

CONVERTINVEST A.R.S. Fund

(Original German name: CONVERTINVEST A.R.S. Fund)

annual fund report

financial year Nov 1, 2022 – Oct 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 Nov 1, 2022 to Oct 31, 2023

General fund information

ISIN	Tranche	Income class	Currency	Launch date
AT0000A2KUG0	CONVERTINVEST A.R.S. Fund (I) A	income-distributing	EUR	Dec 15, 2020
AT0000A2KUE5	CONVERTINVEST A.R.S. Fund (R) A	income-distributing	EUR	Dec 15, 2020
AT0000A2KUF2	CONVERTINVEST A.R.S. Fund (I) T	income-retaining	EUR	Dec 15, 2020
AT0000A2KUH8	CONVERTINVEST A.R.S. Fund (S) VTA	full income-retaining (outside Austria)	EUR	Dec 15, 2020

Fund characteristics

Fund currency	EUR
Financial year	Nov 1 – Oct 31
Distribution/payment/reinvestment date	Jan 15
Type of fund	Investment fund pursuant to § 2 of the Austrian Investment Fund Act, InvFG (UCITS)
Effective management fee for the fund	R-Tranche (EUR): 1.875 % (excluding any performance-related fee) I-Tranche (EUR): 0.625 % (excluding any performance-related fee) S-Tranche (EUR): 1.000 % (excluding any performance-related fee) Performance-related management fees: see below for details
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	CONVERTINVEST Financial Services GmbH, Brunn am Gebirge
Auditor	KPMG Austria GmbH

The fund is actively managed without reference to a benchmark.

Performance-related management fees

Additionally, a variable management fee will be calculated quarterly on the basis of the accounting year for all unit classes. Subject to a “high water mark”, this variable performance fee will not exceed 15 % of the amount by which the fund’s performance exceeds the 1.05 % performance mark in the respective financial year. The “high water mark” corresponds to the unit value as of the end of the quarter for which a variable performance fee was most recently paid out. No variable performance-related fee will be paid in case of a performance which falls short of the “high water mark”. The variable performance fee is recorded daily on the basis of the average fund volume or affected unit class volume - relating to the period from the start of the quarter to the corresponding cut-off date - and has an income effect in respect of the net asset value calculated each day. During the quarter, items will be credited to and debited from an amortization account in accordance with the fund’s performance; the total debit items may not exceed the total credit items. The method developed by OeKB (Österreichische Kontrollbank AG) is used for the net asset value and performance calculation. This method assumes reinvestment of any payments or distributions. The fund makes a quarterly variable performance fee payment, upon expiry of each quarter of an accounting year, as of the end of the following month, with an effect on liquidity.

With respect to the reporting period, no variable performance fee will be charged for tranche R, I, S.

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 CONVERTINVEST A.R.S. Fund for the financial year from Nov 1, 2022 to Oct 31, 2023. The accounting is based on the price calculation as of Oct 31, 2023.

Fund details

	Oct 31, 2021	Oct 31, 2022	Oct 31, 2023
Total fund assets in EUR	2,208,396.40	2,062,451.06	2,192,487.00
Net asset value/distributing units (I) (AT0000A2KUG0) in EUR	102.47	82.51	83.68
Issue price/distributing units (I) (AT0000A2KUG0) in EUR	102.47	82.51	83.68
Net asset value/distributing units (R) (AT0000A2KUE5) in EUR	101.57	80.75	80.88
Issue price/distributing units (R) (AT0000A2KUE5) in EUR	101.57	80.75	80.88
Net asset value/reinvested units (I) (AT0000A2KUF2) in EUR	102.46	82.51	83.68
Issue price/reinvested units (I) (AT0000A2KUF2) in EUR	102.46	82.51	83.68
Net asset value/fully reinvested units (S) (AT0000A2KUH8) in EUR	102.17	81.96	82.82
Issue price/fully reinvested units (S) (AT0000A2KUH8) in EUR	102.17	81.96	82.82
		Jan 16, 2023	Jan 15, 2024
Distribution/unit (I) (A) EUR		0.0000	0.0000
Distribution/unit (R) (A) EUR		0.0000	0.0000
Outpayment/unit (I) (T) EUR		0.0000	0.0000
Reinvestment/unit (I) (T) EUR		0.0000	0.9987
Reinvestment/unit (S) (VTA) EUR		0.0000	0.6760

Units in circulation

	Units in circulation on Oct 31, 2022	Sales	Repurchases	Units in circulation on Oct 31, 2023
AT0000A2KUG0 (I) A	10.000	0.000	0.000	10.000
AT0000A2KUE5 (R) A	4,164.907	1,433.725	-136.948	5,461.684
AT0000A2KUF2 (I) T	20,900.000	0.000	0.000	20,900.000
AT0000A2KUH8 (S) VTA	10.000	0.000	0.000	10.000
Total units in circulation				26,381.684

Development of the fund assets and income statement

Performance in financial year (fund performance)

Distributing units (I) (AT0000A2KUG0)	
Net asset value per unit at start of financial year in EUR	82.51
Net asset value per unit at end of financial year in EUR	83.68
Net income/net reduction per unit	1.17
Performance of one unit during the financial year in %	1.42
Distributing units (R) (AT0000A2KUE5)	
Net asset value per unit at start of financial year in EUR	80.75
Net asset value per unit at end of financial year in EUR	80.88
Net income/net reduction per unit	0.13
Performance of one unit during the financial year in %	0.16
Reinvested units (I) (AT0000A2KUF2)	
Net asset value per unit at start of financial year in EUR	82.51
Net asset value per unit at end of financial year in EUR	83.68
Net income/net reduction per unit	1.17
Performance of one unit during the financial year in %	1.42
Fully reinvested units (S) (AT0000A2KUH8)	
Net asset value per unit at start of financial year in EUR	81.96
Net asset value per unit at end of financial year in EUR	82.82
Net income/net reduction per unit	0.86
Performance of one unit during the financial year in %	1.05

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.

The performance is calculated by Raiffeisen KAG on the basis of published fund prices, using the method developed by OeKB (Österreichische Kontrollbank AG). Individual costs such as transaction fees, the subscription fee, the redemption fee, the custody charges of the investor and taxes are not included in the performance calculation. If included, these would lead to a lower performance. Past performance is not a reliable indicator of future performance. Markets could develop very differently in the future. Based on the illustration, you can assess how the fund was managed in the past.

Development of fund assets in EUR

Fund assets on Oct 31, 2022 (25,084.907 units)		2,062,451.06
Issuance of units	118,954.92	
Redemption of units	-11,280.47	
Pro rata income adjustment	-2,428.90	105,245.55
Overall fund result		24,790.39
Fund assets on Oct 31, 2023 (26,381.684 units)		2,192,487.00

Fund result in EUR

A. Realized fund result

Ordinary fund result	
Income (excl. closing price)	
Interest income	23,345.97
Interest expenses (incl. negative credit interest)	-49.55
	23,296.42
Expenses	
Management fees	-19,079.43
Custodian bank fees / Custodian's fees	-2,999.99
Auditing costs	-2,840.00
Expenses for tax advice / tax representation	-600.00
Custody charge	-495.70
Publicity costs, regulatory fees	-4,214.01
Costs associated with foreign sales	-358.54
Cost of management of collateral	-2,884.51
Cost of advisers and other service providers	-1,887.77
Research expenses	-293.16
Sustainability research / associated with engagement process	-66.36
	-35,719.47
Ordinary fund result (excl. income adjustment)	-12,423.05
Realized closing price	
Profits realized from securities	8,027.40
Profits realized from derivative instruments	84,257.59
Losses realized from securities	-18,337.42
Losses realized from derivative instruments	-43,317.31
Realized closing price (excl. income adjustment)	30,630.26
Realized fund result (excl. income adjustment)	18,207.21

B. Unrealized closing price

Change in unrealized closing price	4,154.28
	4,154.28

C. Income adjustment

Income adjustment for income during financial year	2,428.90	
		2,428.90
Overall fund result		24,790.39

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 1,078.00 EUR.

Capital market report

Following very high inflation levels in 2022, this financial year was defined by the central banks' battle against inflation as well as the resulting interest rate decisions and interest rate and economic forecasts.

At the start of the financial year, inflation rates exceeded 7 % in the USA and 10 % in Europe. By the summer, the US Federal Reserve (FED) had raised the key interest rate from 3.75 % to 5.5 %, and it has remained at this level ever since. The European Central Bank raised its key interest rate from 1.5 % to 4 %. Thanks to this restrictive interest rate policy, inflation figures dropped below 4 % in the USA and below 3 % in Europe. Core inflation, the more sluggish components of inflation, stands above 4 % in both regions. Although inflationary pressure has eased, the banks' 2 % inflation target has not yet been reached, and key interest rates are expected to remain restrictive. The "higher for longer" narrative and rigid inflation expectations pushed up interest in the longer term.

Restrictive interest rate measures always have a delayed effect on the real economy. Their first impact was felt in the spring when Silicon Valley Bank filed for bankruptcy in the USA and First Republic Bank had to be taken over by JP Morgan. Europe saw the emergency sale of Credit Suisse to UBS. Despite increasing the level of turbulence, these events did not have a lasting impact on the banking sector or the real economy.

Since the central bank policies and the weakness of the stock markets had already been priced in by the steep fall in share prices in the previous financial year, both the European and US stock markets performed well, gaining over 10 %. Economic expectations were particularly pessimistic in the USA at the start of the year, however they steadily improved and the US stock markets rose sharply, especially in spring. The European stock markets started the year with a very positive price trend. Subsequently, however, the economic outlook was steadily revised downwards. China delivered a disappointing economic performance and is struggling with deflationary price trends.

In the financial year, bonds posted a negative performance in the low single-digit range as a result of the interest rate hikes, both in Europe and in the USA. The higher interest rates had a negative impact on mortgage loans, refinancing costs and property markets, with the latter suffering losses in the high single-digit range again this year after a very weak previous year.

Further price developments will remain largely dependent on inflation trends, central bank responses and the economic outlook. A reduction in production volumes by the OPEC cartel and the renewed outbreak of war in the Middle East led to short-term concerns about inflationary trends at the end of the financial year. The conflict appears to be confined to Israel and is not currently expanding any further. However, there remains a risk that the situation will deteriorate.

Fund investment policy report

Over the course of the entire reporting period, the fund held more investments in the market than in the previous year. Standing at 11 % at the beginning of the reporting period, the cash position was gradually reduced and currently amounts to 2 %. Stocks such as Deutsche Telekom were sold at a profit above their acquisition price. The fund continued to focus on real estate assets. Stocks were bought, among others, in PHP, Zillow and Ventas Realty which offer attractive return opportunities in the property sector. The share of real estate stocks in the fund increased from 46 % to 57 % over the accounting year. The fund also bought stocks in other sectors that offer high balance sheet quality and attractive yields, such as Umicore in the commodities sector. In geographical terms, Europe remained the main area of investment, averaging over 50 % and even rising to over 60 % at present. The defensive structure of the fund is reflected in its equity sensitivity (delta).

Still as high as 14 % in November, the delta has since dropped and currently stands at 11 %. In addition, derivatives were used to hedge the currency risk.

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
Convertible bonds		AUD	117,908.13	5.38 %
Convertible bonds		CHF	101,448.26	4.63 %
Convertible bonds		EUR	764,246.60	34.86 %
Convertible bonds		GBP	309,364.69	14.11 %
Convertible bonds		USD	772,929.04	35.25 %
Total Convertible bonds			2,065,896.72	94.23 %
Fixed bonds		EUR	90,447.34	4.13 %
Total Fixed bonds			90,447.34	4.13 %
Total securities			2,156,344.06	98.35 %
Derivative products				
Valuation of forward exchange transactions			-19,011.66	-0.87 %
Total derivative products			-19,011.66	-0.87 %
Bank balances/liabilities				
Bank balances/liabilities in fund currency			45,258.81	2.06 %
Bank balances/liabilities in foreign currency			6,698.03	0.30 %
Total bank balances/liabilities			51,956.84	2.37 %
Accruals and deferrals				
Interest claims (on securities and bank balances)			8,492.04	0.39 %
Total accruals and deferrals			8,492.04	0.39 %
Other items				
Various fees			-5,294.28	-0.24 %
Total other items			-5,294.28	-0.24 %
Total fund assets			2,192,487.00	100.00 %

Portfolio of investments in EUR as of Oct 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	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Convertible bonds		XS1961891220	DEXUS FINANCE PTY LTD DXSAU 2.3 06/19/26	AUD	200,000				98.244000	117,908.13	5.38 %
Convertible bonds		CH0397642775	SWISS PRIME SITE AG SPSNSW 0.325 01/16/25	CHF	100,000				97.157000	101,448.26	4.63 %
Convertible bonds		FR0013457942	ATOS SE ATOPF 0 11/06/24	EUR	100,000				70.950000	70,950.00	3.24 %
Convertible bonds		DE000A2G87D4	DHL GROUP AG DHLGR 0.05 06/30/25	EUR	100,000				93.704000	93,704.00	4.27 %
Convertible bonds		DE000A2DAHU1	FRESENIUS SE & CO KGAA FREGR 0 01/31/24	EUR	100,000				98.621000	98,621.00	4.50 %
Convertible bonds		XS1965536656	GN STORE NORD GNDC 0 05/21/24	EUR	200,000				96.465000	192,930.00	8.80 %
Convertible bonds		DE000A289T23	LEG IMMOBILIEN SE LEGGR 0.4 06/30/28	EUR	100,000				76.595000	76,595.00	3.49 %
Convertible bonds		FR0014002ZE9	NEXITY SA NXIFP 0 7/8 04/19/28	EUR	1,600				36.361000	58,177.60	2.65 %
Convertible bonds		DE000A3E46Y9	TAG IMMOBILIEN AG TEGGR 0 5/8 08/27/26	EUR	100,000				82.441000	82,441.00	3.76 %
Convertible bonds		BE6322623669	UMICORE SA UMIBB 0 06/23/25	EUR	100,000	100,000			90.828000	90,828.00	4.14 %
Convertible bonds		XS2010324585	DERWENT LONDON CAPITAL 3 DLNLN 1 1/2 06/12/25	GBP	100,000				92.247000	105,594.09	4.82 %
Convertible bonds		XS2016141637	PHP FINANCE JERSEY PHPLN 2 7/8 07/15/25	GBP	100,000	100,000			91.916000	105,215.20	4.80 %
Convertible bonds		XS2262952679	SHAFTESBURY CAPITAL PLC CAPCLN 2 03/30/26	GBP	100,000				86.098000	98,555.40	4.50 %
Convertible bonds		FR0013309184	CIE GENERALE DES ESTABLI MLFP 0 11/10/23	USD	200,000	200,000			99.698000	187,764.02	8.56 %
Convertible bonds		US49803XAB91	KITE REALTY GROUP LP KRG 0 3/4 04/01/27	USD	100,000				90.592000	85,307.22	3.89 %
Convertible bonds		US70509VAA89	PEBBLEBROOK HOTEL TRUST PEB 1 3/4 12/15/26	USD	50,000				79.222000	37,300.25	1.70 %
Convertible bonds		US75737FAC23	REDFIN CORP RDFN 0 10/15/25	USD	50,000				80.450000	37,878.43	1.73 %
Convertible bonds		US85571BBA26	STARWOOD PROPERTY TRUST STWD 6 3/4 07/15/27	USD	100,000	100,000			95.740000	90,154.90	4.11 %
Convertible bonds		US866082AA86	SUMMIT HOTEL PROPERTIES INN 1 1/2 02/15/26	USD	100,000				82.710000	77,885.02	3.55 %
Convertible bonds		US92277GAY35	VENTAS REALTY LP VTR 3 3/4 06/01/26	USD	50,000	50,000			97.483000	45,898.11	2.09 %
Convertible bonds		US95041AAB44	WELLTOWER OP LLC WELL 2 3/4 05/15/28	USD	100,000	100,000			101.288000	95,379.26	4.35 %
Convertible bonds		US98954MAH43	ZILLOW GROUP INC Z 2 3/4 05/15/25	USD	50,000	50,000			97.397000	45,857.62	2.09 %
Fixed bonds		DE000A28ZQP7	VONOVIA FINANCE BV ANNGR 0 5/8 07/09/26	EUR	100,000				90.447340	90,447.34	4.13 %
Total licensed securities admitted to trading on the official market or another regulated market										2,086,839.85	95.18 %

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Convertible bonds		US75606DAP69	REALOGY GROUP/CO-ISSUER HOUS 0 1/4 06/15/26	USD	100,000				73.810000	69,504.21	3.17 %
Total licensed securities not admitted to trading on the official market or another regulated market										69,504.21	3.17 %
Total securities										2,156,344.06	98.35 %
FX Forwards			Forward / SOLD AUD / BOUGHT EUR / Raiffeisen Bank International AG	AUD	-196,000				1.666783	-2,077.24	-0.09 %
FX Forwards			Forward / SOLD CHF / BOUGHT EUR / Raiffeisen Bank International AG	CHF	-98,000				0.956743	445.79	0.02 %
FX Forwards			Forward / SOLD GBP / BOUGHT EUR / Raiffeisen Bank International AG	GBP	-270,000				0.874103	6,294.08	0.29 %
FX Forwards			Forward / SOLD USD / BOUGHT EUR / Raiffeisen Bank International AG	USD	-840,000				1.062664	-23,674.29	-1.08 %
Total forward exchange transactions ¹										-19,011.66	-0.87 %
Bank balances/liabilities											
				EUR						45,258.81	2.06 %
				AUD						1,380.98	0.06 %
				CHF						840.22	0.04 %
				GBP						3,800.72	0.17 %
				USD						676.11	0.03 %
Total bank balances/liabilities										51,956.84	2.37 %
Accruals and deferrals											
Interest claims (on securities and bank balances)										8,492.04	0.39 %
Total accruals and deferrals										8,492.04	0.39 %
Other items											
Various fees										-5,294.28	-0.24 %
Total other items										-5,294.28	-0.24 %
Total fund assets										2,192,487.00	100.00 %

ISIN	Income class		Currency	Net asset value per unit	Units in circulation
AT0000A2KUG0	I	income-distributing	EUR	83.68	10,000
AT0000A2KUE5	R	income-distributing	EUR	80.88	5,461,684
AT0000A2KUF2	I	income-retaining	EUR	83.68	20,900,000
AT0000A2KUH8	S	full income-retaining (outside Austria)	EUR	82.82	10,000

Exchange rates

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

Currency		Price (1 EUR =)
Australian Dollars	AUD	1.666450
Swiss Francs	CHF	0.957700
British Pound	GBP	0.873600
US Dollars	USD	1.061950

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
Convertible bonds		XS1466161350	CITIGROUP GLOB MKT FND L C 0 1/2 08/04/23	EUR			100,000
Convertible bonds		XS2470870366	JPMORGAN CHASE FINANCIAL JPM 0 04/29/25	EUR			100,000
Convertible bonds		US41068XAD21	HANNON ARMSTRONG SUSTAIN HASI 0 08/15/23	USD			50,000
Convertible bonds		US48128DAC11	JP MORGAN CHASE BANK NA JPM 0 1/8 01/01/23	USD			100,000

¹ Price gains and losses as of cut-off date.

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
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Remuneration paid to the employees of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. in EUR (financial year 2022 of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.)

Total number of employees	278
Number of risk-bearers	94
Fixed remuneration	26,202,737.91
Variable remuneration (bonuses)	3,326,445.03
Total remuneration for employees	29,529,182.94
of which remuneration for managing directors	1,551,531.28
of which remuneration for managers (risk-bearers)	2,626,366.43
of which remuneration for other risk-bearers	10,559,239.73
of which remuneration for employees in positions of control	225,809.39
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	14,962,946.83

- 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 Dec 01, 2023. 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 Nov 06, 2023. 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.

Remuneration paid to the employees of the contract manager in EUR

The contract manager CONVERTINVEST Financial Services GmbH has published the following information for financial year 2022 regarding the remuneration paid to its employees in EUR:

Total number of employees	11
Fixed remuneration	830,625.60
Variable remuneration (bonuses)	6,694.41
Remuneration paid directly from the fund	0.00
Total remuneration for employees	837,320.01

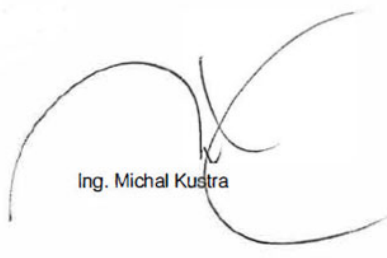
Raiffeisen Kapitalanlage-Gesellschaft m.b.H. complies with the code of conduct for the Austrian investment fund industry 2012.

Vienna, 21 February 2024


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 CONVERTINVEST A.R.S. Fund, consisting of the portfolio of investments as of October 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 October 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 February 2024

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 CONVERTINVEST A.R.S. Fund, 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.

The investment fund invests at least 51 % of the fund assets in the form of directly purchased individual securities, which are not held indirectly through investment funds or derivatives, in convertible bonds (this includes convertible bonds with a residual maturity of up to 397 days) and it applies active return strategies (ARS) during the course of investment.

ESG criteria (environmental, social, governance) are taken into consideration during the investment process.

Investments in individual securities may not be made in issuers who generate a substantial amount of their income from the production, mining, processing or use of coal and other related services, or in companies that manufacture significant components relating to the field of "controversial" weapons (e.g. cluster munitions, chemical weapons, landmines). Furthermore, companies are excluded whose corporate governance fails to meet a certain level of quality. Derivative instruments that may enable or support speculative deals with food commodities are also excluded from purchase. Please see the prospectus (Part II, item 13.1) for more information on the negative criteria.

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

Where appropriate, the fund may purchase units in investment funds whose investment restrictions differ in terms of the investment focus outlined above and the restrictions specified below with regard to investment instruments. This will not affect the fund's compliance with the above investment focus at all times.

Securities

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

Money market instruments

The fund may purchase money market instruments as permitted by law.

Securities and money market instruments

The fund may purchase not fully paid-in securities or money market instruments and subscription rights for such instruments or other not fully paid-in financial instruments.

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 be used as part of the fund's investment strategy for up to 49 % of the fund assets (calculated on the basis of market prices) and 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.

The overall risk for derivative instruments which are not held for hedging purposes is limited to 100 % of the overall net value of the fund assets.

Sight deposits or deposits at notice

Sight deposits and deposits at notice with terms not exceeding 12 months may amount to up to 49 % of the fund assets. No minimum bank balance is required.

Within the scope of restructuring of the fund portfolio and/or a justified assumption of impending losses for securities and/or money market instruments, the investment fund may hold a lower proportion of securities and/or money market instruments 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 3.50 % 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 November 1 to October 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 January 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 January 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 January 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 as of the payment date the unit certificates are only 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. January 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 2 % of the fund assets that is calculated, recorded and deducted monthly on the basis of the respective fund assets for each calendar day.

Additionally, a variable management fee may be calculated quarterly on the basis of the accounting year for all or certain unit classes in accordance with the prospectus.

Subject to a “high water mark”, this variable performance fee will not exceed 15 % of the amount by which the fund’s performance exceeds the 1.05 % performance mark in the respective financial year. The “high water mark” corresponds to the unit value as of the end of the quarter for which a variable performance fee was most recently paid out. No variable performance-related fee will be paid in case of a performance which falls short of the “high water mark”.

The variable performance fee is recorded daily on the basis of the average fund volume or affected unit class volume - relating to the period from the start of the quarter to the corresponding cut-off date - and has an income effect in respect of the net asset value calculated each day. During the quarter, items will be credited to and debited from an amortization account in accordance with the fund’s performance; the total debit items may not exceed the total credit items. The method developed by OeKB (Österreichische Kontrollbank AG) is used for the net asset value and performance calculation. This method assumes reinvestment of any payments or distributions. The fund makes a quarterly variable performance fee payment, upon expiry of each quarter of an accounting year, as of the end of the following month, with an effect on liquidity.

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

Following the departure of the United Kingdom of Great Britain and Northern Ireland (UK) from the EU and the loss of its status as an EEA member state, the stock exchanges / regulated markets located there have lost their status as EEA stock exchanges / regulated markets. Since this time, 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 |

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.

3.6.	Hong Kong:	Hong Kong Stock Exchange
3.7.	India:	Mumbai
3.8.	Indonesia:	Jakarta
3.9.	Israel:	Tel Aviv
3.10.	Japan:	Tokyo, Osaka, Nagoya, 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 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 (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)
5.12.	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)

Product name:

CONVERTINVEST A.R.S. Fund

Legal entity identifier: 52990019C2D27EUR4F54

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
<p><input type="checkbox"/> It made sustainable investments with an environmental objective: ___ %</p> <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 <p><input type="checkbox"/> It made sustainable investments with a social objective: ___ %</p>	<p><input 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 ___ % of sustainable investments</p> <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 type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with a social objective <p><input checked="" type="checkbox"/> It promoted E/S characteristics, but did not make any sustainable investments.</p>

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

The fund took environmental or social characteristics into consideration for investment.

The three pillars of sustainability stand for environment (E), social (S) and responsible corporate governance (G) and formed the basis of every investment decision. In particular, respect for human rights and the fight against corruption and bribery, as well as climate and other environmental indicators, were taken into account. At different levels of analysis, sustainable analysis was integrated into the fundamental, financial analysis of the company.

This promoted sustainability on a broad basis. 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 hperform?**
The MSCI ESG Score is used as a sustainability indicator. The management company avails itself of the services of the research provider MSCI ESG Research Inc. in matters of sustainability. In this, aspects of ESG risk and the related risk management system of the company/country in question are assessed in particular on the basis of key sustainability performance indicators (KPIs). The assessment results in the so-called MSCI ESG Score, which is measured on a scale of 0 to 10. The assessment also takes into account the relevant sector. "

At the end of the accounting year the MSCI ESG Score was: 7.51

- **...and compared to previous periods?**
As of 30.9.2022: MSCI ESG Score was: 6.3
- **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**
In the past accounting year, the Fund has taken into account environmental and social characteristics but has not aimed at sustainable investment.

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.

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 principal adverse impacts of investment decisions on sustainability factors were considered through the negative criteria, through the integration of ESG research into the investment process (ESG score), 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 is used with companies in the form of corporate dialogue so as to reduce adverse sustainability impacts.

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



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.

Companies		Negative criteria	Positive criteria
Environment	Greenhouse gas emissions		✓
	Activities with adverse impacts on areas with protected biodiversity		✓
	Water (pollution, consumption)		✓
	Air quality		✓
	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
XS1965536656	GN STORE NORD GNDC 0 05/21/24	Communications	8.49	Denmark
FR0013309184	CIE GENERALE DES ESTABLI MLFP 0 11/10/23	Consumer, Cyclical	8.21	France
XS1961891220	DEXUS FINANCE PTY LTD DXSAU 2.3 06/19/26	Financial	5.40	Australia
XS2470870366	JPMORGAN CHASE FINANCIAL JPM 0 04/29/25	Financial	4.90	United States
XS2016141637	PHP FINANCE JERSEY PHPLN 2 7/8 07/15/25	Financial	4.78	Jersey Island
XS2010324585	DERWENT LONDON CAPITAL 3 DLNLN 1 1/2 06/12/25	Financial	4.77	Jersey Island
XS1466161350	CITIGROUP GLOB MKT FND L C 0 1/2 08/04/23	Financial	4.57	Luxembourg
XS2262952679	SHAFTESBURY CAPITAL PLC CAPCLN 2 03/30/26	Financial	4.49	United Kingdom

The list includes the investments constituting **the greatest proportion of investments** of the financial product during the reference period which is:
Nov 1, 2022 - Oct 31, 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.

What was the asset allocation?

The values given below refer to the end of the abbreviated accounting year.

Asset allocation describes the share of investments in specific assets..

At the end of the reporting period 98.3% 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?"). 1.7% 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?").



#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.

● **In which economic sectors were the investments made?**

Investment structure	Proportion Fund in %
Financials	63.09
Communication	10.92
Industrials	4.28
Consumer, cyclical	8.56
Consumer, non-cyclical	4.50
Materials	4.14
Sonstige / Others	4.51
Gesamt / Total	100.00

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 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.

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy ¹?**

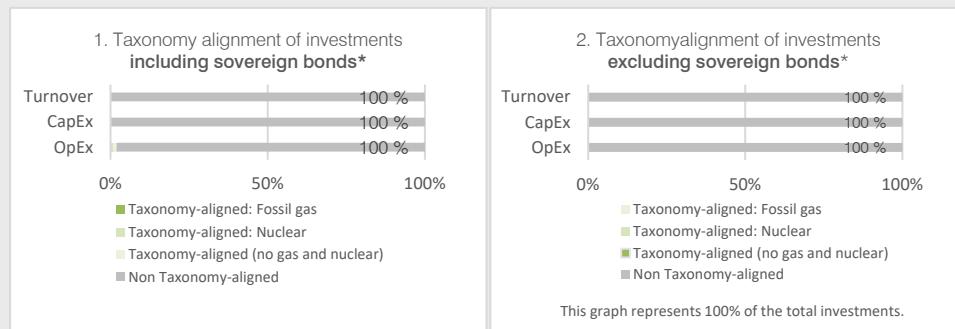
- Yes:
- In fossil gas In nuclear energy
- No.
- Not applicable

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.

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 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 percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Within 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.

 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?**

In the past accounting year, the Fund did not pursue a sustainable objective with an environmental goal that is not aligned with the EU Taxonomy Regulation.

 **What was the share of socially sustainable investments?**

In the past accounting year, the Fund did not pursue a social sustainable objective.

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.



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

Investments that were not aligned with environmental or social characteristics were sight deposits. Sight deposits are not subject to the sustainability criteria of the investment strategy and were primarily used for liquidity management. Accruals and deferrals were 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.

The implementation of the investment strategy included binding negative criteria. The ESG assessment of the securities was included in the composition of the portfolio. Furthermore, compliance with the investment criteria of the Italian Bishops' Conference in its current version was confirmed by Nummus.Info with the certificate of conformity dated 6.12.2022 and valid for one year.

The delegated manager has opted out of an engagement policy.

Appendix

Imprint

Publisher:

Raiffeisen Kapitalanlage-Gesellschaft m.b.H.

Mooslackengasse 12, A-1190 Vienna

Responsible for contents:

Raiffeisen Kapitalanlage-Gesellschaft m.b.H.

Mooslackengasse 12, A-1190 Vienna

Copyright by publisher, dispatch location: Vienna

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