

CAPITAL MANAGEMENT COMPANY:



GLS Bank Klimafonds

ANNUAL REPORT

AS AT 31 JULY 2021

CUSTODIAN:



ADVISOR AND DISTRIBUTOR:



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Activity report for the reporting period from 01 August 2020 to 31 July 2021

Investment objectives and investment policy to achieve the investment objectives

The Fund predominantly invests in shares and bonds of domestic and foreign companies and states that prove to be particularly climate-friendly. For one thing, this is based on the investment and financing principles of GLS Gemeinschaftsbank e.G. Both exclusion criteria and positive criteria are taken into account. The titles are selected in a multidimensional, integrated selection process. Only values that match the sustainability concept of GLS Gemeinschaftsbank in the three dimensions – human, ecological and economic – are included in the GLS investment universe. The Fund particularly invests in companies from this selection that have a high level of climate transparency, are characterised by low CO2 emissions for their business segment or have set a good climate strategy and savings targets. Countries taking increased measures to promote climate change are also taken into special account for the investments.

GLS Sustainability Concept

The working principles of GLS Bank are founded on respect for the diversity of life and nature and concern for the peaceful coexistence of all cultures based on individual freedom and responsibility. The preservation and development of livelihoods are necessary prerequisites, and economic profit is a consequence of their actions.

A clear social and ecological list of criteria – set out in the investment and financing principles – applies to the investment business. These principles include both strict exclusion criteria and positive criteria, with particular emphasis placed on the latter. Companies with a particularly sustainable core business are selected deliberately. The team of financial specialists then assesses the economic sustainability of the companies. This is to ensure that the Fund only invests in securities that meet the requirements of the fund management with regard to sustainability criteria. The main focus is on long-term investments in the companies selected on the basis of these criteria. The holistic approach always concerns both the business area as well as the company's practices.

Climate impact, climate transparency & carbon footprint

The activities of GLS Bank Klimafonds form part of GLS Bank's commitment to curbing climate change. For this reason, the investments include meeting the UN's Sustainable Development Goals (SDGs), in particular goals 7 "Affordable and clean energy" and 13 "Climate action".

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GLS Bank developed additional positive criteria for the Fund which take account of the responsibility and efforts of individual companies in relation to climate protection. The securities are assessed on the basis of their

- Greenhouse gas transparency
- Climate strategy and objectives
- Product responsibility
- Savings
- Participation in climate agreements or
- Programmes to promote climate protection.

Selection process

The selection of individual securities is carried out as part of a multi-dimensional, integrated selection process with two key steps: The GLS Investment Committee, comprised of internal and external specialists, sets the social and environmental criteria and selects companies and countries that meet them. Rigid, mechanical valuation systems are replaced by case-by-case decisions.

In a second step, a team of financial specialists reviews and assesses the economic sustainability of the companies, thereby defining the GLS sustainability universe. This only includes securities that meet GLS Bank's understanding of sustainability in all three ways – human, ecological and economic.

If a company touches on the exclusion criteria, the in-house research team first seeks a dialogue and begins a process of engagement.

Exclusion criteria (extracts)

GLS Bank does not invest in companies and industries that violate the criteria defined below:

Controversial business areas

- Nuclear energy
- Coal energy
- Biocides and pesticides
- Genetic engineering in agriculture
- Mass organochlorinated products
- Intensive livestock farming

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Controversial business practices

- Violation of human rights
- Violation of fundamental and labour rights
- Animal testing
- Controversial environmental behaviour
- Controversial economic practices

Positive criteria (extracts)

GLS Bank favours investments in companies and industries that meet the criteria defined below:

Business sectors

- Renewable Energies
- Food, Sustainable Agriculture and Forestry
- Living
- Education & Culture
- Social Issues & Health
- Financial Services, Development and Microfinance
- Mobility
- Sustainable economy

Corporate governance

- Sustainable corporate policy
- Social responsibility
- Resource-conserving operations management
- Development policy goals
- Product responsibility

Continuous monitoring

The GLS investment universe is subject to constant monitoring by GLS research-team analysts. In addition, GLS Bank publishes its own investments on its homepage.

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Structure of the portfolio and significant changes during the reporting period

Fund structure

	31/07/2021		31/07/2020	
	Market value	% share	Market value	% share
	Fund assets		Fund assets	
Bonds	126,004,697.43	58.37	68,212,891.91	63.65
Equities	69,552,571.40	32.22	30,040,304.83	28.04
Bank balances	20,272,931.61	9.39	8,840,695.50	8.25
Interest and dividend claims	572,827.62	0.27	337,595.70	0.32
Other receivables/liabilities	-531,328.80	-0.25	-280,103.29	-0.26
Fund assets	215,871,699.26	100.00	107,151,384.65	100.00

In the financial year from 01/08/2020 to 31/07/2021, GLS Bank Klimafonds recorded an increase in fund assets from EUR 107.2 million initially to EUR 215.9 million by the end of the financial year. On the one hand, the increase in fund assets is due to a positive net cash inflow and, on the other, due to a positive development of the securities contained in the Fund. The increase in fund assets is particularly remarkable in light of that fact that the Fund started with fund assets of EUR 10.0 million at the time the investment was made. While the value of unit class A increased by +12.25% in the reporting period, unit class B grew by +12.52%. Asset class E, which was launched on 01/12/2020, rose by 4.46%. Net cash flow was EUR +72.9 million for unit class A, EUR +17.0 million for unit class B and EUR +3.3 million for unit class E. The minimum allocation of 51% in shares and bonds with a high level of climate transparency already achieved in the previous financial year was also achieved in the past financial year that ended on 31/07/2021. The percentage of equities increased from 28.04% as at 01/08/2020 to 32.22% as at 31/07/2021. The percentage of bonds in the Fund assets decreased from 63.65% as at 01/08/2020 to 58.37% as at 31/07/2021.

At the end of the financial year, the geographical investment focus of GLS Bank Klimafonds was on both equities and bonds in Europe. While the Federal Republic of Germany is a priority country for investments in the equity component, France is the priority country for investments in the bond component. For example, by the end of the financial year, 17.33% of the equity volume held in the Fund had been invested in equities issued by companies based in the Federal Republic of Germany and 16.42% of the bond volume had been invested in bonds issued by companies based in France.

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In the past financial year, the percentage of fund assets invested in shares constantly ranged between 28% and 34%. By the end of the financial year, the investment focus of the equity portion of the portfolio of GLS Bank Klimafonds was on the industrial sectors of Energy, Machine Construction & Electrical Engineering and Mobility & Transport. The Energy sector included companies that focus on generating renewable energies, as well as suppliers such as wind turbine manufacturers. By contrast, a wide range of industrial companies are listed within the Machine Construction & Electrical Engineering sector. These include, for example, the areas of lighting systems, semiconductors and lift systems which meet the extraordinarily high sustainability standards of GLS Bank. Mobility & Transport industry companies included railway operators and rail transport suppliers, along with bicycle manufacturers.

Bond investments made in the Fund amounted to between 57% and 65% of the fund assets for the entire previous financial year. The proportion was 58.37% by the end of the financial year. Most of this was invested in bonds with a residual maturity of between three and ten years. By 31/07/2021, 89.36% of the portfolio of bonds in the fund or 52.37% of the fund assets were invested in bonds which – in line with the investment policy – were awarded a credit rating by rating agencies in the "Investment Grade" range. The proportion of bonds with an "AAA" credit rating – the highest possible rating on the scale of global rating agencies – was 14.54% of the bond portfolio and 8.52% of the fund assets respectively. By the end of the financial year, the bond portfolio was quoted as being 95.24% of the portfolio in EUR. Foreign currency bonds were securities quoted in USD, SEK, NOK or CAD. In line with its investment policy, a substantial part of the bond portfolio consisted of "Green Bonds" by the end of the financial year. The percentage of this bond class, whose issue proceeds are used exclusively for environmentally friendly projects in line with its issue conditions, amounted to 38.13% of the fund assets and 65.32% of the bond portfolio by 31/07/2021. As part of the "Green Bonds" issue process, the investment targets are often assigned to the goals of sustainable development at the United Nations and an external rating agency is commissioned to provide a second opinion.

Capital market performance in the second half of 2020 was marked by a significant recovery from the economic consequences of the Covid-19 pandemic. In addition to fiscal and monetary policy measures, progress in developing a vaccine against Covid-19 propped up the market. The positive momentum was evident in consumers' and companies' assessments of the economic situation in Germany and the Eurozone. While equity prices initially trended sideways in the third and fourth quarters of 2020 due to economic uncertainty, equity markets rose sharply with reports of highly effective vaccines in early November and continued to perform very well with the subsequent announcements of vaccine campaigns.

The victory of Joe Biden in the US presidential elections and the economic stimulus package announced in late December faded into the background in light of the vaccine news. In its November and December meetings, the US Federal Reserve confirmed this supporting message and stated that it would continue quantitative easing at its current level and leave the key interest rate in the range of 0.00 to 0.25%. The European Central Bank continued to pursue a similarly expansive policy and also maintained the low-interest-rate environment and expanded its Pandemic Emergency Purchase Programme ("PEPP"). On the bond markets, the economic recovery led to different developments and the yields on government bonds varied in some cases. The United States of America recorded a gradual rebound in yields on 10-year government bonds, from a low of 0.51% in August to over 0.9% as at the end of 2020. In contrast, the yield for 10-year German government bonds initially fell by just under five basis points from August to the end of the year. Capital markets closed the calendar year positively from an investor's point of view and, driven by the prospect of a strong economic recovery and a return to normal in 2021, have already reached or exceeded some pre-crisis levels. The equity indices of the United States of America, the eurozone and Germany achieved double-digit gains in the second half of 2020.

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The first half of 2021 started with a boost thanks to the introduction of the Covid-19 vaccine. Concerns about inflation and the prospect of a potential tightening of the US Federal Reserve's monetary policy did, however, become increasingly burdensome. These concerns were largely overlooked by investors during the first half of the year and allayed by the expectation that inflation will only be temporary. Bond yields rose significantly in the first quarter of 2021 as Covid-19 vaccines continued to make significant progress, particularly in the United States of America and Great Britain, and the markets expected wide-ranging economic stimulus measures in the US. Global equity markets were likewise able to continue their upward trend. Among the economic players, there was a significant improvement in assessments of the economic situation and future expectations, which was also reflected in the macroeconomic figures. Volatility on the equity markets continued to decline over the course of the year. This was demonstrated by the 90-day moving average of the Volatility Index of the Euro Stoxx 50, which fell from just under 25 points at the beginning of 2021 to 19 points as at 31 July 2021. At the same time, corporate profits rose across the board, albeit with varying degrees and dynamics, depending on the industrial sector. Corporate profits were surprisingly positive and largely exceeded expectations. Equity indices climbed to new all-time highs towards the end of the financial year whereas the number of Covid-19 cases continued to rise due to the prevalent Delta variant. The global spread, vaccine progress and measures to combat the pandemic varied globally and were moving in very different directions in the respective countries and regions. A significant upturn was then expected for the second half of 2021 and a continued positive trend in macroeconomic activity for the 2022 calendar year.

Material risks

General market price risks

The price or market performance of financial products depends in particular on the development of the capital markets, which in turn is influenced by the general shape of the global economy, and the economic and political conditions in the respective countries. The general development of securities prices, especially on a stock exchange, can also be affected by irrational factors, such as moods, opinions, and rumours. Developments resulting from the COVID-19 pandemic were at that time a particular aspect of uncertainty in terms of price or market value developments.

Risk of interest rate change

Investment in fixed-income securities is associated with the possibility that the market interest rate level existing at the time a security is issued may change. As a rule, the prices of fixed-interest securities fall when market interest rates rise above the interest rates at the time of acquisition. Similarly, if the market interest rate falls, the prices of fixed-interest securities rise. These price changes cause the current yield on fixed-interest securities to correspond approximately to the current market interest rate. The size of these price performances differs, however, according to the maturity of the fixed-interest securities. Fixed-interest securities with shorter maturities have less interest rate change/price risk than fixed-interest securities with longer maturities.

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Default risks/issuer risks

Risk of counterparty default. The investment fund can suffer losses from the default of an issuer or counterparty. Issuer risk describes the effect of particular developments at the issuer, which affect the price of a security separately from the general tendencies in the capital markets. Even when the utmost care is exercised in selecting the securities, losses due to the financial collapse of issuers cannot be ruled out. Counterparty risk includes the risk that a party to a mutual agreement will default on the claim, in whole or in part. This applies to all contracts entered into for the account of the Investment Fund.

Credit risks

In the case of bonds, a debtor's rating may change. Depending on whether the credit rating rises or falls, the price of the security may change.

Equity risks

The purchase of shares may involve special market risks and corporate risks. The value of equities does not always reflect the actual value of the company. There may therefore be large and rapid fluctuations in these values if market conditions and the assessments of market participants regarding the value of these investments change. In addition, the rights from equities are always satisfied subordinate to the claims of all creditors of the issuer. Equities are therefore generally subject to greater fluctuations in value than, for example, fixed-income securities.

Currency risks

If assets in an Investment Fund are invested in currencies other than the Fund currency, the Investment Fund receives income, repayments and proceeds from such investments in that currency. If the value of this currency falls compared to the Fund currency, the value of the Investment Fund is reduced.

Fund net income

The main sources of positive disposal gains during the reporting period were realised gains on foreign equities.

Performance in the reporting period (1 August 2020 to 31 July 2021)¹

Unit class A: +12.25%

Unit class B: +12.52%

Unit class E: +4.46% (from 1 December 2020)

¹In-house calculations using the BVI method (not including issuing surcharges). Past performance is no indicator of future performance. Future performance cannot be predicted.

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Balance sheet as at 31/07/2021

Investment focus	Daily value in EUR	% of fund assets
I. Assets	216,412,680.34	100.25
1. Equities	69,552,571.40	32.22
Federal Republic of Germany	12,054,428.20	5.58
Canada	4,502,859.97	2.09
Denmark	2,001,398.17	0.93
Finland	1,256,760.00	0.58
France	2,676,252.50	1.24
Great Britain	1,830,937.02	0.85
Hong Kong	512,811.71	0.24
Ireland	951,400.00	0.44
Italy	1,919,080.00	0.89
Japan	5,887,362.63	2.73
Luxembourg	1,986,000.00	0.92
Netherlands	7,145,570.00	3.31
Norway	6,000,520.32	2.78
Austria	1,523,200.00	0.71
Sweden	5,938,157.97	2.75
Switzerland	1,390,636.63	0.64
Spain	2,829,075.00	1.31
USA	9,146,121.28	4.24
2. Bonds	126,004,697.43	58.37
<1 year	606,060.00	0.28
>=1 year to <3 years	17,197,881.51	7.97
>=3 years to <5 years	23,308,276.44	10.80
>=5 years to <10 years	67,743,243.48	31.38
>=10 years	17,149,236.00	7.94
3. Bank balances	20,272,931.61	9.39
4. Other assets	582,479.90	0.27

Balance sheet as at 31/07/2021

Investment focus	Daily value in EUR	% of fund assets
II. Liabilities	-540,981.08	-0.25
III. Fund assets	215,871,699.26	100.00

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Statement of assets as at 31/07/2021

Class description	ISIN	Market	Units or Currency in ,000	Holdings 31/07/2021	Purchases/ Additions during the reporting period	Sales/ Disposals	Price	Market value in EUR	% of the Fund assets
							EUR	195,557,268.83	90.59
Portfolio holdings									
							EUR	179,860,726.45	83.32
Exchange-traded securities									
							EUR	65,493,150.63	30.34
Equities									
BCE Inc. Registered Shares new o.N.	CA05534B7604		Units	30,000	6,000	0 CAD	62.270	1,262,229.73	0.58
Boralex Inc. Registered Shares Class A o.N.	CA09950M3003		Units	60,000	30,000	10,000 CAD	39.270	1,592,027.03	0.74
Innergex Renewable Energy Inc. Registered Shares o.N.	CA45790B1040		Units	70,000	35,000	0 CAD	21.750	1,028,716.22	0.48
Geberit AG Nam.-Akt. (Dispost.) SF -,10	CH0030170408		Units	1,100	0	0 CHF	743.800	761,522.71	0.35
Stadler Rail AG Namens-Aktien SF 0,20	CH0002178181		Units	17,000	4,000	0 CHF	39.760	629,113.92	0.29
Rockwool International A/S Navne-Aktier B DK 10	DK0010219153		Units	1,000	0	0 DKK	3,327.000	447,279.62	0.21
Vestas Wind Systems AS Navne-Aktier DK -,20	DK0061539921		Units	50,000	50,000	0 DKK	231.200	1,554,118.55	0.72
7C Solarparken AG Inhaber-Aktien o.N.	DE000A11QW68		Units	277,139	47,139	0 EUR	3.800	1,053,128.20	0.49
Accell Group N.V. Aandelen aan toonder EO -,01	NL0009767532		Units	33,000	14,000	0 EUR	41.750	1,377,750.00	0.64
Alfen N.V. Registered Shares EO -,10	NL0012817175		Units	26,000	3,000	0 EUR	85.000	2,210,000.00	1.02
Alstom S.A. Actions Port. EO 7	FR0010220475		Units	40,000	29,000	0 EUR	34.960	1,398,400.00	0.65
ASML Holding N.V. Aandelen op naam EO -,09	NL0010273215		Units	3,500	500	0 EUR	639.000	2,236,500.00	1.04
BEFESA S.A. Actions o.N.	LU1704650164		Units	30,000	12,000	0 EUR	66.200	1,986,000.00	0.92
Compleo Charging Solutions AG Inhaber-Aktien o.N.	DE000A2QDNX9		Units	14,500	14,500	0 EUR	101.000	1,464,500.00	0.68
Deutsche Telekom AG Namens-Aktien o.N.	DE0005557508		Units	110,000	75,000	0 EUR	17.506	1,925,660.00	0.89
EDP Renováveis S.A. Acciones Port. EO 5	ES0127797019		Units	120,000	60,000	0 EUR	19.800	2,376,000.00	1.10
ENCAVIS AG Inhaber-Aktien o.N.	DE0006095003		Units	100,000	10,000	6,576 EUR	15.430	1,543,000.00	0.71
ERG S.p.A. Azioni nom. EO 0,10	IT0001157020		Units	55,000	35,000	0 EUR	26.360	1,449,800.00	0.67
Getlink SE Actions Port. EO -,40	FR0010533075		Units	20,000	0	0 EUR	13.505	270,100.00	0.13
Jungheinrich AG Inhaber-Vorzugsakt.o.St.o.N.	DE0006219934		Units	22,000	7,000	0 EUR	46.400	1,020,800.00	0.47
Knorr-Bremse AG Inhaber-Aktien o.N.	DE000KBX1006		Units	11,000	8,000	0 EUR	95.600	1,051,600.00	0.49
KONE Oyj Registered Shares Cl.B o.N.	FI0009013403		Units	18,000	18,000	0 EUR	69.820	1,256,760.00	0.58
Legrand S.A. Actions au Port. EO 4	FR0010307819		Units	7,000	2,000	0 EUR	94.920	664,440.00	0.31
Lenzing AG Inhaber-Aktien o.N.	AT0000644505		Units	14,000	5,000	0 EUR	108.800	1,523,200.00	0.71
NEOEN S.A. Actions Port. EO 2	FR0011675362		Units	9,375	1,875	0 EUR	36.620	343,312.50	0.16
Signify N.V. Registered Shares EO -,01	NL0011821392		Units	28,000	11,000	0 EUR	47.190	1,321,320.00	0.61
SMA Solar Technology AG Inhaber-Aktien o.N.	DE000A0DJ6J9		Units	10,000	5,000	0 EUR	44.160	441,600.00	0.20
Smurfit Kappa Group PLC Registered Shares EO -,001	IE00B1RR8406		Units	20,000	0	0 EUR	47.570	951,400.00	0.44

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Talgo S.A. Acciones Nom. EO -,301	ES0105065009		Units	105,000	45,000	0 EUR	4.315	453,075.00	0.21
Terna Rete Elettrica Nazio.SpA Azioni nom. EO -,22	IT0003242622		Units	70,000	0	0 EUR	6.704	469,280.00	0.22
Vossloh AG Inhaber-Aktien o.N.	DE0007667107		Units	26,000	26,000	0 EUR	42.450	1,103,700.00	0.51
Kingfisher PLC Reg. Shares LS -,157142857	GB0033195214		Units	90,000	0	0 GBP	3.684	388,835.46	0.18
Mondi PLC Registered Shares EO -,20	GB00B1CRLC47		Units	28,000	0	0 GBP	19.960	655,423.95	0.30
Renewi PLC Registered Shares LS 1,	GB00BNR4T868		Units	130,000	130,000	0 GBP	5.160	786,677.61	0.36
MTR Corporation Ltd. Registered Shares o.N.	HK0066009694		Units	102,608	2,608	0 HKD	46.050	512,811.71	0.24
Central Japan Railway Co. Registered Shares o.N.	JP3566800003		Units	8,000	4,000	0 JPY	15,855.000	974,890.65	0.45
East Japan Railway Co. Registered Shares o.N.	JP3783600004		Units	13,000	3,000	0 JPY	7,280.000	727,401.85	0.34
Konica Minolta Inc. Registered Shares o.N.	JP3300600008		Units	30,000	0	0 JPY	560.000	129,124.59	0.06
Kurita Water Industries Ltd. Registered Shares o.N.	JP3270000007		Units	35,000	0	0 JPY	5,300.000	1,425,750.67	0.66
Sekisui House Ltd. Registered Shares o.N.	JP3420600003		Units	25,000	0	0 JPY	2,160.500	415,139.40	0.19
Shimano Inc. Registered Shares o.N.	JP3358000002		Units	3,000	0	0 JPY	27,950.000	644,470.05	0.30
Takeda Pharmaceutical Co. Ltd. Registered Shares o.N.	JP3463000004		Units	33,000	33,000	0 JPY	3,682.000	933,893.59	0.43
West Japan Railway Co. Registered Shares o.N.	JP3659000008		Units	14,000	2,000	0 JPY	5,917.000	636,691.83	0.29
Borregaard ASA Navne-Aksjer o.N.	NO0010657505		Units	85,000	85,000	0 NOK	230.000	1,866,455.36	0.86
Scatec ASA Navne-Aksjer NK -,02	NO0010715139		Units	115,000	65,000	25,000 NOK	189.950	2,085,489.38	0.97
Schibsted ASA Navne-Aksjer A NK -,50	NO0003028904		Units	24,000	8,000	4,000 NOK	468.400	1,073,245.25	0.50
Tomra Systems ASA Navne-Aksjer NK 1	NO0005668905		Units	20,000	15,000	10,000 NOK	510.800	975,330.33	0.45
Arise AB Namn-Aktier o.N.	SE0002095604		Units	120,000	120,000	0 SEK	41.950	493,442.33	0.23
Electrolux, AB Namn-Aktier B SK 5	SE0000103814		Units	20,000	0	18,000 SEK	225.800	442,666.98	0.21
JM AB Namn-Aktier o.N.	SE0000806994		Units	32,000	20,000	0 SEK	304.000	953,557.22	0.44
K2A Knaust & Andersson Fastigh Namn-Aktier B o.N.	SE0010520254		Units	18,781	0	0 SEK	300.000	552,284.89	0.26
Svenska Cellulosa AB Namn-Aktier B (fria) SK 10	SE0000112724		Units	40,000	0	20,000 SEK	160.000	627,340.27	0.29
Telefonaktiebolaget L.M.Erics. Namn-Aktier B (fria) o.N.	SE0000108656		Units	130,000	60,000	0 SEK	98.870	1,259,885.51	0.58
Baxter International Inc. Registered Shares DL 1	US0718131099		Units	20,000	13,500	0 USD	77.350	1,304,714.51	0.60
Biogen Inc. Registered Shares DL-,0005	US09062X1037		Units	1,200	0	0 USD	326.730	330,670.49	0.15
First Solar Inc. Registered Shares DL -,001	US3364331070		Units	14,500	0	0 USD	86.040	1,052,188.58	0.49
Interface Inc. Registered Shares DL -,10	US4586653044		Units	13,000	0	0 USD	14.420	158,100.70	0.07
Intuit Inc. Registered Shares DL -,01	US4612021034		Units	4,000	4,000	0 USD	529.970	1,787,872.14	0.83
Itron Inc. Registered Shares o.N.	US4657411066		Units	19,000	13,000	0 USD	98.620	1,580,315.43	0.73
Ormat Technologies Inc. Registered Shares DL -,001	US6866881021		Units	9,000	4,000	3,000 USD	69.740	529,358.19	0.25
Owens Corning (New) Registered Shares DL -,01	US6907421019		Units	18,000	8,000	0 USD	96.160	1,459,795.90	0.68
SunOpta Inc. Registered Shares o.N.	CA8676EP1086		Units	70,000	30,000	0 USD	10.500	619,886.99	0.29
Sunrun Inc. Registered Shares DL -,0001	US86771W1053		Units	12,000	12,000	0 USD	52.970	536,088.39	0.25
Xerox Holdings Corp. Registered Shares DL 1	US98421M1062		Units	20,000	0	0 USD	24.130	407,016.95	0.19

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Class description	ISIN	Market	Units or Currency in ,000	Holdings 31/07/2021	Purchases/ Additions during the reporting period	Sales/ Disposals	Price	Market value in EUR	% of the Fund assets
							EUR	114,367,575.82	52.98
0,2500 % ACEA S.p.A. EO-Medium-Term Nts 2021(21/30)	XS2292487076		EUR	2,000	2,000	0 %	99.556	1,991,120.00	0.92
1,6250 % Alliander N.V. EO-FLR Securit. 2018(25/Und.)	XS1757377400		EUR	600	0	0 %	104.682	628,092.00	0.29
0,2500 % Alstom S.A. EO-Notes 2019(19/26)	FR0013453040		EUR	2,000	0	0 %	101.352	2,027,040.00	0.94
0,4000 % Baxter International Inc. EO-Notes 2019(19/24)	XS1998215393		EUR	700	0	0 %	102.006	714,042.00	0.33
1,3000 % Baxter International Inc. EO-Notes 2019(19/29)	XS1998215559		EUR	800	500	0 %	108.876	871,008.00	0.40
0,6250 % Bayer.Landesbodenkreditanstalt Inh.-Schv.v.2017(2027)	DE000A0Z1UQ7		EUR	1,500	0	0 %	105.943	1,589,145.00	0.74
0,1250 % Berlin Hyp AG Hyp.-Pfandbr. v.17(23) Ser.201	DE000BHY0GH2		EUR	1,000	0	0 %	101.464	1,014,640.00	0.47
0,3750 % Berlin Hyp AG Inh.-Schv. v.21(31)	DE000BHY0SL9		EUR	1,800	1,800	0 %	102.641	1,847,538.00	0.86
1,1250 % Berlin Hyp AG Inh.-Schv.Ser.114 v.17(27)	DE000BHY0GS9		EUR	1,200	0	0 %	106.706	1,280,472.00	0.59
0,2000 % BNG Bank N.V. EO-Med.-Term Notes 2017(24)	XS1715325665		EUR	1,000	0	0 %	102.331	1,023,310.00	0.47
1,7730 % Comunidad Autónoma de Madrid EO-Obl. 2018(28)	ES0000101875		EUR	1,500	0	0 %	112.123	1,681,845.00	0.78
0,1250 % Council of Europe Developm.Bk EO-Medium-Term Notes 2017(24)	XS1594302868		EUR	1,000	0	0 %	101.887	1,018,870.00	0.47
1,8750 % Covivio S.A. EO-Notes 2016(16/26)	FR0013170834		EUR	1,500	500	0 %	109.786	1,646,790.00	0.76
0,3750 % De Volksbank N.V. EO-Preferred MTN 2021(27/28)	XS2308298962		EUR	2,000	2,000	0 %	100.329	2,006,580.00	0.93
1,2500 % Deutsche Bahn Finance GmbH EO-Medium-Term Notes 2015(25)	XS1309518998		EUR	500	0	0 %	106.876	534,380.00	0.25
0,7500 % Deutsche Kreditbank AG Inh.-Schv. v.2017(2024)	DE000GRN0016		EUR	500	0	0 %	102.997	514,985.00	0.24
2,0000 % Deutsche Telekom Intl Fin.B.V. EO-Medium-Term Notes 2018(29)	XS1828033834		EUR	2,500	1,000	0 %	115.729	2,893,225.00	1.34
0,6250 % DNB Boligkreditt A.S. EO-Mortg. Covered MTN 2018(25)	XS1839888754		EUR	2,000	0	0 %	104.098	2,081,960.00	0.96
1,1250 % Elisa Oyj EO-Medium-Term Nts 2019(25/26)	XS1953833750		EUR	1,000	0	0 %	105.691	1,056,910.00	0.49
0,2500 % Elisa Oyj EO-Medium-Term Nts 2020(27/27)	XS2230266301		EUR	500	500	0 %	101.482	507,410.00	0.24
0,6250 % Enxsis Holding N.V. EO-Medium-Term Nts 2020(20/32)	XS2190255211		EUR	2,000	1,000	0 %	104.328	2,086,560.00	0.97
1,8750 % ERG S.p.A. EO-Med.-T. Nts 2019(19/25)	XS1981060624		EUR	1,000	0	0 %	106.642	1,066,420.00	0.49
0,5000 % ERG S.p.A. EO-Med.-T. Nts 2020(20/27)	XS2229434852		EUR	1,600	1,600	0 %	101.271	1,620,336.00	0.75
0,2500 % EUROFIMA EO-Medium-Term Notes 2018(24)	XS1919899960		EUR	1,500	0	0 %	101.783	1,526,745.00	0.71
0,1500 % EUROFIMA EO-Medium-Term Notes 2019(34)	XS2055744689		EUR	2,000	2,000	0 %	98.927	1,978,540.00	0.92
0,8750 % Ferrovie dello Stato Ital.SpA EO-Medium-Term Notes 2017(23)	XS1732400319		EUR	1,000	0	0 %	102.824	1,028,240.00	0.48
1,1250 % Ferrovie dello Stato Ital.SpA EO-Medium-Term Notes 2019(26)	XS2026171079		EUR	1,000	0	0 %	106.137	1,061,370.00	0.49
0,1250 % FMO-Ned.Fin.-Maat.is v.Ontw.NV EO-Medium-Term Notes 2017(23)	XS1622394143		EUR	1,000	0	0 %	101.233	1,012,330.00	0.47
0,8750 % Hera S.p.A. EO-Med.-Term Nts 2019(19/27)	XS2020608548		EUR	1,200	1,200	0 %	105.208	1,262,496.00	0.58
1,5000 % Icade S.A. EO-Obl. 2017(17/27)	FR0013281755		EUR	2,000	0	0 %	109.064	2,181,280.00	1.01
1,8750 % Iliad S.A. EO-Obl. 2021(27/28)	FR0014001YB0		EUR	2,500	2,500	0 %	97.965	2,449,125.00	1.13
0,5000 % Koninklijke Philips N.V. EO-Notes 2019(19/26)	XS2001175657		EUR	1,500	0	0 %	103.332	1,549,980.00	0.72
1,3750 % La Banque Postale EO-Non-Pref. M.-T.Nts 2019(29)	FR0013415692		EUR	1,500	0	0 %	108.469	1,627,035.00	0.75

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1,4500 % La Poste EO-Medium-Term Notes 2018(28)	FR0013384567		EUR	800	0	0 %	111.089	888,712.00	0.41
1,3750 % La Poste EO-Medium-Term Notes 2020(32)	FR0013508694		EUR	1,600	600	0 %	110.775	1,772,400.00	0.82
1,3750 % LeasePlan Corporation N.V. EO-Medium-Term Bonds 2019(24)	XS1960260021		EUR	500	0	0 %	104.229	521,145.00	0.24
3,5000 % LeasePlan Corporation N.V. EO Medium Term Notes 2020(25)	XS2155365641		EUR	500	500	0 %	113.007	565,035.00	0.26
0,5000 % Legrand S.A. EO-Obl. 2017(17/23)	FR0013286846		EUR	500	0	0 %	101.767	508,835.00	0.24
0,7500 % Legrand S.A. EO-Obl. 2017(17/24)	FR0013266830		EUR	200	0	0 %	103.034	206,068.00	0.10
0,3750 % Münchener Hypothekenbank MTN-IHS Serie 1927 v.21(29)	DE000MHB64E1		EUR	2,700	2,700	0 %	101.593	2,743,011.00	1.27
0,7500 % Municipality Finance PLC EO-Medium-Term Notes 2017(27)	XS1692485912		EUR	750	0	0 %	106.879	801,592.50	0.37
0,1250 % Norddeutsche Landesbank -GZ- MTN-HPF S.488 v.17(23)	DE000DHY4887		EUR	2,300	0	0 %	101.479	2,334,017.00	1.08
0,5000 % Nordic Investment Bank EO-Med.-Term Nts 2018(25)	XS1815070633		EUR	1,500	0	0 %	104.380	1,565,700.00	0.73
0,8750 % NRW.BANK MTN-IHS Ausg. 0AC v.15(25)	DE000NWB0AC0		EUR	300	0	0 %	105.663	316,989.00	0.15
0,5000 % NRW.BANK MTN-IHS Ausg. 0AE v.17(27)	DE000NWB0AE6		EUR	1,500	0	0 %	105.060	1,575,900.00	0.73
0,1250 % Oberbank AG EO-Medium-Term Notes 2021(31)	AT0000A2RZH2		EUR	2,500	2,500	0 %	101.364	2,534,100.00	1.17
1,5000 % Orsted A/S EO-Med.-Term Notes 2017(17/29)	XS1721760541		EUR	2,100	2,100	0 %	111.052	2,332,092.00	1.08
0,9000 % Portugal, Republik EO-Obr. 2020(35)	PTOTENOE0034		EUR	3,000	1,000	0 %	105.896	3,176,880.00	1.47
0,3750 % Red Eléctrica Financ. S.A.U. EO-Med.-Term Notes 2020(20/28)	XS2103013210		EUR	1,600	1,600	0 %	103.311	1,652,976.00	0.77
0,8750 % Régie Auton. Transp. Par.(RATP) EO-Medium-Term Notes 2017(27)	FR0013264488		EUR	1,500	0	0 %	106.760	1,601,400.00	0.74
0,3500 % Régie Auton. Transp. Par.(RATP) EO-Medium-Term Notes 2019(29)	FR0013426731		EUR	800	0	0 %	103.703	829,624.00	0.38
0,5000 % REN Finance B.V. EO-Medium-Term Nts 2021(21/29)	XS2332186001		EUR	1,600	1,600	0 %	101.875	1,630,000.00	0.76
1,9520 % Scatec ASA EO-FLR Notes 2021(25/25)	NO0010931181		EUR	1,700	1,700	0 %	98.786	1,679,362.00	0.78
2,3750 % Signify N.V. EO-Notes 2020(20/27)	XS2128499105		EUR	2,300	2,300	0 %	112.090	2,578,070.00	1.19
0,8750 % SNCF Réseau S.A. EO-Medium-Term-Notes 2019(29)	XS1938381628		EUR	1,000	0	0 %	107.501	1,075,010.00	0.50
0,8750 % SNCF S.A. EO-Medium-Term Nts 2020(51)	FR0014000C08		EUR	2,500	2,500	0 %	93.768	2,344,200.00	1.09
1,1250 % Société du Grand Paris EO-Med.-Term Nts 2018(28)	FR0013372299		EUR	200	0	0 %	110.024	220,048.00	0.10
0,7000 % Société du Grand Paris EO-Medium-Term Notes 2020(60)	FR00140005R4		EUR	1,400	1,400	0 %	92.413	1,293,782.00	0.60
0,5000 % SpareBank 1 Boligkredit AS EO-M.-T.Mrtg.Cov.Gr.Bs 18(25)	XS1760129608		EUR	3,000	0	0 %	103.317	3,099,510.00	1.44
0,1250 % SPAREBANK 1 ØSTLANDET EO-Preferred Med.-T.Nts 21(28)	XS2308586911		EUR	2,000	2,000	0 %	100.327	2,006,540.00	0.93
0,3750 % Sparebank 1 SR-Bank ASA EO-Non-Pref.FLR MTN2021(26/27)	XS2363982344		EUR	2,500	2,500	0 %	100.529	2,513,225.00	1.16
0,7500 % Stadshypotek AB EO-Med.-T. Hyp.-Pfandbr.17(27)	XS1709509258		EUR	1,000	0	0 %	106.706	1,067,060.00	0.49
1,5000 % Statkraft AS EO-Medium-Term Nts 2015(29/30)	XS1207005023		EUR	2,600	1,600	0 %	111.414	2,896,764.00	1.34
0,8750 % Statnett SF EO-Med.-Term Notes 2018(18/25)	XS1788494257		EUR	1,000	0	0 %	103.822	1,038,220.00	0.48
1,8750 % Storebrand Livsforsikring AS EO-FLR Notes 2021(31/51)	XS2325328313		EUR	1,000	1,000	0 %	100.857	1,008,570.00	0.47
0,2500 % Swedbank AB EO-Medium-Term Notes 2017(22)	XS1711933033		EUR	1,000	0	0 %	100.977	1,009,770.00	0.47
2,7500 % Telecom Italia S.p.A. EO-Med.-Term Notes 2019(25/25)	XS1982819994		EUR	1,000	1,000	0 %	105.694	1,056,940.00	0.49
4,0000 % Telecom Italia S.p.A. EO-Medium-Term Nts 2019(24/24)	XS1935256369		EUR	1,500	1,500	0 %	107.934	1,619,010.00	0.75
1,8750 % Telefonaktiebolaget L.M.Erics. EO-Med.-Term Nts 17(17/24)	XS1571293684		EUR	800	200	0 %	105.212	841,696.00	0.39

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1,0000 % Telefonaktiebolaget L.M.Erics. EO-Med.-Term Nts 2021(21/29)	XS2345996743		EUR	1,000	1,000	0 %	102.607	1,026,070.00	0.48
0,1250 % TenneT Holding B.V. EO-Med.-Term Notes 2021(21/27)	XS2348325221		EUR	1,100	1,100	0 %	101.492	1,116,412.00	0.52
1,3750 % TenneT Holding B.V. EO-Medium-Term Nts 2017(17/29)	XS1632897929		EUR	1,600	1,600	0 %	110.171	1,762,736.00	0.82
1,0000 % Terna Rete Elettrica Nazio.SpA EO-Medium-Term Notes 2019(26)	XS1980270810		EUR	1,000	0	0 %	105.362	1,053,620.00	0.49
0,7500 % Terna Rete Elettrica Nazio.SpA EO-Medium-Term Notes 2020(32)	XS2209023402		EUR	1,000	1,000	0 %	102.858	1,028,580.00	0.48
1,5000 % Verbund AG EO-Notes 2014(24)	XS1140300663		EUR	1,000	0	0 %	106.490	1,064,900.00	0.49
2,7500 % Vestas Wind Systems AS EO-Bonds 2015(15/22)	XS1197336263		EUR	600	0	0 %	101.010	606,060.00	0.28
0,3750 % Nordic Investment Bank SK-Med.-Term Notes 2019(24)	XS1943607975		SEK	5,000	0	0 %	100.762	493,844.22	0.23
2,0000 % Kreditanst.f.Wiederaufbau DL-Anl.v.2017 (2022)	US500769HP20		USD	1,000	0	0 %	102.172	861,701.95	0.40
5,5000 % Kroatien, Republik DL-Notes 2013(23) Reg.S	XS0908769887		USD	1,000	0	0 %	108.325	913,595.34	0.42
2,5000 % MTR Corp. [C.I.] Ltd. DL-Med.-Term Nts 2016(26)	XS1509084775		USD	1,000	0	0 %	107.072	903,027.75	0.42
1,6250 % MTR Corporation Ltd. DL-Medium-Term Notes 2020(30)	XS2213668085		USD	1,500	1,500	0 %	99.042	1,252,956.06	0.58

Securities admitted to or included in organised markets

EUR 14,469,912.69 6.70

Equities

EUR 4,059,420.77 1.88

Erlebnis Akademie AG Inhaber-Aktien o.N.	DE0001644565		Units	18,565	5,015	0 EUR	16.000	297,040.00	0.14
STEICO SE Inhaber-Aktien o.N.	DE000A0LR936		Units	18,500	1,500	0 EUR	116.400	2,153,400.00	1.00
Azelio AB Namn-Aktier o.N.	SE0011973940		Units	230,000	230,000	0 SEK	35.400	798,094.45	0.37
Climeon AB Namn-Aktier B o.N.	SE0009973548		Units	150,000	50,000	0 SEK	17.400	255,837.21	0.12
PowerCell Sweden AB (publ) Namn-Aktier SK-,022	SE0006425815		Units	30,000	15,000	0 SEK	188.750	555,049.11	0.26

Interest-bearing securities

EUR 10,410,491.92 4.82

6,5000 % Africa GreenTec Asset GmbH Anleihe v.17(20-32)	DE000A2GSGF9		EUR	200	0	0 %	98.000	196,000.00	0.09
0,8750 % Aquafin N.V. EO Medium Term Notes 2020(30)	BE0002699800		EUR	1,700	200	0 %	104.068	1,769,156.00	0.82
0,8300 % Chile, Republik EO-Bonds 2019(31/31)	XS1843433639		EUR	500	500	0 %	101.774	508,870.00	0.24
0,9500 % Deutsche Bahn Finance GmbH Sub.-FLR-Nts.v.19(25/unb.)	XS2010039035		EUR	400	0	0 %	100.932	403,728.00	0.19
1,6000 % Deutsche Bahn Finance GmbH Sub.-FLR-Nts.v.19(29/unb.)	XS2010039548		EUR	900	500	0 %	103.053	927,477.00	0.43
0,2500 % Equinix Inc. EO-Notes 2021(21/27)	XS2304340263		EUR	600	600	0 %	100.775	604,650.00	0.28
0,1250 % Hamburger Hochbahn AG Anleihe v.2021(2030/2031)	XS2233088132		EUR	2,000	2,000	0 %	100.880	2,017,600.00	0.93
7,2500 % Hylea Group S.A. EO-Anl. 2017(22)	DE000A19S801		EUR	250	0	0 %	29.900	74,750.00	0.03
6,5000 % Nordex SE Senior Notes v.18(18/23)Reg.S	XS1713474168		EUR	400	0	0 %	102.029	408,116.00	0.19
2,3750 % Smurfit Kappa Acquis. Unl. Co. EO-Notes 2017(17/24) Reg.S	XS1555147369		EUR	250	250	0 %	105.748	264,370.00	0.12
2,8750 % Smurfit Kappa Acquis. Unl. Co. EO-Notes 2018(18/26) Reg.S	XS1849518276		EUR	400	300	0 %	111.494	445,976.00	0.21

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Class description	ISIN	Market	Units or Currency in ,000	Holdings 31/07/2021	Purchases/ Additions during the reporting period	Sales/ Disposals	Price	Market value in EUR	% of the Fund assets
1,3750 % Telia Company AB EO-FLR Securities 2020(26/81)	XS2082429890		EUR	1,600	500	0 %	102.227	1,635,632.00	0.76
1,8750 % University Prp. of Finland Ltd EO-Notes 2018(23)	FI4000353909		EUR	800	0	0 %	103.262	826,096.00	0.38
5,7200 % Lakers Group AB NK-FLR Bonds 2021(21/25)	NO0011017113		NOK	3,400	3,400	0 %	101.069	328,070.92	0.15
New issues							EUR	154,120.52	0.07
Admission to exchange trading planned							EUR	154,120.52	0.07
Interest-bearing securities							EUR	154,120.52	0.07
5,7200 % Lakers Group AB NK-FLR Bonds 2021(21/25)	NO0011042251		NOK	1,600	1,600	0 %	100.895	154,120.52	0.07
Unlisted securities							EUR	1,072,509.17	0.50
Interest-bearing securities							EUR	1,072,509.17	0.50
4,6000 % Algonquin Power Co. CD-Bonds 2019(19/29)	CA01585PAJ45		CAD	500	0	0 %	117.029	395,368.24	0.18
3,9500 % Owens Corning (New) DL-Notes 2019(19/29)	US690742AJ00		USD	700	0	0 %	114.698	677,140.93	0.31
Total securities assets							EUR	195,557,268.83	90.59
Bank balances, non-securitised money market instruments and money market funds							EUR	20,272,931.61	9.39
Bank balances							EUR	20,272,931.61	9.39
EUR — credit balances at:									
DZ Bank AG			EUR	20,272,931.61		%	100.000	20,272,931.61	9.39
Other assets							EUR	582,479.90	0.27
Interest claims			EUR	528,313.78				528,313.78	0.24
Dividend claims			EUR	14,392.21				14,392.21	0.01
Withholding tax claims			EUR	39,773.91				39,773.91	0.02

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Class description	ISIN	Market	Units or Currency in ,000	Holdings 31/07/2021	Purchases/ Additions during the reporting period	Sales/ Disposals	Price	Market value in EUR	% of the Fund assets
Other liabilities							EUR	-540,981.08	-0.25
Interest payable			EUR	-9,652.28				-9,652.28	0.00
Management fee			EUR	-516,955.14				-516,955.14	-0.24
Custodian fee			EUR	-5,173.66				-5,173.66	0.00
Audit expenses			EUR	-8,000.00				-8,000.00	0.00
Publication expenses			EUR	-1,200.00				-1,200.00	0.00
Fund assets							EUR	215,871,699.26	100.00 1)
GLS Bank Klimafonds unit class A									
Unit value							EUR	117.26	
Issuing price							EUR	120.19	
Redemption price							EUR	117.26	
Number of units							Units	1,460,372	
GLS Bank Klimafonds unit class B									
Unit value							EUR	1,178.19	
Issuing price							EUR	1,189.97	
Redemption price							EUR	1,178.19	
Number of units							Units	34,902	
GLS Bank Klimafonds unit class E									
Unit value							EUR	104.46	
Issuing price							EUR	107.07	
Redemption price							EUR	104.46	
Number of units							Units	33,641	

Footnotes:

1) Small rounding differences may exist due to rounding of percentage figures.

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Securities prices or market rates

The Investment Fund's assets have been valued on the basis of the most recent prices determined/market rates.

Foreign exchange rates (in equivalent quantities)

		as at 30/07/2021	
CAD	(CAD)	1.4800000	= 1 EUR (EUR)
CHF	(CHF)	1.0744000	= 1 EUR (EUR)
DKK	(DKK)	7.4383000	= 1 EUR (EUR)
GBP	(GBP)	0.8527000	= 1 EUR (EUR)
HKD	(HKD)	9.2141000	= 1 EUR (EUR)
JPY	(JPY)	130.1069000	= 1 EUR (EUR)
NOK	(NOK)	10.4744000	= 1 EUR (EUR)
SEK	(SEK)	10.2018000	= 1 EUR (EUR)
USD	(USD)	1.1857000	= 1 EUR (EUR)

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**Transactions concluded during the reporting period that no longer appear in the statement of assets:
- Purchases and sales of securities, investment units and borrower's note loans (market allocation as at the reporting date):**

class description	ISIN	Units or shares Currency in ,000	Purchases or Additions	Sales or Disposals	Volume in ,000
Exchange-traded securities					
Equities					
Brookfield Renewable Corp. Reg.Shares Cl.A Sub.Vot. o.N.	CA11284V1058	Units	8,096	8,096	
Kingspan Group PLC Registered Shares EO -,13	IE0004927939	Units	10,000	20,000	
Securities admitted to or included in organised markets					
Interest-bearing securities					
4,2500 % Costa Rica, Republik DL-Notes 2012(23) Reg.S	USP3699PGB78	USD	0	300	
Unlisted securities *)					
Equities					
Renewi PLC Registered Shares LS -,10	GB0007995243	Units	600,000	1,300,000	
TerraForm Power Inc. Reg. Shares A (new) DL -,01	US88104R2094	Units	0	17,000	
Vestas Wind Systems AS Navne-Aktier DK 1	DK0010268606	Units	4,500	10,000	
Interest-bearing securities					
0,1500 % EUROFIMA EO-Med.-Term Nts 2020(34) Tr.7	XS2210061433	EUR	0	2,000	
3,6250 % Getlink SE EO-Notes 2018(18/23)	XS1886399093	EUR	0	400	

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GLS Bank Klimafonds**

**Transactions concluded during the reporting period that no longer appear in the statement of assets:
- Purchases and sales of securities, investment units and borrower's note loans (market allocation as at the reporting date):**

class description	ISIN	Units or shares Currency in ,000	Purchases or Additions	Sales or Disposals	Volume in ,000
Other securities					
7C Solarparken AG Inhaber-Bezugsrechte	DE000A3H2325	Units	230,000	230,000	
Alstom S.A. Anrechte	FR0014000IN0	Units	20,000	20,000	
Erlebnis Akademie AG Inhaber-Bezugsrechte	DE000A3E5AB4	Units	13,550	13,550	
NEOEN S.A. Anrechte	FR0014002DH9	Units	7,500	7,500	

The company ensures that investor interests are not adversely affected by transaction costs by setting a limit for transaction costs based on average Fund volume, and for the portfolio turnover rate, taking into account the investment objectives of this Fund. The company monitors compliance with the threshold values and takes further measures if they are exceeded.

*) For technical reasons, unlisted securities may also include securities that have reached maturity.

Annual report
GLS Bank Klimafonds unit class A

Statement of operations (including income equalisation)
for the period from 01/08/2020 to 31/07/2021

			Total	Per unit
I. Income				
1. Dividends from domestic issuers (before corporation/capital gains tax)		EUR	81,698.17	0.07
2. Dividends from foreign issuers (before withholding tax)		EUR	707,831.65	0.48
3. Interest from domestic securities		EUR	147,499.37	0.10
4. Interest from foreign securities (before withholding tax)		EUR	984,123.84	0.67
5. Interest from domestic liquidity investments		EUR	0.00	0.00
6. Interest from foreign liquidity investments (before withholding tax)		EUR	0.00	0.00
7. Income from investment units		EUR	0.00	0.00
8. Income from securities, lending and repurchase agreements		EUR	0.00	0.00
9. Deduction of domestic corporation/capital gains tax		EUR	-12,254.72	-0.01
10. Deduction of foreign withholding tax		EUR	-75,904.44	-0.05
11. Other income		EUR	0.00	0.00
Total income		EUR	1,832,993.88	1.26
II. Expenses				
1. Interest on borrowings		EUR	-0.93	0.00
2. Management fee		EUR	-1,371,951.66	-0.93
- Management fee	EUR	-1,371,951.66		
- Consultancy fee	EUR	0.00		
- Asset management fee	EUR	0.00		
3. Custodian fee		EUR	-36,626.82	-0.03
4. Auditing and publication expenses		EUR	-4,335.14	0.00
5. Other expenses		EUR	-579,198.96	-0.40
- Custodial fees	EUR	-5,127.21		
- Balance of ordinary expenses	EUR	-494,757.49		
- Other costs	EUR	-79,314.26		
Total expenses		EUR	-1,992,113.51	-1.36
III. Ordinary net result		EUR	-159,119.63	-0.11
IV. Disposals				
1. Realised gains		EUR	2,057,697.78	1.41
2. Realised losses		EUR	-64,503.07	-0.04

Annual report

GLS Bank Klimafonds unit class A

Gain or loss on disposals		EUR	1,993,194.71	1.37
V. Realised net income for the financial year		EUR	1,834,075.08	1.27
1. Net change in unrealised gains		EUR	11,291,600.79	7.73
2. Net change in unrealised losses		EUR	-207,732.24	-0.14
VI. Unrealised net income for the financial year		EUR	11,083,868.55	7.59
VII. Net income for the financial year		EUR	12,917,943.63	8.86

Change in the value of the Fund

				2020/21
I. Value of the Fund at the start of the financial year		EUR		86,093,405.86
1. Distribution for the previous year/tax deduction for the previous year		EUR		-428,752.04
2. Interim distributions		EUR		0.00
3. Inflow/outflow of funds (net)		EUR		73,131,107.98
a) Cash inflows from unit certificate sales	EUR	75,050,898.03		
b) Cash outflows from unit certificate redemptions	EUR	-1,919,790.05		
4. Income/expense equalisation			EUR	-477,303.42
5. Net income for the financial year			EUR	12,917,943.63
of which, unrealised gains	EUR	11,291,600.79		
of which, unrealised losses	EUR	-207,732.24		
II. Value of the Fund at the end of the financial year		EUR		171,236,402.01

Utilisation of Fund earnings

Calculation of the distribution, in total and per unit

			Total	Per unit
I. Available for distribution		EUR	3,404,107.40	2.34
1. Amount brought forward		EUR	1,505,529.36	1.03
2. Realised net income for the financial year		EUR	1,834,075.08	1.27
3. Transfer from the Fund *)		EUR	64,502.96	0.04
II. Not used for distribution		EUR	2,673,921.65	1.84
1. Reinvested		EUR	0.00	0.00
2. Amount carried forward		EUR	2,673,921.65	1.84

Annual report

GLS Bank Klimafonds unit class A

III. Total distribution

1. interim distribution
2. Final distribution

EUR	730,185.76	0.50
EUR	0.00	0.00
EUR	730,185.76	0.50

*) The transfer from the Fund was carried out to account for realised losses and is based on the assumption of a maximum distribution under the Terms and Conditions of Investment.

Annual report GLS Bank Klimafonds unit class A

GLS Bank Klimafonds unit class A Comparison with the last three financial years

Financial year	Units in circulation at the end of the financial year		Fund assets at the end of the financial year		Unit value at the end of the financial year	
2017/2018 *)	Units	335,929	EUR	33,121,897.18	EUR	98.60
2018/19	Units	501,427	EUR	50,989,597.88	EUR	101.69
2019/20	Units	820,311	EUR	86,093,405.86	EUR	104.95
2020/21	Units	1,460,372	EUR	171,236,402.01	EUR	117.26

*) Date of issue 15/08/2017

Annual report
GLS Bank Klimafonds unit class B

Statement of operations (including income equalisation)
for the period from 01/08/2020 to 31/07/2021

			Total	Per unit
I. Income				
1. Dividends from domestic issuers (before corporation/capital gains tax)	EUR		19,611.22	0.56
2. Dividends from foreign issuers (before withholding tax)	EUR		169,812.85	4.87
3. Interest from domestic securities	EUR		35,379.47	1.01
4. Interest from foreign securities (before withholding tax)	EUR		236,045.28	6.76
5. Interest from domestic liquidity investments	EUR		0.00	0.00
6. Interest from foreign liquidity investments (before withholding tax)	EUR		0.00	0.00
7. Income from investment units	EUR		0.00	0.00
8. Income from securities, lending and repurchase agreements	EUR		0.00	0.00
9. Deduction of domestic corporation/capital gains tax	EUR		-2,941.68	-0.08
10. Deduction of foreign withholding tax	EUR		-18,204.74	-0.52
11. Other income	EUR		0.00	0.00
Total income	EUR		439,702.40	12.60
II. Expenses				
1. Interest on borrowings	EUR		-0.23	0.00
2. Management fee	EUR		-251,604.23	-7.21
- Management fee	EUR	-251,604.23		
- Consultancy fee	EUR	0.00		
- Asset management fee	EUR	0.00		
3. Custodian fee	EUR		-8,682.86	-0.25
4. Auditing and publication expenses	EUR		-1,429.64	-0.04
5. Other expenses	EUR		-117,533.35	-3.37
- Custodial fees	EUR	-1,210.04		
- Balance of ordinary expenses	EUR	-97,536.44		
- Other costs	EUR	-18,786.87		
Total expenses	EUR		-379,250.30	-10.87
III. Ordinary net income	EUR		60,452.10	1.73
IV. Disposals				
1. Realised gains	EUR		493,399.74	14.14
2. Realised losses	EUR		-15,460.58	-0.44

Annual report

GLS Bank Klimafonds unit class B

Gain or loss on disposals	EUR	477,939.16	13.70
V. Realised net income for the financial year	EUR	538,391.26	15.43
1. Net change in unrealised gains	EUR	2,675,962.85	76.67
2. Net change in unrealised losses	EUR	17,488.22	0.50
VI. Unrealised net income for the financial year	EUR	2,693,451.07	77.17
VII. Net income for the financial year	EUR	3,231,842.33	92.60

Change in the value of the Fund

				2020/21
I. Value of the Fund at the start of the financial year			EUR	21,057,978.79
1. Distribution for the previous year/tax deduction for the previous year			EUR	-186,401.25
2. Interim distributions			EUR	0.00
3. Inflow/outflow of funds (net)			EUR	17,161,765.03
a) Cash inflows from unit certificate sales	EUR	18,218,267.98		
b) Cash outflows from unit certificate redemptions	EUR	-1,056,502.95		
4. Income/expense equalisation			EUR	-144,010.44
5. Net income for the financial year			EUR	3,231,842.33
of which, unrealised gains	EUR	2,675,962.85		
of which, unrealised losses	EUR	17,488.22		
II. Value of the Fund at the end of the financial year			EUR	41,121,174.46

Utilisation of Fund earnings

Calculation of the distribution, in total and per unit

				Total	Per unit
I. Available for distribution			EUR	908,839.68	26.04
1. Amount brought forward			EUR	354,987.84	10.17
2. Realised net income for the financial year			EUR	538,391.26	15.43
3. Transfer from the Fund *)			EUR	15,460.58	0.44
II. Not used for distribution			EUR	603,447.18	17.29
1. Reinvested			EUR	0.00	0.00
2. Amount carried forward			EUR	603,447.18	17.29

Annual report

GLS Bank Klimafonds unit class B

III. Total distribution	EUR	305,392.50	8.75
1. interim distribution	EUR	0.00	0.00
2. Final distribution	EUR	305,392.50	8.75

*) The transfer from the Fund was carried out to account for realised losses and is based on the assumption of a maximum distribution under the Terms and Conditions of Investment.

Annual report GLS Bank Klimafonds unit class B

GLS Bank Klimafonds unit class B Comparison with the last three financial years

Financial year	Units in circulation at the end of the financial year		Fund assets at the end of the financial year		Unit value at the end of the financial year
2017/2018 *)	Units	11,915	EUR	11,775,011.36	EUR 988.25
2018/19	Units	13,835	EUR	14,136,161.82	EUR 1,021.77
2019/20	Units	19,948	EUR	21,057,978.79	EUR 1,055.64
2020/21	Units	34,902	EUR	41,121,174.46	EUR 1,178.19

*) Date of issue 15/08/2017

Annual report
GLS Bank Klimafonds unit class E

Statement of operations (including income equalisation)
for the period from 01/12/2020 to 31/07/2021

			Total	Per unit
I. Income				
1. Dividends from domestic issuers (before corporation/capital gains tax)		EUR	1,471.76	0.04
2. Dividends from foreign issuers (before withholding tax)		EUR	10,491.81	0.31
3. Interest from domestic securities		EUR	1,886.68	0.06
4. Interest from foreign securities (before withholding tax)		EUR	13,423.21	0.40
5. Interest from domestic liquidity investments		EUR	0.00	0.00
6. Interest from foreign liquidity investments (before withholding tax)		EUR	0.00	0.00
7. Income from investment units		EUR	0.00	0.00
8. Income from securities, lending and repurchase agreements		EUR	0.00	0.00
9. Deduction of domestic corporation/capital gains tax		EUR	-220.76	-0.01
10. Deduction of foreign withholding tax		EUR	-1,141.98	-0.03
11. Other income		EUR	0.00	0.00
Total income		EUR	25,910.71	0.77
II. Expenses				
1. Interest on borrowings		EUR	0.00	0.00
2. Management fee		EUR	-21,188.21	-0.64
- Management fee	EUR	-21,188.21		
- Consultancy fee	EUR	0.00		
- Asset management fee	EUR	0.00		
3. Custodian fee		EUR	-486.28	-0.01
4. Auditing and publication expenses		EUR	-42.53	0.00
5. Other expenses		EUR	-8,104.34	-0.24
- Custodial fees	EUR	-94.93		
- Balance of ordinary expenses	EUR	-6,935.52		
- Other costs	EUR	-1,073.90		
Total expenses		EUR	-29,821.37	-0.89
III. Ordinary net result		EUR	-3,910.66	-0.12
IV. Disposals				
1. Realised gains		EUR	25,739.33	0.77
2. Realised losses		EUR	-530.99	-0.02

Annual report

GLS Bank Klimafonds unit class E

Gain or loss on disposals	EUR	25,208.34	0.75
V. Realised net income for the short financial year	EUR	21,297.68	0.63
1. Net change in unrealised gains	EUR	162,108.88	4.82
2. Net change in unrealised losses	EUR	-132,892.22	-3.95
VI. Unrealised net income for the short financial year	EUR	29,216.66	0.87
VII. Net income for the short financial year	EUR	50,514.34	1.50

Change in the value of the Fund

2020/21

I. Value of the Fund at the start of the short financial year	EUR		0.00
1. Distribution for the previous year/tax deduction for the previous year	EUR		0.00
2. Interim distributions	EUR		0.00
3. Inflow/outflow of funds (net)	EUR		3,472,717.36
a) Cash inflows from unit certificate sales	EUR	3,473,035.62	
b) Cash outflows from unit certificate redemptions	EUR	-318.25	
4. Income/expense equalisation	EUR		-9,108.92
5. Net income for the short financial year	EUR		50,514.34
of which, unrealised gains	EUR	162,108.88	
of which, unrealised losses	EUR	-132,892.22	
II. Value of the Fund at the end of the short financial year	EUR		3,514,122.79

Utilisation of Fund earnings

Calculation of the reinvestment, in total and per unit

		Total	Per unit
I. Available for reinvestment			
1. Realised net income for the short financial year	EUR	21,297.68	0.63
2. Transfer from the Fund	EUR	0.00	0.00
3. Tax deduction for the short financial year	EUR	0.00	0.00
II. Reinvestment	EUR	21,297.68	0.63

Annual report GLS Bank Klimafonds unit class E

GLS Bank Klimafonds unit class E Comparative overview since inception

Short financial year	Units in circulation at the end of the short financial year		Fund assets at the end of the short financial year		Unit value at the end of the short financial year	
2020/21 *)	Units	33,641	EUR	3,514,122.79	EUR	104.46

*) Date of issue 01/12/2020

Annual report
GLS Bank Klimafonds

Statement of operations (including income equalisation)
for the period from 01/08/2020 to 31/07/2021

			Total
I. Income			
1. Dividends from domestic issuers (before corporation/capital gains tax)		EUR	102,781.16
2. Dividends from foreign issuers (before withholding tax)		EUR	888,136.30
3. Interest from domestic securities		EUR	184,765.52
4. Interest from foreign securities (before withholding tax)		EUR	1,233,592.34
5. Interest from domestic liquidity investments		EUR	0.00
6. Interest from foreign liquidity investments (before withholding tax)		EUR	0.00
7. Income from investment units		EUR	0.00
8. Income from securities, lending and repurchase agreements		EUR	0.00
9. Deduction of domestic corporation/capital gains tax		EUR	-15,417.16
10. Deduction of foreign withholding tax		EUR	-95,251.16
11. Other income		EUR	0.00
Total income		EUR	2,298,606.99
II. Expenses			
1. Interest on borrowings		EUR	-1.16
2. Management fee		EUR	-1,644,744.10
- Management fee	EUR	-1,644,744.10	
- Consultancy fee	EUR	0.00	
- Asset management fee	EUR	0.00	
3. Custodian fee		EUR	-45,795.96
4. Auditing and publication expenses		EUR	-5,807.31
5. Other expenses		EUR	-704,836.65
- Custodial fees	EUR	-6,432.18	
- Balance of ordinary expenses	EUR	-599,229.44	
- Other costs	EUR	-99,175.03	
Total expenses		EUR	-2,401,185.18
III. Ordinary net result		EUR	-102,578.19
IV. Disposals			
1. Realised gains		EUR	2,576,836.85
2. Realised losses		EUR	-80,494.64

Annual report GLS Bank Klimafonds

Gain or loss on disposals	EUR	2,496,342.22
V. Realised net income for the financial year	EUR	2,393,764.03
1. Net change in unrealised gains	EUR	14,129,672.52
2. Net change in unrealised losses	EUR	-323,136.24
VI. Unrealised net income for the financial year	EUR	13,806,536.28
VII. Net income for the financial year	EUR	16,200,300.31

Change in the value of the Fund

2020/21

I. Value of the Fund at the start of the financial year	EUR	107,151,384.65
1. Distribution for the previous year/tax deduction for the previous year	EUR	-615,153.29
2. Interim distributions	EUR	0.00
3. Inflow/outflow of funds (net)	EUR	93,765,590.37
a) Cash inflows from unit certificate sales	EUR	96,742,201.63
b) Cash outflows from unit certificate redemptions	EUR	-2,976,611.25
4. Income/expense equalisation	EUR	-630,422.78
5. Net income for the financial year	EUR	16,200,300.31
of which, unrealised gains	EUR	14,129,672.52
of which, unrealised losses	EUR	-323,136.24
II. Value of the Fund at the end of the financial year	EUR	215,871,699.26

Overview of unit class characteristics

Unit class	Minimum investment amount in currency	Issuing surcharge up to 5.00%, currently (%)	Management fee up to 2.000% p.a., currently (%) p.a.)	Utilisation of earnings	Currency
GLS Bank Klimafonds unit class A	none	2.50	1.075	Distribution excluding interim distribution	EUR
GLS Bank Klimafonds unit class B	200,000	1.00	0.825	Distribution excluding interim distribution	EUR
GLS Bank Klimafonds unit class E	none	2.50	1.275	Reinvestment	EUR

**Annual report
GLS Bank Klimafonds**

Notes pursuant to Section 7(9) of the German Capital Investment Accounting and Valuation Ordinance ("KARBV")

Disclosures under the German Derivatives Ordinance (DerivateV)

Underlying exposure obtained through derivatives	EUR	0.00
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Securities holdings as a percentage of Fund assets (%)		90.59
Derivatives holdings as a percentage of Fund assets (%)		0.00

Since 11/11/2020, the Company has been using the qualified approach as defined in the German Derivatives Ordinance (DerivateV) using reference assets when determining the upper limit of the market risk for this Fund. The value-at-risk performance indicators were calculated using the historical simulation method with a 99% confidence level and 1-day holding period, using an effective historical observation period of one year. Market risk means the risk to which the Fund is exposed due to possibly unfavourable changes in market prices.

Potential exposure to market risk in accordance with Section 37(4) DerivateV

Smallest potential value at risk	0.81 %
Largest potential value at risk	2.64 %
Average potential value at risk	1.64 %

Average leverage achieved using derivative transactions during the financial year:	0.90
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Composition of the reference portfolio at the reporting date

Citigroup World BIG (EUR) (FactSet: SBWEU)	65.00 %
DJ Sustainability World TR Index Composite (EUR) (Bloomberg: W1SGITRE INDEX)	35.00 %

Other disclosures

GLS Bank Klimafonds unit class A

Unit value	EUR	117.26
Issuing price	EUR	120.19
Redemption price	EUR	117.26
Number of units	Units	1,460,372

Annual report GLS Bank Klimafonds

Notes pursuant to Section 7(9) of the German Capital Investment Accounting and Valuation Ordinance ("KARBV")

GLS Bank Klimafonds unit class B

Unit value	EUR	1,178.19
Issuing price	EUR	1,189.97
Redemption price	EUR	1,178.19
Number of units	Units	34,902

GLS Bank Klimafonds unit class E

Unit value	EUR	104.46
Issuing price	EUR	107.07
Redemption price	EUR	104.46
Number of units	Units	33,641

Disclosure of procedures for the valuation of assets

Valuation

The procedures outlined below for the valuation of assets take account of any market effects resulting from the COVID-19 pandemic. No additional valuation adjustments were necessary.

For currencies, equities, bonds and derivatives that can be traded on a stock exchange or another organised market or can be included within this category, the last available trading price will be taken as a basis in accordance with Section 27 of the KARBV.

In accordance with Section 29 of the KARBV, the current values are used as the basis for investment fund units, and the par value or redemption amount is used as the basis for bank balances and liabilities.

Assets that are not admitted to trading on a stock exchange or on another organised market, or included in the regulated market or OTC trading of a stock exchange, or for which no tradeable price is available, are valued pursuant to Section 28 KARBV in conjunction with Section 168(3) of the German Capital Investment Code (KAGB) at a market value that is reasonable upon careful estimation in accordance with suitable valuation models, taking the current market conditions into account.

Market value is considered to be the amount for which the asset concerned could be exchanged in a transaction between knowledgeable, willing and independent counterparties.

**Annual report
GLS Bank Klimafonds**

Notes pursuant to Section 7(9) of the German Capital Investment Accounting and Valuation Ordinance ("KARBV")

Disclosures about transparency and the total expense ratio

Total expense ratio

GLS Bank Klimafonds unit class A

The total expense ratio (excluding transaction costs) for the past financial year amounts to 1.14 %

The total expense ratio expresses all of the expenses and payments (excluding transaction costs) made by the Fund during the course of the year as a percentage of the average net asset value of the Fund.

GLS Bank Klimafonds unit class B

The total expense ratio (excluding transaction costs) for the past financial year amounts to 0.89 %

The total expense ratio expresses all of the expenses and payments (excluding transaction costs) made by the Fund during the course of the year as a percentage of the average net asset value of the Fund.

GLS Bank Klimafonds unit class E

The total expense ratio (excluding transaction costs) for the preceding short financial year amounts to 1.34 %

The total expense ratio expresses all of the expenses and payments (excluding transaction costs) made by the Fund during the course of the year as a percentage of the average net asset value of the Fund.

Flat-rate fee paid to the management company or third parties EUR 0.00

Note as required under Section 101(2) No. 3 KAGB (cost transparency)

The company receives a management fee due to it from the Fund assets. A significant portion of the management fee is used to compensate agents selling units in the Fund. The Company receives no portion of the fees and expense reimbursements provided to the Custodian and third parties by the Fund. The Company has not received any non-cash benefits from trading partners in connection with trading activities performed for the Fund.

**Annual report
GLS Bank Klimafonds**

Notes pursuant to Section 7(9) of the German Capital Investment Accounting and Valuation Ordinance ("KARBV")

Other material income and expenses

GLS Bank Klimafonds unit class A

Other material income: EUR 0.00

Other material expenses: EUR 0.00

GLS Bank Klimafonds unit class B

Other material income: EUR 0.00

Other material expenses: EUR 0.00

GLS Bank Klimafonds unit class E

Other material income: EUR 0.00

Other material expenses: EUR 0.00

Transaction costs (total of additional acquisition costs (incidental acquisition costs) and costs from the sale of assets)

Transaction costs EUR 35,355.58

The transaction costs take into account all costs that were shown or settled separately for the account of the Fund in the financial year and are directly related to the purchase or sale of assets.

Disclosures about employee remuneration

Total employee remuneration paid by the CMC in the past financial year	in EUR millions	60.1
of which, fixed remuneration	in EUR millions	51.6
of which, variable remuneration	in EUR millions	8.5

Number of employees of the CMC		658
Amount of carried interest paid	in EUR	0

Total employee remuneration paid to risk takers by the CMC in the past financial year	in EUR millions	4.6
of which, managers	in EUR millions	4.1
of which, other risk takers	in EUR millions	0.6

Notes pursuant to Section 7(9) of the German Capital Investment Accounting and Valuation Ordinance ("KARBV")

Remuneration system of the capital management company

Universal-Investment-Gesellschaft mbH is subject to the supervisory requirements applicable to capital management companies in relation to the design of its remuneration system. The company has regulated the detailed design in remuneration guidelines, the aim of which is to ensure a sustainable remuneration system and to prevent false incentives to enter into excessive risks.

The capital management company's remuneration system is reviewed at least once a year by Universal-Investment's Remuneration Committee with regard to its suitability and compliance with all legal requirements. It comprises fixed and variable elements of the remuneration. The definition of bandwidths for the total target compensation ensures that there is no significant dependency on the variable remuneration and that there is an appropriate ratio of variable to fixed remuneration.

Special rules apply to the management of the capital management company and employees whose activities have a significant impact on the overall risk profile of the capital management company and the investment assets it manages (Risk Takers).

As a result, 40% of the variable remuneration is deferred over a period of three years for these risk-taking employees. The deferred portion of the compensation is risk-based during this period, i.e. it may be reduced in the event of negative performance contributions by the employee or the capital management company as a whole.

At the end of each year during the waiting period, the deferred portion of the remuneration is vested pro rata and paid out on the respective payment date

If portfolio management is outsourced, no employee remuneration is paid directly from the Fund.

Disclosures under Section 101(2) No. 5 KAGB

Material medium to long-term risks

The information on material medium to long-term risks is provided within the activity report.

Composition of the portfolio, portfolio turnover and portfolio turnover costs

Information on the composition of the portfolio is provided within the statement of assets.

The information on portfolio sales is provided within the statement of assets and within the statement of transactions concluded during the reporting period.

The transaction costs are disclosed in the Notes.

Consideration of the medium to long-term development of the company in the investment decision

The selection of individual securities depends on the investment strategy. The contractual basis for the investment decision can be found in the agreed Terms and Conditions of Investment and, if applicable, investment guidelines. The medium to long-term development of the portfolio companies is taken into account if this is stipulated in the contractual terms.

Use of proxy advisers

For the use of proxy advisors, please refer to the new participation report on the homepage <https://www.universal-investment.com/de/permanent-seiten/compliance/mitwirkungspolitik>.

Notes pursuant to Section 7(9) of the German Capital Investment Accounting and Valuation Ordinance ("KARBV")

Management of securities lending and the handling of conflicts of interest within the framework of participation in the companies, in particular through the exercise of shareholder rights

With regard to the basic management of securities lending and the handling of conflicts of interest within the framework of the Company's participation, in particular through the exercising of shareholder rights, we refer to our current participation policy on the homepage <https://www.universal-investment.com/en/permanent/compliance-en/participation-policy>.

Frankfurt am Main, 02 August 2021

Universal-Investment-Gesellschaft mbH
The Management Board

Annual report

GLS Bank Klimafonds

INDEPENDENT AUDITOR'S REPORT

To: Universal-Investment-Gesellschaft mbH, Frankfurt am Main

Audit opinion

We have audited the annual report of the GLS Bank Klimafonds investment fund, which comprises the activity report for the financial year from 01 August 2020 to 31 July 2021, the balance sheet and the statement of assets as at 31 July 2021, the statement of operations, the statement of appropriation, the statement of changes in the value of the Fund for the financial year from 01 August 2020 to 31 July 2021 and the comparative overview for the last three financial years, the statement of transactions concluded during the reporting period to the extent that they are no longer included in the statement of assets, and the Notes.

In our opinion, based on the findings of our audit, the accompanying annual report complies in all material respects with the provisions of the German Capital Investment Code (KAGB) and the relevant European regulations and allows a comprehensive view of the actual circumstances and performance of the investment fund in accordance with the provisions of the German KAGB and the relevant European regulations.

Basis for the audit opinion

We conducted our audit of the annual report in accordance with Section 102 of the KAGB and generally accepted German accounting standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer (IDW). Our responsibility under these rules and principles is further described in the section "Auditor's responsibility for the audit of the annual report" of our report. We are independent of Universal-Investment-Gesellschaft mbH in accordance with German commercial law and professional regulations and have fulfilled our other German professional obligations in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the annual report.

Responsibility of the legal representatives for the annual report

The legal representatives of Universal-Investment-Gesellschaft mbH are responsible for the preparation of the annual report, which complies in all material respects with the provisions of the German KAGB and the relevant European regulations, and for ensuring that the annual report provides a comprehensive picture of the actual circumstances and performance of the investment fund in accordance with the provisions of the German KAGB and the relevant European regulations. Furthermore, the legal representatives are responsible for the internal controls that they have determined, in accordance with these regulations, to be necessary to enable the preparation of the annual report that is free from material misstatement, whether intentional or not. In preparing the annual report, the legal representatives are responsible for including in their reporting any events, decisions and factors that may materially influence the further development of the investment fund. This means, inter alia, that the legal representatives must assess the continuation of the investment fund by Universal-Investment-Gesellschaft mbH when preparing the annual report and are responsible for disclosing facts relating to the continuation of the investment fund, if relevant.

Responsibility of the auditor for the audit of the annual report

Our objective is to obtain reasonable assurance about whether the annual report as a whole is free from material misstatement, whether intentional or not, and to express an opinion on whether the annual report is consistent with our audit opinion.

Sufficient assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Section 102 of the KAGB and generally accepted German accounting standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer (IDW) will always detect a material misstatement. Misstatements can result from violations or inaccuracies and are considered material if it is reasonably expected that they will individually or collectively affect users' financial decisions made on the basis of this annual report.

Annual report GLS Bank Klimafonds

During the audit, we exercise our best judgement and maintain a critical attitude. In addition

- we identify and evaluate the risks of material misstatement, whether intentional or not, in the annual report, plan and perform audit procedures in response to those sufficient appropriate to provide a basis for our audit opinion. The risk that material misstatements will not be detected is higher for violations than for inaccuracies, as violations may involve fraudulent collusion, falsification, intentional incompleteness, misrepresentation, or the removal of internal controls.
- we gain an understanding of the internal control system relevant to the audit of the annual report in order to plan audit procedures that are appropriate under the circumstances, but not for the purpose of expressing an opinion on the effectiveness of this system used by Universal-Investment-Gesellschaft mbH.
- we evaluate the appropriateness of the accounting policies used by the legal representatives of Universal-Investment-Gesellschaft mbH in preparing the annual report and the reasonableness of the estimates and related disclosures presented by the legal representatives.
- we draw conclusions on the basis of audit evidence obtained as to whether there is any material uncertainty in connection with events or circumstances that could cast significant doubt on the continued existence of the investment fund by Universal-Investment-Gesellschaft mbH. If we conclude that there is a material uncertainty, we are required to draw attention in our report to the relevant disclosures in the annual report or, if the disclosures are inappropriate, to modify our opinion. We draw our conclusions on the basis of the audit evidence obtained up to the date of our audit opinion. However, future events or circumstances may mean that the Fund will not be continued by Universal-Investment-Gesellschaft mbH.
- we evaluate the overall presentation, structure and content of the annual report, including the disclosures and whether the annual report presents the underlying transactions and events in such a way that the annual report provides a comprehensive picture of the actual circumstances and performance of the investment fund in accordance with the provisions of the German KAGB and the relevant European regulations.

We discuss with those responsible for monitoring, among other things, the planned scope and scheduling of the audit and significant findings of the audit, including any deficiencies in the internal control system that we identify during our audit.

Frankfurt am Main, 11 November 2021

KPMG AG
Auditors

Schobel
Auditor

Rodriguez Gonzalez
Auditor

Annual report

GLS Bank Klimafonds

Overview of the unit classes

Initial issue date

Unit class A	15 August 2017
Unit class B	15 August 2017
Unit class E	1 December 2020

Initial issue price

Unit class A	EUR 100.00 plus issuing surcharge
Unit class B	EUR 1,000.00 plus issuing surcharge
Unit class E	EUR 100.00 plus issuing surcharge

Issuing surcharge

Unit class A	2.50%
Unit class B	1.00%
Unit class E	2.50%

Minimum investment amount

Unit class A	none
Unit class B	EUR 200,000.00
Unit class E	none

Management fee

Unit class A	currently 1.125% p. a.
Unit class B	currently 0.875% p. a.
Unit class E	currently 1.325% p. a.

Custodian fee

Unit class A	currently 0.025% p. a.
Unit class B	currently 0.025% p. a.
Unit class E	currently 0.025% p. a.

Currency

Unit class A	EUR
Unit class B	EUR
Unit class E	EUR

Utilisation of earnings

Unit class A	distributing
Unit class B	distributing
Unit class E	reinvestment

German securities number/ISIN:

Unit class A	A2DTNA / DE000A2DTNA1
Unit class B	A2DTNB / DE000A2DTNB9
Unit class E	A2QCXS / DE000A2QCXS0

Annual report

GLS Bank Klimafonds

Brief overview of the partners

1. Capital management company

Universal-Investment-Gesellschaft mbH

Street address:

Theodor-Heuss-Allee 70
60486 Frankfurt am Main

Postal address:

PO Box 17 05 48
60079 Frankfurt am Main

Tel.: +49 (0)69 710 430

Fax: +49 (0)69 710 43 700

www.universal-investment.com

Founded: 1968

Legal form: Limited liability company

Subscribed and paid-up capital: EUR 10,400,000.00

Equity capital: EUR 57,243,165.68 (as at: September 2020)

Managing Directors:

Frank Eggloff, Munich

Ian Lees, Leverkusen

Katja Müller, Bad Homburg

Markus Neubauer, Frankfurt am Main

Michael Reinhard, Bad Vilbel

Stefan Rockel, Lauterbach (Hesse)

Stephan Scholl, Königstein im Taunus

Axel Vespermann, Dreieich

Supervisory Board:

Prof Dr Harald Wiedmann (Chairman), Berlin

Dr Axel Eckhardt, Düsseldorf

Daniel Fischer, Bad Vilbel

Daniel F. Just, Pöcking

2. Custodian

DZ BANK AG

Deutsche Zentral-Genossenschaftsbank

Street address:

Platz der Republik
60325 Frankfurt am Main

Tel.: +49 (0)69 7447 01

Fax: +49 (0)69 7447 1685

www.dzbank.de

Legal form: Public limited company

Liable equity capital: EUR 27,796 million (as at: 31 December 2019)

3. Advisory Company and Distribution

GLS Investment Management GmbH

Postal address:

Christstrasse 9

44789 Bochum

Tel.: +49 234 6220 2000

www.gls-investments.de

4. Investment Committee

Martin Feige

GLS Investment Management GmbH, Bochum, Germany

Karsten Kührlings

GLS Investment Management GmbH, Bochum, Germany

Pascal Latrouite

GLS Investment Management GmbH, Bochum, Germany