.

Unit issuance shall not in principle be subject to limitation; however, the management company reserves the right temporarily or entirely to discontinue its issuance of unit certificates.

The management company shall be entitled to introduce a graduated subscription fee.

Redemption and redemption fee

Units will be redeemed on any banking day in Austria.

The redemption price is based on the value of a unit. No redemption fee will be charged.

At the request of a unitholder, its unit shall be redeemed out of the investment fund at the applicable redemption price, against surrender of the unit certificate.

Article 5 Accounting year

The investment fund's accounting year runs from April 1 to March 31.

Article 6 Unit classes and appropriation of income

Income-distributing unit certificates, income-retaining unit certificates with payment of capital gains tax and income-retaining unit certificates without payment of capital gains tax may be issued for the investment fund.

Various classes of unit certificates may be issued for this investment fund. The management company may decide to establish unit classes or to issue units in a given unit class.

Appropriation of income for income-distributing unit certificates (income distribution)

Once costs have been covered, the income received during the past accounting year (interest and dividends) may be distributed at the discretion of the management company. Distribution may be waived subject to due consideration of the unitholders' interests. The distribution of income from the sale of assets of the investment fund including subscription rights shall likewise be at the discretion of the management company. A distribution from the fund assets and interim distributions are also permissible.

The fund assets may not through distributions fall below the minimum volume for a termination which is stipulated by law.

From June 15 of the following accounting year the amounts are to be distributed to the holders of income-distributing unit certificates. Any remaining balances shall be carried forward to a new account.

In any case, from June 15 an amount calculated pursuant to InvFG shall be paid out, to be used where applicable to meet any capital gains tax commitments on the distribution-equivalent return on those unit certificates, unless the management company ensures through appropriate proof from the custodians that at the time of payout the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for an exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

Appropriation of income in case of income-retaining unit certificates with payment of capital gains tax (income retention)

Income during the accounting year net of costs shall not be distributed. In case of income-retaining unit certificates, from June 15 an amount calculated pursuant to InvFG shall be paid out, to be used where applicable to meet any capital gains tax commitments on the distribution-equivalent return on those unit certificates, unless the management company ensures through appropriate proof from the custodians that at the time of payout the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for an exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

Appropriation of income in case of income-retaining unit certificates without payment of capital gains tax (full income retention)

Income during the accounting year net of costs shall not be distributed. No payment pursuant to InvFG will be made. June 15 of the following accounting year shall be the key date pursuant to InvFG in case of failure to pay capital gains tax on the annual income. The management company shall ensure through appropriate proof from the custodians that at the time of payout the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption as per § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

If these preconditions have not been met as of the payment date, the amount calculated pursuant to InvFG shall be paid out by the custodian bank in the form of credit.

Appropriation of income in case of income-retaining unit certificates without payment of capital gains tax (full income retention – foreign tranche)

Income-retaining unit certificates without payment of capital gains tax shall only be sold outside Austria.

Income during the accounting year net of costs shall not be distributed. No payment pursuant to InvFG will be made.

The management company shall ensure through appropriate proof that as of the payment date the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption. This can be validly proved by the cumulative submission of statements from both the custodian bank and the management company that they are not aware of a sale to other persons.

Article 7 Management fee, reimbursement of expenses, liquidation fee

The management company shall receive for its management activity an annual remuneration of up to 1.75 % of the fund assets that is calculated, recorded and deducted monthly on the basis of the respective fund assets for each calendar day.

The management company is entitled to reimbursement of all expenses associated with its management of the fund.

The management company shall be entitled to introduce a graduated management fee.

The costs arising at the introduction of new unit classes for existing asset portfolios shall be deducted from the unit prices of the new unit classes.

In case of the liquidation of the investment fund, the liquidator shall receive remuneration amounting to 0.5 % of the fund assets.

Please refer to the prospectus for further information on this investment fund.

Appendix

List of stock exchanges with official trading and organized markets

1. Stock exchanges with official trading and organized markets in the member states of the EEA, as well as stock exchanges in European countries which are not EEA members that are considered to be equal to regulated markets

Each Member State is required to maintain an updated register of regulated markets authorized by it. This register is to be made available to the other member states and to the Commission.

According to this provision, the Commission is obliged to publish once a year a register of the regulated markets of which it has received notice.

Due to decreasing restrictions and to trading segment specialization, the register of “regulated markets” is undergoing great changes. In addition to the annual publication of a register in the official gazette of the European Union, the Commission will therefore provide an updated version on its official internet site.

1.1. The current register of regulated markets is available at:

https://registers.esma.europa.eu/publication/searchRegister?core=esma_registers_upreg¹

1.2. The following stock exchanges are to be included in the register of regulated markets:

- | | | |
|--------|-------------|---|
| 1.2.1. | Luxembourg | Euro MTF Luxembourg |
| 1.2.2. | Switzerland | SIX Swiss Exchange AG, BX Swiss AG ² |

1.3. Recognized markets in the EEA pursuant to § 67 (2) item 2 InvFG:

Markets in the EEA classified as recognized markets by the relevant supervisory authorities.

NOTICE

As soon as the United Kingdom of Great Britain and Northern Ireland (UK) loses its status as an EEA member state upon its departure from the EU, the stock exchanges / regulated markets located there will consequently also lose their status as EEA stock exchanges / regulated markets. In this regard, we would like to point out the following stock exchanges and regulated markets located in the UK:

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

In these fund regulations, they shall explicitly be regarded as selected stock markets or recognized regulated markets of a third country within the meaning of the 2011 Austrian Investment Fund Act and the UCITS Directive.

2. Stock exchanges in European states which are not members of the EEA

- | | | |
|------|-----------------------|---|
| 2.1. | Bosnia & Herzegovina: | Sarajevo, Banja Luka |
| 2.2. | Montenegro: | Podgorica |
| 2.3. | Russia: | Moscow Exchange |
| 2.4. | Serbia: | Belgrade |
| 2.5. | Turkey: | Istanbul (for Stock Market, “National Market” only) |

3. Stock exchanges in non-European states

- | | | |
|------|------------|--|
| 3.1. | Australia: | Sydney, Hobart, Melbourne, Perth |
| 3.2. | Argentina: | Buenos Aires |
| 3.3. | Brazil: | Rio de Janeiro, Sao Paulo |
| 3.4. | Chile: | Santiago |
| 3.5. | China: | Shanghai Stock Exchange, Shenzhen Stock Exchange |
| 3.6. | Hong Kong: | Hong Kong Stock Exchange |
| 3.7. | India: | Mumbai |
| 3.8. | Indonesia: | Jakarta |

¹ To open the register, in the left-hand column under “Entity type”, select “Regulated market” and click “Search” (click “Show table columns” and “Update” as necessary). The link may be modified by the European Securities and Markets Authority (ESMA).

² Due to the expiry of equivalence for Swiss stock exchanges, SIX Swiss Exchange AG and BX Swiss AG are now included under Section 2 “Stock exchanges in European states which are not members of the EEA” until further notice.

3.9.	Israel:	Tel Aviv
3.10.	Japan:	Tokyo, Osaka, Nagoya, Kyoto, 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. Organized markets in states which are not members of the European Community

4.1.	Japan:	Over-the-counter market
4.2.	Canada:	Over-the-counter market
4.3.	Korea:	Over-the-counter market
4.4.	Switzerland:	Over-the-counter market of the members of the International Capital Market Association (ICMA), Zurich
4.5.	USA:	Over-the-counter market (subject to supervisory oversight, e.g. SEC, FINRA)

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

Product name:

Raiffeisen Sustainable Equities
(Original German name: Raiffeisen-Nachhaltigkeit-Aktien)

Legal entity identifier: 529900Z4LOOR37HJ6K36

This product (the fund) is managed by Raiffeisen Kapitalanlage-Gesellschaft m. b. H. as the management company.
Fund manager: Raiffeisen Kapitalanlage-Gesellschaft m.b.H.

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 lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



Environmental and/or social characteristics

Did this financial product have a sustainable investment objective?	
<input checked="" type="radio"/> <input checked="" type="radio"/> <input type="checkbox"/> Yes	<input checked="" type="radio"/> <input type="radio"/> <input checked="" type="checkbox"/> No
<input type="checkbox"/> It made sustainable investments with an environmental objective: ___ % <ul style="list-style-type: none"> <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> It made sustainable investments with a social objective: ___ %	<input checked="" type="checkbox"/> It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of <u>93.0%</u> of sustainable investments <ul style="list-style-type: none"> <input type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input checked="" type="checkbox"/> with a social objective <input type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments.

To what extent were the environmental and/or social characteristics promoted by this financial product met?

The fund took environmental and social criteria into consideration for investment, in particular climate change, natural capital & biodiversity, pollution and waste, environmental improvement opportunities (such as green technologies and renewable energy), human resources, product liability & safety, stakeholder relations and social improvement opportunities (such as access to healthcare). Corporate governance as well as entrepreneurial behaviour & business ethics (overall "good governance") were in any case prerequisites for an investment.

There was no limitation to specific environmental or social characteristics.

No reference benchmark was designated for the achievement of the promoted environmental or social characteristics.

Sustainability indicators

measure how the environmental or social characteristics promoted by the financial product are attained.

- **How did the sustainability indicators perform?**
The Raiffeisen ESG indicator is used by the management company as an internal sustainability indicator. The management company continually analyses companies and sovereigns based on internal and external research sources. The results of this sustainability research are combined with a comprehensive ESG evaluation, including an ESG risk assessment, to create the so-called Raiffeisen ESG indicator. The Raiffeisen ESG indicator is measured on a scale from 0 to 100. The assessment also takes into account the relevant sector.
At the end of the accounting period the Raiffeisen ESG indicator amounted to 76.1.

- **...and compared to previous periods?**
As of 31.12.2022: 74.3

- **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**
The objectives of the sustainable investments covered improvements in the areas of climate change, natural capital and biodiversity, pollution and waste, environmental improvement vectors (such as green technologies and renewable energy), human resources, product liability and safety, relationships with interest groups, and social improvement vectors (such as access to health care) compared with the traditional market. Good corporate governance, including business practices and business ethics, was a prerequisite for an investment in any case.

The sustainability of an economic activity was assessed on the basis of the internal Raiffeisen ESG corporate indicator. It combined a wide range of data points relating to environmental, social, and governance (ESG) factors. In addition to sustainability opportunities and risks, the contribution that the business activity made to sustainable objectives along the entire value chain was examined and transformed into qualitative and quantitative ratings. An important part of this was the sustainable influence of the respective products and/or services (economic activity).

At the end of the accounting year, the level of investments in economic activities that are environmentally sustainable within the meaning of the EU Taxonomy Regulation did not exceed a de minimis level.

- **How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?**
To avoid significant adverse impacts on an environmental or social sustainable investment objective, securities that violate negative criteria as defined by the management company for this purpose and relating to environmental and social objectives (such as the extraction and use of coal, labour rights violations, human rights violations, and corruption) did not qualify as a sustainable investment.

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

See the information under „How did this financial product consider principal adverse impacts on sustainability factors?“.

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, anti-corruption and anti-bribery matters.

Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The positive and negative criteria contained in the investment strategy covered all aspects of the OECD Guidelines for Multinational Enterprises (such as avoidance of environmental destruction, corruption, and human rights violations as well as adherence to the core ILO labour standards). The fund management continuously monitored various channels of information such as the media and research agencies to determine whether investments are affected by serious controversies. In addition, the fund assets were assessed for potential violations of the OECD Guidelines for Multinational Enterprises by means of a screening tool from a recognised ESG research provider. A company that did not comply with the OECD Guidelines for Multinational Enterprises was not eligible for investment. A violation was assumed to exist if a company was involved in one or more controversial incidents in which there were credible allegations that the company or its management had caused substantial damage of a significant scope in violation of global standards.

The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the Union criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the Union criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



How did this financial product consider principal adverse impacts on sustainability factors?

The consideration of the principal adverse impacts of investment decisions on sustainability factors occurred through negative criteria, through the integration of ESG research into the investment process (ESG scores), and in security selection (positive criteria). The use of positive criteria included the absolute and relative assessment of companies regarding stakeholder-related data, e.g. relating to employees, society, suppliers, business ethics, and the environment. In addition, the instrument of shareholder engagement was used with companies in the form of corporate dialogue and especially the exercise of voting rights so as to reduce adverse sustainability impacts. These shareholder engagement activities were conducted irrespective of any concrete investment in the respective company and are not documented at the fund level at the moment.

The table shows the topics for which sustainability scores for adverse impacts were considered in particular, as well as the main methods that were applied.

Companies		Negative criteria	Positive criteria
Environment	Greenhouse gas emissions	✓	✓
	Activities with adverse impacts on areas with protected biodiversity	✓	✓
	Water (pollution, consumption)		✓
	Hazardous waste		✓
Social affairs and employment	Violations or lack of policy regarding the United Nations Global Compact (initiative for responsible corporate governance) and OECD guidelines for multinational companies; work accidents	✓	✓
	Gender justice		✓
	Controversial weapons	✓	✓



What were the top investments of this financial product?

Largest Investments		Sector	% Assets	Country
US5949181045	MICROSOFT CORP MSFT	Information Technology	1.84	United States
IE00B4BNMY34	ACCENTURE PLC-CL A ACN	Information Technology	1.75	Ireland
US98419M1009	XYLEM INC XYL	Industrials	1.71	United States
US79466L3024	SALESFORCE INC CRM	Information Technology	1.70	United States
US0091581068	AIR PRODUCTS & CHEMICALS INC APD	Materials	1.69	United States
US00846U1016	AGILENT TECHNOLOGIES INC A	Health Care	1.65	United States
US5926881054	METTLER-TOLEDO INTERNATIONAL MTD	Health Care	1.63	United States
US17275R1023	CISCO SYSTEMS INC CSCO	Information Technology	1.56	United States
US92826C8394	VISA INC-CLASS A SHARES V	Information Technology	1.55	United States
US2788651006	ECOLAB INC ECL	Materials	1.55	United States
US6200763075	MOTOROLA SOLUTIONS INC MSI	Information Technology	1.54	United States
US78409V1044	S&P GLOBAL INC SPGI	Financials	1.54	United States
DE0006599905	MERCK KGAA MRK	Health Care	1.51	Germany
US02079K3059	ALPHABET INC-CL A GOOGL	Telecommunication Services	1.50	United States
IE00BY7QL619	JOHNSON CONTROLS INTERNATION JCI	Industrials	1.48	United States

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is: 01.04.2022 - 31.03.2023



What was the proportion of sustainability-related investments?

Sustainability-related investments refer to all investments that contribute to the achievement of the environmental and/or social characteristics within the scope of the investment strategy.

Asset allocation describes the share of investments in specific assets.

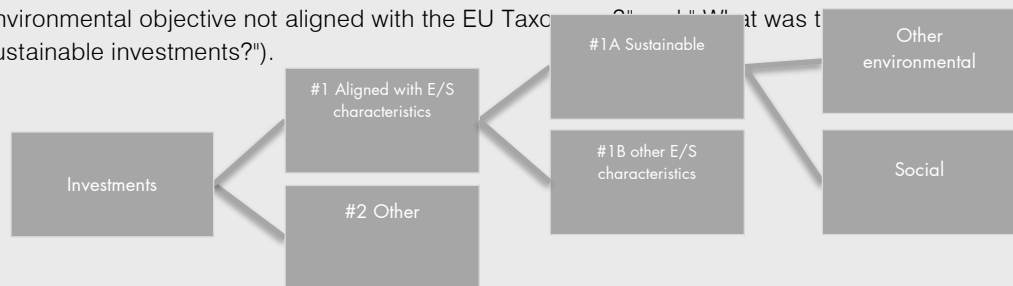
What was the asset allocation?

The values given below refer to the end of the accounting period. Shares in investment funds are not calculated through for the purpose of the asset allocation calculation displayed below. #1, #1A and #2 refer to the total fund.

At the end of the reporting period 97.9% of total fund assets were aligned with environmental or social characteristics according to the investment strategy (#1, see also information under "To what extent were the environmental and/or social characteristics promoted by this financial product met?").

2.1% of total fund assets were other investments (#2, see also information under "What investments were included under "other", what was their purpose and were there any minimum environmental or social safeguards?").

93.0% of total fund assets were sustainable investments with environmental or social objectives aligned with Art. 2 (17) of Regulation (EU) 2019/2088 (Sustainable Finance Disclosure Regulation) (#1A, see also information under "What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?") and 0.9% of total fund assets were other sustainable investments (#1B, see also information under "What was the share of other sustainable investments?").



#1 Aligned with E/S characteristics includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.

#2 Other includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments..

The category **#1 Aligned with E/S characteristics** covers::

The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.

The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investment.

In which economic sectors were the investments made?

Investment structure	Share fund in %
Information Technology	23.41
Health Care	16.97
Industrials	14.69
Financials	10.45
Materials	7.78
Telecommunication Services	6.91
Sonstige / Others	19.80
Gesamt / Total	100.00



To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully 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.

Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflects the “greenness” of investee companies today.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of investee companies.

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

At the end of the accounting period, the level of investments in economic activities that are environmentally sustainable within the meaning of the EU Taxonomy Regulation did not exceed a de minimis level.

● Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy³?

Yes:

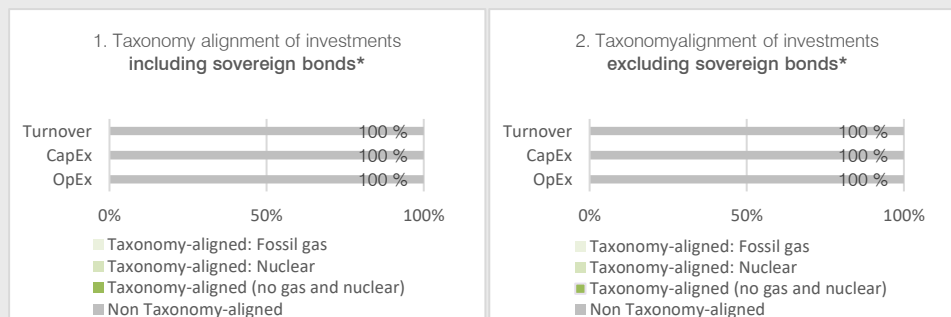
In fossil gas

In nuclear energy

No.

Not applicable

The graphs below show in green the percentage of investments that were 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.



*For the purpose of these graphs, ‘sovereign bonds’ consist of all sovereign exposures.

● What was the share of investments made in transitional and enabling activities?

At the end of the accounting period, the level of investments in economic activities that are environmentally sustainable within the meaning of the EU Taxonomy Regulation did not exceed a de minimis level.

● How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?

In previous reference periods, the level of investments in economic activities that are environmentally sustainable within the meaning of the EU Taxonomy Regulation did not exceed a de minimis level.



³ 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.

 are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?

The sustainability of an economic activity is assessed on the basis of the Raiffeisen ESG indicator. As this is comprised of environmental and social objectives, it is not sensible to differentiate between the individual shares for environmental and social investments. At the end of the accounting period, the actual share of investments that pursued environmental and social objectives was 93.0% of the fund assets.



What was the share of socially sustainable investments?

The sustainability of an economic activity is assessed on the basis of the Raiffeisen ESG indicator. As this is comprised of environmental and social objectives, it is not sensible to differentiate between the individual shares for environmental and social investments. At the end of the accounting period, the actual share of investments that pursued environmental and social objectives was 93.0% of the fund assets.



What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?

Investments that neither qualified as a sustainable investment nor were aligned with environmental or social characteristics were sight deposits. Sight deposits were not subject to the sustainability criteria of the investment strategy and were primarily used for liquidity management. Accruals and deferrals are included in the position “other”.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

The attainment of the environmental and/or social characteristics promoted by the fund was continuously monitored against defined limits as part of the internal limit system.

With regard to ESG (environmental, social, and governance) factors, the investment strategy contained mandatory negative criteria, a comprehensive sustainability-related analysis, and the construction of a portfolio taking the ESG score and ESG momentum into account. During this process, especially high importance was placed on the quality of the company and the business model. A high degree of sustainability and fundamental strength were the key aspects for an investment.

More detailed information on the implementation of the engagement policy can be found in the annual engagement report on the website of the management company in the section “Our Topics/Sustainability” within the paragraph “Policies & Reports”.

Appendix

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