

# **KBC Institutional Fund**

## **Semi-annual report**

### **30 June 2023**

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Public open-ended investment company under Belgian law with a variable number of units opting for investments complying with the conditions of Directive 2009/65/EC - **UCITS**



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# 1. General information on the Bevek

## 1.1. Organisation of the Bevek

### Office

2 Havenlaan - B-1080 Brussels, Belgium.

### Date of incorporation

19 November 1991

### Life

Unlimited.

### Status

Public Bevek with various sub-funds that has opted for investments complying with the conditions of Directive 2009/65/EC and which, as far as its operations and investments are concerned, is governed by the Law of 3 August 2012 relative to undertakings for collective investment complying with the conditions of Directive 2009/65/EC and the undertakings for investment in receivables.

In the relationship between the investors, each sub-fund will be viewed as a separate entity. Investors have a right only to the assets of and return from the sub-fund in which they have invested. The liabilities of each individual sub-fund are covered only by the assets of that sub-fund.

### Board of directors of the Bevek

Name	Function	Mandat
Patrick Dallemagne	Manager CBC Assurance SA, Professor Van Overstraetenplein 2, B-3000 Leuven	Chairman
Filip Abraham	/	Independent Director
Koen Inghelbrecht	/	Independent Director
Geert Rosiers	Client Relationship Manager Institutional Clients KBC Asset Management NV, Havenlaan 2, 1080 Brussels	Natural person to whom the executive management of the Bevek has been entrusted
Johan Tyteca	/	Natural person to whom the executive management of the Bevek has been entrusted

### Management type

Bevek that has appointed a company for the management of undertakings for collective investments.  
The appointed management company is KBC Asset Management NV, Havenlaan 2, 1080 Brussels.

### Date of incorporation of the management company

30 December 1999

## Names and positions of the directors of the management company

Name	Title	
Wouter Vanden Eynde	<i>Independent Director</i>	
Stefan Van Riet	<i>Non-Executive Director</i>	
Katrien Mattelaer	<i>Non-Executive Director</i>	
Axel Roussis	<i>Non-Executive Director</i>	
Luc Vanderhaegen	<i>Independent Director</i>	
Peter Andronov	<i>Chairman</i>	
Johan Lema	<i>President of the Executive Committee</i>	
Klaus Vandewalle	<i>Executive Director</i>	
Jürgen Verschaeve	<i>Executive Director</i>	
Frank Van de Vel	<i>Executive Director</i>	
Chris Sterckx	<i>Executive Director</i>	

## Names and positions of the natural persons to whom the executive management of the management company has been entrusted

Name	Title	
Johan Lema	<i>President of the Executive Committee</i>	
Klaus Vandewalle	<i>Executive Director</i>	
Jürgen Verschaeve	<i>Executive Director</i>	
Frank Van de Vel	<i>Executive Director</i>	
Chris Sterckx	<i>Executive Director</i>	

These persons may also be directors of various beveks.

## Auditor of the management company

PriceWaterhouseCoopers België, Woluwe Garden, Woluwedal 18, 1932 Sint-Stevens-Woluwe, Belgium, represented by Damien Walgrave, company auditor and recognized auditor.

## Financial portfolio management

Regarding the delegation of the management of the investment portfolio, please see the information concerning the sub-funds.

## Financial service providers

The financial services providers in Belgium are:  
KBC Bank NV, Havenlaan 2, B-1080 Brussels

## Custodian

KBC Bank NV, Havenlaan 2, B-1080 Brussels.

### Custodian's activities

The custodian:

- a) Ensures the safe-keeping of the assets of the Bevek and compliance with the standard obligations in this regard;
- b) Ensures that the sale, issue, purchase, redemption and withdrawal of shares in the Bevek occur in compliance with the applicable legal and regulatory provisions, the articles of association and the prospectus;
- c) Ensures that the net asset value of the shares in the Bevek is calculated in accordance with the applicable legal and regulatory provisions, the articles of association and the prospectus;
- d) Carries out the instructions of , provided that these do not contravene the applicable legal and regulatory provisions, the articles of association and/or the prospectus;
- e) Ensures that in transactions relating to the assets of the Bevek, the equivalent value is transferred to the Bevekw within the usual terms;
- f) Ascertains that:
  - i. The assets in custody correspond with the assets stated in the accounts of the Bevek;
  - ii. The number of shares in circulation stated in the accounts corresponds with the number of shares in circulation as stated in the accounts of the Bevek;
  - iii. The investment restrictions specified in the applicable legal and regulatory provisions, the articles of association and the prospectus are respected;

- iv. The rules regarding fees and costs specified in the applicable legal and regulatory provisions, the articles of association and the prospectus are respected;
- v. The returns of the Bevek are appropriated in accordance with the applicable legal and regulatory provisions, the articles of association and the prospectus.

The custodian ensures that the cash flows of the Bevek are correctly monitored and in particular that all payments by or on behalf of subscribers on subscription to shares in the Bevek, have been received and that all the cash of has been booked to cash accounts that:

1. Have been opened in the name of the Bevek, in the name of the management company acting on its behalf, or in the name of the custodian acting on its behalf;
2. Have been opened at an entity as intended in Article 18(1a, b and c) of Directive 2006/73/EC; and
3. Are held in accordance with the principles set out in Article 16 of Directive 2006/73/EC.

If the cash accounts have been opened in the name of the custodian acting in name of the Bevek, no cash from the entity intended in Article 18(1a, b and c) of Directive 2006/73/EC and none of the custodian's own cash may be booked to these accounts.

The assets of the Bevek are placed in custody with a custodian as follows:

- a) For financial instruments that may be held in custody:
  - i. The custodian will hold in custody all financial instruments that may be registered in a financial instrument account in the books of the custodian, as well as all financial instruments that can be physically delivered to the custodian;
  - ii. the custodian will ensure that all financial instruments that can be registered in a financial instrument account in the custodian's books, are registered in the custodian's books in separate accounts in accordance with the principles set out in Article 16 of Directive 2006/73/EC; these separate accounts have been opened in the name of the Bevek or in the name of the management company acting on its account, so that it can be clearly ascertained at all times that they belong to the Bevek, in accordance with the applicable law.
- b) For other assets:
  - i. The custodian will verify that the Bevek or the management company acting on its behalf is the owner of the assets by checking based on information or documents provided by the Bevek or the management company and, where appropriate, of available external proofs, whether the Bevek or the management company acting on its behalf has ownership;
  - ii. The custodian will maintain a register of the assets from which it is clear that the Bevek or the management company acting on its behalf is the owner thereof and will keep that register up-to-date.

The custodian's duty to return the financial instruments only applies to financial instruments that may be held in custody.

### **Custody tasks delegated by the custodian**

The custodian of the Bevek has delegated a number of custody tasks as of the publication date of this annual/half-year report. The tasks delegated to this sub-custodian are:

- Holding the required accounts in financial instruments and cash;
- Carrying out the custodian's instructions regarding the financial instruments and cash;
- Where required, the timely delivery of the relevant financial instruments to other parties involved with holding them;
- The collection of every type of return from the financial instruments;
- The appropriate communication to the custodian of all information that the sub-custodian receives directly or indirectly from the issuers via the chain of depositaries and performing the required formalities with regard to the financial instruments, with the exception of exercising voting rights, unless otherwise agreed in writing;
- Maintaining and communicating to the custodian all required details regarding the financial instruments;
- Processing corporate events on financial instruments, whether or not after the holder of these instruments has made a choice;
- Providing the services that have been agreed between the custodian and the sub-custodian and are legally permitted, with the exception of investment advice and asset management and/or any other form of advice relating to transactions in or the simple holding of financial instruments;
- Maintaining and communicating to the custodian all required details regarding the financial instruments.

### **List of sub-custodians and sub-sub-custodians**

The updated list of entities to which the custodian has delegated custody duties and, where applicable, the entities to which the delegated custody duties have been sub-delegated, can be consulted at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents).

The custodian is liable for the loss of financial instruments held in custody in the sense of Article 55 of the Law of 3 August 2012 relative to undertakings for collective investment complying with the conditions of Directive 2009/65/EC and the undertakings for investment in receivables.

Investors can approach the institutions providing the financial services for up-to-date information regarding the identity of the custodian and its principal duties, as well as the delegation of these duties, and the identity of the institutions to which these duties have been delegated or sub-delegated, and also regarding any conflicts of interest as specified below.

## Conflicts of interest

The custodian will take all reasonable measures to identify conflicts of interest that may arise in the execution of its activities between

- The custodian and management company of the Bevek, or the management companies of other beveks or funds of which the custodian holds assets;
- The custodian and the Bevek whose assets the custodian holds, or other beveks or funds of which the custodian holds assets;
- The custodian and the investors in this Bevek whose assets the custodian holds, or other beveks or funds of which the custodian holds assets;
- These parties themselves.

The custodian of the Bevek will implement and maintain effective organisational and administrative procedures in order to take all reasonable measures to detect, prevent, manage and control conflicts of interest so that they do not prejudice the interests of the aforementioned parties.

If these procedures are not sufficient to be able to assume with reasonable certainty that the interests of the aforementioned parties have not been harmed, the investors will be notified of the general nature or causes of conflicts of interest according to the procedure described on the following website: [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) (About Us > Code of conduct for conflicts of interest). Investors who wish to be informed personally of such conflicts of interest can contact the financial services providers. If necessary, the open-ended investment company's custodian will adjust its processes.

## Administration and accounting management

KBC Asset Management N.V., Havenlaan 2, B-1080 Brussel

## Accredited auditor of the the Bevek

Mazars Bedrijfsrevisoren BV, Manhattan Office Tower -Bolwerklaan 21 b8, 1210, Brussel, represented by Dirk Stragier and Nele Van Laethem.

## Distributor

IVESAM NV, Havenlaan 2, B-1080 Brussels

## Promoter

KBC

The official text of the articles of association has been filed with the registry of the Commercial Court.

## List of sub-funds and share classes of KBC Institutional Fund

The table below contains an overview of the sub-funds sold and their share classes. If no share class is mentioned for a sub-fund, that means that only capitalisation- and/or distribution units are available. The characteristics of the different share classes are given in the prospectus.

	<b>Name</b>
1	Asia Pacific Responsible Investing
	Classic Shares
	Institutional B Shares
	Institutional Shares
2	Euro Bonds
	Classic Shares
	Institutional B Shares
	Institutional Shares
3	Euro Bonds Defensive
	Classic Shares
	Institutional B Shares
	Institutional Shares
4	Euro Bonds Responsible Investing
	Classic Shares
	Institutional B Shares
	Institutional Shares
5	Euro Bonds Short
	Classic Shares
	Institutional B Shares
	Institutional Shares
6	Euro Corporate Bonds
	Classic Shares
	Institutional B Shares
	Institutional Shares
7	Euro Corporate Bonds ex Financials
	Classic Shares
	Institutional B Shares
	Institutional Shares
8	Euro Equities Responsible Investing
	Classic Shares
	Institutional B Shares
	Institutional Shares
9	Euro Equity
	Classic Shares
	Institutional B Shares
	Institutional Shares
10	Euro Equity Small & Medium Caps
	Classic Shares
	Discretionary Shares
	Institutional Shares
11	European Real Estate
	Classic Shares
	Institutional Shares



12	Euro Satellite Equity
	Classic Shares
	Institutional B Shares
	Institutional Shares
13	Global Defensive
14	Global Defensive 1 Responsible Investing
	Classic Shares
	Institutional Shares
15	Global Responsible Investing
	Classic Shares
	Institutional Shares
16	North America Responsible Investing
	Classic Shares
	Institutional B Shares EUR
	Institutional Shares EUR
17	Rest Of Europe Responsible Investing
	Classic Shares
	Institutional B Shares
	Institutional Shares
18	Upper Grade Euro Corporate Bonds
	Classic Shares
	Institutional B Shares
	Institutional Shares
19	World Equity Responsible Investing
	Classic Shares
	Institutional B Shares
	Institutional Shares

## Sub-funds and share classes liquidated during the reporting period

Not applicable

In the event of discrepancies between the Dutch and the other language versions of the (Semi-)Annual report, the Dutch will prevail.

## 1.2. Management report

### 1.2.1. Information for the shareholders

Pursuant to Article 3:6 of the Code of Companies and associations, information is supplied regarding the following:

- In certain sub-funds the balance-sheet item 'Accrued income' might be negative (-) as a result of time-deposit accounts with a negative (-) interest rate.

#### 1.2.1.1. Securities Financing Transactions (SFTs)

Except for the sub-fund applies:

##### General

**Each sub-fund may lend financial instruments within the limits set by law and regulations.**

Lending financial instruments is a transaction where one a sub-fund transfers financial instruments to a counterparty in exchange for financial collateral and subject to an undertaking on the part of that counterparty to supply the sub-fund with comparable financial instruments at some future date or on the sub-fund's request. The counterparty pays a fee for this to the sub-fund.

This takes place within the framework of a securities lending system managed by either a 'principal' or an 'agent'. If it is managed by a principal, a sub-fund has a relationship only with the principal of the securities lending system which acts as counterparty and to whom title to the loaned securities is transferred. If it is managed by an agent, a sub-fund has a relationship with the agent (as manager of the system) and with one or more counterparties to whom title to the loaned securities is transferred. The agent acts as intermediary between a sub-fund and the counterparty or counterparties.

The sub-funds use the lending of financial instruments to generate additional income. This might consist of a fee paid by the principal or, in the event that the fund performs the securities lending through an agent, by the counterparty, as well as income generated through reinvestments.

**The sub-funds are not permitted to agree forms of SFTs other than lending financial instruments.**

##### General information on the SFTs used

Type of SFT	Types of asset that the SFT can involve	Maximum percentage of the assets under management that can be involved in the SFT	Anticipated percentage of the assets under management that will be involved in the SFT
Lending financial instruments	Only <b>shares</b> and <b>bonds</b> will be lent	When lending financial instruments a <b>maximum of 30% of the assets under management</b> will be involved.	<b>Depending on market conditions 0–30% of the assets under management</b> will be involved in the lending of financial instruments

## Criteria for the selection of counterparties

Lending financial instruments only occurs with high-quality counterparties. The management company selects which counterparties qualify for the lending of financial instruments.

The selected counterparties must meet the following minimum requirements to this end:

Legal status	Minimum rating	Country of origin
The counterparty must belong to one of the following categories:  a) A credit institution; or b) An investment firm; or c) A settlement or clearing institution; or d) A central bank of a member state of the European Economic Area, the European Central Bank, the European Investment Bank or a public international financial institution in which one or more European Economic Area member states participate.	Only counterparties rated as investment grade may be considered.  An investment-grade rating means: a rating equal to or higher than BBB- or Baa3 according to one or more of the following accredited rating agencies:  - Moody's (Moody's Investors Service); - S&P (Standard & Poor's, a division of the McGraw-Hill Companies); en - Fitch (Fitch Ratings).  If the counterparty does not have a rating, the rating of the counterparty's parent company may be taken into consideration.	All geographical regions may be considered when selecting counterparties.

The relationship with the counterparty or counterparties is governed by standard international agreements.

## Description of acceptable financial collateral and its valuation

When a sub-fund lends financial instruments, it receives financial collateral in return. This financial collateral protects the sub-fund fund from default on the part of the counterparty to which the financial instruments have been lent.

Each sub-fund may accept the following forms of financial collateral:

- **Cash**; and/or
- **Bonds and other debt instruments**, issued or guaranteed by the central bank of a member state of the European Economic Area, the European Central Bank, the European Union or the European Investment Bank, a member state of the European Economic Area or the Organisation for Economic Cooperation and Development, or by a public international institution in which one or more member states of the European Economic Area participate, other than the counterparty or a person associated with it, and which are permitted to trade on a regulated market; and/or
- **Participation rights in a monetary undertaking for collective investment** that complies with Directive 2009/65/EC or which meets the conditions of Article 52(1:6) of the Royal Decree of 12 November 2012 on certain public institutions for collective investment which meet the conditions of Directive 2009/65/EC, and the net asset value of which is calculated and published daily.

The valuation of the financial collateral occurs daily in accordance with the most applicable and accurate method: mark-to-market. A daily variation margin applies based on the daily valuation. Consequently, daily margin calls are possible.

There are no limits regarding the term of the financial collateral.

## Reuse of financial collateral

If a sub-fund receives collateral in the form of cash, it can reinvest this cash in

- **deposits with credit institutions** which can be withdrawn immediately and which mature within a period not exceeding twelve months, provided that the office of the credit institution is situated within a member state of the EEA, or if the office is established in a third country, provided that it is subject to prudential supervisory rules which the FSMA considers as being equivalent to the rules under European Law.
- **short term money market funds** as defined in Regulation (EU) 2017/1131 of the European Parliament and of the Council of 14 June 2017 on money market funds.
- **government bonds** that are denominated in the same currency as the cash received and that meet the terms and conditions set out in the Royal Decree of 7 March 2006 on securities lending by certain undertakings for collective investment.

Reinvesting in this way can eliminate the credit risk to which a sub-fund is exposed concerning the collateral in respect of the financial institution where the cash account is held, but there is still a credit risk in respect of the issuer or issuers of the debt instrument(s). The management company may delegate implementation of the reinvestment policy to a third party, including the agent managing the securities lending system.

Reinvestment in deposits at the same credit institution may not exceed 10% of the sub-fund's total assets. Reinvestment in bonds issued by the same public authority may not exceed 20% of the sub-fund's total assets.

### ***Policy on the diversification of collateral and the correlation policy***

**A sub-fund is not permitted to accept financial collateral issued by the party offering them.**

A sub-fund's exposure to financial collateral issued by the same issuer may not exceed 20% of the sub-fund's net assets.

### ***Holding of the financial collateral***

The financial collateral will be held in the following manner:

- for cash: held in a cash account; and
- for financial collateral that is not cash: registration in a custody account.

The custodian of the financial collateral and/or the entity to which certain tasks relating to the custody of the financial collateral has been delegated is not necessarily the same entity as the custodian of the Bevek's assets, as stated under 'B. Service providers to the Bevek'.

### ***Influence of SFTs on a sub-fund's risk profile***

**This lending does not affect a sub-fund's risk profile** since:

- The choice of principal, agent and every counterparty is subject to strict selection criteria.
- The return of securities similar to the securities that have been lent can be requested at any time, which means that the lending of securities does not affect management of a sub-fund's assets.
- A margin management system is used to ensure that a sub-fund is at all times the beneficiary of financial security (collateral) in the form of cash or other or other specific types of securities with a low risk, such as government bonds, in case the principal or the counterparty (if a sub-fund uses an agent) does not return similar securities. The actual value of the collateral in the form of specific types of securities with a low risk must at all times exceed the actual value of the loaned securities by 5%. Furthermore, when calculating the value of the specific types of securities with a low risk provided as collateral, a margin of 3% is applied, which should prevent a negative change in price resulting in their actual value no longer exceeding the actual value of the securities. The value of the collateral in the form of cash must at all times exceed the actual value of the loaned securities.
- The criteria met by the collateral are such as to limit the credit risk. A rating of at least investment grade is required in the case of collateral in the form of bonds and other debt instruments. In the case of collateral in the form of participation rights in monetary undertakings for collective investment, the inherent diversification of these undertakings limits the credit risk. In the case of cash that is reinvested, a rating of at least investment grade is required when reinvesting in either deposits or government bonds. In the case of reinvestment in short-term money-market funds, the inherent diversification of these funds limits the credit risk.
- The criteria met by these types of collateral are such as to limit the liquidity risk. It must be possible to value the financial collateral on a daily basis by market price or to withdraw it on demand (on reinvestment of cash in deposits).
- In the case of reinvestment of cash, there are additional criteria to limit the market risk associated with the initial values in cash. When reinvesting bonds, only bonds with a remaining term to maturity of no more than one year may be considered. The shortness of this remaining term results in a low sensitivity to interest rate movements. In the case of reinvestment in short-term money-market funds, the low duration of these funds limits the market risk with respect to the initial value in cash.
- The custody of financial collateral consisting of securities occurs by placing the securities in custody accounts which, in the event of the custodian's bankruptcy, are held outside its insolvent estate. The custody of financial collateral consisting of cash occurs by holding it in cash accounts, whether or not segregated. The extent to which the custody of financial collateral consisting of cash occurs in non-segregated accounts has no influence, however, on the sub-fund's risk profile.
- Operational risks are limited by operational controls, in the shape of daily control of the market values of loaned securities and collateral and reconciliation of internal and external data.

### ***Distribution policy for returns on the utilised SFTs***

**By lending securities, a sub-fund can generate additional income, which might consist of a fee paid by the principal or the counterparty (if a sub-fund uses an agent) as well as income generated through reinvestments. After deducting the direct and indirect charges – set at a flat rate of 35% of the fee received and consisting of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if a sub-fund uses an agent, the fee paid to the agent. This income is paid to a sub-fund. It should be noted in this regard that KBC Bank NV is an entity affiliated with the management company.**

### 1.2.1.2. General strategy for hedging the exchange rate risk

In order to protect its assets against exchange rate fluctuations and within the limitations laid down in the articles of association, a sub-fund may perform transactions relating to the sale and/or the purchase of forward currency contracts, as well as the sale of call options and the purchase of put options on currencies. The transactions in question may relate solely to contracts traded on a regulated market that operates regularly, that is recognised and that is open to the public or, that are traded with a recognised, prime financial institution specialising in such transactions and dealing in the over-the-counter (OTC) market in options. With the same objective, a sub-fund may also sell currencies forward or exchange them in private transactions with prime financial institutions specialising in such transactions.

### 1.2.1.3. Social, ethical and environmental aspects

The investment policy takes into account certain social, ethical and environmental aspects against which issuers are being assessed. Investments may not be made in, amongst others:

- financial instruments issued by manufacturers of controversial weapon systems that are prohibited by international (and national) law or for which there is a broad consensus that they should be banned. These weapon systems include: cluster bombs and sub-munitions, chemical or biological weapons, anti-personnel mines (including Claymore mines), weapons containing depleted uranium;
- financial instruments issued by manufacturers of weapons containing white phosphorus and nuclear weapons;
- financial instruments issued by companies where there are serious indications that they are perpetrators of, accomplices or accessories to, or stand to benefit from the violation of globally recognised standards of Responsible Investing. The main criteria used cover human rights, employee rights, the environment and anticorruption.

In this way, not only is a purely financial reality represented, but also the social reality of the sector or region. This list of exclusion criteria is not exhaustive.

A complete overview of the exclusion criteria can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > *General exclusion policies for conventional and Responsible Investing funds*. These exclusion criteria can be modified at any time by the management company.

For some sub-funds, additional criteria relating to Responsible Investing may apply. These are further specified in 'Information concerning the sub-fund – 2. Investment information – Selected strategy' and on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > *Exclusion policies for Responsible Investment funds*.

For sub-funds that are passively managed and therefore replicate the composition of a financial index, the following applies:

Investments may not be made in financial instruments issued by manufacturers of controversial weapon systems that are prohibited by national law. These weapon systems include: cluster bombs and sub-munitions, anti-personnel mines (including Claymore mines), weapons containing depleted uranium (More information can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > *General exclusion policies for conventional and Responsible Investing funds*).

## Integration of sustainability risk into the investment policy:

In the investment policy, the management company shall take into account the sustainability risk as defined in prospectus under title "F. Information on the risk profile of the UCITS" as follows:

- I. by defining an exclusion policy (the "Exclusion Criteria") applicable to all funds and Sicavs. (Further information can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > *General exclusion policies for conventional and Responsible Investing funds*); and
- II. additional criteria relating to Responsible Investing may apply for certain sub-funds. If applicable these additional criteria are specified under title '2. Investment information - Selected Strategy' and on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > *Exclusion policies for responsible investment funds*.

In its investment policy, the management company constantly assesses the underlying investments at issuer level, but also (if relevant) at the level of the asset allocation and the regional or sectoral allocation. In these regular assessments, the sustainability risk is considered as one of the various elements that can influence the return. The Responsible Investing research team assigns an ESG risk rating to the majority of companies included in the best-known benchmarks and to a selection of small and medium-sized companies, based on input from an ESG data provider, where ESG stands for "Environmental, Social and Governance". The ESG risk ratings are shared internally with portfolio managers and strategists so that they can use them as a factor in the investment decision-making process. Responsible Investing funds additionally have a target to improve the weighted average ESG risk rating (of companies) of the fund versus its asset allocation. More information on our Responsible Investing methodology can

be found in this policy document: [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

#### 1.2.1.4. Summary risk indicator

In accordance with Commission Regulation (EU) No.1286/2014, the Commission Delegated Regulation 2017/653 (EC) of March 8, 2017 as amended by the Commission Delegated Regulation 2021/2268 (EC) of September 6, 2021, a summary risk indicator has been calculated per sub-fund, or where relevant per share class or type of shares. The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you. It is given as a figure between 1 and 7. The higher the figure, the greater the potential return, but also the more difficult it is to predict this return. Losses are possible too. The lowest figure does not mean that the investment is entirely free of risk. However, it does indicate that, compared with the higher figures, this product will generally provide a lower, but more predictable return.

The summary risk indicator is assessed regularly and can therefore go up or down based on data from the past. Data from the past is not always a reliable indicator of future risk and return.

The most recent indicator can be found under the 'What are the risks and what could I get in return?' heading in the 'Key Information' document.

#### 1.2.1.5. Ongoing charges

The key information document sets out the ongoing charges, which consist of management fees and other administrative or operating costs on the one hand and transaction costs on the other hand, as calculated in accordance with the provisions of the Commission Delegated Regulation 2017/653 (EC) of March 8, 2017 as amended by the Commission Delegated Regulation 2021/2268 (EC) of September 6, 2021.

The ongoing charges are the charges taken from the UCITS over a financial year. They are shown per sub-fund, or where relevant per share class or type of shares, in a figure for management fees and other administrative or operating costs and a figure for transaction costs. The figure for management fees and other administrative or operating costs represents all annual expenses and other payments from a sub-fund's assets over the given period that is based on the previous year's figures. The transaction cost figure is an estimate of both annual explicit and implicit transaction costs and is based on the transactions of the previous 36 months. For sub-funds, share classes or types of shares that have been in existence for less than 36 months, the Commission Delegated Regulation 2017/653 (EC) of March 8, 2017 as amended by the Commission Delegated Regulation 2021/2268 (EC) of September 6, 2021 establishes a modified estimation method. These figures are expressed as a percentage of the average net assets per sub-fund or, where relevant, of the share class or type of shares.

The following are not included in the charges shown: entry and exit charges paid by the investor, incidental costs such as performance fees and payments made with a view to providing collateral in the context of derivative financial instruments.

#### 1.2.1.6. Existence of fee sharing agreements and rebates

The management company may share its fee with the distributor, and institutional and/or professional parties.

In the information for each sub-fund – under '2.4.6. Expenses' – you can see the percentage of the fee that has actually been shared for each sub-fund.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee sharing heeft geen invloed op de hoogte van de beheercommissie die a sub-fund to the management company. This management fee is subject to the limitations laid down in the articles of association. The limitations may only be amended after approval by the General Meeting.

The management company has concluded a distribution agreement with the distributor in order to facilitate the wider distribution of the sub-fund's shares by using multiple distribution channels.

It is in the interests of the holders of shares of a sub-fund and of the distributor for the largest possible number of shares to be sold and for the assets of a sub-fund to be maximised in this way. In this respect, there is therefore no question of any conflict of interest.

#### 1.2.1.7. Existence of Commission Sharing Agreements

**For the following sub-funds exist Commission Sharing Agreements: Asia Pacific Responsible Investing, Euro Equities Responsible Investing, Euro Equity, Euro Equity Small & Medium Caps, Euro Satellite Equity, North America Responsible Investing, Rest Of Europe Responsible Investing, World Equity Responsible Investing**

**For the following sub-funds don't exist Commission Sharing Agreements: Euro Bonds, Euro Bonds Defensive, Euro Bonds Responsible Investing, Euro Bonds Short, Euro Corporate Bonds, Euro Corporate Bonds ex Financials, European Real Estate, Global Defensive, Global Defensive 1 Responsible Investing, Global Responsible Investing, Upper Grade Euro Corporate Bonds**

The Management Company, or where applicable, the appointed manager has entered into a Commission Sharing Agreement with one or more brokers for transactions in shares on behalf of one or more sub-funds. This agreement specifically concerns the execution of orders and the delivery of research reports.

### What the Commission Sharing Agreement entails:

The Management Company, or where appropriate, the appointed manager can ask the broker to pay invoices on their behalf for a number of goods and services provided. The broker will then pay those invoices using the savings that have been built up to a certain percentage above the gross commission that it receives from the sub-funds for carrying out transactions.

### N.B.:

Only goods and services that assist the Management Company, or where applicable, the appointed manager in managing the sub-funds in the interest of this a sub-fund can be covered by a Commission Sharing Agreement.

### Goods and services eligible for a Commission Sharing Agreement:

- Research-related and advice-related services;
- Portfolio valuation and analysis;
- Market information and related services;
- Return analysis;
- Services related to market prices;
- Computer hardware linked to specialised computer software or research services;
- Dedicated telephone lines;
- Fees for seminars when the topic is relevant to investment services;
- Publications when the topic is relevant to investment services;
- All other goods and services that contribute directly or indirectly to achieving the investment objectives of the sub-funds.

The Management Company, or where appropriate, the appointed manager has laid down an internal policy as regards entering into Commission Sharing Agreements and avoiding possible conflicts of interest in this respect, and has put appropriate internal controls in place to ensure this policy is observed.

No CSA accrual during this period.

#### 1.2.1.8. Recurrent fees and charges

<b>Recurrent fees and charges paid by the Bevek</b>	
Fees paid to directors insofar as the General Meeting has approved said fees.	250 EUR per meeting attended, linked to the director's actual attendance of/participation in the meetings of the Board of Directors. This fee is divided across all the sub-funds marketed.

<b>Recurrent fees and charges paid by the sub-fund</b>	
Fee paid to the statutory auditor of the Bevek	Fee of the statutory auditor: 4875 EUR/year (excluding VAT) and: 864 EUR/year (excluding VAT) for non-structured sub-funds. 1598 EUR/year (excluding VAT) for structured sub-funds. These amounts can be indexed on an annual basis in accordance with the decision of the General Meeting.

#### 1.2.1.9. Non-recurrent fees and charges borne by the investor

If, at a certain time, the Management Company detects exceptionally high net entries in or exits from a sub-fund, it may decide to impose an additional charge (anti-dilution levy) on the entering or exiting investors concerned, intended for the sub-fund and aimed at neutralising the negative impact on the net asset value caused by investors' entries or exits.

This anti-dilution levy will only be charged in very exceptional situations where, due to exceptional market conditions, the transaction charges resulting from the entries and exits of investors are so high that they would have too great a negative impact on the net asset value (and therefore on existing investors in that sub-fund). At that time, the amount of this anti-dilution levy will be determined by the Management Company in function of the transaction charges.

This anti-dilution levy can be applied in the following sub-funds: Asia Pacific Responsible Investing, Euro Bonds, Euro Bonds Defensive, Euro Bonds Responsible Investing, Euro Bonds Short, Euro Corporate Bonds, Euro Corporate Bonds ex Financials, Euro Equities Responsible Investing, Euro Equity, Euro Equity Small & Medium Caps, Euro Satellite Equity, European Real Estate, Global Defensive, Global Defensive 1 Responsible Investing, Global Responsible Investing, North America Responsible Investing, Rest Of Europe Responsible Investing, Upper Grade Euro Corporate Bonds, World Equity Responsible Investing.

## 1.2.2. General market overview

1 January 2023 – 30 June 2023

### General overview

#### The economic context

The first months of 2023 were characterised by waning fears of recession. In the euro area, the improvement in confidence was helped by lower natural gas prices, which began falling in the final months of 2022. In the US, it was consumers who provided a positive note. In China, strict Covid measures were lifted, opening the door to the reopening of the economy. Here again, consumers were responsible for the better economic indicators, including a sharp improvement in the Purchasing Managers Index (PMI), a good indicator of confidence levels.

During 2022, the increased cost of living led to a decline in consumer confidence. Energy costs in particular rose spectacularly. High inflation prompted households to adjust their spending patterns and tighten the purse strings. This sparked unease among companies, too, with a concomitant negative impact on producer confidence. Inflation fell in the euro area on the back of falling energy prices. Inflation also fell in the US. This changed the outlook for economic growth, leading to easing recessionary fears during the reporting period. The improved economic figures prompted an upward revision of the growth outlook, especially for Europe, which might avoid a slowdown in growth in 2023. In the United States, a mild slowdown in growth is expected in the second half of 2023.

Central banks reacted robustly to the rising inflation rate, hiking key interest rates sharply in 2022, a policy which has continued in 2023. In the US, especially, key interest rates were raised at an unprecedented pace. Despite the cooling headline inflation referred to above, core inflation remained too high, forcing central banks to raise key rates further in a bid to meet their inflation target.

#### Monetary policy

After first raising interest rates by 25 basis points in March 2022, the US Federal Reserve has followed up with further rate hikes since June 2022. Fed chairman Jerome Powell announced to central bankers at the Economic Symposium in Jackson Hole in August 2022 that he would do everything in his power to curb inflation, no matter the impact on the economy and households. He proved to be as good as his word, and raised key rates sharply. Where in the past interest rates have tended to be raised in small steps, this time the Fed has hiked interest rates by 0.75% several times. The persistence of core inflation has raised expectations of further key rate hikes in the US in 2023. Recently, the Fed chairman announced a possible pause in interest rate hikes. However, this does not mark the end of the increases. At the end of the reporting period, the US key rate stood at 5.125%.

In Europe, the ECB stressed in 2022 that the jump in inflation in the euro area would be temporary. However, this assertion proved to be short-lived, and was soon followed by an announcement that the bond purchase programme would end in June 2022; this in turn was followed by the first rate hike of 50 basis points in July 2022. In Europe, too, interest rates were systematically raised in 2022 and again in 2023. At the end of the reporting period, the European key rate stood at 3.75%. With core inflation also proving more persistent than expected in Europe, this has raised the prospect of further interest rate hikes there, too.

#### Currency markets

Diverging monetary policy expectations - the Fed began raising interest rates earlier than the ECB - caused the euro to weaken against the USD, with the euro losing 2% of its value against the USD during the reporting period. The euro strengthened by 1.2% against the CHF and gained 2.9% against sterling. It lost 12% against the Japanese yen.

#### Stock markets

After the bear market rally in the summer of 2022, rising interest rates and fears of recession prompted a correction on the equity markets corrected in autumn 2022. The improved economic outlook and the fall in energy prices enabled European stock markets to get off to a strong start in early 2023 on the back of the reopening of China's economy. The gains on the US stock markets were less pronounced. Over the last six months, the global index has risen by 11.5% in euro terms.

Among the traditional markets, US shares rose by 13.9% in euro terms during the reporting period. US indices fell particularly sharply in the autumn of 2022, with the Nasdaq leading the way. Higher long-term interest rates weighed on the heavyweights of the US stock market, which are largely found in the Media and Technology sectors. Falling producer confidence in the manufacturing sector and the potentially negative impact on economic growth weighed on sentiment in autumn 2022. Fourth-quarter results in 2022 were in line with expectations, though overall earnings were still down slightly. Technology stocks in the US fell in both revenue and earnings terms.

The outlook for the companies concerned when publishing their results was revised downwards. Yet it was precisely these same technology stocks that caused a strong recovery in the US stock market over the past six months.

The euro area, which has been hit harder by the war in Ukraine and fears of interest rate hikes due to high inflation, recorded a gain of 11.1% during the reporting period. The war in Ukraine had a major impact because of the dependence of several European countries on energy supplies (gas and oil) from Russia. The gas tap being turned off in certain countries led to persistently high energy prices. The prospect of falling inflation due to lower energy prices in the closing months of 2022 prompted a reversal. Updated economic growth figures provided a boost in Europe. However, the sharp rise seen in the first few months was not sustained. UK shares rose 6.1%, a much-needed boost given the country's long stretch of political turmoil. Gaining 10.5% over the past six months, Japan also proved its worth as a defensive player.



2022 was a difficult year for equities from emerging markets (countries or regions that are expected to experience rapid economic growth to make up their lag with the West). China's growth came under severe pressure in 2022 and the Chinese government had to pull out all the stops to achieve growth. The lifting of the zero-Covid policy at the start of 2023 was a shot in the arm for the Chinese stock market. However, over the reporting period the Chinese stock market lost 7.5%, as the initial surge after the economy reopened was not sustained. The increase was mainly consumption-driven, while manufacturing lagged behind. Contact-intensive services benefited from the reopening, but industrial production remained below expectations, resulting in weaker growth. Among other things, problems in the real estate sector and increased concerns about local government debt meant that investments contributed less to the revival in China's growth. India's stock market rose 2.8% in the past six months, while Latin America rose sharply (15.9%) thanks to higher commodity prices on account of China's reopening. Brazil posted gains of 14.3% thanks to the calm that returned after the presidential elections. The Russian stock market was hit by the conflict with Ukraine; it initially closed and then reopened only for local traders. Turkey's stock market fell sharply over the past six months, losing 20.8% mainly in the run-up to the presidential elections.

Cyclical companies had a tough time last year. They were impacted by the bleak economic outlook (especially in Europe), along with China's sluggish economy and the war in Ukraine. With an improved economic outlook for 2023, Materials stocks rebounded, gaining 2.2% over the past six months thanks to the reopening of China's economy. Industrials showed a similar trend, benefitting from a recovery and gaining 11%. Among Industrials, Capital Goods and Commercial Services posted gains of 11.6%. The Transport sector also rallied, rising 8.6% thanks to the improved economic outlook.

Energy was the sector of choice in the first half of 2022. The picture in 2023 is different, with the fall in energy prices causing a 4.5% decline in the Energy sector. The recent fall in energy prices has weighed on the sector, with gas prices in particular falling sharply in recent months, actually hitting lower levels than before the war in Ukraine. The mild winter obviously helped reduce gas consumption, enabling stocks to remain high and reducing upward pressure on gas prices.

The Financial sector gained 1.4% over the past six months, as financial institutions benefited from the higher interest rates. The upward revision of the economic growth outlook is also good news, as it reduces the likelihood of defaults. European banks got off to a strong start in 2023, outperforming their US counterparts. In March, however, we faced a mini-financial crisis. The failure of SVB and Signature Bank in the US and UBS's takeover of Credit Suisse in Europe damaged confidence in the financial sector. Calm returned fairly quickly thanks to the decisive action taken by central banks. Among Financials, diversified financial stocks performed best, rising 4.6%. Insurers rose only slightly (0.3%), while banks fell by 0.3%.

Over the past six months, Consumer Discretionary sectors rose by 20.9%. The Retail sector was up 13.9% thanks to the gradual resolution of supply chain issues and falling transportation costs. The fall in inflation was of course helpful. Consumer Discretionary (such as luxury goods) gained 14.8%. The Luxury sector made up considerable ground due to the reopening of China's economy. China's savings ratio had risen sharply during the pandemic, but after the zero-Covid policy was lifted, Chinese consumption increased sharply, with some of it going to the Luxury sector. The automotive sector rose 44.8% in the past six months, partly thanks to the resolution of the supply problems affecting semiconductors. Better economic figures also reassured consumers, boosting demand for cars. Consumer Services (tourism, restaurants) rose 17.6%. The easing of Covid measures in Europe and the US in 2022, and especially the reopening of the Chinese economy, had a positive impact on this subsector.

Consumer Staples, which are typically defensive sectors, gained 1.5%. Food companies recorded a net fall of 0.6%. At the start of the year, they were still able to pass on increased costs such as staff costs, but were less able to do so during the past six months. The Household Products subsector gained 1.9%, while Retailers were up 6.6% during the reporting period.

Utilities had a weak six months, falling by 2.9%, with most of this loss occurring in autumn 2022. This trend is continuing in 2023, driven by the weak performance of renewable energy companies. Health Care, another defensive sector, lost 1.7%. Pharmaceutical companies fell 3.2%. The big pharma companies had a weak fourth quarter, with a slight fall in earnings. This subsector is fairly expensively priced, which cannot be said of Medical Technology, which is cheaper and delivered good fourth-quarter results. However, the recovery after Covid has not been as robust as originally expected. Medical Technology rose 1.2%.

Technology lost ground in 2022 due to rising interest rates, but has picked up again recently. The sector gained 33.9%, with Hardware rising by 33.1% and Software by 25.1%. The reopening of China's economy has raised fears that problems in the supply chain may re-emerge; this enabled Semiconductors to gain 51.7%. Communication Services increased by 22.7%. This sector consists of the Telecommunications subsector (defensive) plus the Media and Entertainment subsector (more focused on IT). Telecommunications sector rose by just 0.1%, while Media strengthened, climbing 31.2%.

## **Bond markets**

US and euro area bond yields saw renewed volatility in the first half of 2023, mainly on the back of the US banking crisis and expectations that central banks would soon adjust their key rates. Despite this, US ten-year yields remained essentially unchanged over the same period, while the German benchmark yields actually fell slightly. Although global inflation has recently edged downwards, core inflation remains strong. This has left central banks with no other choice but to keep the monetary reins tight for the foreseeable future.

The Fed's key rate has been raised from 0.125% to 5.125% in a series of steps since March 2022. The ECB has also raised the deposit rate from -0.5% to 3.5% since July 2022. The central banks' priority remains fighting high

inflation, and they are not allowing themselves to be distracted by recession or financial stability risks. These central banks' key rates are slowly nearing their peak, which may be reached before or during the summer of 2023. Investors regularly speculate that these key rates will fall rapidly, but the central banks maintain that a period of policy tightening is necessary for a healthier long-term inflation environment. Bond yields may even have peaked in early March.

There was a short-lived increase in financial market turmoil in March in response to problems in the banking sector. However, on balance, the credit premiums for corporate bonds with strong balance sheets were down approximately 0.1% in the past six months amid hopes of better economic growth prospects. In the euro area, the spread in government bond yields between Germany and peripheral countries such as Italy has also narrowed just a little. In July 2022, however, a new ECB instrument was introduced to stop the spread widening further, and this has proved fairly successful so far.

After a dramatic 2022, the overall picture for bond investors has been positive over the first half of 2023. Returns on euro-denominated government bonds range from 0.7% for the bond reference index with a term to maturity of between one and five years, to 2.5% for a diversified basket of maturities. The return on corporate bonds was 2.2%. Growth market bonds (in local currency terms) yielded 5.9% (in euro terms) in the first half of the year, thanks in part to an appreciation in exchange rates.

## **Projections**

### **The economic context**

Economic conditions have become highly uncertain as the impact of the post-Covid reopening on Western economies slowly fades and the effects of stimulus policies during the pandemic give way to a strict monetary policy aimed at fighting inflation.

Despite steadily increasing interest rates and inflation figures not seen in 40 years, the economy has so far held up quite well, due in part to a very buoyant labour market. The military conflict in Ukraine, (temporarily) much higher energy prices and a 'light' banking crisis have all failed to derail the economy, but most economists still expect that, following an inevitable slowdown, strict interest rate policies could cause a slight deterioration in the economy in the second half of this year.

The prospect of this growth slowdown and its potential impact on corporate earnings is creating a lot of uncertainty on the stock markets. However, the underlying trend currently remains upwards despite the weaker economic picture. We therefore do not expect this upward trend to continue.

The bond market also struggled to find a consistent direction for a while. In recent months, bond investors seem to have quietly assumed that the worst inflation problems have passed and that central banks are nearing the end of their cycle of rate hikes. Judging from the yields on longer maturities, the assumption is that banks will change tack and leave key rates unchanged at the current higher levels.

Whereas we took a cautious approach to our share and bond portfolios last year, we have now increased the weighting of the bond component and are actually invested slightly above the benchmark weight. We will remain under the benchmark allocation for equities until we gain some clarity on the extent of the slowdown in economic growth and its impact on the economy; in fact we have recently increased this underweighting.

### **Monetary policy**

However, the economic situation still carries risks, as high energy and food prices weigh on consumer confidence. The ultimate extent of the Federal Reserve's efforts to fight inflation remains a matter of conjecture. Is slowing growth enough on its own, or are other steps necessary? The Fed has raised interest rates by no less than 500 basis points in eight steps since March last year. In terms of both magnitude and timeframe, this is one of the most stringent tightening cycles ever. There is certainly a chance of some slowdown in growth in the US economy.

The impact of rate hikes on the cost of financing home loans and instalment loans has households worried. It has also become increasingly clear recently that businesses are starting to feel more uncertain.

### **Currency markets**

We expect the USD to weaken over 2023 due to the expected modest slowdown in growth in the second half of the year. We are projecting a EUR-USD exchange rate of around 1.11 by the end of 2023.

### **Financial markets**

Stock markets are hovering between hope and fear. The uncertain economic situation is translating into volatility on stock markets. Hopes for a rapid cooling of inflation and an adjustment to strict interest rate policies are alternating with fears of more rate hikes and a more pronounced downturn in the economy and corporate earnings. We are investing below the benchmark level for shares and seeking out sectors that are less dependent on fluctuations in the economy. We regularly make tactical adjustments to benefit from rising markets, too.

Bond markets remain gripped by rising interest rates. Although the summer brought some respite, interest rates have climbed back higher since then and are now at their highest level since 2011. We already have a fair weighting of bonds in the portfolio, and recently expanded this position further. Higher interest rates have helped build up a slightly larger interest buffer, which partly protects returns from interest rates climbing further. On the other hand, if the economic situation deteriorates, there will undoubtedly be a flight to the 'safe haven' of government bonds.

We are holding a limited cash position to respond to opportunities as they arise.

## Stock markets

After a surprisingly strong first quarter, subsequent quarters will experience weaker growth in both the US and across European countries. The US is also forecast to see a few quarters of very slightly negative growth, especially in the second half of the year. Confidence indicators in industry have sunk below critical levels in the US. By contrast, the service sector is holding up well. Inflation is cooling, but core inflation remains persistent. The strong labour market is pushing up wages as well as increasing purchasing power for households. This means that the US central bank (Fed) may still raise interest rates a little further in the summer months. So far, the feared energy crisis has not materialised in the euro area, and confidence in the economy is showing a slight recovery. Here too, core inflation remains high, as a result of which the European Central Bank (ECB) is also being forced to further increase rates. The end of China's zero-Covid policy is mainly boosting Chinese domestic demand, with the effect on industrial sectors and other countries still limited for now. We are maintaining a fairly defensive positioning in the strategy for shares.

At regional level, the portfolio is relatively well balanced. We are still positive towards Emerging Asia and China. The end of the zero-Covid policy at the start of 2023 is a positive for Chinese growth. That the government is willing to do whatever it takes to stimulate growth is also reflected by the fact that the banks' reserve requirement was reduced again. Risks such as the regulation of technology companies and the real estate sector seem to be under control for now.

Within Asia, we also remain positive about the Pacific region, which consists mainly of Japanese companies. This region has decidedly defensive qualities and is benefiting from the recovery of the economy in emerging Asia. The cheap yen is an advantage for Japanese export companies, and the central bank is also continue able to pursue an accommodative monetary policy thanks to low inflation.

In the major Western economic centres, our regional preference depends mainly on the sectors we choose. At the start of 2023, we reduced our position in the technology sector, which puts North America in an underweight position. We are maintaining a slightly underweight position in the euro area. Europe excluding the EMU, on the other hand, is being bolstered by the increased presence of more defensive industries, leading us to recommend an overweight position for Europe as a whole.

We are underweight in the cyclical sectors. We are invested below the benchmark level in the industrial sectors, following a fall in confidence indicators. Reduced demand for products is leading to reduced investment. In the short term, the conflict in Ukraine and high energy and input prices are also weighing on the earnings outlook for the sector. We are maintaining a neutral stance on Materials. The reopening of the Chinese economy following the end of the zero-Covid policy is not giving commodity markets the expected boost, since the recovery is largely being driven by consumption.

We are maintaining a neutral recommendation for financial stocks. Following the collapse of a number of US banks and the acquisition of Credit Suisse by UBS, we have become more cautious on the banking sector, although we are maintaining a slightly overweight position for European banks, which are currently very cheap. The more defensive insurers remain slightly overweight.

We are significantly underweight in the Consumer Discretionary sectors as high inflation is forcing consumers to dig deeper into their pockets. We are keeping Consumer Services at a neutral weighting. The Consumer Discretionary sector also includes e-commerce companies, which have become somewhat less attractive after their robust growth during the Covid crisis, and traditional retailers, which are coming under pressure from higher inflation and slightly waning consumer confidence in the US. We are keeping the Automotive sub-segment underweight due to fears of waning demand as a result of the mild recession in the second half of the year. After the strong rally in the Luxury segment (partly due to demand from China), we also decided to scale back this sub-segment.

We are neutral on the Technology sector, with its strong US preference, but underweight in the Semiconductor and Hardware subsectors due to the prospect of lower growth in the short term. In addition, these segments are particularly expensive due to the strong AI- and ChatGPT-linked rally. Within the Technology sector, however, we are maintaining a heavily overweight position in software companies. Thanks to its pricing power, this sub-sector is less impacted by inflation. Media companies have struggled with disappointing quarterly results although a potential fall in advertising revenues appears to be less severe than expected due to US consumer strength. We are therefore maintaining a neutral stance on this sector.

We are continuing to focus on defensive sectors. Health Care is a defensive sector which is able to generate solid corporate earnings and where the risk of increased regulation in the US has eased. We recently built up the holdings in Pharmaceuticals and Medical Technology again in the light of the latter sector's cheaper valuation and better quarterly results. We raised the weighting of Telecom companies, which are listing at very low valuations, to a neutral level.

We are also overweight in Consumer Staples. These companies, which include food and beverage producers as well as household and personal products manufacturers, provide stable income in uncertain times. We made the composition of our portfolio more defensive again by strongly overweighting food and beverage companies. We have take a neutral stance on Utilities and are maintaining the slightly underweight positions in Real Estate companies.

Finally, we are sticking to our neutral stance on the traditional Energy sector. The reopening of China's economy did

not boost demand for oil and the production cuts by OPEC did not support oil prices.

### **Bond markets**

Economic growth is weak. High inflation is forcing central banks to raise their key rates, creating a restrictive monetary environment. On the other hand, bonds are seen as a safe haven. Positions are built up whenever fears of recession increase, which causes yields to fall. In this complex situation, it is unclear whether investors will focus more on the economic dip, inflation or a potential reversal of central banks' interest rate policy. Against this backdrop, we still expect to see major fluctuations in bond yields, although German ten-year yields may have now peaked.

The main priority of the US central bank (Fed) is to combat sky-high inflation. In March 2022, the bond purchase programme was discontinued and for the first time since 2015, the Fed initiated a cycle of sharp rate hikes, which brought rates from 0.125% to the current 5.125%. Problems in the banking sector as well as the rapid and sharp increase in interest rates argue in favour of a pause, and this was duly taken in June. However, all options remain on the table for future meetings, although the Fed says it is not finished yet. Nonetheless, a peak in the key rate seems imminent. On the other hand, Fed chairman Jerome Powell is indicating that a subsequent rate cut is not planned for 2023.

The European Central Bank (ECB) is also concerned about inflation being far above its target rate. The bond purchase programme was discontinued at the end of June 2022, with a first rate hike following in July and the deposit rate being raised from -0.5% to +3.5% since then. ECB President Lagarde indicated that the task is not yet finished due to stubborn core inflation. ECB key rates continue to be raised but here, too, the peak appears to be in sight.

We are neutral on the allocation in bonds. Following the sharp rise since early 2022 in interest rates as well as credit premiums, bonds are once again attractive after a long period of very low yields. KBC is forecasting weak economic growth, but we will avoid a deep recession. We therefore prefer blue-chip corporate bonds to government bonds. We are supplementing these investments to a limited extent with a minor position in emerging countries, where returns are very attractive.

Maturities have been regularly adjusted in recent months, but generally kept shorter than the reference (benchmark). Considerable fluctuations in interest rates are likely to continue for a while, although the trend will be much flatter than in 2022. Holding a steady course will be key in 2023.

### 1.3. Aggregate balance sheet (in EUR)

Balance sheet layout		30/06/2023	30/06/2022
<b>TOTAL NET ASSETS</b>		7,008,775,128.28	5,721,061,311.94
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	3,211,164,985.21	2,647,263,059.94
	Of which bonds lent		83,001,008.17
	Collateral received in the form of bonds	3,383,510.62	2,861,136.76
B.	Money market instruments	159,661,170.91	171,481,664.27
C.	Shares and similar instruments		
	a) Shares	2,785,801,898.59	2,568,927,340.34
	Of which securities lent	3,155,586.55	2,588,355.07
	b) Closed-end undertakings for collective investment		36,261.60
D.	Other securities	65,682.45	213,480.48
E.	Open-end undertakings for collective investment	810,300,226.17	257,605,905.31
E.	Open-end undertakings for collective investment		
	a) Reinvested collateral in money market funds		83,616,583.11
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts (+/-)	-216,237.10	-1,096,217.74
	j) Foreign exchange		
	Futures and forward contracts (+/-)	-106.09	1,564.96
	l) Credit		
	Swap contracts (+/-)	11,077.78	
	m) Financial indices		
	Futures and forward contracts (+/-)	-27,280.90	
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	127,232,204.22	158,870,571.22
	c) Collateral	1,959,606.58	1,084,165.72
B.	Payables		
	a) Accounts payable (-)	-153,961,025.29	-150,765,717.23
	c) Borrowings (-)	-68,455,501.05	-66,894,753.52
	d) Collateral (-)	-3,398,281.13	-87,353,332.73
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	137,940,201.16	134,736,509.28
C.	Collateral received cash		875,612.86
D.		14,770.51	
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	1,865,471.84	4,155,966.12
C.	Accrued expense (-)	-4,567,246.19	-4,558,488.80
<b>TOTAL SHAREHOLDERS' EQUITY</b>		7,008,775,128.28	5,721,061,311.94
<b>A.</b>	<b>Capital</b>	6,636,083,915.52	6,748,407,481.26
<b>B.</b>	<b>Income equalization</b>	55,536.74	-3,901,868.15
<b>D.</b>	<b>Result of the period</b>	372,635,676.02	-1,023,444,301.17

#### Off-balance-sheet headings

I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.a.	Securities/money market instruments	3,383,510.62	2,861,136.76

I.A.b.	Cash at bank and in hand/deposits	1,974,377.09	85,576,361.69
III.	Notional amounts of futures and forward contracts (+)		
III.A.	Purchased futures and forward contracts	34,725,577.00	57,802,740.41
III.B.	Written futures and forward contracts	-14,333,218.03	-52,620,091.23
IV.	Notional amounts of swap contracts (+)	1,000,000.00	
IX.	Financial instruments lent	3,155,586.55	85,589,363.24

## 1.4. Aggregate profit and loss account (in EUR)

Income Statement	30/06/2023	30/06/2022
<b>I. Net gains(losses) on investments</b>		
A. Bonds and other debt instruments		
a) Bonds	33,782,657.29	-421,011,005.82
B. Money market instruments	-100,754.29	-210,354.57
C. Shares and similar instruments		
a) Shares	291,384,752.02	-695,094,474.04
b) Closed-end undertakings for collective investment	-10,108.00	-17,891.30
D. Other securities	-70,913.23	4,560.86
E. Open-end undertakings for collective investment	30,296,833.88	-31,248,918.19
F. Derivative financial instruments		
a) Bonds		
Futures and forward contracts	906,865.04	877,028.77
k) Credit		
Swap contracts (+/-)	9,900.00	
l) Financial indices		
Futures and forward contracts	408,160.80	2,082,294.36
H. Foreign exchange positions and transactions		
a) Derivative financial instruments		
Futures and forward contracts	-106.09	1,564.96
b) Other foreign exchange positions and transactions	-31,778,646.47	77,614,367.53
<b>Det. section I gains and losses on investments</b>		
Realised gains on investments	80,029,800.40	926,979,139.13
Unrealised gains on investments	191,826,075.46	-354,362,460.59
Realised losses on investments	-161,839,869.18	-477,085,041.50
Unrealised losses on investments	214,812,634.29	-1,162,534,464.48
<b>II. Investment income and expenses</b>		
A. Dividends	34,800,831.82	36,512,200.70
B. Interests		
a) Securities and money market instruments	28,497,225.24	25,646,282.32
b) Cash at bank and in hand and deposits	695,126.01	6,867.82
C. Interest on borrowings (-)	-137,120.59	-212,047.88
D. Swaps (+/-)	4,916.67	
F. Other investment income	111,649.63	126,032.91
<b>III. Other income</b>		
A. Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	2,790,552.50	2,031,780.33
B. Other	9,026.28	25,242.64
<b>IV. Operating expenses</b>		
A. Investment transaction and delivery costs (-)	-1,310,137.65	-1,446,453.23
B. Financial expenses (-)	-4,165.53	-5,766.60
C. Custodian's fee (-)	-847,252.72	-997,873.26
D. Manager's fee (-)		
a) Financial management	-11,338,815.39	-12,678,011.81

	b)Administration and accounting management	-3,407,234.22	-3,365,837.27
E.	Administrative expenses (-)	26.46	-63.36
F.	Formation and organisation expenses (-)	-16,376.57	-25,803.50
H.	Services and sundry goods (-)	-39,215.48	-35,865.78
J.	Taxes	-802,468.86	-955,164.35
L.	Other expenses (-)	-1,199,532.57	-1,066,993.39
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	47,807,035.05	43,558,526.29
V.	<b>Profit (loss) on ordinary activities before tax</b>	372,635,676.02	-1,023,444,301.17
VII.	<b>Result of the period</b>	372,635,676.02	-1,023,444,301.17



## 1.5. Summary of recognition and valuation rules

### 1.5.1. Summary of the rules

Summary of the valuation rules pursuant to the Royal Decree of 10 November 2006 on the accounting, annual accounts and periodic reports of certain open-ended undertakings for collective investment.

The assets of the various sub-funds are valued as follows:

- When purchased or sold, securities, money market instruments, units in undertakings for collective investment and financial derivatives are recorded in the accounts at their acquisition price or sale price, respectively. Any additional expenses, such as trading and delivery costs, are charged directly to the profit and loss account.
- After initial recognition, securities, money market instruments and financial derivatives are measured at fair value on the basis of the following rules:
  - Securities that are traded on an active market without the involvement of third-party financial institutions are measured at fair value using the closing price;
  - Assets that have an active market which functions through third -party financial institutions that guarantee continuous bid and ask prices are measured using the current bid price set on that market. However, since most international benchmarks use mid-prices, and the data providers cannot supply bid prices (e.g., JP Morgan, iBoxx, MSCI, etc.), the midprices are used to measure debt instruments, as provided for in the Notes to the aforementioned Royal Decree. The method to correct these midprices and generate the bid price is not used, as it is not reliable enough and could result in major fluctuations.
  - Securities whose last known price is not representative and securities that are not admitted to official listing or admitted to another organised market are valued as follows:
    - 1 When measuring these securities at fair value, use is made of the current fair value of similar assets for which there is an active market, provided this fair value is adjusted to take account of the differences between the assets concerned.
    - 2 If no fair value for similar assets exists, the fair value is calculated on the basis of other valuation techniques which make maximum use of market data, which are consistent with generally accepted economic methods and which are verified and tested on a regular basis.
    - 3 If no organised or unofficial market exists for the assets being valued, account is also taken of the uncertain character of these assets, based on the risk that the counterparties involved might not meet their obligations.
  - Shares for which there is no organised or unofficial market, and whose fair value cannot be calculated reliably as set out above, are measured at cost. Impairment is applied to these shares if there are objective instructions to this end.
  - Units in undertakings for collective investment (for which there is no organised market) are measured at fair value using their last net asset value.
- Liquid assets, including assets on demand at credit institutions, obligations on current account vis-à-vis credit institutions, amounts payable and receivable in the short term that are not represented by negotiable securities or money market instruments (other than vis-à-vis credit institutions), tax assets and liabilities, are measured at nominal value. Other amounts receivable in the longer term that are not represented by negotiable securities are measured at fair value. Impairment is applied to assets, amounts to be received and receivables if there is uncertainty that they will be paid in full or in part at maturity, or if the realisation value of this asset is less than its acquisition value. Additional impairment is recorded on the assets, amounts to be received and receivables referred to in the previous paragraph to ensure that any change in their value, or risks inherent in the asset in question, are taken into account.
- The income generated by securities lending is recognised as other income (Income statement II.B.a.: Investment income and expenses – Interest – Securities and money market instruments) and is included on an accruals basis in the income statement over the term of the transaction.
- Securities issued in a currency other than that of the relevant sub-fund are converted into the currency of the sub-fund at the last known mid-market exchange rate.

#### Differences

A minor difference may appear from time to time between the net asset value as published in the press and the net asset value shown in this report. These are minimal differences in the net asset value calculated that are identified after publication.

If these differences reach or exceed a certain tolerance limit, the difference will be compensated. For those buying or selling shares in the bevek and for the bevek itself, this tolerance limit will be a certain percentage of the net asset value and the net assets, respectively.

This tolerance limit is:

- money market funds: 0.25%
- bond funds, balanced funds and funds offering a capital guarantee: 0.50%
- equity funds: 1%
- other funds (real estate funds, etc.): 0.50%

## 1.5.2. Exchange rates

1 EUR =	30/06/2023		30/06/2022	
		1.638999	AUD	1.520322
	1.443665	CAD	1.348578	CAD
	0.976063	CHF	1.000861	CHF
	7.445911	DKK	7.436651	DKK
	N/A*	EUR	1.000000	EUR
	0.858142	GBP	0.860842	GBP
	8.549730	HKD	8.203593	HKD
	4.048646	ILS	3.661322	ILS
	157.687685	JPY	142.029610	JPY
	11.688483	NOK	10.328784	NOK
	1.780788	NZD	1.681463	NZD
	4.432678	PLN	4.700186	PLN
	11.784218	SEK	10.713144	SEK
	1.476504	SGD	1.454952	SGD
	28.442370	TRY	17.455355	TRY
	1.091000	USD	1.045450	USD
	20.610353	ZAR	17.127084	ZAR

\* N/A (not applicable) we display if the named currency is not in the compartment, or if the compartment is empty.

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# 2. Information on KBC Institutional Fund Asia Pacific Responsible Investing

## 2.1. Management report

### 2.1.1. Launch date and subscription price

#### **Classic Shares Capitalisation**

Launch date: 15 December 2020  
Initial subscription price: 1 000 EUR  
Currency: EUR

#### **Classic Shares Distribution**

Launch date: 15 December 2020  
Initial subscription price: 1 000 EUR  
Currency: EUR

#### **Institutional Shares Capitalisation**

Launch date: 15 December 2020  
Initial subscription price: 1 000 EUR  
Currency: EUR

#### **Institutional Shares Distribution**

Launch date: 15 December 2020  
Initial subscription price: 1 000 EUR  
Currency: EUR

#### **Institutional B Shares Capitalisation**

Launch date: 15 February 2022  
Initial subscription price: 1 000 EUR  
Currency: EUR

### 2.1.2. Stock exchange listing

Not applicable.

### 2.1.3. Goal and key principles of the investment policy

#### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

#### Sub-fund's investment policy

##### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

##### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The sub-fund aims to generate a return that matches the return of the benchmark, viz. the MSCI PACIFIC - Net Return Index, by investing in a selection of shares that are included in the benchmark and that comply with the responsible investing methodology criteria set out below. Active management is therefore limited to the responsible investing methodology. The benchmark comprises shares of companies from Japan and developed countries in the Asia-Pacific region.

Within the above limits, the sub-fund pursues responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the “**Responsible Investing Advisory Board**”) comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. ‘sustainable investments’).

The companies in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes companies in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that companies involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that companies who seriously violate fundamental principles of environmental protection, social responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

- (1) promote the integration of sustainability into the policy decisions of companies by preferring companies with a better **ESG score**, where ESG stands for 'Environmental, Social and Governance', and
- (2) promote climate change mitigation, by preferring companies with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;
- (3) support sustainable development, by including companies that contribute to the **UN Sustainable Development Goals** and

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

### **(1) ESG-score**

The contribution to the integration of sustainability into policy decisions of the companies is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are:

- respect for the environment (e.g., reduction in greenhouse gas emissions);
- attention to society (e.g., employee working conditions); and
- corporate governance (e.g., independence and diversity of the board of directors).

The ESG score for companies is an ESG risk score supplied by a data provider.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

To achieve this objective, the ESG score of the portfolio for companies is compared to following benchmark: MSCI Pacific-Net Return index.

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

### **(2) Carbon Intensity**

The objective to promote climate change mitigation, by favoring lower carbon intensity companies, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to companies for which data is not available.

The contribution of companies to climate change mitigation is measured based on their carbon intensity. Carbon intensity is defined as absolute greenhouse gas emissions (in tonnes CO2 equivalent), divided by revenues (in mln USD).

A trajectory of -50% by 2030 versus the MSCI Pacific-Net Return index in 2019 is followed.

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **(3) UN Sustainable Development Goals**

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in companies that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of companies that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Companies that contribute to the UN Sustainable Development Goals are defined as those that are aligned with at least one of the 15 first UN Sustainable Development Goals, while not being misaligned with any of these UN Sustainable Development Goals.

In addition, the Responsible Investing Advisory Board can also award the "sustainable development" label to instruments.

More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which a company can no longer be regarded as eligible after purchase;
- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible company based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;

- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

In addition, for the purpose of efficient portfolio management, the fund manager may to a significant degree use derivatives relating to assets that would not be eligible for inclusion in the sub-fund, in so far as there is no serviceable and comparable alternative available on the market. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The sub-fund aims to generate a return that matches the return of the benchmark: MSCI PACIFIC - Net Return Index.

The sub-fund aims to minimise the tracking error relative to the benchmark referred to above. Under normal market conditions, the expected tracking error is between 0% and 5%. Possible causes of this tracking error could be the Responsible Investing methodology, the method used to track the benchmark, transaction charges, dividend reinvestment and the costs generally borne by the sub-fund.

The tracking error measures the volatility of the sub-fund's return relative to that of the benchmark. The higher the tracking error, the more the sub-fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to assess the performance of the sub-fund.

### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

### **Required disclaimers for benchmark providers:**

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

## **Volatility of the net asset value**

**The volatility of the net asset value may be high due to the composition of the portfolio.**

## **Securities Financing Transactions (SFTs)**

The sub-fund may not lend any financial instruments.

## **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.



## **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects

### **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

### **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

### **2.1.6. Index and benchmark**

See 'Sub-fund's investment policy'.

### **2.1.7. Policy pursued during the financial year**

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for a review of the market.

### **2.1.8. Future policy**

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

### **2.1.9. Summary risk indicator (SRI)**

Classic Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of investments in the shares of companies from Japan and the Asia Pacific Region.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of investments in the shares of companies from Japan and the Asia Pacific Region.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional B Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of investments in the shares of companies from Japan and the Asia Pacific Region.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

<b>Balance sheet layout</b>		<b>30/06/2023</b> (in Euro)	<b>30/06/2022</b> (in Euro)
	<b>TOTAL NET ASSETS</b>	59,666,803.85	29,726,802.92
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
C.	Shares and similar instruments		
	a) Shares	59,840,060.31	29,715,231.93
F.	Derivative financial instruments		
	j) Foreign exchange		
	Futures and forward contracts (+/-)	98.79	
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	127,338.45	92.26
B.	Payables		
	a) Accounts payable (-)		-1.56
	c) Borrowings (-)	-497,252.64	-27,734.86
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	94,842.90	5,058.89
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	134,009.90	54,326.40
C.	Accrued expense (-)	-32,293.86	-20,170.14
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	59,666,803.85	29,726,802.92
<b>A.</b>	<b>Capital</b>	57,379,456.70	32,772,022.99
<b>B.</b>	<b>Income equalization</b>	163,526.87	27,899.08
<b>D.</b>	<b>Result of the period</b>	2,123,820.28	-3,073,119.15
<b>Off-balance-sheet headings</b>			
<b>III.</b>	Notional amounts of futures and forward contracts (+)		
<b>III.A.</b>	Purchased futures and forward contracts	357,490.92	
<b>III.B.</b>	Written futures and forward contracts	-120,797.71	

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	5,696,300.21	-2,171,742.17
F.	Derivative financial instruments		
	l) Financial indices		
	Futures and forward contracts		-10,267.47
H.	Foreign exchange positions and transactions		
	a) Derivative financial instruments		
	Futures and forward contracts	98.79	
	b) Other foreign exchange positions and transactions	-4,073,893.59	-1,152,181.05
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	506,543.86	325,269.22
	Unrealised gains on investments	4,881,349.05	-593,789.09
	Realised losses on investments	-625,114.03	-239,520.49
	Unrealised losses on investments	-3,140,273.47	-2,826,150.33
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	666,513.13	368,853.39
B.	Interests		
	b) Cash at bank and in hand and deposits	409.99	1.86
C.	Interest on borrowings (-)	-4,696.69	-775.08
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	5,052.04	
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-18,106.69	-12,990.18
B.	Financial expenses (-)	-37.72	-332.07
C.	Custodian's fee (-)	-9,005.49	-5,717.98
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-125.00	-114.23
	Institutional Shares	-84,895.17	-62,422.54
	Institutional B Shares	-14,314.58	-1,094.84
	b) Administration and accounting management	-23,664.89	-14,262.01
E.	Administrative expenses (-)	0.01	
F.	Formation and organisation expenses (-)	-148.18	-66.93
H.	Services and sundry goods (-)	-2,027.48	-2,006.15
J.	Taxes		
	Classic Shares	-31.87	-22.67
	Institutional Shares	-2,420.52	-1,591.77
	Institutional B Shares	-614.98	-66.24
L.	Other expenses (-)	-10,571.04	-6,321.02
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	501,314.87	261,071.54
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	2,123,820.28	-3,073,119.15
<b>VII.</b>	<b>Result of the period</b>	2,123,820.28	-3,073,119.15

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Asia Pacific Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Australia</u>							
ANZ GROUP HOLDINGS LTD -	51,794.00	AUD	23.710	749,259.39		1.25	1.26
AUSTRALIAN STOCK EXCHANGE LTD -	2,733.00	AUD	63.000	105,051.28		0.18	0.18
BLUESCOPE STEEL LTD -	17,539.00	AUD	20.550	219,906.39		0.37	0.37
BRAMBLES LTD -	38,374.00	AUD	14.410	337,382.26		0.56	0.56
COLES GROUP LTD -	23,767.00	AUD	18.420	267,106.94		0.45	0.45
COMMONWEALTH BANK AUST -	24,030.00	AUD	100.270	1,470,096.94		2.46	2.46
CSL LIMITED -	6,719.00	AUD	277.380	1,137,106.05		1.90	1.91
DEXUS/AU -	54,828.00	AUD	7.800	260,926.50		0.44	0.44
FORTESCUE METALS GROUP -	37,173.00	AUD	22.180	503,049.06		0.84	0.84
GOODMAN GROUP -	38,122.00	AUD	20.070	466,814.39		0.78	0.78
GPT GROUP -	75,254.00	AUD	4.140	190,086.43		0.32	0.32
IDP EDUCATION LTD -	13,583.00	AUD	22.100	183,150.94		0.31	0.31
INDEPENDENCE GROUP NL -	15,955.00	AUD	15.200	147,965.88		0.25	0.25
INSURANCE AUSTRALIA GR LTD -	90,433.00	AUD	5.700	314,501.69		0.53	0.53
MACQUARIE GROUP LTD -	5,297.00	AUD	177.620	574,041.15		0.96	0.96
MEDIBANK PVT LTD -	41,174.00	AUD	3.520	88,427.41		0.15	0.15
MIRVAC GROUP -	149,867.00	AUD	2.260	206,650.11		0.35	0.35
NATIONAL AUSTRALIA BANK -	39,590.00	AUD	26.370	636,966.83		1.06	1.07
NEWCREST MINING -	8,238.00	AUD	26.420	132,793.19		0.22	0.22
NORTHERN STAR RESOURCES LTD -	9,085.00	AUD	12.080	66,959.63		0.11	0.11
ORICA LTD -	4,923.00	AUD	14.830	44,544.30		0.07	0.08
QBE INSURANCE GROUP LTD -	39,865.00	AUD	15.670	381,137.74		0.64	0.64
RAMSAY HEALTH CARE LTD -	3,361.00	AUD	56.290	115,430.60		0.19	0.19
REA GROUP LTD -	2,802.00	AUD	143.030	244,521.17		0.41	0.41
SCENTRE GROUP -	180,282.00	AUD	2.650	291,487.16		0.49	0.49
SEEK LTD -	18,128.00	AUD	21.720	240,232.02		0.40	0.40
SONIC HEALTHCARE LTD -	11,061.00	AUD	35.570	240,048.75		0.40	0.40
STOCKLAND -	89,801.00	AUD	4.030	220,804.24		0.37	0.37
SUNCORP GROUP LTD -	40,498.00	AUD	13.490	333,324.10		0.56	0.56
TELSTRA GROUP LTD -	4,479.00	AUD	4.300	11,750.89		0.02	0.02
TRANSURBAN GROUP -	64,261.00	AUD	14.250	558,706.25		0.93	0.94
TREASURY WINE ESTATES LTD -	23,678.00	AUD	11.230	162,235.53		0.27	0.27
VICINITY CENTRES -	164,623.00	AUD	1.845	185,313.93		0.31	0.31
WESTPAC BANKING -	42,992.00	AUD	21.340	559,761.79		0.94	0.94
WISETECH GLOBAL LTD -	2,364.00	AUD	79.810	115,113.42		0.19	0.19
WOOLWORTH GROUP LTD -	14,520.00	AUD	39.730	351,970.58		0.59	0.59
<u>Cayman Islands</u>							
FUTU HOLDINGS LTD -	343.00	USD	39.740	12,493.88		0.02	0.02
SEA LTD -	3,319.00	USD	58.040	176,567.15		0.30	0.30
SITC INTERNATIONAL HOLDINGS CO -	71,695.00	HKD	14.300	119,914.71		0.20	0.20
<u>China</u>							
WH GROUP LTD -	86,027.00	HKD	4.150	41,757.11		0.07	0.07
<u>Hong Kong</u>							
AIA GROUP LTD -	190,927.00	HKD	79.100	1,766,409.54		2.95	2.96
BOC HONG KONG HOLD LTD -	111,900.00	HKD	23.950	313,460.75		0.52	0.53
BUDWEISER BREWING CO APAC LTD -	75,907.00	HKD	20.200	179,341.49		0.30	0.30
CK HUTCHISON HOLDINGS LTD -	66,486.00	HKD	47.850	372,100.04		0.62	0.62
HANG LUNG PROPERTIES LTD -	28,963.00	HKD	12.100	40,989.86		0.07	0.07
HANG SENG BANK LTD. -	22,821.00	HKD	111.500	297,616.57		0.50	0.50
HKT TRUST /HKT LTD -	24,993.00	HKD	9.110	26,630.81		0.05	0.05
HONG KONG EXCHANGES & CLEARING LTD. -	14,379.00	HKD	295.200	496,469.54		0.83	0.83
MTR CORPORATION -	25,228.00	HKD	36.000	106,226.50		0.18	0.18
NEW WORLD DEV -	22,906.00	HKD	19.280	51,653.99		0.09	0.09
SINO LAND CO. -	59,098.00	HKD	9.630	66,565.11		0.11	0.11
SUN HUNG KAI PROPS -	9,115.00	HKD	98.700	105,225.60		0.18	0.18
SWIRE PROPERTIES LTD -	48,453.00	HKD	19.260	109,150.20		0.18	0.18
TECHTRONIC INDUSTRIES COMP LTD -	4,481.00	HKD	85.150	44,627.97		0.08	0.08
THE LINK REIT -	65,034.00	HKD	43.500	330,885.16		0.55	0.56
XINYI GLASS HOLDINGS LTD -	67,516.00	HKD	12.200	96,341.66		0.16	0.16

<u>Japan</u>							
ADVANTEST CORP -	4,800.00	JPY	19,150.000	582,924.41		0.97	0.98
AEON CO LTD. -	14,800.00	JPY	2,942.000	276,125.56		0.46	0.46
AGC INC -	6,700.00	JPY	5,163.000	219,370.97		0.37	0.37
AJINOMOTO -	11,600.00	JPY	5,724.000	421,075.37		0.70	0.71
ASAHI GROUP HOLDINGS LTD -	10,700.00	JPY	5,574.000	378,227.38		0.63	0.63
ASAHI INTECC CO LTD -	6,900.00	JPY	2,811.000	123,002.00		0.21	0.21
ASAHI KASEI CORP -	16,300.00	JPY	972.000	100,474.56		0.17	0.17
ASTELLAS PHARMA INC -	39,200.00	JPY	2,149.000	534,225.61		0.89	0.90
AZBIL CORP -	5,200.00	JPY	4,531.000	149,416.87		0.25	0.25
BRIDGESTONE CORP -	12,600.00	JPY	5,892.000	470,798.97		0.79	0.79
BROTHER INDUSTRIES -	4,800.00	JPY	2,099.500	63,908.61		0.11	0.11
CANON INC -	8,400.00	JPY	3,790.000	201,892.75		0.34	0.34
CAPCOM CO. -	1,000.00	JPY	5,695.000	36,115.69		0.06	0.06
CENTRAL JAPAN RAILWAY -	900.00	JPY	18,060.000	103,077.17		0.17	0.17
CHUGAI PHARMACEUTICAL CO LTD -	10,600.00	JPY	4,086.000	274,666.98		0.46	0.46
CONCORDIA FINANCIAL GROUP LT -	7,500.00	JPY	562.600	26,758.59		0.05	0.05
CYBERAGENT INC CYBERAGENT INC	11,700.00	JPY	1,048.000	77,758.77		0.13	0.13
DAI NIPPON PRINTNG -	10,200.00	JPY	4,078.000	263,784.71		0.44	0.44
DAI-ICHI LIFE HOLDINGS INC -	11,300.00	JPY	2,738.000	196,206.82		0.33	0.33
DAIFUKU CO LTD -	14,900.00	JPY	2,942.500	278,038.52		0.47	0.47
DAIICHI SANKYO COMPANY LTD -	23,500.00	JPY	4,550.000	678,080.85		1.13	1.14
DAIWA HOUSE -	12,700.00	JPY	3,792.000	305,403.68		0.51	0.51
DAIWA HOUSE REIT INVESTMENT CO -	73.00	JPY	276,200.000	127,864.14		0.21	0.21
DAIWA SECURITIES GROUP INC -	59,400.00	JPY	740.300	278,866.55		0.47	0.47
DENSO CORP. -	7,200.00	JPY	9,645.000	440,389.50		0.74	0.74
DENTSU INC. -	2,700.00	JPY	4,713.000	80,698.12		0.14	0.14
DISCO CORP -	1,200.00	JPY	22,610.000	172,061.63		0.29	0.29
EAST JAPAN RAILWAY -	7,500.00	JPY	7,987.000	379,880.65		0.64	0.64
EISAI CO. -	3,600.00	JPY	9,724.000	221,998.31		0.37	0.37
FANUC CORP -	17,500.00	JPY	5,032.000	558,445.64		0.93	0.94
FAST RETAILING CO LTD. -	2,400.00	JPY	36,720.000	558,876.87		0.93	0.94
FUJI PHOTO FILM -	3,600.00	JPY	8,541.000	194,990.50		0.33	0.33
FUJITSU LTD -	3,200.00	JPY	18,595.000	377,353.50		0.63	0.63
GMO PAYMENT GATEWAY INC -	400.00	JPY	11,200.000	28,410.59		0.05	0.05
HAKUHODO DY HOLDINGS INC -	7,600.00	JPY	1,512.000	72,873.16		0.12	0.12
HAMAMATSU PHOTONICS KK -	5,600.00	JPY	7,026.000	249,516.00		0.42	0.42
HITACHI -	12,300.00	JPY	8,896.000	693,908.34		1.16	1.16
HITACHI CONSTRUCTION MACHINERY CO -	8,700.00	JPY	4,028.000	222,234.22		0.37	0.37
HONDA MOTOR CO -	19,300.00	JPY	4,341.000	531,311.62		0.89	0.89
HOYA CORPORATION -	6,000.00	JPY	17,075.000	649,701.97		1.09	1.09
IBIDEN CO LTD -	3,300.00	JPY	8,100.000	169,512.29		0.28	0.28
IIDA GROUP HOLDINGS CO LTD -	600.00	JPY	2,426.000	9,230.90		0.02	0.02
ISUZU MOTORS LTD -	24,700.00	JPY	1,740.000	272,551.40		0.46	0.46
JAPAN AIRLINES -	700.00	JPY	3,120.000	13,850.16		0.02	0.02
JAPAN POST HOLDINGS CO LTD -	15,900.00	JPY	1,124.000	113,335.42		0.19	0.19
JAPAN POST HOLDINGS CO LTD -	8,400.00	JPY	2,166.500	115,409.14		0.19	0.19
JAPAN POST HOLDINGS CO LTD -	42,700.00	JPY	1,036.500	280,672.20		0.47	0.47
JAPAN REAL ESTATE INV CORP -	42.00	JPY	548,000.000	145,959.40		0.24	0.25
KAO CORP -	11,900.00	JPY	5,214.000	393,477.78		0.66	0.66
KDDI CORPORATION -	20,200.00	JPY	4,450.000	570,050.86		0.95	0.96
KEYENCE CORP -	2,700.00	JPY	67,850.000	1,161,758.45		1.94	1.95
KIKKOMAN CORP -	1,000.00	JPY	8,192.000	51,950.79		0.09	0.09
KINTETSU GROUP HOLDINGS CO LTD -	8,800.00	JPY	4,984.000	278,139.67		0.47	0.47
KOBE BUSSAN CO LTD -	1,400.00	JPY	3,726.000	33,080.58		0.06	0.06
KOITO MANUFACTURING CO LTD -	12,500.00	JPY	2,592.500	205,509.07		0.34	0.34
KOSE CORP -	200.00	JPY	13,790.000	17,490.27		0.03	0.03
KUBOTA CORP -	27,100.00	JPY	2,099.000	360,731.40		0.60	0.61
KURITA WATER INDUSTR. -	2,300.00	JPY	5,494.000	80,134.35		0.13	0.13
KYOCERA -	1,700.00	JPY	7,791.000	83,993.24		0.14	0.14
KYOWA KOGYO CO LTD -	2,400.00	JPY	2,664.000	40,545.97		0.07	0.07
LASERTEC CORP -	1,300.00	JPY	21,575.000	177,867.41		0.30	0.30
LIXIL GROUP CORP -	15,800.00	JPY	1,824.000	182,761.26		0.31	0.31
MAKITA -	400.00	JPY	4,036.000	10,237.96		0.02	0.02
MATSUMOTOKIYOSHI HOLD CO LTD -	600.00	JPY	8,077.000	30,732.90		0.05	0.05
MEIJI HOLDINGS CO LTD -	800.00	JPY	3,218.000	16,325.94		0.03	0.03
MINEBEA -	15,600.00	JPY	2,705.000	267,604.92		0.45	0.45
mitsubishi ESTATE -	12,600.00	JPY	1,710.000	136,637.18		0.23	0.23
MITSUBISHI UFJ FINANCIAL GROUP -	190,200.00	JPY	1,065.000	1,284,583.51		2.15	2.15
MITSUBISHI UFJ LEASE & FINANCE -	2,300.00	JPY	854.500	12,463.56		0.02	0.02
MITSUI CHEMICAL INC -	10,400.00	JPY	4,229.000	278,915.88		0.47	0.47
MITSUI FUDOSAN -	5,000.00	JPY	2,860.500	90,701.44		0.15	0.15
MITSUI SUMITOMO INSUR GROUP -	2,500.00	JPY	5,096.000	80,792.61		0.14	0.14
MIZUHO FINANCIAL GROUP INC. -	49,000.00	JPY	2,199.000	683,319.06		1.14	1.15
MURATA MANUFACTURING CO -	7,100.00	JPY	8,236.000	370,831.75		0.62	0.62
M3 INC -	8,200.00	JPY	3,109.000	161,672.74		0.27	0.27
NAMCO BANDAI HOLDING INC -	9,000.00	JPY	3,321.000	189,545.56		0.32	0.32
NEC CORP(NIPPON EL.) -	5,400.00	JPY	6,965.000	238,515.77		0.40	0.40
NEC ELECTRONICS CORP -	14,800.00	JPY	2,701.500	253,553.09		0.42	0.43
NEXON CO LTD -	6,600.00	JPY	2,747.000	114,975.37		0.19	0.19
NGK INSULATORS -	18,400.00	JPY	1,714.000	200,000.40		0.33	0.34
NIDEC -	7,100.00	JPY	7,845.000	353,226.70		0.59	0.59

NINTENDO CO -	13,200.00	JPY	6,542.000	547,629.32		0.92	0.92
NIPPON BUILDING FUND INC -	51.00	JPY	566,000.000	183,058.05		0.31	0.31
NIPPON EXPRESS HOLDINGS CO L -	2,000.00	JPY	8,104.000	102,785.45		0.17	0.17
NIPPON PAINT HOLDINGS CO LTD -	5,500.00	JPY	1,183.000	41,261.94		0.07	0.07
NIPPON PROLOGIS REIT INC -	120.00	JPY	289,300.000	220,156.70		0.37	0.37
NIPPON SHINYAKU CO LTD -	1,100.00	JPY	5,874.000	40,975.93		0.07	0.07
NIPPON TEL & TEL -	375,000.00	JPY	170.500	405,469.20		0.68	0.68
NISSAN CHEMICAL INDUSTRIES LTD -	6,100.00	JPY	6,169.000	238,641.97		0.40	0.40
NITORI HOLDINGS CO LTD -	1,200.00	JPY	16,105.000	122,558.71		0.21	0.21
NITTO DENKO -	200.00	JPY	10,630.000	13,482.35		0.02	0.02
NOMURA HOLDINGS INC -	75,500.00	JPY	547.200	261,996.36		0.44	0.44
NOMURA REAL ESTATE HOLD INC -	6,700.00	JPY	3,414.000	145,057.62		0.24	0.24
NOMURA REAL ESTATE MASTER FUND -	141.00	JPY	166,100.000	148,522.06		0.25	0.25
NOMURA RESEARCH INSTITUTE LTD -	8,600.00	JPY	3,961.000	216,025.75		0.36	0.36
NTT DATA CORPORATION -	2,300.00	JPY	2,007.000	29,273.69		0.05	0.05
OBIC CO LTD -	100.00	JPY	23,040.000	14,611.16		0.02	0.02
ODAKYU ELECTRIC RAILWAY -	19,300.00	JPY	1,925.500	235,669.32		0.39	0.40
OJI HOLDINGS CORP -	53,000.00	JPY	537.600	180,691.35		0.30	0.30
OLYMPUS CORP -	14,400.00	JPY	2,266.000	206,930.55		0.35	0.35
OMRON CORP -	5,200.00	JPY	8,768.000	289,138.62		0.48	0.49
ONO PHARMACEUTICAL CO LTD -	9,700.00	JPY	2,606.000	160,305.48		0.27	0.27
ORACLE CORP JAPAN -	600.00	JPY	10,690.000	40,675.34		0.07	0.07
ORIENTAL LAND COMPANY:LTD -	14,500.00	JPY	5,601.000	515,033.88		0.86	0.86
ORIX (ORIENT LEASING) -	23,900.00	JPY	2,612.500	395,964.66		0.66	0.66
OTSUKA CORP -	300.00	JPY	5,587.000	10,629.24		0.02	0.02
OTSUKA HOLDINGS CO LTD -	5,600.00	JPY	5,271.000	187,190.27		0.31	0.31
PAN PACIFIC INT HOLD CO LTD -	2,700.00	JPY	2,573.000	44,056.07		0.07	0.07
PANASONIC CORPORATION -	18,900.00	JPY	1,753.500	210,169.55		0.35	0.35
RAKUTEN INC -	28,100.00	JPY	499.000	88,921.97		0.15	0.15
RECRUIT HOLDINGS CO LTD -	26,200.00	JPY	4,563.000	758,147.98		1.27	1.27
RESONA HOLDINGS INC -	30,700.00	JPY	690.300	134,393.56		0.23	0.23
ROHM CORP. -	700.00	JPY	13,520.000	60,017.37		0.10	0.10
SBI HOLDINGS INC -	3,200.00	JPY	2,768.500	56,181.94		0.09	0.09
SECOM CO -	600.00	JPY	9,739.000	37,056.79		0.06	0.06
SEIKO EPSON CORP -	11,800.00	JPY	2,239.000	167,547.64		0.28	0.28
SEKISUI HOUSE LTD -	17,600.00	JPY	2,905.500	324,291.65		0.54	0.54
SEVEN & I HOLDINGS CO LTD -	13,400.00	JPY	6,205.000	527,289.12		0.88	0.88
SG HOLDINGS CO LTD -	7,800.00	JPY	2,047.500	101,279.31		0.17	0.17
SHIMADZU CORPORATION -	7,900.00	JPY	4,428.000	221,838.50		0.37	0.37
SHIMANO INC -	900.00	JPY	23,960.000	136,751.33		0.23	0.23
SHIN-ETSU CHEM CO -	23,300.00	JPY	4,768.000	704,521.73		1.18	1.18
SHIONOGI & CO -	5,400.00	JPY	6,070.000	207,866.58		0.35	0.35
SHISEIDO CO -	5,800.00	JPY	6,493.000	238,822.71		0.40	0.40
SMC CORP. -	600.00	JPY	79,480.000	302,420.57		0.51	0.51
SOFTBANK CORP -	61,500.00	JPY	1,540.000	600,617.61		1.00	1.01
SOMPO JAPAN NIPPONKOA HOLDINGS -	2,900.00	JPY	6,459.000	118,786.07		0.20	0.20
SONY CORP -	18,100.00	JPY	12,965.000	1,488,172.65		2.49	2.49
SQUARE ENIX CO -	2,600.00	JPY	6,688.000	110,273.67		0.18	0.19
SUMCO CORPORATION -	7,200.00	JPY	2,028.000	92,598.23		0.16	0.16
SUMISHO COMPUTER SYSTEMS CORP -	9,500.00	JPY	2,259.500	136,125.09		0.23	0.23
SUMITOMO CHEMICAL CO. -	5,500.00	JPY	436.500	15,224.71		0.03	0.03
SUMITOMO ELECTR. -	13,200.00	JPY	1,757.000	147,078.07		0.25	0.25
SUMITOMO METAL MINING -	6,700.00	JPY	4,631.000	196,766.79		0.33	0.33
SUMITOMO MITSUI FINANCIAL GROUP INC -	20,800.00	JPY	6,159.000	812,410.94		1.36	1.36
SUMITOMO MITSUI TRUST HOLD INC -	10,000.00	JPY	5,113.000	324,248.53		0.54	0.54
SUZUKI MOTOR CORP. -	1,200.00	JPY	5,201.000	39,579.50		0.07	0.07
SYSTEMX CORP -	2,400.00	JPY	9,802.000	149,186.03		0.25	0.25
T&D HOLDINGS INC -	3,100.00	JPY	2,105.500	41,392.26		0.07	0.07
TAIYO NIPPON SANSEI CORP -	13,400.00	JPY	3,112.000	264,451.85		0.44	0.44
TAKEDA PHARMACEUTICAL CO LTD -	30,800.00	JPY	4,527.000	884,226.31		1.48	1.48
TDK CORP -	4,500.00	JPY	5,567.000	158,867.83		0.27	0.27
TERUMO CORP. -	8,200.00	JPY	4,562.000	237,230.95		0.40	0.40
TOHO CO LTD -	3,300.00	JPY	5,471.000	114,494.04		0.19	0.19
TOKIO MARINE HOLDINGS INC -	20,200.00	JPY	3,315.000	424,655.86		0.71	0.71
TOKYO ELECTRON -	6,800.00	JPY	20,560.000	886,613.31		1.48	1.49
TOPPAN PRINTING -	13,700.00	JPY	3,100.000	269,329.85		0.45	0.45
TOSHIBA CORP -	800.00	JPY	4,517.000	22,916.18		0.04	0.04
TOSOH CORP -	2,900.00	JPY	1,699.000	31,245.94		0.05	0.05
TOTO -	6,600.00	JPY	4,325.000	181,022.38		0.30	0.30
TOYOTA INDUSTRIES CORP. -	400.00	JPY	10,255.000	26,013.45		0.04	0.04
TOYOTA TSUSHO CORPORATION -	6,500.00	JPY	7,139.000	294,274.72		0.49	0.49
UNI-CHARM -	1,600.00	JPY	5,341.000	54,193.20		0.09	0.09
USS CO LTD -	12,800.00	JPY	2,378.000	193,029.66		0.32	0.32
WELCIA HOLDINGS CO LTD -	6,500.00	JPY	2,995.500	123,476.67		0.21	0.21
WEST JAPAN RAILWAY -	3,200.00	JPY	5,990.000	121,556.73		0.20	0.20
YAMAHA CORPORATION -	6,100.00	JPY	5,506.000	212,994.44		0.36	0.36
YAMAHA MOTORS -	12,000.00	JPY	4,122.000	313,683.34		0.52	0.53
YASKAWA ELECTRIC CORP -	800.00	JPY	6,583.000	33,397.66		0.06	0.06
YOKOGAWA ELECTRIC CORP -	13,600.00	JPY	2,650.500	228,596.16		0.38	0.38
Z HOLDINGS CORP -	36,600.00	JPY	346.400	80,400.95		0.13	0.14
<u>New Zealand</u>							
EBOS GROUP LTD -	2,538.00	NZD	36.750	52,376.52		0.09	0.09

FISHER & PAYKEL HEALTHCARE CORP. -	6,798.00	NZD	24,500	93,526.55	0.16	0.16
MERIDIAN ENERGY LTD -	73,900.00	NZD	5,600	232,391.45	0.39	0.39
XERO LTD -	2,077.00	AUD	118,930	150,712.44	0.25	0.25
<u>Singapore</u>						
ASCENDAS REAL ESTATE INVESTM. TR. -	111,300.00	SGD	2,720	205,035.56	0.34	0.34
CAPITALAND INTEGR COMMERCIAL TRUST -	154,000.00	SGD	1,910	199,213.70	0.33	0.33
CITY DEVELOPMENTS LTD -	46,300.00	SGD	6,720	210,724.67	0.35	0.35
DBS GROUP HOLDINGS LTD -	30,200.00	SGD	31,510	644,496.36	1.08	1.08
MAPLETREE COMMERCIAL TRUST -	41,500.00	SGD	1,620	45,533.21	0.08	0.08
OVERSEA-CHINESE BANKING CORP LTD. -	33,400.00	SGD	12,280	277,785.75	0.46	0.47
SINGAPORE TELECOM -	213,100.00	SGD	2,500	360,818.32	0.60	0.61
UNITED OVERSEAS BANK LTD. -	24,800.00	SGD	28,000	470,299.84	0.79	0.79
VENTURE CORP LTD -	19,100.00	SGD	14,710	190,287.90	0.32	0.32
Total shares				59,840,060.31	100.00	100.29
Forward contracts		EUR		98.79	0.00	0.00
TOTAL SECURITIES PORTFOLIO				59,840,159.10	100.00	100.29
CASH AT BANK AND IN HAND						
<b>Demand accounts</b>						
<u>Belgium</u>						
KBC GROUP AUD	66,969.36	AUD	1,000	40,859.90	0.00	0.07
KBC GROUP EURO	-142,154.20	EUR	1,000	-142,154.20	0.00	-0.24
KBC GROUP HKD	414,849.06	HKD	1,000	48,521.89	0.00	0.08
KBC GROUP JPY	-55,992,553.00	JPY	1,000	-355,085.14	0.00	-0.60
KBC GROUP NZD	-21.31	NZD	1,000	-11.97	0.00	0.00
KBC GROUP SGD	8,063.35	SGD	1,000	5,461.11	0.00	0.01
KBC GROUP USD	-1.45	USD	1,000	-1.33	0.00	0.00
Total demand accounts				-402,409.74	0.00	-0.67
TOTAL CASH AT BANK AND IN HAND				-402,409.74	0.00	-0.67
OTHER RECEIVABLES AND PAYABLES						
<b>Receivables</b>						
<u>Belgium</u>						
KBC GROUP EUR RECEIVABLE	126,671.82	EUR	1,000	126,671.82	0.00	0.21
KBC GROUP JPY RECEIVABLE	105,120.00	JPY	1,000	666.63	0.00	0.00
Total receivables				127,338.45	0.00	0.21
TOTAL RECEIVABLES AND PAYABLES				127,338.45	0.00	0.21
OTHER						
Interest receivable		EUR		134,009.90	0.00	0.23
Expenses payable		EUR		-32,293.86	0.00	-0.05
TOTAL OTHER				101,716.04	0.00	0.17
TOTAL NET ASSETS				59,666,803.85	0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Australia	19.12	21.18	22.90	20.41
Belgium	0.22	-0.08	0.19	-0.46
China	0.00	0.00	0.00	0.07
Cayman Islands	0.00	0.00	0.00	0.52
Hong Kong	8.51	10.16	9.18	7.39
Japan	65.25	62.02	61.66	66.83
New Zealand	1.72	1.50	1.34	0.89
Singapore	5.18	5.22	4.73	4.35
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	14.93	15.53	15.01	12.71
Consum(cycl)	18.89	18.53	19.50	18.90
Cons.goods	7.88	7.77	7.92	6.48
Pharma	9.37	9.53	8.29	9.64
Financials	20.48	22.51	23.20	24.83
Technology	15.96	13.28	12.73	14.90
Telecomm.	2.72	2.93	4.32	3.60
Utilities	1.15	0.86	0.79	0.39
Real est.	8.62	9.06	8.24	8.55
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
AUSTRALIAN DOLLAR	19.57	21.57	23.29	20.62
EURO	0.12	-0.08	-0.46	-0.43
HONG KONG DOLLAR	8.52	10.16	9.20	7.66
JAPANESE YEN	65.27	62.03	62.17	66.84
NEW ZEALAND DOLLAR	1.34	1.11	1.03	0.64
SINGAPORE DOLLAR	5.18	5.22	4.78	4.35
US DOLLAR	0.00	-0.01	-0.01	0.32
TOTAL	100.00	100.00	100.00	100.00

### 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Asia Pacific Responsible Investing (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	25,439,093.06
<b>Sales</b>	4,590,304.11
<b>Total 1</b>	30,029,397.17
<b>Subscriptions</b>	20,662,104.34
<b>Redemptions</b>	780,122.20
<b>Total 2</b>	21,442,226.54
<b>Monthly average of total assets</b>	47,582,314.66
<b>Turnover rate</b>	18.05%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service:  
KBC Bank NV, Havenlaan 2, B-1080 Brussels

### 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
KBC AK-VK 230705-230630 157.748	JPY-EUR JPY	56,371,916.00	357,490.92	N/A	30.06.2023
KBC VK-AK 230705-230630 1.6399	AUD-EUR AUD	-109,818.00	-67,003.07	N/A	30.06.2023
KBC VK-AK 230705-230630 8.5498	HKD-EUR HKD	-413,565.00	-48,371.70	N/A	30.06.2023
KBC VK-AK 230705-230630 1.4767	SGD-EUR SGD	-8,007.00	-5,422.94	N/A	30.06.2023

### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value



## Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	0.00	48.00	0.00	0.00	0.00	48.00	48.00
2022 - 12	0.00	0.00	0.00	0.00	0.00	48.00	48.00
2023 - 06	0.00	18.00	0.00	0.00	0.00	66.00	66.00

Period	Amounts received and paid by the UCITS (in Euro)				
	Subscriptions		Redemptions		
	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	0.00	54,001.92	0.00		0.00
2022 - 12	0.00	0.00	0.00		0.00
2023 - 06	0.00	18,713.52	0.00		0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	53,599.88	0.00	1,116.66
2022 - 12	48,636.79	0.00	1,013.27
2023 - 06	68,571.49		1,038.96

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	15,950.08	0.00	7,338.76	0.00	22,670.32	0.00	22,670.32
2022 - 12	13,138.57	0.00	5,996.50	0.00	29,812.40	0.00	29,812.40
2023 - 06	15,158.41	0.00	309.83	0.00	44,660.99	0.00	44,660.99

Period	Amounts received and paid by the UCITS (in Euro)				
	Subscriptions		Redemptions		
	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	17,373,334.20	0.00	7,956,786.51		0.00
2022 - 12	13,924,737.11	0.00	6,405,564.97		0.00
2023 - 06	16,212,049.55	0.00	335,098.58		0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	25,326,905.64	1,117.18	0.00
2022 - 12	30,239,863.94	1,014.34	0.00
2023 - 06	47,777,847.31	1,069.79	

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2022 - 12	9,682.00		1,992.00		7,690.00		7,690.00
2023 - 06	4,714.00		461.00		11,943.00		11,943.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2022 - 12	9,082,218.99		1,921,531.34	
2023 - 06	4,600,494.17		451,552.75	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2022 - 12	7,211,261.50	937.75	
2023 - 06	11,820,385.05	989.73	

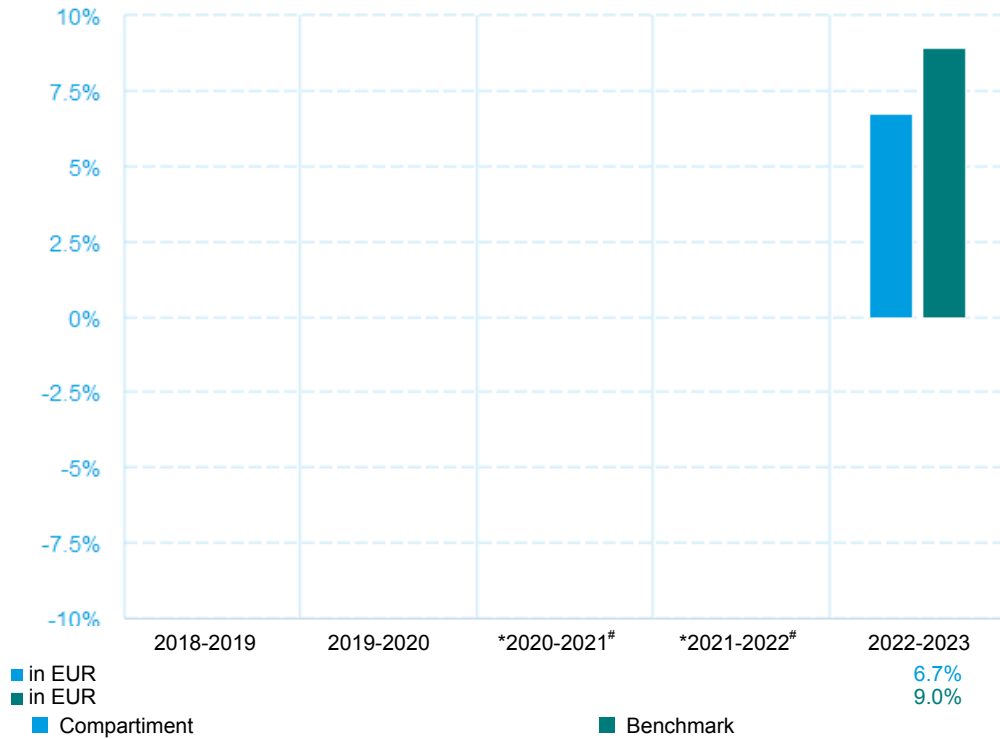
## 2.4.5. Performance figures

### Classic Shares

BE6325116372  
 KBC Institutional Fund Asia Pacific Responsible Investing Classic Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)  
 The cumulative returns are shown where they relate to a period of at least one year.

### Classic Shares

BE6325117388  
 KBC Institutional Fund Asia Pacific Responsible Investing Classic Shares DIS  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



<sup>#</sup> There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
DIS	BE6325117388	EUR	6.73%	8.95%							15/12/2020	-3.28%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

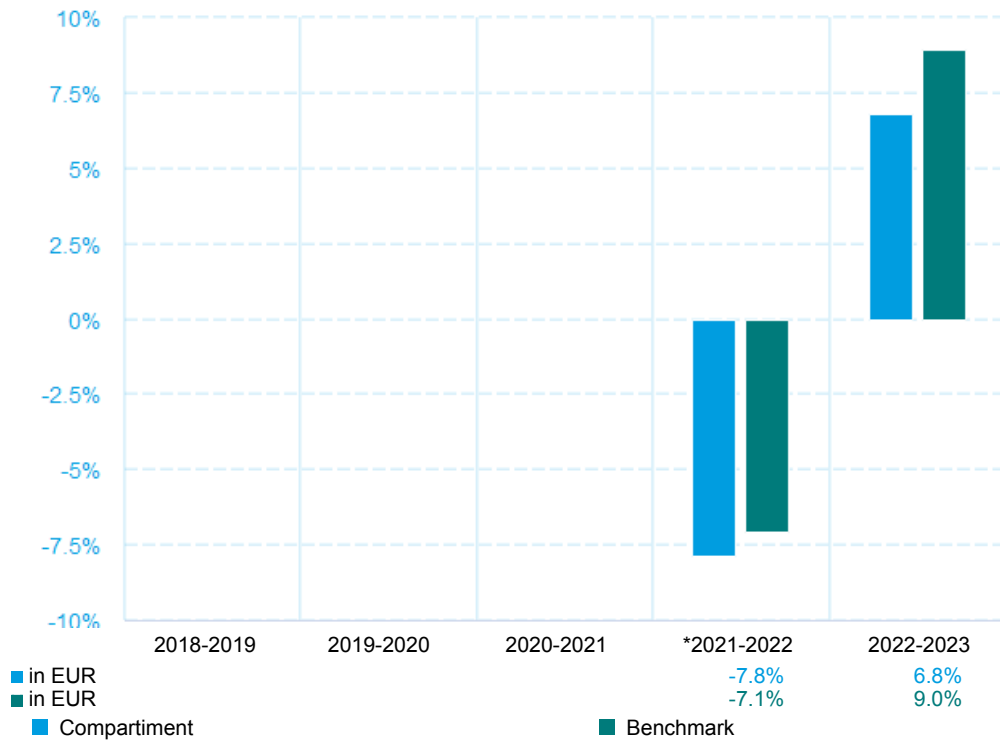
## Classic Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where  $Y = D - X$   
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where  $F = 1$  if the unit has existed for less than one year on date D  
where  $F = (D - S) / 365.25$  if the unit has existed for longer than one year on date D  
Distribution units (DIV)  
Return on date D over a period of X years :  
$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where  $Y = D - X$   
Return on date D since the start date S of the unit:  
$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where  $F = 1$  if the unit has existed for less than one year on date D  
where  $F = (D - S) / 365.25$  if the unit has existed for longer than one year on date D  
where C is a factor that is determined for all N dividends between the calculation date D and the reference date.  
For dividend i on date Di with value Wi:  
$$C_i = [W_i / \text{NIW}(D_i)] + 1$$
$$i = 1 \dots N$$
from which  $C = C_0 * \dots * C_N$ .
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE6325118394

KBC Institutional Fund Asia Pacific Responsible Investing Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

**Institutional Shares**

BE6325119400

KBC Institutional Fund Asia Pacific Responsible Investing Institutional Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)

The cumulative returns are shown where they relate to a period of at least one year.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6325118394	EUR	6.81%	8.95%							15/12/2020	2.69%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Institutional Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

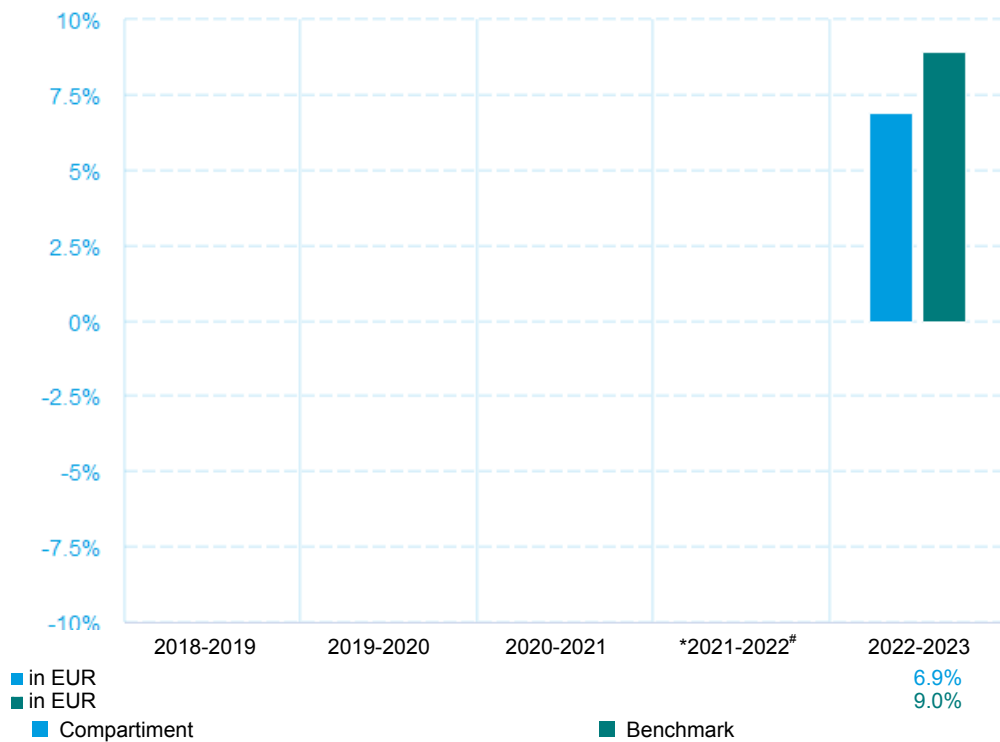
from which C = C0 \* ... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional B Shares

BE6332394400

KBC Institutional Fund Asia Pacific Responsible Investing Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6332394400	EUR	6.91%	8.95%							15/02/2022	-0.84%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{1 / X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{1 / F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,000%  
Transaction costs: 0,059%

#### Classic Shares Distribution :

Ongoing charges : 0,702%  
Transaction costs: 0,059%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,623%  
Transaction costs: 0,059%

#### Institutional Shares Distribution :

Ongoing charges : 0,000%  
Transaction costs: 0,059%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,537%  
Transaction costs: 0,059%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the	



	Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Institutional Shares**

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Institutional B Shares**

Fee for managing the investment portfolio	Max 0.40%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### ***Exercising voting rights***

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

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## 2. Information on KBC Institutional Fund Euro Bonds

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Institutional B Shares Capitalisation**

Launch date: 27 November 2014

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Classic Shares Capitalisation**

Launch date: 17 January 1997

Initial subscription price: 1 000 000 BEF

Currency: EUR

##### **Classic Shares Distribution**

Launch date: 19 January 2021

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 12 December 2007

Initial subscription price: 4 006.73 EUR

Currency: EUR

##### **Institutional Shares Distribution**

Launch date: 19 January 2021

Initial subscription price: 1 000 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in bonds.

##### Sub-fund's investment policy

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in bonds denominated in strong European currencies, i.e. the euro and currencies closely linked to the euro.

The fund is actively managed with reference to the following benchmark: JP Morgan EMU Government Bonds Investment Grade ALL Maturities - Total Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 1.00%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy

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The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

Required disclaimers for benchmark providers:

Information has been obtained from sources believed to be reliable but J.P. Morgan does not warrant its completeness or accuracy. The Index is used with permission. The Index may not be copied, used, or distributed without J.P. Morgan's prior written approval. Copyright 201(7), J.P. Morgan Chase & Co. All rights reserved.

## **Characteristics of the bonds and debt instruments**

The sub-fund invests in bonds and debt instruments issued by both companies and public authorities.

The sub-fund invests directly and/or indirectly at least 90% of its assets in bonds and debt instruments - in bonds and debt instruments rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or

- in government bonds issued in local currency or non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above, and/or

This means that the sub-fund may invest up to 10% of its assets invested in bonds and debt instruments that do not have a credit rating from the above-mentioned rating agencies and/or which do not comply with the above-mentioned credit requirements.

All maturities are taken into consideration in the selection of bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

## **Derogation for investments in public issuers**

**The sub-fund has been granted a derogation to invest more than 35% of its assets in various issues of securities and money market instruments that are issued or guaranteed by a Member State of the European Economic Area, by its local authorities, by a state that is not a Member State of the European Economic Area, or by public international institutions in which one or more Member States of the European Economic Area participate, insofar as the investments are made in at least six such issues and the investment in a single issue does not exceed 30% of the assets. The sub-fund may invest more than 35% of its assets in securities or money market instruments issued by:**

- Germany
- France

**The sub-fund will use this option when managing issuer-specific credit risks, like when an issuer's credit rating is downgraded and the manager wants to invest the sub-fund's assets in higher rated issues. The sub-fund will only be able to use this derogation for the issuers named above if – at the time of derogation – they have a long-term rating of at least AA/Aa2 from Moody's (Moody's Investor Service), S&P (Standard & Poor's, a Division of the McGraw-Hill Companies) or Fitch (Fitch Ratings), and if the investments are made primarily in liquid issues (of at least 500 million euros). The sub-fund will invest no more than 50% of its assets in issues by the same issuer and, when making use of this derogation, will always invest in issues by at least five different issuers.**

## **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

## **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

## Social, ethical and environmental aspects

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects

### 2.1.4. Financial portfolio management

There is no delegation of the management of the asset allocation.

### 2.1.5. Distributors

IVESAM NV, Havenlaan 2, B-1080 Brussels.

### 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

### 2.1.7. Policy pursued during the financial year

At the start of the reporting period sentiment on the financial markets remained very nervous. Europe was still threatened by a shortage of gas ahead of winter as the fallout from the Russian invasion in Ukraine continued. Both in Europe and the United States, inflation figures remained far above the comfort level of the central banks. The Federal Reserve in the US and the European Central Bank continued to hike their policy rates. Central Bank policy pushed up 2 year German Government yields by 100 bps in 22Q4. As 10 year German yields only rose by 40 bps, the yield curve flattened dramatically. Short end yields ended the calendar year at 2.75%, while 10 yr yields stood at 2.55%. This is what professionals refer to as an 'inverse yield curve', which indicates that monetary policy is getting increasingly restrictive.

As the end of the year approached, the outlook started to get brighter. European gas prices started to drop as the flow of Russian gas was quite easily replaced with Norwegian, US and even Australian supplies. Negative base effects from energy and food prices drove headline consumer price indices lower. Bond yields followed suit, dropping especially in the US. German 10 yr yields dropped 20 bps in 23H1, while 2 yr yields rose another 45 bps. Hence, at the end of June yield curve inversion was even more pronounced.

The average duration of the portfolio was always between 6 and 8 years. Relative to the benchmark the portfolio had been holding a neutral duration stance, around 7 years. In 4Q22 we sold all our out-of-bench Inflation Linked Bond positions. In December we initiated an underweight position in Italian and Spanish debt, while overweighting German, Dutch and Austrian bonds.

### 2.1.8. Future policy

In 2022 yields had been trending higher. After having reached a 2.75% top in 23Q1, our economists expect yields to keep trading around 2.50% in the foreseeable future. We'll be trading the interest rate sensitivity of the portfolio in a very dynamic way, trying to surf the waves of rising and falling interest rates in an expected yield range between 1.75% and 2.75%. There will be also further focus on relative value opportunities in country allocation and yield curves.

### 2.1.9. Summary risk indicator (SRI)

Institutional B Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation. There is no capital protection.

Classic Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation. There is no capital protection.

Institutional Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation. There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).



## 2.2. Balance sheet

<b>Balance sheet layout</b>		<b>30/06/2023</b> (in Euro)	<b>30/06/2022</b> (in Euro)
	<b>TOTAL NET ASSETS</b>	1,627,083,432.28	1,180,594,078.59
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	1,599,971,467.82	1,119,872,283.29
	Of which bonds lent		59,396,936.22
B.	Money market instruments	22,359,777.40	62,044,287.08
E.	Open-end undertakings for collective investment		
	a) Reinvested collateral in money market funds		60,093,231.83
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts (+/-)	-268,640.01	-1,096,217.74
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable		12,059,303.64
	c) Collateral	724,860.70	1,084,202.90
B.	Payables		
	a) Accounts payable (-)	-3,167,265.29	-81,026,281.45
	d) Collateral (-)		-60,217,681.35
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	8,742,780.10	67,170,284.63
C.	Collateral received cash		124,449.52
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income		1,592,364.72
C.	Accrued expense (-)	-1,279,548.44	-1,106,148.48
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	1,627,083,432.28	1,180,594,078.59
<b>A.</b>	<b>Capital</b>	1,595,431,864.56	1,321,882,885.24
<b>B.</b>	<b>Income equalization</b>	-23,153.32	-393,996.96
<b>D.</b>	<b>Result of the period</b>	31,674,721.04	-140,894,809.69

<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits	724,860.70	61,301,884.25
III.	Notional amounts of futures and forward contracts (+)		
III.A.	Purchased futures and forward contracts		49,969,510.00
III.B.	Written futures and forward contracts	-10,190,800.00	-49,931,660.00
IX.	Financial instruments lent		59,396,936.22

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	22,306,287.98	-146,717,132.15
B.	Money market instruments	-52,323.49	-166,155.35
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts	-279,064.95	877,028.77
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	-10.66	-1,315,702.68
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	12,445,749.84	8,213,100.63
	Unrealised gains on investments	-57,972,175.32	99,028,981.80
	Realised losses on investments	-52,504,421.47	-61,537,049.84
	Unrealised losses on investments	120,005,735.83	-193,026,994.00
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	12,699,288.91	9,225,706.96
	b) Cash at bank and in hand and deposits	160,798.09	
C.	Interest on borrowings (-)	-18.87	-35,546.06
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	531,974.85	236,948.72
B.	Other	0.74	
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-6,016.06	-17,972.89
B.	Financial expenses (-)	-340.91	-320.91
C.	Custodian's fee (-)	-155,821.32	-122,370.54
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-788,082.07	-383,054.46
	Institutional Shares	-1,017,492.70	-1,050,316.79
	Institutional B Shares	-277,927.52	-236,654.52
	b) Administration and accounting management	-810,133.91	-648,453.97
E.	Administrative expenses (-)	20.52	-9.78
F.	Formation and organisation expenses (-)	-2,955.24	-3,130.30
H.	Services and sundry goods (-)	-3,376.62	-1,839.43
J.	Taxes		
	Classic Shares	-294,774.16	-185,387.55
	Institutional Shares	-43,493.68	-46,594.45
	Institutional B Shares	-3,651.77	-6,072.26
L.	Other expenses (-)	-288,166.12	-297,780.05
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	9,699,832.16	6,427,151.72
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	31,674,721.04	-140,894,809.69
<b>VII.</b>	<b>Result of the period</b>	31,674,721.04	-140,894,809.69

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Bonds

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Bonds</b>							
Government bonds							
<u>Austria</u>							
AUSTRIA 13/34 2.40% 17/04 23/05	16,000,000.00	EUR	94.241	15,118,507.25		0.93	0.93
AUSTRIA 97/27 6.25% 15/7	4,000,000.00	EUR	112.160	4,726,126.02		0.29	0.29
REPUBLIC OF AUSTRIA 19/29 +0.50%	12,000,000.00	EUR	87.490	10,520,169.85		0.65	0.65
REPUBLIC OF AUSTRIA 20/30 0.00%	5,000,000.00	EUR	82.426	4,121,300.00		0.25	0.25
REPUBLIC OF AUSTRIA 20/40 0.00%	10,000,000.00	EUR	59.466	5,946,553.00		0.37	0.37
REPUBLIC OF AUSTRIA 21/36 +0.25%	9,000,000.00	EUR	69.728	6,291,105.98		0.39	0.39
REPUBLIC OF AUSTRIA 22/28 0.00%	5,000,000.00	EUR	85.657	4,282,850.00		0.26	0.26
REPUBLIC OF AUSTRIA 22/32 +0.90%	30,000,000.00	EUR	84.251	25,371,425.37		1.56	1.56
REPUBLIC OF AUSTRIA 22/49 +1.85%	7,500,000.00	EUR	78.779	5,922,839.74		0.37	0.36
REPUBLIC OF AUSTRIA 23/33 +2.90%	12,000,000.00	EUR	98.866	12,032,716.96		0.74	0.74
<u>Belgium</u>							
BELGIUM 4/35 5% 28/03	5,000,000.00	EUR	117.995	5,963,958.65		0.37	0.37
BELGIUM 10/41 4.25 28/03	5,000,000.00	EUR	112.702	5,689,686.50		0.35	0.35
BELGIUM 15/31 +1.00% 17/02 22/06	2,000,000.00	EUR	86.452	1,729,474.36		0.11	0.11
BELGIUM 16/47 +1.60% 08/03 22/06	2,000,000.00	EUR	71.621	1,433,112.85		0.09	0.09
BELGIUM 17/27 +0.80% 24/01 22/06	2,000,000.00	EUR	91.945	1,839,249.73		0.11	0.11
BELGIUM 17/37 +1.45% 31/05 22/06	6,000,000.00	EUR	80.613	4,838,703.23		0.30	0.30
BELGIUM 18/33 +1.25% 05/03 22/04	9,000,000.00	EUR	85.688	7,733,137.11		0.48	0.48
BELGIUM 19/29 +0.90% 15/01 22/06	10,000,000.00	EUR	89.391	8,941,067.21		0.55	0.55
BELGIUM 19/50 +1.70% 05/02 22/06	3,000,000.00	EUR	71.133	2,135,104.75		0.13	0.13
BELGIUM 20/27 0.00%	5,000,000.00	EUR	88.248	4,412,400.00		0.27	0.27
BELGIUM 20/40 +0.40%	7,000,000.00	EUR	62.719	4,390,975.62		0.27	0.27
BELGIUM 22/32 +0.35%	7,000,000.00	EUR	79.441	5,561,430.01		0.34	0.34
BELGIUM 22/53 +1.40%	5,000,000.00	EUR	63.858	3,194,430.05		0.20	0.20
BELGIUM 23/33 +3.00%	5,000,000.00	EUR	99.505	4,978,524.69		0.31	0.31
BELGIUM 97/28 5.5% 28/3 OLO31	10,000,000.00	EUR	111.405	11,281,756.83		0.70	0.69
FLEMISH COMMUNITY 21/31 +0.30%	5,000,000.00	EUR	78.663	3,943,526.76		0.24	0.24
FLEMISH COMMUNITY 23/33 +3.25%	7,000,000.00	EUR	99.197	6,997,221.78		0.43	0.43
<u>Finland</u>							
FINLAND 9/25 4.00% 04/07	1,500,000.00	EUR	101.321	1,579,157.46		0.10	0.10
FINLAND 12/28 2.75% 04/07	2,000,000.00	EUR	99.381	2,042,024.66		0.13	0.13
FINLAND 12/42 2.625% 04/07 04/07	500,000.00	EUR	94.148	483,722.16		0.03	0.03
FINLAND 15/31 +0.75% 15/04 15/04	3,000,000.00	EUR	85.142	2,558,927.63		0.16	0.16
FINLAND 17/47 +1.375% 15/04 15/04	250,000.00	EUR	73.619	184,761.20		0.01	0.01
FINLAND 18/34 +1.125% 13/02 15/04	9,500,000.00	EUR	82.961	7,903,476.22		0.49	0.49
FINLAND 20/36 +0.125%	3,000,000.00	EUR	68.980	2,070,186.19		0.13	0.13
FINLAND 21/26 0.00%	3,000,000.00	EUR	90.846	2,725,365.00		0.17	0.17
FINLAND 22/32 +1.50%	4,000,000.00	EUR	88.416	3,583,972.86		0.22	0.22
<u>France</u>							
CAISSE DAMORTISSEMENT DE LA D 20/26 0.00%	5,000,000.00	EUR	91.529	4,576,468.75		0.28	0.28
CAISSE DAMORTISSEMENT DE LA D 21/26 0.00%	5,000,000.00	EUR	89.594	4,479,701.00		0.28	0.28
CAISSE DAMORTISSEMENT DE LA D 21/31 0.00%	5,000,000.00	EUR	78.576	3,928,800.00		0.24	0.24
CAISSE DAMORTISSEMENT DE LA D 22/27 +1.75%	10,000,000.00	EUR	94.078	9,511,791.09		0.59	0.59
CAISSE DAMORTISSEMENT DE LA D 22/27 +2.875%	9,400,000.00	EUR	98.579	9,293,022.06		0.57	0.57
CAISSE DAMORTISSEMENT DE LA D 22/29 +0.60%	10,000,000.00	EUR	85.492	8,584,871.73		0.53	0.53
FRENCH REPUBLIC /32 5.75 % 25/10	20,000,000.00	EUR	122.950	25,371,411.86		1.56	1.56
FRENCH REPUBLIC 13/30 2.50% 25/05 25/05	5,000,000.00	EUR	98.066	4,915,603.08		0.30	0.30
FRENCH REPUBLIC 14/25 +0.50% 25/05 25/05	6,000,000.00	EUR	94.913	5,697,730.82		0.35	0.35
FRENCH REPUBLIC 15/26 +0.25% 25/11 25/11	10,000,000.00	EUR	91.178	9,132,663.01		0.56	0.56
FRENCH REPUBLIC 15/26 +0.50% 25/05 25/05	10,000,000.00	EUR	92.960	9,300,918.03		0.57	0.57
FRENCH REPUBLIC 15/31 +1.50% 25/05 25/05	10,000,000.00	EUR	90.835	9,098,267.09		0.56	0.56
FRENCH REPUBLIC 15/36 +1.25% 25/05 25/05	32,000,000.00	EUR	80.843	25,909,187.46		1.60	1.59
FRENCH REPUBLIC 16/27 +1.00% 25/05 25/05	20,000,000.00	EUR	92.863	18,592,272.12		1.15	1.14
FRENCH REPUBLIC 16/39 +1.75%	27,000,000.00	EUR	83.069	22,434,993.12		1.38	1.38
FRENCH REPUBLIC 17/28 +0.75% 25/05 25/05	22,000,000.00	EUR	90.314	19,885,309.49		1.23	1.22
FRENCH REPUBLIC 17/28 +0.75% 25/11 25/11	15,000,000.00	EUR	89.610	13,508,383.56		0.83	0.83
FRENCH REPUBLIC 18/29 +0.50% 25/05 25/05	14,000,000.00	EUR	87.424	12,246,245.24		0.76	0.75
FRENCH REPUBLIC 18/29 0.00%	19,500,000.00	EUR	83.676	16,316,820.00		1.01	1.00
FRENCH REPUBLIC 19/25 0.00%	19,500,000.00	EUR	94.504	18,428,280.00		1.14	1.13
FRENCH REPUBLIC 19/30 0.00%	3,000,000.00	EUR	81.252	2,437,546.50		0.15	0.15
FRENCH REPUBLIC 20/31 0.00%	10,000,000.00	EUR	78.966	7,896,643.00		0.49	0.49

FRENCH REPUBLIC 20/40 +0.50%	7,000,000.00	EUR	65.319	4,575,783.82	0.28	0.28
FRENCH REPUBLIC 20/44 +0.50%	40,000,000.00	EUR	59.282	23,715,548.24	1.46	1.46
FRENCH REPUBLIC 21/32 +2.00%	10,000,000.00	EUR	92.684	9,387,319.10	0.58	0.58
FRENCH REPUBLIC 21/32 0.00%	10,000,000.00	EUR	77.723	7,772,343.00	0.48	0.48
FRENCH REPUBLIC 21/38 +1.25%	42,000,000.00	EUR	77.659	32,668,381.54	2.01	2.01
FRENCH REPUBLIC 22/28 +0.75%	16,000,000.00	EUR	90.686	14,550,855.89	0.90	0.89
FRENCH REPUBLIC 22/43 +2.50%	40,000,000.00	EUR	89.039	35,714,156.64	2.20	2.19
FRENCH REPUBLIC 97/29 5.5% 25/04	10,000,000.00	EUR	113.816	11,480,780.32	0.71	0.71
<u>Germany</u>						
FEDERAL REPUBLIC OF GERMANY /30 6.25% 4/1	1,000,000.00	EUR	122.669	1,256,994.52	0.08	0.08
FEDERAL REPUBLIC OF GERMANY /31 5.5% 04/01	10,000,000.00	EUR	120.858	12,352,470.32	0.76	0.76
FEDERAL REPUBLIC OF GERMANY 5/37 4% 04/01	35,000,000.00	EUR	117.442	41,783,443.10	2.58	2.57
FEDERAL REPUBLIC OF GERMANY 7/39 4.25% 04/07	25,500,000.00	EUR	122.909	32,413,573.92	2.00	1.99
FEDERAL REPUBLIC OF GERMANY 8/40 +4.75% 04/07 04/07	5,000,000.00	EUR	130.953	6,782,560.76	0.42	0.42
FEDERAL REPUBLIC OF GERMANY 15/25 +1.00% 17/07 15/08	2,000,000.00	EUR	95.754	1,932,559.45	0.12	0.12
FEDERAL REPUBLIC OF GERMANY 16/26 0.00%	7,500,000.00	EUR	91.716	6,878,700.00	0.42	0.42
FEDERAL REPUBLIC OF GERMANY 17/27 +0.50% 14/07 15/08	1,500,000.00	EUR	91.793	1,383,454.89	0.09	0.09
FEDERAL REPUBLIC OF GERMANY 17/48 +1.25% 15/08 15/08	15,000,000.00	EUR	79.444	12,080,541.86	0.75	0.74
FEDERAL REPUBLIC OF GERMANY 19/24 0.00%	5,000,000.00	EUR	95.813	4,790,650.00	0.30	0.29
FEDERAL REPUBLIC OF GERMANY 20/30 0.00%	10,000,000.00	EUR	85.376	8,537,640.00	0.53	0.53
FEDERAL REPUBLIC OF GERMANY 20/35 0.00%	40,000,000.00	EUR	75.219	30,087,680.00	1.86	1.85
FEDERAL REPUBLIC OF GERMANY 21/31 0.00%	12,000,000.00	EUR	82.731	9,927,765.00	0.61	0.61
FEDERAL REPUBLIC OF GERMANY 21/31 0.00%	10,000,000.00	EUR	82.817	8,281,738.00	0.51	0.51
FEDERAL REPUBLIC OF GERMANY 21/36 0.00%	25,000,000.00	EUR	73.257	18,314,125.00	1.13	1.13
FEDERAL REPUBLIC OF GERMANY 21/50 0.00%	5,000,000.00	EUR	54.075	2,703,772.75	0.17	0.17
FEDERAL REPUBLIC OF GERMANY 22/32 +1.70%	10,000,000.00	EUR	94.566	9,622,909.97	0.59	0.59
FEDERAL REPUBLIC OF GERMANY 22/38 +1.00%	10,000,000.00	EUR	81.700	8,182,582.30	0.50	0.50
FEDERAL REPUBLIC OF GERMANY 23/33 +2.30%	5,000,000.00	EUR	99.168	5,011,355.51	0.31	0.31
FEDERAL REPUBLIC OF GERMANY 23/53 +1.80%	5,000,000.00	EUR	87.675	4,386,225.75	0.27	0.27
FEDERAL REPUBLIC OF GERMANY 98/28 4.75% 4/7	10,000,000.00	EUR	110.332	11,502,994.52	0.71	0.71
LANDWIRT.RENTENBANK 17/25 +0.25% 29/08 29/08	7,000,000.00	EUR	93.361	6,549,861.09	0.40	0.40
LANDWIRT.RENTENBANK 21/28 0.00%	7,000,000.00	EUR	85.558	5,989,060.00	0.37	0.37
<u>Ireland</u>						
IRELAND 9/25 5.40% 13/03 13/03	1,500,000.00	EUR	103.636	1,578,661.53	0.10	0.10
IRELAND 15/45 +2.00% 10/02 18/02	2,000,000.00	EUR	81.714	1,648,739.75	0.10	0.10
IRELAND 18/28 +0.90% 15/05 15/05	7,500,000.00	EUR	91.341	6,859,078.85	0.42	0.42
IRELAND 20/35 +0.40%	2,000,000.00	EUR	74.964	1,500,284.66	0.09	0.09
IRELAND 21/41 +0.55%	2,500,000.00	EUR	65.250	1,633,829.71	0.10	0.10
<u>Italy</u>						
REPUBLIC OF ITALY 7/39 5.00% 01/02-08	7,500,000.00	EUR	108.770	8,310,818.69	0.51	0.51
REPUBLIC OF ITALY 9/25 5.00% 01/03-09	8,000,000.00	EUR	101.838	8,279,671.54	0.51	0.51
REPUBLIC OF ITALY 9/40 5.00 01/03-09	5,000,000.00	EUR	109.090	5,537,376.71	0.34	0.34
REPUBLIC OF ITALY 14/24 2.50% 01/09 01/12	2,500,000.00	EUR	98.275	2,461,848.75	0.15	0.15
REPUBLIC OF ITALY 14/30 +3.50% 01/09 01/03	10,000,000.00	EUR	98.471	9,963,104.39	0.61	0.61
REPUBLIC OF ITALY 15/25 +1.50% 01/12 01/06	13,000,000.00	EUR	95.811	12,470,878.94	0.77	0.77
REPUBLIC OF ITALY 15/32 +1.65% 01/03 01/03	10,000,000.00	EUR	83.923	8,447,034.13	0.52	0.52
REPUBLIC OF ITALY 16/26 +1.25%	10,000,000.00	EUR	92.229	9,232,861.50	0.57	0.57
REPUBLIC OF ITALY 16/67 +2.80% 01/09 01/03	5,000,000.00	EUR	71.578	3,625,310.96	0.22	0.22
REPUBLIC OF ITALY 17/27 +2.05%	13,000,000.00	EUR	93.824	12,305,939.01	0.76	0.76
REPUBLIC OF ITALY 18/25 +2.50%	19,000,000.00	EUR	97.251	18,537,646.10	1.14	1.14
REPUBLIC OF ITALY 18/28 +2.00% 01/02 01/02	12,000,000.00	EUR	92.918	11,248,094.20	0.69	0.69
REPUBLIC OF ITALY 18/28 +2.80% 01/12 01/12	5,000,000.00	EUR	95.631	4,792,651.04	0.30	0.30
REPUBLIC OF ITALY 19/35 +3.35%	10,000,000.00	EUR	92.938	9,404,847.79	0.58	0.58
REPUBLIC OF ITALY 20/25 +1.85%	10,000,000.00	EUR	96.351	9,726,282.87	0.60	0.60
REPUBLIC OF ITALY 20/26 +0.50%	12,500,000.00	EUR	92.054	11,532,254.94	0.71	0.71
REPUBLIC OF ITALY 20/27 +0.95%	3,000,000.00	EUR	89.437	2,691,473.79	0.17	0.17
REPUBLIC OF ITALY 20/30 +0.95%	10,000,000.00	EUR	82.399	8,278,674.82	0.51	0.51
REPUBLIC OF ITALY 20/31 +0.90%	10,000,000.00	EUR	80.591	8,081,270.78	0.50	0.50
REPUBLIC OF ITALY 21/26 0.00%	5,000,000.00	EUR	89.223	4,461,155.75	0.28	0.27
REPUBLIC OF ITALY 21/28 +0.25%	10,000,000.00	EUR	85.271	8,534,404.76	0.53	0.53
REPUBLIC OF ITALY 21/31 +0.60%	4,000,000.00	EUR	77.674	3,116,737.26	0.19	0.19
REPUBLIC OF ITALY 22/26 +3.50%	5,000,000.00	EUR	99.329	5,046,052.04	0.31	0.31
REPUBLIC OF ITALY 22/27 +1.10%	5,000,000.00	EUR	90.972	4,562,165.64	0.28	0.28
REPUBLIC OF ITALY 22/27 +2.65%	10,000,000.00	EUR	95.729	9,593,935.79	0.59	0.59
REPUBLIC OF ITALY 22/29 +2.80%	25,000,000.00	EUR	94.863	23,744,452.10	1.46	1.46
REPUBLIC OF ITALY 22/32 +2.50%	25,000,000.00	EUR	88.955	22,288,360.03	1.37	1.37
REPUBLIC OF ITALY 22/35 +4.00%	10,000,000.00	EUR	98.974	9,964,199.31	0.61	0.61
REPUBLIC OF ITALY 23/31 +4.00%	10,000,000.00	EUR	100.852	10,152,014.31	0.63	0.62
<u>Lithuania</u>						
LITHUANIA 22/25 +1.30%	1,145,000.00	EUR	95.213	1,107,398.36	0.07	0.07
LITHUANIA 22/32 +2.125%	2,500,000.00	EUR	88.309	2,211,925.24	0.14	0.14
LITHUANIA 23/33 +3.875%	2,950,000.00	EUR	100.575	2,974,146.07	0.18	0.18
<u>Netherlands</u>						
NETHERLANDS 5/37 4% 15/01	17,000,000.00	EUR	113.752	19,647,054.36	1.21	1.21
NETHERLANDS 12/33 2.50% 15/01	5,000,000.00	EUR	98.433	4,978,488.32	0.31	0.31
NETHERLANDS 14/47 2.75% 21/02 15/01	3,000,000.00	EUR	101.993	3,097,299.45	0.19	0.19
NETHERLANDS 16/26 +0.50% 24/03 15/07	7,000,000.00	EUR	92.888	6,535,686.64	0.40	0.40
NETHERLANDS 18/28 +0.75% 15/07 15/07	7,000,000.00	EUR	90.632	6,394,582.46	0.39	0.39
NETHERLANDS 19/40 +0.50% 23/05 15/01	27,500,000.00	EUR	70.514	19,453,867.73	1.20	1.20

NETHERLANDS 20/27 0.00%	5,000,000.00	EUR	90.405	4,520,250.00		0.28	0.28
NETHERLANDS 20/30 0.00%	2,000,000.00	EUR	83.016	1,660,326.40		0.10	0.10
NETHERLANDS 21-38 0%	19,000,000.00	EUR	67.246	12,776,751.40		0.79	0.79
NETHERLANDS 21/29 0.00%	5,000,000.00	EUR	86.004	4,300,200.00		0.27	0.26
NETHERLANDS 21/31 0.00%	7,000,000.00	EUR	80.895	5,662,623.40		0.35	0.35
NETHERLANDS 22/26 0.00%	3,000,000.00	EUR	92.660	2,779,800.00		0.17	0.17
NETHERLANDS 22/32 +0.50%	12,500,000.00	EUR	82.650	10,391,184.00		0.64	0.64
NETHERLANDS 23/30 +2.50%	4,500,000.00	EUR	98.516	4,459,418.63		0.28	0.27
NETHERLANDS 98/28 5.5% 15/1	5,000,000.00	EUR	111.247	5,687,418.49		0.35	0.35
<u>Poland</u>							
POLAND 22/32 +2.75%	4,000,000.00	EUR	91.544	3,672,569.67		0.23	0.23
<u>Portugal</u>							
PORTUGAL 14/30 +3.875% 15/02 15/02	1,000,000.00	EUR	105.290	1,067,231.19		0.07	0.07
PORTUGAL 18/34 +2.25% 18/04 18/04	1,000,000.00	EUR	90.943	913,917.70		0.06	0.06
PORTUGUESE REPUBLIC 19/29 +1.95%	5,000,000.00	EUR	94.500	4,728,999.90		0.29	0.29
PORTUGUESE REPUBLIC 20/30 +0.475%	1,500,000.00	EUR	83.610	1,259,122.04		0.08	0.08
PORTUGUESE REPUBLIC 22/32 +1.65%	3,000,000.00	EUR	88.636	2,719,158.08		0.17	0.17
<u>Slovakia</u>							
SLOVAKIA GOVERNEMENT 18/68 +2.25%	5,000,000.00	EUR	70.772	3,544,132.79		0.22	0.22
SLOVAKIA GOVERNEMENT 21/36 +0.375%	6,250,000.00	EUR	65.000	4,066,982.58		0.25	0.25
SLOVAKIA GOVERNEMENT 22/32 +4.00%	2,500,000.00	EUR	102.671	2,636,351.54		0.16	0.16
<u>Slovenia</u>							
SLOVENIA 20/50 +0.4875%	5,000,000.00	EUR	48.633	2,448,545.55		0.15	0.15
<u>Spain</u>							
SPAIN 7/40 +4.90% 30/07 30/07	5,000,000.00	EUR	115.217	5,985,725.51		0.37	0.37
SPAIN 10/25 4.65% 30/07	5,000,000.00	EUR	102.428	5,334,779.41		0.33	0.33
SPAIN 11/26 5.9% 30/07	5,000,000.00	EUR	107.362	5,638,849.92		0.35	0.35
SPAIN 13/28 5.15% 31/10 31/10	14,000,000.00	EUR	109.205	15,766,790.27		0.97	0.97
SPAIN 13/44 5.15% 16/10 31/10	5,000,000.00	EUR	119.956	6,168,526.03		0.38	0.38
SPAIN 15/25 +2.15% 09/06 31/10	12,000,000.00	EUR	97.397	11,858,653.13		0.73	0.73
SPAIN 15/30 +1.95% 04/03 30/07	13,000,000.00	EUR	91.945	12,185,567.68		0.75	0.75
SPAIN 16/26 +1.30% 31/10 31/10	10,000,000.00	EUR	93.868	9,472,951.78		0.58	0.58
SPAIN 16/26 +1.95% 19/01 30/04	4,000,000.00	EUR	96.314	3,865,574.00		0.24	0.24
SPAIN 17/27 +1.45% 31/10 31/10	10,000,000.00	EUR	92.796	9,375,775.98		0.58	0.58
SPAIN 17/33 +2.35% 01/03 30/07	3,000,000.00	EUR	91.221	2,801,339.08		0.17	0.17
SPAIN 18/48 +2.70% 27/02 31/10	10,000,000.00	EUR	82.422	8,421,255.69		0.52	0.52
SPAIN 20/26 0.00%	17,000,000.00	EUR	91.821	15,609,490.10		0.96	0.96
SPAIN 20/30 +0.50%	2,500,000.00	EUR	83.526	2,090,244.08		0.13	0.13
SPAIN 21/27 0.00%	15,000,000.00	EUR	89.028	13,354,245.00		0.82	0.82
SPAIN 21/37 +0.85%	10,000,000.00	EUR	69.872	7,065,213.69		0.44	0.43
SPAIN 21/42 +1.00%	10,000,000.00	EUR	63.011	6,392,841.82		0.39	0.39
SPAIN 21/71 +1.45%	8,000,000.00	EUR	48.508	3,957,549.58		0.24	0.24
SPAIN 22/25 0.00%	2,000,000.00	EUR	93.656	1,873,120.20		0.12	0.12
SPAIN 22/29 +0.80%	20,000,000.00	EUR	86.653	17,477,415.30		1.08	1.07
SPAIN 22/32 +0.70%	5,000,000.00	EUR	80.330	4,022,313.83		0.25	0.25
SPAIN 22/52 +1.90%	6,000,000.00	EUR	66.247	4,050,403.56		0.25	0.25
Bonds issued by international institutions							
<u>EU institutions outside BLEU terr.</u>							
COUNCIL OF EUROPE 21/31 0.00%	4,000,000.00	EUR	79.622	3,184,880.60		0.20	0.20
EUR. INV. BANK 23/33 +2.875%	2,000,000.00	EUR	98.831	2,003,242.39		0.12	0.12
EUROPEAN UNION 20/40 +0.10%	4,500,000.00	EUR	59.122	2,663,823.32		0.16	0.16
EUROPEAN UNION 21/28 0.00%	10,000,000.00	EUR	86.056	8,605,579.00		0.53	0.53
EUROPEAN UNION 21/31 0.00%	1,750,000.00	EUR	78.894	1,380,653.66		0.09	0.09
EUROPEAN UNION 22/27 +2.00%	6,500,000.00	EUR	95.413	6,302,664.22		0.39	0.39
EUROPEAN UNION 22/32 +1.00%	5,000,000.00	EUR	84.302	4,277,814.73		0.26	0.26
EUROPEAN UNION 23/34 +3.25%	5,000,000.00	EUR	101.189	5,107,415.32		0.32	0.31
INT.DEVELOPMENT ASSOCIATION 22-42 0.7%	5,000,000.00	EUR	65.124	3,271,820.14		0.20	0.20
<u>Germany</u>							
STATE OF BREMEN 22/29 +0.45%	5,000,000.00	EUR	86.332	4,323,177.87		0.27	0.27
Bonds issued by credit institutions							
<u>France</u>							
CAISSE FRANCAISE DE DEVELOP. 18/28 +1.00% 31/01 31/01	3,500,000.00	EUR	90.282	3,174,262.31		0.20	0.20
CAISSE FRANCAISE DE DEVELOP. 20/25 0.00%	3,000,000.00	EUR	93.951	2,818,515.00		0.17	0.17
CAISSE FRANCAISE DE DEVELOP. 23/30 +2.875%	10,000,000.00	EUR	97.553	9,882,879.73		0.61	0.61
<u>Germany</u>							
KFW 18/28 +0.625%	15,000,000.00	EUR	89.610	13,486,161.03		0.83	0.83
KFW 20/25 0.00%	5,000,000.00	EUR	94.563	4,728,147.50		0.29	0.29
KFW 20/27 0.00%	10,000,000.00	EUR	87.128	8,712,796.50		0.54	0.54
KFW 20/28 0.00%	5,000,000.00	EUR	85.470	4,273,512.50		0.26	0.26
KFW 20/30 0.00%	5,000,000.00	EUR	80.886	4,044,315.25		0.25	0.25
KFW 21/28 0.00%	13,500,000.00	EUR	85.089	11,486,956.28		0.71	0.71
KFW 21/31 0.00%	5,000,000.00	EUR	80.134	4,006,700.00		0.25	0.25
KFW 22/27 +1.25%	10,000,000.00	EUR	92.755	9,381,660.38		0.58	0.58
KFW 23/30 +2.75%	8,000,000.00	EUR	98.686	7,917,120.43		0.49	0.49

STATE OF NORTH RHINE WESTPHALI 16/31 +0.625%	4,000,000.00	EUR	82.935	3,340,960.84		0.21	0.21
STATE OF NORTH RHINE WESTPHALI 16/41 +0.75% 16/08 16/08	2,000,000.00	EUR	66.321	1,339,489.09		0.08	0.08
<u>Netherlands</u>							
BANK NED. GEMEENTEN 17/27 +0.625% 19/06 19/06	2,000,000.00	EUR	90.293	1,806,240.48		0.11	0.11
BANK NED. GEMEENTEN 22/32 +1.875%	5,000,000.00	EUR	90.357	4,608,264.71		0.28	0.28
BANK NED. GEMEENTEN 22/37 +1.25%	5,000,000.00	EUR	78.296	3,930,531.38		0.24	0.24
<u>Sweden</u>							
KOMMUNINVEST 22/29 +0.875%	2,050,000.00	EUR	87.682	1,812,322.44		0.11	0.11
Corporate bonds							
<u>Denmark</u>							
KOMMUNEKREDIT 21/29 0.00%	6,500,000.00	EUR	81.995	5,329,686.70		0.33	0.33
Total bonds				1,599,971,468.00		98.64	98.33
<b>Money market instruments</b>							
Government money market instruments							
<u>Germany</u>							
FEDERAL REPUBLIC OF GERMANY 19/24 0.00%	15,000,000.00	EUR	97.460	14,619,015.00		0.90	0.90
<u>Spain</u>							
SPAIN 21/24 0.00%	8,000,000.00	EUR	96.760	7,740,762.40		0.48	0.48
Total money market instruments				22,359,777.40		1.38	1.37
<b>Options and futures</b>							
Exchange-listed futures							
<u>Germany</u>							
EURO BUXL 30Y BOND Sep-23	-73.00	EUR	139.600	-10,190,800.00		-0.63	-0.63
Suspense accounts (futures)							
<u>Germany</u>							
EURO BUXL 30Y BOND Jun-23	0.01	EUR	1.000	0.01		0.00	0.00
EURO BUXL 30Y BOND Sep-23	9,922,160.00	EUR	1.000	9,922,160.00		0.61	0.61
EUROBUND Sep-23	-0.02	EUR	1.000	-0.02		0.00	0.00
Total options and futures				-268,640.01		-0.02	-0.02
TOTAL SECURITIES PORTFOLIO				1,622,062,605.00		100.00	99.69
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP AUD	0.29	AUD	1.000	0.18		0.00	0.00
KBC GROUP EURO	8,528,864.61	EUR	1.000	8,528,864.61		0.00	0.52
Total demand accounts				8,528,864.79		0.00	0.52
<b>Managed futures accounts</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO EURO FUT REK	213,915.31	EUR	1.000	213,915.31		0.00	0.01
Total managed futures accounts				213,915.31		0.00	0.01
TOTAL CASH AT BANK AND IN HAND				8,742,780.10		0.00	0.54
OTHER RECEIVABLES AND PAYABLES							
<b>Receivables</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO DEKKING EUR	724,860.70	EUR	1.000	724,860.70		0.00	0.05
Total receivables				724,860.70		0.00	0.05
<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP EUR PAYABLE	-3,167,265.29	EUR	1.000	-3,167,265.29		0.00	-0.20
Payables				-3,167,265.29		0.00	-0.20
TOTAL RECEIVABLES AND PAYABLES				-2,442,404.59		0.00	-0.15
OTHER							
Interest receivable		EUR		0.00		0.00	0.00
Expenses payable		EUR		-1,279,548.44		0.00	-0.08
TOTAL OTHER				-1,279,548.44		0.00	-0.08
TOTAL NET ASSETS				1,627,083,432.00		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	6.10	5.13	4.70	5.80
Belgium	4.51	4.74	5.66	5.55

Germany	17.93	22.13	20.72	21.02
Denmark	0.48	0.48	0.35	0.33
Spain	12.82	11.13	12.44	11.09
Finland	1.38	1.76	0.99	1.42
France	23.11	25.04	24.66	25.62
Ireland	1.76	1.66	1.16	0.81
Italy	21.90	15.33	17.32	16.35
Latvia	0.10	0.00	0.23	0.00
Lithuania	0.00	0.00	0.00	0.39
Netherlands	5.86	5.54	5.18	7.54
Norway	0.74	0.72	0.57	0.00
Poland	0.00	0.32	0.25	0.23
Portugal	2.18	1.65	1.30	0.66
Slovenia	0.00	0.19	0.12	0.15
Slovakia	0.00	0.66	0.69	0.63
Sweden	0.00	0.16	0.12	0.11
U.S.A.	0.00	0.18	-0.09	0.05
EU institutions outside BLEU terr.	1.13	3.18	3.63	2.25
TOTAL	100.00	100.00	100.00	100.00

#### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	0.37	0.35	0.26	0.00
Financials	3.99	4.22	7.82	9.86
Government	95.64	95.04	91.63	89.87
Various	0.00	0.39	0.29	0.27
TOTAL	100.00	100.00	100.00	100.00

#### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Bonds (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	1,237,571,005.31
<b>Sales</b>	1,118,000,952.64
<b>Total 1</b>	2,355,571,957.95
<b>Subscriptions</b>	500,506,461.70
<b>Redemptions</b>	376,137,886.52
<b>Total 2</b>	876,644,348.22
<b>Monthly average of total assets</b>	1,622,774,703.59
<b>Turnover rate</b>	91.14%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%), reason: Turnover is mostly linked to changes in tactical asset allocation.

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
EUROBUXL SEP 23	EUR	-10,190,800.00	-10,190,800.00	1,000.00	05.06.2023
JPMORGAN DEKKING EUR	EUR	724,860.70	724,860.70	N/A	30.06.2023

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		Totaal
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	2,360.23	147,607.00	5,186.45	7,079.00	13,172.86	140,528.00	153,700.86
2022 - 12	1,353.39	601,405.00	5,683.84	29,797.00	8,842.42	712,136.00	720,978.42
2023 - 06	747.50	43,708.00	2,575.87	38,839.00	7,014.04	717,005.00	724,019.04

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	16,286,432.86	144,672,336.09	36,115,025.43	6,917,374.36
2022 - 12	8,428,362.39	525,162,955.69	35,210,024.12	25,247,288.12
2023 - 06	4,419,304.83	35,651,260.76	15,188,395.87	31,623,724.52

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	225,942,291.16	6,822.49	968.28
2022 - 12	626,204,552.07	5,800.53	807.31
2023 - 06	625,064,846.14	5,936.18	813.70

### Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		Totaal
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	43,895.90	0.00	48,858.56	0.00	138,262.32	0.00	138,262.32
2022 - 12	47,946.43	0.00	46,809.61	0.00	139,399.14	0.00	139,399.14
2023 - 06	28,308.72	0.00	32,616.94	0.00	135,090.91	0.00	135,090.91

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	306,849,844.22	0.00	339,877,508.00	0.00
2022 - 12	301,409,029.11	0.00	299,645,859.56	0.00
2023 - 06	168,734,035.74	0.00	194,276,601.36	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	953,543,728.07	6,896.63	0.00
2022 - 12	817,596,955.00	5,865.15	0.00
2023 - 06	811,169,594.25	6,004.62	0.00



## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	513,545.00		421,442.00		133,367.26		133,367.26
2022 - 12	290,117.00		385,489.00		37,995.26		37,995.26
2023 - 06	296,653.00		140,945.00		193,703.26		193,703.26

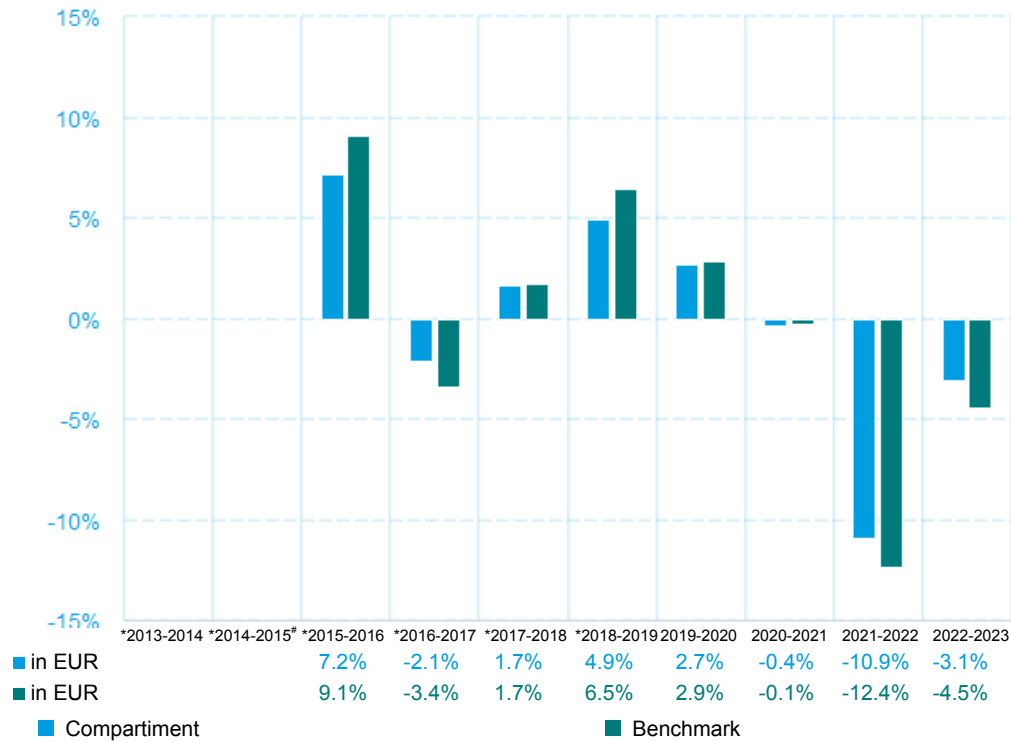
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	591,645,464.56		481,667,723.76	
2022 - 12	312,101,033.38		402,393,490.36	
2023 - 06	292,726,039.14		136,369,235.34	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	151,234,314.89	1,133.97	
2022 - 12	36,596,281.36	963.18	
2023 - 06	190,848,991.89	985.26	

## 2.4.5. Performance figures

### Institutional B Shares

BE6274083268  
KBC Institutional Fund Euro Bonds Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6274083268	EUR	-3.09%	-4.48%	-4.90%	-5.79%	-1.51%	-1.74%			27/11/2014	-0.17%

Risk warning: Past performance is not a guide to future performance.

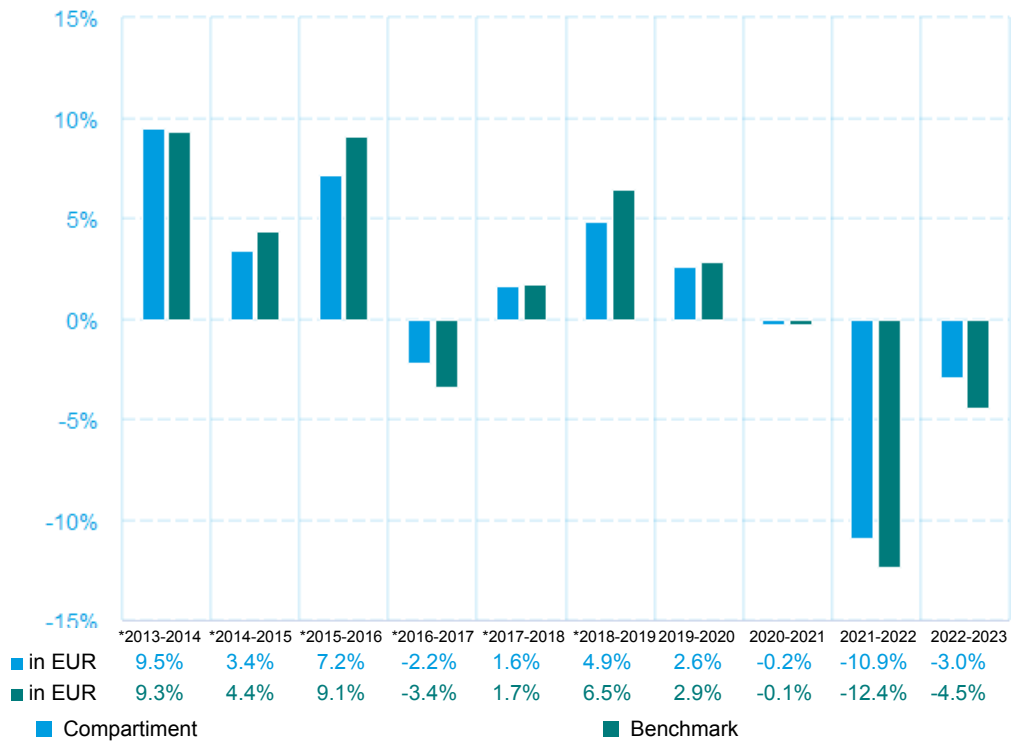
\* Return on annual basis.

## **Institutional B Shares**

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{1 / X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{1 / F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

Classic Shares

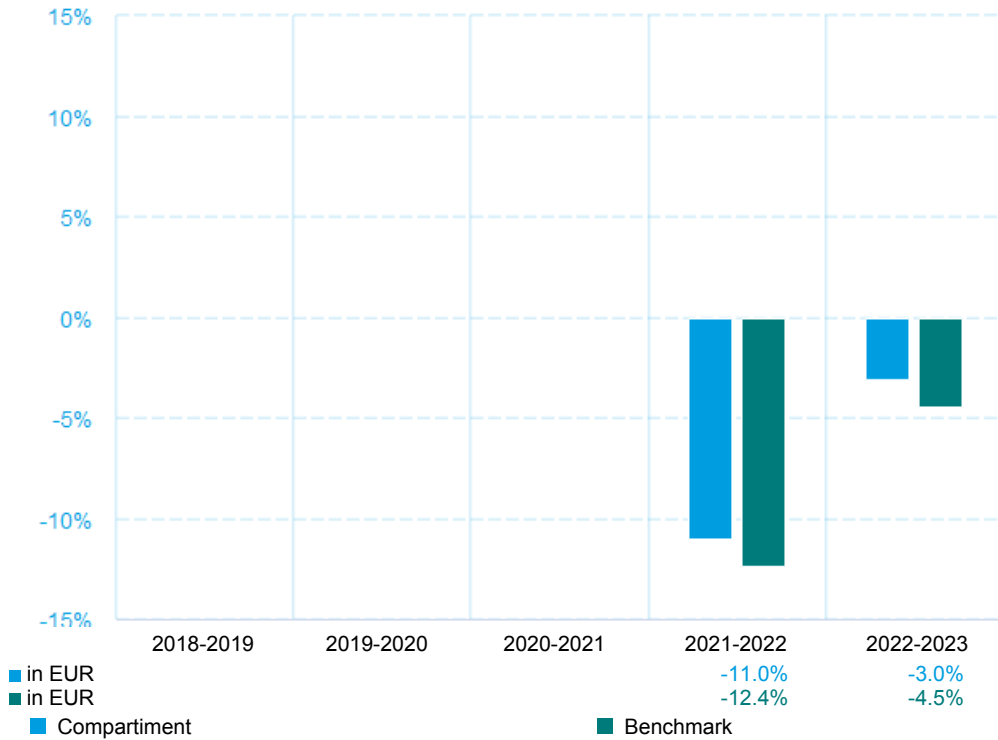
BE0162584123  
 KBC Institutional Fund Euro Bonds Classic Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

Classic Shares

BE6325884292  
 KBC Institutional Fund Euro Bonds Classic Shares DIS  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0162584123	EUR	-2.96%	-4.48%	-4.82%	-5.79%	-1.48%	-1.74%	1.13%	1.15%	17/01/1997	3.36%
DIS	BE6325884292	EUR	-3.04%	-4.48%							19/01/2021	-6.78%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

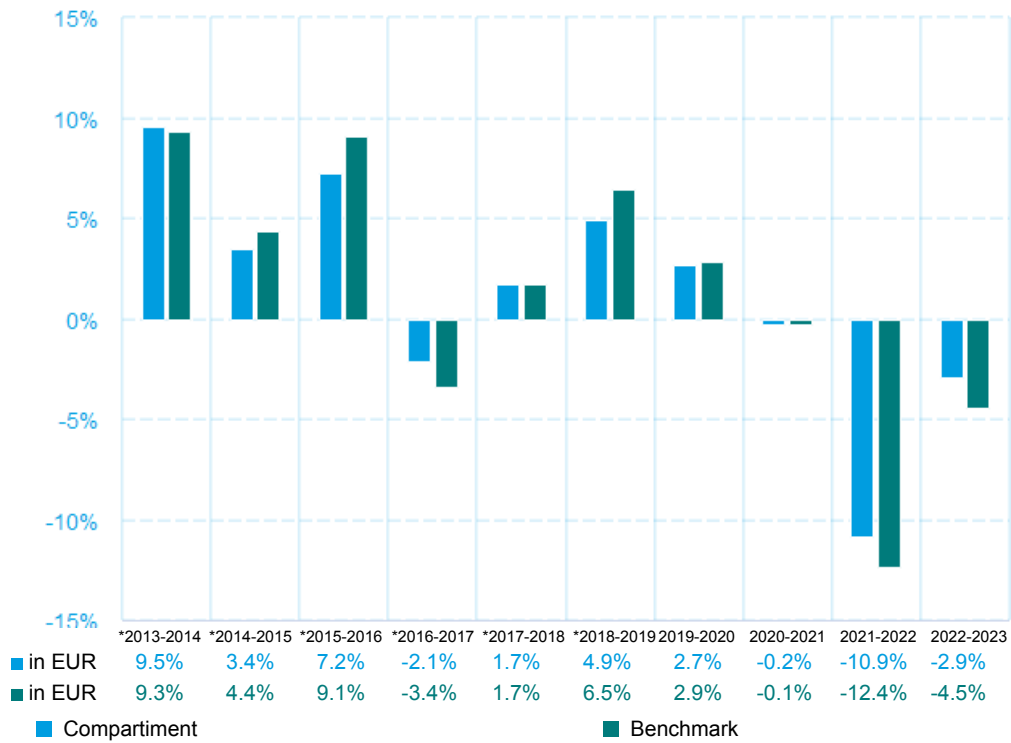
i = 1 ... N

from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE0947881943  
 KBC Institutional Fund Euro Bonds Institutional Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

**Institutional Shares**

BE6325886313  
 KBC Institutional Fund Euro Bonds Institutional Shares DIS  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)  
 The cumulative returns are shown where they relate to a period of at least one year.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0947881943	EUR	-2.92%	-4.48%	-4.76%	-5.79%	-1.42%	-1.74%	1.20%	1.15%	12/12/2007	2.60%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation

date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

from which C = C0 \* ... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,593%  
Transaction costs: 0,000%

#### Classic Shares Capitalisation :

Ongoing charges : 0,422%  
Transaction costs: 0,000%

#### Classic Shares Distribution :

Ongoing charges : 0,507%  
Transaction costs: 0,000%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,385%  
Transaction costs: 0,000%

#### Institutional Shares Distribution :

Ongoing charges : 0,000%  
Transaction costs: 0,000%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

Not applicable

### Existence of fee sharing agreements and rebates

The management company has shared 52,69% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Institutional B Shares

Fee for managing the investment portfolio	Max 0.40%  Max 0.01%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.  per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.



Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.025%	of the net assets of the sub-fund per year.

### Classic Shares

Fee for managing the investment portfolio	Max 0.25%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.025%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.25%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC

	group.	
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.025%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### **Exercising voting rights**

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

### **Securities lending**

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 50.194,73 EUR and for the Management Company 15.444,53 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 0 and 22, with a market value fluctuating between 0 and 92834313.83 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Société Générale

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending transaction applies only to the bond portion of the portfolio.

Nature of the financial collateral: only cash is accepted.

Reinvestment of the financial collateral received: financial collateral may be reinvested in monetary funds.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

### **Transparency of securities financing transactions and of reuse**

Global data:

1) The amount of securities and commodities on loan as a proportion of total lendable assets defined as excluding cash and cash equivalents;	Nil	%
2) The amount of assets engaged in each type of SFT's and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency) and as a proportion of the collective investment undertaking's assets under management (AUM).		
The amount of assets engaged in each type of SFTs and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency)	0,00	EUR
proportion of the collective investment undertaking's assets under management (AUM)	Nil	%

Concentration data:

1) Ten largest collateral issuers across all SFTs and total return swaps (break down of volumes of the collateral securities and commodities received per issuer's name)

name collateral issuer	Market value on a settled basis	currency
AVIVA INVESTORS MONETAIRE C	0,00	EUR
European Central Bank	0,00	EUR
GROUPAMA ENTREPRISES IC	0,00	EUR
OSTRUM CASH EURIBOR - I	0,00	EUR
LBPAM TRESORERIE I	0,00	EUR
BFT MONETAIRE COURT TERME I2C	0,00	EUR

2) Top 10 counterparties of each type of SFTs and total return swaps separately (Name of counterparty and gross volume of outstanding transactions).

type SFT (lending program)	name counterparty	Country of counterparty	Market value on a settled basis	currency
bonds (Société Générale)	SOCGEN	France	0,00	EUR

Aggregate transaction data for each type of SFTs and total return swaps separately to be broken down according to the below categories:

1) Type and quality of collateral;	equity (Goldman Sachs)	equity(KBC Bank)	bonds (Société Générale)
type	Nil.	Nil.	Cash and money market funds
quality – Bloomberg composite rating: see table below			
2) Maturity tenor of the collateral broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open maturity: see table below;			
3) Currency of the collateral: see table below			
4) Maturity tenor of the SFTs and total return swaps broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open transactions;	Nil.	Nil.	open maturity
5) Country in which the counterparties are established: see table above			
6) Settlement and clearing (e.g., tri-party, Central Counterparty, bilateral).	Nil.	Nil.	bilateral

collateral	quality	currency	Maturity tenor
AVIVA INVESTORS MONETAIRE C	Nil	EUR	open maturity
BFT MONETAIRE COURT TERME I2C	Nil	EUR	open maturity
European Central Bank	Nil	EUR	open maturity
GROUPAMA ENTREPRISES IC	Nil	EUR	open maturity
LBPAM TRESORERIE I	Nil	EUR	open maturity
OSTRUM CASH EURIBOR - I	Nil	EUR	open maturity

Data on reuse of collateral:

1) Share of collateral received that is reused, compared to the maximum amount specified in the prospectus or in the disclosure to investors;	0,00 %
2) Cash collateral reinvestment returns to the collective investment undertaking. (EUR)	708.053,30

Safekeeping of collateral received by the collective investment undertaking as part of SFTs and total return swaps:

1) Number and names of custodians and the amount of collateral assets safe-kept by each of the custodians.

<u>number</u>	<u>Name collateral custodian</u>	<u>Market value on a settled basis</u>	<u>currency</u>
1	KBC Bank	0,00	EUR

Safekeeping of collateral granted by the collective investment undertaking as part of SFTs and total return swaps:

1) The proportion of collateral held in segregated accounts or in pooled accounts, or in any other accounts.	Nil
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Data on return and cost for each type of SFTs and total return swaps:

1) Data on return and cost for each type of SFTs and total return swaps broken down between the collective investment undertaking, the manager of the collective investment undertaking and third parties (e.g. agent lender) in absolute terms and as a percentage of overall returns generated by that type of SFTs and total return swaps.

Lending program: equity (Société Générale)	collective investment undertaking	manager of the collective investment undertaking	agent lender
return EUR	77.222,67	15.444,53	11.583,40
percentage of overall returns	100,00 %	20,00%	15,00%
cost EUR	27.027,93		
percentage of overall returns	35,00 %		

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## 2. Information on KBC Institutional Fund Euro Bonds Defensive

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Institutional B Shares Capitalisation**

Launch date: 27 November 2014

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Classic Shares Capitalisation**

Launch date: 3 August 2001

Initial subscription price: 5 000 EUR

Currency: EUR

##### **Classic Shares Distribution**

Launch date: 3 August 2001

Initial subscription price: 5 000 EUR

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 24 August 2021

Initial subscription price: 1 000 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in bonds.

##### **Sub-fund's investment policy**

###### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object referred to in 2.1.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.



## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets of the sub-fund are invested primarily in bonds denominated in euros.

The fund is actively managed with reference to the following benchmark: JP Morgan EMU ex Portugal, Ireland, Italy, Greece and Spain all Maturities - Total Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 0.75%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

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Required disclaimers for benchmark providers:

Information has been obtained from sources believed to be reliable but J.P. Morgan does not warrant its completeness or accuracy. The Index is used with permission. The Index may not be copied, used, or distributed without J.P. Morgan's prior written approval. Copyright 201(7), J.P. Morgan Chase & Co. All rights reserved.

### **Characteristics of the bonds and debt instruments**

The sub-fund invests in bonds and debt instruments, issued by government agencies, entities that benefit from a formal government guarantee or by public bodies.

The sub-fund invests 100% of its assets in bonds and debt instruments

- in bonds and debt instruments with a minimum rating of AA-/Aa3 from at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or
- in government bonds denominated in local currency that do not have a credit rating from the above rating agencies but whose issuer does have a credit rating of AA-/Aa3 from at least one of the above rating agencies.

All maturities are taken into consideration when selecting the bonds and debt instruments.

### **Derogation for investments in public issuers**

The sub-fund has been granted a derogation to invest up to 100% of its assets in various issues of securities and money market instruments that are issued or guaranteed by a Member State of the European Economic Area, by its local authorities, by a state that is not a Member State of the European Economic Area or by public international institutions in which one or more Member States of the European Economic Area participate. The sub-fund can invest more than 35% of its assets in securities or money market instruments issued by:

- the Member States of the Economic and Monetary Union.

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

At the start of the reporting period sentiment on the financial markets remained very nervous. Europe was still threatened by a shortage of gas ahead of winter as the fallout from the Russian invasion in Ukraine continued. Both in Europe and the United States, inflation figures remained far above the comfort level of the central banks. The Federal Reserve in the US and the European Central Bank continued to hike their policy rates. Central Bank policy pushed up 2 year German Government yields by 100 bps in 22Q4. As 10 year German yields only rose by 40 bps, the yield curve flattened dramatically. Short end yields ended the calendar year at 2.75%, while 10 yr yields stood at 2.55%. This is what professionals refer to as an 'inverse yield curve', which indicates that monetary policy is getting increasingly restrictive.

As the end of the year approached, the outlook started to get brighter. European gas prices started to drop as the flow of Russian gas was quite easily replaced with Norwegian, US and even Australian supplies. Negative base effects from energy and food prices drove headline consumer price indices lower. Bond yields followed suit, dropping especially in the US. German 10 yr yields dropped 20 bps in 23H1, while 2 yr yields rose another 45 bps. Hence, at the end of June yield curve inversion was even more pronounced.

The average duration of the portfolio was always between 6 and 8 years. Relative to the benchmark the portfolio had been holding a neutral duration stance, around 7 years. In 4Q22 we sold all our out-of-bench Inflation Linked Bond positions.

## 2.1.8. Future policy

In 2022 yields had been trending higher. After having reached a 2.75% top in 23Q1, our economists expect yields to keep trading around 2.50% in the foreseeable future. We'll be trading the interest rate sensitivity of the portfolio in a very dynamic way, trying to surf the waves of rising and falling interest rates in an expected yield range between 1.75% and 2.75%. There will be also further focus on relative value opportunities in country allocation and yield curves.

## 2.1.9. Summary risk indicator (SRI)

Institutional B Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- There is no capital protection.

Classic Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- There is no capital protection.

Institutional Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	9,911,123.12	35,620,388.92
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	9,725,550.41	34,535,179.09
	Of which bonds lent		437,143.01
B.	Money market instruments	297,381.93	955,089.49
E.	Open-end undertakings for collective investment		
	a) Reinvested collateral in money market funds		335,627.44
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts (+/-)	348.82	
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable		3,410,806.63
	c) Collateral	3,454.10	
B.	Payables		
	a) Accounts payable (-)	-23,877,530.57	-104,227.39
	c) Borrowings (-)	-231.42	-3,130,867.61
	d) Collateral (-)		-443,519.97
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	23,806,718.78	
C.	Collateral received cash		107,892.53
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	52,250.00	26,500.00
C.	Accrued expense (-)	-96,818.93	-72,091.29
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	9,911,123.12	35,620,388.92
<b>A.</b>	<b>Capital</b>	10,182,300.18	44,180,549.52
<b>B.</b>	<b>Income equalization</b>	-284,749.77	-87,024.68
<b>D.</b>	<b>Result of the period</b>	13,572.71	-8,473,135.92

Off-balance-sheet headings			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits	3,454.10	443,519.97
III.	Notional amounts of futures and forward contracts (+)		
III.A.	Purchased futures and forward contracts	133,740.00	
IX.	Financial instruments lent		437,143.01

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	-443,081.03	-8,657,636.60
B.	Money market instruments	-16,438.90	8.35
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts	57,571.90	
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	125,180.75	84,770.01
	Unrealised gains on investments	153,073.13	-30,843.08
	Realised losses on investments	-1,458,614.82	-6,051,421.17
	Unrealised losses on investments	778,412.92	-2,660,134.01
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	397,891.07	249,515.93
	b) Cash at bank and in hand and deposits	4,342.59	
C.	Interest on borrowings (-)		-2,050.83
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	109,902.29	153,927.40
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-271.00	
B.	Financial expenses (-)	-3.68	-15.41
C.	Custodian's fee (-)	-3,388.93	-6,727.46
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-9,465.46	-31,857.10
	Institutional Shares	-2,448.13	-1,673.94
	Institutional B Shares	-37,166.00	-70,561.37
	b) Administration and accounting management	-17,065.20	-36,739.44
F.	Formation and organisation expenses (-)	-75.01	-107.09
H.	Services and sundry goods (-)	-2,019.33	-1,519.12
J.	Taxes		
	Classic Shares	-2,880.11	-9,136.59
	Institutional Shares	-669.04	-119.34
	Institutional B Shares	-3,838.77	-5,212.20
L.	Other expenses (-)	-17,324.56	-53,231.11
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	415,520.74	184,492.34
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	13,572.71	-8,473,135.92
<b>VII.</b>	<b>Result of the period</b>	13,572.71	-8,473,135.92

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Bonds Defensive

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Bonds</b>							
Government bonds							
<u>Austria</u>							
AUSTRIA 6/37 4.15% 15/03	250,000.00	EUR	111.670	282,208.78		2.82	2.85
AUSTRIA 17/117 2.1% 20-9	50,000.00	EUR	73.844	37,736.11		0.38	0.38
REPUBLIC OF AUSTRIA 23/29 +2.90%	200,000.00	EUR	99.781	200,607.90		2.00	2.02
REPUBLIC OF AUSTRIA 23/33 +2.90%	150,000.00	EUR	98.866	150,408.96		1.50	1.52
<u>Belgium</u>							
BELGIUM 4/35 5% 28/03	350,000.00	EUR	117.995	417,477.11		4.17	4.21
BELGIUM 22/32 +0.35%	150,000.00	EUR	79.441	119,173.51		1.19	1.20
BELGIUM 22/39 +2.75%	200,000.00	EUR	93.574	188,184.57		1.88	1.90
BELGIUM 97/28 5.5% 28/3 OLO31	100,000.00	EUR	111.405	112,817.57		1.13	1.14
<u>Finland</u>							
FINLAND 9/25 4.00% 04/07	50,000.00	EUR	101.321	52,638.58		0.53	0.53
FINLAND 22/32 +1.50%	100,000.00	EUR	88.416	89,599.32		0.89	0.90
FINLAND 23/38 +2.75%	100,000.00	EUR	95.566	96,137.40		0.96	0.97
<u>France</u>							
CAISSE DAMORTISSEMENT DE LA D 22/32 +0.45%	200,000.00	EUR	80.202	160,802.45		1.60	1.62
CAISSE DAMORTISSEMENT DE LA D 23/30 +3.125%	100,000.00	EUR	99.995	101,028.11		1.01	1.02
FRENCH REPUBLIC 3/35 4.75% 25/04	500,000.00	EUR	116.687	587,715.79		5.86	5.93
FRENCH REPUBLIC 5/38 4% 25/10	200,000.00	EUR	110.353	226,142.16		2.26	2.28
FRENCH REPUBLIC 9/41 4.50% 25/04	250,000.00	EUR	117.595	296,016.92		2.95	2.99
FRENCH REPUBLIC 15/36 +1.25% 25/05 25/05	700,000.00	EUR	80.843	566,763.48		5.65	5.72
FRENCH REPUBLIC 17/28 +0.75% 25/05 25/05	500,000.00	EUR	90.314	451,938.85		4.51	4.56
FRENCH REPUBLIC 21/32 +2.00%	850,000.00	EUR	92.684	797,922.13		7.96	8.05
FRENCH REPUBLIC 22/25 0.00%	100,000.00	EUR	94.679	94,679.00		0.95	0.96
FRENCH REPUBLIC 97/29 5.5% 25/04	200,000.00	EUR	113.816	229,615.61		2.29	2.32
ILE DE FRANCE 22/32 +2.23%	200,000.00	EUR	91.468	187,163.84		1.87	1.89
<u>Germany</u>							
FEDERAL REPUBLIC OF GERMANY 5/37 4% 04/01	550,000.00	EUR	117.442	656,596.96		6.55	6.63
FEDERAL REPUBLIC OF GERMANY 7/39 4.25% 04/07	250,000.00	EUR	122.909	317,780.14		3.17	3.21
FEDERAL REPUBLIC OF GERMANY 14/24 +1.00% 15/08 15/08	300,000.00	EUR	97.449	294,968.92		2.94	2.98
FEDERAL REPUBLIC OF GERMANY 19/29 +0.25% 11/01 15/02	100,000.00	EUR	88.483	88,575.47		0.88	0.89
FEDERAL REPUBLIC OF GERMANY 20/30 0.00%	500,000.00	EUR	84.690	423,448.50		4.22	4.27
FEDERAL REPUBLIC OF GERMANY 21/31 0.00%	500,000.00	EUR	82.817	414,086.90		4.13	4.18
FEDERAL REPUBLIC OF GERMANY 22/27 +1.30%	500,000.00	EUR	94.878	479,661.23		4.79	4.84
FEDERAL REPUBLIC OF GERMANY 23/33 +2.30%	250,000.00	EUR	99.272	249,092.69		2.49	2.51
<u>Netherlands</u>							
NETHERLANDS 5/37 4% 15/01	300,000.00	EUR	113.752	346,712.72		3.46	3.50
NETHERLANDS 12/33 2.50% 15/01	200,000.00	EUR	98.433	199,139.53		1.99	2.01
NETHERLANDS 21/31 0.00%	150,000.00	EUR	80.895	121,341.93		1.21	1.22
NETHERLANDS 23/30 +2.50%	150,000.00	EUR	98.516	148,647.29		1.48	1.50
Bonds issued by international institutions							
<u>Outside BLEU territory-(belgo-Lux ec</u>							
AFRICAN DEVELOPMENT BANK 22/27 +0.50%	200,000.00	EUR	90.125	180,523.97		1.80	1.82
Bonds issued by credit institutions							
<u>Germany</u>							
KFW 21/31 0.00%	200,000.00	EUR	80.134	160,268.00		1.60	1.62
KFW 23/30 +2.75%	200,000.00	EUR	98.686	197,928.01		1.98	2.00
Total bonds				9,725,550.41		97.03	98.13
<b>Money market instruments</b>							
Government money market instruments							
<u>France</u>							
FRENCH REPUBLIC 13/24 2.25% 25/05 25/05	300,000.00	EUR	98.906	297,381.93		2.97	3.00
Total money market instruments				297,381.93		2.97	3.00

<b>Options and futures</b>							
Exchange-listed futures							
<u>Germany</u>							
EUROBUND Sep-23	1.00	EUR	133.740	133,740.00		1.33	1.35
Suspense accounts (futures)							
<u>Germany</u>							
EUROBUND Sep-23	-133,391.18	EUR	1.000	-133,391.18		-1.33	-1.35
Total options and futures				348.82		0.00	0.00
<b>TOTAL SECURITIES PORTFOLIO</b>				10,023,281.16		100.00	101.13
<b>CASH AT BANK AND IN HAND</b>							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP EURO	23,806,718.78	EUR	1.000	23,806,718.78		0.00	240.21
Total demand accounts				23,806,718.78		0.00	240.20
<b>Managed futures accounts</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO EURO FUT REK	-231.42	EUR	1.000	-231.42		0.00	-0.00
Total managed futures accounts				-231.42		0.00	-0.00
<b>TOTAL CASH AT BANK AND IN HAND</b>				23,806,487.36		0.00	240.20
<b>OTHER RECEIVABLES AND PAYABLES</b>							
<b>Receivables</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO DEKKING EUR	3,454.10	EUR	1.000	3,454.10		0.00	0.04
Total receivables				3,454.10		0.00	0.04
<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP EUR PAYABLE	-23,877,530.57	EUR	1.000	-23,877,530.57		0.00	-240.92
Payables				-23,877,530.57		0.00	-240.92
<b>TOTAL RECEIVABLES AND PAYABLES</b>				-23,874,076.47		0.00	-240.88
<b>OTHER</b>							
Interest receivable		EUR		52,250.00		0.00	0.53
Expenses payable		EUR		-96,818.93		0.00	-0.98
<b>TOTAL OTHER</b>				-44,568.93		0.00	-0.45
<b>TOTAL NET ASSETS</b>				9,911,123.12		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	7.03	6.66	6.51	6.70
Belgium	8.20	7.50	9.08	7.67
Germany	30.56	31.48	29.98	33.33
Europe	0.55	0.52	0.00	0.00
Finland	2.26	2.37	1.79	2.38
France	38.97	39.34	41.80	39.94
Netherlands	9.76	9.46	9.49	8.15
U.S.A.	0.00	0.00	0.00	0.03
Outside BLEU territory-(belgo-Lux ec	0.00	0.53	0.90	1.80
EU institutions outside BLEU terr.	2.67	2.14	0.45	0.00
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	0.89	0.83	0.00	0.00
Financials	1.51	4.66	2.08	5.53
Government.	97.60	93.74	97.92	94.47
Various	0.00	0.77	0.00	0.00
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Bonds Defensive (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	50,982,599.40
<b>Sales</b>	60,577,315.19
<b>Total 1</b>	111,559,914.58
<b>Subscriptions</b>	41,540,633.38
<b>Redemptions</b>	51,292,868.08
<b>Total 2</b>	92,833,501.46
<b>Monthly average of total assets</b>	33,857,835.85
<b>Turnover rate</b>	55.31%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%), reason: Turnover is generated because of in- and outflows and alteration of portfolio positioning.

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
EURBU SEP 23	EUR	133,740.00	133,740.00	1,000.00	29.06.2023
JPMORGAN DEKKING EUR	EUR	3,454.10	3,454.10	N/A	30.06.2023

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		Totaal
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	879.00	0.00	2,947.76	0.00	2,872.24	0.00	2,872.24
2022 - 12	83.34	0.00	2,024.00	0.00	931.58	0.00	931.58
2023 - 06	1.00	0.00	0.00	0.00	932.58	0.00	932.58

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	8,312,472.29	0.00	28,102,864.73	0.00
2022 - 12	772,583.06	0.00	17,008,775.45	0.00
2023 - 06	8,035.24	0.00	0.00	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	27,219,590.64	9,476.77	0.00
2022 - 12	7,377,145.18	7,918.98	0.00
2023 - 06	7,579,474.70	8,127.44	



## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	962.00		165.00		1,055.00		1,055.00
2022 - 12	330,749.00		310,000.00		21,804.00		21,804.00
2023 - 06	82,645.00		103,664.00		785.00		785.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	586,042.86		97,554.60	
2022 - 12	184,840,542.97		167,880,028.33	
2023 - 06	41,590,217.97		51,676,019.41	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	623,805.78	591.29	
2022 - 12	10,713,169.11	491.34	
2023 - 06	395,511.62	503.84	

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	8,653.00		0.00		8,653.00		8,653.00
2022 - 12	1,672.00		7,953.00		2,372.00		2,372.00
2023 - 06	75.00		150.00		2,297.00		2,297.00

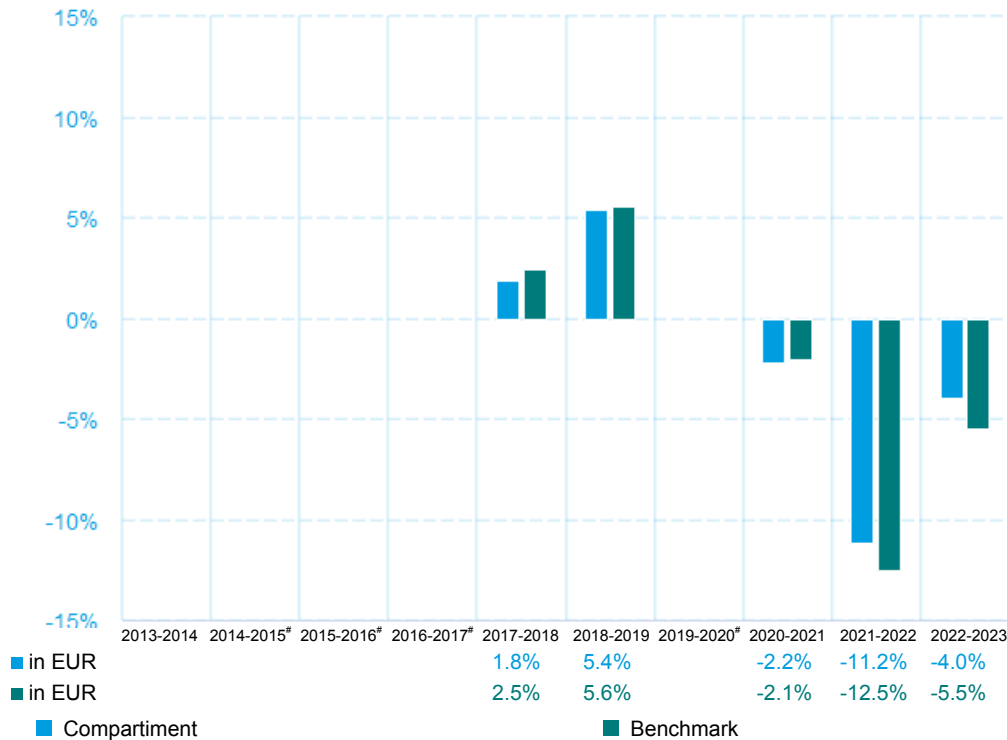
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	8,577,937.27		0.00	
2022 - 12	1,536,956.03		7,802,688.30	
2023 - 06	63,353.25		125,923.50	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	8,511,113.56	983.60	
2022 - 12	1,948,027.42	821.26	
2023 - 06	1,936,136.80	842.90	

## 2.4.5. Performance figures

### Institutional B Shares

BE6274078219  
KBC Institutional Fund Euro Bonds Defensive Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6274078219	EUR	-3.98%	-5.49%	-5.87%	-6.79%					27/11/2014	

Risk warning: Past performance is not a guide to future performance.

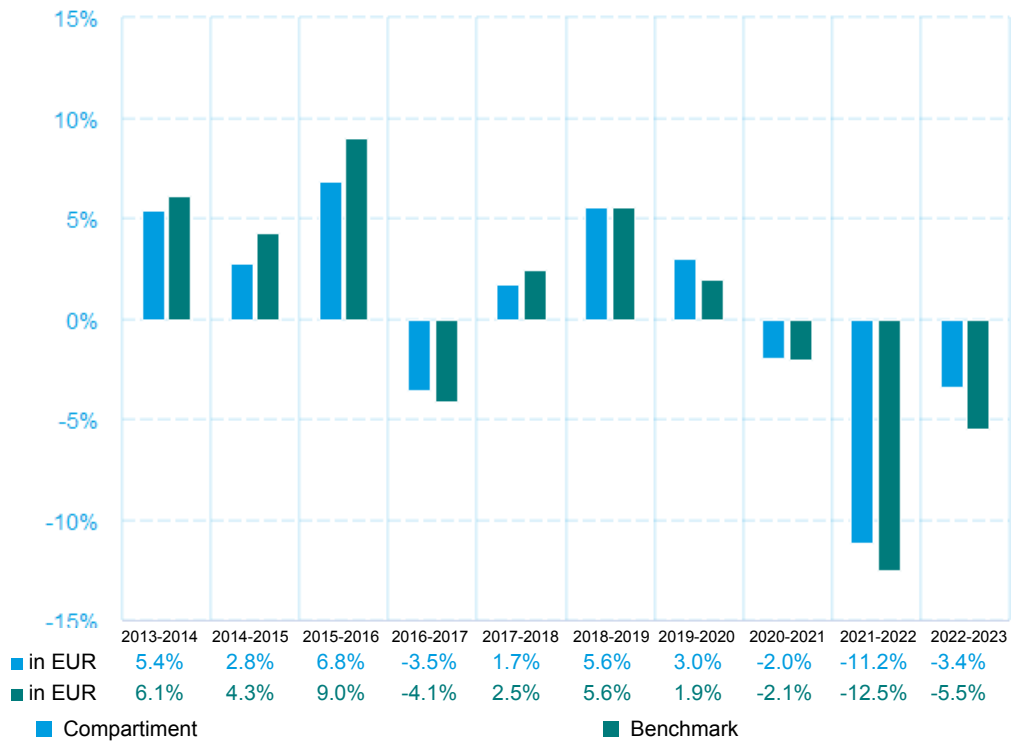
\* Return on annual basis.

### Institutional B Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

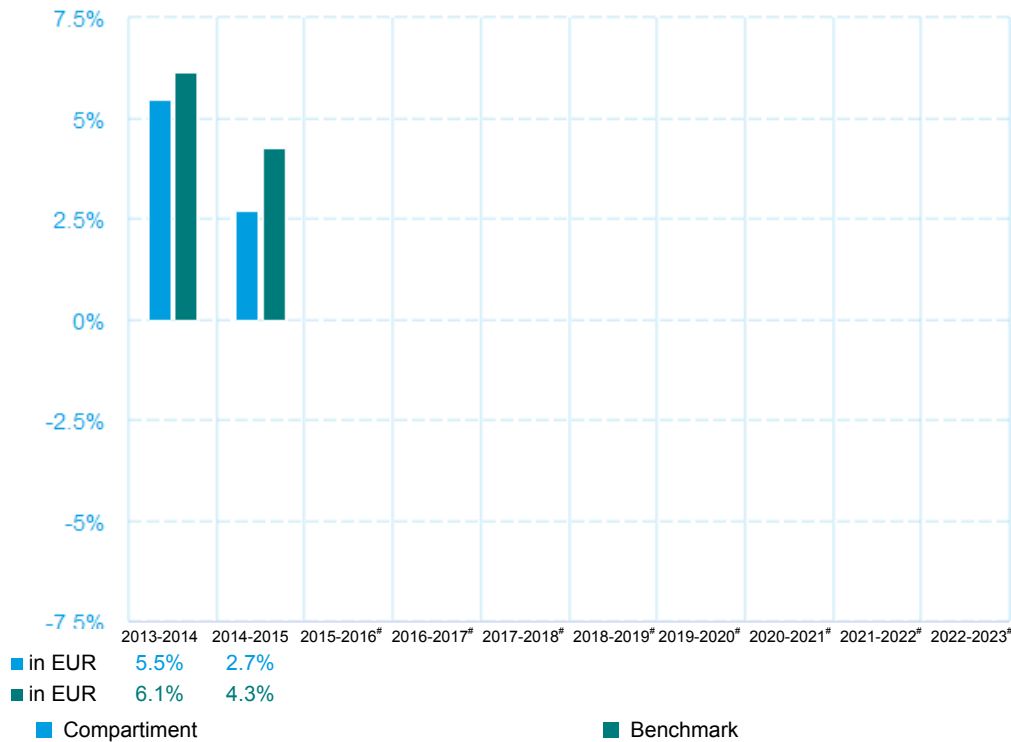
**Classic Shares**

BE0177543338  
 KBC Institutional Fund Euro Bonds Defensive Classic Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



**Classic Shares**

BE0177541316  
 KBC Institutional Fund Euro Bonds Defensive Classic Shares DIS  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0177543338	EUR	-3.40%	-5.49%	-5.61%	-6.79%	-1.77%	-2.71%	0.39%	0.32%	03/08/2001	2.24%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation

date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

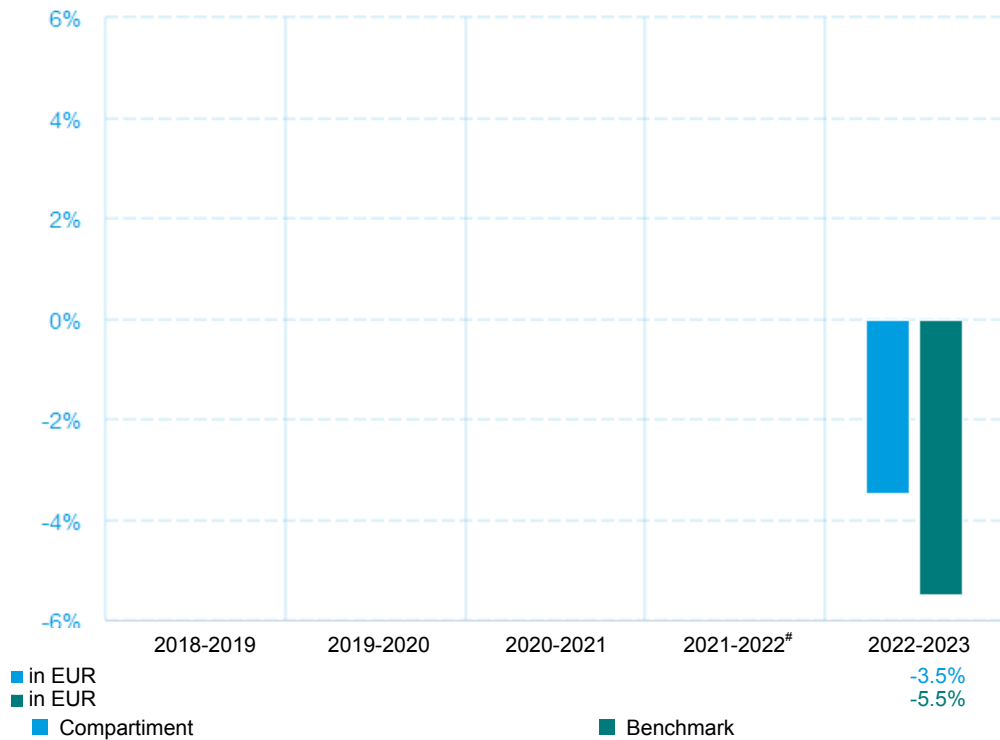
from which C = C0 \* ... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional Shares

BE6329809741

KBC Institutional Fund Euro Bonds Defensive Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6329809741	EUR	-3.48%	-5.49%							24/08/2021	-8.55%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,695%  
Transaction costs: 0,000%

#### Classic Shares Capitalisation :

Ongoing charges : 0,294%  
Transaction costs: 0,000%

#### Classic Shares Distribution :

Ongoing charges : 0,000%  
Transaction costs: 0,000%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,413%  
Transaction costs: 0,000%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

Not applicable

### Existence of fee sharing agreements and rebates

The management company has shared 52,70% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Institutional B Shares

Fee for managing the investment portfolio	Max 0.40%  Max 0.01%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.  per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	

Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.040%	of the net assets of the sub-fund per year.

### Classic Shares

Fee for managing the investment portfolio	Max 0.25%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	Max 0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.040%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.25%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
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Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.040%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### **Exercising voting rights**

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

### **Securities lending**

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 631,48 EUR and for the Management Company 194,30 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 0 and 5, with a market value fluctuating between 0 and 2413245.54 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Société Générale

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending transaction applies only to the bond portion of the portfolio.

Nature of the financial collateral: only cash is accepted.

Reinvestment of the financial collateral received: financial collateral may be reinvested in monetary funds.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

### **Transparency of securities financing transactions and of reuse**

Global data:



1) The amount of securities and commodities on loan as a proportion of total lendable assets defined as excluding cash and cash equivalents;	Nil	%
2) The amount of assets engaged in each type of SFT's and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency) and as a proportion of the collective investment undertaking's assets under management (AUM).		
The amount of assets engaged in each type of SFTs and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency)	0,00	EUR
proportion of the collective investment undertaking's assets under management (AUM)	Nil	%

Concentration data:

1) Ten largest collateral issuers across all SFTs and total return swaps (break down of volumes of the collateral securities and commodities received per issuer's name

name collateral issuer	Market value on a settled basis	currency
AVIVA INVESTORS MONETAIRE C	0,00	EUR
European Central Bank	0,00	EUR
GROUPAMA ENTREPRISES IC	0,00	EUR
OSTRUM CASH EURIBOR - I	0,00	EUR
LBPAM TRESORERIE I	0,00	EUR
BFT MONETAIRE COURT TERME I2C	0,00	EUR

2) Top 10 counterparties of each type of SFTs and total return swaps separately (Name of counterparty and gross volume of outstanding transactions).

type SFT (lending program)	name counterparty	Country of counterparty	Market value on a settled basis	currency
bonds (Société Générale)	SOCGEN	France	0,00	EUR

Aggregate transaction data for each type of SFTs and total return swaps separately to be broken down according to the below categories:

1) Type and quality of collateral;	equity (Goldman Sachs)	equity(KBC Bank)	bonds (Société Générale)
type	Nil.	Nil.	Cash and money market funds
quality – Bloomberg composite rating: see table below			
2) Maturity tenor of the collateral broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open maturity: see table below;			
3) Currency of the collateral: see table below			
4) Maturity tenor of the SFTs and total return swaps broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open transactions;	Nil.	Nil.	open maturity
5) Country in which the counterparties are established: see table above			
6) Settlement and clearing (e.g., tri-party, Central Counterparty, bilateral).	Nil.	Nil.	bilateral

collateral	quality	currency	Maturity tenor
AVIVA INVESTORS MONETAIRE C	Nil	EUR	open maturity
BFT MONETAIRE COURT TERME I2C	Nil	EUR	open maturity
European Central Bank	Nil	EUR	open maturity
GROUPAMA ENTREPRISES IC	Nil	EUR	open maturity
LBPAM TRESORERIE I	Nil	EUR	open maturity
OSTRUM CASH EURIBOR - I	Nil	EUR	open maturity

Data on reuse of collateral:

1) Share of collateral received that is reused, compared to the maximum amount specified in the prospectus or in the disclosure to investors;	0,00 %
2) Cash collateral reinvestment returns to the collective investment undertaking. (EUR)	13.377,71

Safekeeping of collateral received by the collective investment undertaking as part of SFTs and total return swaps:

1) Number and names of custodians and the amount of collateral assets safe-kept by each of the custodians.

<u>number</u>	<u>Name collateral custodian</u>	<u>Market value on a settled basis</u>	<u>currency</u>
1	KBC Bank	0,00	EUR

Safekeeping of collateral granted by the collective investment undertaking as part of SFTs and total return swaps:

1) The proportion of collateral held in segregated accounts or in pooled accounts, or in any other accounts.	Nil
--	-----

Data on return and cost for each type of SFTs and total return swaps:

1) Data on return and cost for each type of SFTs and total return swaps broken down between the collective investment undertaking, the manager of the collective investment undertaking and third parties (e.g. agent lender) in absolute terms and as a percentage of overall returns generated by that type of SFTs and total return swaps.

Lending program: equity (Société Générale)	collective investment undertaking	manager of the collective investment undertaking	agent lender
return EUR	971,50	194,30	145,73
percentage of overall returns	100,00 %	20,00%	15,00%
cost EUR	340,02		
percentage of overall returns	35,00 %		

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## 2. Information on KBC Institutional Fund Euro Bonds Responsible Investing

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 8 February 2002

Initial subscription price: 5 000 EUR

Currency: EUR

##### **Classic Shares Distribution**

Launch date: 8 February 2002

Initial subscription price: 5 000 EUR

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 6 September 2011

Initial subscription price: 797.11 EUR

Currency: EUR

##### **Institutional Shares Distribution**

Launch date: 6 September 2011

Initial subscription price: 797.11 EUR

Currency: EUR

##### **Institutional B Shares Capitalisation**

Launch date: 24 November 2011

Initial subscription price: 784.95 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in bonds.

##### Sub-fund's investment policy

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in bonds with a responsible character, denominated in euros.

Within the above limits, the sub-fund pursues (directly or indirectly) responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the “**Responsible Investing Advisory Board**”) comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. ‘sustainable investments’).

The Governments, supranational debtors and/or government-linked agencies in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes issuers in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that issuers involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that issuers who seriously violate fundamental principles of environmental protection, social responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

(1) promote the integration of sustainability into the policy decisions of governments, supranational debtors and/or agencies linked to governments by preferring governments, supranational debtors and/or agencies linked to governments with a better **ESG score**, where ESG stands for ‘Environmental, Social and Governance’, and

(2) promote climate change mitigation, by preferring governments, supranational debtors and/or agencies linked to governments with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;

(3) support sustainable development, by including governments, supranational debtors and/or agencies linked to governments that contribute to the **UN Sustainable Development Goals** and

(4) support sustainable development by encouraging the transition to a more sustainable world via **bonds financing green and/or social projects**.

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

If investments were to be made in instruments issued by companies, the companies must meet the negative screening requirements listed above.

### **(1) ESG-score**

The contribution to the integration of sustainability into policy decisions of the governments, supranational debtors and/or agencies linked to governments is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are the following five pillars:

- overall economic performance and stability (e.g., quality of institutions and government);
- socio-economic development and health of the population (e.g., education and employment);
- equality, freedom and the rights of all citizens;
- environmental policy (e.g., climate change); and
- security, peace and international relations.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

The ESG score for countries of the portfolio is compared to a reference portfolio of global government bonds (composed of the following benchmarks: 67% developed markets: J.P. Morgan GBI Global Unhedged EUR and 33% emerging markets: J.P. Morgan GBI-EM Global Diversified Composite Unhedged EUR).

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

### **(2) Carbon Intensity**

The objective to promote climate change mitigation, by favoring lower carbon intensity governments, supranational debtors and/or government-linked agencies, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to entities for which data is not available.

The contribution of governments, supranational debtors and/or government-linked agencies to climate change mitigation is measured based on their carbon intensity. Carbon intensity is defined as the greenhouse gas emissions (in tonnes CO<sub>2</sub> equivalent), divided by the Gross Domestic Product (in current prices, in mln USD).

The carbon intensity is compared to a reference portfolio of global government bonds (composed of the following benchmarks: 67% developed markets: J.P. Morgan GBI Global Unhedged EUR and 33% emerging markets: J.P. Morgan GBI-EM Global Diversified Composite Unhedged EUR).

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **(3) UN Sustainable Development Goals**

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in governments, supranational debtors and/or government-linked agencies that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of governments, supranational debtors and/or government-linked agencies that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Governments are assessed on the five pillars as described in the ESG score, which contain indicators that can be linked to the 17 UN Sustainable Development Goals. If a government scores sufficiently well on one of these pillars and not significantly poor on the other pillars, the bonds of this government and its sub-governments and agencies are considered to be instruments that contribute to sustainable development. Bonds of supranational governments contribute to the UN's Sustainable development goals if one of the two criteria is met:

- at least half of its members contribute to the UN Sustainable Development Goals (weighted by voting power/full paid-in capital/percentage of population (in order of availability)).
- the mission statement of the supranational institution has a sustainable objective and less than half of its members fall in the worst half of the screening for controversial regimes.

In addition, the Responsible Investing Advisory Board can award the "sustainable development" label to instruments.

More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

### **(4) Bonds financing green and/or social projects**



To encourage the transition to a more sustainable world, the sub-fund commits to invest a minimum proportion of the portfolio in bonds financing green and/or social projects. Bonds whose proceeds will be used exclusively to finance (a combination of) green and social projects that are aligned with the International Capital Market Association (ICMA) Green Bond Principles and Social Bond Principles on the Use of Proceeds are considered bonds financing green and/or social projects. Instruments that meet these requirements are labelled 'sustainable investments', in line with article 2(17) SFDR.

More information on bonds financing green and/or social projects and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which an issuer can no longer be regarded as eligible after purchase;
- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible issuer based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;
- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

The fund manager may not use derivatives whose underlying is not of a responsible nature. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The fund is actively managed with reference to the following benchmark: JP Morgan EMU Government Bonds Investment Grade ALL Maturities - Total Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

In line with its investment policy, the sub-fund may not invest in all the instruments included in the benchmark.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 1.25%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

#### Required disclaimers for benchmark providers:

Information has been obtained from sources believed to be reliable but J.P. Morgan does not warrant its completeness or accuracy. The Index is used with permission. The Index may not be copied, used, or distributed without J.P. Morgan's prior written approval. Copyright 201(7), J.P. Morgan Chase & Co. All rights reserved.

### **Characteristics of the bonds and debt instruments**

The sub-fund invests in bonds and debt instruments issued by both companies and public authorities.

The sub-fund invests directly and/or indirectly at least 90% of its assets in bonds and debt instruments - in bonds and debt instruments rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or - in government bonds issued in local currency or non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above, and/or

This means that the sub-fund may invest up to 10% of its assets invested in bonds and debt instruments that do not have a credit rating from the above-mentioned rating agencies and/or which do not comply with the above-mentioned credit requirements.

All maturities are taken into consideration in the selection of bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

### **Derogation for investments in public issuers**

**The sub-fund has been granted a derogation to invest more than 35% of its assets in various issues of securities and money market instruments that are issued or guaranteed by a Member State of the European Economic Area, by its local authorities, by a state that is not a Member State of the European Economic Area, or by public international institutions in which one or more Member States of the European Economic Area participate, insofar as the investments are made in at least six such issues and the investment in a single issue does not exceed 30% of the assets. The sub-fund may invest more than 35% of its assets in securities or money market instruments issued by:**

- Germany
- France

**The sub-fund will use this option when managing issuer-specific credit risks, like when an issuer's credit rating is downgraded and the manager wants to invest the sub-fund's assets in higher rated issues. The sub-fund will only be able to use this derogation for the issuers named above if – at the time of derogation – they have a long-term rating of at least AA/Aa2 from Moody's (Moody's Investor Service), S&P (Standard & Poor's, a Division of the McGraw-Hill Companies) or Fitch (Fitch Ratings), and if the investments are made primarily in liquid issues (of at least 500 million euros). The sub-fund will invest no more than 50% of its assets in issues by the same issuer and, when making use of this derogation, will always invest in issues by at least five different issuers.**

### **Securities Financing Transactions (SFTs)**

The sub-fund may not lend any financial instruments.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'

## **2.1.4. Financial portfolio management**

The intellectual management, with the exception of the creation of the sub-fund and its maintenance in terms of the technical, product-specific and legal aspects has been delegated by the management company to IVESAM NV, Havenlaan 2, B-1080, Brussels, Belgium.

## 2.1.5. Distributors

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

At the start of the reporting period sentiment on the financial markets remained very nervous. Europe was still threatened by a shortage of gas ahead of winter as the fallout from the Russian invasion in Ukraine continued. Both in Europe and the United States, inflation figures remained far above the comfort level of the central banks. The Federal Reserve in the US and the European Central Bank continued to hike their policy rates. Central Bank policy pushed up 2 year German Government yields by 100 bps in 22Q4. As 10 year German yields only rose by 40 bps, the yield curve flattened dramatically. Short end yields ended the calendar year at 2.75%, while 10 yr yields stood at 2.55%. This is what professionals refer to as an 'inverse yield curve', which indicates that monetary policy is getting increasingly restrictive.

As the end of the year approached, the outlook started to get brighter. European gas prices started to drop as the flow of Russian gas was quite easily replaced with Norwegian, US and even Australian supplies. Negative base effects from energy and food prices drove headline consumer price indices lower. Bond yields followed suit, dropping especially in the US. German 10 yr yields dropped 20 bps in 23H1, while 2 yr yields rose another 45 bps. Hence, at the end of June yield curve inversion was even more pronounced.

The average duration of the portfolio was always between 6 and 8 years. Relative to the benchmark the portfolio had been holding a neutral duration stance, around 7 years. In 4Q22 we sold all our out-of-bench Inflation Linked Bond positions. In December we initiated an underweight position in Italian and Spanish debt, while overweighting German, Dutch and Austrian bonds.

## 2.1.8. Future policy

In 2022 yields had been trending higher. After having reached a 2.75% top in 23Q1, our economists expect yields to keep trading around 2.50% in the foreseeable future. We'll be trading the interest rate sensitivity of the portfolio in a very dynamic way, trying to surf the waves of rising and falling interest rates in an expected yield range between 1.75% and 2.75%. There will be also further focus on relative value opportunities in country allocation and yield curves.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.

There is no capital protection.

Institutional Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.

There is no capital protection.

Institutional B Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	751,464,997.49	305,123,439.38
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	683,361,387.84	294,788,699.02
B.	Money market instruments	60,088,383.43	8,873,368.39
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts (+/-)	52,054.09	
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	1,294,827.26	24,015,182.72
	c) Collateral	813,963.80	
B.	Payables		
	a) Accounts payable (-)	-69,689,877.95	-3,126,786.32
	c) Borrowings (-)	-136,034.89	-18,964,725.72
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	76,587,888.72	10.68
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income		138,875.00
C.	Accrued expense (-)	-907,594.81	-601,184.39
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	751,464,997.49	305,123,439.38
<b>A.</b>	<b>Capital</b>	741,177,326.44	359,232,952.52
<b>B.</b>	<b>Income equalization</b>	-109,370.39	-775,838.41
<b>D.</b>	<b>Result of the period</b>	10,397,041.44	-53,333,674.73
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits	813,963.80	
III.	Notional amounts of futures and forward contracts (+)		
III.A.	Purchased futures and forward contracts	31,428,900.00	

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	3,470,823.43	-55,058,332.45
B.	Money market instruments	-8,485.82	-30,484.10
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts	1,042,318.09	
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	-0.30	0.29
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	2,385,867.48	275,686.30
	Unrealised gains on investments	33,519,105.56	69,303.78
	Realised losses on investments	-22,254,485.35	-34,403,983.21
	Unrealised losses on investments	-9,145,832.29	-21,029,823.13
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	6,575,115.66	2,359,142.89
	b) Cash at bank and in hand and deposits	119,544.91	
C.	Interest on borrowings (-)	-15.10	-12,269.20
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	1,043,460.03	617,298.49
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-5,743.25	
B.	Financial expenses (-)	-144.88	-113.64
C.	Custodian's fee (-)	-73,570.99	-47,146.04
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-30,519.39	-20,967.32
	Institutional Shares	-395,683.65	-226,770.54
	Institutional B Shares	-623,292.17	-423,049.59
	b) Administration and accounting management	-376,214.30	-238,832.32
E.	Administrative expenses (-)	2.54	0.12
F.	Formation and organisation expenses (-)	-1,374.88	-1,428.46
H.	Services and sundry goods (-)	-2,925.47	-2,650.81
J.	Taxes		
	Classic Shares	-13,203.03	-7,646.71
	Institutional Shares	-17,951.30	-13,259.50
	Institutional B Shares	-9,432.92	-12,183.32
L.	Other expenses (-)	-295,665.77	-214,982.52
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	5,892,386.04	1,755,141.53
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	10,397,041.44	-53,333,674.73
<b>VII.</b>	<b>Result of the period</b>	10,397,041.44	-53,333,674.73

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Bonds Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Bonds</b>							
Government bonds							
<u>Austria</u>							
AUSTRIA 6/37 4.15% 15/03	7,200,000.00	EUR	111.670	8,127,612.81		1.09	1.08
AUSTRIA 9/26 4.85% 15/03	3,100,000.00	EUR	104.491	3,283,166.48		0.44	0.44
AUSTRIA 17/117 2.1% 20-9	1,300,000.00	EUR	73.844	981,138.85		0.13	0.13
REPUBLIC OF AUSTRIA 19/29 +0.50%	4,000,000.00	EUR	87.490	3,506,723.28		0.47	0.47
REPUBLIC OF AUSTRIA 20/30 0.00%	6,000,000.00	EUR	82.426	4,945,560.00		0.67	0.66
REPUBLIC OF AUSTRIA 20/40 0.00%	6,500,000.00	EUR	59.466	3,865,259.45		0.52	0.51
REPUBLIC OF AUSTRIA 21/36 +0.25%	2,800,000.00	EUR	69.728	1,957,232.97		0.26	0.26
REPUBLIC OF AUSTRIA 22/32 +0.90%	3,000,000.00	EUR	84.251	2,537,142.54		0.34	0.34
REPUBLIC OF AUSTRIA 23/29 +2.90%	3,200,000.00	EUR	99.781	3,209,726.43		0.43	0.43
REPUBLIC OF AUSTRIA 23/33 +2.90%	6,500,000.00	EUR	98.866	6,517,721.68		0.88	0.87
<u>Belgium</u>							
BELGIUM 4/35 5% 28/03	9,000,000.00	EUR	117.995	10,735,125.57		1.44	1.43
BELGIUM 12/32 4% 28/3	5,000,000.00	EUR	107.676	5,435,188.12		0.73	0.72
BELGIUM 15/38 +1.90% 16/09 22/06	2,000,000.00	EUR	84.230	1,685,424.60		0.23	0.22
BELGIUM 17/37 +1.45% 31/05 22/06	6,000,000.00	EUR	80.613	4,838,703.23		0.65	0.64
BELGIUM 19/29 +0.90% 15/01 22/06	1,000,000.00	EUR	89.391	894,106.72		0.12	0.12
BELGIUM 22/39 +2.75%	4,000,000.00	EUR	93.574	3,763,691.30		0.51	0.50
BELGIUM 23/54 +3.30%	1,000,000.00	EUR	98.011	980,831.31		0.13	0.13
FLEMISH COMMUNITY 18/33 +1.375% 21/11 21/11	500,000.00	EUR	83.058	419,452.67		0.06	0.06
FLEMISH COMMUNITY 23/33 +3.25%	1,700,000.00	EUR	99.197	1,699,325.29		0.23	0.23
REGION WALLONNE BELGIUM 21/31 +0.375%	1,000,000.00	EUR	78.710	789,675.77		0.11	0.11
REGION WALLONNE BELGIUM 22/32 +1.375%	3,000,000.00	EUR	84.876	2,555,869.07		0.34	0.34
<u>Finland</u>							
FINLAND 12/28 2.75% 04/07	1,000,000.00	EUR	99.381	1,021,012.33		0.14	0.14
FINLAND 12/42 2.625% 04/07 04/07	100,000.00	EUR	94.148	96,744.43		0.01	0.01
FINLAND 15/25 +0.875% 15/09 15/09	300,000.00	EUR	95.115	287,416.23		0.04	0.04
FINLAND 15/31 +0.75% 15/04 15/04	550,000.00	EUR	85.142	469,136.74		0.06	0.06
FINLAND 16/26 +0.50% 08/03 15/04	1,000,000.00	EUR	93.233	933,368.25		0.13	0.12
FINLAND 20/30 0.00%	550,000.00	EUR	81.338	447,360.16		0.06	0.06
FINLAND 20/40 +0.25%	1,050,000.00	EUR	62.568	659,030.51		0.09	0.09
FINLAND 23/38 +2.75%	1,000,000.00	EUR	95.566	961,373.98		0.13	0.13
<u>France</u>							
CAISSE DAMORTISSEMENT DE LA D 22/27 +2.875%	2,300,000.00	EUR	98.579	2,273,824.55		0.31	0.30
CAISSE DAMORTISSEMENT DE LA D 22/32 +0.45%	1,500,000.00	EUR	80.202	1,206,018.39		0.16	0.16
CAISSE DAMORTISSEMENT DE LA D 23/28 +3.00%	800,000.00	EUR	99.136	795,448.66		0.11	0.11
CAISSE DAMORTISSEMENT DE LA D 23/30 +3.125%	1,100,000.00	EUR	99.995	1,111,309.14		0.15	0.15
CAISSE DAMORTISSEMENT DE LA D 23/31 +3.00%	2,500,000.00	EUR	99.346	2,484,060.96		0.33	0.33
FRENCH REPUBLIC /32 5.75 % 25/10	5,000,000.00	EUR	122.950	6,342,852.97		0.85	0.84
FRENCH REPUBLIC 3/35 4.75% 25/04	26,000,000.00	EUR	116.687	30,561,220.90		4.11	4.07
FRENCH REPUBLIC 5/38 4% 25/10	30,000,000.00	EUR	110.353	33,921,323.46		4.56	4.51
FRENCH REPUBLIC 9/41 4.50% 25/04	10,000,000.00	EUR	117.595	11,840,676.54		1.59	1.58
FRENCH REPUBLIC 13/30 2.50% 25/05 25/05	4,000,000.00	EUR	98.066	3,932,482.46		0.53	0.52
FRENCH REPUBLIC 16/39 +1.75%	15,000,000.00	EUR	83.069	12,463,885.07		1.68	1.66
FRENCH REPUBLIC 18/29 +0.50% 25/05 25/05	7,000,000.00	EUR	87.424	6,123,122.62		0.82	0.82
FRENCH REPUBLIC 19/30 0.00%	20,000,000.00	EUR	81.252	16,250,310.00		2.19	2.16
FRENCH REPUBLIC 21/32 +2.00%	10,000,000.00	EUR	92.684	9,387,319.10		1.26	1.25
FRENCH REPUBLIC 21/32 0.00%	14,000,000.00	EUR	77.723	10,881,280.20		1.46	1.45
FRENCH REPUBLIC 97/29 5.5% 25/04	10,000,000.00	EUR	113.816	11,480,780.32		1.54	1.53
ILE DE FRANCE 22/32 +2.23%	1,800,000.00	EUR	91.468	1,684,474.52		0.23	0.22
UNEDIC 17/27 +1.25% 28/03 28/03	300,000.00	EUR	92.883	279,612.02		0.04	0.04
<u>Germany</u>							
FEDERAL REPUBLIC OF GERMANY 8/40 +4.75% 04/07 04/07	2,000,000.00	EUR	130.953	2,713,024.30		0.37	0.36
FEDERAL REPUBLIC OF GERMANY 14/24 +1.00% 15/08 15/08	5,000,000.00	EUR	97.449	4,916,148.63		0.66	0.65
FEDERAL REPUBLIC OF GERMANY 19/24 0.00%	6,000,000.00	EUR	95.813	5,748,780.00		0.77	0.77
FEDERAL REPUBLIC OF GERMANY 19/29 +0.25% 11/01 15/02	1,500,000.00	EUR	88.483	1,328,631.99		0.18	0.18
FEDERAL REPUBLIC OF GERMANY 20/30 0.00%	17,000,000.00	EUR	84.690	14,397,249.00		1.94	1.92
FEDERAL REPUBLIC OF GERMANY 20/35 0.00%	7,000,000.00	EUR	75.219	5,265,344.00		0.71	0.70
FEDERAL REPUBLIC OF GERMANY 21/26 0.00%	7,500,000.00	EUR	91.321	6,849,075.00		0.92	0.91

FEDERAL REPUBLIC OF GERMANY 21/31 0.00%	48,000,000.00	EUR	82.817	39,752,342.40	5.35	5.29
FEDERAL REPUBLIC OF GERMANY 21/36 0.00%	14,250,000.00	EUR	73.257	10,439,051.25	1.40	1.39
FEDERAL REPUBLIC OF GERMANY 22/27 +1.30%	10,500,000.00	EUR	94.878	10,072,885.88	1.36	1.34
FEDERAL REPUBLIC OF GERMANY 22/38 +1.00%	10,000,000.00	EUR	81.700	8,182,582.30	1.10	1.09
FEDERAL REPUBLIC OF GERMANY 23/33 +2.30%	4,250,000.00	EUR	99.272	4,234,575.66	0.57	0.56
LAND BERLIN 22-32 1;625%	1,800,000.00	EUR	89.113	1,630,639.48	0.22	0.22
LAND NIEDER SACHSEN 20/27 +0.01%	300,000.00	EUR	87.008	261,041.02	0.04	0.04
LAND NORDRHEIN-WESTFALEN 19/34 +1.10% 13/03 13/03	200,000.00	EUR	82.282	165,219.02	0.02	0.02
<u>Ireland</u>						
IRELAND 9/25 5.40% 13/03 13/03	200,000.00	EUR	103.636	210,488.20	0.03	0.03
IRELAND 15/45 +2.00% 10/02 18/02	650,000.00	EUR	81.714	535,840.42	0.07	0.07
IRELAND 18/28 +0.90% 15/05 15/05	1,500,000.00	EUR	91.341	1,371,815.77	0.19	0.18
IRELAND 18/31 +1.35%	1,750,000.00	EUR	90.322	1,587,341.11	0.21	0.21
IRELAND 18/33 +1.30% 17/04 15/05	300,000.00	EUR	86.673	260,509.88	0.04	0.04
IRELAND 19/29 +1.10%	1,000,000.00	EUR	90.804	909,421.51	0.12	0.12
IRELAND 19/50 +1.50% 16/05 15/05	300,000.00	EUR	70.460	211,944.54	0.03	0.03
IRELAND 20/27 +0.20%	1,000,000.00	EUR	90.025	900,496.37	0.12	0.12
IRELAND 23/43 +3.00%	800,000.00	EUR	98.454	798,745.45	0.11	0.11
<u>Italy</u>						
REPUBLIC OF ITALY 2/33 5.75% 01/02-08	15,000,000.00	EUR	113.943	17,443,581.03	2.35	2.32
REPUBLIC OF ITALY 15/25 +2.00% 01/12 01/12	4,500,000.00	EUR	96.016	4,327,871.13	0.58	0.58
REPUBLIC OF ITALY 16/26 +1.25%	7,000,000.00	EUR	92.229	6,463,003.05	0.87	0.86
REPUBLIC OF ITALY 18/28 +2.80% 01/12 01/12	5,000,000.00	EUR	95.631	4,792,651.04	0.65	0.64
REPUBLIC OF ITALY 19/26 +2.10%	5,000,000.00	EUR	95.358	4,815,648.92	0.65	0.64
REPUBLIC OF ITALY 19/30 +1.35%	3,000,000.00	EUR	85.607	2,578,187.00	0.35	0.34
REPUBLIC OF ITALY 21/24 0.00%	1,000,000.00	EUR	94.753	947,533.40	0.13	0.13
REPUBLIC OF ITALY 22/25 +1.20%	12,500,000.00	EUR	94.776	11,902,444.45	1.60	1.58
REPUBLIC OF ITALY 22/29 +2.80%	15,000,000.00	EUR	94.863	14,246,671.26	1.92	1.90
REPUBLIC OF ITALY 22/32 +2.50%	5,000,000.00	EUR	88.955	4,457,672.01	0.60	0.59
REPUBLIC OF ITALY 22/35 +4.00%	35,000,000.00	EUR	98.974	34,874,697.59	4.69	4.64
REPUBLIC OF ITALY 23/26 +3.80%	2,000,000.00	EUR	100.056	2,016,945.46	0.27	0.27
REPUBLIC OF ITALY 23/31 +4.00%	3,500,000.00	EUR	100.852	3,553,205.01	0.48	0.47
<u>Latvia</u>						
REPUBLIC OF LATVIA 22-27 3.875%	5,000,000.00	EUR	101.397	5,121,197.54	0.69	0.68
REPUBLIC OF LATVIA 23-28 3;5%	2,000,000.00	EUR	99.340	2,018,242.05	0.27	0.27
<u>Lithuania</u>						
LITHUANIA 22/25 +1.30%	1,145,000.00	EUR	95.213	1,107,398.36	0.15	0.15
LITHUANIA 22/32 +2.125%	1,700,000.00	EUR	88.309	1,504,109.16	0.20	0.20
LITHUANIA 23/33 +3.875%	1,750,000.00	EUR	100.575	1,764,323.94	0.24	0.24
<u>Netherlands</u>						
NETHERLANDS 5/37 4% 15/01	16,000,000.00	EUR	113.752	18,491,345.28	2.49	2.46
NETHERLANDS 12/33 2.50% 15/01	7,000,000.00	EUR	98.433	6,969,883.64	0.94	0.93
NETHERLANDS 20/27 0.00%	3,000,000.00	EUR	90.405	2,712,150.00	0.37	0.36
NETHERLANDS 21-38 0%	8,000,000.00	EUR	67.246	5,379,684.80	0.72	0.72
NETHERLANDS 21/29 0.00%	2,000,000.00	EUR	86.004	1,720,080.00	0.23	0.23
NETHERLANDS 22/32 +0.50%	7,000,000.00	EUR	82.650	5,819,063.04	0.78	0.77
NETHERLANDS 23/30 +2.50%	14,000,000.00	EUR	98.516	13,873,746.84	1.87	1.85
<u>Portugal</u>						
PORTUGAL 14/30 +3.875% 15/02 15/02	2,500,000.00	EUR	105.290	2,668,077.98	0.36	0.36
PORTUGAL 15/25 +2.875% 20/01 15/10	1,000,000.00	EUR	99.716	1,017,478.52	0.14	0.14
PORTUGAL 18/28 +2.125% 17/10 17/10	200,000.00	EUR	96.025	195,031.04	0.03	0.03
PORTUGUESE REPUBLIC 20/27 +0.70%	3,000,000.00	EUR	91.114	2,748,260.09	0.37	0.37
PORTUGUESE REPUBLIC 20/30 +0.475%	250,000.00	EUR	83.610	209,853.67	0.03	0.03
PORTUGUESE REPUBLIC 23/38 +3.50%	2,200,000.00	EUR	100.117	2,205,098.59	0.30	0.29
<u>Slovakia</u>						
SLOVAKIA GOVERNEMENT 18/68 +2.25%	1,000,000.00	EUR	70.772	708,826.56	0.10	0.09
SLOVAKIA GOVERNEMENT 20/25 +0.25%	1,200,000.00	EUR	94.060	1,129,105.25	0.15	0.15
SLOVAKIA GOVERNEMENT 20/27 +0.125%	1,200,000.00	EUR	87.796	1,053,605.28	0.14	0.14
SLOVAKIA GOVERNEMENT 21/36 +0.375%	2,500,000.00	EUR	65.000	1,626,793.03	0.22	0.22
SLOVAKIA GOVERNEMENT 21/51 +1.00%	1,000,000.00	EUR	51.996	527,083.29	0.07	0.07
SLOVAKIA GOVERNEMENT 22/32 +4.00%	1,750,000.00	EUR	102.671	1,845,446.08	0.25	0.25
SLOVAKIA GOVERNEMENT 23/33 +3.625%	1,300,000.00	EUR	99.723	1,299,231.65	0.18	0.17
SLOVAKIA GOVERNEMENT 23/43 +4.00%	2,500,000.00	EUR	99.461	2,521,328.27	0.34	0.34
<u>Spain</u>						
COMUNIDAD DE MADRID 22/32 +1.723%	3,000,000.00	EUR	86.109	2,591,876.60	0.35	0.35
SPAIN 5/37 4.2% 31/01	12,000,000.00	EUR	106.653	13,005,531.98	1.75	1.73
SPAIN 17/27 +1.45% 31/10 31/10	3,000,000.00	EUR	92.796	2,812,732.79	0.38	0.37
SPAIN 20/25 0.00%	12,000,000.00	EUR	94.733	11,367,994.80	1.53	1.51
SPAIN 20/30 +1.25%	6,500,000.00	EUR	87.087	5,714,521.61	0.77	0.76
SPAIN 21/27 0.00%	6,000,000.00	EUR	89.028	5,341,698.00	0.72	0.71
SPAIN 21/28 0.00%	5,000,000.00	EUR	86.398	4,319,902.50	0.58	0.57
SPAIN 21/31 +0.10%	8,000,000.00	EUR	78.438	6,276,344.53	0.84	0.84
SPAIN 21/37 +0.85%	8,000,000.00	EUR	69.872	5,652,170.95	0.76	0.75
SPAIN 22/29 +0.80%	11,000,000.00	EUR	86.653	9,612,578.42	1.29	1.28
SPAIN 22/32 +2.55%	10,000,000.00	EUR	93.716	9,540,652.49	1.28	1.27
SPAIN 23/33 +3.15%	1,500,000.00	EUR	98.028	1,478,293.50	0.20	0.20
SPAIN 23/33 +3.55%	3,200,000.00	EUR	100.901	3,233,811.08	0.44	0.43

SPAIN 23/39 +3.90%	5,500,000.00	EUR	102.261	5,696,067.94	0.77	0.76
Bonds issued by international institutions						
<u>EU institutions outside BLEU terr.</u>						
EUR. INV. BANK 16/32 +1.00%	200,000.00	EUR	84.460	169,341.70	0.02	0.02
EUR. INV. BANK 18/26 +0.375%	2,000,000.00	EUR	92.045	1,841,842.62	0.25	0.25
EUR. INV. BANK 21/27 0.00%	2,200,000.00	EUR	87.383	1,922,433.26	0.26	0.26
EUROPEAN FINANCIAL STABILITY F 22/25 +1.50%	5,000,000.00	EUR	95.521	4,816,529.45	0.65	0.64
EUROPEAN FINANCIAL STABILITY F 22/28 +2.375%	2,400,000.00	EUR	96.487	2,328,141.25	0.31	0.31
EUROPEAN UNION 21/28 0.00%	1,000,000.00	EUR	86.056	860,557.90	0.12	0.12
EUROPEAN UNION 21/31 0.00%	1,260,000.00	EUR	78.894	994,070.64	0.13	0.13
EUROPEAN UNION 22/27 +2.00%	2,600,000.00	EUR	95.413	2,521,065.69	0.34	0.34
INT.DEVELOPMENT ASSOCIATION 22-42 0.7%	4,000,000.00	EUR	65.124	2,617,456.11	0.35	0.35
NORDIC INV. BANK 22/29 +0.25%	1,800,000.00	EUR	85.488	1,540,173.34	0.21	0.21
Bonds issued by credit institutions						
<u>France</u>						
CAISSE FRANCAISE DE DEVELOP. 23/30 +2.875%	3,000,000.00	EUR	97.553	2,964,863.92	0.40	0.40
<u>Germany</u>						
KFW 20/28 0.00%	3,000,000.00	EUR	85.470	2,564,107.50	0.35	0.34
KFW 23/30 +2.75%	4,000,000.00	EUR	98.686	3,958,560.22	0.53	0.53
<u>Netherlands</u>						
BANK NED. GEMEENTEN 22/32 +0.25%	1,875,000.00	EUR	78.711	1,477,995.72	0.20	0.20
BANK NED. GEMEENTEN 22/37 +1.25%	1,000,000.00	EUR	78.296	786,106.28	0.11	0.11
<u>Sweden</u>						
KOMMUNINVEST 22/29 +0.875%	1,300,000.00	EUR	87.682	1,149,277.64	0.16	0.15
Corporate bonds						
<u>France</u>						
SOCIETE DU GRAND PARIS EPIC 22/42 +1.625%	3,000,000.00	EUR	72.325	2,180,816.28	0.29	0.29
Total bonds				683,361,387.80	91.91	90.94
<b>Money market instruments</b>						
Government money market instruments						
<u>Belgium</u>						
BELGIUM 14/24 2.60% 21/01 22/06	2,000,000.00	EUR	99.074	1,982,616.61	0.27	0.26
BELGIUM 16/23 +0.20% 06/05 22/10	1,650,000.00	EUR	99.015	1,636,016.81	0.22	0.22
<u>France</u>						
FRENCH REPUBLIC 13/24 2.25% 25/05 25/05	10,000,000.00	EUR	98.906	9,912,731.14	1.33	1.32
FRENCH REPUBLIC 18/24 0.00%	2,000,000.00	EUR	97.498	1,949,960.00	0.26	0.26
UNEDIC 16/23 +0.25% 24/11 24/11	10,000,000.00	EUR	98.634	9,878,331.50	1.33	1.32
<u>Germany</u>						
FEDERAL REPUBLIC OF GERMANY 14/24 1.50% 15/05 15/05	5,000,000.00	EUR	98.438	4,931,326.23	0.66	0.66
STATE OF RHINELAND-PALATINATE 21/24 +0.01%	3,000,000.00	EUR	96.754	2,902,646.23	0.39	0.39
<u>Ireland</u>						
IRELAND 14/24 3.40% 14/01 18/03	200,000.00	EUR	100.052	202,035.38	0.03	0.03
<u>Italy</u>						
REPUBLIC OF ITALY 19/24 +1.75%	12,000,000.00	EUR	97.992	11,862,638.83	1.60	1.58
<u>Netherlands</u>						
NETHERLANDS 17/24 0.00%	1,000,000.00	EUR	98.237	982,370.00	0.13	0.13
<u>Portugal</u>						
PORTUGAL 8-23 4.95% 25/10	1,750,000.00	EUR	100.460	1,816,907.53	0.24	0.24
<u>Spain</u>						
SPAIN 13/23 4.40% 21/05 31/10	2,000,000.00	EUR	100.196	2,062,265.20	0.28	0.27
SPAIN 14/24 3.80% 30/04 30/04	5,000,000.00	EUR	100.069	5,035,107.17	0.68	0.67
SPAIN 19/24 +0.25% 16/04 30/07	5,000,000.00	EUR	96.455	4,834,226.10	0.65	0.64
Money market instruments issued by intern. instit						
<u>EU institutions outside BLEU terr.</u>						
EUROPEAN UNION 14/24 +1.875%	100,000.00	EUR	98.759	99,204.70	0.01	0.01
Total money market instruments				60,088,383.43	8.08	8.00
<b>Options and futures</b>						
Exchange-listed futures						
<u>Germany</u>						
EUROBUND Sep-23	235.00	EUR	133.740	31,428,900.00	4.23	4.18
Suspense accounts (futures)						
<u>Germany</u>						
EUROBUND Sep-23	-31,376,845.91	EUR	1.000	-31,376,845.91	-4.22	-4.18
Total options and futures				52,054.09	0.01	0.01



TOTAL SECURITIES PORTFOLIO				743,501,825.40		100.00	98.94
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP EURO	76,587,888.72	EUR	1.000	76,587,888.72		0.00	10.19
Total demand accounts				76,587,888.72		0.00	10.19
<b>Managed futures accounts</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO EURO FUT REK	-136,034.89	EUR	1.000	-136,034.89		0.00	-0.02
Total managed futures accounts				-136,034.89		0.00	-0.02
TOTAL CASH AT BANK AND IN HAND				76,451,853.83		0.00	10.17
OTHER RECEIVABLES AND PAYABLES							
<b>Receivables</b>							
<u>Belgium</u>							
KBC GROUP EUR RECEIVABLE	1,294,827.26	EUR	1.000	1,294,827.26		0.00	0.17
<u>U.S.A.</u>							
JPMORGAN CHASE & CO DEKKING EUR	813,963.80	EUR	1.000	813,963.80		0.00	0.11
Total receivables				2,108,791.06		0.00	0.28
<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP EUR PAYABLE	-69,689,877.95	EUR	1.000	-69,689,877.95		0.00	-9.27
Payables				-69,689,877.95		0.00	-9.27
TOTAL RECEIVABLES AND PAYABLES				-67,581,086.89		0.00	-8.99
OTHER							
Expenses payable		EUR		-907,594.81		0.00	-0.12
TOTAL OTHER				-907,594.81		0.00	-0.12
TOTAL NET ASSETS				751,464,997.50		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	5.01	5.33	4.53	5.18
Belgium	4.20	5.02	5.93	6.06
Germany	16.21	21.93	20.25	17.33
Spain	13.35	10.01	12.34	13.10
Europe	0.36	0.00	0.00	0.00
Finland	1.50	1.35	1.24	0.65
France	23.36	25.42	25.39	25.24
Ireland	2.14	1.97	1.16	0.93
Italy	23.84	16.36	16.65	16.52
Latvia	0.14	0.00	0.37	0.95
Lithuania	0.00	0.00	0.00	0.58
Netherlands	6.45	6.58	6.07	7.74
Portugal	1.50	1.44	1.11	1.44
Slovenia	0.00	0.25	0.11	0.00
Slovakia	0.00	0.75	0.75	1.42
Sweden	0.00	0.40	0.20	0.15
U.S.A.	0.00	0.00	0.00	0.09
EU institutions outside BLEU terr.	1.94	3.19	3.90	2.62
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	0.00	0.00	1.81	1.35
Financials	1.16	2.73	2.80	4.16
Governm.	98.84	96.45	94.48	93.81
Various	0.00	0.82	0.91	0.68
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Bonds Responsible Investing (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	751,021,916.73
<b>Sales</b>	562,271,652.27
<b>Total 1</b>	1,313,293,568.99
<b>Subscriptions</b>	667,091,930.86
<b>Redemptions</b>	479,796,166.47
<b>Total 2</b>	1,146,888,097.33
<b>Monthly average of total assets</b>	751,583,610.52
<b>Turnover rate</b>	22.14%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
EURBU SEP 23	EUR	31,428,900.00	31,428,900.00	1,000.00	29.06.2023
JPMORGAN DEKKING EUR	EUR	813,963.80	813,963.80	N/A	30.06.2023

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	5,622.07	2,206.69	1,256.00	582.43	15,725.86	3,712.71	19,438.57
2022 - 12	4,454.17	8,029.43	2,646.00	1,649.14	17,534.03	10,093.00	27,627.03
2023 - 06	793.24	22,086.33	2,325.85	2,982.99	16,001.42	29,196.34	45,197.76

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	5,543,963.60	1,348,493.19	1,238,954.42	352,712.08
2022 - 12	3,959,162.25	4,359,900.11	2,329,711.03	914,885.74
2023 - 06	671,450.32	11,157,435.57	1,946,461.30	1,509,707.94

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	17,610,723.97	978.13	600.32
2022 - 12	19,518,243.16	825.68	499.43
2023 - 06	28,374,713.81	847.58	507.33

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	149,046.36	0.00	9,433.85	0.00	184,038.04	0.00	184,038.04
2022 - 12	240,906.98	639.00	11,103.36	0.00	413,841.65	639.00	414,480.65
2023 - 06	174,943.37	21.00	172,503.50	130.00	416,281.52	530.00	416,811.52

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	146,842,766.18	0.00	9,279,783.53	0.00
2022 - 12	212,739,759.73	639,000.00	10,004,114.26	0.00
2023 - 06	148,208,641.96	20,607.30	147,060,639.32	126,586.20

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	180,381,075.22	980.13	0.00
2022 - 12	343,184,420.51	827.78	961.90
2023 - 06	354,329,945.58	849.92	986.67

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	634,775.00		545,802.00		167,077.00		167,077.00
2022 - 12	1,025,778.00		962,678.00		230,177.00		230,177.00
2023 - 06	595,100.00		394,379.00		430,898.00		430,898.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	639,319,506.21		545,893,754.74	
2022 - 12	943,140,332.31		872,186,782.53	
2023 - 06	508,570,366.29		331,461,635.88	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	165,345,313.85	989.64	
2022 - 12	191,952,601.50	833.93	
2023 - 06	368,760,338.10	855.79	



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0058979031	EUR	-2.99%	-4.48%	-5.38%	-5.79%	-2.33%	-1.74%	-0.03%	1.15%	08/02/2002	2.50%
DIS	BE0058977019	EUR	-3.12%	-4.48%	-5.45%	-5.79%	-2.43%	-1.74%	-0.10%	1.15%	08/02/2002	2.45%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

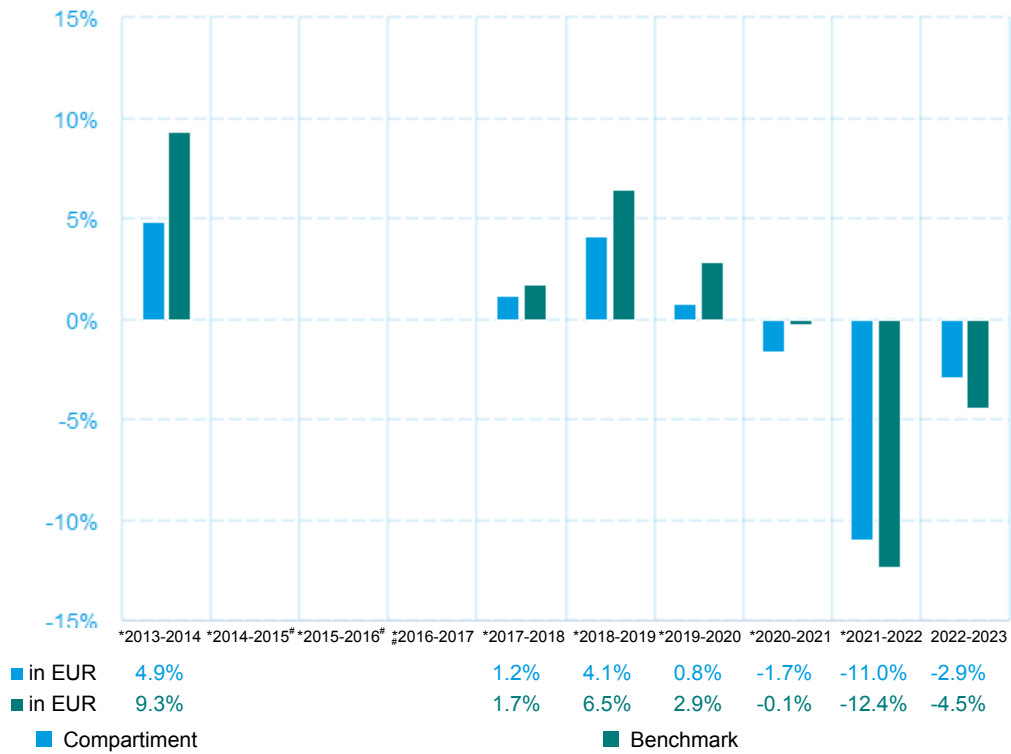
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE6225968237

KBC Institutional Fund Euro Bonds Responsible Investing Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

**Institutional Shares**

BE6225967221

KBC Institutional Fund Euro Bonds Responsible Investing Institutional Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)

The cumulative returns are shown where they relate to a period of at least one year.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6225968237	EUR	-2.95%	-4.48%	-5.31%	-5.79%	-2.28%	-1.74%			06/09/2011	-1.90%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation

date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

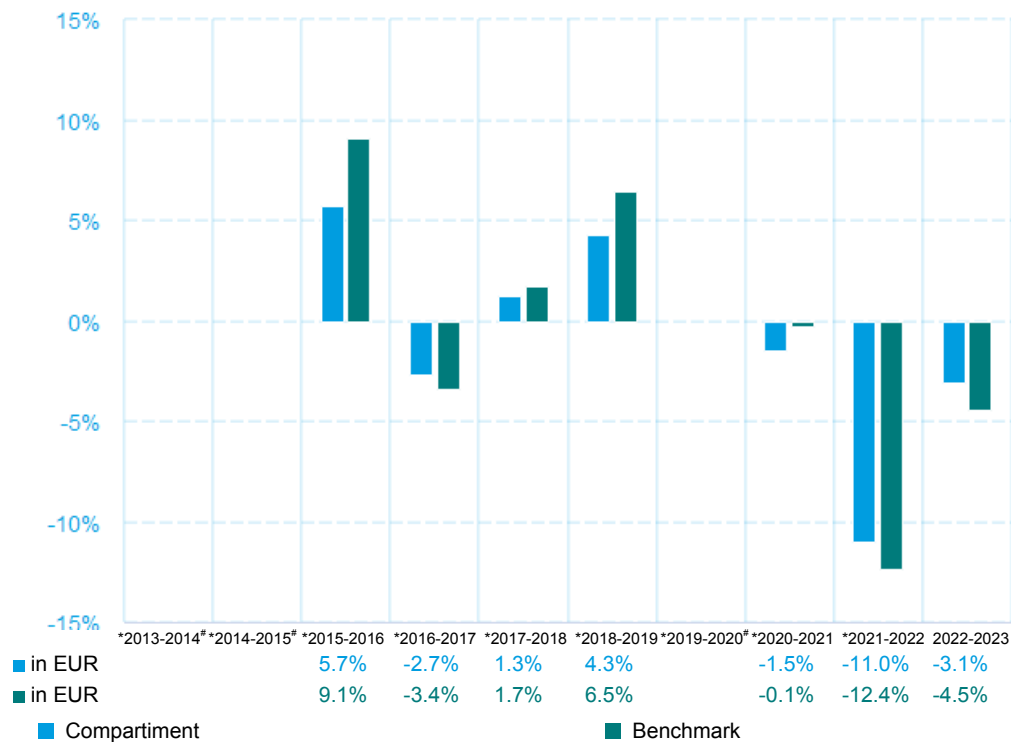
from which C = C0 \* ... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional B Shares

BE6228918635

KBC Institutional Fund Euro Bonds Responsible Investing Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6228918635	EUR	-3.09%	-4.48%	-5.30%	-5.79%					24/11/2011	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[(NIW(D) / NIW(Y))^{1 / X}] - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[(NIW(D) / NIW(S))^{1 / F}] - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.





Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.030%	of the net assets of the sub-fund per year.

### **Institutional Shares**

Fee for managing the investment portfolio	Max 0.55%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.  IVESAM NV receives a fee from the management company of max. 0,55% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
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Other charges (estimation)	0.030%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

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## 2. Information on KBC Institutional Fund Euro Bonds Short

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 10 November 1995  
Initial subscription price: 1 000 000 BEF  
Currency: EUR

##### **Classic Shares Distribution**

Launch date: 10 November 1995  
Initial subscription price: 1 000 000 BEF  
Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 6 September 2011  
Initial subscription price: 4 612.77 EUR  
Currency: EUR

##### **Institutional Shares Distribution**

Launch date: 6 September 2011  
Initial subscription price: 4 612.77 EUR  
Currency: EUR

##### **Institutional B Shares Capitalisation**

Launch date: 30 May 2017  
Initial subscription price: 5 179.22 EUR  
Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in bonds.

##### Sub-fund's investment policy

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in bonds denominated in strong European currencies, i.e. the euro and currencies that are closely linked to the euro, with an average residual term to maturity of no more than five years.

The fund is actively managed with reference to the following benchmark: J.P. Morgan EMU Government Bonds Investment grade 1-5 year Total Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 0.50%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considered the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

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#### Required disclaimers for benchmark providers:

Information has been obtained from sources believed to be reliable but J.P. Morgan does not warrant its completeness or accuracy. The Index is used with permission. The Index may not be copied, used, or distributed without J.P. Morgan's prior written approval. Copyright 2017, J.P. Morgan Chase & Co. All rights reserved.

### **Characteristics of the bonds and debt instruments**

The sub-fund invests in bonds and debt instruments, issued by both companies and public authorities.

The sub-fund invests 100% of the in bonds and debt instruments invested assets:

- in securities rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or
- in government bonds issued in local currency or non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above.

At all times there will be invested in at least 8 different issues, each of which will contain not more than 30% of the invested assets. At least 75% of the assets is invested in securities issued or guaranteed by governments (e.g.: Germany, the Netherlands, Belgium, etc.) or governmental bodies (e.g.: KfW, Rentenbank, etc.) or in securities issued by supranational institutions (e.g.: IBRD, EBRD, EIB, IFC, etc.). Not more than 25% of the assets can be invested in securities issued by other issuers (e.g.: covered bonds).

The average residual term to maturity of the bonds and debt instruments is no more than five years.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

### **Derogation for investments in public issuers**

The sub-fund has been granted a derogation to invest up to 100% of its assets in various issues of securities and money market instruments that are issued or guaranteed by a Member State of the European Economic Area, by its local authorities, by a state that is not a Member State of the European Economic Area or by public international institutions in which one or more Member States of the European Economic Area participate. The sub-fund can invest more than 35% of its assets in securities or money market instruments issued by:

- the Member States of the Economic and Monetary Union.

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.



## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

At the start of the reporting period sentiment on the financial markets remained very nervous. Europe was still threatened by a shortage of gas ahead of winter as the fallout from the Russian invasion in Ukraine continued. Both in Europe and the United States, inflation figures remained far above the comfort level of the central banks. The Federal Reserve in the US and the European Central Bank continued to hike their policy rates. Central Bank policy pushed up 2 year German Government yields by 100 bps in 22Q4. As 10 year German yields only rose by 40 bps, the yield curve flattened dramatically. Short end yields ended the calendar year at 2.75%, while 10 yr yields stood at 2.55%. This is what professionals refer to as an 'inverse yield curve', which indicates that monetary policy is getting increasingly restrictive.

As the end of the year approached, the outlook started to get brighter. European gas prices started to drop as the flow of Russian gas was quite easily replaced with Norwegian, US and even Australian supplies. Negative base effects from energy and food prices drove headline consumer price indices lower. Bond yields followed suit, dropping especially in the US. German 10 yr yields dropped 20 bps in 23H1, while 2 yr yields rose another 45 bps. Hence, at the end of June yield curve inversion was even more pronounced.

The average duration of the portfolio was always between 2 and 3 years. Relative to the benchmark the portfolio had been holding a neutral duration stance, around 2.5 years. In December we initiated an underweight position in Italian and Spanish debt, while overweighing German, Dutch and Austrian bonds.

## 2.1.8. Future policy

In 2022 yields had been trending higher. After having reached a 2.75% top in 23Q1, our economists expect yields to keep trading around 2.50% in the foreseeable future. We'll be trading the interest rate sensitivity of the portfolio in a very dynamic way, trying to surf the waves of rising and falling interest rates in an expected yield range between 1.75% and 2.75%. There will be also further focus on relative value opportunities in country allocation and yield curves.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of concentration risk: there is a concentration of the investments in short-term bonds denominated in euros and in other European currencies closely linked to the euro.

There is no capital protection.

Institutional Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

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- a moderate level of concentration risk: there is a concentration of the investments in short-term bonds denominated in euros and in other European currencies closely linked to the euro.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	99,619,079.18	82,330,770.64
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	80,095,533.00	68,996,868.44
	Of which bonds lent		911,541.05
B.	Money market instruments	19,157,510.18	13,040,865.48
E.	Open-end undertakings for collective investment		
	a) Reinvested collateral in money market funds		838,612.68
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	c) Collateral	0.01	0.01
B.	Payables		
	a) Accounts payable (-)	-9,714.16	-4.28
	d) Collateral (-)		-920,895.76
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	443,640.83	305,300.16
C.	Collateral received cash		82,283.08
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income		41,282.87
C.	Accrued expense (-)	-67,890.68	-53,542.04
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	99,619,079.18	82,330,770.64
<b>A.</b>	<b>Capital</b>	98,742,444.10	84,847,890.99
<b>B.</b>	<b>Income equalization</b>	-46,151.66	63,003.13
<b>D.</b>	<b>Result of the period</b>	922,786.74	-2,580,123.48
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits	0.01	920,895.77
IX.	Financial instruments lent		911,541.05

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	498,653.11	-2,888,780.68
B.	Money market instruments	-9,414.15	-46.40
F.	Derivative financial instruments		
	a) Bonds		
	Futures and forward contracts	86,040.00	
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	659,574.29	2,340.00
	Unrealised gains on investments	25,750.28	-34,895.69
	Realised losses on investments	-1,413,315.38	-752,174.84
	Unrealised losses on investments	1,303,269.77	-2,104,096.55
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	564,044.16	478,277.56
	b) Cash at bank and in hand and deposits	7,399.27	
C.	Interest on borrowings (-)		-1,110.11
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	14,110.27	2,036.05
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-1,460.00	
B.	Financial expenses (-)	-26.96	-17.08
C.	Custodian's fee (-)	-10,602.48	-7,022.18
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-33,034.56	-35,674.01
	Institutional Shares	-89,899.75	-52,866.33
	Institutional B Shares	-16,243.83	-4,880.62
	b) Administration and accounting management	-54,269.57	-36,824.42
E.	Administrative expenses (-)	0.26	-0.20
F.	Formation and organisation expenses (-)	-278.09	-176.71
H.	Services and sundry goods (-)	-2,556.96	-2,516.78
J.	Taxes		
	Classic Shares	-11,976.41	-12,308.59
	Institutional Shares	-3,084.91	-2,697.42
	Institutional B Shares	-588.02	-74.65
L.	Other expenses (-)	-14,024.64	-15,440.91
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	347,507.78	308,703.60
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	922,786.74	-2,580,123.48
<b>VII.</b>	<b>Result of the period</b>	922,786.74	-2,580,123.48

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Bonds Short

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Bonds</b>							
Government bonds							
<u>Austria</u>							
AUSTRIA 18/28 +0.75% 25/01 20/02	2,600,000.00	EUR	90.467	2,359,087.20		2.38	2.37
REPUBLIC OF AUSTRIA 17/27 +0.50%	1,400,000.00	EUR	91.116	1,276,981.92		1.29	1.28
REPUBLIC OF AUSTRIA 21/25 0.00%	1,500,000.00	EUR	94.317	1,414,755.00		1.43	1.42
<u>Belgium</u>							
BELGIUM 17/24 +0.50% 14/02 22/10	300,000.00	EUR	96.307	289,952.81		0.29	0.29
BELGIUM 17/27 +0.80% 24/01 22/06	650,000.00	EUR	91.945	597,756.16		0.60	0.60
BELGIUM 20/27 0.00%	1,800,000.00	EUR	88.248	1,588,464.00		1.60	1.60
<u>Finland</u>							
FINLAND 22/27 +1.375%	1,000,000.00	EUR	94.121	944,060.69		0.95	0.95
<u>France</u>							
BPIFRANCE FINANCEMENT SA 15/25 +0.50%	1,000,000.00	EUR	94.271	943,203.50		0.95	0.95
BPIFRANCE FINANCEMENT SA 18/26 +0.625%	1,200,000.00	EUR	92.403	1,109,572.68		1.12	1.11
CAISSE DAMORTISSEMENT DE LA D 14/24 +1.375% 25/11 25/11	1,000,000.00	EUR	96.931	977,483.51		0.99	0.98
CAISSE DAMORTISSEMENT DE LA D 22/27 +1.75%	1,500,000.00	EUR	94.078	1,426,768.66		1.44	1.43
CAISSE DAMORTISSEMENT DE LA D 22/27 +2.875%	1,900,000.00	EUR	98.579	1,878,376.80		1.89	1.89
FRENCH REPUBLIC 13/24 1.75% 25/11 25/11	800,000.00	EUR	97.805	790,763.29		0.80	0.79
FRENCH REPUBLIC 17/28 +0.75% 25/05 25/05	2,800,000.00	EUR	90.314	2,530,857.57		2.55	2.54
FRENCH REPUBLIC 22/25 0.00%	2,000,000.00	EUR	94.679	1,893,580.00		1.91	1.90
FRENCH REPUBLIC 22/26 +2.50%	6,450,000.00	EUR	98.215	6,458,124.35		6.51	6.48
FRENCH REPUBLIC 22/28 +0.75%	5,550,000.00	EUR	90.686	5,047,328.14		5.09	5.07
<u>Germany</u>							
FEDERAL REPUBLIC OF GERMANY 19/24 0.00%	1,150,000.00	EUR	95.813	1,101,849.50		1.11	1.11
FEDERAL REPUBLIC OF GERMANY 22/24 +0.40%	1,800,000.00	EUR	96.558	1,744,415.51		1.76	1.75
FEDERAL REPUBLIC OF GERMANY 22/27 0.00%	1,000,000.00	EUR	94.673	946,730.00		0.95	0.95
FEDERAL REPUBLIC OF GERMANY 23/28 +2.20%	6,500,000.00	EUR	98.272	6,450,993.93		6.50	6.48
<u>Ireland</u>							
IRELAND 20/27 +0.20%	300,000.00	EUR	90.025	270,148.91		0.27	0.27
<u>Italy</u>							
REPUBLIC OF ITALY 9/25 5.00% 01/03-09	1,900,000.00	EUR	101.838	1,966,421.99		1.98	1.97
REPUBLIC OF ITALY 21/26 0.00%	2,700,000.00	EUR	90.267	2,437,218.18		2.46	2.45
REPUBLIC OF ITALY 22/25 +1.20%	400,000.00	EUR	94.776	380,878.22		0.38	0.38
REPUBLIC OF ITALY 22/26 +3.50%	1,400,000.00	EUR	99.329	1,412,894.57		1.42	1.42
REPUBLIC OF ITALY 22/27 +2.65%	500,000.00	EUR	95.729	479,696.79		0.48	0.48
REPUBLIC OF ITALY 22/28 +3.40%	1,250,000.00	EUR	98.618	1,243,201.45		1.25	1.25
REPUBLIC OF ITALY 23/25 +3.40%	600,000.00	EUR	99.271	600,879.70		0.61	0.60
REPUBLIC OF ITALY 23/28 +3.80%	2,500,000.00	EUR	100.243	2,513,620.70		2.53	2.52
<u>Latvia</u>							
REPUBLIC OF LATVIA 23-28 3;5%	350,000.00	EUR	99.340	353,192.36		0.36	0.36
<u>Netherlands</u>							
NETHERLANDS 17/27 +0.75% 15/07 15/07	800,000.00	EUR	92.200	743,353.42		0.75	0.75
NETHERLANDS 20/27 0.00%	1,000,000.00	EUR	90.405	904,050.00		0.91	0.91
NETHERLANDS 22/26 0.00%	700,000.00	EUR	92.660	648,620.00		0.65	0.65
NETHERLANDS 98/28 5.5% 15/1	350,000.00	EUR	111.247	398,119.29		0.40	0.40
<u>Portugal</u>							
PORTUGAL 17/27 +4.125% 14/04 14/04	300,000.00	EUR	104.183	315,153.62		0.32	0.32
PORTUGUESE REPUBLIC 20/27 +0.70%	200,000.00	EUR	91.114	183,217.34		0.19	0.18
<u>Spain</u>							
SPAIN 21/27 0.00%	3,800,000.00	EUR	89.028	3,383,075.40		3.41	3.40
SPAIN 21/28 0.00%	2,250,000.00	EUR	86.398	1,943,956.13		1.96	1.95
SPAIN 22/25 0.00%	6,400,000.00	EUR	93.656	5,993,984.64		6.04	6.02
SPAIN 23/26 +2.80%	2,700,000.00	EUR	98.377	2,662,363.30		2.68	2.67
Bonds issued by international institutions							

<u>Europe</u>							
EUROPEAN STABILITY MECHANISM 15/25 +1.00%	300,000.00	EUR	94.838	286,815.82		0.29	0.29
EUROPEAN STABILITY MECHANISM 21/26 0.00%	1,000,000.00	EUR	89.441	894,405.70		0.90	0.90
<u>EU institutions outside BLEU terr.</u>							
EUROPEAN UNION 18/25 0.5% 04-04	1,000,000.00	EUR	94.922	950,410.77		0.96	0.95
EUROPEAN UNION 21/26 0.00%	1,100,000.00	EUR	90.775	998,519.50		1.01	1.00
EUROPEAN UNION 22/27 +2.00%	650,000.00	EUR	95.413	630,266.42		0.64	0.63
Bonds issued by credit institutions							
<u>Germany</u>							
KFW 17/27 +0.625% 22/02 22/02	1,500,000.00	EUR	91.122	1,370,114.52		1.38	1.38
KFW 19/27 +0.01%	2,000,000.00	EUR	88.573	1,771,483.90		1.79	1.78
NRW.BANK 16/26 +0.50%	1,000,000.00	EUR	91.950	920,178.96		0.93	0.92
<u>Netherlands</u>							
BANK NED. GEMEENTEN 18/25 +0.50%	1,300,000.00	EUR	93.187	1,215,277.58		1.22	1.22
BANK NED. GEMEENTEN 19/26 +0.125%	500,000.00	EUR	91.282	456,547.64		0.46	0.46
Total bonds				80,099,172.04		80.70	80.41
<b>Money market instruments</b>							
Government money market instruments							
<u>Austria</u>							
AUSTRIA 13/23 1.75% 17/04 20/10	300,000.00	EUR	99.509	302,166.04		0.30	0.30
<u>Belgium</u>							
BELGIUM 14/24 2.60% 21/01 22/06	400,000.00	EUR	99.074	396,523.32		0.40	0.40
BELGIUM 16/23 +0.20% 06/05 22/10	450,000.00	EUR	99.015	446,186.40		0.45	0.45
<u>Finland</u>							
FINLAND 14/24 +2.00% 15/04 15/04	500,000.00	EUR	98.945	496,800.55		0.50	0.50
<u>France</u>							
FRENCH REPUBLIC 18/24 0.00%	2,200,000.00	EUR	97.498	2,144,956.00		2.16	2.15
FRENCH REPUBLIC 22/23 0.00%	500,000.00	EUR	98.564	492,820.00		0.50	0.50
<u>Germany</u>							
FEDERAL REPUBLIC OF GERMANY 21/23 0.00%	300,000.00	EUR	98.453	295,359.00		0.30	0.30
LAND NORDRHEIN-WESTFALEN 15/23 +0.625% 17/11 17/11	3,100,000.00	EUR	98.930	3,078,773.49		3.10	3.09
STATE OF RHINELAND-PALATINATE 21/24 +0.01%	400,000.00	EUR	96.754	387,019.50		0.39	0.39
<u>Ireland</u>							
IRELAND 14/24 3.40% 14/01 18/03	150,000.00	EUR	100.052	151,526.54		0.15	0.15
<u>Italy</u>							
REPUBLIC OF ITALY 17/24 +1.85% 15/05 15/05	8,000,000.00	EUR	98.363	7,887,700.85		7.95	7.92
<u>Portugal</u>							
PORTUGAL 8-23 4.95% 25/10	150,000.00	EUR	100.460	155,734.93		0.16	0.16
<u>Spain</u>							
SPAIN 19/24 +0.25% 16/04 30/07	600,000.00	EUR	96.455	580,107.13		0.58	0.58
Money market instruments issued by intern. instit							
<u>EU institutions outside BLEU terr.</u>							
EUR. INV. BANK 16/24 0.00%	1,000,000.00	EUR	97.598	975,980.00		0.98	0.98
Money market instruments issued by credit instit.							
<u>Germany</u>							
DEUTSCHE HYPBK HANNOVER 16/24 +0.25%	500,000.00	EUR	96.899	484,645.27		0.49	0.49
KFW 16/24 +0.05%	400,000.00	EUR	97.014	388,072.94		0.39	0.39
<u>Italy</u>							
INTESA SANPAOLO SPA 19/24 +0.50% 05/03 05/03	500,000.00	EUR	97.740	489,499.18		0.49	0.49
Total money market instruments				19,153,871.14		19.30	19.23
TOTAL SECURITIES PORTFOLIO				99,253,043.18		100.00	99.63
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP EURO	443,640.83	EUR	1.000	443,640.83		0.00	0.45
Total demand accounts				443,640.83		0.00	0.45
TOTAL CASH AT BANK AND IN HAND				443,640.83		0.00	0.45
OTHER RECEIVABLES AND PAYABLES							
<b>Receivables</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO DEKKING EUR	0.01	EUR	1.000	0.01		0.00	0.00
Total receivables				0.01		0.00	0.00

<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP EUR PAYABLE	-9,714.16	EUR	1.000	-9,714.16		0.00	-0.01
Payables				-9,714.16		0.00	-0.01
TOTAL RECEIVABLES AND PAYABLES				-9,714.15		0.00	-0.01
OTHER							
Expenses payable		EUR		-67,890.68		0.00	-0.07
TOTAL OTHER				-67,890.68		0.00	-0.07
TOTAL NET ASSETS				99,619,079.18		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	4.71	5.64	5.29	5.37
Belgium	2.82	4.19	3.27	3.77
Germany	18.09	22.31	18.74	19.00
Spain	14.57	11.71	14.18	14.61
Europe	0.00	0.00	1.11	1.18
Finland	1.74	1.37	2.53	1.45
France	22.14	25.88	23.94	25.77
Ireland	1.72	1.66	0.87	0.42
Italy	26.83	19.68	20.87	19.47
Latvia	0.00	0.00	0.00	0.35
Netherlands	5.13	5.78	4.66	4.38
Portugal	2.25	1.78	1.21	0.66
EU institutions outside BLEU terr.	0.00	0.00	3.33	3.57
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	0.00	0.00	0.96	0.00
Cons.goods	0.00	0.00	1.93	2.06
Financials	11.05	6.43	10.67	14.95
Governm.	88.95	93.57	86.08	82.60
Various	0.00	0.00	0.36	0.39
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Bonds Short (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	157,788,513.45
<b>Sales</b>	164,929,115.13
<b>Total 1</b>	322,717,628.58
<b>Subscriptions</b>	21,197,502.46
<b>Redemptions</b>	28,303,958.83
<b>Total 2</b>	49,501,461.29
<b>Monthly average of total assets</b>	108,874,350.71
<b>Turnover rate</b>	250.95%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions.

A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%), reason: Over the reporting period, the portfolio has been managed in a very dynamic way, creating a decent turnover rate. This is mostly due to the fact that even when the view on duration was neutral, we traded duration very dynamically, slightly deviating from the benchmark while still staying within the boundaries of the so-called 'neutral range', in order to take advantage of the volatility observed in the interest rates space. On top of that, we were also very active in relative value trades, thus taking advantage of what we perceived as the mispricing of specific bonds on their curve.

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
JPMORGAN DEKKING EUR	EUR	0.01	0.01	N/A	08.06.2023

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	107.87	1,428.84	1,830.00	1,538.10	4,006.87	3,945.74	7,952.61
2022 - 12	536.02	796.00	250.00	2,108.71	4,292.89	2,633.03	6,925.92
2023 - 06	556.15	227.00	410.00	919.00	4,439.04	1,941.03	6,380.07

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	554,849.03	3,510,952.14	9,456,530.60	3,786,651.75
2022 - 12	2,671,753.32	1,854,691.60	1,239,769.00	4,888,065.76
2023 - 06	2,695,183.43	513,513.93	1,999,391.46	2,079,384.56

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	30,139,249.27	5,123.57	2,435.48
2022 - 12	26,577,686.41	4,809.21	2,253.03
2023 - 06	25,887,409.13	4,850.11	2,244.98

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	1,802.86	0.00	2,306.37	0.00	6,564.49	0.00	6,564.49
2022 - 12	10,295.24	0.00	818.76	0.00	16,040.97	0.00	16,040.97
2023 - 06	893.45	0.00	4,252.69	0.00	12,681.74	0.00	12,681.74

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	9,352,274.93	0.00	11,991,447.12	0.00
2022 - 12	51,168,584.77	0.00	4,100,100.47	0.00
2023 - 06	4,336,065.55	0.00	20,702,589.97	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	33,836,466.02	5,154.47	0.00
2022 - 12	77,643,749.98	4,840.34	0.00
2023 - 06	61,934,808.22	4,883.78	

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	3,243.00		3,062.00		661.00		661.00
2022 - 12	962.00		1,272.00		351.00		351.00
2023 - 06	2,818.00		741.00		2,428.00		2,428.00

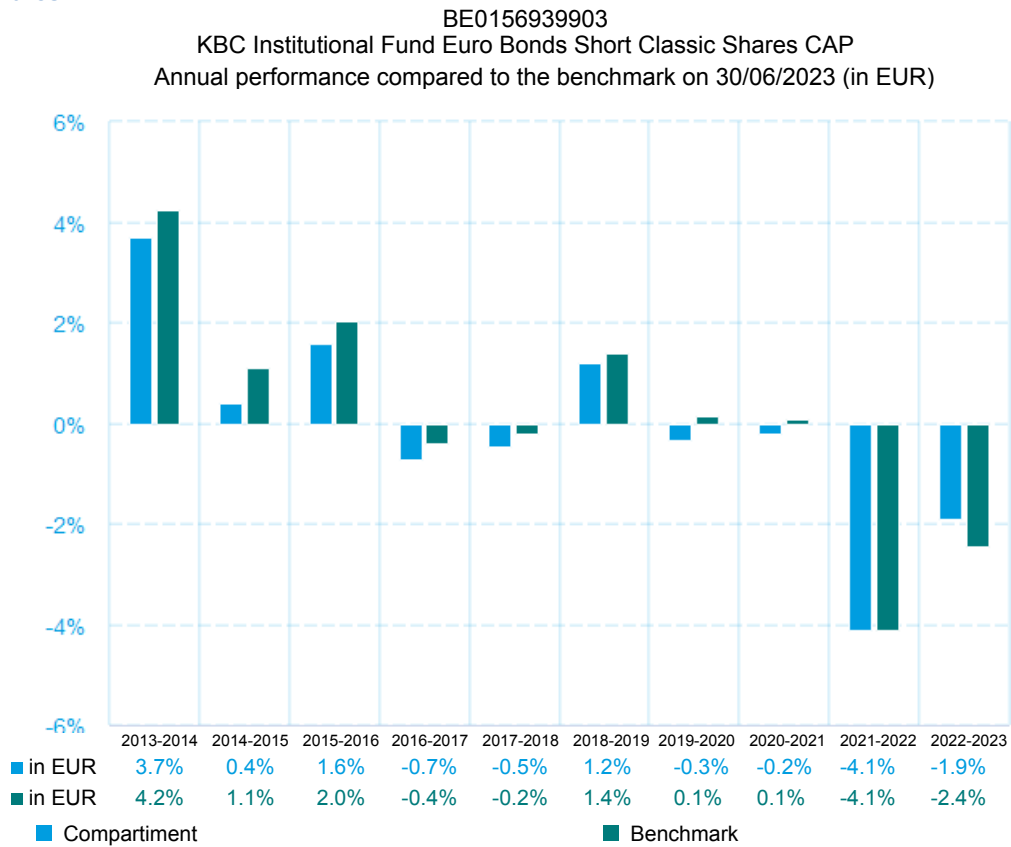
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	16,810,061.16		15,825,168.52	
2022 - 12	4,841,412.03		6,339,234.34	
2023 - 06	13,678,906.83		3,598,510.30	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	3,394,523.65	5,135.44	
2022 - 12	1,691,739.63	4,819.77	
2023 - 06	11,796,861.83	4,858.67	

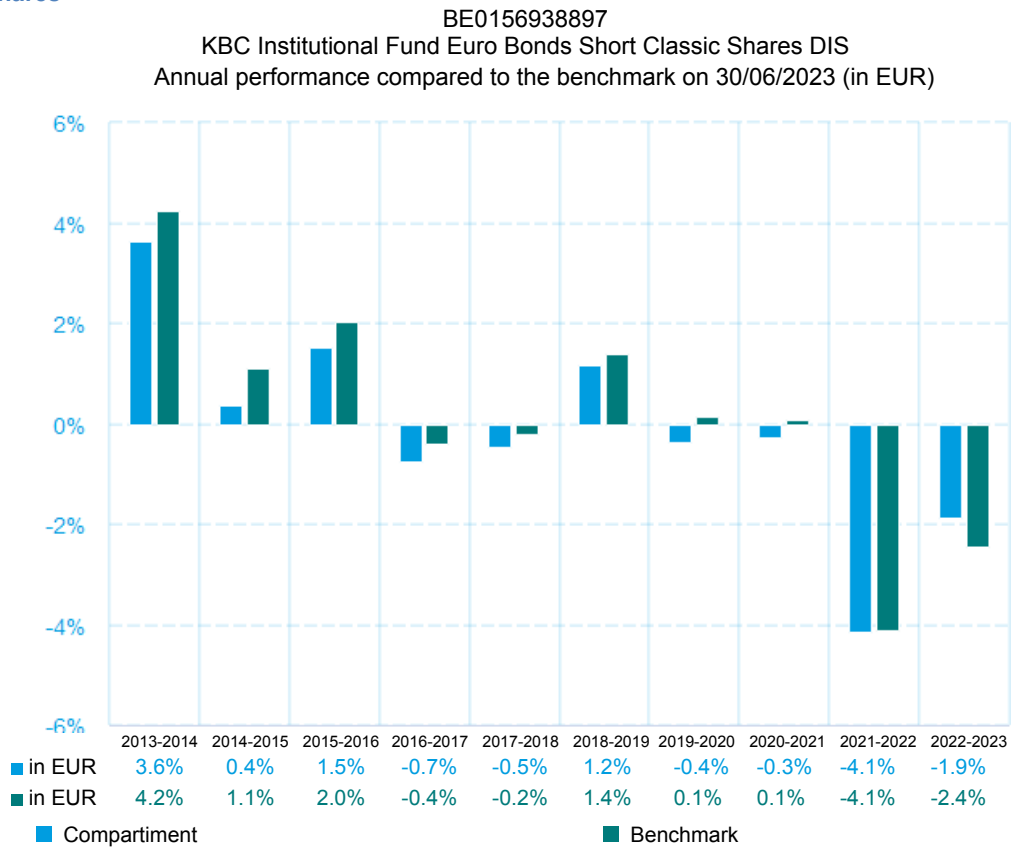


## 2.4.5. Performance figures

### Classic Shares



### Classic Shares



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0156939903	EUR	-1.89%	-2.45%	-2.09%	-2.18%	-1.09%	-1.01%	-0.11%	0.16%	10/11/1995	2.46%
DIS	BE0156938897	EUR	-1.87%	-2.45%	-2.11%	-2.18%	-1.11%	-1.01%	-0.14%	0.16%	10/11/1995	2.43%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

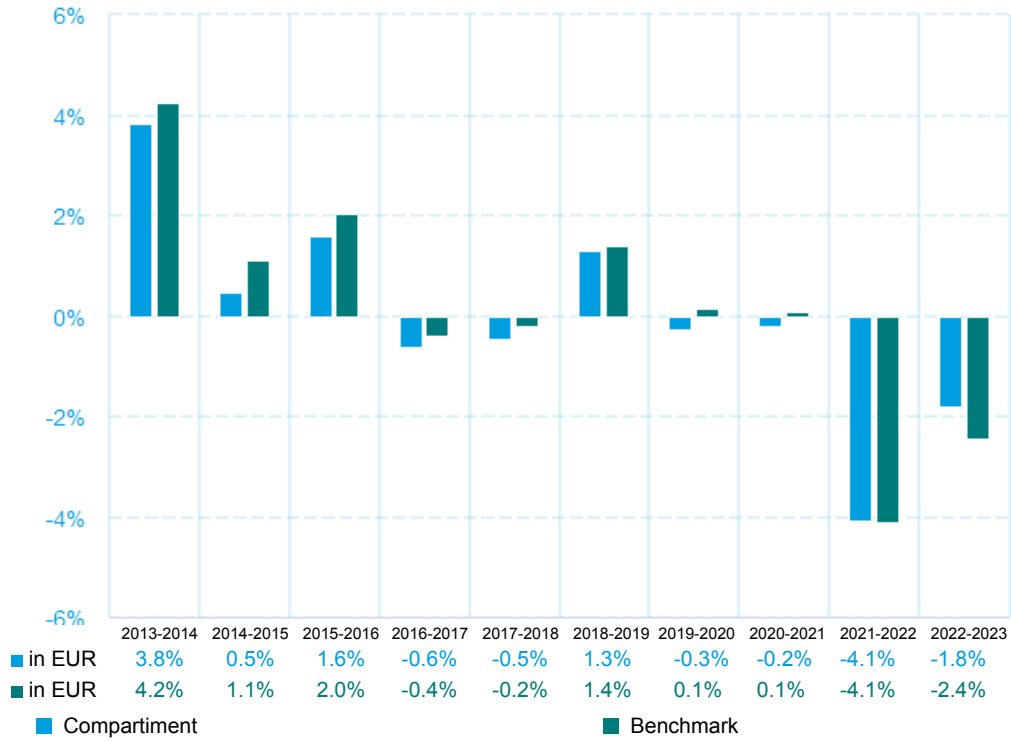
i = 1 ... N

from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE6225960150  
 KBC Institutional Fund Euro Bonds Short Institutional Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



**Institutional Shares**

BE6225959145  
 KBC Institutional Fund Euro Bonds Short Institutional Shares DIS  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)  
 The cumulative returns are shown where they relate to a period of at least one year.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6225960150	EUR	-1.82%	-2.45%	-2.05%	-2.18%	-1.03%	-1.01%	-0.05%	0.16%	06/09/2011	0.48%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Institutional Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation

date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

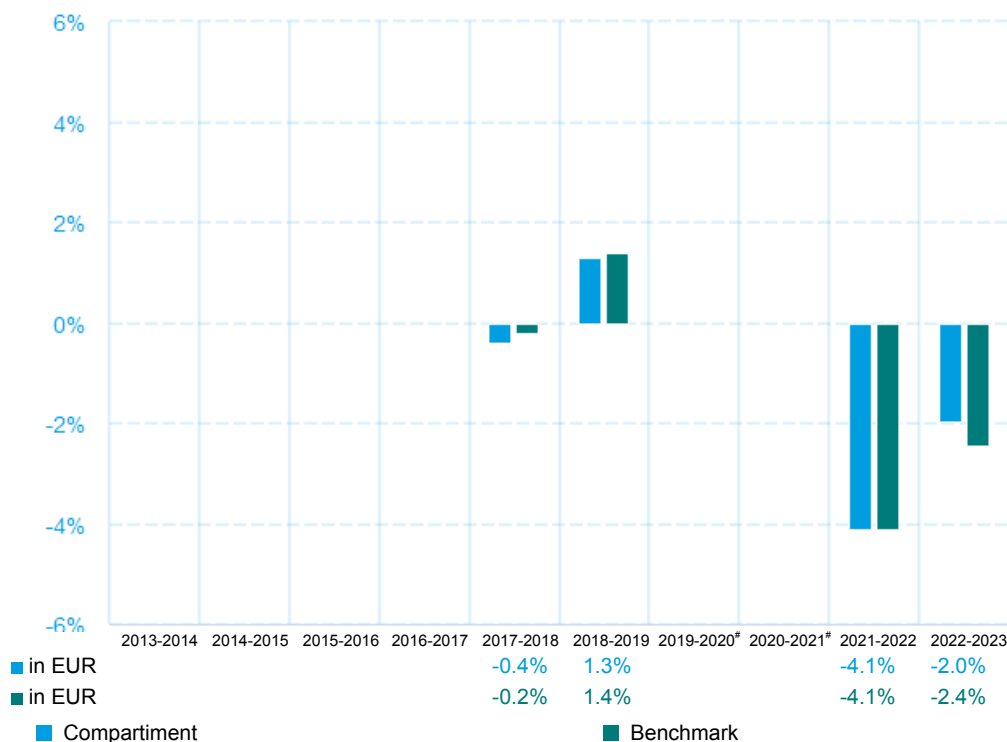
from which C = C0 \* ... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional B Shares

BE6295244410

KBC Institutional Fund Euro Bonds Short Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6295244410	EUR	-1.95%	-2.45%							30/05/2017	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,478%  
Transaction costs: 0,000%

#### Classic Shares Distribution :

Ongoing charges : 0,453%  
Transaction costs: 0,000%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,407%  
Transaction costs: 0,000%

#### Institutional Shares Distribution :

Ongoing charges : 0,000%  
Transaction costs: 0,000%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,592%  
Transaction costs: 0,000%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

Not applicable

### Existence of fee sharing agreements and rebates

The management company has shared 52,68% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.25%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.

Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.030%	of the net assets of the sub-fund per year.

### **Institutional Shares**

Fee for managing the investment portfolio	Max 0.25%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.030%	of the net assets of the sub-fund per year.

### **Institutional B Shares**

Fee for managing the investment portfolio	Max 0.40%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC

	group.	
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.030%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

### Securities lending

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 3.313,51 EUR and for the Management Company 1.019,54 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 0 and 6, with a market value fluctuating between 0 and 6076414.51 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Société Générale

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending transaction applies only to the bond portion of the portfolio.

Nature of the financial collateral: only cash is accepted.

Reinvestment of the financial collateral received: financial collateral may be reinvested in monetary funds.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.



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## 2. Information on KBC Institutional Fund Euro Corporate Bonds

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Institutional B Shares Capitalisation**

Launch date: 27 November 2014

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Classic Shares Capitalisation**

Launch date: 4 September 1998

Initial subscription price: 200 000 BEF

Currency: EUR

##### **Classic Shares Distribution**

Launch date: 4 September 1998

Initial subscription price: 200 000 BEF

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 6 September 2011

Initial subscription price: 7 946.72 EUR

Currency: EUR

##### **Institutional Shares Distribution**

Launch date: 6 September 2011

Initial subscription price: 7 946.72 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in bonds.

##### Sub-fund's investment policy

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in corporates bonds denominated in euros or in currencies with a fixed euro conversion rate.

The sub-fund can conclude Credit Default Swaps on indices (such as ITraxx and CDX) both to carry out the investments objectives and to cover the credit risk.

The total exposure resulting from the protection sold or purchased may not exceed 50% of the assets.

The fund is actively managed with reference to the following benchmark: iBoxx EURO corporate ALL Maturities - Total Return Index.

However, is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 0.75%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considered the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

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The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

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#### Required disclaimers for benchmark providers:

Neither Markit, its affiliates nor any data provider make any warranty, express or implied, as to the accuracy, completeness or timeliness of the data contained herein or as to the results to be obtained by any recipients of this data. Neither Markit, its affiliates nor any data provider shall in any way be liable to any recipient of the data for any inaccuracies, errors or omissions, regardless of cause, in the data provided by Markit or for any damages (whether direct or indirect) resulting therefrom. Markit is under no obligation to vary, amend, remove or add to the data or to notify a recipient in any manner in the event that a matter mentioned in the present document should subsequently be amended or become incorrect. Without limiting the foregoing, neither Markit, its affiliates nor any data provider shall have any liability whatsoever to you, whether in contract (including under an indemnity), in tort (including negligence), under a warranty, under statute or otherwise, in respect of any loss or damage suffered by you as a result of or in connection with any opinions, recommendations, forecasts, judgments, or any other conclusions, or any course of action determined, by you or by a third party, whether or not based on the content, the information or the materials contained herein. Copyright © 2016, Markit Indices Limited.

### **Characteristics of the bonds and debt instruments**

The sub-fund invests in bonds and debt instruments issued by companies and governments.

The sub-fund invests directly and/or indirectly at least 90% of its assets in bonds and debt instruments - in securities rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or - in non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above

This means that the sub-fund may invest up to 10% of its assets invested in bonds and debt instruments that do not have a credit rating from the above-mentioned rating agencies and/or do not fulfil the above-mentioned credit requirements.

All maturities are taken into consideration when selecting the bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

The intellectual management, with the exception of the creation of the sub-fund and its maintenance in terms of the technical, product-specific and legal aspects has been delegated by the management company to IVESAM NV, Havenlaan 2, B-1080, Brussels, Belgium.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for a review of the market.

## 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## 2.1.9. Summary risk indicator (SRI)

Institutional B Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of credit risk: the assets are primarily - but not exclusively - invested in bonds with an investment grade rating. Consequently the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
- a moderate level of liquidity risk: since there will be partly invested in less liquid bonds, there is a risk a position cannot be sold in a timely manner at a reasonable price.

There is no capital protection.

Classic Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of credit risk: the assets are primarily - but not exclusively - invested in bonds with an investment grade rating. Consequently the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
- a moderate level of liquidity risk: since there will be partly invested in less liquid bonds, there is a risk a position cannot be sold in a timely manner at a reasonable price.

There is no capital protection.

Institutional Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of credit risk: the assets are primarily - but not exclusively - invested in bonds with an investment grade rating. Consequently the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
- a moderate level of liquidity risk: since there will be partly invested in less liquid bonds, there is a risk a position cannot be sold in a timely manner at a reasonable price.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

<b>Balance sheet layout</b>		<b>30/06/2023</b> (in Euro)	<b>30/06/2022</b> (in Euro)
	<b>TOTAL NET ASSETS</b>	880,273,764.62	800,095,349.08
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	812,427,915.55	732,821,152.50
	Of which bonds lent		19,261,779.25
B.	Money market instruments	56,872,218.74	67,585,815.54
E.	Open-end undertakings for collective investment		
	a) Reinvested collateral in money market funds		19,442,983.61
F.	Derivative financial instruments		
	l) Credit		
	Swap contracts (+/-)	11,077.78	
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable		3,399,702.61
	c) Collateral	0.01	0.01
B.	Payables		
	a) Accounts payable (-)	-34,244.27	-19,915,844.41
	d) Collateral (-)	-14,770.51	-19,879,371.57
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	11,456,203.56	16,574,811.45
C.	Collateral received cash		436,387.96
D.		14,770.51	
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	-0.06	87,860.66
C.	Accrued expense (-)	-459,406.69	-458,149.28
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	880,273,764.62	800,095,349.08
<b>A.</b>	<b>Capital</b>	868,535,149.45	925,379,420.01
<b>B.</b>	<b>Income equalization</b>	247,961.97	-1,492,771.63
<b>D.</b>	<b>Result of the period</b>	11,490,653.20	-123,791,299.30
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits	14,770.52	19,879,371.58
IV.	Notional amounts of swap contracts (+)	1,000,000.00	
IX.	Financial instruments lent		19,261,779.25

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	4,918,438.20	-130,293,900.37
B.	Money market instruments	-14,447.92	-5,801.50
F.	Derivative financial instruments		
	k) Credit		
	Swap contracts (+/-)	9,900.00	
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	-0.02	0.05
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	865,913.54	746,404,812.35
	Unrealised gains on investments	968,421.25	-10,304,622.14
	Realised losses on investments	-13,912,784.06	-275,535,669.95
	Unrealised losses on investments	16,992,339.53	-590,864,222.08
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	7,872,841.34	8,584,766.19
	b) Cash at bank and in hand and deposits	165,518.27	
C.	Interest on borrowings (-)	-167.18	-19,760.57
D.	Swaps (+/-)	4,916.67	
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	561,991.93	322,510.85
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-69.79	
B.	Financial expenses (-)	-596.39	-259.44
C.	Custodian's fee (-)	-78,901.57	-106,011.17
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-100,272.98	-172,362.90
	Institutional Shares	-1,030,028.54	-1,162,403.29
	Institutional B Shares	-138,521.26	-212,203.60
	b) Administration and accounting management	-420,861.05	-513,111.76
E.	Administrative expenses (-)	0.12	0.16
F.	Formation and organisation expenses (-)	-1,594.42	-2,471.24
H.	Services and sundry goods (-)	-2,951.02	-2,780.68
J.	Taxes		
	Classic Shares	-31,624.23	-37,603.25
	Institutional Shares	-39,832.06	-52,913.76
	Institutional B Shares	-2,174.42	-5,876.78
L.	Other expenses (-)	-180,910.48	-111,116.24
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	6,576,762.94	6,508,402.52
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	11,490,653.20	-123,791,299.30
<b>VII.</b>	<b>Result of the period</b>	11,490,653.20	-123,791,299.30

### Committed swap contracts on report date

Currency	Nominal	Underlying	Maturity
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EUR	1,000,000	MARKIT ITRX EUROPE 12/27	20/12/2027
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## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Corporate Bonds

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Bonds</b>							
Government bonds							
<u>Germany</u>							
FEDERAL REPUBLIC OF GERMANY 20/27 0.00%	950,000.00	EUR	89.399	849,290.50		0.10	0.10
Bonds issued by credit institutions							
<u>Australia</u>							
WESTPAC BANKING 16/27 +0.875%	1,000,000.00	EUR	88.838	890,147.48		0.10	0.10
<u>Austria</u>							
ERSTE GROUP BANK AG 19/30 +1.00% 10/06	900,000.00	EUR	90.463	814,661.01		0.09	0.09
ERSTE GROUP BANK AG 20/31 0.00%	2,100,000.00	EUR	88.191	1,852,016.88		0.21	0.21
ERSTE GROUP BANK AG 21/32 0.00%	6,500,000.00	EUR	81.603	5,339,476.43		0.61	0.61
ERSTE GROUP BANK AG 22/33 0.00%	4,800,000.00	EUR	92.846	4,468,721.03		0.51	0.51
RAIFFEISEN BANK INTL 20/25 +0.25%	3,000,000.00	EUR	92.945	2,791,619.07		0.32	0.32
RAIFFEISEN BANK INTL 22/28 +5.75%	5,900,000.00	EUR	103.221	6,233,183.76		0.72	0.71
<u>Belgium</u>							
ALIAxis FINANCE SA 21/28 +0.875%	7,300,000.00	EUR	79.862	5,870,909.95		0.68	0.67
ARGENTA SPAARBANK NV 20/26 +1.00%	2,300,000.00	EUR	91.769	2,127,071.14		0.25	0.24
ARGENTA SPAARBANK NV 20/27 +1.00%	800,000.00	EUR	87.151	700,541.67		0.08	0.08
BELFIUS BANK SA/NV 16/26 +3.125% 11/05 11/05	700,000.00	EUR	95.456	671,183.30		0.08	0.08
KBC GROUP 17/29 +1.625% 18/09	2,600,000.00	EUR	95.006	2,503,157.30		0.29	0.28
KBC GROUP 19/29 +0.50% 03/12	6,900,000.00	EUR	92.774	6,421,166.66		0.74	0.73
KBC GROUP 21/31 0.00%	4,300,000.00	EUR	85.361	3,670,541.92		0.42	0.42
<u>Canada</u>							
ONTARIO TEACHERS' FINANCE TRUS 21/51 +0.95%	5,900,000.00	EUR	53.462	3,187,747.71		0.37	0.36
<u>Denmark</u>							
DANSKE BK AS 19/30 +1.375% 12/11	3,904,000.00	EUR	92.645	3,637,173.23		0.42	0.41
DANSKE BK AS 20/30 +1.50% 02/09	850,000.00	EUR	90.594	780,561.00		0.09	0.09
DANSKE BK AS 21/31 +1.00% 15/05	900,000.00	EUR	87.794	791,274.18		0.09	0.09
NYKREDIT A/S 21/28 +0.375%	2,500,000.00	EUR	82.586	2,068,866.33		0.24	0.24
<u>Finland</u>							
BALDER FINLAND OYJ 21/29 +1.00%	3,300,000.00	EUR	63.702	2,116,727.44		0.24	0.24
BALDER FINLAND OYJ 22/27 +1.00%	600,000.00	EUR	75.301	454,487.28		0.05	0.05
NORDEA BANK FINLAND PLC 21/28 +0.50%	803,000.00	EUR	82.810	667,606.31		0.08	0.08
OP CORPORATE BANK PLC 20/25 +0.50%	400,000.00	EUR	92.793	372,935.02		0.04	0.04
OP CORPORATE BANK PLC 20/30 +1.625% 09/06	1,485,000.00	EUR	92.164	1,370,016.42		0.16	0.16
<u>France</u>							
BANQUE FEDERATIVE DU CREDIT MUTUEL 15/25 +1.25% 14/01 14/01	4,200,000.00	EUR	95.513	4,035,586.92		0.46	0.46
BANQUE FEDERATIVE DU CREDIT MUTUEL 15/25 +3.00% 11/09 11/09	1,600,000.00	EUR	97.085	1,591,755.92		0.18	0.18
BANQUE FEDERATIVE DU CREDIT MUTUEL 16/26 +1.875% 04/11 04/11	800,000.00	EUR	92.276	747,989.82		0.09	0.09
BANQUE FEDERATIVE DU CREDIT MUTUEL 18/25 +0.75% 17/01 17/07	1,800,000.00	EUR	93.025	1,687,314.66		0.19	0.19
BANQUE FEDERATIVE DU CREDIT MUTUEL 18/28 +1.375%	700,000.00	EUR	87.789	623,727.59		0.07	0.07
BANQUE FEDERATIVE DU CREDIT MUTUEL 19/26 +0.75% 08/06 08/06	5,500,000.00	EUR	90.574	4,984,045.10		0.57	0.57
BANQUE FEDERATIVE DU CREDIT MUTUEL 20/30 +0.75%	500,000.00	EUR	79.577	399,570.98		0.05	0.05
BANQUE FEDERATIVE DU CREDIT MUTUEL 20/30 +1.25%	3,200,000.00	EUR	81.312	2,604,922.98		0.30	0.30
BANQUE FEDERATIVE DU CREDIT MUTUEL 20/31 +0.625%	500,000.00	EUR	76.241	382,310.30		0.04	0.04
BANQUE FEDERATIVE DU CREDIT MUTUEL 21/25 +0.01%	1,700,000.00	EUR	93.120	1,583,098.68		0.18	0.18
BANQUE FEDERATIVE DU CREDIT MUTUEL 21/26 +0.01%	2,800,000.00	EUR	88.926	2,489,976.75		0.29	0.28
BANQUE FEDERATIVE DU CREDIT MUTUEL 21/28 +0.25%	3,200,000.00	EUR	81.313	2,609,591.88		0.30	0.30
BANQUE FEDERATIVE DU CREDIT MUTUEL 21/28 +0.625%	2,300,000.00	EUR	81.981	1,894,974.52		0.22	0.22
BANQUE FEDERATIVE DU CREDIT MUTUEL 22/29 +2.625%	400,000.00	EUR	90.007	366,817.26		0.04	0.04
BANQUE FEDERATIVE DU CREDIT MUTUEL 22/32 +1.125%	500,000.00	EUR	78.428	394,636.16		0.05	0.05
BANQUE FEDERATIVE DU CREDIT MUTUEL 22/33 +3.75%	2,700,000.00	EUR	97.135	2,663,988.26		0.31	0.30
BANQUE FEDERATIVE DU CREDIT MUTUEL 23/28 +3.875%	1,400,000.00	EUR	97.258	1,384,648.69		0.16	0.16
BANQUE FEDERATIVE DU CREDIT MUTUEL 23/33 +5.125%	2,000,000.00	EUR	98.338	2,013,928.78		0.23	0.23
BNP PARIBAS CARDIF SA 14/25 +4.032% 25/11 25/11	1,300,000.00	EUR	96.574	1,286,621.14		0.15	0.15

BNP PARIBAS CARDIF SA 17/24 +1.00%	3,200,000.00	EUR	95.233	3,066,143.57		0.35	0.35
BNP PARIBAS SA 15/25 +2.375% 17/02 17/02	2,700,000.00	EUR	96.601	2,631,581.21		0.30	0.30
BNP PARIBAS SA 15/26 +2.75% 27/11 27/01	372,000.00	EUR	96.044	361,600.37		0.04	0.04
BNP PARIBAS SA 16/26 +2.875% 01/10 01/10	379,000.00	EUR	95.294	369,283.70		0.04	0.04
BNP PARIBAS SA 16/27 +2.25% 11/01 11/01	3,419,000.00	EUR	93.128	3,219,873.86		0.37	0.37
BNP PARIBAS SA 19/26 +2.125% 23/01 23/01	1,100,000.00	EUR	93.739	1,041,247.88		0.12	0.12
BNP PARIBAS SA 20/28 +0.50% 19/02	7,200,000.00	EUR	86.505	6,241,294.22		0.72	0.71
BNP PARIBAS SA 21/33 +0.875% 31/08	600,000.00	EUR	79.072	478,787.22		0.06	0.05
BNP PARIBAS SA 23/31 +3.875% 10/01	400,000.00	EUR	98.585	401,603.56		0.05	0.05
BPCE SA 20/25 +0.625%	1,300,000.00	EUR	93.766	1,220,351.95		0.14	0.14
BPCE SA 20/27 +0.50%	2,000,000.00	EUR	87.603	1,759,945.71		0.20	0.20
BPCE SA 21/27 +0.01%	1,800,000.00	EUR	86.556	1,558,091.98		0.18	0.18
BPCE SA 22/32 +2.375%	1,600,000.00	EUR	87.392	1,405,022.79		0.16	0.16
CREDIT AGRICOLE 21/28 +0.375%	600,000.00	EUR	83.654	502,361.71		0.06	0.06
CREDIT AGRICOLE 22/27 +3.375%	4,900,000.00	EUR	97.472	4,873,095.19		0.56	0.55
CREDIT AGRICOLE 22/29 +1.125%	500,000.00	EUR	86.280	433,341.86		0.05	0.05
CREDIT AGRICOLE 22/34 +3.875%	700,000.00	EUR	99.152	709,969.42		0.08	0.08
CREDIT AGRICOLE 23/33 +4.00%	2,800,000.00	EUR	99.885	2,846,786.22		0.33	0.32
CREDIT AGRICOLE (LONDON) 14/26 +3.125% 05/02 05/02	600,000.00	EUR	98.231	596,834.06		0.07	0.07
CREDIT AGRICOLE (LONDON) 16/26 +1.25% 14/04 14/04	900,000.00	EUR	92.883	838,316.01		0.10	0.10
CREDIT AGRICOLE (LONDON) 16/26 +1.875% 20/12 20/12	1,000,000.00	EUR	92.847	938,337.06		0.11	0.11
CREDIT AGRICOLE (LONDON) 17/27 +1.375% 03/05 03/05	6,000,000.00	EUR	90.840	5,463,452.77		0.63	0.62
CREDIT AGRICOLE (LONDON) 18/25 +1.375% 13/03 13/03	500,000.00	EUR	95.369	478,891.72		0.06	0.05
CREDIT AGRICOLE (LONDON) 19/29 +1.75% 05/03 05/03	600,000.00	EUR	87.400	527,758.96		0.06	0.06
CREDIT MUTUEL ARKEA SA 20/27 +0.875%	3,400,000.00	EUR	88.581	3,016,129.23		0.35	0.34
CREDIT MUTUEL ARKEA SA 20/29 +1.25% 11/06	1,700,000.00	EUR	85.790	1,459,526.85		0.17	0.17
CREDIT MUTUEL ARKEA SA 22/27 +3.375%	3,100,000.00	EUR	97.122	3,092,185.91		0.36	0.35
CREDIT MUTUEL ARKEA SA 22/30 +0.75%	1,000,000.00	EUR	80.986	813,207.02		0.09	0.09
MUTUELLE ASSURANCE DES COMMERC 21/52 +2.125% 21/03	2,000,000.00	EUR	69.105	1,383,142.98		0.16	0.16
SUEZ SACA 22/32 +5.00%	4,100,000.00	EUR	106.275	4,491,523.46		0.52	0.51
<u>Germany</u>							
AAREAL BANK AG 20-27 0.5	800,000.00	EUR	79.928	640,341.55		0.07	0.07
AAREAL BANK AG 20/27 +0.25%	900,000.00	EUR	75.840	683,907.08		0.08	0.08
AAREAL BANK AG 21/26 +0.05%	800,000.00	EUR	82.560	660,810.42		0.08	0.08
AAREAL BANK AG 22/28 +0.75%	900,000.00	EUR	76.478	689,651.28		0.08	0.08
DEUTSCHE BANK AG 18/28 +1.75%	6,700,000.00	EUR	86.582	5,853,657.43		0.67	0.67
DEUTSCHE BANK AG 19/26 +2.625%	900,000.00	EUR	94.690	861,145.88		0.10	0.10
DEUTSCHE BANK AG 20/26 +1.375% 03/09	2,200,000.00	EUR	91.915	2,046,987.51		0.24	0.23
DEUTSCHE BANK AG 20/27 +1.625%	5,900,000.00	EUR	88.862	5,285,152.50		0.61	0.60
DEUTSCHE BANK AG 22/30 +5.00% 05/09	1,700,000.00	EUR	96.374	1,707,747.36		0.20	0.19
VIER GAS TRANSPORT GMBH 22/32 +4.625%	800,000.00	EUR	103.692	857,618.37		0.10	0.10
<u>Ireland</u>							
AIB GROUP PLC 22/28 +2.25% 04/04	1,651,000.00	EUR	90.742	1,506,980.23		0.17	0.17
HAMMERSON IRELAND FINANCE DAC 21/27 +1.75%	1,600,000.00	EUR	82.177	1,316,901.65		0.15	0.15
<u>Italy</u>							
INTESA SANPAOLO SPA 19/26 +1.00%	1,000,000.00	EUR	89.879	904,896.69		0.10	0.10
INTESA SANPAOLO SPA 21/28 +0.75%	1,000,000.00	EUR	85.310	855,276.78		0.10	0.10
UNICREDIT SPA 21/31 +0.85%	5,000,000.00	EUR	76.300	3,833,859.51		0.44	0.44
<u>Japan</u>							
MIZUHO FINANCIAL GROUP INC 21/29 +0.47% 06/09	1,282,000.00	EUR	82.046	1,056,737.96		0.12	0.12
MIZUHO FINANCIAL GROUP INC 22/27 +1.631%	1,000,000.00	EUR	91.496	918,658.42		0.11	0.10
SUMITOMO MITSUI FINANCIAL GROUP INC 19/29 +0.632%	2,710,000.00	EUR	80.362	2,189,554.44		0.25	0.25
<u>Luxembourg</u>							
CPI PROPERTY GROUP SA 20/26 +2.75%	1,500,000.00	EUR	81.502	1,228,053.82		0.14	0.14
EUROCLEAR INVESTMENTS SA 16/26 +1.125%	1,100,000.00	EUR	90.825	1,006,030.68		0.12	0.11
<u>Netherlands</u>							
ABN AMRO BANK NV 22/33 +5.125% 22/11	2,100,000.00	EUR	97.934	2,094,361.50		0.24	0.24
CTP BV 21/27 +0.75%	3,000,000.00	EUR	80.470	2,422,248.98		0.28	0.28
CTP BV 22/26 +0.875%	3,550,000.00	EUR	85.352	3,043,705.88		0.35	0.35
DAIMLER TRUCK INTERNATIONAL FINANCE 22/27 +1.625%	1,000,000.00	EUR	91.896	922,732.16		0.11	0.11
HEIMSTADEN BOSTAD TREASURY BV 21/24 +0.25%	1,650,000.00	EUR	87.909	1,453,432.73		0.17	0.17
HEIMSTADEN BOSTAD TREASURY BV 22/25 +0.625%	5,400,000.00	EUR	82.876	4,506,854.53		0.52	0.51
ING GROEP NV 20/29 +0.25% 18/02	1,800,000.00	EUR	82.022	1,478,031.86		0.17	0.17
ING GROEP NV 22/27 +1.25% 16/02	500,000.00	EUR	91.584	460,213.87		0.05	0.05
<u>Norway</u>							
DNB BANK ASA 22/26 +1.625% 31/05	2,366,000.00	EUR	94.964	2,249,995.77		0.26	0.26
SPAREBANK 1 SR BANK ASA 21/26 +0.25%	1,500,000.00	EUR	87.531	1,315,353.67		0.15	0.15
<u>Spain</u>							
BANCO BILBAO VIZCAYA ARGENTARIA 17/27	1,200,000.00	EUR	96.963	1,179,890.95		0.14	0.13
BANCO BILBAO VIZCAYA ARGENTARIA 20/30 +1.00% 16/01	700,000.00	EUR	92.613	651,452.27		0.08	0.07
BANCO BILBAO VIZCAYA ARGENTARIA 22/29 +4.375%	1,600,000.00	EUR	101.532	1,674,181.95		0.19	0.19
BANCO SABADELL 22/28 +5.125% 10/11	1,800,000.00	EUR	100.878	1,874,440.61		0.22	0.21
BANCO SANTANDER CENTRAL HISPANO SA 20/27 +0.50%	1,000,000.00	EUR	87.328	875,284.55		0.10	0.10
CAIXABANK SA 19/26 +0.75%	6,000,000.00	EUR	90.570	5,478,112.31		0.63	0.62
CAIXABANK SA 19/26 +1.125%	4,000,000.00	EUR	91.940	3,689,280.32		0.42	0.42
SANTANDER CONSUMER FINANCE SA 21/26 0.00%	500,000.00	EUR	89.215	446,077.03		0.05	0.05

<u>Sweden</u>							
FASTIGHETS AB BALDER 17/26 +1.875%	1,600,000.00	EUR	83.371	1,346,920.54		0.16	0.15
SWEDBANK 22/27 +1.30%	606,000.00	EUR	89.390	544,573.01		0.06	0.06
SWEDBANK 22/27 +2.10%	950,000.00	EUR	92.632	881,961.97		0.10	0.10
<u>Switzerland</u>							
CREDIT SUISSE AG/LONDON 20/25 +0.45%	1,000,000.00	EUR	92.024	920,757.54		0.11	0.11
CS GROUP 20/26 +3.25% 02/04	1,834,000.00	EUR	96.426	1,782,941.26		0.21	0.20
UBS GROUP AG 16/26 +1.25% 01/09 01/09	3,450,000.00	EUR	89.993	3,140,440.17		0.36	0.36
UBS GROUP AG 21/28 +0.25%	4,057,000.00	EUR	81.765	3,320,697.55		0.38	0.38
UBS LONDON 21/26 +0.01%	2,202,000.00	EUR	88.886	1,957,314.23		0.23	0.22
UBS LONDON 21/31 +0.50%	9,031,000.00	EUR	76.798	6,946,810.19		0.80	0.79
<u>U.K.</u>							
CYBG PLC 20/25 +2.875% 24/12	1,000,000.00	EUR	96.886	969,331.40		0.11	0.11
HSBC HOLDING PLC 20/26 +0.309% 13/11	2,853,000.00	EUR	90.487	2,587,118.25		0.30	0.29
HSBC HOLDING PLC 21/29 +0.641% 24/09	2,000,000.00	EUR	81.997	1,649,743.50		0.19	0.19
HSBC HOLDING PLC 22/27 +3.019% 15/06	4,150,000.00	EUR	95.306	3,960,318.21		0.46	0.45
HSBC HOLDING PLC 23/33 +4.856% 23/05	2,100,000.00	EUR	100.617	2,123,549.71		0.24	0.24
NATIONWIDE BLDG SOCIETY 22/27 +2.00%	709,000.00	EUR	92.167	655,902.37		0.08	0.08
NATIONWIDE BLDG SOCIETY 22/29 +3.25%	1,300,000.00	EUR	94.435	1,262,154.66		0.14	0.14
ROYAL BANK OF SCOTLAND GROUP PLC 23/28 +4.25%	5,000,000.00	EUR	99.040	5,049,825.97		0.58	0.57
STANDARD CHARTERED PLC 19/27 +0.90% 02/07	2,050,000.00	EUR	89.048	1,843,829.11		0.21	0.21
STANDARD CHARTERED PLC 20/28 +0.85% 27/01	4,900,000.00	EUR	87.074	4,284,179.76		0.49	0.49
STANDARD CHARTERED PLC 20/30 +2.50% 09/06	650,000.00	EUR	92.894	616,901.67		0.07	0.07
STANDARD CHARTERED PLC 21/29 +0.80% 17/11	1,650,000.00	EUR	81.831	1,358,344.36		0.16	0.15
STANDARD CHARTERED PLC 21/31 +1.20% 23/09	1,300,000.00	EUR	84.518	1,110,700.54		0.13	0.13
<u>U.S.A.</u>							
BANK OF AMERICA CORP 17/27 +1.776% 04/05 04/05	2,020,000.00	EUR	92.477	1,873,617.17		0.22	0.21
BERKSHIRE HATHAWAY FINANCE COR 22/30 +1.50%	500,000.00	EUR	86.086	432,558.93		0.05	0.05
BERKSHIRE HATHAWAY FINANCE COR 22/34 +2.00%	7,800,000.00	EUR	82.841	6,505,914.17		0.75	0.74
CAPITAL ONE FINANCIAL CORP 19/29 +1.65%	839,000.00	EUR	81.470	684,213.08		0.08	0.08
CITIGROUP INC 14/26 2.125% 10/09 10/09	800,000.00	EUR	93.967	765,378.90		0.09	0.09
EURONET WORLDWIDE INC 19/26 +1.375%	4,718,000.00	EUR	90.428	4,273,323.37		0.49	0.49
GOLDMAN SACHS 18/28 +2.00% 22/03 22/03	4,900,000.00	EUR	91.303	4,500,623.20		0.52	0.51
GOLDMAN SACHS 21/29 +0.875%	2,700,000.00	EUR	82.313	2,225,799.46		0.26	0.25
JPMORGAN CHASE & CO 13/28 +2.875%	954,000.00	EUR	94.653	905,765.01		0.10	0.10
JPMORGAN CHASE & CO 18/29 +1.812% 12/06	7,800,000.00	EUR	89.251	6,968,516.86		0.80	0.79
JPMORGAN CHASE & CO 19/27 +1.09% 11/03 11/03	4,900,000.00	EUR	91.436	4,496,547.66		0.52	0.51
MORGAN STANLEY 17/27 +1.875% 27/04 27/04	7,876,000.00	EUR	91.859	7,260,631.49		0.84	0.83
MORGAN STANLEY 20/29 +0.495% 26/10	862,000.00	EUR	81.591	706,204.72		0.08	0.08
MORGAN STANLEY 22/28 +4.813% 25/10	8,200,000.00	EUR	101.143	8,561,846.95		0.99	0.97
MORGAN STANLEY 22/32 +2.95% 07/05	1,400,000.00	EUR	90.283	1,270,057.75		0.15	0.14
NEW YORK LIFE GLOBAL FDG 20/27 +0.25%	772,000.00	EUR	87.707	677,936.15		0.08	0.08
PROLOGIS EURO FINANCE LLC 23/33 +4.625%	2,850,000.00	EUR	100.596	2,880,671.45		0.33	0.33
VISA INC 22/26 +1.50%	4,900,000.00	EUR	93.902	4,604,188.00		0.53	0.52
WELLS FARGO COMPANY 16/26 +1.375%	1,900,000.00	EUR	90.669	1,740,391.35		0.20	0.20
WELLS FARGO COMPANY 16/27 +1.00% 02/08 02/02	6,630,000.00	EUR	88.525	5,896,072.55		0.68	0.67
WELLS FARGO COMPANY 19/30 +0.625%	1,810,000.00	EUR	78.137	1,417,273.48		0.16	0.16
Corporate bonds							
<u>Australia</u>							
APT PIPELINES LTD 15/27 +2.00%	700,000.00	EUR	92.095	648,487.10		0.08	0.07
AUSGRID FINANCE PTY LTD 21/31 +0.875%	3,000,000.00	EUR	77.001	2,329,145.44		0.27	0.27
TOYOTA FINANCE AUSTRALIA LTD 22/28 +0.44%	780,000.00	EUR	86.319	674,866.03		0.08	0.08
<u>Belgium</u>							
ANHEUSER-BUSCH INBEV NV 16/36 +2.75% 29/03 17/03	1,000,000.00	EUR	90.223	910,117.34		0.11	0.10
ANHEUSER-BUSCH INBEV SA/NV 20/40 +3.70%	770,000.00	EUR	95.374	741,310.97		0.09	0.08
FLUVIUS SYSTEM OPERATOR CVBA 21/31 +0.625%	1,700,000.00	EUR	77.944	1,331,400.52		0.15	0.15
G.B.L. 18/25 +1.875%	700,000.00	EUR	95.795	670,958.70		0.08	0.08
VGP NV 21/29 +1.50%	1,100,000.00	EUR	69.468	767,889.80		0.09	0.09
<u>Cayman Islands</u>							
CK HUTCHISON EUROPE FINANCE 21 21/29 +0.75%	4,831,000.00	EUR	80.641	3,919,581.40		0.45	0.45
<u>Cyprus</u>							
AROUNDTOWN PROPERTY HOLD SA 19/28 +1.45% 09/07 09/07	100,000.00	EUR	68.069	69,483.17		0.01	0.01
<u>Finland</u>							
ELENIA VERKKO OYJ 20/27 +0.375%	3,000,000.00	EUR	87.389	2,626,099.21		0.30	0.30
UPM-KYMMENE CORP 21/31 +0.50%	499,000.00	EUR	77.203	385,923.59		0.04	0.04
UPM-KYMMENE CORP 22/29 +2.25%	3,399,000.00	EUR	91.050	3,102,717.54		0.36	0.35
<u>France</u>							
AUCHAN HOLDINGS SA 20/26 +2.875%	2,100,000.00	EUR	95.262	2,025,644.46		0.23	0.23
BOUYGUES 22/29 +2.25%	500,000.00	EUR	91.908	459,572.67		0.05	0.05
BOUYGUES 22/32 +4.625%	600,000.00	EUR	104.779	630,420.49		0.07	0.07
BOUYGUES 22/37 +3.25%	500,000.00	EUR	90.399	469,891.01		0.05	0.05
BOUYGUES 22/42 +5.375%	2,100,000.00	EUR	109.753	2,378,714.64		0.27	0.27
CARREFOUR 19/27 +1.00%	700,000.00	EUR	89.925	630,319.93		0.07	0.07
CARREFOUR 22/29 +2.375%	1,000,000.00	EUR	91.366	929,475.34		0.11	0.11

DASSAULT SYSTEMES 19/24 0.00%	1,400,000.00	EUR	95.454	1,336,361.39	0.15	0.15
DASSAULT SYSTEMES 19/29 +0.375%	5,400,000.00	EUR	83.916	4,547,382.28	0.52	0.52
EDENRED 15/25 +1.375% 10/03 10/03	2,800,000.00	EUR	95.892	2,696,749.58	0.31	0.31
EDENRED 18/26 +1.875% 06/12 06/03	1,800,000.00	EUR	95.265	1,725,458.17	0.20	0.20
GIE PSA TRESORERIE 3/33 +6.00%	2,665,000.00	EUR	110.111	3,058,877.62	0.35	0.35
JCDECAUX SA 20/28 +2.625%	700,000.00	EUR	92.290	649,395.97	0.08	0.07
KERING 22-25 1;25%	2,000,000.00	EUR	95.527	1,914,367.34	0.22	0.22
MERCIALYS SA 22/29 +2.50%	3,500,000.00	EUR	81.750	2,890,511.62	0.33	0.33
ORANGE S.A. 3/33 8;125% 28/1	3,059,000.00	EUR	134.699	4,224,616.71	0.49	0.48
ORANGE S.A. 14/26 5.00% 01/10 01/10	1,100,000.00	EUR	99.752	1,138,262.87	0.13	0.13
ORANGE S.A. 16/25 +1.00% 12/05 12/05	800,000.00	EUR	94.942	760,604.96	0.09	0.09
ORANGE S.A. 16/27 +0.875% 03/02 03/02	500,000.00	EUR	90.884	456,180.69	0.05	0.05
ORANGE S.A. 18/30 +1.375%	4,300,000.00	EUR	87.133	3,773,437.71	0.43	0.43
ORANGE S.A. 18/30 +1.875%	500,000.00	EUR	89.558	455,264.15	0.05	0.05
ORANGE S.A. 19/26 +1.75% 19/09 19/03	600,000.00	EUR	89.100	537,553.51	0.06	0.06
ORANGE S.A. 19/29 +2.00% 15/01 15/01	700,000.00	EUR	92.655	654,954.43	0.08	0.07
ORANGE S.A. 20/99 1.75%	700,000.00	EUR	84.176	597,893.88	0.07	0.07
ORANGE S.A. 21/99 0.00%	800,000.00	EUR	79.735	639,387.17	0.07	0.07
SANOFI 14/26 +1.75% 10/09 10/09	700,000.00	EUR	94.804	673,460.65	0.08	0.08
SANOFI 18/26 +1.00% 21/03 21/03	800,000.00	EUR	93.395	749,369.29	0.09	0.09
SANOFI 22/29 +1.25%	800,000.00	EUR	89.532	718,578.20	0.08	0.08
SODEXO 20/28 +1.00%	1,600,000.00	EUR	88.431	1,430,153.67	0.17	0.16
TDF INFRASTRUCTURE SASU 21/29 +1.75%	800,000.00	EUR	80.709	653,762.23	0.08	0.07
TELEPERFORMANCE 22/29 +3.75%	900,000.00	EUR	96.249	866,791.90	0.10	0.10
<u>Germany</u>						
ALBEMARLE NEW HOLDING GMBH 19/28 +1.625%	1,810,000.00	EUR	87.312	1,597,829.64	0.18	0.18
AMPRION GMBH 22/32 +3.971%	8,800,000.00	EUR	100.622	9,123,739.77	1.05	1.04
EUROGRID GMBH 15/25 +1.875%	700,000.00	EUR	96.014	672,811.71	0.08	0.08
HANNOVER RUECK SE 20/40 +1.75% 08/07	500,000.00	EUR	79.377	403,240.12	0.05	0.05
HEIDELBERGCEMENT FIN LUX 18/28 +1.75% 24/04 24/04	749,000.00	EUR	91.677	689,058.54	0.08	0.08
HOCHTIEF AG 19/27 +0.50% 03/09 03/09	500,000.00	EUR	87.806	441,083.29	0.05	0.05
HOCHTIEF AG 21/29 +0.625%	10,700,000.00	EUR	80.089	8,581,450.53	0.99	0.98
KNORR-BREMSE AG 22/27 +3.25%	8,600,000.00	EUR	98.320	8,671,474.08	1.00	0.99
ROBERT BOSCH INVESTMENT NEDERL 13/28 +2.625% 24/05 24/05	1,500,000.00	EUR	95.177	1,431,632.76	0.17	0.16
TALANX AG 14/26 +2.50%	2,500,000.00	EUR	95.702	2,451,104.77	0.28	0.28
TALANX AG 17/27 +2.25% 05/12 05/12	700,000.00	EUR	87.226	619,513.81	0.07	0.07
TALANX AG 22/29 +4.00%	8,800,000.00	EUR	100.553	9,087,870.72	1.05	1.03
VOLKSWAGEN BANK GMBH 19/26 +2.50% 31/07 31/07	8,000,000.00	EUR	94.752	7,763,206.10	0.89	0.88
VOLKSWAGEN FIN SERV AG 20/28 +3.375%	2,710,000.00	EUR	96.625	2,639,775.40	0.30	0.30
VOLKSWAGEN FIN SERV AG 22/25 +0.25%	873,000.00	EUR	93.783	819,618.15	0.09	0.09
<u>Ireland</u>						
ABBOTT IRELAND FINANCING DAC 19/24 +0.10%	900,000.00	EUR	94.867	854,349.76	0.10	0.10
ABBOTT IRELAND FINANCING DAC 19/27 +0.375%	100,000.00	EUR	87.644	87,873.55	0.01	0.01
AQUARIUS AND INVESTMENTS PLC F 13/23 4.25% 02-10	142,000.00	EUR	99.705	146,061.88	0.02	0.02
ATLAS COPCO FINANCE DAC 22/32 +0.75%	2,500,000.00	EUR	79.811	2,002,581.77	0.23	0.23
DXC CAPITAL FUNDING LTD 21/27 +0.45%	920,000.00	EUR	83.416	770,763.26	0.09	0.09
EATON CAPITAL UNLTD CO 21/26 +0.128%	700,000.00	EUR	90.342	632,669.83	0.07	0.07
JOHNSON CONTROLS INTERNATIONAL 22/28 +3.00%	1,500,000.00	EUR	95.266	1,465,490.35	0.17	0.17
MEDTRONIC GLOBAL HOLDINGS SCA 19/25 +0.25%	731,000.00	EUR	92.896	680,889.19	0.08	0.08
MEDTRONIC GLOBAL HOLDINGS SCA 19/39 +1.50% 02/07 02/07	5,000,000.00	EUR	70.379	3,593,556.29	0.41	0.41
MEDTRONIC GLOBAL HOLDINGS SCA 22/31 +3.125%	8,900,000.00	EUR	95.866	8,746,913.19	1.01	0.99
MEDTRONIC GLOBAL HOLDINGS SCA 22/34 +3.375%	1,200,000.00	EUR	96.214	1,185,861.41	0.14	0.14
RYANAIR LTD 20/25 +2.875%	2,650,000.00	EUR	97.490	2,643,594.11	0.30	0.30
RYANAIR LTD 21/26 +0.875%	1,129,000.00	EUR	91.320	1,031,972.05	0.12	0.12
<u>Italy</u>						
AEROPORTI DI ROMA SPA 21/31 +1.75%	5,710,000.00	EUR	81.234	4,730,192.79	0.54	0.54
ASTM SPA 21/33 +2.375%	1,150,000.00	EUR	78.360	917,374.56	0.11	0.10
ENI 17/27 +1.50% 17/01 17/01	4,560,000.00	EUR	92.366	4,242,641.67	0.49	0.48
ENI 20/26 +1.25%	3,560,000.00	EUR	92.682	3,304,723.72	0.38	0.38
ENI 20/99 +2.625%	4,065,000.00	EUR	92.295	3,800,913.99	0.44	0.43
F2I RETI ITALIA SRL 17/27 +1.608% 31/10 31/10	2,710,000.00	EUR	90.495	2,481,308.27	0.28	0.28
HERA SPA 21/34 +1.00%	2,800,000.00	EUR	72.397	2,032,167.14	0.23	0.23
HERA SPA 23/33 +4.25%	3,400,000.00	EUR	99.171	3,399,859.36	0.39	0.39
ITALGAS SPA 21/28 0.00%	841,000.00	EUR	83.776	704,552.42	0.08	0.08
ITALGAS SPA 21/33 +0.50%	2,000,000.00	EUR	70.986	1,423,388.03	0.16	0.16
SNAM SPA 20/28 0.00%	1,500,000.00	EUR	80.932	1,213,985.18	0.14	0.14
SNAM SPA 20/30 +0.75%	1,400,000.00	EUR	80.376	1,125,638.91	0.13	0.13
SOCIETA INIZIATIVE AUTOSTRADALI 18/27 +1.625% 08/02 08/11	4,427,000.00	EUR	88.540	3,947,645.85	0.45	0.45
TERNA RETE ELETTRICA NAZIONALE 17/27 +1.375% 26/07 26/07	748,000.00	EUR	91.371	693,005.58	0.08	0.08
<u>Japan</u>						
NIDEC 21/26 +0.046%	812,000.00	EUR	89.855	729,714.26	0.08	0.08
NTT FINANCE CORP 21/25 +0.01%	1,000,000.00	EUR	93.625	936,283.91	0.11	0.11
NTT FINANCE CORP 21/25 +0.082%	2,000,000.00	EUR	91.183	1,824,552.64	0.21	0.21
<u>Luxembourg</u>						
GRAND CITY PROPERTIES SA 17/26 +1.375% 03/08 03/08	3,500,000.00	EUR	84.975	3,017,766.77	0.35	0.34
JOHN DEERE BANK SA 22/26 +2.50%	600,000.00	EUR	96.217	589,177.33	0.07	0.07

MOHAWK CAPITAL FINANCE SA 20/27 +1.75%	900,000.00	EUR	92.434	832,677.80		0.10	0.10
SWISS RE FINANCE LUXEMBOURG SA 19/50 +2.534% 30/04	500,000.00	EUR	83.588	420,053.45		0.05	0.05
SWISS RE FINANCE LUXEMBOURG SA 20/52 +2.714% 04/06	600,000.00	EUR	79.821	480,084.35		0.06	0.06
<u>Mexico</u>							
AMERICA MOVIL S.A. DE C.V. 16/28 +2.125% 10/03 10/03	779,000.00	EUR	92.334	724,344.61		0.08	0.08
<u>Netherlands</u>							
AMERICAN MEDICAL SYSTEMS EUROPE BV 22-25 0.75%	7,000,000.00	EUR	94.662	6,642,704.01		0.76	0.76
AMERICAN MEDICAL SYSTEMS EUROPE BV 22-31 1.625%	3,800,000.00	EUR	85.800	3,279,648.43		0.38	0.37
COCA-COLA HBC FINANCE BV 22/25 +2.75%	300,000.00	EUR	97.633	299,226.27		0.03	0.03
DEUTSCHE BAHN FIN 19/25 +0.95% 18/10 22/04	800,000.00	EUR	91.973	737,216.59		0.09	0.08
DEUTSCHE BAHN FIN 20/39 +0.875%	1,700,000.00	EUR	68.624	1,166,893.00		0.13	0.13
DEUTSCHE TELEKOM INTERNATIONAL 3/33 7.5% 24/01	4,900,000.00	EUR	130.678	6,561,297.59		0.76	0.75
DSV PANALPINA FINANCE BV 21/31 +0.50%	5,000,000.00	EUR	78.834	3,949,849.42		0.45	0.45
EASYJET FINCO BV 21/28 +1.875%	5,456,000.00	EUR	87.379	4,800,642.52		0.55	0.55
HEINEKEN 20/30 +2.25%	1,450,000.00	EUR	92.987	1,356,506.96		0.16	0.15
HEINEKEN 20/40 +1.75%	1,005,000.00	EUR	74.107	747,372.99		0.09	0.09
IBERDROLA INTL BV 20/99 +2.25%	7,800,000.00	EUR	82.365	6,454,650.93		0.74	0.73
KONINKLIJKE KPN NV 16/25 +0.625% 09/09 09/04	300,000.00	EUR	94.492	283,895.08		0.03	0.03
KONINKLIJKE KPN NV 16/28 +1.125% 09/09 11/09	1,200,000.00	EUR	87.762	1,063,949.40		0.12	0.12
KONINKLIJKE PHILIPS ELECTRONICS N.V. 19/26 +0.50%	5,000,000.00	EUR	90.403	4,522,796.43		0.52	0.51
MYLAN NV 16/28 +3.125% 22/11 22/11	2,069,000.00	EUR	92.474	1,952,254.54		0.23	0.22
NOVO NORDISK FINANCE NETHERLAN 22/25 +0.75%	5,602,000.00	EUR	94.762	5,319,024.23		0.61	0.60
NOVO NORDISK FINANCE NETHERLAN 22/27 +1.125%	1,000,000.00	EUR	91.216	920,577.33		0.11	0.11
NOVO NORDISK FINANCE NETHERLAN 22/30 +1.375%	2,500,000.00	EUR	88.592	2,223,334.79		0.26	0.25
PROSUS NV 20/28 +1.539%	652,000.00	EUR	82.548	547,309.28		0.06	0.06
PROSUS NV 21/29 +1.288%	3,946,000.00	EUR	76.451	3,065,781.80		0.35	0.35
PROSUS NV 21/33 +1.985%	2,000,000.00	EUR	68.720	1,412,682.63		0.16	0.16
PROSUS NV 22/26 +1.207%	1,998,000.00	EUR	91.100	1,830,874.09		0.21	0.21
PROSUS NV 22/34 +2.778%	771,000.00	EUR	73.659	577,419.06		0.07	0.07
SHELL INTERNATIONAL FIN 14/26 +2.50%	4,200,000.00	EUR	96.768	4,092,367.81		0.47	0.47
SHELL INTERNATIONAL FIN 14/27 +1.625% 06/11 20/01	380,000.00	EUR	93.013	356,171.48		0.04	0.04
SHELL INTERNATIONAL FIN 20/32 +1.25%	788,000.00	EUR	80.366	639,519.21		0.07	0.07
SHELL INTERNATIONAL FIN 20/32 +1.875%	700,000.00	EUR	86.150	606,062.54		0.07	0.07
SIEMENS FINANCIERINGS NV 19/28 +0.90%	819,000.00	EUR	89.995	739,522.66		0.09	0.08
SIEMENS FINANCIERINGS NV 19/31 +1.25% 28/02 28/02	500,000.00	EUR	86.449	434,332.52		0.05	0.05
SIEMENS FINANCIERINGS NV 20/32 +0.50%	2,600,000.00	EUR	78.578	2,047,650.98		0.24	0.23
SIEMENS FINANCIERINGS NV 22/25 +2.25%	400,000.00	EUR	97.452	392,562.98		0.05	0.05
SIEMENS FINANCIERINGS NV 22/27 +0.625%	1,300,000.00	EUR	90.024	1,173,095.51		0.14	0.13
SIEMENS FINANCIERINGS NV 22/27 +2.50%	600,000.00	EUR	96.580	591,604.01		0.07	0.07
SIEMENS FINANCIERINGS NV 22/30 +2.75%	3,900,000.00	EUR	95.909	3,827,121.79		0.44	0.44
STELLANTIS NV 21/29 +0.75%	475,000.00	EUR	83.731	399,311.65		0.05	0.05
STELLANTIS NV 22/32 +2.75%	1,331,000.00	EUR	88.431	1,186,023.08		0.14	0.14
SWISS REINSURANCE CO VIA ELM B 15/25 +2.60% 01/09 01/09	7,526,000.00	EUR	93.176	7,174,339.96		0.83	0.82
THERMO FISHER SCIENTIFIC FINAN 21-25 0	738,000.00	EUR	91.254	673,454.37		0.08	0.08
UNILEVER 20/30 +1.75%	2,000,000.00	EUR	89.969	1,808,661.16		0.21	0.21
UNILEVER FINANCE NETHERLANDS BV 17/29 +1.375% 31/07 31/07	1,500,000.00	EUR	88.352	1,344,158.92		0.16	0.15
UPJOHN FINANCE BV 20/27 +1.362%	6,522,000.00	EUR	88.494	5,773,257.38		0.66	0.66
UPJOHN FINANCE BV 20/32 +1.908%	1,000,000.00	EUR	77.149	771,857.92		0.09	0.09
VOLKSWAGEN INTL.FIN. NV 13/33 +3.30% 22/03 22/03	3,000,000.00	EUR	91.573	2,774,244.13		0.32	0.32
VOLKSWAGEN INTL.FIN. NV 17/27 +3.875% 14/06 14/06	900,000.00	EUR	89.631	808,201.39		0.09	0.09
VOLKSWAGEN INTL.FIN. NV 18/28 +4.625% 27/06 27/06	3,000,000.00	EUR	90.420	2,713,749.44		0.31	0.31
VOLKSWAGEN INTL.FIN. NV 18/30 +3.25% 16/11 18/11	700,000.00	EUR	93.228	666,555.93		0.08	0.08
VOLKSWAGEN INTL.FIN. NV 18/38 +4.125% 16/11 16/11	1,300,000.00	EUR	95.668	1,276,886.51		0.15	0.14
VOLKSWAGEN INTL.FIN. NV 20/28 +0.875%	2,600,000.00	EUR	84.411	2,212,208.18		0.25	0.25
VOLKSWAGEN INTL.FIN. NV 20/99 +3.875%	9,800,000.00	EUR	83.931	8,238,718.06		0.95	0.94
VOLKSWAGEN INTL.FIN. NV 22/99 +3.748%	1,700,000.00	EUR	87.171	1,514,030.51		0.17	0.17
VOLKSWAGEN INTL.FIN. NV 22/99 +4.375%	2,000,000.00	EUR	83.368	1,689,826.08		0.19	0.19
WABTEC TRANSPORTATION NETHERLA 21/27 +1.25%	4,101,000.00	EUR	86.929	3,594,308.67		0.41	0.41
<u>Norway</u>							
EQUINOR ASA 13/25 +2.875% 10/09 10/09	648,000.00	EUR	98.266	651,720.05		0.08	0.07
EQUINOR ASA 15/27 +1.25% 17/02 17/02	1,430,000.00	EUR	91.461	1,314,400.94		0.15	0.15
EQUINOR ASA 16/36 +1.625% 09/11 09/11	816,000.00	EUR	78.287	647,283.42		0.07	0.07
<u>Romania</u>							
NE PROPERTY COOPERATIEF UA 17/24 +1.75%	500,000.00	EUR	95.035	480,425.00		0.06	0.06
<u>Spain</u>							
FCC AQUALIA SA 17/27 +2.629%	8,320,000.00	EUR	93.693	7,808,420.45		0.90	0.89
MAPFRE SA 17/27 +4.375% 31/03 31/03	700,000.00	EUR	95.054	672,989.86		0.08	0.08
MAPFRE SA 18/48 +4.125% 07/09	600,000.00	EUR	91.961	571,837.92		0.07	0.07
O2 TELEFONICA DEUTSCHLAND FINA 18/25 +1.75% 05/07 05/07	700,000.00	EUR	95.430	680,090.23		0.08	0.08
<u>Sweden</u>							
ERICSSON 21/29 +1.00%	918,000.00	EUR	79.754	733,018.12		0.08	0.08
SANDVIK FRIA 22/27 +2.125%	1,550,000.00	EUR	93.309	1,448,358.18		0.17	0.17
SANDVIK FRIA 22/29 +3.75%	6,650,000.00	EUR	99.129	6,780,671.26		0.78	0.77
<u>U.K.</u>							
BG ENERGY CAPITALPLC 14/29 +2.25% 21/11 21/11	3,306,000.00	EUR	90.893	3,049,977.04		0.35	0.35

BP CAPITAL MARKETS PLC 14/26 +2.213% 25/09 25/09	1,800,000.00	EUR	95.090	1,741,954.01	0.20	0.20
BP CAPITAL MARKETS PLC 19/31 +1.231%	1,825,000.00	EUR	81.513	1,490,857.64	0.17	0.17
BP CAPITAL MARKETS PLC 20/32 +2.822%	7,700,000.00	EUR	91.132	7,067,017.81	0.81	0.80
BRAMBLES FINANCE PLC 23/31 +4.25%	1,450,000.00	EUR	100.358	1,472,032.93	0.17	0.17
BRITISH TELECOM 16/26 +1.75% 10/03 10/03	4,100,000.00	EUR	94.278	3,887,346.08	0.45	0.44
BRITISH TELECOM 17/27 +1.50% 23/06 23/06	1,100,000.00	EUR	91.117	1,002,600.87	0.12	0.11
BRITISH TELECOM 23/31 +3.75%	6,500,000.00	EUR	97.641	6,378,602.31	0.73	0.73
CK HUTCHISON FINANCE 16 LTD 16/28 +2.00% 06/04 06/04	600,000.00	EUR	90.191	543,935.58	0.06	0.06
DIAGEO FINANCE PLC 18/27 +1.50% 22/10 22/10	713,000.00	EUR	91.983	663,191.04	0.08	0.08
HEATHROW FUNDING LTD 15/30 +1.50% 11/02 11/02	5,520,000.00	EUR	85.071	4,727,439.11	0.54	0.54
HEATHROW FUNDING LTD 20/25 +1.50%	900,000.00	EUR	94.075	856,326.80	0.10	0.10
NAT. GRID PLC 20/29 +0.553%	848,000.00	EUR	80.954	690,152.77	0.08	0.08
NAT. GRID PLC 21/28 +0.163%	1,000,000.00	EUR	84.340	844,116.54	0.10	0.10
NATIONAL GRID ELECTRICITY DIST 22/32 +3.949%	9,000,000.00	EUR	98.888	9,175,493.91	1.06	1.04
SMITH&NEPHEW PLC 22/29 +4.565%	400,000.00	EUR	101.607	419,534.92	0.05	0.05
SMITHS GROUP PLC 17/27 +2.00%	1,000,000.00	EUR	92.727	934,226.10	0.11	0.11
SSE PLC 17/25 +0.875% 06/09 06/09	3,114,000.00	EUR	93.757	2,941,749.44	0.34	0.33
SSE PLC 20/25 +1.25%	734,000.00	EUR	95.159	700,348.98	0.08	0.08
<u>U.S.A.</u>						
APPLE INC 15/27 +2.00% 17/09 17/09	3,700,000.00	EUR	94.616	3,558,760.95	0.41	0.40
APPLE INC 17/25 +0.875% 24/05 24/05	2,091,000.00	EUR	95.115	1,990,702.81	0.23	0.23
ATHENE GLOBAL FUNDING 21/28 +0.625%	3,620,000.00	EUR	81.380	2,956,427.34	0.34	0.34
BERKSHIRE HATHAWAY INC. 20/25 0.00%	1,000,000.00	EUR	93.626	936,260.05	0.11	0.11
BLACKSTONE HOLDINGS FINANCE CO 16/26 +1.00% 05/10 05/10	900,000.00	EUR	88.791	805,745.49	0.09	0.09
BLACKSTONE HOLDINGS FINANCE CO 19/29 +1.50% 10/04 10/04	1,249,000.00	EUR	84.122	1,054,825.55	0.12	0.12
BOOKING HOLDINGS INC 14/24 +2.375% 23/09 23/09	400,000.00	EUR	97.957	399,115.25	0.05	0.05
BOOKING HOLDINGS INC 15/27 +1.80% 03/03 03/03	1,966,000.00	EUR	92.858	1,837,096.18	0.21	0.21
BOOKING HOLDINGS INC 21/25 +0.10%	797,000.00	EUR	93.633	746,505.01	0.09	0.09
BOOKING HOLDINGS INC 21/28 +0.50%	5,924,000.00	EUR	85.902	5,098,038.17	0.59	0.58
BOOKING HOLDINGS INC 22/29 +4.25%	605,000.00	EUR	101.375	616,547.57	0.07	0.07
BOOKING HOLDINGS INC 22/31 +4.50%	1,764,000.00	EUR	103.044	1,867,071.40	0.22	0.21
BOOKING HOLDINGS INC 22/34 +4.75%	4,634,000.00	EUR	104.632	4,985,537.07	0.57	0.57
BORGWARNER INC 21/31 +1.00%	550,000.00	EUR	77.956	429,388.05	0.05	0.05
BOSTON SCIENTIFIC 19/27 +0.625%	3,500,000.00	EUR	87.457	3,073,646.15	0.35	0.35
COCA-COLA CO 20/29 +0.125%	5,000,000.00	EUR	82.950	4,149,336.19	0.48	0.47
COCA-COLA CO 21/29 +0.125%	2,000,000.00	EUR	83.109	1,662,958.66	0.19	0.19
COMCAST CORP 20/32 +0.75%	3,000,000.00	EUR	78.716	2,369,489.80	0.27	0.27
DOVER CORPORATION 19/27 +0.75%	1,600,000.00	EUR	87.367	1,405,691.46	0.16	0.16
DXC TECHNOLOGY CO 18/26 +1.75%	796,000.00	EUR	92.773	744,805.66	0.09	0.09
EXXON MOBIL CORP 20/32 +0.835%	9,740,000.00	EUR	77.646	7,563,618.97	0.87	0.86
EXXON MOBIL CORP 20/39 +1.408%	1,810,000.00	EUR	67.210	1,216,787.48	0.14	0.14
GENERAL ELECTRIC CO 5/35 4.125 19/09	700,000.00	EUR	99.682	720,242.70	0.08	0.08
KKR GROUP FINANCE CO V LLC 19/29 +1.625%	883,000.00	EUR	84.525	747,885.64	0.09	0.09
MCKESSON CORP 18/26 +1.625%	3,215,000.00	EUR	92.999	3,024,685.15	0.35	0.34
MERCK & CO 14/26 +1.875% 15/10 15/10	1,800,000.00	EUR	94.513	1,725,098.26	0.20	0.20
MET LIFE GLOB FUNDING I 20/27 +0.55%	6,320,000.00	EUR	87.418	5,526,123.83	0.64	0.63
MET LIFE GLOB FUNDING I 22/25 +1.75%	2,105,000.00	EUR	95.385	2,011,484.45	0.23	0.23
PARKER-HANNIFIN CORPORATION 17/25 +1.125% 01/03 01/03	4,520,000.00	EUR	94.998	4,310,728.34	0.50	0.49
PEPSICO INC 16/28 +0.875% 18/07 18/07	1,800,000.00	EUR	87.884	1,596,887.09	0.18	0.18
PEPSICO INC 20/28 +0.50%	8,810,000.00	EUR	86.992	7,670,651.73	0.88	0.87
PEPSICO INC 21/33 +0.75%	454,000.00	EUR	76.916	351,614.68	0.04	0.04
PHILLIPS VAN HEUSEN 17/27 +3.125%	800,000.00	EUR	95.667	766,361.36	0.09	0.09
PPG INDUSTRIES INC 15/27 +1.40% 13/03 13/03	742,000.00	EUR	90.684	675,968.04	0.08	0.08
STRYKER CORPORATION 18/27 +2.125%	1,100,000.00	EUR	93.361	1,040,544.19	0.12	0.12
STRYKER CORPORATION 18/30 +2.625%	2,310,000.00	EUR	91.737	2,154,346.95	0.25	0.25
STRYKER CORPORATION 19/29 +0.75%	3,550,000.00	EUR	84.578	3,011,319.12	0.35	0.34
THERMO FISHER SCIENTIFIC INC 14/25 +2.00%	1,000,000.00	EUR	96.591	970,067.51	0.11	0.11
THERMO FISHER SCIENTIFIC INC 17/29 +1.95%	724,000.00	EUR	90.563	668,866.06	0.08	0.08
THERMO FISHER SCIENTIFIC INC 19/28 +0.50%	988,000.00	EUR	86.580	857,046.19	0.10	0.10
TOYOTA MOTOR CREDIT CORP 23/29 +4.05%	3,550,000.00	EUR	101.227	3,636,493.16	0.42	0.41
WALMART INC 9-29 4.875% 21/09	3,399,000.00	EUR	108.228	3,806,686.71	0.44	0.43
WESTLAKE CHEMICAL CORP 19/29 +1.625%	1,008,000.00	EUR	82.293	845,133.01	0.10	0.10
ZIMMER BIOMET HOLDINGS INC 19/27 +1.164%	5,000,000.00	EUR	88.722	4,472,314.62	0.51	0.51
Total bonds				812,427,915.60	93.46	92.29
<b>Money market instruments</b>						
Money market instruments issued by credit instit.						
<u>Austria</u>						
RAIFFEISEN BANK INTL 18/23 +1.00%	3,100,000.00	EUR	98.655	3,075,970.75	0.35	0.35
<u>Denmark</u>						
DANSKE BK AS 19/24 +2.50% 22/03 21/06	2,880,000.00	EUR	96.553	2,782,499.05	0.32	0.32
<u>France</u>						
HSBC FRANCE SA 19/24 +0.25% 17/05 17/05	1,000,000.00	EUR	96.647	966,770.55	0.11	0.11
PSA BANQUE FRANCE SA 19/24 +0.625%	5,419,000.00	EUR	96.614	5,236,320.84	0.60	0.60
<u>Germany</u>						
VIER GAS TRANSPORT GMBH 13/23 +3.125%	664,000.00	EUR	99.977	684,028.79	0.08	0.08

<u>Japan</u>							
mitsubishi UFJ FINANCIAL GROUP 19/24 +0.339% 19/07	1,000,000.00	EUR	96.210	965,311.78		0.11	0.11
<u>Spain</u>							
BANCO BILBAO VIZCAYA ARGENTARIA 19/24 +2.575% 22/02	600,000.00	EUR	98.062	593,790.08		0.07	0.07
<u>Sweden</u>							
SKANDINAVISKA ENSKILDA 16/23 +1.375% 31/10 31/10	3,060,000.00	EUR	98.740	3,049,340.30		0.35	0.35
<u>U.K.</u>							
HSBC HOLDING PLC 18/23 +1.50% 04/12 04/12	6,146,000.00	EUR	98.908	6,131,421.35		0.71	0.70
NATWEST GROUP PLC 18/24 +2.00% 04/03 04/03	812,000.00	EUR	98.176	802,424.97		0.09	0.09
Corporate money market instruments							
<u>Australia</u>							
SYDNEY AIRPORT 14/24 +2.75% 23/04 23/04	2,110,000.00	EUR	98.906	2,097,697.20		0.24	0.24
<u>Belgium</u>							
G.B.L. 17/24 +1.375% 23/05 23/05	500,000.00	EUR	97.659	489,008.80		0.06	0.06
<u>France</u>							
AEROPORTS DE PARIS 15/23 +1.50% 24/07 24/07	1,800,000.00	EUR	99.864	1,822,776.66		0.21	0.21
AIR LIQUIDE FINANCE SA 16/24 +0.75%	1,100,000.00	EUR	97.055	1,067,993.21		0.12	0.12
AUTOROUTES DU SUD DE LA FRANCE 14/24 2.95% 17/01	1,100,000.00	EUR	99.571	1,109,861.27		0.13	0.13
SOCIETE DES AUTOROUTES PARIS-R 15/24 +1.50%	900,000.00	EUR	98.806	895,393.73		0.10	0.10
SODEXO 20/24 +0.50%	1,000,000.00	EUR	98.169	983,936.58		0.11	0.11
<u>Germany</u>							
EUROGRID GMBH 15/23 +1.625%	700,000.00	EUR	99.292	702,492.29		0.08	0.08
VOLKSWAGEN BANK GMBH 19/24 +1.875%	900,000.00	EUR	98.741	895,603.93		0.10	0.10
<u>Ireland</u>							
ABBOTT IRELAND FINANCING DAC 18/23 +0.875%	750,000.00	EUR	99.338	749,997.33		0.09	0.09
CRH FUNDING BV 15/24 +1.875% 02/12 09/01	2,443,000.00	EUR	98.918	2,438,152.15		0.28	0.28
RYANAIR LTD 17/23 +1.125%	8,790,000.00	EUR	99.691	8,849,263.86		1.02	1.00
<u>Italy</u>							
FCA BANK SPA IRELAND 19/24 +0.50% 13/09 13/09	909,000.00	EUR	95.360	870,435.14		0.10	0.10
<u>Luxembourg</u>							
CK HUTCHISON GROUP TELECOM FIN 19/23 +0.375%	965,000.00	EUR	98.947	957,376.63		0.11	0.11
<u>Mexico</u>							
SIGMA ALIMENTOS 17/24 +2.625%	694,000.00	EUR	98.750	692,462.27		0.08	0.08
<u>Netherlands</u>							
B.M.W. FIN 14/24 2.625% 17/01 17/01	731,000.00	EUR	99.390	735,162.69		0.09	0.08
NOVO NORDISK FINANCE NETHERLAN 21/24 0.00%	4,300,000.00	EUR	96.544	4,151,375.88		0.48	0.47
<u>U.K.</u>							
NATIONAL GRID NORTH AMERICA IN 17/24 +1.00% 12/07	700,000.00	EUR	96.802	684,383.83		0.08	0.08
<u>U.S.A.</u>							
EMERSON ELECTRIC CO 19/24 +0.375%	2,472,000.00	EUR	96.682	2,390,966.83		0.28	0.27
Total money market instruments				56,872,218.74		6.54	6.46
<b>Swaps</b>							
<u>Belgium</u>							
KBC BANK NV	1,000,000.00	EUR	1.000	11,077.78		0.00	0.00
Total swaps				11,077.78		0.00	0.00
TOTAL SECURITIES PORTFOLIO				869,311,212.10		100.00	98.76
GIVEN COLLATERAL							
<u>Belgium</u>							
COLLATERAL CASH CDS GEVEVEN	14,770.51	EUR	1.000	14,770.51		0.00	0.00
TOTAL GIVEN COLLATERAL				14,770.51		0.00	0.00
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
COLLATERAL CASH CDS GEVEVEN TEGENPOST	-14,770.51	EUR	1.000	-14,770.51		0.00	-0.00
KBC GROUP EURO	11,441,432.44	EUR	1.000	11,441,432.44		0.00	1.30
KBC GROUP USD	0.67	USD	1.000	0.61		0.00	0.00
<u>U.S.A.</u>							
JPMORGAN CHASE & CO (CDS) EUR CDS COLL REK	14,770.51	EUR	1.000	14,770.51		0.00	0.00
Total demand accounts				11,441,433.05		0.00	1.30
TOTAL CASH AT BANK AND IN HAND				11,441,433.05		0.00	1.30
OTHER RECEIVABLES AND PAYABLES							



<b>Receivables</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO DEKKING EUR	0.01	EUR	1.000	0.01		0.00	0.00
Total receivables				0.01		0.00	0.00
<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP EUR PAYABLE	-34,244.27	EUR	1.000	-34,244.27		0.00	-0.00
Payables				-34,244.27		0.00	-0.00
<b>TOTAL RECEIVABLES AND PAYABLES</b>				-34,244.26		0.00	-0.00
<b>OTHER</b>							
Interest receivable		EUR		-0.06		0.00	0.00
Expenses payable		EUR		-459,406.69		0.00	-0.05
<b>TOTAL OTHER</b>				-459,406.75		0.00	-0.05
<b>TOTAL NET ASSETS</b>				880,273,764.60		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
United Arab Emirates	0.71	0.31	0.00	0.00
Australia	2.49	3.94	1.50	0.75
Austria	0.69	0.57	2.52	2.78
Belgium	4.03	2.96	2.50	4.35
Canada	0.24	0.32	0.46	0.36
Switzerland	0.31	2.68	3.38	2.05
Cayman Islands	0.25	1.08	0.66	0.45
Cyprus	0.35	0.27	0.11	0.01
Germany	6.78	7.51	7.47	8.79
Denmark	0.87	0.28	0.64	1.14
Spain	4.68	7.32	3.28	2.98
Finland	0.49	0.33	0.97	1.27
France	20.83	16.19	15.66	16.33
U.K.	7.02	9.23	12.43	9.79
Hong Kong	0.13	0.07	0.08	0.06
Ireland	2.67	2.05	2.98	4.40
Italy	4.44	5.86	5.60	4.61
Japan	0.83	1.77	1.85	0.97
Luxembourg	4.42	3.94	0.76	0.96
Mexico	1.69	1.81	1.29	0.16
Netherlands	12.49	8.08	12.19	15.95
Norway	0.98	0.61	0.90	0.70
Romania	0.06	0.06	0.07	0.05
Sweden	1.41	1.21	2.29	1.67
U.S.A.	21.14	21.55	20.41	19.42
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	12.36	14.26	14.39	11.22
Consum(cycl)	12.95	10.62	9.80	10.90
Cons.goods	5.91	5.23	5.90	3.76
Pharma	5.42	5.34	4.80	6.56
Financials	50.35	47.13	50.84	47.91
Technology	3.04	4.10	3.50	2.64
Telecomm.	4.46	4.68	3.09	4.53
Utilities	1.74	3.52	2.59	3.82
Real est.	3.14	2.82	1.04	1.50
Governm.	0.00	0.00	0.13	0.10
Various	0.63	2.30	3.92	7.06
<b>TOTAL</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>	<b>100.00</b>

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	100.00	100.00	100.00	100.00

### 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Corporate Bonds (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	458,308,958.57
<b>Sales</b>	274,618,669.88
<b>Total 1</b>	732,927,628.45
<b>Subscriptions</b>	309,884,312.83
<b>Redemptions</b>	124,578,349.86
<b>Total 2</b>	434,462,662.69
<b>Monthly average of total assets</b>	842,609,735.81
<b>Turnover rate</b>	35.42%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions.

A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service:  
KBC Bank NV, Havenlaan 2, B-1080 Brussels

### 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
COLLATER CASH CDS GEGEVEN	EUR	14,770.51	14,770.51	N/A	30.06.2023
JPMORGAN DEKKING EUR	EUR	0.01	0.01	N/A	03.03.2021
KBCBANK	EUR	1,000,000.00	1,000,000.00	N/A	21.06.2023

### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

## Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	460.12	264.23	2,129.52	216.00	14,640.62	4,347.23	18,987.85
2022 - 12	98.00	180.00	10,015.65	1,451.23	4,722.97	3,076.00	7,798.97
2023 - 06	331.69	1,120.00	630.00	58.00	4,424.65	4,138.00	8,562.65

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	5,111,690.96	1,886,681.14	23,665,389.72	1,542,982.14
2022 - 12	1,044,508.72	1,087,507.62	105,515,986.20	9,539,983.99
2023 - 06	3,189,534.05	6,711,566.83	6,126,284.08	348,675.87

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	192,132,056.77	11,032.81	7,040.11
2022 - 12	63,477,372.21	9,544.22	5,981.90
2023 - 06	67,656,502.01	9,702.84	5,975.06

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	11,185.62	121.00	5,918.84	22.75	67,949.56	285.26	68,234.82
2022 - 12	17,601.19	74.00	23,726.91	72.00	61,823.84	287.26	62,111.10
2023 - 06	16,842.17	83.69	5,317.80	0.00	73,348.22	370.94	73,719.16

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	125,235,575.72	866,220.30	66,229,695.21	165,021.43
2022 - 12	185,316,797.36	454,508.00	240,857,277.09	468,477.52
2023 - 06	164,233,738.55	513,568.62	51,912,140.24	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	757,344,218.11	11,115.88	7,097.91
2022 - 12	596,579,069.87	9,621.62	6,035.52
2023 - 06	719,922,182.17	9,784.62	6,031.78

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	157,106.00		77,030.00		299,095.00		299,095.00
2022 - 12	97,387.00		371,714.00		24,768.00		24,768.00
2023 - 06	138,590.00		68,884.00		94,474.00		94,474.00

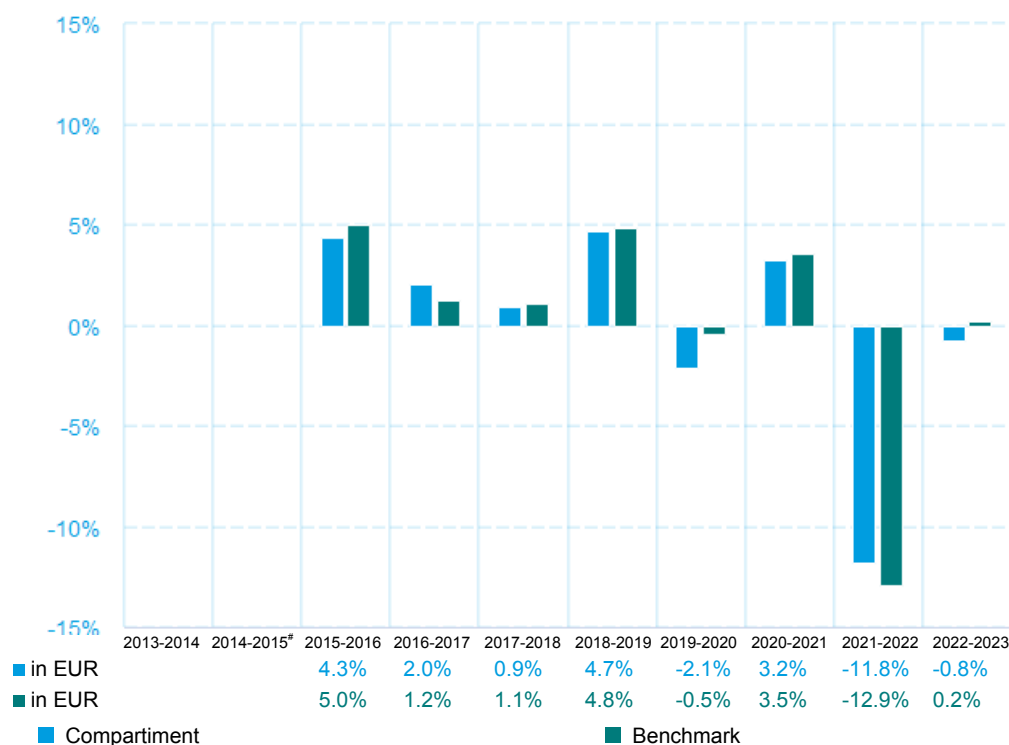
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	176,779,091.74		86,620,601.74	
2022 - 12	99,747,458.81		388,952,593.14	
2023 - 06	135,997,315.41		67,039,897.79	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	333,674,484.91	1,115.61	
2022 - 12	23,909,216.88	965.33	
2023 - 06	92,695,080.44	981.17	

## 2.4.5. Performance figures

### Institutional B Shares

BE6274086295  
KBC Institutional Fund Euro Corporate Bonds Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6274086295	EUR	-0.80%	0.16%	-3.34%	-3.35%	-1.53%	-1.19%			27/11/2014	-0.22%

Risk warning: Past performance is not a guide to future performance.

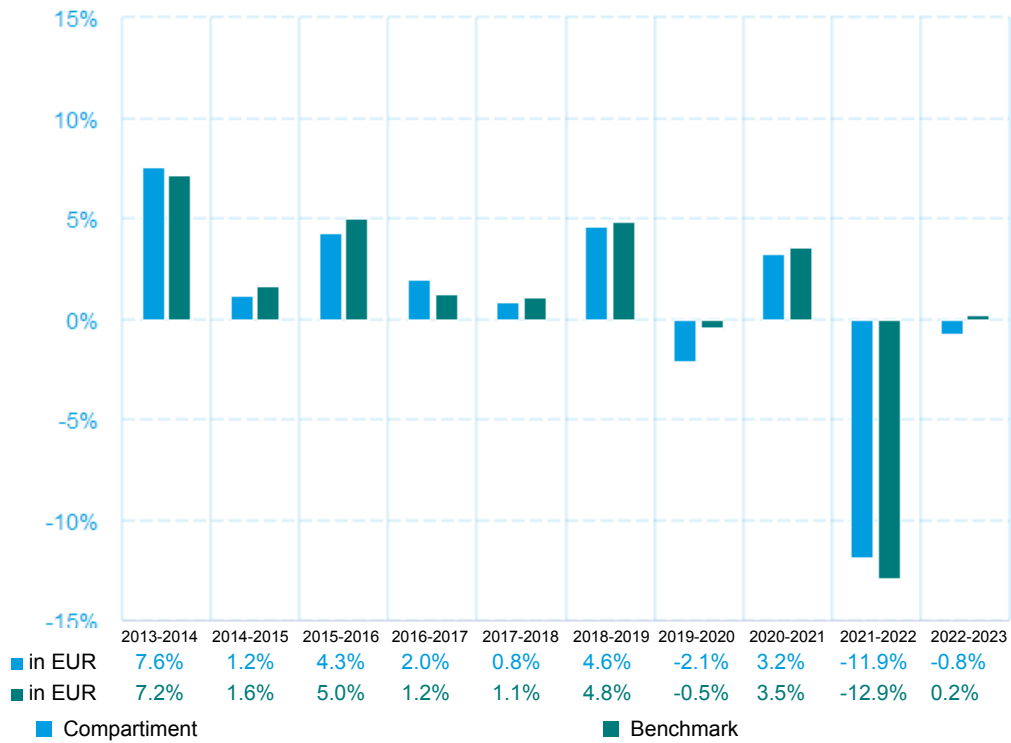
\* Return on annual basis.

### Institutional B Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{1 / X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{1 / F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

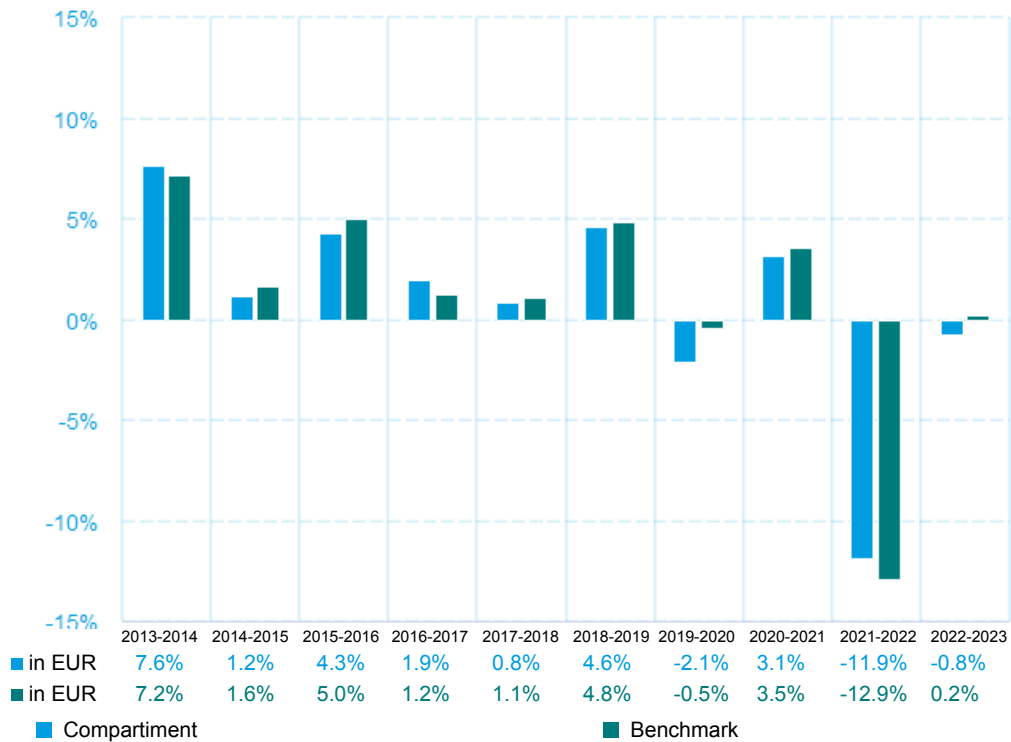
Classic Shares

BE0168961846  
 KBC Institutional Fund Euro Corporate Bonds Classic Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Classic Shares

BE0945990464  
 KBC Institutional Fund Euro Corporate Bonds Classic Shares DIS  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0168961846	EUR	-0.75%	0.16%	-3.37%	-3.35%	-1.56%	-1.19%	0.77%	0.98%	04/09/1998	2.74%
DIS	BE0945990464	EUR	-0.79%	0.16%	-3.39%	-3.35%	-1.59%	-1.19%	0.75%	0.98%	04/09/1998	1.38%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

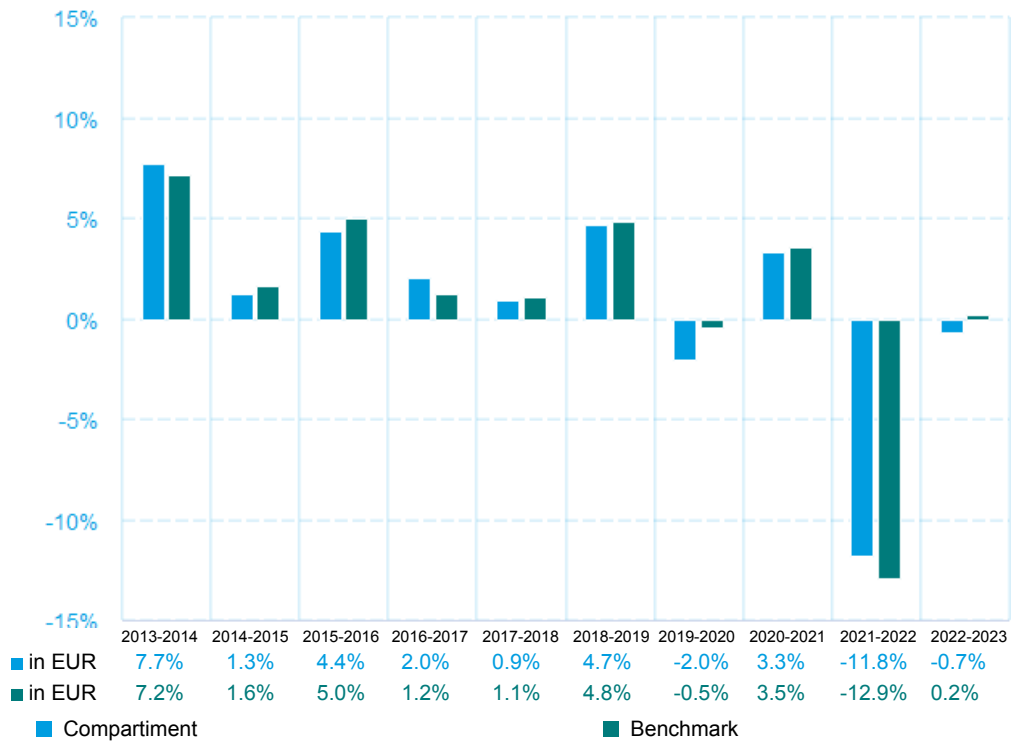
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE6225962172

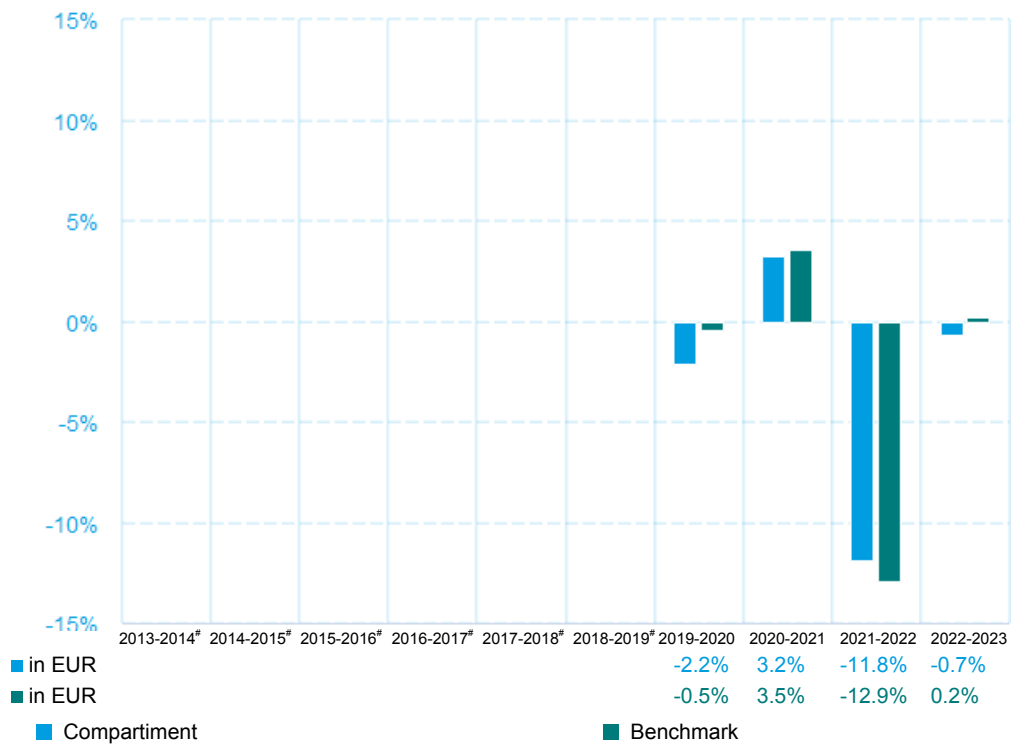
KBC Institutional Fund Euro Corporate Bonds Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



**Institutional Shares**

BE6225961166

KBC Institutional Fund Euro Corporate Bonds Institutional Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6225962172	EUR	-0.70%	0.16%	-3.30%	-3.35%	-1.50%	-1.19%	0.84%	0.98%	06/09/2011	1.78%
DIS	BE6225961166	EUR	-0.71%	0.16%	-3.33%	-3.35%					06/09/2011	-1.63%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Institutional Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,553%  
Transaction costs: 0,000%

#### Classic Shares Capitalisation :

Ongoing charges : 0,489%  
Transaction costs: 0,000%

#### Classic Shares Distribution :

Ongoing charges : 0,526%  
Transaction costs: 0,000%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,431%  
Transaction costs: 0,000%

#### Institutional Shares Distribution :

Ongoing charges : 0,446%  
Transaction costs: 0,000%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

Not applicable

### Existence of fee sharing agreements and rebates

The management company has shared 52,74% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Institutional B Shares

Fee for managing the investment portfolio	Max 0.30%  Max 0.01%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.  IVESAM NV receives a fee from the management company of max. 0,30% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.  per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.

Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.020%	of the net assets of the sub-fund per year.

### Classic Shares

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.  IVESAM NV receives a fee from the management company of max. 0,30% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.020%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.  IVESAM NV receives a fee from the management company of max. 0,30% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly

		invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.020%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

## Securities lending

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 44.175,87 EUR and for the Management Company 13.592,58 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 0 and 38, with a market value fluctuating between 0 and 26344488.68 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Société Générale

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending transaction applies only to the bond portion of the portfolio.

Nature of the financial collateral: only cash is accepted.

Reinvestment of the financial collateral received: financial collateral may be reinvested in monetary funds.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

## Transparency of securities financing transactions and of reuse

### Global data:

1) The amount of securities and commodities on loan as a proportion of total lendable assets defined as excluding cash and cash equivalents;	Nil	%
2) The amount of assets engaged in each type of SFT's and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency) and as a proportion of the collective investment undertaking's assets under management (AUM).		
The amount of assets engaged in each type of SFTs and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency)	0,00	EUR
proportion of the collective investment undertaking's assets under management (AUM)	Nil	%

### Concentration data:

1) Ten largest collateral issuers across all SFTs and total return swaps (break down of volumes of the collateral securities and commodities received per issuer's name)

name collateral issuer	Market value on a settled basis	currency
AVIVA INVESTORS MONETAIRE C	0,00	EUR
European Central Bank	0,00	EUR
GROUPAMA ENTREPRISES IC	0,00	EUR
OSTRUM CASH EURIBOR - I	0,00	EUR
LBPAM TRESORERIE I	0,00	EUR
BFT MONETAIRE COURT TERME I2C	0,00	EUR

2) Top 10 counterparties of each type of SFTs and total return swaps separately (Name of counterparty and gross volume of outstanding transactions).

type SFT (lending program)	name counterparty	Country of counterparty	Market value on a settled basis	currency
bonds (Société Générale)	SOCGEN	France	0,00	EUR

Aggregate transaction data for each type of SFTs and total return swaps separately to be broken down according to the below categories:

1) Type and quality of collateral;	equity (Goldman Sachs)	equity(KBC Bank)	bonds (Société Générale)
type	Nil.	Nil.	Cash and money market funds
quality – Bloomberg composite rating: see table below			
2) Maturity tenor of the collateral broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open maturity: see table below;			
3) Currency of the collateral: see table below			
4) Maturity tenor of the SFTs and total return swaps broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open transactions;	Nil.	Nil.	open maturity
5) Country in which the counterparties are established: see table above			
6) Settlement and clearing (e.g., tri-party, Central Counterparty, bilateral).	Nil.	Nil.	bilateral

collateral	quality	currency	Maturity tenor
AVIVA INVESTORS MONETAIRE C	Nil	EUR	open maturity
BFT MONETAIRE COURT TERME I2C	Nil	EUR	open maturity
European Central Bank	Nil	EUR	open maturity
GROUPAMA ENTREPRISES IC	Nil	EUR	open maturity
LBPAM TRESORERIE I	Nil	EUR	open maturity
OSTRUM CASH EURIBOR - I	Nil	EUR	open maturity

Data on reuse of collateral:

1) Share of collateral received that is reused, compared to the maximum amount specified in the prospectus or in the disclosure to investors;	0,00 %
2) Cash collateral reinvestment returns to the collective investment undertaking. (EUR)	186.685,68

Safekeeping of collateral received by the collective investment undertaking as part of SFTs and total return swaps:

1) Number and names of custodians and the amount of collateral assets safe-kept by each of the custodians.

<u>number</u>	<u>Name collateral custodian</u>	<u>Market value on a settled basis</u>	<u>currency</u>
1	KBC Bank	0,00	EUR

Safekeeping of collateral granted by the collective investment undertaking as part of SFTs and total return swaps:

1) The proportion of collateral held in segregated accounts or in pooled accounts, or in any other accounts.	Nil
--	-----

Data on return and cost for each type of SFTs and total return swaps:

1) Data on return and cost for each type of SFTs and total return swaps broken down between the collective investment undertaking, the manager of the collective investment undertaking and third parties (e.g. agent lender) in absolute terms and as a percentage of overall returns generated by that type of SFTs and total return swaps.

Lending program: equity (Société Générale)	collective investment undertaking	manager of the collective investment undertaking	agent lender
return EUR	67.962,88	13.592,58	10.194,43
percentage of overall returns	100,00 %	20,00%	15,00%
cost EUR	23.787,01		
percentage of overall returns	35,00 %		

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## 2. Information on KBC Institutional Fund Euro Corporate Bonds ex Financials

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 9 December 2011

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Classic Shares Distribution**

Launch date: 9 December 2011

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 9 December 2011

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional Shares Distribution**

Launch date: 9 December 2011

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional B Shares Capitalisation**

Launch date: 9 December 2011

Initial subscription price: 1 000 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in bonds.

##### Sub-fund's investment policy

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

At least 85% of the sub-fund's assets are invested in bonds and debt instruments denominated in euros and issued by companies.

The fund is actively managed with reference to the following benchmark: iBoxx EURO NON-FIN. ALL MAT. - Total Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 0.75%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy

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#### Required disclaimers for benchmark providers:

Neither Markit, its affiliates nor any data provider make any warranty, express or implied, as to the accuracy, completeness or timeliness of the data contained herein or as to the results to be obtained by any recipients of this data. Neither Markit, its affiliates nor any data provider shall in any way be liable to any recipient of the data for any inaccuracies, errors or omissions, regardless of cause, in the data provided by Markit or for any damages (whether direct or indirect) resulting therefrom. Markit is under no obligation to vary, amend, remove or add to the data or to notify a recipient in any manner in the event that a matter mentioned in the present document should subsequently be amended or become incorrect. Without limiting the foregoing, neither Markit, its affiliates nor any data provider shall have any liability whatsoever to you, whether in contract (including under an indemnity), in tort (including negligence), under a warranty, under statute or otherwise, in respect of any loss or damage suffered by you as a result of or in connection with any opinions, recommendations, forecasts, judgments, or any other conclusions, or any course of action determined, by you or by a third party, whether or not based on the content, the information or the materials contained herein. Copyright © 2016, Markit Indices Limited.

### **Characteristics of the bonds and debt instruments**

The sub-fund invests in bonds and debt instruments issued by companies. No investments are made in bonds and debt instruments issued by banks, insurers and other financial service providers.

The sub-fund invests directly and/or indirectly 100% of the in bonds and debt instruments invested assets:

- in bonds and debt instrument rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or
- in non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above.

All maturities are taken into consideration when selecting the bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

The reporting period was characterized by an impressive hiking cycle in EUR and USD. Driven by high and persisting inflation, the FED started hiking in March '22 and continued without a break. The ECB followed that example with a couple of months delay. Also other central banks across the globe have been pressing the brakes relentlessly in an effort to turn inflation around. As a consequence both short-term and longer-term rates have increased significantly during this period and hence putting pressure on bond prices.

With this high speed of rate hikes, the fear of a recession is around the corner for some time now. Higher rates put pressure on amongst others the housing market and on company investments, which can ultimately lead to higher unemployment and falling growth. However, despite a high level of volatility, the credit spreads remained remarkably resilient over the period. There have been moments where the cracks in the system were about to burst, especially when some regional US banks fell (Silicon Valley, First Republic) and the trust crisis around Credit Suisse. These events spilled over to non-financial sectors, resulting in widening credit spreads. But the calm returned rather quickly and credit spreads ended the period more or less at starting levels. In spite of the challenging environment, corporate earnings are still solid and were not as heavily impacted as feared by the high inflation. We notice however that after a period where upgrades outpaced downgrades, this dynamic is slowing down.

With the prospect of central banks hiking, the fund started the reporting period with a rate-sensitivity below the benchmark and only brought it back to more neutral ranges once the 10y German rate touched the 2.50 % around the start of 2023. Also for credit sensitivity, the fund was below benchmark at the early stages of the reporting period and increased it during Q4 2022 to more neutral levels. In 2023 so far, we preferred to build up our credit and rate sensitivity with higher quality bonds to the detriment of BBB-rated and subordinated bonds.

## 2.1.8. Future policy

For now, we hover around neutral positions in credit sensitivity and rate sensitivity and try to trade the waves of rising and falling credit spreads and rates in a dynamic way. Despite the attractive absolute yield levels in corporate bonds, which we haven't seen for years, we refrain from becoming overly optimistic yet as we fear that the consequences of inflation can push the spreads of especially lower quality issuers higher in the second half of 2023.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of liquidity risk: since there will be partly invested in less liquid bonds, there is a risk a position cannot be sold in a timely manner at a reasonable price.

There is no capital protection.

Institutional Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of liquidity risk: since there will be partly invested in less liquid bonds, there is a risk a position cannot be sold in a timely manner at a reasonable price.

There is no capital protection.

Institutional B Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of liquidity risk: since there will be partly invested in less liquid bonds, there is a risk a position cannot be sold in a timely manner at a reasonable price.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	16,041,252.99	90,017,436.05
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	15,246,428.47	78,050,605.69
	Of which bonds lent		2,993,608.64
B.	Money market instruments	591,731.52	2,655,055.20
E.	Open-end undertakings for collective investment		
	a) Reinvested collateral in money market funds		2,906,127.55
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable		599,774.42
B.	Payables		
	a) Accounts payable (-)		-589,088.06
	d) Collateral (-)		-3,030,727.32
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	218,433.65	9,351,058.20
C.	Collateral received cash		124,599.77
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	-0.01	39,832.70
C.	Accrued expense (-)	-15,340.64	-89,802.10
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	16,041,252.99	90,017,436.05
<b>A.</b>	<b>Capital</b>	14,277,851.44	122,542,963.50
<b>B.</b>	<b>Income equalization</b>	-31,262.73	-1,107,869.04
<b>D.</b>	<b>Result of the period</b>	1,794,664.28	-31,417,658.41
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits		3,030,727.32
IX.	Financial instruments lent		2,993,608.64

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	1,657,997.77	-32,898,582.91
B.	Money market instruments	204.75	1.00
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	271,798.28	876,804.45
	Unrealised gains on investments	-21,464.80	-3,396,585.25
	Realised losses on investments	-4,875,630.23	-28,976,419.87
	Unrealised losses on investments	6,283,499.27	-1,402,381.24
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	182,536.33	1,902,743.33
	b) Cash at bank and in hand and deposits	2,338.41	
C.	Interest on borrowings (-)	-3.95	-3,774.29
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	2,997.73	105,114.49
<b>IV.</b>	<b>Operating expenses</b>		
B.	Financial expenses (-)	-8.09	-64.11
C.	Custodian's fee (-)	-2,367.57	-28,480.56
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-4,900.66	-5,575.28
	Institutional Shares	-7,662.53	-172,608.42
	Institutional B Shares	-19,433.42	-173,520.05
	b) Administration and accounting management	-10,613.74	-116,661.98
E.	Administrative expenses (-)	0.07	0.01
F.	Formation and organisation expenses (-)	-104.09	-295.02
H.	Services and sundry goods (-)	-2,508.59	-2,596.20
J.	Taxes		
	Classic Shares	634.66	-1,708.80
	Institutional Shares	0.00	-8,313.53
	Institutional B Shares	-2,764.78	-1,315.32
L.	Other expenses (-)	-1,678.02	-12,020.77
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	136,461.76	1,480,923.50
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	1,794,664.28	-31,417,658.41
<b>VII.</b>	<b>Result of the period</b>	1,794,664.28	-31,417,658.41

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Corporate Bonds ex Financials

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Bonds</b>							
Bonds issued by credit institutions							
<u>Belgium</u>							
ALIAxis FINANCE SA 21/28 +0.875%	200,000.00	EUR	79.862	160,846.85		1.02	1.00
<u>Spain</u>							
PROSEGUR CASH SA 17/26 +1.375%	200,000.00	EUR	93.412	187,924.72		1.19	1.17
Corporate bonds							
<u>Australia</u>							
AURIZON NETWORK PTY LTD 16/26 +3.125% 01/06 01/06	100,000.00	EUR	96.679	96,926.68		0.61	0.60
AUSNET SERVICES HOLDINGS PTY L 15/27 +1.50%	200,000.00	EUR	90.906	182,830.72		1.15	1.14
SYDNEY AIRPORT 18/28 +1.75%	170,000.00	EUR	90.187	153,846.67		0.97	0.96
TELSTRA CORP 19/29 +1.375%	100,000.00	EUR	88.360	88,721.08		0.56	0.55
TOYOTA FINANCE AUSTRALIA LTD 22/28 +0.44%	100,000.00	EUR	86.319	86,521.29		0.55	0.54
<u>Belgium</u>							
ANHEUSER-BUSCH INBEV NV 15/30 +1.50% 20/04 18/04	200,000.00	EUR	87.918	176,434.72		1.11	1.10
<u>Cayman Islands</u>							
CK HUTCHISON EUROPE FINANCE 21 21/29 +0.75%	100,000.00	EUR	80.641	81,133.96		0.51	0.51
<u>Finland</u>							
ELENIA VERKKO OYJ 20/27 +0.375%	200,000.00	EUR	87.389	175,073.28		1.11	1.09
UPM-KYMMENE CORP 21/31 +0.50%	200,000.00	EUR	77.203	154,678.79		0.98	0.96
<u>France</u>							
AEROPORTS DE PARIS 19/34 +1.125% 18/06 18/06	100,000.00	EUR	74.811	74,847.73		0.47	0.47
AUCHAN HOLDINGS SA 20/26 +2.875%	100,000.00	EUR	95.262	96,459.26		0.61	0.60
COMP. FIN. ET INDUS. 16/25 +0.375% 07/02 07/02	200,000.00	EUR	94.549	189,391.20		1.20	1.18
DANONE SA 21/99 1.00%	100,000.00	EUR	87.298	87,834.99		0.56	0.55
DASSAULT SYSTEMES 19/29 +0.375%	100,000.00	EUR	83.916	84,210.78		0.53	0.53
EDENRED 20/29 +1.375%	200,000.00	EUR	87.910	175,911.11		1.11	1.10
LVMH-MOET HENNESSY LOUIS VUITT SE 20/26 0.00%	100,000.00	EUR	91.272	91,272.38		0.58	0.57
ORANGE S.A. 3/33 8;125% 28/1	150,000.00	EUR	134.699	207,156.75		1.31	1.29
ORANGE S.A. 19/32 +0.50%	100,000.00	EUR	76.094	76,503.93		0.48	0.48
PERNOD RICARD SA 22/28 +3.25%	150,000.00	EUR	98.533	151,005.33		0.95	0.94
SANEF SA 15/26 +1.875%	100,000.00	EUR	94.244	94,787.51		0.60	0.59
SANOFI 18/26 +1.00% 21/03 21/03	200,000.00	EUR	93.395	187,342.32		1.18	1.17
SANOFI 22/29 +1.25%	100,000.00	EUR	89.532	89,822.28		0.57	0.56
SODEXO 14/26 +2.50% 24/06 24/06	100,000.00	EUR	96.246	96,286.50		0.61	0.60
TELEPERFORMANCE 18/25 +1.875% 02/07 02/07	100,000.00	EUR	94.966	96,830.68		0.61	0.60
TOTAL 16/26 +3.369% 06/10 06/10	100,000.00	EUR	94.224	96,688.15		0.61	0.60
TOTAL 20/99 +2.00%	100,000.00	EUR	77.030	78,668.66		0.50	0.49
TOTAL CAPITAL INTERNATIONAL SA 18/27 +1.023% 04/03 04/03	100,000.00	EUR	91.203	91,533.21		0.58	0.57
TOTAL CAPITAL INTERNATIONAL SA 18/30 +1.491% 04/09 04/09	100,000.00	EUR	86.867	88,088.22		0.56	0.55
<u>Germany</u>							
AMPRION GMBH 22/32 +3.971%	100,000.00	EUR	100.622	103,678.87		0.66	0.65
DEUTSCHE TELEKOM INT FIN 19/39 +2.25%	100,000.00	EUR	86.484	87,055.69		0.55	0.54
HOCHTIEF AG 21/29 +0.625%	200,000.00	EUR	80.089	160,400.94		1.01	1.00
INFINEON TECHNOLOGIES AG 20/29 +1.625%	100,000.00	EUR	88.352	88,378.69		0.56	0.55
KNORR-BREMSE AG 22/27 +3.25%	100,000.00	EUR	98.320	100,831.10		0.64	0.63
MERCK FIN SERVICES GMBH 22/26 +1.875%	100,000.00	EUR	94.797	94,874.08		0.60	0.59
VOLKSWAGEN BANK GMBH 19/26 +2.50% 31/07 31/07	100,000.00	EUR	94.752	97,040.08		0.61	0.61
VOLKSWAGEN FIN SERV AG 19/27 +2.25%	100,000.00	EUR	93.126	94,802.64		0.60	0.59
<u>Ireland</u>							
ATLAS COPCO FINANCE DAC 22/32 +0.75%	100,000.00	EUR	79.811	80,103.27		0.51	0.50
MEDTRONIC GLOBAL HOLDINGS SCA 19/31 +1.625% 07/03 07/03	100,000.00	EUR	86.361	86,871.40		0.55	0.54
MEDTRONIC GLOBAL HOLDINGS SCA 22/34 +3.375%	130,000.00	EUR	96.214	128,468.32		0.81	0.80
RYANAIR LTD 20/25 +2.875%	100,000.00	EUR	97.490	99,758.27		0.63	0.62
RYANAIR LTD 21/26 +0.875%	100,000.00	EUR	91.320	91,405.86		0.58	0.57



<u>Italy</u>							
AEROPORTI DI ROMA SPA 21/31 +1.75%	100,000.00	EUR	81.234	82,840.50		0.52	0.52
ENI 20/30 +0.625%	150,000.00	EUR	80.682	121,428.51		0.77	0.76
ENI 20/31 +2.00%	100,000.00	EUR	86.424	86,658.66		0.55	0.54
ENI 21/28 +0.375%	100,000.00	EUR	84.417	84,433.60		0.53	0.53
ENI 21/99 +2.00%	100,000.00	EUR	85.120	85,392.94		0.54	0.53
F2I RETI ITALIA SRL 18/25 +2.195% 11/09 11/09	100,000.00	EUR	95.796	97,552.20		0.62	0.61
SNAM SPA 20/28 0.00%	100,000.00	EUR	80.932	80,932.35		0.51	0.51
SOCIETA INIZIATIVE AUTOSTRADALI 18/27 +1.625% 08/02 08/11	100,000.00	EUR	88.540	89,172.03		0.56	0.56
TERNA RETE ELETTRICA NAZIONALE 20/30 +0.375%	200,000.00	EUR	78.323	157,216.85		0.99	0.98
<u>Japan</u>							
NTT FINANCE CORP 21/28 +0.399%	100,000.00	EUR	84.476	84,693.47		0.54	0.53
<u>Luxembourg</u>							
NESTLE FINANCE INTERNATIONAL LTD 20/32 +0.375%	200,000.00	EUR	79.237	158,574.65		1.00	0.99
NESTLE FINANCE INTERNATIONAL LTD 22/31 +1.25%	100,000.00	EUR	86.589	86,906.30		0.55	0.54
<u>Mexico</u>							
AMERICA MOVIL S.A. DE C.V. 16/28 +2.125% 10/03 10/03	100,000.00	EUR	92.334	92,983.90		0.59	0.58
<u>Netherlands</u>							
AMERICAN MEDICAL SYSTEMS EUROPE BV 22-28 1.375%	100,000.00	EUR	90.127	90,555.05		0.57	0.56
AMERICAN MEDICAL SYSTEMS EUROPE BV 22-31 1.625%	100,000.00	EUR	85.800	86,306.54		0.55	0.54
ASML HOLDING NV 20/29 +0.625%	150,000.00	EUR	85.726	128,727.40		0.81	0.80
B.M.W. FIN 19/29 +1.50% 06/02 06/02	200,000.00	EUR	90.485	182,154.24		1.15	1.14
DEUTSCHE BAHN FIN 19/25 +0.95% 18/10 22/04	100,000.00	EUR	91.973	92,152.08		0.58	0.57
GSK CONSUMER HEALTHCARE CAPITA 22/34 +2.125%	100,000.00	EUR	83.721	84,261.14		0.53	0.53
HEINEKEN 20/30 +2.25%	100,000.00	EUR	92.987	93,552.20		0.59	0.58
KONINKLIJKE KPN NV 21/33 +0.875%	100,000.00	EUR	74.878	75,422.57		0.48	0.47
KONINKLIJKE PHILIPS ELECTRONICS N.V. 22/33 +2.625%	100,000.00	EUR	88.941	89,343.11		0.56	0.56
NOVO NORDISK FINANCE NETHERLAN 22/25 +0.75%	100,000.00	EUR	94.762	94,948.67		0.60	0.59
NOVO NORDISK FINANCE NETHERLAN 22/30 +1.375%	100,000.00	EUR	88.592	88,933.39		0.56	0.55
PROSUS NV 20/32 +2.031%	100,000.00	EUR	71.197	73,038.40		0.46	0.46
SHELL INTERNATIONAL FIN 14/26 +2.50%	150,000.00	EUR	96.768	146,156.00		0.92	0.91
SHELL INTERNATIONAL FIN 14/27 +1.625% 06/11 20/01	120,000.00	EUR	93.013	112,475.21		0.71	0.70
SHELL INTERNATIONAL FIN 20/32 +1.875%	100,000.00	EUR	86.150	86,580.37		0.55	0.54
SIEMENS FINANCIERINGS NV 22/30 +1.00%	200,000.00	EUR	86.215	173,114.59		1.09	1.08
SIEMENS FINANCIERINGS NV 22/33 +3.00%	200,000.00	EUR	97.036	198,921.72		1.26	1.24
STELLANTIS NV 22/32 +2.75%	200,000.00	EUR	88.431	178,215.34		1.13	1.11
SYNGENTA FINANCE NV 20/26 +3.375%	200,000.00	EUR	96.048	193,479.21		1.22	1.21
TENNET HOLDING BV 22/34 +4.50%	150,000.00	EUR	106.622	164,463.97		1.04	1.02
UNILEVER 20/30 +1.75%	100,000.00	EUR	89.969	90,433.06		0.57	0.56
UNILEVER FINANCE NETHERLANDS BV 18/27 +1.125% 12/02 12/02	100,000.00	EUR	91.902	92,327.45		0.58	0.58
UPJOHN FINANCE BV 20/27 +1.362%	200,000.00	EUR	88.494	177,039.48		1.12	1.10
VOLKSWAGEN INTL.FIN. NV 18/27 +2.625% 16/11 16/11	100,000.00	EUR	93.359	94,984.44		0.60	0.59
VOLKSWAGEN INTL.FIN. NV 18/30 +3.25% 16/11 18/11	200,000.00	EUR	93.228	190,444.55		1.20	1.19
VOLKSWAGEN INTL.FIN. NV 20/99 +3.875%	100,000.00	EUR	83.931	84,068.56		0.53	0.52
<u>Spain</u>							
FCC AQUALIA SA 17/27 +2.629%	250,000.00	EUR	93.693	234,628.02		1.48	1.46
O2 TELEFONICA DEUTSCHLAND FINA 18/25 +1.75% 05/07 05/07	100,000.00	EUR	95.430	97,155.75		0.61	0.61
<u>Sweden</u>							
SANDVIK FRIA 22/29 +3.75%	100,000.00	EUR	99.129	101,964.99		0.64	0.64
<u>U.K.</u>							
BG ENERGY CAPITAL PLC 14/29 +2.25% 21/11 21/11	200,000.00	EUR	90.893	184,511.62		1.17	1.15
BP CAPITAL MARKETS PLC 19/31 +1.231%	100,000.00	EUR	81.513	81,690.83		0.52	0.51
BP CAPITAL MARKETS PLC 19/34 +1.104%	100,000.00	EUR	72.806	73,492.12		0.46	0.46
BP CAPITAL MARKETS PLC 20/32 +2.822%	150,000.00	EUR	91.132	137,669.18		0.87	0.86
BP CAPITAL MARKETS PLC 20/99 +3.25%	100,000.00	EUR	92.408	92,478.78		0.58	0.58
BP CAPITAL MARKETS PLC 20/99 +3.625%	150,000.00	EUR	87.244	130,984.33		0.83	0.82
BRITISH TELECOM 22/32 +3.375%	200,000.00	EUR	94.371	194,364.04		1.23	1.21
CK HUTCHISON EUROPE FINANCE 18 LTD 18/25 +1.25%	100,000.00	EUR	94.671	94,936.89		0.60	0.59
GLAXOSMITHKLINE CAPITAL PLC 17/29 +1.375%	100,000.00	EUR	88.035	89,131.64		0.56	0.56
GLAXOSMITHKLINE CAPITAL PLC 18/26 +1.25%	100,000.00	EUR	93.360	93,496.60		0.59	0.58
HEATHROW FUNDING LTD 15/30 +1.50% 11/02 11/02	100,000.00	EUR	85.071	85,642.01		0.54	0.53
HEATHROW FUNDING LTD 21/30 +1.125%	100,000.00	EUR	81.724	82,540.57		0.52	0.52
INTERCONTINENTAL HOTELS GROUP PLC 20/24 +1.625%	100,000.00	EUR	96.665	97,844.33		0.62	0.61
NATIONAL GRID ELECTRICITY DIST 22/28 +3.53%	100,000.00	EUR	97.463	100,199.79		0.63	0.63
NATIONAL GRID GAS FINANCE PLC 20/32 +0.75%	100,000.00	EUR	75.587	75,814.36		0.48	0.47
NATIONAL GRID GAS FINANCE PLC 21/30 +0.625%	150,000.00	EUR	79.504	119,520.28		0.76	0.75
SSE PLC 20/30 +1.75%	100,000.00	EUR	87.742	88,100.53		0.56	0.55
<u>U.S.A.</u>							
APPLE INC 17/25 +0.875% 24/05 24/05	150,000.00	EUR	95.115	142,805.08		0.90	0.89
AT&T INC 14/29 +2.60% 17/12 17/12	100,000.00	EUR	91.991	93,379.87		0.59	0.58
AT&T INC 19/30 +0.80% 11/09 04/03	100,000.00	EUR	81.585	81,843.23		0.52	0.51
BAXTER INTL INC 19/29 +1.30% 15/05 15/05	100,000.00	EUR	85.967	86,130.27		0.54	0.54
BOOKING HOLDINGS INC 15/27 +1.80% 03/03 03/03	250,000.00	EUR	92.858	233,608.36		1.48	1.46
BOOKING HOLDINGS INC 21/28 +0.50%	100,000.00	EUR	85.902	86,057.37		0.54	0.54

COCA-COLA CO 15/35 +1.625%	100,000.00	EUR	82.277	82,778.25	0.52	0.52
COCA-COLA CO 19/31 +1.25% 08/03 08/03	100,000.00	EUR	85.127	85,515.97	0.54	0.53
COCA-COLA CO 20/29 +0.125%	100,000.00	EUR	82.950	82,986.72	0.52	0.52
COCA-COLA CO 20/33 +0.375%	100,000.00	EUR	74.561	74,670.64	0.47	0.47
COLGATE - PALMOLIVE 19/26 +0.50% 06/03 06/03	100,000.00	EUR	92.344	92,502.09	0.58	0.58
DOW CHEMICAL COMPANY 20/27 +0.50%	100,000.00	EUR	87.007	87,152.78	0.55	0.54
EMERSON ELECTRIC CO 19/25 +1.25% 15/10 15/10	300,000.00	EUR	93.972	284,565.30	1.80	1.77
EXXON MOBIL CORP 20/32 +0.835%	100,000.00	EUR	77.646	77,655.23	0.49	0.48
EXXON MOBIL CORP 20/39 +1.408%	100,000.00	EUR	67.210	67,225.83	0.42	0.42
I.B.M. 19/27 +1.25% 31/01 29/01	100,000.00	EUR	91.468	91,988.09	0.58	0.57
I.B.M. 19/31 +1.75%	100,000.00	EUR	86.996	87,715.50	0.55	0.55
MCKESSON CORP 17/25 +1.50%	150,000.00	EUR	94.463	143,081.15	0.90	0.89
PARKER-HANNIFIN CORPORATION 17/25 +1.125% 01/03 01/03	200,000.00	EUR	94.998	190,740.19	1.20	1.19
PEPSICO INC 16/28 +0.875% 18/07 18/07	200,000.00	EUR	87.884	177,431.90	1.12	1.11
PPG INDUSTRIES INC 22/29 +2.75%	100,000.00	EUR	93.319	93,536.43	0.59	0.58
REVVITY INC 16/26 +1.875%	100,000.00	EUR	93.093	94,869.94	0.60	0.59
STRYKER CORPORATION 18/30 +2.625%	100,000.00	EUR	91.737	93,261.78	0.59	0.58
THERMO FISHER SCIENTIFIC INC 19/39 +1.50%	100,000.00	EUR	70.305	71,423.21	0.45	0.45
TOYOTA MOTOR CREDIT CORP 23/29 +4.05%	100,000.00	EUR	101.227	102,436.43	0.65	0.64
VERIZON COMMUNICATIONS INC 19/27 +0.875%	100,000.00	EUR	89.467	89,664.97	0.57	0.56
VERIZON COMMUNICATIONS INC 19/30 +1.25%	300,000.00	EUR	84.031	252,943.50	1.60	1.58
WALMART INC 9-29 4.875% 21/09	200,000.00	EUR	108.228	223,988.63	1.41	1.40
ZIMMER BIOMET HOLDINGS INC 19/27 +1.164%	150,000.00	EUR	88.722	134,169.44	0.85	0.84
Total bonds				15,246,428.47	96.26	95.05
<b>Money market instruments</b>						
Corporate money market instruments						
<u>France</u>						
AIR LIQUIDE FINANCE SA 14/24 +1.875%	200,000.00	EUR	98.263	196,782.69	1.24	1.23
<u>Luxembourg</u>						
NOVARTIS FINANCE SA 16/23 +0.125% 20/09 20/09	100,000.00	EUR	99.248	99,344.92	0.63	0.62
<u>Mexico</u>						
AMERICA MOVIL S.A. DE C.V. 16/24 +1.50% 10/03 10/03	100,000.00	EUR	98.104	98,563.02	0.62	0.61
SIGMA ALIMENTOS 17/24 +2.625%	100,000.00	EUR	98.750	99,778.42	0.63	0.62
<u>Netherlands</u>						
COMPASS GROUP FINANCE NETHERLA 17/24 +0.625%	100,000.00	EUR	96.643	97,262.47	0.61	0.61
Total money market instruments				591,731.52	3.74	3.69
TOTAL SECURITIES PORTFOLIO				15,838,159.99	100.00	98.73
CASH AT BANK AND IN HAND						
<b>Demand accounts</b>						
<u>Belgium</u>						
KBC GROUP EURO	218,433.65	EUR	1.000	218,433.65	0.00	1.36
Total demand accounts				218,433.65	0.00	1.36
TOTAL CASH AT BANK AND IN HAND				218,433.65	0.00	1.36
OTHER						
Interest receivable		EUR		-0.01	0.00	0.00
Expenses payable		EUR		-15,340.64	0.00	-0.10
TOTAL OTHER				-15,340.65	0.00	-0.10
TOTAL NET ASSETS				16,041,252.99	0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
United Arab Emirates	0.63	0.33	0.00	0.00
Australia	2.82	3.12	3.15	3.79
Austria	0.34	0.00	0.00	0.00
Belgium	2.00	11.96	3.02	3.46
Cayman Islands	0.00	0.17	0.00	0.51
Germany	6.35	3.03	7.58	5.15
Spain	3.45	3.40	3.19	3.24
Finland	0.64	0.69	1.39	2.05
France	14.23	9.51	13.54	14.66
U.K.	8.71	13.59	10.82	11.35
Ireland	4.27	3.16	4.06	3.03
Italy	6.95	7.98	7.52	5.51
Japan	0.00	1.12	0.64	0.53
South Korea	0.65	0.00	0.00	0.00
Luxembourg	5.52	3.22	2.41	2.15
Mexico	3.37	3.50	3.10	1.81

Netherlands	17.94	12.77	17.29	20.28
Norway	1.60	0.45	1.01	0.00
Slovakia	0.67	0.00	0.00	0.00
Sweden	0.87	0.84	0.47	0.64
U.S.A.	18.99	21.16	20.81	21.84
TOTAL	100.00	100.00	100.00	100.00

#### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	21.81	21.15	22.18	21.52
Consum(cycl)	23.26	15.56	18.16	18.38
Cons.goods	10.06	8.73	11.90	11.59
Pharma	13.22	11.20	10.50	10.31
Financials	9.66	18.98	12.32	14.16
Technology	5.14	3.63	5.52	4.47
Telecomm.	10.27	11.63	9.25	9.57
Utilities	5.28	6.62	5.54	4.51
Real est.	0.33	1.08	1.18	0.59
Various	0.97	1.42	3.45	4.90
TOTAL	100.00	100.00	100.00	100.00

#### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Corporate Bonds ex Financials (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	1,893,850.80
<b>Sales</b>	51,974,611.96
<b>Total 1</b>	53,868,462.76
<b>Subscriptions</b>	264,792.15
<b>Redemptions</b>	50,327,773.92
<b>Total 2</b>	50,592,566.07
<b>Monthly average of total assets</b>	21,295,982.25
<b>Turnover rate</b>	15.38%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

## Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	16.00	0.00	159.00	115.00	2,022.00	1,127.00	3,149.00
2022 - 12	0.00	0.00	104.00	82.00	1,918.00	1,045.00	2,963.00
2023 - 06	0.00	0.00	46.00	0.00	1,872.00	1,045.00	2,917.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	21,837.92	0.00	215,744.55	134,678.29
2022 - 12	0.00	0.00	126,263.00	85,055.56
2023 - 06	0.00	0.00	54,104.98	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	4,023,204.83	1,346.52	1,153.98
2022 - 12	3,231,816.61	1,154.76	973.20
2023 - 06	3,221,329.13	1,176.77	974.56

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	5,002.40	0.00	5,748.76	0.00	119,718.60	0.00	119,718.60
2022 - 12	0.00	0.00	78,523.60	0.00	41,195.00	0.00	41,195.00
2023 - 06	0.00	0.00	41,195.00	0.00	0.00	0.00	0.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	6,840,202.22	0.00	7,851,765.57	0.00
2022 - 12	0.00	0.00	99,690,297.41	0.00
2023 - 06	0.00	0.00	49,525,864.85	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	162,679,643.64	1,358.85	0.00
2022 - 12	48,045,903.74	1,166.30	0.00
2023 - 06	0.00		

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	29,585.87		73,767.00		339,877.01		339,877.01
2022 - 12	11,845.88		340,410.89		11,312.00		11,312.00
2023 - 06	226.00		666.00		10,872.00		10,872.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	40,226,063.14		100,764,074.45	
2022 - 12	15,644,639.41		443,795,092.35	
2023 - 06	266,376.48		784,968.41	

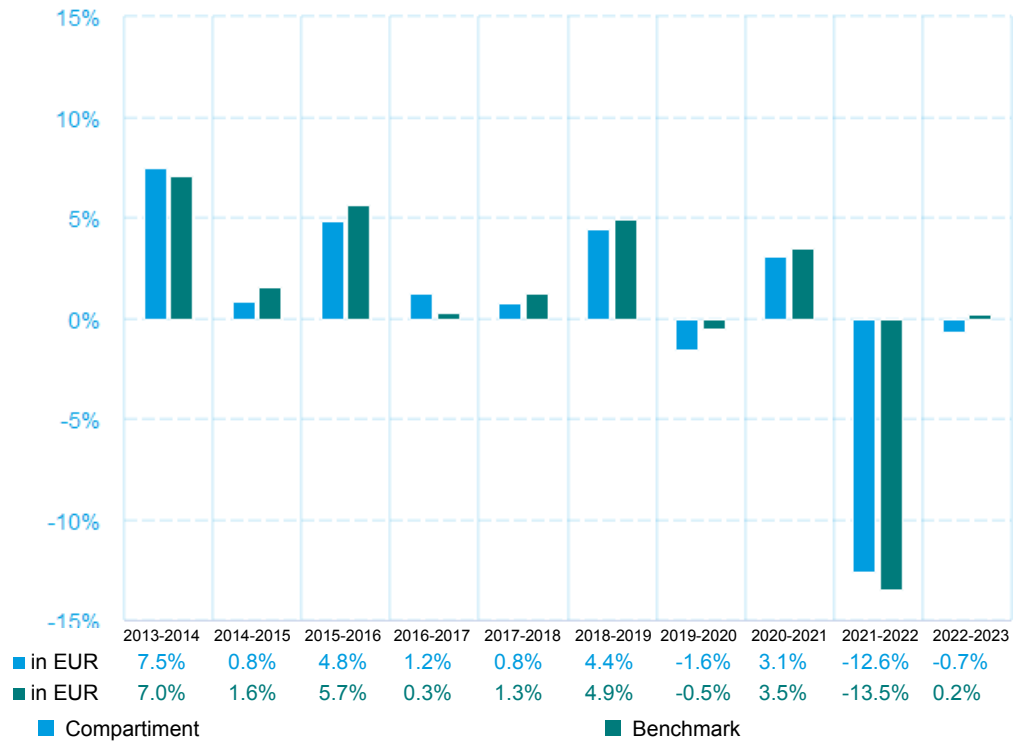
Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	458,241,358.70	1,348.26	
2022 - 12	13,088,524.69	1,157.05	
2023 - 06	12,819,923.86	1,179.17	

## 2.4.5. Performance figures

### Classic Shares

BE6229415755

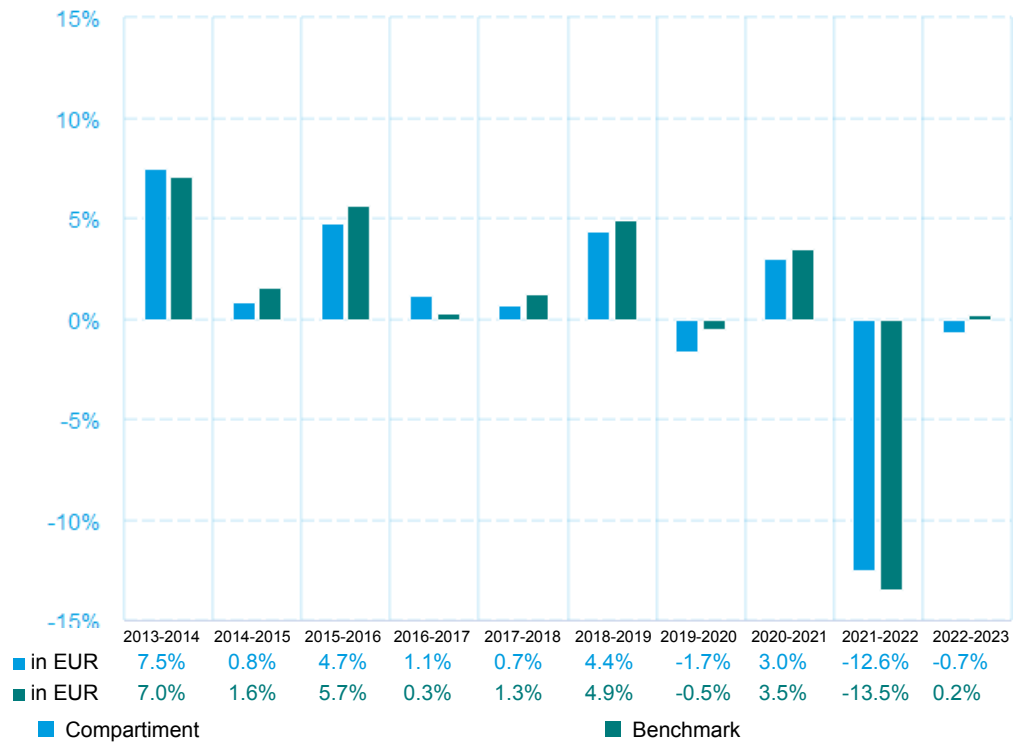
KBC Institutional Fund Euro Corporate Bonds ex Financials Classic Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



### Classic Shares

BE6229416761

KBC Institutional Fund Euro Corporate Bonds ex Financials Classic Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6229415755	EUR	-0.69%	0.23%	-3.63%	-3.54%	-1.65%	-1.30%	0.65%	0.89%	09/12/2011	1.42%
DIS	BE6229416761	EUR	-0.70%	0.23%	-3.65%	-3.54%	-1.69%	-1.30%	0.60%	0.89%	09/12/2011	1.14%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

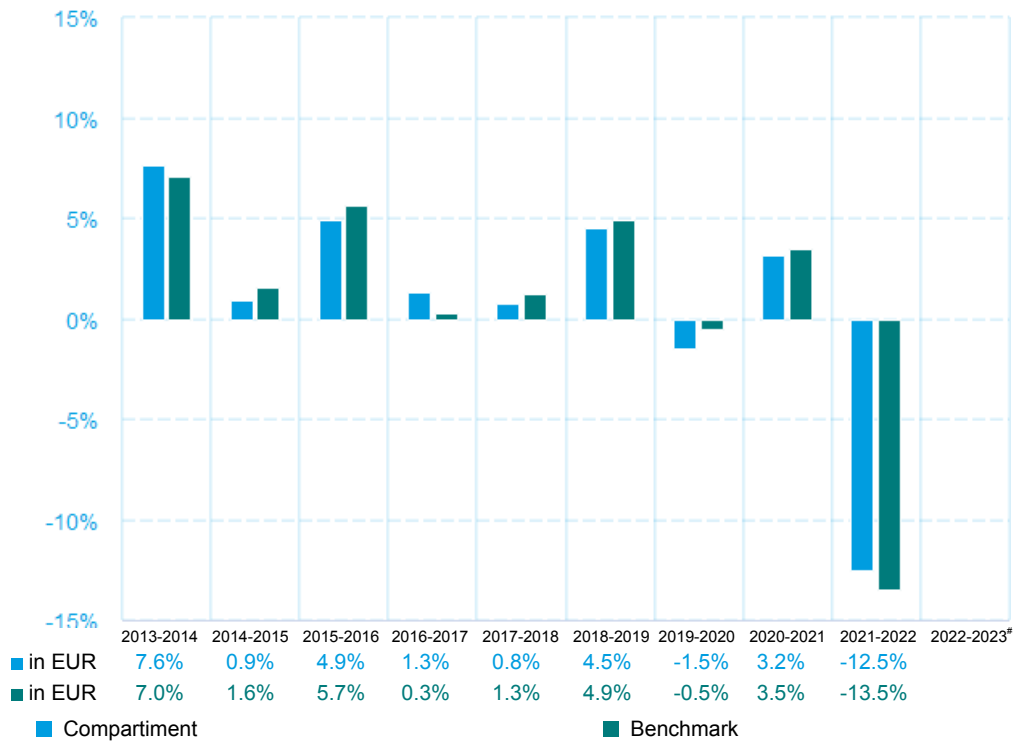
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE6229417777

KBC Institutional Fund Euro Corporate Bonds ex Financials Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

**Institutional Shares**

BE6229418783

KBC Institutional Fund Euro Corporate Bonds ex Financials Institutional Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)

The cumulative returns are shown where they relate to a period of at least one year.



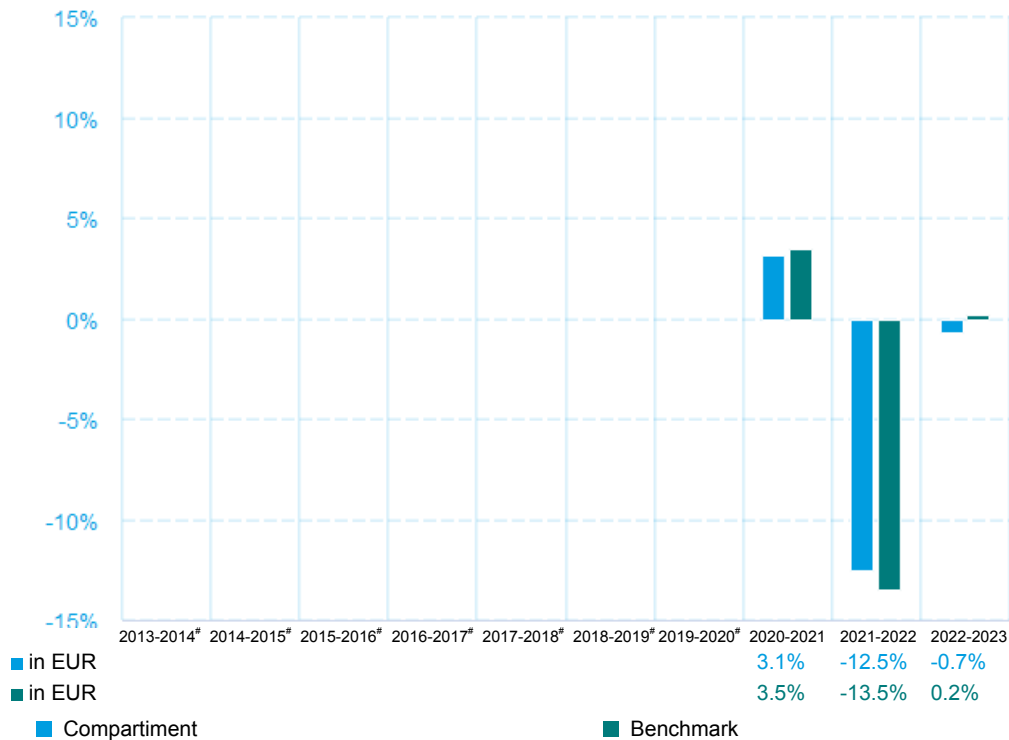
## Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where  $Y = D - X$   
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where  $F = 1$  if the unit has existed for less than one year on date D  
where  $F = (D - S) / 365.25$  if the unit has existed for longer than one year on date D  
Distribution units (DIV)  
Return on date D over a period of X years :  
$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where  $Y = D - X$   
Return on date D since the start date S of the unit:  
$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where  $F = 1$  if the unit has existed for less than one year on date D  
where  $F = (D - S) / 365.25$  if the unit has existed for longer than one year on date D  
where C is a factor that is determined for all N dividends between the calculation date D and the reference date.  
For dividend i on date Di with value Wi:  
$$C_i = [W_i / \text{NIW}(D_i)] + 1$$
$$i = 1 \dots N$$
from which  $C = C_0 * \dots * C_N$ .
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional B Shares

BE6229419799

KBC Institutional Fund Euro Corporate Bonds ex Financials Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6229419799	EUR	-0.66%	0.23%	-3.58%	-3.54%					09/12/2011	-3.56%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,453%  
Transaction costs: 0,000%

#### Classic Shares Distribution :

Ongoing charges : 0,454%  
Transaction costs: 0,000%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,166%  
Transaction costs: 0,000%

#### Institutional Shares Distribution :

Ongoing charges : 0,000%  
Transaction costs: 0,000%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,413%  
Transaction costs: 0,000%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

Not applicable

### Existence of fee sharing agreements and rebates

The management company has shared 52,74% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.

Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### **Institutional Shares**

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### **Institutional B Shares**

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC

	group.	
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### **Exercising voting rights**

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

### **Securities lending**

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 1.779,19 EUR and for the Management Company 547,44 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 0 and 7, with a market value fluctuating between 0 and 1872226.61 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Société Générale

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending transaction applies only to the bond portion of the portfolio.

Nature of the financial collateral: only cash is accepted.

Reinvestment of the financial collateral received: financial collateral may be reinvested in monetary funds.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

### **Transparency of securities financing transactions and of reuse**

Global data:

1) The amount of securities and commodities on loan as a proportion of total lendable assets defined as excluding cash and cash equivalents;	Nil	%
2) The amount of assets engaged in each type of SFT's and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency) and as a proportion of the collective investment undertaking's assets under management (AUM).		
The amount of assets engaged in each type of SFTs and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency)	0,00	EUR
proportion of the collective investment undertaking's assets under management (AUM)	Nil	%

Concentration data:

1) Ten largest collateral issuers across all SFTs and total return swaps (break down of volumes of the collateral securities and commodities received per issuer's name)

name collateral issuer	Market value on a settled basis	currency
Nil	Nil	Nil

2) Top 10 counterparties of each type of SFTs and total return swaps separately (Name of counterparty and gross volume of outstanding transactions).

type SFT (lending program)	name counterparty	Country of counterparty	Market value on a settled basis	currency
Nil	Nil	Nil	Nil	Nil

Aggregate transaction data for each type of SFTs and total return swaps separately to be broken down according to the below categories:

1) Type and quality of collateral;	equity (Goldman Sachs)	equity(KBC Bank)	bonds (Société Générale)
type	Nil.	Nil.	Nil.
quality – Bloomberg composite rating: see table below			
2) Maturity tenor of the collateral broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open maturity: see table below;			
3) Currency of the collateral: see table below			
4) Maturity tenor of the SFTs and total return swaps broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open transactions;	Nil.	Nil.	Nil.
5) Country in which the counterparties are established: see table above			
6) Settlement and clearing (e.g., tri-party, Central Counterparty, bilateral).	Nil.	Nil.	Nil.

collateral	quality	currency	Maturity tenor
Nil	Nil	Nil	Nil

Data on reuse of collateral:

1) Share of collateral received that is reused, compared to the maximum amount specified in the prospectus or in the disclosure to investors;	Nil
2) Cash collateral reinvestment returns to the collective investment undertaking. (EUR)	4.883,58

Safekeeping of collateral received by the collective investment undertaking as part of SFTs and total return swaps:

1) Number and names of custodians and the amount of collateral assets safe-kept by each of the custodians.

<u>number</u>	<u>Name collateral custodian</u>	<u>Market value on a settled basis</u>	<u>currency</u>
Nil	Nil	Nil	Nil

Safekeeping of collateral granted by the collective investment undertaking as part of SFTs and total return swaps:

1) The proportion of collateral held in segregated accounts or in pooled accounts, or in any other accounts.	Nil
--	-----

Data on return and cost for each type of SFTs and total return swaps:

1) Data on return and cost for each type of SFTs and total return swaps broken down between the collective investment undertaking, the manager of the collective investment undertaking and third parties (e.g. agent lender) in absolute terms and as a percentage of overall returns generated by that type of SFTs and total return swaps.
---

Lending program: equity (Société Générale)	collective investment undertaking	manager of the collective investment undertaking	agent lender
return EUR	2.737,21	547,44	410,58
percentage of overall returns	100,00 %	20,00%	15,00%
cost EUR	958,02		
percentage of overall returns	35,00 %		



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## 2. Information on KBC Institutional Fund Euro Equities Responsible Investing

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 8 December 2000

Initial subscription price: 2 500 EUR

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 6 September 2011

Initial subscription price: 1 393.12 EUR

Currency: EUR

##### **Institutional B Shares Capitalisation**

Launch date: 30 May 2017

Initial subscription price: 3 023.59 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

##### **Sub-fund's investment policy**

###### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The fund aims to generate a return that matches the return of the benchmark: MSCI EMU– Net Return Index ([www.MSCI.com](http://www.MSCI.com)) by investing in a selection of shares that are included in the benchmark and that comply with the responsible investing methodology. Active management is therefore limited to the responsible investing methodology. The benchmark comprises shares from the euro-area.

Within the above limits, the sub-fund pursues responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the “**Responsible Investing Advisory Board**”) comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. ‘sustainable investments’).

The companies in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes companies in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that companies involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that companies who seriously violate fundamental principles of environmental protection, social responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

- (1) promote the integration of sustainability into the policy decisions of companies by preferring companies with a better **ESG score**, where ESG stands for 'Environmental, Social and Governance', and
- (2) promote climate change mitigation, by preferring companies with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;
- (3) support sustainable development, by including companies that contribute to the **UN Sustainable Development Goals** and

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

### **(1) ESG-score**

The contribution to the integration of sustainability into policy decisions of the companies is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are:

- respect for the environment (e.g., reduction in greenhouse gas emissions);
- attention to society (e.g., employee working conditions); and
- corporate governance (e.g., independence and diversity of the board of directors).

The ESG score for companies is an ESG risk score supplied by a data provider.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

To achieve this objective, the ESG score of the portfolio for companies is compared to following benchmark: MSCI EMU-Net Return index.

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

### **(2) Carbon Intensity**

The objective to promote climate change mitigation, by favoring lower carbon intensity companies, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to companies for which data is not available.

The contribution of companies to climate change mitigation is measured based on their carbon intensity. Carbon intensity is defined as absolute greenhouse gas emissions (in tonnes CO<sub>2</sub> equivalent), divided by revenues (in mln USD).

A trajectory of -50% by 2030 versus the MSCI EMU-Net Return index in 2019 is followed.

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **(3) UN Sustainable Development Goals**

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in companies that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of companies that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Companies that contribute to the UN Sustainable Development Goals are defined as those that are aligned with at least one of the 15 first UN Sustainable Development Goals, while not being misaligned with any of these UN Sustainable Development Goals.

In addition, the Responsible Investing Advisory Board can also award the "sustainable development" label to instruments.

More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which a company can no longer be regarded as eligible after purchase;
- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible company based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;

- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

In addition, for the purpose of efficient portfolio management, the fund manager may to a significant degree use derivatives relating to assets that would not be eligible for inclusion in the sub-fund, in so far as there is no serviceable and comparable alternative available on the market. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The sub-fund aims to generate a return that matches the return of the benchmark: MSCI EMU– Net Return Index.

The sub-fund aims to minimise the tracking error relative to the benchmark referred to above. Under normal market conditions, the expected tracking error is between 0% and 5%. Possible causes of this tracking error could be the Responsible Investing methodology, the method used to track the benchmark, transaction charges, dividend reinvestment and the costs generally borne by the sub-fund.

The tracking error measures the volatility of the sub-fund's return relative to that of the benchmark. The higher the tracking error, the more the sub-fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to assess the performance of the sub-fund.

### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

### **Required disclaimers for benchmark providers:**

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

### **Volatility of the net asset value**

**The volatility of the net asset value may be high due to the composition of the portfolio.**

### **Securities Financing Transactions (SFTs)**

The sub-fund may not lend any financial instruments.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

## **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects

### **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

### **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

### **2.1.6. Index and benchmark**

See 'Sub-fund's investment policy'.

### **2.1.7. Policy pursued during the financial year**

As stipulated in the prospectus, the fund management aimed to reflect the performance of the MSCI EMU Index.

The fund's strategy is also in line with the SRI strategy and the fund's assets are invested accordingly.

### **2.1.8. Future policy**

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

### **2.1.9. Summary risk indicator (SRI)**

Classic Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

- a high level of market risk: the level of the risk reflects the volatility of the stock market.
  - a high level of performance risk: the level of the risk reflects the volatility of the stock market.
- There is no capital protection.

Institutional Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

- a high level of market risk: the level of the risk reflects the volatility of the stock market.
  - a high level of performance risk: the level of the risk reflects the volatility of the stock market.
- There is no capital protection.

Institutional B Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

- a high level of market risk: the level of the risk reflects the volatility of the stock market.
  - a high level of performance risk: the level of the risk reflects the volatility of the stock market.
- There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	360,555,315.86	360,490,847.31
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
C.	Shares and similar instruments		
	a) Shares	360,567,715.89	359,096,906.03
D.	Other securities	18.26	62,306.94
<b>IV.</b>	<b>Receivables and payables within one year</b>		
B.	Payables		
	a) Accounts payable (-)		-19.06
	c) Borrowings (-)	-9.75	-5,523.19
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	135,393.55	1,522,829.81
<b>VI.</b>	<b>Accruals and deferrals</b>		
C.	Accrued expense (-)	-147,802.09	-185,653.22
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	360,555,315.86	360,490,847.31
<b>A.</b>	<b>Capital</b>	313,013,830.96	457,098,518.56
<b>B.</b>	<b>Income equalization</b>	-301,460.74	139,058.73
<b>D.</b>	<b>Result of the period</b>	47,842,945.64	-96,746,729.98



## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	41,542,002.18	-103,478,336.86
D.	Other securities		1.49
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	-2,561.63	9,894.55
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	9,534,602.74	7,948,990.18
	Unrealised gains on investments	25,182,837.16	-62,446,561.98
	Realised losses on investments	-9,254,547.36	-9,759,620.38
	Unrealised losses on investments	16,076,548.01	-39,211,248.64
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	7,648,953.92	8,346,337.78
B.	Interests		
	b) Cash at bank and in hand and deposits	1,980.89	10.03
C.	Interest on borrowings (-)	-5,558.27	-3,368.60
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	13,301.44	3,933.50
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-146,366.98	-175,907.80
B.	Financial expenses (-)	-76.27	-94.81
C.	Custodian's fee (-)	-71,312.76	-82,400.52
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-50,278.79	-58,132.68
	Institutional Shares	-839,562.00	-1,034,101.42
	Institutional B Shares	-10,900.38	-997.62
	b) Administration and accounting management	-181,675.17	-198,920.82
F.	Formation and organisation expenses (-)	-786.02	-326.03
H.	Services and sundry goods (-)	-1,693.46	-1,603.14
J.	Taxes		
	Classic Shares	-8,677.88	-8,574.75
	Institutional Shares	-18,711.20	-20,844.70
	Institutional B Shares	-446.76	-90.93
L.	Other expenses (-)	-24,685.22	-43,206.65
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	6,303,505.09	6,721,710.84
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	47,842,945.64	-96,746,729.98
<b>VII.</b>	<b>Result of the period</b>	47,842,945.64	-96,746,729.98

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Equities Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Austria</u>							
ERSTE GROUP BANK AG -	72,557.00	EUR	32.090	2,328,354.13		0.65	0.65
<u>Belgium</u>							
ANHEUSER-BUSCH INBEV NV -	64,313.00	EUR	51.830	3,333,342.79		0.92	0.93
D'IETEREN -	3,296.00	EUR	161.900	533,622.40		0.15	0.15
ELIA SYSTEM OPERATOR -	11,513.00	EUR	116.300	1,338,961.90		0.37	0.37
G.B.L. -	25,616.00	EUR	72.160	1,848,450.56		0.51	0.51
KBC GROUP -	45,010.00	EUR	63.920	2,877,039.20		0.80	0.80
SOLVAY -	18,951.00	EUR	102.300	1,938,687.30		0.54	0.54
U.C.B. -	27,561.00	EUR	81.200	2,237,953.20		0.62	0.62
UMICORE -	2,447.00	EUR	25.590	62,618.73		0.02	0.02
<u>Finland</u>							
KESKO OYJ B	35,387.00	EUR	17.250	610,425.75		0.17	0.17
KONE CORP. -	59,080.00	EUR	47.830	2,825,796.40		0.78	0.78
NOKIA A	517,339.00	EUR	3.836	1,984,253.73		0.55	0.55
ORION OYJ B	25,075.00	EUR	38.020	953,351.50		0.26	0.26
SAMPO OYJ SAMPO OYJ	30,376.00	EUR	41.120	1,249,061.12		0.35	0.35
STORA ENSO OYJ R	146,272.00	EUR	10.625	1,554,140.00		0.43	0.43
<u>France</u>							
ACCOR -	55,266.00	EUR	34.020	1,880,149.32		0.52	0.52
ALSTOM -	30,876.00	EUR	27.320	843,532.32		0.23	0.23
ARKEMA -	7,544.00	EUR	86.300	651,047.20		0.18	0.18
AXA -	237,478.00	EUR	27.025	6,417,842.95		1.78	1.78
BNP PARIBAS SA -	89,477.00	EUR	57.720	5,164,612.44		1.43	1.43
CAPGEMINI SA -	24,268.00	EUR	173.550	4,211,711.40		1.17	1.17
CIE DE ST-GOBAIN -	19,618.00	EUR	55.730	1,093,311.14		0.30	0.30
DANONE SA -	88,120.00	EUR	56.140	4,947,056.80		1.37	1.37
DASSAULT SYSTEMES -	21,805.00	EUR	40.625	885,828.13		0.25	0.25
EDENRED -	45,708.00	EUR	61.340	2,803,728.72		0.78	0.78
ESSILOR LUXOTTICA (PAR)	33,073.00	EUR	172.600	5,708,399.80		1.58	1.58
EURAZEO (PAR)	12,295.00	EUR	64.450	792,412.75		0.22	0.22
EUROFINS SCIENTIFIC -	10,763.00	EUR	58.160	625,976.08		0.17	0.17
HERMES INTL. (PAR)	3,903.00	EUR	1,990.000	7,766,970.00		2.15	2.15
IPSEN -	2,961.00	EUR	110.200	326,302.20		0.09	0.09
KERING -	8,644.00	EUR	505.600	4,370,406.40		1.21	1.21
L'OREAL -	22,124.00	EUR	427.100	9,449,160.40		2.62	2.62
LEGRAND (PAR)	41,448.00	EUR	90.800	3,763,478.40		1.04	1.04
LVMH-MOET HENNESSY LOUIS VUITT SE -	27,719.00	EUR	863.000	23,921,497.00		6.63	6.64
MICHELIN (PAR)	112,789.00	EUR	27.060	3,052,070.34		0.85	0.85
ORANGE S.A. -	307,201.00	EUR	10.702	3,287,665.10		0.91	0.91
PERNOD RICARD SA -	27,352.00	EUR	202.400	5,536,044.80		1.54	1.54
PUBLICIS GROUPE SA -	38,215.00	EUR	73.500	2,808,802.50		0.78	0.78
RENAULT (PAR)	36,914.00	EUR	38.580	1,424,142.12		0.40	0.40
SARTORIUS STEDIM BIOTECH -	751.00	EUR	228.700	171,753.70		0.05	0.05
SARTORIUS STEDIM BIOTECH -	2,801.00	EUR	317.100	888,197.10		0.25	0.25
SCHNEIDER ELECTRIC SE -	55,718.00	EUR	166.460	9,274,818.28		2.57	2.57
SOCIETE GENERALE SA -	81,284.00	EUR	23.800	1,934,559.20		0.54	0.54
SODEXHO ALLIANCE -	13,851.00	EUR	100.850	1,396,873.35		0.39	0.39
STMICROELECTRONICS NV -	51,853.00	EUR	45.565	2,362,681.95		0.66	0.66
TELEPERFORMANCE -	9,197.00	EUR	153.450	1,411,279.65		0.39	0.39
UNIBAIL-RODAMCO SE -	36,638.00	EUR	48.150	1,764,119.70		0.49	0.49
VINCI S.A. -	66,881.00	EUR	106.380	7,114,800.78		1.97	1.97
VIVENDI SA -	199,944.00	EUR	8.406	1,680,729.26		0.47	0.47
WENDEL INVESTISSEMENT (PAR)	9,030.00	EUR	94.000	848,820.00		0.24	0.24
WORLDLINE SA -	39,301.00	EUR	33.500	1,316,583.50		0.37	0.37
<u>Germany</u>							
ADIDAS AG -	16,910.00	EUR	177.780	3,006,259.80		0.83	0.83
ALLIANZ AG REG	42,717.00	EUR	213.200	9,107,264.40		2.53	2.53
BECHTLE AG -	4,803.00	EUR	36.320	174,444.96		0.05	0.05

COMMERZBANK AG -	167,424.00	EUR	10,150	1,699,353.60	0.47	0.47
CONTINENTAL AG -	7,960.00	EUR	69,100	550,036.00	0.15	0.15
DEUTSCHE BOERSE AG -	19,473.00	EUR	169,100	3,292,884.30	0.91	0.91
DEUTSCHE POST AG -	101,225.00	EUR	44,655	4,520,202.38	1.25	1.25
DEUTSCHE TELEKOM INT FIN REG	328,416.00	EUR	19,976	6,560,438.02	1.82	1.82
EVONIK INDUSTRIES AG -	73,014.00	EUR	17,430	1,272,634.02	0.35	0.35
FRESENIUS MEDICAL CARE AG & CO -	42,234.00	EUR	43,770	1,848,582.18	0.51	0.51
FRESENIUS SE & CO KGAA (FRA)	86,608.00	EUR	25,370	2,197,244.96	0.61	0.61
GEA AG -	45,960.00	EUR	38,310	1,760,727.60	0.49	0.49
HANNOVER RUECK SE (FRA) NAAM	1,681.00	EUR	194,350	326,702.35	0.09	0.09
HEIDELBERGCEMENT AG -	31,469.00	EUR	75,200	2,366,468.80	0.66	0.66
HENKEL KGAA (FRA)	5,568.00	EUR	64,500	359,136.00	0.10	0.10
HENKEL KGAA PEF	30,967.00	EUR	73,260	2,268,642.42	0.63	0.63
INFINEON TECHNOLOGIES AG -	136,202.00	EUR	37,785	5,146,392.57	1.43	1.43
KNORR-BREMSE AG -	25,416.00	EUR	69,980	1,778,611.68	0.49	0.49
LEG IMMOBILIEN AG -	893.00	EUR	52,640	47,007.52	0.01	0.01
MERCK KGAA -	20,964.00	EUR	151,550	3,177,094.20	0.88	0.88
MUNCHENER RUCKVERSICHERUNG AG REG	9,861.00	EUR	343,600	3,388,239.60	0.94	0.94
RATIONAL AG -	221.00	EUR	663,000	146,523.00	0.04	0.04
SAP AG -	107,024.00	EUR	125,140	13,392,983.36	3.71	3.72
SIEMENS ENERGY AG -	93,557.00	EUR	16,210	1,516,558.97	0.42	0.42
TELEFONICA DEUTSCHLAND HOLDING -	357,515.00	EUR	2,577	921,316.16	0.26	0.26
VONOVIA SE -	92,592.00	EUR	17,895	1,656,933.84	0.46	0.46
ZALANDO SE -	27,210.00	EUR	26,360	717,255.60	0.20	0.20
<u>Ireland</u>						
AIB GROUP PLC -	274,372.00	EUR	3,850	1,056,332.20	0.29	0.29
C.R.H. PLC -	74,619.00	EUR	50,500	3,768,259.50	1.05	1.05
KERRY GROUP PLC -	5,853.00	EUR	89,380	523,141.14	0.14	0.14
SMURFIT KAPPA PLC -	23,565.00	EUR	30,530	719,439.45	0.20	0.20
<u>Italy</u>						
ASSICURAZIONI GENERALI -	116,985.00	EUR	18,620	2,178,260.70	0.60	0.60
DAVIDE CAMPARI - MILANO SPA -	54,617.00	EUR	12,690	693,089.73	0.19	0.19
FINECOBANK BANCA FINECO SPA -	69,915.00	EUR	12,315	861,003.23	0.24	0.24
INTESA SANPAOLO SPA -	2,173,946.00	EUR	2,400	5,217,470.40	1.45	1.45
MEDIOBANCA (MIL)	167,775.00	EUR	10,960	1,838,814.00	0.51	0.51
MONCLER SPA -	35,557.00	EUR	63,340	2,252,180.38	0.63	0.63
PRYSMIAN SPA -	5,310.00	EUR	38,280	203,266.80	0.06	0.06
RECORDATI SPA -	1,726.00	EUR	43,750	75,512.50	0.02	0.02
TERNA RETE ELETTRICA NAZIONALE -	299,788.00	EUR	7,806	2,340,145.13	0.65	0.65
UNICREDIT SPA -	111,608.00	EUR	21,265	2,373,344.12	0.66	0.66
<u>Netherlands</u>						
A.K.Z.O. NOBEL -	34,069.00	EUR	74,720	2,545,635.68	0.71	0.71
ABN AMRO GROUP N.V. -	127,315.00	EUR	14,230	1,811,692.45	0.50	0.50
ADYEN BV -	1,072.00	EUR	1,585,800	1,699,977.60	0.47	0.47
AEGON -	146,542.00	EUR	4,630	678,489.46	0.19	0.19
ARGENX SE -	5,772.00	EUR	355,400	2,051,368.80	0.57	0.57
ASM INTERNATIONAL -	3,619.00	EUR	388,350	1,405,438.65	0.39	0.39
ASML HOLDING NV -	40,843.00	EUR	663,000	27,078,909.00	7.52	7.51
CNH INDUSTRIAL NV -	183,594.00	EUR	13,205	2,424,358.77	0.67	0.67
FERRARI NV -	16,129.00	EUR	299,500	4,830,635.50	1.34	1.34
HEINEKEN -	25,234.00	EUR	94,180	2,376,538.12	0.66	0.66
HEINEKEN HOLDING (AMS)(A 25NLG)	11,281.00	EUR	79,650	898,531.65	0.25	0.25
IMCD GROUP NV -	14,708.00	EUR	131,700	1,937,043.60	0.54	0.54
ING GROEP NV -	317,168.00	EUR	12,338	3,913,218.78	1.09	1.09
JDE PEET'S BV -	35,600.00	EUR	27,260	970,456.00	0.27	0.27
KON. AHOLD DELHAIZE NV -	90,234.00	EUR	31,260	2,820,714.84	0.78	0.78
KONINKLIJKE KPN NV -	350,984.00	EUR	3,269	1,147,366.70	0.32	0.32
KONINKLIJKE PHILIPS ELECTRONICS N.V. -	4,917.00	EUR	19,808	97,395.94	0.03	0.03
NN GROUP NV -	48,762.00	EUR	33,910	1,653,519.42	0.46	0.46
OCI NV -	5,108.00	EUR	21,970	112,222.76	0.03	0.03
PROSUS NV -	60,093.00	EUR	67,110	4,032,841.23	1.12	1.12
QIAGEN NV -	51,325.00	EUR	41,140	2,111,510.50	0.59	0.59
RANDSTAD NV (AMS)	36,221.00	EUR	48,310	1,749,836.51	0.49	0.49
STELLANTIS NV -	234,607.00	EUR	16,090	3,774,826.63	1.05	1.05
WOLTERS KLUWER -	12,669.00	EUR	116,300	1,473,404.70	0.41	0.41
<u>Portugal</u>						
JERONIMO MARTINS -	74,737.00	EUR	25,240	1,886,361.88	0.52	0.52
<u>Spain</u>						
ACCIONA SA -	8,605.00	EUR	155,400	1,337,217.00	0.37	0.37
ACTIVIDADES CONSTRUCCY SERV -	2,584.00	EUR	32,170	83,127.28	0.02	0.02
AENA SA -	13,201.00	EUR	148,000	1,953,748.00	0.54	0.54
AMADEUS IT GROUP SA -	22,591.00	EUR	69,700	1,574,592.70	0.44	0.44
BANCO BILBAO VIZCAYA ARGENTARIA -	382,607.00	EUR	7,032	2,690,492.42	0.75	0.75
BANCO SANTANDER CENTRAL HISPANO SA -	1,276,147.00	EUR	3,385	4,319,757.60	1.20	1.20
CAIXABANK SA -	754,109.00	EUR	3,787	2,855,810.78	0.79	0.79
CELLNEX TELECOM SAU -	31,996.00	EUR	36,990	1,183,532.04	0.33	0.33
CORP ACCIONA ENERGIAS RENOVABL -	21,877.00	EUR	30,620	669,873.74	0.19	0.19
EDP RENOVAVEIS SA -	86,529.00	EUR	18,295	1,583,048.06	0.44	0.44
FERROVIAL SA -	33,664.00	EUR	28,970	975,246.08	0.27	0.27

GRIFOLS SA -	69,782.00	EUR	11.740	819,240.68	0.23	0.23
INDUSTRIA DE DISENO TEXTIL SA -	147,630.00	EUR	35.460	5,234,959.80	1.45	1.45
RED ELECTRICA DE ESPANA -	115,815.00	EUR	15.385	1,781,813.78	0.49	0.49
TELEFONICA SA -	119,920.00	EUR	3.716	445,622.72	0.12	0.12
<b>Switzerland</b>						
DSM-FIRMENICH AG -	23,966.00	EUR	98.620	2,363,526.92	0.66	0.66
<b>U.S.A.</b>						
AERCAP HOLDINGS NV -	5,843.00	USD	63.520	340,190.06	0.09	0.09
Total shares				360,567,715.90	100.00	100.00
<b>Rights</b>						
<b>Netherlands</b>						
NN GROUP NV -	12.00	EUR	1.522	18.26	0.00	0.00
Total rights				18.26	0.00	0.00
TOTAL SECURITIES PORTFOLIO				360,567,734.20	100.00	100.00
<b>CASH AT BANK AND IN HAND</b>						
<b>Demand accounts</b>						
<b>Belgium</b>						
KBC GROUP CHF	204.67	CHF	1.000	209.69	0.00	0.00
KBC GROUP EURO	128,310.37	EUR	1.000	128,310.37	0.00	0.04
KBC GROUP GBP	-8.37	GBP	1.000	-9.75	0.00	0.00
KBC GROUP USD	7,498.98	USD	1.000	6,873.49	0.00	0.00
Total demand accounts				135,383.80	0.00	0.04
TOTAL CASH AT BANK AND IN HAND				135,383.80	0.00	0.04
<b>OTHER</b>						
Expenses payable		EUR		-147,802.09	0.00	-0.04
TOTAL OTHER				-147,802.09	0.00	-0.04
TOTAL NET ASSETS				360,555,315.90	0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	1.48	0.57	0.82	0.65
Belgium	3.20	4.26	4.36	3.96
Switzerland	0.00	0.00	0.00	0.66
Cyprus	0.23	0.11	0.00	0.00
Germany	23.18	22.57	22.71	20.27
Spain	9.36	10.14	7.17	7.62
Finland	3.53	4.02	3.07	2.54
France	30.46	32.26	36.15	36.59
Ireland	1.93	2.35	2.10	1.68
Italy	7.28	6.93	5.41	4.99
Netherlands	19.20	16.34	17.73	20.43
Portugal	0.15	0.45	0.48	0.52
U.S.A.	0.00	0.00	0.00	0.09
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	19.64	20.01	22.73	16.29
Consum(cycl)	21.58	20.00	19.33	22.67
Cons.goods	8.79	9.29	9.44	9.87
Pharma	8.34	10.33	9.16	6.43
Financials	17.72	17.55	18.33	21.31
Technology	15.03	12.59	12.64	17.00
Telecomm.	3.27	4.29	3.53	3.75
Utilities	3.40	3.80	3.02	1.33
Real est.	1.58	1.39	1.19	0.96
Various	0.65	0.75	0.63	0.39
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	99.98	100.00	100.00	99.91
US DOLLAR	0.02	0.00	0.00	0.09
TOTAL	100.00	100.00	100.00	100.00

### 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Equities Responsible Investing (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	67,188,633.72
<b>Sales</b>	74,738,202.83
<b>Total 1</b>	141,926,836.54
<b>Subscriptions</b>	27,830,784.59
<b>Redemptions</b>	41,121,030.45
<b>Total 2</b>	68,951,815.04
<b>Monthly average of total assets</b>	364,163,717.06
<b>Turnover rate</b>	20.04%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

### 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

#### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	1,488.46		4,130.28		6,102.49		6,102.49
2022 - 12	340.88		1,211.76		5,231.62		5,231.62
2023 - 06	420.79		616.41		5,035.99		5,035.99

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	5,517,525.53		15,011,512.81	
2022 - 12	1,251,747.63		4,020,094.04	
2023 - 06	1,569,850.77		2,360,792.97	

Period	Net asset value End of period (in Euro)			
	Of the class	Of one share		
		Capitalization	Distribution	
2021 - 12	24,746,797.86	4,055.19		
2022 - 12	17,756,454.40	3,394.07		
2023 - 06	19,608,073.61	3,893.59		

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	21,797.49		48,324.27		105,323.60		105,323.60
2022 - 12	21,365.76		37,899.65		88,789.71		88,789.71
2023 - 06	5,604.34		9,222.63		85,171.42		85,171.42

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	79,835,877.03		179,122,029.63	
2022 - 12	78,788,241.08		131,776,735.00	
2023 - 06	21,567,981.17		35,350,287.64	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	431,072,437.72	4,092.84	
2022 - 12	304,352,732.30	3,427.79	
2023 - 06	335,044,216.99	3,933.76	

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	0.00		0.00		0.00		0.00
2022 - 12	2,180.00		956.00		1,224.00		1,224.00
2023 - 06	1,250.00		977.00		1,497.00		1,497.00

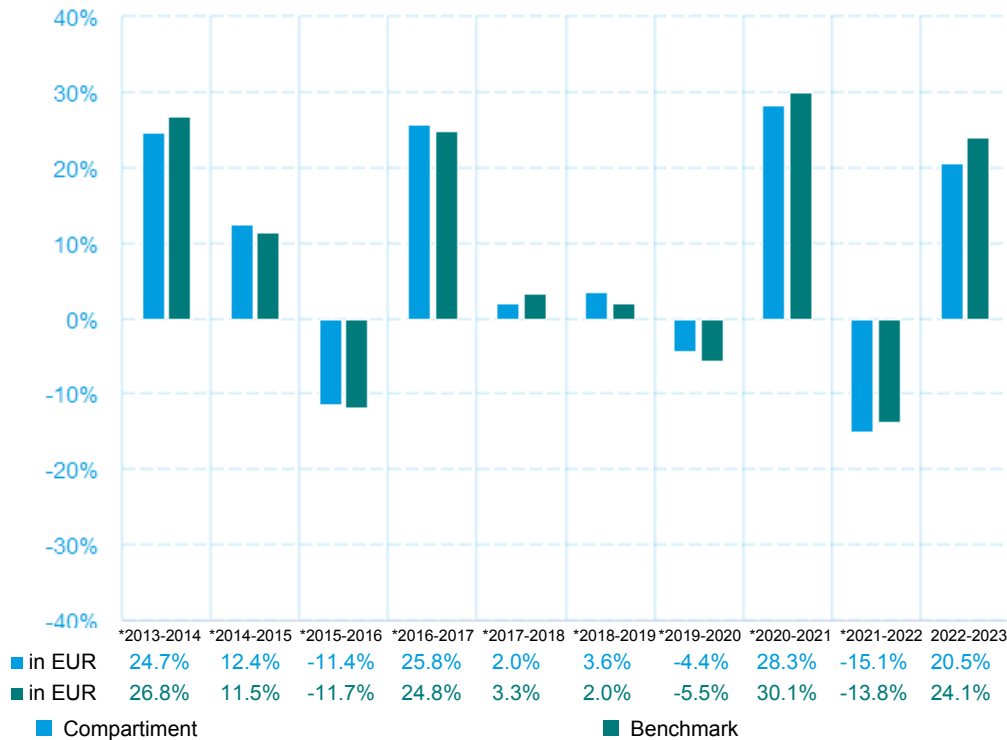
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	0.00		0.00	
2022 - 12	6,931,605.85		3,149,393.30	
2023 - 06	4,758,469.25		3,784,496.18	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	0.00	0.00	
2022 - 12	4,202,459.08	3,433.38	
2023 - 06	5,903,025.26	3,943.24	

## 2.4.5. Performance figures

### Classic Shares

BE0175761940  
 KBC Institutional Fund Euro Equities Responsible Investing Classic Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0175761940	EUR	20.55%	24.08%	9.51%	11.64%	5.39%	6.04%	7.56%	7.99%	08/12/2000	1.98%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
 Return on date D over a period of X years :  

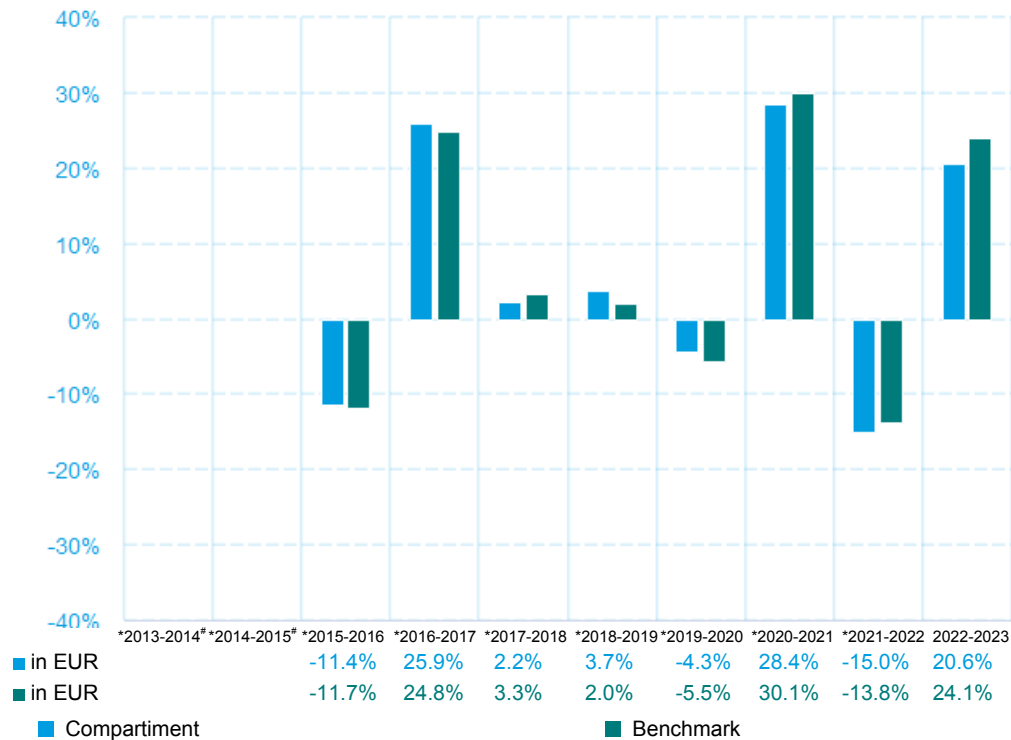
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
 where Y = D-X  
 Return on date D since the start date S of the unit:  

$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
 where F = 1 if the unit has existed for less than one year on date D  
 where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## Institutional Shares

BE6225969243

KBC Institutional Fund Euro Equities Responsible Investing Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6225969243	EUR	20.64%	24.08%	9.59%	11.64%	5.48%	6.04%			06/09/2011	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

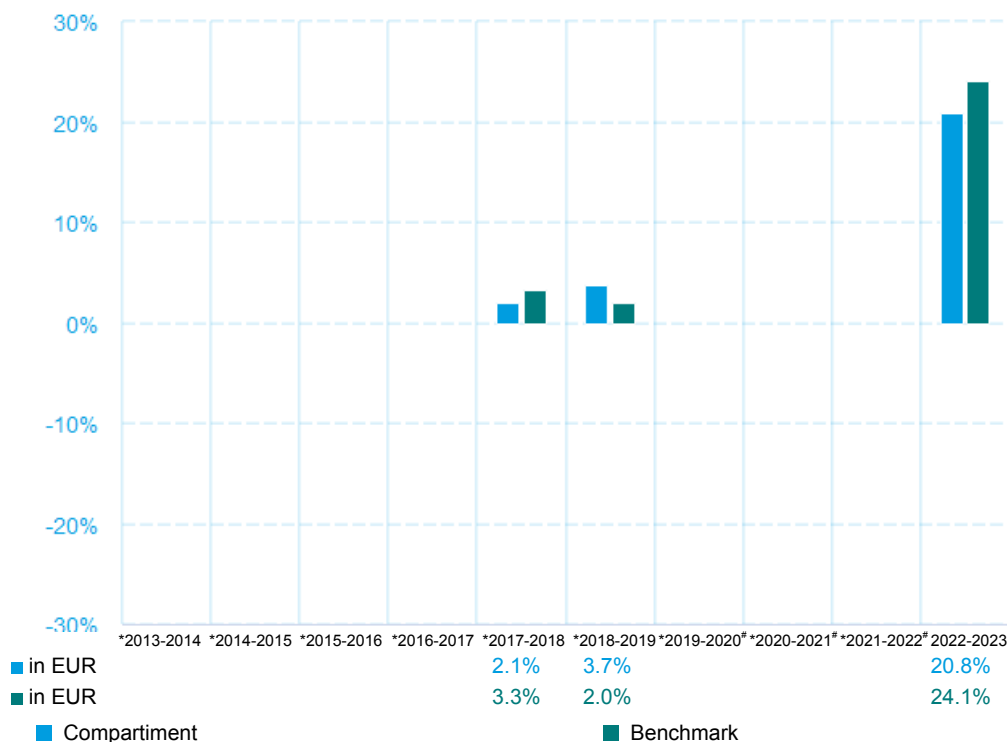
- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
**Capitalisation units (CAP)**  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.



## Institutional B Shares

BE6295240376

KBC Institutional Fund Euro Equities Responsible Investing Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6295240376	EUR	20.83%	24.08%							30/05/2017	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,745%  
Transaction costs: 0,079%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,670%  
Transaction costs: 0,079%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,586%  
Transaction costs: 0,079%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Institutional B Shares

Fee for managing the investment portfolio	Max 0.55%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### ***Exercising voting rights***

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

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    - 2.1.3. Goal and key principles of the investment policy
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    - 2.1.8. Future policy
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  - 2.2. Balance sheet
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    - 2.4.2. Changes in the composition of the assets KBC Institutional Fund Euro Equity (in the currency of the sub-fund)
    - 2.4.3. Amount of commitments in respect of financial derivatives positions
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    - 2.4.6. Costs
    - 2.4.7. Notes to the financial statements and other data



## 2. Information on KBC Institutional Fund Euro Equity

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date:	6 March 1998
Initial subscription price:	200 000 BEF
Currency:	EUR

##### **Institutional Shares Capitalisation**

Launch date:	12 December 2007
Initial subscription price:	8 428.79 EUR
Currency:	EUR

##### **Institutional B Shares Capitalisation**

Launch date:	30 May 2017
Initial subscription price:	9 418.67 EUR
Currency:	EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

##### **Sub-fund's investment policy**

###### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in shares of companies from Member States of the European Union participating in the euro or from Member States where progress towards meeting the convergence criteria suggests that they may soon join the euro.

The fund is actively managed with reference to the following benchmark: MSCI EMU-Net Return index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 2.50%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy



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Required disclaimers for benchmark providers:

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

### **Volatility of the net asset value**

The volatility of the net asset value may be high due to the composition of the portfolio.

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## **2.1.6. Index and benchmark**

See 'Sub-fund's investment policy'.

## **2.1.7. Policy pursued during the financial year**

Active positions in Euro stocks were taken based on quantitative analysis and a stringent risk framework. Approximately once a month, the fund was rebalanced to reflect recommendations originated by forementioned analysis.

## **2.1.8. Future policy**

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## **2.1.9. Summary risk indicator (SRI)**

Classic Shares: 5 on a scale of 1 (lowest risk) to 7 (highest risk)

- a high level of market risk: the level of the risk reflects the volatility of the stock market.
  - a high level of performance risk: the level of the risk reflects the volatility of the stock market.
- There is no capital protection.

Institutional Shares: 5 on a scale of 1 (lowest risk) to 7 (highest risk)

- a high level of market risk: the level of the risk reflects the volatility of the stock market.
  - a high level of performance risk: the level of the risk reflects the volatility of the stock market.
- There is no capital protection.

- Institutional B Shares: 5 on a scale of 1 (lowest risk) to 7 (highest risk)
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
  - a high level of performance risk: the level of the risk reflects the volatility of the stock market.
- There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	141,751,508.60	144,117,585.41
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds		
	Collateral received in the form of bonds	1,425,557.67	1,406,806.34
C.	Shares and similar instruments		
	a) Shares	144,156,392.67	144,691,412.31
	Of which securities lent	1,330,372.00	1,272,197.12
D.	Other securities	25.87	22,197.35
F.	Derivative financial instruments		
	m) Financial indices		
	Futures and forward contracts (+/-)	-22,440.00	
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	1,989,998.82	2,304,229.59
	c) Collateral	266,048.00	
B.	Payables		
	a) Accounts payable (-)		-1,300,656.96
	c) Borrowings (-)	-4,578,296.40	-1,515,580.24
	d) Collateral (-)	-1,425,557.67	-1,406,806.34
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	227.81	8,298.57
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	2,117.04	-0.01
C.	Accrued expense (-)	-62,565.21	-92,315.20
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	141,751,508.60	144,117,585.41
<b>A.</b>	<b>Capital</b>	123,482,939.82	185,911,916.27
<b>B.</b>	<b>Income equalization</b>	-103,637.83	-134,304.01
<b>D.</b>	<b>Result of the period</b>	18,372,206.61	-41,660,026.85
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.a.	Securities/money market instruments	1,425,557.67	1,406,806.34
I.A.b.	Cash at bank and in hand/deposits	266,048.00	
III.	Notional amounts of futures and forward contracts (+)		
III.B.	Written futures and forward contracts	-3,895,760.00	
IX.	Financial instruments lent	1,330,372.00	1,272,197.12

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	15,953,103.59	-45,734,012.36
F.	Derivative financial instruments		
	l) Financial indices		
	Futures and forward contracts	-81,830.00	427,395.00
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	2,171.50	159,385.87
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	6,107,013.30	18,685,294.07
	Unrealised gains on investments	13,450,999.27	-39,512,820.63
	Realised losses on investments	-3,096,481.67	-11,152,757.26
	Unrealised losses on investments	-588,085.81	-13,166,947.67
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	3,007,579.71	4,206,736.83
B.	Interests		
	a) Securities and money market instruments	5,969.82	20,356.39
	b) Cash at bank and in hand and deposits	5,751.30	13.91
C.	Interest on borrowings (-)	-35,799.55	-4,532.18
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	31,217.63	41,325.56
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-132,374.68	-275,655.38
B.	Financial expenses (-)	-29.78	-45.20
C.	Custodian's fee (-)	-29,054.90	-39,918.47
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-20,853.78	-20,538.89
	Institutional Shares	-210,116.21	-277,387.85
	Institutional B Shares	-19,703.23	-25,201.48
	b) Administration and accounting management	-72,559.28	-93,522.69
F.	Formation and organisation expenses (-)	-359.42	-156.63
H.	Services and sundry goods (-)	-1,577.59	-1,552.20
J.	Taxes		
	Classic Shares	-5,882.91	-5,446.56
	Institutional Shares	-7,331.37	-12,323.89
	Institutional B Shares	-501.82	-827.37
L.	Other expenses (-)	-15,612.42	-24,119.26
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	2,498,761.52	3,487,204.64
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	18,372,206.61	-41,660,026.85
<b>VII.</b>	<b>Result of the period</b>	18,372,206.61	-41,660,026.85

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Equity

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Austria</u>							
RAIFFEISEN BANK INTL -	33,272.00	EUR	14.520	483,109.44		0.34	0.34
VERBUND AG -	15,411.00	EUR	73.450	1,131,937.95		0.79	0.80
VIENNA INSURANCE GROUP AG WIEN -	22,827.00	EUR	23.950	546,706.65		0.38	0.39
VOESTALPINE AG -	4,571.00	EUR	32.900	150,385.90		0.10	0.11
<u>Belgium</u>							
ANHEUSER-BUSCH INBEV NV -	1,621.00	EUR	51.830	84,016.43		0.06	0.06
BARCO NV NEW	7,514.00	EUR	22.840	171,619.76		0.12	0.12
D'IETEREN -	3,271.00	EUR	161.900	529,574.90		0.37	0.37
G.B.L. -	16,118.00	EUR	72.160	1,163,074.88		0.81	0.82
GALAPAGOS GENOMICS NV -	37,489.00	EUR	37.370	1,400,963.93		0.97	0.99
<u>Finland</u>							
NESTE OIL OYJ -	3,332.00	EUR	35.260	117,486.32		0.08	0.08
NOKIA A	476,411.00	EUR	3.836	1,827,274.39		1.27	1.29
OUTOKUMPU A -	47,742.00	EUR	4.902	234,031.28		0.16	0.17
SAMPO OYJ SAMPO OYJ	2,315.00	EUR	41.120	95,192.80		0.07	0.07
TIETOEVRY CORP -	20,469.00	EUR	25.280	517,456.32		0.36	0.37
UPM-KYMMENE CORP -	20,363.00	EUR	27.270	555,299.01		0.39	0.39
<u>France</u>							
AEROPORTS DE PARIS -	7,949.00	EUR	131.500	1,045,293.50		0.73	0.74
AIR LIQUIDE (L') -	5,829.00	EUR	164.200	957,121.80		0.66	0.68
ALTEN -	8,463.00	EUR	144.300	1,221,210.90		0.85	0.86
AXA -	12,814.00	EUR	27.025	346,298.35		0.24	0.24
BNP PARIBAS SA -	5,885.00	EUR	57.720	339,682.20		0.24	0.24
BOUYGUES -	89,323.00	EUR	30.760	2,747,575.48		1.91	1.94
CHRISTIAN DIOR SE -	885.00	EUR	813.000	719,505.00		0.50	0.51
EIFFAGE SA -	31,123.00	EUR	95.580	2,974,736.34		2.06	2.10
ELIS SA -	10,754.00	EUR	17.800	191,421.20		0.13	0.14
ESSILOR LUXOTTICA (PAR)	18,955.00	EUR	172.600	3,271,633.00		2.27	2.31
GECINA REG	22,637.00	EUR	97.550	2,208,239.35		1.53	1.56
HERMES INTL. (PAR)	1,349.00	EUR	1,990.000	2,684,510.00		1.86	1.89
IPSEN -	3,073.00	EUR	110.200	338,644.60		0.24	0.24
IPSOS -	4,949.00	EUR	50.950	252,151.55		0.18	0.18
L'OREAL -	8,762.00	EUR	427.100	3,742,250.20		2.60	2.64
LA FRANCAISE DES JEUX SAEM -	4,504.00	EUR	36.040	162,324.16		0.11	0.12
LVMH-MOET HENNESSY LOUIS VUITT SE -	10,863.00	EUR	863.000	9,374,769.00		6.51	6.62
PERNOD RICARD SA -	8,673.00	EUR	202.400	1,755,415.20		1.22	1.24
REMY COINTREAU SA -	4,323.00	EUR	146.950	635,264.85		0.44	0.45
RUBIS -	6,396.00	EUR	22.240	142,247.04		0.10	0.10
SANOFI -	31,748.00	EUR	98.200	3,117,653.60		2.16	2.20
SARTORIUS STEDIM BIOTECH -	602.00	EUR	228.700	137,677.40		0.10	0.10
SARTORIUS STEDIM BIOTECH -	424.00	EUR	317.100	134,450.40		0.09	0.10
SOCIETE GENERALE SA -	5,991.00	EUR	23.800	142,585.80		0.10	0.10
SOPRA STORIA GROUP SA (PAR)	5,028.00	EUR	182.800	919,118.40		0.64	0.65
STMICROELECTRONICS NV -	4,965.00	EUR	45.565	226,230.23		0.16	0.16
TOTAL -	67,176.00	EUR	52.550	3,530,098.80		2.45	2.49
VINCI S.A. -	24,261.00	EUR	106.380	2,580,885.18		1.79	1.82
VIVENDI SA -	62,642.00	EUR	8.406	526,568.65		0.37	0.37
WORLDLINE SA -	39,602.00	EUR	33.500	1,326,667.00		0.92	0.94
<u>Germany</u>							
AAREAL BANK AG -	5,062.00	EUR	33.700	170,589.40		0.12	0.12
ALLIANZ AG REG	2,058.00	EUR	213.200	438,765.60		0.30	0.31
ASCLEPION-MEDITEC AG -	10,512.00	EUR	99.040	1,041,108.48		0.72	0.73
AURUBIS AG (FRA)	1,979.00	EUR	78.540	155,430.66		0.11	0.11
BAYERISCHE MOTOREN WERKE AG (FRA)(PREF)	2,029.00	EUR	104.200	211,421.80		0.15	0.15
BAYERISCHE MOTOREN WERKE AG -	3,511.00	EUR	112.520	395,057.72		0.27	0.28
BECHTLE AG -	10,322.00	EUR	36.320	374,895.04		0.26	0.26
BEIERSDORF AG -	3,226.00	EUR	121.250	391,152.50		0.27	0.28
BRENNTAG AG -	14,806.00	EUR	71.400	1,057,148.40		0.73	0.75
COMMERZBANK AG -	71,179.00	EUR	10.150	722,466.85		0.50	0.51
DAIMLER TRUCK HOLDING AG -	6,348.00	EUR	33.000	209,484.00		0.14	0.15

DEUTSCHE BANK AG REG	71,447.00	EUR	9.618	687,177.25		0.48	0.49
DEUTSCHE BOERSE AG -	16,818.00	EUR	169.100	2,843,923.80		1.97	2.01
DEUTSCHE TELEKOM INT FIN REG	194,731.00	EUR	19.976	3,889,946.46		2.70	2.74
DR ING HC F PORSCHE AG -	2,466.00	EUR	113.750	280,507.50		0.20	0.20
ENCAVIS AG -	9,707.00	EUR	15.025	145,847.68		0.10	0.10
FRESENIUS SE & CO KGAA (FRA)	5,121.00	EUR	25.370	129,919.77		0.09	0.09
GEA AG -	20,909.00	EUR	38.310	801,023.79		0.56	0.56
HANNOVER RUECK SE (FRA) NAAM	1,303.00	EUR	194.350	253,238.05		0.18	0.18
HEIDELBERGCEMENT AG -	35,790.00	EUR	75.200	2,691,408.00		1.87	1.90
HUGO BOSS AG -	3,654.00	EUR	71.540	261,407.16		0.18	0.18
INFINEON TECHNOLOGIES AG -	18,112.00	EUR	37.785	684,361.92		0.48	0.48
KRONES AG (FRA)	9,107.00	EUR	111.100	1,011,787.70		0.70	0.71
MERCEDES-BENZ GROUP AG -	34,177.00	EUR	73.670	2,517,819.59		1.75	1.78
MERCK KGAA -	7,855.00	EUR	151.550	1,190,425.25		0.83	0.84
METRO AG -	53,487.00	EUR	7.440	397,943.28		0.28	0.28
MUNCHENER RUCKVERSICHERUNG AG REG	5,839.00	EUR	343.600	2,006,280.40		1.39	1.42
RATIONAL AG -	228.00	EUR	663.000	151,164.00		0.11	0.11
SALZGITTER AG -	10,403.00	EUR	33.140	344,755.42		0.24	0.24
SAP AG -	3,921.00	EUR	125.140	490,673.94		0.34	0.35
SCOUT24 AG -	16,821.00	EUR	58.080	976,963.68		0.68	0.69
SIEMENS AG REG	6,986.00	EUR	152.540	1,065,644.44		0.74	0.75
SMA SOLAR TECHNOLOGY AG -	9,916.00	EUR	111.900	1,109,600.40		0.77	0.78
SUDZUCKER AG (FRA)	8,126.00	EUR	16.330	132,697.58		0.09	0.09
TALANX AG -	36,481.00	EUR	52.650	1,920,724.65		1.33	1.36
TELEFONICA DEUTSCHLAND HOLDING -	657,249.00	EUR	2.577	1,693,730.67		1.18	1.20
VOLKSWAGEN AG PREF	6,641.00	EUR	122.940	816,444.54		0.57	0.58
<u>Ireland</u>							
AIB GROUP PLC -	195,633.00	EUR	3.850	753,187.05		0.52	0.53
C.R.H. PLC -	71,107.00	EUR	50.500	3,590,903.50		2.49	2.53
FLUTTER ENTERTAINMENT PLC -	3,802.00	EUR	184.250	700,518.50		0.49	0.49
<u>Italy</u>							
ACEA SPA (MIL)	15,238.00	EUR	11.980	182,551.24		0.13	0.13
ASSICURAZIONI GENERALI -	66,254.00	EUR	18.620	1,233,649.48		0.86	0.87
BANCA POPOLARE DI SONDRIO SCAR -	75,944.00	EUR	3.816	289,802.30		0.20	0.20
BANCO BPM SPA -	259,155.00	EUR	4.250	1,101,408.75		0.76	0.78
BRUNELLO CUCINELLI SPA -	1,938.00	EUR	80.600	156,202.80		0.11	0.11
DIASORIN SPA -	3,172.00	EUR	95.400	302,608.80		0.21	0.21
ENI -	70,854.00	EUR	13.182	933,997.43		0.65	0.66
ERG SPA -	15,945.00	EUR	26.980	430,196.10		0.30	0.30
FINECOBANK BANCA FINECO SPA -	67,709.00	EUR	12.315	833,836.34		0.58	0.59
HERA SPA -	658,218.00	EUR	2.722	1,791,669.40		1.24	1.26
IREN SPA -	159,249.00	EUR	1.701	270,882.55		0.19	0.19
ITALGAS ITALGAS SPA	34,337.00	EUR	5.425	186,278.23		0.13	0.13
NEXI SPA -	124,446.00	EUR	7.182	893,771.17		0.62	0.63
REPLY SPA -	6,433.00	EUR	104.100	669,675.30		0.47	0.47
TERNA RETE ELETTRICA NAZIONALE -	44,521.00	EUR	7.806	347,530.93		0.24	0.25
UNICREDIT SPA -	63,244.00	EUR	21.265	1,344,883.66		0.93	0.95
<u>Luxembourg</u>							
TENARIS SA -	20,987.00	EUR	13.715	287,836.71		0.20	0.20
<u>Netherlands</u>							
ABN AMRO GROUP N.V. -	26,326.00	EUR	14.230	374,618.98		0.26	0.26
ADYEN BV -	101.00	EUR	1,585.800	160,165.80		0.11	0.11
APERAM -	21,608.00	EUR	28.580	617,556.64		0.43	0.44
ASML HOLDING NV -	13,399.00	EUR	663.000	8,883,537.00		6.16	6.27
CNH INDUSTRIAL NV -	123,087.00	EUR	13.205	1,625,363.84		1.13	1.15
EXOR NV -	3,025.00	EUR	81.680	247,082.00		0.17	0.17
FERRARI NV -	7,414.00	EUR	299.500	2,220,493.00		1.54	1.57
HEINEKEN -	18,142.00	EUR	94.180	1,708,613.56		1.19	1.21
HEINEKEN HOLDING (AMS)(A 25NLG)	2,073.00	EUR	79.650	165,114.45		0.12	0.12
IMCD GROUP NV -	1,389.00	EUR	131.700	182,931.30		0.13	0.13
ING GROEP NV -	31,453.00	EUR	12.338	388,067.11		0.27	0.27
JUST EAT TAKEAWAY.COM NV -	28,070.00	EUR	14.036	393,990.52		0.27	0.28
KON. AHOLD DELHAIZE NV -	40,104.00	EUR	31.260	1,253,651.04		0.87	0.88
KONINKLIJKE KPN NV -	57,197.00	EUR	3.269	186,976.99		0.13	0.13
NN GROUP NV -	3,662.00	EUR	33.910	124,178.42		0.09	0.09
PROSUS NV -	19,943.00	EUR	67.110	1,338,374.73		0.93	0.94
QIAGEN NV -	7,934.00	EUR	41.140	326,404.76		0.23	0.23
SBM OFFSHORE NV (AMS)	11,621.00	EUR	12.560	145,959.76		0.10	0.10
<u>Portugal</u>							
REN REDES ENERGETICAS -	341,249.00	EUR	2.495	851,416.26		0.59	0.60
<u>Spain</u>							
ACCIONA SA -	4,526.00	EUR	155.400	703,340.40		0.49	0.50
ACTIVIDADES CONSTRUCCY SERV -	39,380.00	EUR	32.170	1,266,854.60		0.88	0.89
AMADEUS IT GROUP SA -	15,160.00	EUR	69.700	1,056,652.00		0.73	0.75
BANCO BILBAO VIZCAYA ARGENTARIA -	175,537.00	EUR	7.032	1,234,376.18		0.86	0.87
BANCO SABADELL -	459,919.00	EUR	1.054	484,754.63		0.34	0.34
BANCO SANTANDER CENTRAL HISPANO SA -	637,769.00	EUR	3.385	2,158,848.07		1.50	1.52
CAIXABANK SA -	36,838.00	EUR	3.787	139,505.51		0.10	0.10

CORP ACCIONA ENERGIAS RENOVABL -	6,149.00	EUR	30.620	188,282.38		0.13	0.13
FERROVIAL SA -	129,491.00	EUR	28.970	3,751,354.27		2.60	2.65
INDUSTRIA DE DISENO TEXTIL SA -	73,248.00	EUR	35.460	2,597,374.08		1.80	1.83
INMOBILIARIA COLONIAL SOCIMI SA -	74,682.00	EUR	5.545	414,111.69		0.29	0.29
INTERNAT CONSOLIDATED AIRLINES GROUP -	290,688.00	EUR	1.887	548,528.26		0.38	0.39
RED ELECTRICA DE ESPANA -	24,762.00	EUR	15.385	380,963.37		0.26	0.27
REPSOL YPF SA -	15,665.00	EUR	13.330	208,814.45		0.14	0.15
SOLARIA ENERGIA Y MEDIO AMBIENTE SA -	39,491.00	EUR	14.045	554,651.10		0.39	0.39
VIDRALA SA -	1,748.00	EUR	86.500	151,202.00		0.11	0.11
<u>U.S.A.</u>							
AERCAP HOLDINGS NV -	6,829.00	USD	63.520	397,596.77		0.28	0.28
Total shares				144,156,392.70		100.02	101.70
<b>Options and futures</b>							
Exchange-listed futures							
<u>Germany</u>							
EURO - STOXX 50 Sep-23	-88.00	EUR	4,427.000	-3,895,760.00		-2.70	-2.75
Suspense accounts (futures)							
<u>Germany</u>							
EURO - STOXX 50 Sep-23	3,873,320.00	EUR	1.000	3,873,320.00		2.69	2.73
Total options and futures				-22,440.00		-0.02	-0.02
<b>Rights</b>							
<u>Netherlands</u>							
NN GROUP NV -	17.00	EUR	1.522	25.87		0.00	0.00
Total rights				25.87		0.00	0.00
TOTAL SECURITIES PORTFOLIO				144,133,978.50		100.00	101.68
COLLATERAL RECEIVED							
<u>Belgium</u>							
COLLATERAL ONTVANGEN SECURITIES LENDING	1,425,557.67	EUR	1.000	1,425,557.67		0.00	1.01
TOTAL RECEIVED COLLATERAL				1,425,557.67		0.00	1.01
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP CHF	-55.14	CHF	1.000	-56.49		0.00	0.00
KBC GROUP EURO	-4,556,281.91	EUR	1.000	-4,556,281.91		0.00	-3.21
KBC GROUP GBP	195.49	GBP	1.000	227.81		0.00	0.00
KBC GROUP USD	-391.45	USD	1.000	-358.80		0.00	0.00
Total demand accounts				-4,556,469.39		0.00	-3.21
<b>Managed futures accounts</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO EURO FUT REK	-21,599.20	EUR	1.000	-21,599.20		0.00	-0.02
Total managed futures accounts				-21,599.20		0.00	-0.02
TOTAL CASH AT BANK AND IN HAND				-4,578,068.59		0.00	-3.23
OTHER RECEIVABLES AND PAYABLES							
<b>Receivables</b>							
<u>Belgium</u>							
KBC GROUP EUR RECEIVABLE	1,989,998.82	EUR	1.000	1,989,998.82		0.00	1.40
<u>U.S.A.</u>							
JPMORGAN CHASE & CO DEKKING EUR	266,048.00	EUR	1.000	266,048.00		0.00	0.19
Total receivables				2,256,046.82		0.00	1.59
<b>Payables</b>							
<u>Belgium</u>							
COLLATERAL ONTVANGEN SECURITIES LENDING TEGENP	-1,425,557.67	EUR	1.000	-1,425,557.67		0.00	-1.01
Payables				-1,425,557.67		0.00	-1.01
TOTAL RECEIVABLES AND PAYABLES				830,489.15		0.00	0.59
OTHER							
Interest receivable		EUR		2,117.04		0.00	0.00
Expenses payable		EUR		-62,565.21		0.00	-0.05
TOTAL OTHER				-60,448.17		0.00	-0.04
TOTAL NET ASSETS				141,751,508.60		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	3.06	2.97	0.92	1.64
Belgium	3.48	2.06	1.48	0.55

Cyprus	0.54	0.00	0.00	0.00
Germany	22.85	22.62	22.73	23.72
Spain	5.88	6.58	6.56	11.18
Finland	1.52	0.71	2.23	2.36
France	34.03	38.94	39.60	33.68
U.K.	1.53	0.00	0.00	0.00
Ireland	2.51	2.14	3.03	3.55
Italy	6.22	7.16	7.14	7.73
Luxembourg	0.44	1.10	0.53	0.20
Netherlands	17.38	14.51	14.74	14.34
Portugal	0.56	1.21	1.04	0.60
U.S.A.	0.00	0.00	0.00	0.45
TOTAL	100.00	100.00	100.00	100.00

#### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	21.81	21.32	21.65	21.29
Consum(cycl)	22.46	20.90	22.40	22.26
Cons.goods	5.30	6.39	6.56	6.78
Pharma	8.26	10.32	7.86	8.03
Financials	15.88	15.11	15.93	15.54
Technology	15.93	13.20	13.03	14.40
Telecomm.	3.04	5.06	5.90	6.01
Utilities	4.83	5.58	4.23	3.86
Real est.	2.49	2.12	2.14	1.85
Various	0.00	0.00	0.30	-0.02
TOTAL	100.00	100.00	100.00	100.00

#### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	98.47	99.99	99.99	99.72
US DOLLAR	1.53	0.01	0.01	0.28
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Equity (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	61,091,707.28
<b>Sales</b>	60,537,920.05
<b>Total 1</b>	121,629,627.33
<b>Subscriptions</b>	20,451,783.49
<b>Redemptions</b>	24,823,465.94
<b>Total 2</b>	45,275,249.43
<b>Monthly average of total assets</b>	145,487,468.59
<b>Turnover rate</b>	52.48%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period.

A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions.

A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio.

Active asset management may result in high turnover rates (monthly percentage >50%), reason: The fund is regularly rebalanced to reflect quantitative viewpoints in a timely and appropriate manner. When quantitative signals are strong, monthly turnover can be significant.

The detailed list of transactions can be consulted free of charge at the company designated as financial service:

KBC Bank NV, Havenlaan 2, B-1080 Brussels



## 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
EUROSTOX SEP 23	EUR	-3,895,760.00	-3,895,760.00	10.00	14.06.2023
JPMORGAN DEKKING EUR	EUR	266,048.00	266,048.00	N/A	30.06.2023

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		Totaal
Year	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	0.00		470.75		1,020.00		1,020.00
2022 - 12	170.00		184.00		1,006.00		1,006.00
2023 - 06	34.00		68.00		972.00		972.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
Year	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	0.00		5,398,613.82	
2022 - 12	2,100,918.53		2,242,842.38	
2023 - 06	407,427.74		815,348.09	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
Year		Capitalization	Distribution
2021 - 12	12,938,988.07	12,685.28	
2022 - 12	10,855,583.06	10,790.84	
2023 - 06	11,968,617.86	12,313.39	

### Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		Totaal
Year	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	1,400.24		7,660.16		15,467.95		15,467.95
2022 - 12	1,999.99		7,146.13		10,321.81		10,321.81
2023 - 06	580.55		1,567.56		9,334.80		9,334.80

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
Year	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	16,658,064.87		86,665,329.34	
2022 - 12	24,159,530.55		81,552,461.83	
2023 - 06	7,011,004.46		19,153,184.26	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
Year		Capitalization	Distribution
2021 - 12	198,182,309.81	12,812.45	
2022 - 12	112,594,144.00	10,908.37	
2023 - 06	116,244,142.11	12,452.78	

## Institutional B Shares

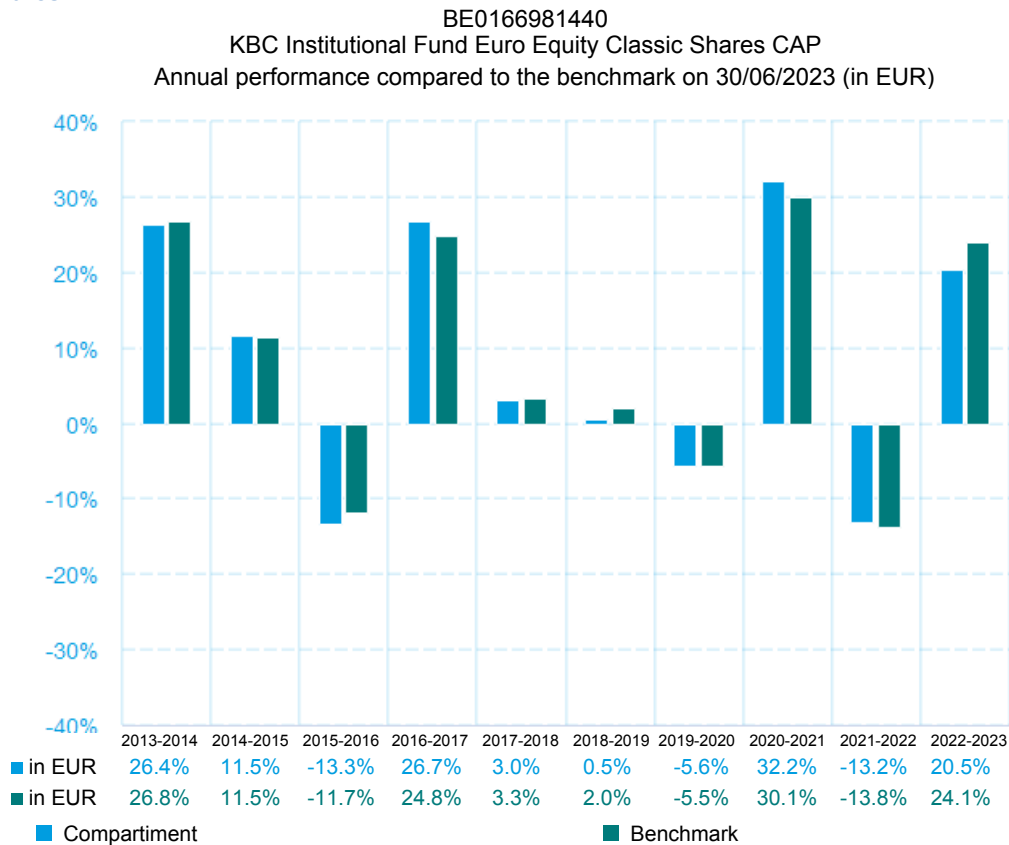
Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	5,827.00		4,165.00		3,177.00		3,177.00
2022 - 12	1,383.00		4,155.00		405.00		405.00
2023 - 06	1,097.00		414.00		1,088.00		1,088.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	65,742,576.38		47,856,210.78	
2022 - 12	15,177,377.88		47,423,977.14	
2023 - 06	13,094,114.65		5,029,393.60	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	40,722,777.69	12,818.00	
2022 - 12	4,414,954.02	10,901.12	
2023 - 06	13,538,748.63	12,443.70	

## 2.4.5. Performance figures

### Classic Shares



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0166981440	EUR	20.47%	24.08%	11.42%	11.64%	5.58%	6.04%	7.68%	7.99%	06/03/1998	3.66%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

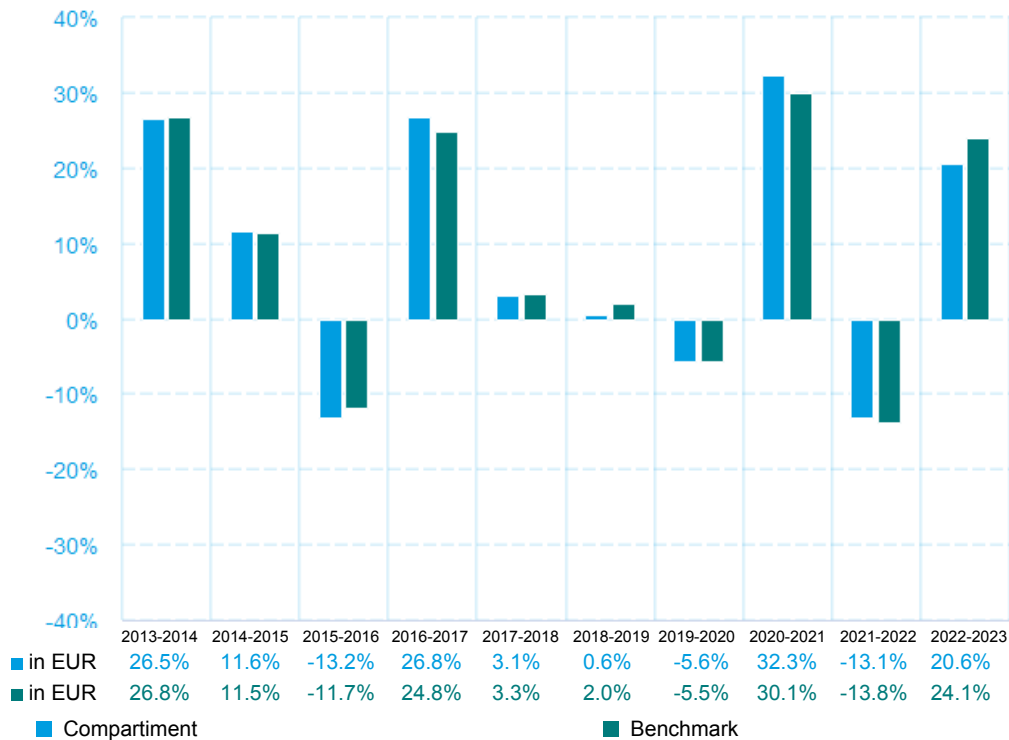
- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
**Capitalisation units (CAP)**  
 Return on date D over a period of X years :  

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
 where Y = D-X  
 Return on date D since the start date S of the unit:  

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
 where F = 1 if the unit has existed for less than one year on date D  
 where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## Institutional Shares

BE0947887031  
KBC Institutional Fund Euro Equity Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0947887031	EUR	20.58%	24.08%	11.50%	11.64%	5.65%	6.04%	7.75%	7.99%	12/12/2007	2.54%

Risk warning: Past performance is not a guide to future performance.

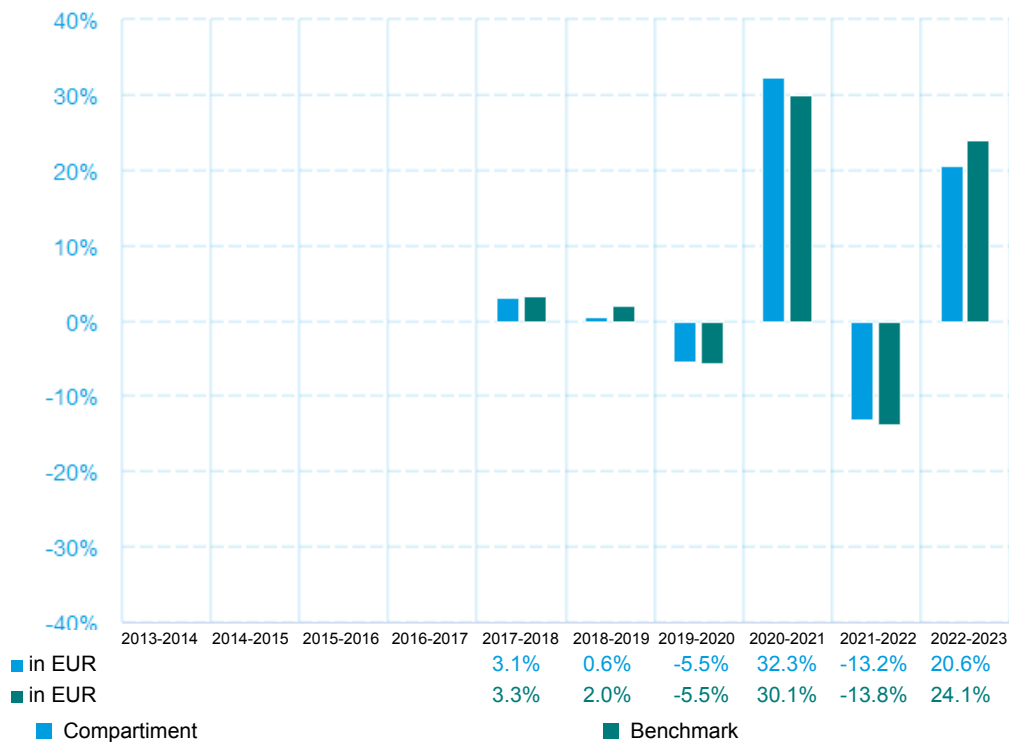
\* Return on annual basis.

## Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## Institutional B Shares

BE6295243404  
KBC Institutional Fund Euro Equity Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6295243404	EUR	20.57%	24.08%	11.45%	11.64%	5.64%	6.04%			30/05/2017	4.68%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,584%  
Transaction costs: 0,161%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,496%  
Transaction costs: 0,161%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,537%  
Transaction costs: 0,161%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.35%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.35%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Institutional B Shares

Fee for managing the investment portfolio	Max 0.35%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

## Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

## Financial derivatives on financial indices

The following financial indices were used as the underlying for financial derivatives::

**The EURO STOXX 50® (Bloomberg code: SX5E Index)** is a weighted equity index computed by Stoxx Ltd. The dividend is not reinvested. The main purpose of this index is to provide a continuous indication of market trends on the European stock markets. The base value of the index is 1000, calculated on the basis of the underlying prices recorded on 31 December 1991.

The Euro Stoxx 50® consists solely of shares from countries participating in the Economic and Monetary Union, with the exception of Luxembourg. On 10 April 1998, the following countries were included in the index: Belgium, Cyprus, Germany, Estonia, Finland, France, Greece, Ireland, Italy, Latvia, Lithuania, Luxembourg, Malta, the Netherlands, Austria, Portugal, Slovakia, Slovenia and Spain.

The index consists of the 50 largest European shares in terms of shares that are freely negotiable, and the shares are accordingly weighted on the basis of this criterion.

The Euro Stoxx 50® is published daily in L'Echo, De Tijd, The Financial Times and The Wall Street Journal Europe.

Stoxx Limited has all proprietary rights with respect to the index. In no way Stoxx Limited endorses, sponsors or is otherwise involved in the issue and offering the shares of KBC Institutional Fund Euro Equity. Stoxx Limited disclaims any liability for the issue and offering of the shares of this undertaking for collective investment.

The value and, if available for distribution, the composition of the aforementioned financial indices may be obtained from the branches providing the financial service.

## Securities lending

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 3.880,39 EUR and for the Management Company 1.552,16 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 0 and 2, with a market value fluctuating between 0 and 3240468 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Goldman Sachs

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending applies only to the equity portion of the portfolio.

Nature of the financial collateral: government bonds issued by Austria, Belgium, Germany, the Netherlands, Luxembourg, the UK, France, the US and Switzerland and supranational bonds denominated in EUR, USD or GBP issued by the EIB or the KFW.

Reinvestment of the financial collateral received: no reinvestment takes place.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

## Overview of securities lent as at 30/06/2023

Name	Currency	Quantity	Price	Value in currency of the portfolio
------	----------	----------	-------	------------------------------------



GALAPAGOS NV	EUR	35 600	37,37	1 330 372,00
Total				1 330 372,00
<b>Details of collateral received for securities lent</b>				
Name	Currency	Nominal Value	Currency Fund	Value in currency of the portfolio
SPAIN GOVERNMENT 2.35 30JUL33 144A	EUR	1 576 000	EUR	1 425 557,67
Total				1 425 557,67

For the valuation of the collateral received, indicative prices have been used in this detail list by the Collateral Management Division of KBC Bank

The amount in securities lent on a traded basis, as given in the annual report, can differ from the amount in securities lent on a settled basis.

The position held as collateral is determined on the basis of the settled positions.

### **Transparency of securities financing transactions and of reuse**

#### Global data:

1) The amount of securities and commodities on loan as a proportion of total lendable assets defined as excluding cash and cash equivalents;	0,92	%
2) The amount of assets engaged in each type of SFT's and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency) and as a proportion of the collective investment undertaking's assets under management (AUM).		
The amount of assets engaged in each type of SFTs and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency)	1.330.372,00	EUR
proportion of the collective investment undertaking's assets under management (AUM)	0,94	%

#### Concentration data:

1) Ten largest collateral issuers across all SFTs and total return swaps (break down of volumes of the collateral securities and commodities received per issuer's name)

name collateral issuer	Market value on a settled basis	currency
Kingdom of Spain	1.425.557,67	EUR

2) Top 10 counterparties of each type of SFTs and total return swaps separately (Name of counterparty and gross volume of outstanding transactions).

type SFT (lending program)	name counterparty	Country of counterparty	Market value on a settled basis	currency
equity (Goldman Sachs)	UBS AG	Switzerland	0,00	EUR

Aggregate transaction data for each type of SFTs and total return swaps separately to be broken down according to the below categories:

1) Type and quality of collateral;	equity (Goldman Sachs)	equity(KBC Bank)	bonds (Société Générale)
type	bonds	Nil.	Nil.
quality – Bloomberg composite rating: see table below			
2) Maturity tenor of the collateral broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open maturity: see table below;			
3) Currency of the collateral: see table below			
4) Maturity tenor of the SFTs and total return swaps broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open transactions;	open maturity	Nil.	Nil.
5) Country in which the counterparties are established: see table above			
6) Settlement and clearing (e.g., tri-party, Central Counterparty, bilateral).	tri-party	Nil.	Nil.

collateral	quality	currency	Maturity tenor
SPAIN GOVERNMENT 2.35 30JUL33 144A	NR	EUR	above one year

Data on reuse of collateral:

1) Share of collateral received that is reused, compared to the maximum amount specified in the prospectus or in the disclosure to investors;	Nil
2) Cash collateral reinvestment returns to the collective investment undertaking. (EUR)	Nil

Safekeeping of collateral received by the collective investment undertaking as part of SFTs and total return swaps:

1) Number and names of custodians and the amount of collateral assets safe-kept by each of the custodians.

<u>number</u>	<u>Name collateral custodian</u>	<u>Market value on a settled basis</u>	<u>currency</u>
1	Bank of New York	1.425.557,67	EUR

Safekeeping of collateral granted by the collective investment undertaking as part of SFTs and total return swaps:

1) The proportion of collateral held in segregated accounts or in pooled accounts, or in any other accounts.	Nil
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Data on return and cost for each type of SFTs and total return swaps:

1) Data on return and cost for each type of SFTs and total return swaps broken down between the collective investment undertaking, the manager of the collective investment undertaking and third parties (e.g. agent lender) in absolute terms and as a percentage of overall returns generated by that type of SFTs and total return swaps.

Lending program: equity (Goldman Sachs)	collective investment undertaking	manager of the collective investment undertaking	agent lender
return EUR	5.969,83	1.552,16	537,28
percentage of overall returns	100,00 %	26,00%	9,00%
cost EUR	2.089,44		
percentage of overall returns	35,00 %		

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## 2. Information on KBC Institutional Fund Euro Equity Small & Medium Caps

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Discretionary Shares Capitalisation**

Launch date: 8 July 2005  
Initial subscription price: 2 500 EUR  
Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 12 December 2007  
Initial subscription price: 3 657.56 EUR  
Currency: EUR

##### **Classic Shares Capitalisation**

Launch date: 26 April 2022  
Initial subscription price: 1 000 EUR  
Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

##### **Sub-fund's investment policy**

###### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in shares of companies in the euro area that have a small to medium stock market capitalisation.

The fund is actively managed with reference to the following benchmark: MSCI EMU SMALL CAP - Net Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 4.50%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy

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Required disclaimers for benchmark providers:

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

### **Volatility of the net asset value**

**The volatility of the net asset value may be high due to the composition of the portfolio.**

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.



## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

2023 looks set to be the mirror image of 2022. The S&P 500 has been able to record a welcome recovery since early 2023, nearing the absolute record of early 2022. Most European stock markets were also able to turn in fine performances. With a 32 per cent increase in the first half of the year, the Nasdaq is doing even better than in the dot-com bubble of 1999, when the counter stood at 23 per cent as of 30 June.

Stock markets rose in defiance of concerns and heedless of various obstacles: the lingering Russian-Ukrainian war, (core) inflation remaining relatively high, the already considerable rate hikes from central banks, the US regional banking crisis, and also the most widely predicted recession ever, the arrival of which economists nonetheless keep pushing back.

But investors viewed all of this through rose-coloured glasses: the idea of a soft landing gained traction with inflation clearly falling month-on-month, the end of the upward interest rate cycle is in sight, and the overall economy is holding up well thanks to resilient consumers and service sectors serving those who want new experiences after the pandemic, while a remarkably firm labour market is also allowing wages to rise. The fact that industry is currently in recession was completely ignored by the market.

Corporate earnings have also managed to stave off a decline so far thanks to post-pandemic consumers keeping the money rolling in, especially strong pricing power, product innovations, and structural trends such as infrastructure investment, automation, digitisation and the energy transition. In any case, we see that in a post-pandemic world, results seasons have largely proven surprisingly positive, and if corporate earnings remain above expectations, valuations are likely to climb even further. Even expensive prices can still go up.

We should add that the stock market recovery was supported by a relatively small number of shares, with a large weighting in the indices, which were mainly driven by AI hype in addition to the imminent end of rate hikes. In the US, this mainly came down to the big technology shares, the so-called 'Magnificent 7'. Apple, Microsoft, Alphabet/Google, Nvidia, Meta, Amazon and Tesla now have a combined market value of some 11 000 billion dollars. The most notable name here is hardware manufacturer Nvidia, which is cashing in on the increased demand for graphics cards on which to run demanding AI software. In Europe, besides technology shares (especially semiconductors), other high-quality growth shares did the heavy lifting: luxury shares like LVMH as well as industrial leaders like Siemens, Schneider, and Air Liquide.

Small and medium-sized shares in Europe lagged behind European stock market indices. One explanation for this performance is the fact that high-quality tech companies are seldom found amongst small caps. The stock market recovery since the beginning of this year has been driven by investor hype around artificial intelligence (AI). This gave technology and semiconductor companies a boost. The stock market index for small- and medium-sized companies is largely made up of more cyclical stocks from industrial and consumer goods sectors.

Over the first six months of the year, the fund benefited from good sector allocation due to factors such as our continued underweight position in real estate and utilities and our overweight position in IT and financials. Given our prudent macroeconomic assumptions, we held an underweight position in industrial companies, which then cost us returns as the economy and consumers proved more resilient than expected. Furthermore, the fund's performance did not benefit from our selection of shares, specifically cyclical shares (consumer goods and services, materials and industry).

## 2.1.8. Future policy

The rest of the year remains an exercise in walking on eggshells. While the market now assumes there will be a soft landing, a hard landing for the economy still remains a possibility, and earnings estimates for the market remain on the high side even if a soft landing does take place. We expect corporate earnings to disappoint in the coming quarters and current risk premiums may not be sufficient to cover these risks. So we continue to have a slight preference for defensive shares.

As the spectre of inflation steadily retreats, we should therefore expect key rates to reach their peak. The focus will then turn to how long those rates will be maintained and when rate cuts will begin. This will also support stock market valuations. The big question is whether corporate earnings will hold up. However, by the end of the second half of the year we expect to reach a tipping point towards a more cyclical sector weighting as PMI confidence indicators bottom out and corporate earnings are revised downwards.

## 2.1.9. Summary risk indicator (SRI)

Discretionary Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of concentration risk: there is a concentration of the investments in shares of euro-area companies that have a small to mid-sized market capitalisation and that are not part of the MSCI EMU Index.
- a moderate level of liquidity risk: since there will be invested in the shares of companies that have a lower market capitalisation, there is a risk that a position cannot be sold quickly at a reasonable price.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.

- a high level of performance risk: the level of the risk reflects the volatility of the stock market.  
There is no capital protection.

Institutional Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of concentration risk: there is a concentration of the investments in shares of euro-area companies that have a small to mid-sized market capitalisation and that are not part of the MSCI EMU Index.
- a moderate level of liquidity risk: since there will be invested in the shares of companies that have a lower market capitalisation, there is a risk that a position cannot be sold quickly at a reasonable price.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Classic Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of concentration risk: there is a concentration of the investments in shares of euro-area companies that have a small to mid-sized market capitalisation and that are not part of the MSCI EMU Index.
- a moderate level of liquidity risk: since there will be invested in the shares of companies that have a lower market capitalisation, there is a risk that a position cannot be sold quickly at a reasonable price.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

<b>Balance sheet layout</b>		<b>30/06/2023</b> (in Euro)	<b>30/06/2022</b> (in Euro)
	<b>TOTAL NET ASSETS</b>	84,971,302.00	98,353,426.88
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds		
	Collateral received in the form of bonds	1,709,591.40	575,056.10
C.	Shares and similar instruments		
	a) Shares	83,701,721.98	94,292,888.07
	Of which securities lent	1,598,990.00	512,748.00
D.	Other securities	27,458.12	26,362.22
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable		408,964.26
B.	Payables		
	a) Accounts payable (-)		-145,705.04
	d) Collateral (-)	-1,709,591.40	-575,056.10
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	1,285,317.74	3,784,614.31
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	4,684.29	55,450.95
C.	Accrued expense (-)	-47,880.13	-69,147.89
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	84,971,302.00	98,353,426.88
<b>A.</b>	<b>Capital</b>	77,886,585.83	125,132,280.04
<b>B.</b>	<b>Income equalization</b>	-20,201.15	1,209.41
<b>D.</b>	<b>Result of the period</b>	7,104,917.32	-26,780,062.57
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.a.	Securities/money market instruments	1,709,591.40	575,056.10
IX.	Financial instruments lent	1,598,990.00	512,748.00

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	5,442,545.96	-28,361,104.33
D.	Other securities	-12,970.05	-962.44
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	4,760.28	-22,684.73
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	1,927,216.92	8,717,859.15
	Unrealised gains on investments	3,029,833.66	-22,749,151.16
	Realised losses on investments	-1,214,376.27	-5,226,251.71
	Unrealised losses on investments	1,691,661.88	-9,127,207.78
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	1,889,234.56	1,922,019.78
B.	Interests		
	a) Securities and money market instruments	30,635.94	22,586.16
	b) Cash at bank and in hand and deposits	5,872.56	490.00
C.	Interest on borrowings (-)	-10,691.93	-3,125.89
F.	Other investment income	38,231.11	78,819.03
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-5,261.68	-103,974.20
B.	Financial expenses (-)	-18.45	-25.91
C.	Custodian's fee (-)	-17,397.14	-22,515.27
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	0.00	0.00
	Institutional Shares	-88,648.19	-113,552.55
	Discretionary Shares	-87,797.96	-80,945.03
	b) Administration and accounting management	-44,342.66	-55,570.85
F.	Formation and organisation expenses (-)	-248.85	-95.67
H.	Services and sundry goods (-)	-1,048.63	-1,027.86
J.	Taxes		
	Classic Shares	0.00	0.00
	Institutional Shares	-2,159.82	-3,033.56
	Discretionary Shares	-20,485.05	-19,295.41
L.	Other expenses (-)	-15,292.68	-16,063.84
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	1,670,581.13	1,604,688.93
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	7,104,917.32	-26,780,062.57
<b>VII.</b>	<b>Result of the period</b>	7,104,917.32	-26,780,062.57

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Equity Small & Medium Caps

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Austria</u>							
BAWAG GROUP AG -	9,550.00	EUR	42.220	403,201.00		0.48	0.48
DO & CO RESTAURANTS & CATERING AG -	2,334.00	EUR	125.200	292,216.80		0.35	0.34
PALFINGER AG -	10,660.00	EUR	27.900	297,414.00		0.36	0.35
SCHOELLER-BLECKMAN OILFIELD -	5,174.00	EUR	53.100	274,739.40		0.33	0.32
TELEKOM AUSTRIA AG (WIEN)	116,393.00	EUR	6.780	789,144.54		0.94	0.93
UNIQA INSURANCE GROUP AG -	80,064.00	EUR	7.350	588,470.40		0.70	0.69
<u>Belgium</u>							
AEDIFICA -	13,896.00	EUR	58.700	815,695.20		0.97	0.96
AGFA GEVAERT -	72,486.00	EUR	2.250	163,093.50		0.20	0.19
AZELIS GROUP NV -	23,330.00	EUR	20.880	487,130.40		0.58	0.57
BEKAERT -	11,715.00	EUR	41.500	486,172.50		0.58	0.57
D'IETEREN -	10,959.00	EUR	161.900	1,774,262.10		2.12	2.09
DREDGING ENVIRONMENTAL & MARINE ENG. -	5,462.00	EUR	125.000	682,750.00		0.82	0.80
EKOPAK NV -	8,701.00	EUR	17.250	150,092.25		0.18	0.18
FAGRON -	37,921.00	EUR	15.420	584,741.82		0.70	0.69
GREENYARD NV -	48,280.00	EUR	6.560	316,716.80		0.38	0.37
KBC ANCORA -	22,006.00	EUR	41.880	921,611.28		1.10	1.09
KINEPOLIS GROUP (BRU)	9,550.00	EUR	41.250	393,937.50		0.47	0.46
LOTUS BAKERIES (BRU)	194.00	EUR	7,270.000	1,410,380.00		1.68	1.66
MONTEA SCA M	5,830.00	EUR	70.600	411,598.00		0.49	0.48
RECTICEL -	49,341.00	EUR	10.900	537,816.90		0.64	0.63
SHURGARD SELF STORAGE EUROPE S -	11,523.00	EUR	41.830	482,007.09		0.58	0.57
TESSENDERLO GROUP -	15,256.00	EUR	30.000	457,680.00		0.55	0.54
XIOR STUDENT HOUSING NV -	12,251.00	EUR	27.250	333,839.75		0.40	0.39
<u>Finland</u>							
HUHTAMAKI OYJ -	18,858.00	EUR	30.060	566,871.48		0.68	0.67
METSA BOARD OYJ CORPORATION B B-SHARES	81,148.00	EUR	6.760	548,560.48		0.66	0.65
METSO OUTOTEC OYJ -	105,589.00	EUR	11.045	1,166,230.51		1.39	1.37
OUTOKUMPU A -	105,283.00	EUR	4.902	516,097.27		0.62	0.61
QT GROUP OYJ -	5,681.00	EUR	76.460	434,369.26		0.52	0.51
VALMET CORP -	30,554.00	EUR	25.480	778,515.92		0.93	0.92
<u>France</u>							
ALTEN -	10,526.00	EUR	144.300	1,518,901.80		1.81	1.79
BENETEAU -	20,554.00	EUR	15.480	318,175.92		0.38	0.37
BIC (PAR)	8,795.00	EUR	52.500	461,737.50		0.55	0.54
CATANA GROUP -	16,074.00	EUR	7.000	112,518.00		0.13	0.13
CHARGEURS SA (PAR)	8,849.00	EUR	11.080	98,046.92		0.12	0.12
CLARIANE SE -	16,402.00	EUR	6.660	109,237.32		0.13	0.13
COMPAGNIE DES ALPES -	13,095.00	EUR	13.840	181,234.80		0.22	0.21
ELIS SA -	55,527.00	EUR	17.800	988,380.60		1.18	1.16
ERAMET ERAMET	4,216.00	EUR	83.650	352,668.40		0.42	0.42
ESKER SA -	3,968.00	EUR	138.600	549,964.80		0.66	0.65
FORVIA (PAR)	37,232.00	EUR	21.570	803,094.24		0.96	0.95
FRANCAISE ENERGIE -	7,449.00	EUR	48.300	359,786.70		0.43	0.42
GAZTRANSPORT ET TECHNIGAZ SA -	6,184.00	EUR	93.250	576,658.00		0.69	0.68
ID LOGISTICS GROUP -	2,616.00	EUR	270.000	706,320.00		0.84	0.83
INTERPARFUMS -	13,450.00	EUR	65.300	878,285.00		1.05	1.03
IPSOS -	12,448.00	EUR	50.950	634,225.60		0.76	0.75
KAUFMAN & BROAD SA (PAR)	3,833.00	EUR	27.100	103,874.30		0.12	0.12
LISI -	4,486.00	EUR	26.300	117,981.80		0.14	0.14
MANITOU BF SA -	11,633.00	EUR	24.500	285,008.50		0.34	0.34
MERSEN (PAR)	13,824.00	EUR	41.500	573,696.00		0.69	0.68
OVH GROUPE SAS -	15,881.00	EUR	9.460	150,234.26		0.18	0.18
REXEL SA (PAR)	43,995.00	EUR	22.610	994,726.95		1.19	1.17
ROBERTET SA -	790.00	EUR	834.000	658,860.00		0.79	0.78
SCOR SE (PAR)	38,446.00	EUR	26.890	1,033,812.94		1.24	1.22
SOITEC -	8,403.00	EUR	154.950	1,302,044.85		1.56	1.53
SOPRA STORIA GROUP SA (PAR)	3,908.00	EUR	182.800	714,382.40		0.85	0.84
SPIE SA -	31,146.00	EUR	29.600	921,921.60		1.10	1.09

TELEPERFORMANCE -	1,628.00	EUR	153.450	249,816.60	0.30	0.29
TRIGANO SA -	5,158.00	EUR	131.300	677,245.40	0.81	0.80
VALLOUREC SA -	43,553.00	EUR	10.825	471,461.23	0.56	0.56
VERALLIA SA -	17,703.00	EUR	34.380	608,629.14	0.73	0.72
VISIATIV SA -	10,058.00	EUR	30.400	305,763.20	0.37	0.36
<u>Germany</u>						
AIXTRON AG -	64,103.00	EUR	31.090	1,992,962.27	2.39	2.35
ASCLEPION-MEDITEC AG -	4,337.00	EUR	99.040	429,536.48	0.51	0.51
AURELIUS EQUITY OPPORTUNITIES -	9,341.00	EUR	17.850	166,736.85	0.20	0.20
BECHTLE AG -	9,298.00	EUR	36.320	337,703.36	0.40	0.40
CANCOM SE -	17,699.00	EUR	27.740	490,970.26	0.59	0.58
CTS EVENTIM AG -	19,483.00	EUR	57.850	1,127,091.55	1.35	1.33
DATAGROUP AG -	9,871.00	EUR	58.400	576,466.40	0.69	0.68
DERMAPHARM HOLDING SE -	10,217.00	EUR	45.300	462,830.10	0.55	0.55
DUERR AG (FRA)	22,206.00	EUR	29.640	658,185.84	0.79	0.78
ECKERT & ZIEGLER STRAHLEN UN -	6,324.00	EUR	36.380	230,067.12	0.28	0.27
ELMOS SEMICONDUCTOR AG (FRA)	5,861.00	EUR	75.200	440,747.20	0.53	0.52
ENCAVIS AG -	39,428.00	EUR	15.025	592,405.70	0.71	0.70
EVOTEC SE -	41,880.00	EUR	20.610	863,146.80	1.03	1.02
FREENET AG FRA	30,548.00	EUR	22.980	701,993.04	0.84	0.83
GERRESHEIMER AG -	6,796.00	EUR	103.100	700,667.60	0.84	0.83
HENSOLDT AG -	9,708.00	EUR	30.020	291,434.16	0.35	0.34
HUGO BOSS AG -	16,435.00	EUR	71.540	1,175,759.90	1.40	1.38
JENOPTIK AG (FRA)	12,479.00	EUR	31.440	392,339.76	0.47	0.46
JOST WERKE AG -	6,282.00	EUR	49.600	311,587.20	0.37	0.37
K+S AG (FRA)	23,697.00	EUR	15.955	378,085.64	0.45	0.45
MEDIOS AG -	1,601.00	EUR	15.600	24,975.60	0.03	0.03
NEXUS AG -	3,442.00	EUR	56.500	194,473.00	0.23	0.23
PFEIFFER CACUUM TECHNOLOGY AG -	3,364.00	EUR	149.000	501,236.00	0.60	0.59
PHARMASGP HOLDING SE -	3,721.00	EUR	27.700	103,071.70	0.12	0.12
SGL CARBON AG -	13,841.00	EUR	8.415	116,472.02	0.14	0.14
SIXT AG (FRA)	4,024.00	EUR	109.700	441,432.80	0.53	0.52
STABILUS GMBH -	4,555.00	EUR	55.050	250,752.75	0.30	0.30
STEICO SE -	6,083.00	EUR	30.350	184,619.05	0.22	0.22
TAG IMMOBILIEN AG -	42,009.00	EUR	8.662	363,881.96	0.44	0.43
THYSSENKRUPP AG -	103,358.00	EUR	7.168	740,870.14	0.89	0.87
VERBIO AG -	7,161.00	EUR	36.850	263,882.85	0.32	0.31
VIB VERMOEGEN AG -	10,042.00	EUR	13.820	138,780.44	0.17	0.16
<u>Iceland</u>						
MAREL HF -	101,345.00	EUR	2.870	290,860.15	0.35	0.34
<u>Ireland</u>						
BANK OF IRELAND GROUP PLC -	215,803.00	EUR	8.738	1,885,686.61	2.25	2.22
GLANBIA PLC -	72,826.00	EUR	13.700	997,716.20	1.19	1.17
IRISH RESIDENTIAL PROPERTIES R -	234,273.00	EUR	0.952	223,027.90	0.27	0.26
<u>Italy</u>						
ACEA SPA (MIL)	36,238.00	EUR	11.980	434,131.24	0.52	0.51
ANIMA HOLDING SPA -	127,371.00	EUR	3.408	434,080.37	0.52	0.51
AZIMUT HOLDING SPA -	11,246.00	EUR	19.755	222,164.73	0.27	0.26
BANCA GENERALI SPA -	22,508.00	EUR	31.500	709,002.00	0.85	0.83
BANCO BPM SPA -	454,559.00	EUR	4.250	1,931,875.75	2.31	2.27
BPER BANCA -	405,955.00	EUR	2.782	1,129,366.81	1.35	1.33
BREMBO SPA -	29,657.00	EUR	13.580	402,742.06	0.48	0.47
BUZZI UNICEM SPA -	25,492.00	EUR	22.940	584,786.48	0.70	0.69
INTERPUMP GROUP SPA -	21,278.00	EUR	50.880	1,082,624.64	1.29	1.27
IREN SPA -	170,053.00	EUR	1.701	289,260.15	0.35	0.34
ITALGAS ITALGAS SPA	151,593.00	EUR	5.425	822,392.03	0.98	0.97
ITALIAN SEA GROUP SPA/THE -	58,934.00	EUR	7.840	462,042.56	0.55	0.54
PIAGGIO & C SPA -	63,493.00	EUR	3.800	241,273.40	0.29	0.28
PIRELLI & C SPA -	87,632.00	EUR	4.524	396,447.17	0.47	0.47
REPLY SPA -	3,790.00	EUR	104.100	394,539.00	0.47	0.46
SESA SPA -	3,686.00	EUR	114.400	421,678.40	0.50	0.50
TAMBURI INVESTMENT PARTNERS SP -	48,488.00	EUR	9.230	447,544.24	0.54	0.53
TECHNOGYM SPA -	33,377.00	EUR	8.480	283,036.96	0.34	0.33
UNIPOL GRUPPO FINANZIARIO -	124,589.00	EUR	4.891	609,364.80	0.73	0.72
<u>Luxembourg</u>						
MAJOREL GROUP LUXEMBOURG SA -	5,423.00	EUR	28.600	155,097.80	0.19	0.18
<u>Netherlands</u>						
AALBERTS NV (AMS)	30,880.00	EUR	38.530	1,189,806.40	1.42	1.40
ADVANCED METALLURGICAL GROUP -	8,769.00	EUR	47.490	416,439.81	0.50	0.49
ADYEN BV -	326.00	EUR	1,585.800	516,970.80	0.62	0.61
ALFEN BEHEER BV -	4,198.00	EUR	61.580	258,512.84	0.31	0.30
ASR NEDERLAND NV -	26,421.00	EUR	41.240	1,089,602.04	1.30	1.28
BE SEMICONDUCTOR -	17,146.00	EUR	99.300	1,702,597.80	2.03	2.00
CORBION NV (AMS)NRC	10,783.00	EUR	21.860	235,716.38	0.28	0.28
EURONEXT NV -	7,283.00	EUR	62.300	453,730.90	0.54	0.53
FUGRO NV CVA	28,322.00	EUR	14.260	403,871.72	0.48	0.48
IMCD GROUP NV -	3,391.00	EUR	131.700	446,594.70	0.53	0.53
OCI NV -	2,365.00	EUR	21.970	51,959.05	0.06	0.06

SBM OFFSHORE NV (AMS)	41,091.00	EUR	12.560	516,102.96	0.62	0.61
SIGNIFY NV -	24,600.00	EUR	25.670	631,482.00	0.75	0.74
TKH GROUP NV -	15,222.00	EUR	45.420	691,383.24	0.83	0.81
VAN LANSCHOT KEMPEN NV -	14,352.00	EUR	30.700	440,606.40	0.53	0.52
<b>Portugal</b>						
CORTICEIRA AMORIM SGPS SA (LIS)	14,838.00	EUR	9.670	143,483.46	0.17	0.17
NOS SPGS (LIS)	237,796.00	EUR	3.256	774,263.78	0.93	0.91
<b>Spain</b>						
ALMIRALL SA -	33,005.00	EUR	7.575	250,012.88	0.30	0.29
APPLUS SERVICES SA -	50,780.00	EUR	9.865	500,944.70	0.60	0.59
BANCO SABADELL -	1,387,527.00	EUR	1.054	1,462,453.46	1.75	1.72
BANKINTER S.A. (MAD)	187,074.00	EUR	5.630	1,053,226.62	1.26	1.24
CIE AUTOMOTIVE SA -	9,415.00	EUR	28.000	263,620.00	0.32	0.31
EBRO FOODS SA (MAD)	27,059.00	EUR	16.160	437,273.44	0.52	0.52
ENCE ENERGIA Y CELULOSA SA (MAD)	218,305.00	EUR	2.886	630,028.23	0.75	0.74
FABRICA ESP. DE PROD. QUIMICOS Y FAR (MAD)	88,436.00	EUR	3.180	281,226.48	0.34	0.33
GESTAMP AUTOMOCION SA -	51,569.00	EUR	4.310	222,262.39	0.27	0.26
INMOBILIARIA COLONIAL SOCIMI SA -	74,826.00	EUR	5.545	414,910.17	0.50	0.49
LINEA DIRECTA ASEGURADORA SA -	502,998.00	EUR	0.825	414,973.35	0.50	0.49
PHARMA MAR SA -	5,264.00	EUR	30.460	160,341.44	0.19	0.19
SOLARIA ENERGIA Y MEDIO AMBIENTE SA -	29,103.00	EUR	14.045	408,751.64	0.49	0.48
UNICAJA BANCO SA -	586,449.00	EUR	0.963	564,750.39	0.67	0.67
VIDRALA SA -	6,969.00	EUR	86.500	602,818.50	0.72	0.71
VISCOFAN IND.NAVARRA DE ENV.CEL.S.A. (MAD)	10,917.00	EUR	63.300	691,046.10	0.83	0.81
Total shares				83,701,721.98	99.97	98.51
<b>Rights</b>						
<b>Belgium</b>						
AEDIFICA -	13,896.00	EUR	1.341	18,633.42	0.02	0.02
XIOR STUDENT HOUSING NV -	12,251.00	EUR	0.385	4,714.06	0.01	0.01
<b>France</b>						
CLARIANE SE -	16,402.00	EUR	0.250	4,100.50	0.01	0.01
MERSEN -	7.00	EUR	1.448	10.14	0.00	0.00
Total rights				27,458.12	0.03	0.03
TOTAL SECURITIES PORTFOLIO				83,729,180.10	100.00	98.54
<b>COLLATERAL RECEIVED</b>						
<b>Belgium</b>						
COLLATERAL ONTVANGEN SECURITIES LENDING	1,709,591.40	EUR	1.000	1,709,591.40	0.00	2.01
TOTAL RECEIVED COLLATERAL				1,709,591.40	0.00	2.01
<b>CASH AT BANK AND IN HAND</b>						
<b>Demand accounts</b>						
<b>Belgium</b>						
KBC GROUP CHF	311,530.59	CHF	1.000	319,170.53	0.00	0.38
KBC GROUP DKK	24,069.43	DKK	1.000	3,232.57	0.00	0.00
KBC GROUP EURO	838,495.45	EUR	1.000	838,495.45	0.00	0.99
KBC GROUP GBP	64,916.25	GBP	1.000	75,647.36	0.00	0.09
KBC GROUP SEK	465,347.90	SEK	1.000	39,489.08	0.00	0.05
KBC GROUP TRY	4,239.89	TRY	1.000	149.07	0.00	0.00
KBC GROUP USD	9,964.84	USD	1.000	9,133.68	0.00	0.01
Total demand accounts				1,285,317.74	0.00	1.51
TOTAL CASH AT BANK AND IN HAND				1,285,317.74	0.00	1.51
<b>OTHER RECEIVABLES AND PAYABLES</b>						
<b>Payables</b>						
<b>Belgium</b>						
COLLATERAL ONTVANGEN SECURITIES LENDING TEGENP	-1,709,591.40	EUR	1.000	-1,709,591.40	0.00	-2.01
Payables				-1,709,591.40	0.00	-2.01
TOTAL RECEIVABLES AND PAYABLES				-1,709,591.40	0.00	-2.01
<b>OTHER</b>						
Interest receivable		EUR		4,684.29	0.00	0.01
Expenses payable		EUR		-47,880.13	0.00	-0.06
TOTAL OTHER				-43,195.84	0.00	-0.05
TOTAL NET ASSETS				84,971,302.00	0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	2.53	2.70	2.98	3.10
Belgium	12.05	18.33	13.23	13.79
Canada	0.60	0.00	0.00	0.00
Switzerland	0.50	0.00	0.00	0.00

Germany	22.22	20.99	18.91	18.40
Spain	7.18	9.28	10.19	9.86
Finland	4.28	4.27	4.72	4.73
France	16.55	16.99	21.16	20.94
U.K.	0.82	0.12	0.07	0.00
Ireland	1.26	1.96	4.42	3.65
Iceland	0.53	0.51	0.39	0.34
Italy	11.91	11.04	12.04	13.28
Luxembourg	0.47	0.84	0.13	0.19
Netherlands	16.93	10.24	10.39	10.64
Portugal	0.44	2.73	1.37	1.08
Sweden	1.73	0.00	0.00	0.00
TOTAL	100.00	100.00	100.00	100.00

#### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	31.75	33.54	31.90	29.91
Consum(cycl)	14.84	13.55	14.74	15.43
Cons.goods	7.06	6.37	8.16	8.17
Pharma	5.01	4.96	4.78	4.53
Financials	13.18	19.58	19.77	20.51
Technology	18.89	10.66	13.00	14.19
Telecomm.	1.15	2.03	1.60	1.76
Utilities	1.12	2.18	2.01	2.00
Real est.	5.70	6.56	3.60	3.21
Various	1.30	0.57	0.44	0.29
TOTAL	100.00	100.00	100.00	100.00

#### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
SWISS FRANC	0.50	0.31	0.35	0.38
EURO	96.94	99.51	99.50	99.47
POUND STERLING	0.82	0.13	0.09	0.09
SWEDISH KRONA	1.73	0.04	0.05	0.05
US DOLLAR	0.01	0.01	0.01	0.01
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Equity Small & Medium Caps (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	541,716.59
<b>Sales</b>	10,839,645.83
<b>Total 1</b>	11,381,362.42
<b>Subscriptions</b>	3,416,997.82
<b>Redemptions</b>	14,016,289.46
<b>Total 2</b>	17,433,287.28
<b>Monthly average of total assets</b>	89,029,542.17
<b>Turnover rate</b>	-6.80%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives



## positions

Nil

### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

#### Discretionary Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		Totaal
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	2,980.30		141.78		4,305.90		4,305.90
2022 - 12	84.64		215.14		4,175.40		4,175.40
2023 - 06	2.00		85.63		4,091.77		4,091.77

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	33,647,536.17		1,531,265.88	
2022 - 12	947,090.25		2,101,385.27	
2023 - 06	20,934.88		937,062.07	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	52,409,302.37	12,171.51	
2022 - 12	41,339,034.82	9,900.63	
2023 - 06	43,720,941.00	10,685.10	

#### Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		Totaal
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	
2021 - 12	1,784.83		1,776.80		5,502.46		5,502.46
2022 - 12	930.45		1,718.76		4,714.14		4,714.14
2023 - 06	324.57		1,218.44		3,820.27		3,820.27

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	18,524,268.28		19,819,206.70	
2022 - 12	10,709,280.02		16,987,757.98	
2023 - 06	3,433,797.04		13,137,162.64	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	67,602,327.02	12,285.83	
2022 - 12	47,146,842.65	10,001.15	
2023 - 06	41,250,361.00	10,797.76	

## Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2022 - 12	0.00		0.00		0.00		0.00
2023 - 06	0.00		0.00		0.00		0.00

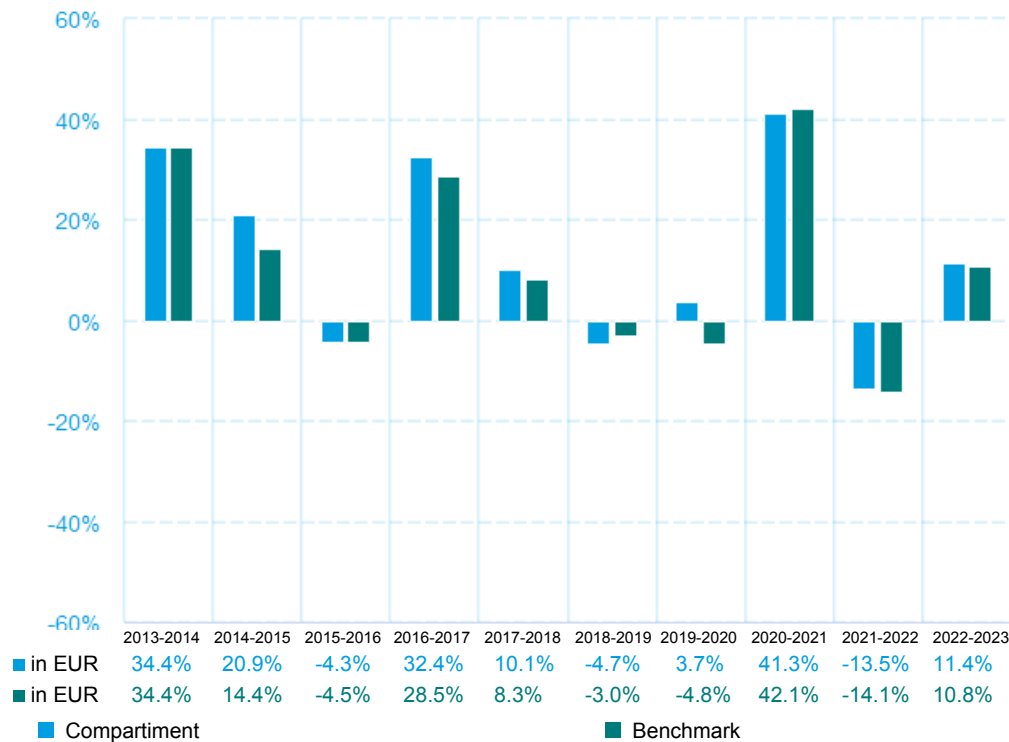
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2022 - 12		0.00		0.00
2023 - 06		0.00		0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2022 - 12		0.00	0.00
2023 - 06		0.00	

## 2.4.5. Performance figures

### Discretionary Shares

BE0945052786  
KBC Institutional Fund Euro Equity Small & Medium Caps Discretionary Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0945052786	EUR	11.40%	10.83%	10.85%	10.57%	6.11%	4.54%	11.80%	9.82%	08/07/2005	8.41%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Discretionary Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
**Capitalisation units (CAP)**  
Return on date D over a period of X years :  

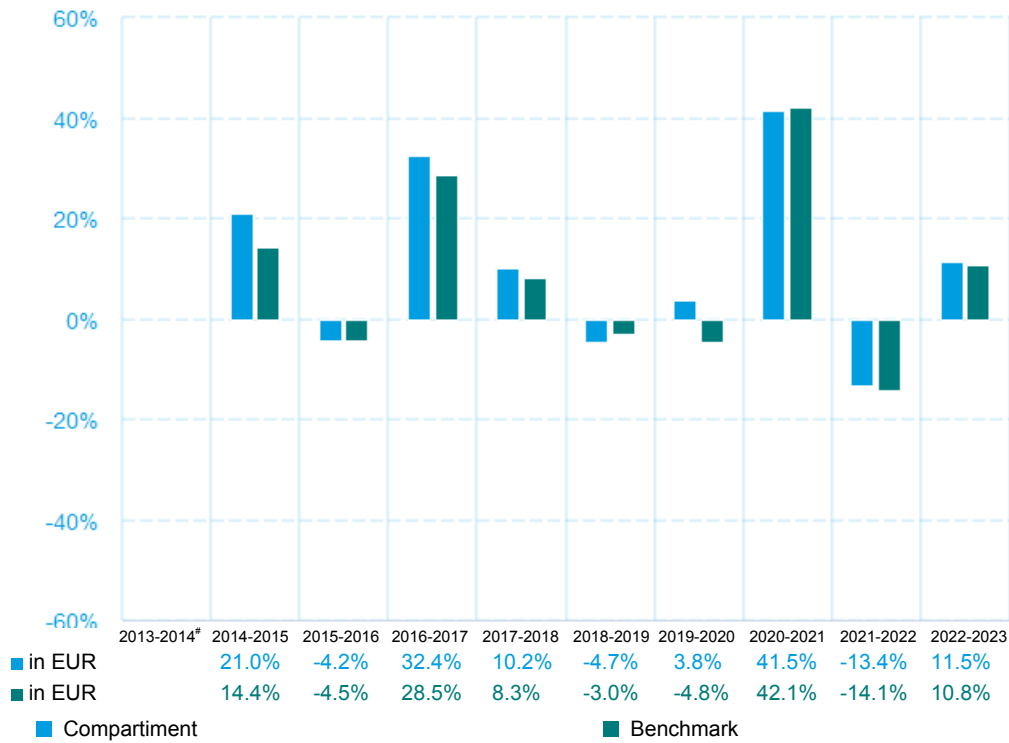
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
 where Y = D-X  
 Return on date D since the start date S of the unit:  

$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
 where F = 1 if the unit has existed for less than one year on date D  
 where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## Institutional Shares

BE0947888047

KBC Institutional Fund Euro Equity Small & Medium Caps Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0947888047	EUR	11.49%	10.83%	10.97%	10.57%	6.21%	4.54%			12/12/2007	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

**Classic Shares**

BE6333605879

KBC Institutional Fund Euro Equity Small & Medium Caps Classic Shares CAP

Annual performance compared to the benchmark on 30/06/2023 (in EUR)

The cumulative returns are shown where they relate to a period of at least one year.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Discretionary Shares Capitalisation :

Ongoing charges : 0,615%  
Transaction costs: 0,045%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,531%  
Transaction costs: 0,045%

#### Classic Shares Capitalisation :

Ongoing charges : 0,000%  
Transaction costs: 0,045%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 52,96% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Discretionary Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.035%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.035%	of the net assets of the sub-fund per year.

### Classic Shares

Fee for managing the investment portfolio	Max 1.60%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.035%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

## Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

## Securities lending

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 19.913,36 EUR and for the Management Company 7.965,34 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 1 and 4, with a market value fluctuating between 350204.55 and 1598990 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Goldman Sachs

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending applies only to the equity portion of the portfolio.

Nature of the financial collateral: government bonds issued by Austria, Belgium, Germany, the Netherlands, Luxembourg, the UK, France, the US and Switzerland and supranational bonds denominated in EUR, USD or GBP issued by the EIB or the KFW.

Reinvestment of the financial collateral received: no reinvestment takes place.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

<b>Overview of securities lent as at 30/06/2023</b>				
Name	Currency	Quantity	Price	Value in currency of the portfolio
D'IETEREN GROUP	EUR	4 300	161,90	696 170,00
METSA BOARD OYJ-B	EUR	77 000	6,76	520 520,00
QT GROUP OYJ	EUR	5 000	76,46	382 300,00
Total				1 598 990,00
<b>Details of collateral received for securities lent</b>				
Name	Currency	Nominal Value	Currency Fund	Value in currency of the portfolio
REPUBLIC OF AUSTRI 0.0 15JUL24 144A	EUR	578 000	EUR	560 660,00
BUNDES OBLIGATION 0.0 10OCT25	EUR	433 516	EUR	405 398,15
SPAIN GOVERNMENT 2.35 30JUL33 144A	EUR	822 000	EUR	743 533,25
Total				1 709 591,40

For the valuation of the collateral received, indicative prices have been used in this detail list by the Collateral Management Division of KBC Bank

The amount in securities lent on a traded basis, as given in the annual report, can differ from the amount in securities lent on a settled basis.

The position held as collateral is determined on the basis of the settled positions.



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## 2. Information on KBC Institutional Fund Euro Satellite Equity

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date:	6 March 1998
Initial subscription price:	200 000 BEF
Currency:	EUR

##### **Institutional Shares Capitalisation**

Launch date:	12 December 2007
Initial subscription price:	5 848.06 EUR
Currency:	EUR

##### **Institutional B Shares Capitalisation**

Launch date:	30 May 2017
Initial subscription price:	8 013.08 EUR
Currency:	EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

##### **Sub-fund's investment policy**

###### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in shares of companies from Member States of the European Union not participating in the euro and from The United Kingdom, Switzerland and Norway.

The fund is actively managed with reference to the following benchmark: MSCI Europe Ex EMU - Net Return Index. However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 2.50%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

Required disclaimers for benchmark providers:

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

### **Volatility of the net asset value**

**The volatility of the net asset value may be high due to the composition of the portfolio.**

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## **2.1.6. Index and benchmark**

See 'Sub-fund's investment policy'.

## **2.1.7. Policy pursued during the financial year**

Active positions in Euro Satellite stocks were taken based on quantitative analysis and a stringent risk framework. Approximately once a month, the fund was rebalanced to reflect recommendations originated by forementioned analysis.

## **2.1.8. Future policy**

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## **2.1.9. Summary risk indicator (SRI)**

Classic Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares of companies from European Union member states outside the euro-area and from the United Kingdom, Switzerland and Norway.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares of companies from European Union member states outside the euro-area and from the United Kingdom, Switzerland and Norway.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional B Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares of companies from European Union member states outside the euro-area and from the United Kingdom, Switzerland and Norway.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	68,673,499.66	68,900,659.46
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
C.	Shares and similar instruments		
a)	Shares	65,945,501.63	68,737,380.28
D.	Other securities	6,623.10	7.79
F.	Derivative financial instruments		
m)	Financial indices		
Futures and forward contracts (+/-)		-4,840.90	
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
a)	Accounts receivable	2,639,970.92	4,028,959.24
c)	Collateral	151,279.96	-37.20
B.	Payables		
a)	Accounts payable (-)	-788,131.66	-2,424,848.32
c)	Borrowings (-)	-1,269,627.44	-2,452,350.74
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	1,918,533.69	981,317.88
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	112,297.78	90,115.12
C.	Accrued expense (-)	-38,107.42	-59,884.59
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	68,673,499.66	68,900,659.46
<b>A.</b>	<b>Capital</b>	63,996,380.85	80,368,860.05
<b>B.</b>	<b>Income equalization</b>	33,826.13	-125,158.13
<b>D.</b>	<b>Result of the period</b>	4,643,292.68	-11,343,042.46
<hr/>			
	<b>Off-balance-sheet headings</b>		
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits	151,279.96	-37.20
III.	Notional amounts of futures and forward contracts (+)		
III.A.	Purchased futures and forward contracts	2,805,446.08	
IX.	Financial instruments lent		

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	2,689,668.38	-11,998,776.32
D.	Other securities	456.74	-1.38
F.	Derivative financial instruments		
	l) Financial indices		
	Futures and forward contracts	-49,976.97	-100,991.63
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	730,093.62	-483,089.36
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	2,323,873.42	6,181,818.61
	Unrealised gains on investments	5,207,895.08	-10,413,955.58
	Realised losses on investments	-2,038,297.14	-6,385,953.82
	Unrealised losses on investments	-2,123,229.59	-1,964,767.90
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	1,493,735.20	1,538,369.08
B.	Interests		
	a) Securities and money market instruments	22,123.99	49,354.95
	b) Cash at bank and in hand and deposits	8,902.26	54.63
C.	Interest on borrowings (-)	-3,360.99	-2,856.80
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	40,049.26	40,398.66
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-103,777.35	-159,854.48
B.	Financial expenses (-)	-1,206.04	-2,105.39
C.	Custodian's fee (-)	-12,726.50	-17,016.51
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-2,911.45	-2,825.57
	Institutional Shares	-90,223.86	-111,605.03
	Institutional B Shares	-19,418.24	-25,668.46
	b) Administration and accounting management	-33,082.81	-41,250.68
F.	Formation and organisation expenses (-)	-80.62	-70.22
H.	Services and sundry goods (-)	-1,536.45	-1,522.13
J.	Taxes		
	Classic Shares	-823.59	-787.90
	Institutional Shares	-3,448.81	-5,669.99
	Institutional B Shares	-493.57	-1,036.05
L.	Other expenses (-)	-18,669.52	-16,091.88
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	1,273,050.91	1,239,816.23
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	4,643,292.68	-11,343,042.46
<b>VII.</b>	<b>Result of the period</b>	4,643,292.68	-11,343,042.46



## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Euro Satellite Equity

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Bermuda</u>							
HISCOX LTD -	34,113.00	GBP	10.910	433,695.63		0.66	0.63
<u>Denmark</u>							
AP MOELLER - MAERSK A/S -	331.00	DKK	11,880.000	528,112.65		0.80	0.77
BAVARIAN NORDIC A/S -	5,029.00	DKK	194.000	131,028.42		0.20	0.19
DSV PANALPINA A S -	730.00	DKK	1,433.000	140,491.87		0.21	0.21
GENMAB A/S -	1,570.00	DKK	2,580.000	544,003.25		0.83	0.79
ISS A/S -	29,974.00	DKK	144.250	580,687.75		0.88	0.85
NKT A/S -	1,409.00	DKK	413.800	78,303.94		0.12	0.11
NOVO NORDISK A/S B	29,518.00	DKK	1,099.400	4,358,377.06		6.61	6.35
SCHOUW & CO -	1,840.00	DKK	539.000	133,195.25		0.20	0.19
SIMCORP AIS -	5,062.00	DKK	723.000	491,521.57		0.75	0.72
TRYG A/S -	24,695.00	DKK	147.650	489,693.82		0.74	0.71
<u>Finland</u>							
NORDEA BANK ABP -	36,675.00	EUR	9.966	365,503.05		0.55	0.53
<u>Ireland</u>							
GRAFTON GROUP PLC -	89,649.00	GBP	7.817	816,631.14		1.24	1.19
<u>Luxembourg</u>							
SUBSEA 7 SA -	8,363.00	NOK	133.650	95,625.32		0.14	0.14
<u>Netherlands</u>							
SHELL PLC -	98,023.00	GBP	23.425	2,675,764.99		4.06	3.90
<u>Norway</u>							
AUSTEVOLL SEAFOOD ASA -	8,134.00	NOK	74.150	51,600.89		0.08	0.08
ENTRA ASA -	7,714.00	NOK	97.300	64,214.68		0.10	0.09
EQUINOR ASA -	13,710.00	NOK	312.100	366,077.53		0.56	0.53
GJENSIDIGE FORSIKRING ASA -	18,386.00	NOK	171.800	270,241.64		0.41	0.39
MARINE HARVEST -	15,520.00	NOK	170.200	225,992.03		0.34	0.33
STATOILHYDRO ASA -	13,082.00	NOK	63.800	71,406.32		0.11	0.10
TGS NOPEC GEOPHYSICAL CO ASA -	7,206.00	NOK	159.700	98,455.74		0.15	0.14
YARA INTL ASA -	3,087.00	NOK	379.000	100,096.22		0.15	0.15
<u>Sweden</u>							
AAK AB -	19,883.00	SEK	202.800	342,175.64		0.52	0.50
ASSA ABLOY AB B	26,273.00	SEK	259.000	577,442.37		0.88	0.84
ATLAS COPCO AB A	14,890.00	SEK	155.400	196,356.34		0.30	0.29
ATLAS COPCO AB AB B FRIA	14,162.00	SEK	134.250	161,338.53		0.25	0.24
AVANZA BANK HOLDING AB -	4,312.00	SEK	219.500	80,317.93		0.12	0.12
BILLERUD AB -	48,547.00	SEK	81.960	337,647.52		0.51	0.49
BOLIDEN AB -	9,801.00	SEK	311.550	259,117.87		0.39	0.38
EMBRACER GROUP AB -	26,554.00	SEK	26.960	60,750.39		0.09	0.09
ERICSSON B	88,871.00	SEK	58.410	440,500.59		0.67	0.64
EVOLUTION GAMING GROUP AB -	2,556.00	SEK	1,365.800	296,242.37		0.45	0.43
FASTIGHETS AB BALDER -B-	20,832.00	SEK	39.360	69,580.14		0.11	0.10
HOLMEN AB -	11,515.00	SEK	387.400	378,549.59		0.57	0.55
INVESTOR AB B	67,526.00	SEK	215.650	1,235,718.95		1.87	1.80
LOOMIS AB -	5,953.00	SEK	314.600	158,925.59		0.24	0.23
NIBE INDUSTRIER AB -	26,093.00	SEK	102.400	226,737.42		0.34	0.33
SCA-SVENSKA CELLULOOSA AB B	9,138.00	SEK	137.450	106,584.76		0.16	0.16
TRELLEBORG AB B	6,024.00	SEK	261.400	133,625.63		0.20	0.20
<u>Switzerland</u>							
ABB LTD -	42,758.00	CHF	35.180	1,541,115.90		2.34	2.24
ABB LTD OP NAAM	5,289.00	SEK	424.100	190,344.82		0.29	0.28
ALCON INC -	14,876.00	CHF	74.100	1,129,344.55		1.71	1.65
BALOISE HLDG REG	1,659.00	CHF	131.400	223,338.62		0.34	0.33
BUCHER INDUSTRIES PLC -	1,210.00	CHF	395.000	489,671.19		0.74	0.71
CHOCOLADEFABRIKEN LINDT-REG -	33.00	CHF	11,240.000	380,016.40		0.58	0.55
CLARIANT AG (NOM)	19,572.00	CHF	12.920	259,071.60		0.39	0.38

COCA-COLA HBC AG -	5,610.00	GBP	23.450	153,301.39		0.23	0.22
FERGUSON PLC -	1,950.00	GBP	124.100	281,998.48		0.43	0.41
FORBO HOLDING -	123.00	CHF	1,284.000	161,805.10		0.25	0.24
HOLCIM LTD (NOM)	32,408.00	CHF	60.200	1,998,806.74		3.03	2.91
HUBER & SUHNER AG -	1,105.00	CHF	73.800	83,548.90		0.13	0.12
LA FONCIERE -	777.00	CHF	127.000	101,098.99		0.15	0.15
NESTLE AG REG	41,640.00	CHF	107.600	4,590,342.34		6.97	6.69
NOVARTIS AG REG	41,817.00	CHF	90.000	3,855,826.34		5.85	5.62
OC OERLIKON CORP AG (NOM)20CHF	51,217.00	CHF	4.456	233,819.86		0.36	0.34
PARTNERS GROUP AG -	81.00	CHF	841.600	69,841.38		0.11	0.10
ROCHE HOLDING GENOTS	7,650.00	CHF	273.500	2,143,585.69		3.25	3.12
SONOVA HOLDING AG -	833.00	CHF	238.200	203,286.64		0.31	0.30
ST GALLER KANTONALBANK -	857.00	CHF	485.000	425,838.23		0.65	0.62
STRAUMANN HOLDING AG REG	1,551.00	CHF	145.150	230,648.65		0.35	0.34
SWISS LIFE HOLDING -	207.00	CHF	523.000	110,915.98		0.17	0.16
SWISS RE -	3,212.00	CHF	90.040	296,300.99		0.45	0.43
SWISSCOM AG -	1,270.00	CHF	557.800	725,778.86		1.10	1.06
TECAN GROUP AG REG	275.00	CHF	343.200	96,694.56		0.15	0.14
THE SWATCH GROUP AG -	979.00	CHF	261.100	261,885.62		0.40	0.38
THE SWATCH GROUP AG REG	12,888.00	CHF	49.150	648,979.73		0.98	0.95
UBS GROUP AG -	40,751.00	CHF	18.095	755,472.99		1.15	1.10
YPSOMED HOLDING AG -	374.00	CHF	270.000	103,456.42		0.16	0.15
ZURICH INSURANCE GROUP AG -	3,206.00	CHF	424.900	1,395,636.54		2.12	2.03
<u>U.K.</u>							
ASHTeAD GROUP PLC -	7,372.00	GBP	54.440	467,674.64		0.71	0.68
ASSOCIATED BRITISH FOODS PLC -	26,933.00	GBP	19.910	624,879.63		0.95	0.91
ASTRAZENECA PLC -	16,680.00	GBP	112.760	2,191,752.40		3.32	3.19
BEAZLEY PLC/UK -	48,784.00	GBP	5.890	334,836.72		0.51	0.49
BP PLC -	223,486.00	GBP	4.584	1,193,680.05		1.81	1.74
BURBERRY GROUP PLC -	10,401.00	GBP	21.200	256,951.60		0.39	0.37
CAPITAL & COUNTIES PROPERTIES -	116,121.00	GBP	1.151	155,749.43		0.24	0.23
CENTRICA -	269,463.00	GBP	1.240	389,211.84		0.59	0.57
COMPASS GROUP -	31,494.00	GBP	22.020	808,137.97		1.23	1.18
CRANSWICK PLC -	2,794.00	GBP	32.460	105,685.47		0.16	0.15
CRODA INTERNATIONAL -	1,229.00	GBP	56.260	80,573.46		0.12	0.12
CYBG PLC -	122,561.00	GBP	1.496	213,589.10		0.32	0.31
DIAGEO -	33,874.00	GBP	33.790	1,333,813.32		2.02	1.94
ELECTROCOMPONENTS PLC (LON)	13,208.00	GBP	7.602	117,005.24		0.18	0.17
FRASERS GROUP PLC -	14,216.00	GBP	7.020	116,293.36		0.18	0.17
GENUS PLC -	5,640.00	GBP	21.660	142,356.71		0.22	0.21
GLAXOSMITHKLINE PLC -	58,862.00	GBP	13.888	952,609.92		1.45	1.39
HALEON PLC -	115,535.00	GBP	3.223	433,857.26		0.66	0.63
HALMA PLC -	3,092.00	GBP	22.770	82,043.26		0.12	0.12
HAYS -	497,672.00	GBP	1.022	592,699.39		0.90	0.86
HSBC HOLDING PLC -	283,236.00	GBP	6.217	2,051,963.81		3.11	2.99
IG GROUP HOLDINGS PLC -	13,858.00	GBP	6.770	109,327.55		0.17	0.16
INFORMA PLC -	151,328.00	GBP	7.260	1,280,254.44		1.94	1.86
INTERNATIONAL DISTRIBUTIONS SE -	71,089.00	GBP	2.209	182,994.69		0.28	0.27
KINGFISHER PLC -	257,814.00	GBP	2.317	696,102.04		1.06	1.01
LLOYDS BANKING GROUP PLC -	148,109.00	GBP	0.436	75,233.05		0.11	0.11
LONDON METRIC PROPERTY PLC -	76,844.00	GBP	1.654	148,110.50		0.23	0.22
LONDON STOCK EXCHANGE GRP PLC -	3,439.00	GBP	83.660	335,266.69		0.51	0.49
MAN GROUP PLC/JERSEY -	31,762.00	GBP	2.185	80,872.27		0.12	0.12
MELROSE INDUSTRIES PLC -	14,066.00	GBP	5.062	82,972.30		0.13	0.12
OCADO GROUP PLC -	12,217.00	GBP	5.680	80,863.64		0.12	0.12
PEARSON PLC -	15,077.00	GBP	8.220	144,419.93		0.22	0.21
RECKITT BENCKISER PLC -	2,223.00	GBP	59.120	153,149.04		0.23	0.22
RENISHAW PLC -	1,597.00	GBP	39.020	72,616.04		0.11	0.11
RIGHTMOVE GROUP PLC -	16,941.00	GBP	5.232	103,287.35		0.16	0.15
RIO TINTO PLC -	10,262.00	GBP	49.855	596,185.09		0.90	0.87
ROLLS ROYCE GROUP PLC -	147,118.00	GBP	1.511	258,956.56		0.39	0.38
ROYAL BANK OF SCOTLAND GROUP PLC -	569,353.00	GBP	2.408	1,597,638.33		2.42	2.33
SAINSBURY PLC -	106,350.00	GBP	2.690	333,372.79		0.51	0.49
SMITHS GROUP PLC -	46,853.00	GBP	16.440	897,593.28		1.36	1.31
SPECTRIS PLC -	2,212.00	GBP	35.950	92,666.85		0.14	0.14
SSE PLC -	24,954.00	GBP	18.410	535,345.72		0.81	0.78
STANDARD CHARTERED PLC -	13,274.00	GBP	6.830	105,648.39		0.16	0.15
TESCO -	61,367.00	GBP	2.484	177,634.31		0.27	0.26
UNILEVER PLC -	37,237.00	GBP	40.975	1,778,009.28		2.70	2.59
UNITE GROUP PLC -	17,091.00	GBP	8.700	173,271.49		0.26	0.25
VICTREX PLC -	4,621.00	GBP	13.920	74,957.58		0.11	0.11
VODAFONE GROUP PLC -	628,816.00	GBP	0.740	542,025.33		0.82	0.79
WHITBREAD HOLDINGS PLC -	24,381.00	GBP	33.860	962,008.36		1.46	1.40
WPP GROUP PLC -	32,855.00	GBP	8.234	315,248.27		0.48	0.46
Total shares				65,945,501.63		100.00	96.03
<b>Options and futures</b>							
Exchange-listed futures							
<u>Switzerland</u>							
SWISS MKT IX FUTR Sep-23	6.00	CHF	11,327.000	696,286.92		1.06	1.01

<u>U.K.</u>							
FTSE 100 ID X FUT Sep-23	24.00	GBP	7,541.500	2,109,159.16		3.20	3.07
Suspense accounts (futures)							
<u>Switzerland</u>							
SWISS MKT IX FUTR Sep-23	-676,440.00	CHF	1.000	-693,028.93		-1.05	-1.01
<u>U.K.</u>							
FTSE 100 ID X FUT Sep-23	-1,816,910.00	GBP	1.000	-2,117,258.05		-3.21	-3.08
Total options and futures				-4,840.90		-0.01	-0.01
<b>Rights</b>							
<u>Denmark</u>							
NKT A/S -	1,409.00	DKK	35.000	6,623.10		0.01	0.01
Total rights				6,623.10		0.01	0.01
<b>TOTAL SECURITIES PORTFOLIO</b>				65,947,283.83		100.00	96.03
<b>CASH AT BANK AND IN HAND</b>							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP AUD	0.97	AUD	1.000	0.59		0.00	0.00
KBC GROUP CHF	680,142.50	CHF	1.000	696,822.23		0.00	1.01
KBC GROUP DKK	3,735.15	DKK	1.000	501.64		0.00	0.00
KBC GROUP EURO	-1,269,240.04	EUR	1.000	-1,269,240.04		0.00	-1.85
KBC GROUP GBP	1,023,626.97	GBP	1.000	1,192,839.73		0.00	1.74
KBC GROUP NOK	314.69	NOK	1.000	26.92		0.00	0.00
KBC GROUP SEK	346.19	SEK	1.000	29.38		0.00	0.00
KBC GROUP TRY	2.53	TRY	1.000	0.09		0.00	0.00
KBC GROUP USD	45.56	USD	1.000	41.76		0.00	0.00
KBC GROUP ZAR	1,293.18	ZAR	1.000	62.74		0.00	0.00
Total demand accounts				621,085.04		0.00	0.90
<b>Managed futures accounts</b>							
<u>U.S.A.</u>							
JPMORGAN CHASE & CO EURO FUT REK	-387.40	EUR	1.000	-387.40		0.00	-0.00
JPMORGAN CHASE & CO FUT.REK.CHF	3,386.10	CHF	1.000	3,469.14		0.00	0.01
JPMORGAN CHASE & CO FUT.REK.GBP	21,230.00	GBP	1.000	24,739.47		0.00	0.04
Total managed futures accounts				27,821.21		0.00	0.04
<b>TOTAL CASH AT BANK AND IN HAND</b>				648,906.25		0.00	0.95
<b>OTHER RECEIVABLES AND PAYABLES</b>							
<b>Receivables</b>							
<u>Belgium</u>							
KBC GROUP EUR RECEIVABLE	1,847,562.12	EUR	1.000	1,847,562.12		0.00	2.69
KBC GROUP GBP RECEIVABLE	680,000.00	GBP	1.000	792,408.80		0.00	1.15
<u>U.S.A.</u>							
JPMORGAN CHASE & CO DEKKING EUR	37,592.60	EUR	1.000	37,592.60		0.00	0.06
JPMORGAN CHASE & CO DEKKING GBP	97,560.00	GBP	1.000	113,687.36		0.00	0.17
Total receivables				2,791,250.88		0.00	4.07
<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP EUR PAYABLE	-788,131.66	EUR	1.000	-788,131.66		0.00	-1.15
Payables				-788,131.66		0.00	-1.15
<b>TOTAL RECEIVABLES AND PAYABLES</b>				2,003,119.22		0.00	2.92
<b>OTHER</b>							
Interest receivable		EUR		112,297.78		0.00	0.16
Expenses payable		EUR		-38,107.42		0.00	-0.06
<b>TOTAL OTHER</b>				74,190.36		0.00	0.11
<b>TOTAL NET ASSETS</b>				68,673,499.66		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	0.00	0.00	0.10	0.00
Belgium	-3.09	0.02	0.16	3.59
Bermuda	0.00	0.13	0.54	0.63
Switzerland	35.63	32.98	34.84	33.68
Denmark	9.83	9.90	10.26	10.87
Finland	0.00	1.33	0.58	0.53
U.K.	38.30	36.11	35.48	35.53
Ireland	1.05	0.87	2.07	1.19

Jersey/The Channel Islands	0.00	1.07	0.29	0.49
Luxembourg	0.00	0.00	0.11	0.14
Netherlands	3.37	5.10	4.06	3.89
Norway	3.12	4.70	3.41	1.81
Sweden	11.59	7.61	7.99	7.38
U.S.A.	0.20	0.18	0.00	0.27
South Africa	0.00	0.00	0.11	0.00
TOTAL	100.00	100.00	100.00	100.00

#### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	26.14	22.58	23.54	24.12
Consum(cycl)	13.50	9.46	8.93	9.96
Cons.goods	16.58	17.96	16.51	16.01
Pharma	21.06	24.10	25.33	24.04
Financials	13.94	18.04	18.85	19.94
Technology	2.74	1.36	2.12	1.70
Telecomm.	2.73	3.22	2.38	1.98
Utilities	1.24	1.47	1.20	1.36
Real est.	2.07	1.81	1.14	0.89
TOTAL	100.00	100.00	100.00	100.00

#### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
SWISS FRANC	33.38	30.96	32.53	33.79
DANISH KRONE	9.83	9.91	10.26	10.87
EURO	-2.97	1.05	0.74	0.27
POUND STERLING	45.05	45.55	44.77	45.46
NORWEGIAN KRONE	3.13	4.76	3.52	1.95
SWEDISH KRONA	11.59	7.67	8.19	7.66
US DOLLAR	-0.01	0.10	-0.01	0.00
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Euro Satellite Equity (in Euro)

	<b>1<sup>st</sup> half of year</b>
<b>Purchases</b>	34,347,248.51
<b>Sales</b>	28,577,402.23
<b>Total 1</b>	62,924,650.74
<b>Subscriptions</b>	20,720,679.58
<b>Redemptions</b>	13,585,909.51
<b>Total 2</b>	34,306,589.09
<b>Monthly average of total assets</b>	66,396,646.90
<b>Turnover rate</b>	43.10%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period.

A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions.

A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service:  
KBC Bank NV, Havenlaan 2, B-1080 Brussels

### 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
FTSE SEP 23	GBP	1,809,960.00	2,109,159.16	10.00	29.06.2023
JPMORGAN DEKKING EUR	EUR	37,592.60	37,592.60	N/A	30.06.2023
JPMORGAN DEKKING GBP	GBP	97,560.00	113,687.36	N/A	29.06.2023
SMI SEP 23	CHF	679,620.00	696,286.92	10.00	29.06.2023

### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

#### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	2.87		217.00		156.87		156.87
2022 - 12	1.74		0.00		158.61		158.61
2023 - 06	2.00		0.00		160.61		160.61

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	29,850.75		2,154,563.27	
2022 - 12	18,589.61		0.00	
2023 - 06	21,063.35		0.00	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	1,721,670.47	10,975.07	
2022 - 12	1,552,287.92	9,787.07	
2023 - 06	1,695,002.95	10,553.80	

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	2,317.82		1,342.21		5,383.56		5,383.56
2022 - 12	1,978.02		2,266.41		5,095.17		5,095.17
2023 - 06	845.71		911.03		5,029.85		5,029.85

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	22,877,954.24		13,503,274.63	
2022 - 12	20,981,532.75		23,046,027.99	
2023 - 06	8,918,931.10		9,456,756.31	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	59,629,564.89	11,076.24	
2022 - 12	50,362,822.73	9,884.43	
2023 - 06	53,631,526.43	10,662.66	

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	5,717.00		3,671.00		3,580.00		3,580.00
2022 - 12	1,260.00		4,339.00		501.00		501.00
2023 - 06	1,152.00		402.00		1,251.00		1,251.00

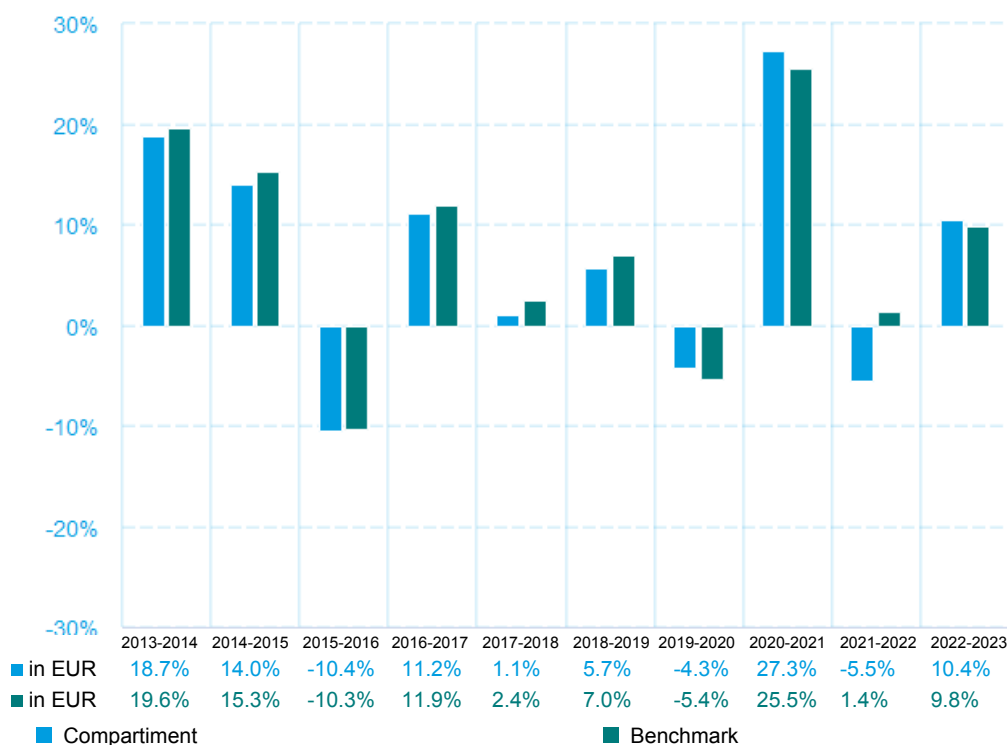
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	56,260,524.74		36,527,189.46	
2022 - 12	12,812,176.38		44,793,243.92	
2023 - 06	11,931,524.14		4,254,675.44	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	39,664,670.94	11,079.52	
2022 - 12	4,955,009.50	9,890.24	
2023 - 06	13,346,970.28	10,669.04	

## 2.4.5. Performance figures

### Classic Shares

BE0166983461  
KBC Institutional Fund Euro Satellite Equity Classic Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0166983461	EUR	10.44%	9.83%	9.95%	11.77%	6.11%	7.16%	6.24%	7.19%	06/03/1998	3.03%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

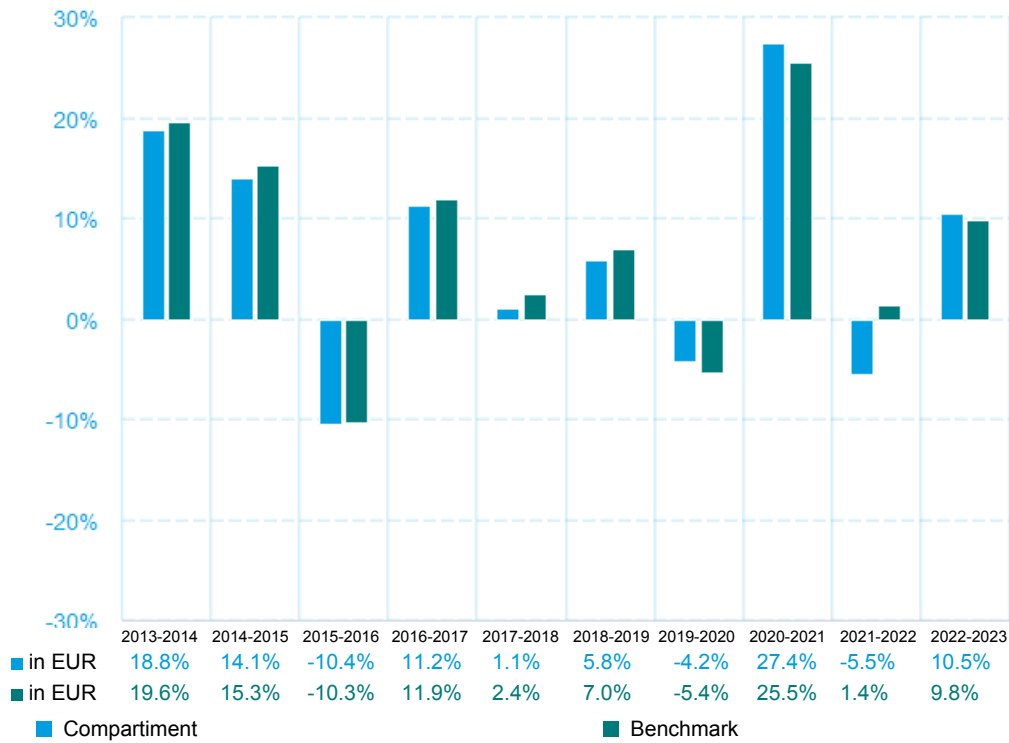
### Classic Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
**Capitalisation units (CAP)**  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## Institutional Shares

BE0947889052

KBC Institutional Fund Euro Satellite Equity Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0947889052	EUR	10.52%	9.83%	10.01%	11.77%	6.17%	7.16%	6.30%	7.19%	12/12/2007	3.97%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

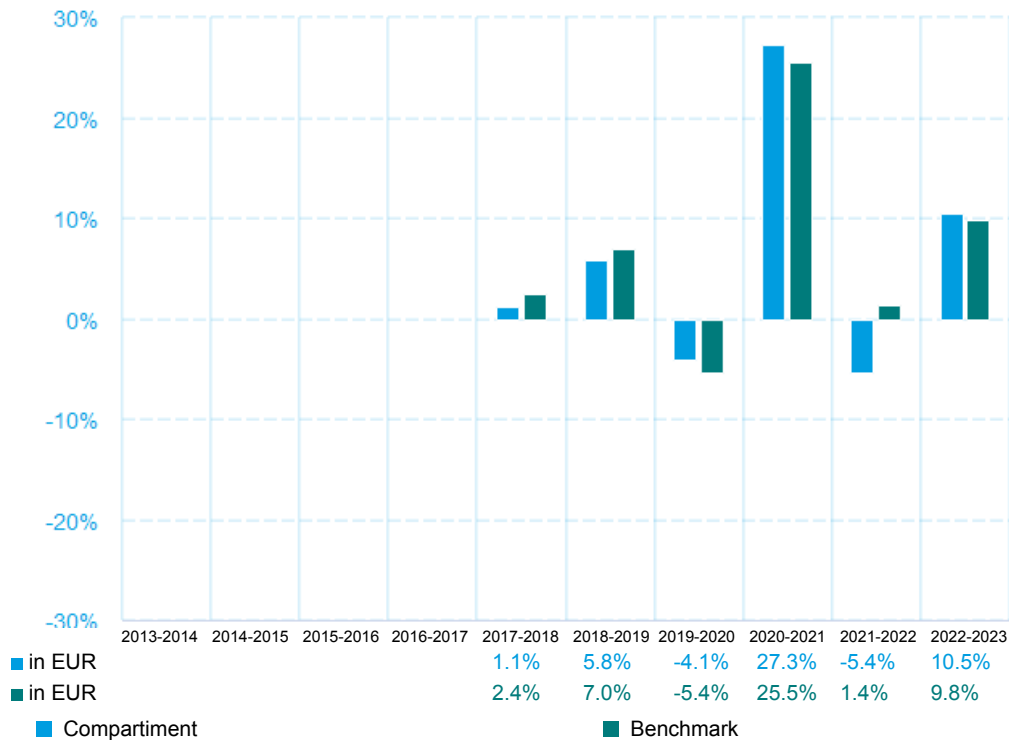
- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.



## Institutional B Shares

BE6295242398

KBC Institutional Fund Euro Satellite Equity Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6295242398	EUR	10.52%	9.83%	9.99%	11.77%	6.18%	7.16%			30/05/2017	4.82%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,563%  
Transaction costs: 0,344%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,483%  
Transaction costs: 0,344%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,513%  
Transaction costs: 0,344%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.35%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.35%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### Institutional B Shares

Fee for managing the investment portfolio	Max 0.35%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

## Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

## Financial derivatives on financial indices

The following financial indices were used as the underlying for financial derivatives::

The **FTSE 100** is an equity index computed by the Financial Times Ltd. The dividend is not reinvested. It comprises 100 shares. The FTSE 100 serves primarily as a continuous indicator of market trends on the UK stock market. The value of the FTSE 100 is based on the market value of the shares of 100 companies listed on the London Stock Exchange. These are the companies with the biggest market capitalisation, and the shares are weighted accordingly. The base value of the index is 1000, calculated on the basis of the underlying prices recorded on 3 January 1984.

The FTSE 100 is published daily in the leading financial newspapers, i.e. The Financial Times and The Wall Street Journal Europe. In Belgium, the index is published in De Tijd and L'Echo.

Financial Times Ltd has all proprietary rights with respect to the index. In no way Financial Times Ltd endorses, sponsors or is otherwise involved in the issue and offering the shares of this undertaking for collective investment. Financial Times Ltd disclaims any liability for the issue and offering of the shares of this undertaking for collective investment.

The **Swiss Market Index** is a capitalization-weighted index of the largest and most liquid stocks traded on the Electronic Bourse System. The equities use free float shares in the index calculation. The SMI was developed with a base value of 1500 as of June 30, 1988.

The Swiss Market Index is published daily in the leading financial newspapers, i.e. The Financial Times and The Wall Street Journal Europe. In Belgium, the index is published in De Tijd and L'Echo.

The value and, if available for distribution, the composition of the aforementioned financial indices may be obtained from the branches providing the financial service.

## Securities lending

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 14.380,59 EUR and for the Management Company 5.752,23 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 0 and 4, with a market value fluctuating between 0 and 6257791.77 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Goldman Sachs

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending applies only to the equity portion of the portfolio.

Nature of the financial collateral: government bonds issued by Austria, Belgium, Germany, the Netherlands, Luxembourg, the UK, France, the US and Switzerland and supranational bonds denominated in EUR, USD or GBP issued by the EIB or the KFW.

Reinvestment of the financial collateral received: no reinvestment takes place.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

## Transparency of securities financing transactions and of reuse

Global data:

1) The amount of securities and commodities on loan as a proportion of total lendable assets defined as excluding cash and cash equivalents;	Nil	%
2) The amount of assets engaged in each type of SFT's and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency) and as a proportion of the collective investment undertaking's assets under management (AUM).		
The amount of assets engaged in each type of SFTs and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency)	0,00	EUR
proportion of the collective investment undertaking's assets under management (AUM)	Nil	%

Concentration data:

1) Ten largest collateral issuers across all SFTs and total return swaps (break down of volumes of the collateral securities and commodities received per issuer's name)

name collateral issuer	Market value on a settled basis	currency
Nil	Nil	Nil

2) Top 10 counterparties of each type of SFTs and total return swaps separately (Name of counterparty and gross volume of outstanding transactions).

type SFT (lending program)	name counterparty	Country of counterparty	Market value on a settled basis	currency
Nil	Nil	Nil	Nil	Nil

Aggregate transaction data for each type of SFTs and total return swaps separately to be broken down according to the below categories:

1) Type and quality of collateral;	equity (Goldman Sachs)	equity(KBC Bank)	bonds (Société Générale)
type	Nil.	Nil.	Nil.
quality – Bloomberg composite rating: see table below			
2) Maturity tenor of the collateral broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open maturity: see table below;			
3) Currency of the collateral: see table below			
4) Maturity tenor of the SFTs and total return swaps broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open transactions;	Nil.	Nil.	Nil.
5) Country in which the counterparties are established: see table above			
6) Settlement and clearing (e.g., tri-party, Central Counterparty, bilateral).	Nil.	Nil.	Nil.

collateral	quality	currency	Maturity tenor
Nil	Nil	Nil	Nil

Data on reuse of collateral:

1) Share of collateral received that is reused, compared to the maximum amount specified in the prospectus or in the disclosure to investors;	Nil
2) Cash collateral reinvestment returns to the collective investment undertaking. (EUR)	Nil

Safekeeping of collateral received by the collective investment undertaking as part of SFTs and total return swaps:

1) Number and names of custodians and the amount of collateral assets safe-kept by each of the custodians.

<u>number</u>	<u>Name collateral custodian</u>	<u>Market value on a settled basis</u>	<u>currency</u>
Nil	Nil	Nil	Nil

Safekeeping of collateral granted by the collective investment undertaking as part of SFTs and total return swaps:

1) The proportion of collateral held in segregated accounts or in pooled accounts, or in any other accounts.	Nil
--	-----

Data on return and cost for each type of SFTs and total return swaps:

1) Data on return and cost for each type of SFTs and total return swaps broken down between the collective investment undertaking, the manager of the collective investment undertaking and third parties (e.g. agent lender) in absolute terms and as a percentage of overall returns generated by that type of SFTs and total return swaps.
---

Lending program: equity (Goldman Sachs)	collective investment undertaking	manager of the collective investment undertaking	agent lender
return EUR	22.123,98	5.752,23	1.991,16
percentage of overall returns	100,00 %	26,00%	9,00%
cost EUR	7.743,39		
percentage of overall returns	35,00 %		

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# 2. Information on KBC Institutional Fund European Real Estate

## 2.1. Management report

### 2.1.1. Launch date and subscription price

#### **Classic Shares Capitalisation**

Launch date: 5 August 1998  
Initial subscription price: 200 000 BEF  
Currency: EUR

#### **Classic Shares Distribution**

Launch date: 5 August 1998  
Initial subscription price: 200 000 BEF  
Currency: EUR

#### **Institutional Shares Capitalisation**

Launch date: 24 December 2010  
Initial subscription price: 1 000 EUR  
Currency: EUR

### 2.1.2. Stock exchange listing

Not applicable.

### 2.1.3. Goal and key principles of the investment policy

#### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in real estate certificates, shares in real estate companies and UCIs that invest in real estate.

#### **Sub-fund's investment policy**

##### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

##### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The sub-fund's portfolio is managed passively. More information with respect to this can be found under the 'Benchmark-tracking' title.

The assets are invested primarily in shares figuring in the FTSE EPRA/NAREIT Developed Europe - Net Return Index.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considered the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), within the limited limits inherent to passive management, through the general exclusion policy and the Proxy Voting and Engagement Policy.

In particular, the sub-fund took into account exposure to controversial weapons ('indicator 14') by excluding companies involved in controversial weapon systems.

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

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## Benchmark-tracking

**The object of the sub-fund is to track the composition of a benchmark within the meaning and limits of Article 63 of the Royal Decree of 12 November 2012 with respect to collective investment that meet the conditions of Directive**

## 2009/65/EC.

Benchmark(s) in question: FTSE EPRA/NAREIT Developed Europe - Net Return Index. Additional information on this benchmark and its composition is available at: [www.ftserussel.com/products/indices/epra-nareit](http://www.ftserussel.com/products/indices/epra-nareit).

Method used to track the benchmark(s): physical replication based on full replication: The manager aims to include each share that forms a part of the benchmark in the sub-fund's investment portfolio, whereby each share is given the same weighting as it has in the benchmark. However, the manager retains the freedom to deviate slightly from the benchmark. Reasons for this may include: regulatory restrictions, limited liquidity of shares included in the benchmark, the restrictions mentioned in the 'Information concerning the Bevek – E. Social, ethical and environmental aspects'. The sub-fund may also make limited use of synthetic replication by way of futures, primarily in order to cushion the effects of buying and selling, and to avoid the attendant transaction charges.

The benchmark is re-balanced quarterly basis. The more often the sub-fund is re-balanced, the greater the potential impact on transaction charges within the sub-fund.

The anticipated tracking error under normal market conditions is between 0% and 0.5%. Other possible causes of tracking error may be: the method used to track the benchmark, transaction charges, reinvestment of dividends, general costs borne by the sub-fund, any income from loans of financial instruments.

**Where the benchmark's composition is not sufficiently diversified, where the benchmark is insufficiently representative of the market to which it relates or where the benchmark's value and composition are no longer adequately communicated, the management company must immediately notify the Board of Directors. They will examine what measures to take in investors' interests and may, if required, call a General Meeting to change the investment policy.**

### **Volatility of the net asset value**

The volatility of the net asset value may be high due to the composition of the portfolio.

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## **2.1.6. Index and benchmark**

Tracking error and annual tracking difference for the Capitalisation share (ISIN-code: BE0168584952) calculated in the currency of the share.

Tracking error: 0,72%

The tracking error is the annualised volatility of the differences between the daily returns of the unit in question and those of the benchmark index.

the tracking error exceeds the limit due to differences in booking date between fund and benchmark

Tracking error and annual tracking difference for the Distribution share (ISIN-code: BE0947127198) calculated in the currency of the share.

Tracking error: % is shown where it relates to a period of at least one year.

The tracking error is the annualised volatility of the differences between the daily returns of the unit in question and those of the benchmark index.

The Tracking error does not exceed the threshold.

Tracking error and annual tracking difference for the Capitalisation share (ISIN-code: BE6213915950) calculated in the currency of the share.

Tracking error: 0,72%

The tracking error is the annualised volatility of the differences between the daily returns of the unit in question and those of the benchmark index.

the tracking error exceeds the limit due to differences in booking date between fund and benchmark

## 2.1.7. Policy pursued during the financial year

As defined by the prospectus, the fund was invested in a European selection of real estate stocks.

## 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 5 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a real chance that the value of an investment will be affected by movements in exchange rates.
- a high level of concentration risk: there is a concentration of investments in equities included in the FTSE EPRA/ NAREIT Developed Europe Net Return Index.
- a moderate level of liquidity risk: since there will be invested in the real estate sector, there is a risk that a position cannot be sold quickly at a reasonable price.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional Shares: 5 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a real chance that the value of an investment will be affected by movements in exchange rates.
- a high level of concentration risk: there is a concentration of investments in equities included in the FTSE EPRA/ NAREIT Developed Europe Net Return Index.
- a moderate level of liquidity risk: since there will be invested in the real estate sector, there is a risk that a position cannot be sold quickly at a reasonable price.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

<b>Balance sheet layout</b>		<b>30/06/2023</b> (in Euro)	<b>30/06/2022</b> (in Euro)
	<b>TOTAL NET ASSETS</b>	30,718,566.22	32,800,777.42
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds		
	Collateral received in the form of bonds	248,361.55	879,274.32
C.	Shares and similar instruments		
	a) Shares	30,697,386.00	32,614,764.68
	Of which securities lent	226,224.55	803,409.95
	b) Closed-end undertakings for collective investment		36,261.60
D.	Other securities	31,541.88	81,168.73
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	146.16	
B.	Payables		
	a) Accounts payable (-)		-1.76
	c) Borrowings (-)	-83,548.29	-21,133.11
	d) Collateral (-)	-248,361.55	-879,274.32
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	3,485.41	15,213.30
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	83,633.03	87,351.27
C.	Accrued expense (-)	-14,077.97	-12,847.29
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	30,718,566.22	32,800,777.42
<b>A.</b>	<b>Capital</b>	33,495,652.28	45,015,121.85
<b>B.</b>	<b>Income equalization</b>	11,084.69	18,952.96
<b>D.</b>	<b>Result of the period</b>	-2,788,170.75	-12,233,297.39
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.a.	Securities/money market instruments	248,361.55	879,274.32
IX.	Financial instruments lent	226,224.55	803,409.95

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	-3,557,002.74	-12,643,453.52
	b) Closed-end undertakings for collective investment	-10,108.00	-17,891.30
D.	Other securities	-7,667.31	5,539.30
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	173,888.59	-352,603.40
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	196,803.62	1,222,109.58
	Unrealised gains on investments	-772,838.35	-9,390,890.68
	Realised losses on investments	-1,099,855.37	-318,182.38
	Unrealised losses on investments	-1,724,999.36	-4,521,445.44
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	645,920.92	862,159.43
B.	Interests		
	a) Securities and money market instruments	18,754.42	392.98
	b) Cash at bank and in hand and deposits	218.94	23.91
C.	Interest on borrowings (-)	-905.61	-407.88
F.	Other investment income	73,418.52	47,213.88
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-22,026.55	-20,042.05
B.	Financial expenses (-)	-5.44	-6.74
C.	Custodian's fee (-)	-6,402.47	-8,145.23
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-1,631.95	-2,281.96
	Institutional Shares	-64,470.74	-76,411.73
	b) Administration and accounting management	-16,525.72	-19,673.41
F.	Formation and organisation expenses (-)	-76.08	-35.61
H.	Services and sundry goods (-)	-1,518.17	-1,509.87
J.	Taxes		
	Classic Shares	-395.61	-443.44
	Institutional Shares	-2,075.21	-2,290.15
L.	Other expenses (-)	-9,560.54	-3,430.60
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	612,718.71	775,111.53
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	-2,788,170.75	-12,233,297.39
<b>VII.</b>	<b>Result of the period</b>	-2,788,170.75	-12,233,297.39

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund European Real Estate

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Austria</u>							
CA IMMOBILIEN ANLAGEN AG -	7,946.00	EUR	26.550	210,966.30		0.69	0.69
<u>Belgium</u>							
AEDIFICA -	7,708.00	EUR	58.700	452,459.60		1.47	1.47
ASCENCIO -	968.00	EUR	44.000	42,592.00		0.14	0.14
COFINIMMO -	6,410.00	EUR	68.800	441,008.00		1.44	1.44
HOME INVEST BELGIUM -	1,827.00	EUR	16.100	29,414.70		0.10	0.10
INTERVEST -	4,953.00	EUR	13.840	68,549.52		0.22	0.22
MONTEA SCA M	2,812.00	EUR	70.600	198,527.20		0.65	0.65
RETAIL ESTATES -	2,200.00	EUR	59.300	130,460.00		0.43	0.43
SHURGARD SELF STORAGE EUROPE S -	4,975.00	EUR	41.830	208,104.25		0.68	0.68
VGP NV -	1,956.00	EUR	89.500	175,062.00		0.57	0.57
WAREHOUSE DISTR. DE PAUW -	30,362.00	EUR	25.120	762,693.44		2.48	2.48
XIOR STUDENT HOUSING NV -	6,077.00	EUR	27.250	165,598.25		0.54	0.54
<u>Cyprus</u>							
AROUNDTOWN PROPERTY HOLD SA -	129,984.00	EUR	1.057	137,393.09		0.45	0.45
<u>Finland</u>							
CITYCON OYJ (HEL)	14,636.00	EUR	5.820	85,181.52		0.28	0.28
KOJAMO OYJ -	38,031.00	EUR	8.620	327,827.22		1.07	1.07
<u>France</u>							
ARGAN SA -	1,936.00	EUR	68.000	131,648.00		0.43	0.43
CARMILA -	11,171.00	EUR	14.240	159,075.04		0.52	0.52
COVIVIO -	9,732.00	EUR	43.180	420,227.76		1.37	1.37
GECINA REG	10,052.00	EUR	97.550	980,572.60		3.19	3.19
ICADE EMGP -	6,362.00	EUR	38.180	242,901.16		0.79	0.79
KLEPIERRE (CIE FONCIERE) -	40,201.00	EUR	22.720	913,366.72		2.97	2.97
MERCIALYS SA -	17,036.00	EUR	8.265	140,802.54		0.46	0.46
UNIBAIL-RODAMCO SE -	20,034.00	EUR	48.150	964,637.10		3.14	3.14
<u>Germany</u>							
DEUTSCHE EUROSHOP AG -	2,246.00	EUR	20.900	46,941.40		0.15	0.15
DEUTSCHE WOHNEN AG -	9,563.00	EUR	21.120	201,970.56		0.66	0.66
DIC ASSET AG -	9,814.00	EUR	5.090	49,953.26		0.16	0.16
HAMBORNER AG -	13,436.00	EUR	6.390	85,856.04		0.28	0.28
LEG IMMOBILIEN AG -	14,460.00	EUR	52.640	761,174.40		2.48	2.48
SIRIUS REAL ESTATE LTD -	221,270.00	GBP	0.854	220,072.83		0.72	0.72
TAG IMMOBILIEN AG -	29,895.00	EUR	8.662	258,950.49		0.84	0.84
VONOVIA SE -	132,521.00	EUR	17.895	2,371,463.30		7.72	7.72
<u>Ireland</u>							
IRISH RESIDENTIAL PROPERTIES R -	87,000.00	EUR	0.952	82,824.00		0.27	0.27
<u>Italy</u>							
IMMOBILIARE GRANDE DISTRIBUZIONE -	12,251.00	EUR	2.420	29,647.42		0.10	0.10
<u>Luxembourg</u>							
GRAND CITY PROPERTIES SA -	19,521.00	EUR	7.195	140,453.60		0.46	0.46
<u>Netherlands</u>							
EUROCOMMERCIAL PROPERTIES NV -	9,895.00	EUR	21.240	210,169.80		0.68	0.68
NSI NV -	3,439.00	EUR	20.450	70,327.55		0.23	0.23
VASTNED-RETAIL -	3,363.00	EUR	19.500	65,578.50		0.21	0.21
WERELDHAVE NV (AMS)	7,762.00	EUR	14.000	108,668.00		0.35	0.35
<u>Norway</u>							
ENTRA ASA -	11,069.00	NOK	97.300	92,143.15		0.30	0.30
<u>Spain</u>							
IMMOBILIARIA COLONIAL SOCIMI SA -	65,923.00	EUR	5.545	365,543.04		1.19	1.19
LAR ESPANA REAL ESTATE SOCIMI -	11,123.00	EUR	5.460	60,731.58		0.20	0.20
MERLIN PROPERTIES SOCIMI SA -	65,092.00	EUR	7.840	510,321.28		1.66	1.66



<u>Sweden</u>							
ATRIUM LJUNGBERG AB -B-	8,597.00	SEK	186.600	136,131.24		0.44	0.44
CASTELLUM AB -	80,993.00	SEK	102.950	707,575.94		2.30	2.30
CASTELLUM AB -	2,389.00	SEK	110.000	22,300.16		0.07	0.07
CATENA AB -	6,417.00	SEK	394.800	214,985.12		0.70	0.70
CIBUS NORDIC REAL ESTATE AB -	11,416.00	SEK	104.850	101,573.78		0.33	0.33
COREM PROPERTY GROUP AB B-SHARE	124,304.00	SEK	5.065	53,427.37		0.17	0.17
DIOS FASTIGHETER AB -	17,688.00	SEK	68.850	103,343.20		0.34	0.34
FABEGE AB -	48,672.00	SEK	77.560	320,343.72		1.04	1.04
FASTIGHETS AB BALDER -B-	120,699.00	SEK	39.360	403,141.94		1.31	1.31
HUFVUDSTADEN AB A	20,582.00	SEK	128.100	223,736.03		0.73	0.73
NP3 FASTIGHETER AB -	5,599.00	SEK	162.900	77,398.18		0.25	0.25
NYFOSA AB -	34,900.00	SEK	59.600	176,510.65		0.57	0.57
PANDOX AB -	17,223.00	SEK	125.600	183,568.29		0.60	0.60
PLATZER FASTIGHETER HOLDING AB -	10,124.00	SEK	79.900	68,643.30		0.22	0.22
SAGAX AB -	33,587.00	SEK	213.000	607,085.75		1.98	1.98
SAMHALLSBYGGNADSBOLAGET I-D -	217,331.00	SEK	4.134	76,232.27		0.25	0.25
STENDORREN FASTIGHETER AB -	2,601.00	SEK	162.600	35,888.90		0.12	0.12
WALLENSTAM AB -B-	64,088.00	SEK	36.520	198,612.56		0.65	0.65
WIHLBORGS FASTIGHETER -	51,460.00	SEK	78.000	340,614.87		1.11	1.11
<u>Switzerland</u>							
ALLREAL HOLDING AG-REG -	2,820.00	CHF	151.200	436,840.59		1.42	1.42
HIAG IMMOBILIEN HOLDING AG -	660.00	CHF	76.000	51,390.12		0.17	0.17
INTERSHOP HOLDINGS -	220.00	CHF	597.000	134,560.97		0.44	0.44
MOBIMO HOLDING AG REG	1,380.00	CHF	241.000	340,736.15		1.11	1.11
PEACH PROPERTY GROUP AG -	2,240.00	CHF	13.280	30,476.72		0.10	0.10
PSP SWISS PROPERTY AG -	8,810.00	CHF	99.900	901,702.93		2.93	2.94
SWISS PRIME SITE -	14,800.00	CHF	77.650	1,177,403.33		3.83	3.83
<u>U.K.</u>							
ABERDEEN STANDARD EUROPEAN LOG -	73,483.00	GBP	0.660	56,515.97		0.18	0.18
AEW UK REIT PLC -	30,780.00	GBP	0.927	33,249.78		0.11	0.11
ASSURA PLC -	562,235.00	GBP	0.454	297,450.09		0.97	0.97
BIG YELLOW GROUP PLC -	33,197.00	GBP	10.730	415,086.81		1.35	1.35
BMO COMMERCIAL PROPERTY TRUST -	102,371.00	GBP	0.662	78,972.40		0.26	0.26
BMO REAL ESTATE INVESTMENT LTD -	43,413.00	GBP	0.754	38,144.46		0.12	0.12
BRITISH LAND CO PLC -	179,854.00	GBP	3.028	634,623.79		2.07	2.07
CAPITAL & COUNTIES PROPERTIES -	266,681.00	GBP	1.151	357,690.80		1.16	1.16
CIVITAS SOCIAL HOUSING PLC -	121,659.00	GBP	0.799	113,274.30		0.37	0.37
CLS HOLDING PLC -	31,487.00	GBP	1.352	49,607.62		0.16	0.16
CUSTODIAN REIT PLC -	76,671.00	GBP	0.846	75,586.09		0.25	0.25
DERWENT LONDON PLC -	21,613.00	GBP	20.500	516,308.52		1.68	1.68
EMPIRIC STUDENT PROPERTY PLC -	117,817.00	GBP	0.842	115,600.69		0.38	0.38
GRAINGER TRUST PLC -	140,644.00	GBP	2.272	372,365.91		1.21	1.21
GREAT PORTLAND ESTATES -	42,077.00	GBP	4.150	203,485.39		0.66	0.66
HAMMERSON PLC -	765,552.00	GBP	0.249	222,133.68		0.72	0.72
HELICAL PLC -	19,169.00	GBP	2.600	58,078.20		0.19	0.19
HOME REIT PLC -	143,126.00	GBP	0.191	31,856.08		0.10	0.10
IMPACT HEALTHCARE REIT PLC -	59,939.00	GBP	0.900	62,862.61		0.21	0.21
LAND SECURITIES GROUP PLC -	143,505.00	GBP	5.742	960,219.67		3.13	3.13
LONDON METRIC PROPERTY PLC -	186,482.00	GBP	1.654	359,428.74		1.17	1.17
LXI REIT PLC -	291,275.00	GBP	0.861	292,244.76		0.95	0.95
NEWRIVER REIT PLC -	57,132.00	GBP	0.890	59,252.93		0.19	0.19
PHOENIX SPREE DEUTSCHLAND LTD -	17,350.00	GBP	1.860	37,605.62		0.12	0.12
PICTON PROPERTY INCOME LTD -	102,682.00	GBP	0.700	83,759.24		0.27	0.27
PRIMARY HEALTH PROPERTIES PLC -	255,728.00	GBP	0.955	284,442.57		0.93	0.93
PRS REIT PLC/THE -	97,108.00	GBP	0.804	90,981.15		0.30	0.30
REGIONAL REIT LTD -	82,504.00	GBP	0.467	44,898.54		0.15	0.15
RESIDENTIAL SECURE INCOME PLC -	34,768.00	GBP	0.628	25,443.67		0.08	0.08
SAFESTORE HOLDINGS PLC -	41,303.00	GBP	8.490	408,629.45		1.33	1.33
SCHRODER REAL ESTATE INVEST TRUST -	92,276.00	GBP	0.402	43,173.24		0.14	0.14
SEGRO PLC -	235,306.00	GBP	7.168	1,965,492.43		6.40	6.40
STANDARD LIFE INVESTMENT PROP -	71,603.00	GBP	0.477	39,800.63		0.13	0.13
SUPERMARKET INCOME REIT PLC -	243,754.00	GBP	0.730	207,355.23		0.68	0.68
TARGET HEALTHCARE REIT PLC -	124,650.00	GBP	0.718	104,293.47		0.34	0.34
TRIPLE POINT SOCIAL HOUSING RE -	68,408.00	GBP	0.490	39,061.00		0.13	0.13
TRITAX BIG BOX REIT PLC -	363,342.00	GBP	1.250	529,256.25		1.72	1.72
TRITAX EUROBOX PLC -	159,833.00	GBP	0.511	95,176.06		0.31	0.31
UK COMMERCIAL PROPERTY REIT -	138,493.00	GBP	0.484	78,111.25		0.25	0.25
UNITE GROUP PLC -	62,022.00	GBP	8.700	628,789.67		2.05	2.05
URBAN LOGISTICS REIT PLC -	90,514.00	GBP	1.120	118,133.80		0.38	0.39
WAREHOUSE REIT PLC -	74,319.00	GBP	0.794	68,763.94		0.22	0.22
WORKSPACE GROUP PLC -	27,969.00	GBP	4.728	154,097.21		0.50	0.50
Total shares				30,697,386.00		99.90	99.93
<b>Rights</b>							
<u>Belgium</u>							
AEDIFICA -	7,708.00	EUR	1.341	10,335.81		0.03	0.03
AEDIFICA -	7,708.00	EUR	0.420	3,237.36		0.01	0.01
RETAIL ESTATES -	2,200.00	EUR	3.430	7,546.00		0.03	0.03
XIOR STUDENT HOUSING NV -	5,224.00	EUR	0.385	2,010.14		0.01	0.01

<u>Netherlands</u>							
EUROCOMMERCIAL PROPERTIES NV -	9,895.00	EUR	0.850	8,410.75		0.03	0.03
<u>Sweden</u>							
CASTELLUM AB -	1.00	SEK	21.400	1.82		0.00	0.00
Total rights				31,541.88		0.10	0.10
TOTAL SECURITIES PORTFOLIO				30,728,927.88		100.00	100.03
COLLATERAL RECEIVED							
<u>Belgium</u>							
COLLATERAL ONTVANGEN SECURITIES LENDING	248,361.55	EUR	1.000	248,361.55		0.00	0.81
TOTAL RECEIVED COLLATERAL				248,361.55		0.00	0.81
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP CHF	-88.71	CHF	1.000	-90.89		0.00	0.00
KBC GROUP EURO	-54,161.90	EUR	1.000	-54,161.90		0.00	-0.18
KBC GROUP GBP	-25,139.57	GBP	1.000	-29,295.32		0.00	-0.10
KBC GROUP NOK	462.35	NOK	1.000	39.56		0.00	0.00
KBC GROUP SEK	40,606.67	SEK	1.000	3,445.85		0.00	0.01
KBC GROUP USD	-0.20	USD	1.000	-0.18		0.00	0.00
Total demand accounts				-80,062.88		0.00	-0.26
TOTAL CASH AT BANK AND IN HAND				-80,062.88		0.00	-0.26
OTHER RECEIVABLES AND PAYABLES							
<b>Receivables</b>							
<u>Belgium</u>							
KBC GROUP EUR RECEIVABLE	146.16	EUR	1.000	146.16		0.00	0.00
Total receivables				146.16		0.00	0.00
<b>Payables</b>							
<u>Belgium</u>							
COLLATERAL ONTVANGEN SECURITIES LENDING TEGENP	-248,361.55	EUR	1.000	-248,361.55		0.00	-0.81
Payables				-248,361.55		0.00	-0.81
TOTAL RECEIVABLES AND PAYABLES				-248,215.39		0.00	-0.81
OTHER							
Interest receivable		EUR		83,633.03		0.00	0.27
Expenses payable		EUR		-14,077.97		0.00	-0.05
TOTAL OTHER				69,555.06		0.00	0.23
TOTAL NET ASSETS				30,718,566.22		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Austria	0.52	0.62	0.68	0.69
Belgium	7.75	8.99	8.91	8.52
Switzerland	6.44	8.07	9.33	10.00
Cyprus	2.23	1.82	0.87	0.45
Germany	20.52	17.04	13.69	13.01
Spain	2.28	2.71	3.01	3.05
Finland	1.72	1.84	1.82	1.34
France	8.37	9.18	11.34	12.87
U.K.	30.45	35.11	33.54	34.23
Ireland	0.59	0.27	0.29	0.27
Italy	0.12	0.11	0.12	0.10
Luxembourg	0.81	0.63	0.50	0.46
Netherlands	0.97	1.30	1.40	1.51
Norway	0.47	0.33	0.32	0.30
Sweden	16.76	11.98	14.18	13.20
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Consum(cycl)	0.53	0.56	0.62	0.68
Financials	0.55	0.80	0.78	0.44
Real est.	98.92	98.64	98.60	98.88
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
SWISS FRANC	6.44	8.07	9.12	10.00
EURO	45.29	43.90	42.82	41.64
POUND STERLING	31.04	35.71	33.69	34.85
NORWEGIAN KRONE	0.47	0.33	0.34	0.30
SWEDISH KRONA	16.76	11.99	14.03	13.21
TOTAL	100.00	100.00	100.00	100.00

### 2.4.2. Changes in the composition of the assets of KBC Institutional Fund European Real Estate (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	6,040,865.35
<b>Sales</b>	3,218,285.96
<b>Total 1</b>	9,259,151.31
<b>Subscriptions</b>	4,583,541.73
<b>Redemptions</b>	2,496,839.33
<b>Total 2</b>	7,080,381.06
<b>Monthly average of total assets</b>	33,215,377.60
<b>Turnover rate</b>	6.56%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service:  
KBC Bank NV, Havenlaan 2, B-1080 Brussels

### 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

## Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	11.50	0.00	98.19	4.02	90.45	0.00	90.45
2022 - 12	7.00	0.00	30.80	0.00	66.65	0.00	66.65
2023 - 06	4.25	0.00	0.00	0.00	70.90	0.00	70.90

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	197,664.83	0.00	1,677,917.19	43,328.59
2022 - 12	103,058.14	0.00	566,570.53	0.00
2023 - 06	49,219.61	0.00	0.00	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	1,742,680.70	19,265.93	0.00
2022 - 12	807,669.24	12,117.70	0.00
2023 - 06	789,206.99	11,131.43	

## Institutional Shares

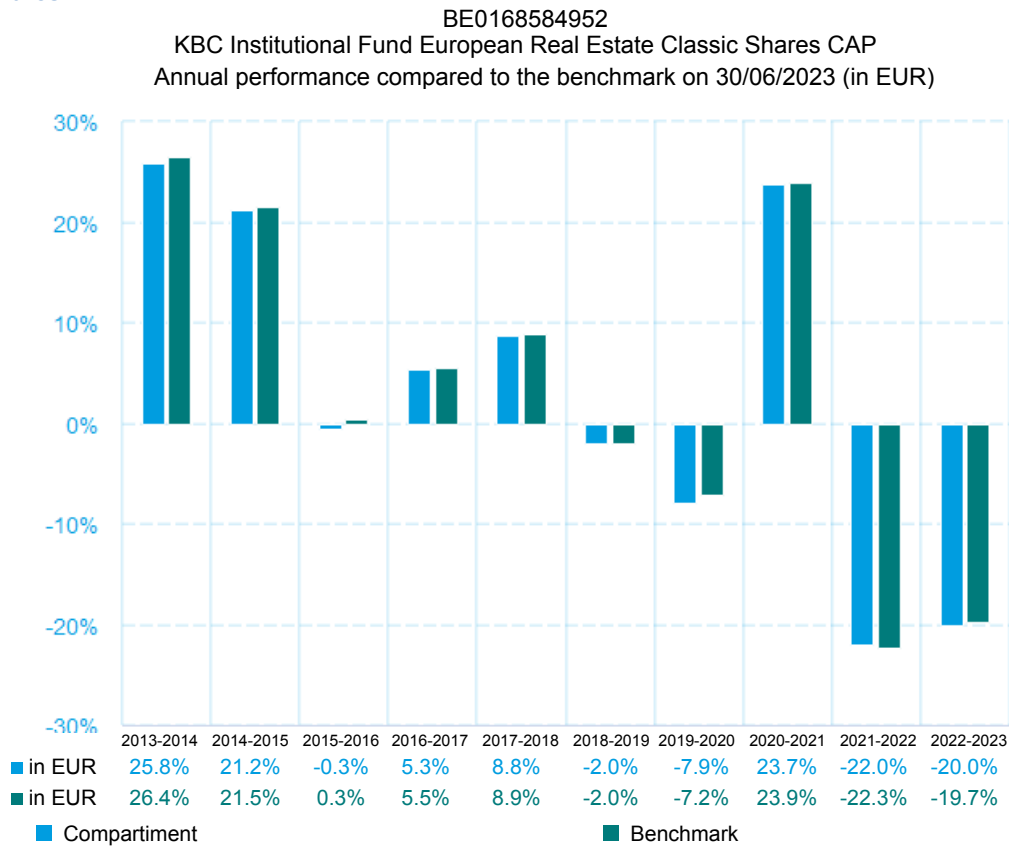
Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	1,299.72		14,456.24		17,525.01		17,525.01
2022 - 12	5,430.82		2,517.00		20,438.82		20,438.82
2023 - 06	3,003.01		1,688.93		21,752.90		21,752.90

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	2,660,511.01		33,903,424.53	
2022 - 12	10,318,052.65		5,078,087.60	
2023 - 06	4,560,836.17		2,512,268.69	

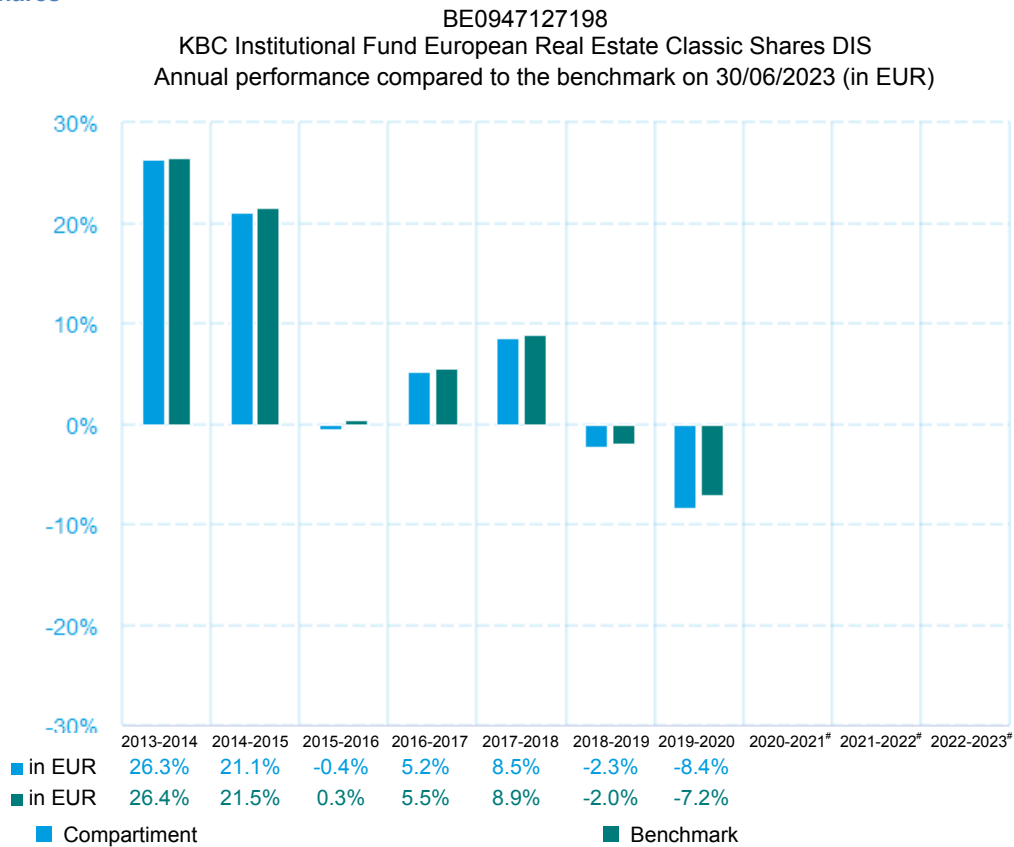
Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	41,693,364.98	2,379.08	
2022 - 12	30,601,280.64	1,497.21	
2023 - 06	29,929,359.23	1,375.88	

## 2.4.5. Performance figures

### Classic Shares



### Classic Shares



# There is insufficient data for this year to give investors a useful indication of past performance.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0168584952	EUR	-20.04%	-19.74 %	-8.29%	-8.23%	-6.98%	-6.81%	1.95%	2.22%	05/08/1998	3.30%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation

date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

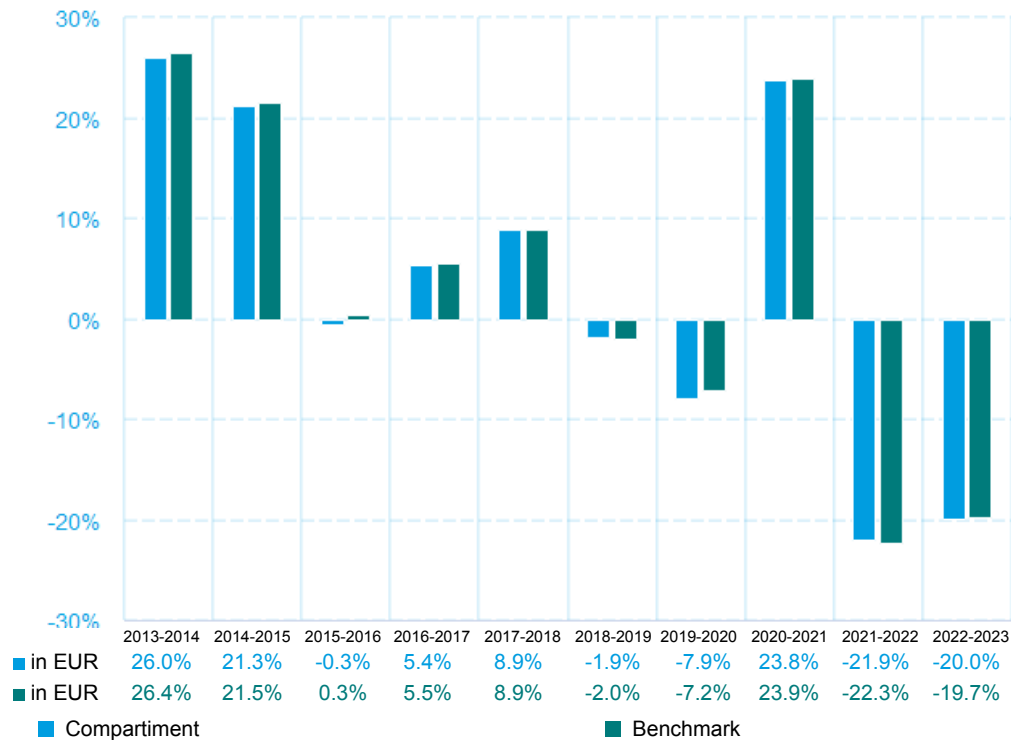
from which C = C0 \* ... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional Shares

BE6213915950

KBC Institutional Fund European Real Estate Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6213915950	EUR	-19.99%	-19.74%	-8.22%	-8.23%	-6.92%	-6.81%	2.02%	2.22%	24/12/2010	2.58%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### *Ongoing Charges and Transaction costs:*

#### *Classic Shares Capitalisation :*

Ongoing charges : 0,682%

Transaction costs: 0,114%

#### *Classic Shares Distribution :*

Ongoing charges : 0,000%

Transaction costs: 0,114%

#### *Institutional Shares Capitalisation :*

Ongoing charges : 0,609%

Transaction costs: 0,114%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### *Existence of Commission Sharing Agreements*

Not applicable

### *Existence of fee sharing agreements and rebates*

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.



## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.40%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.40%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

## Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

## Securities lending

Pursuant to the Royal Decree of 7 March 2006 on securities lending, the undertaking for collective investment in transferable securities(UCITS) has entered into securities lending transactions, whereby the title to the securities that have been lent has been transferred, without recognition of that transfer of ownership in the accounts. For the period from 01/01/2023 to 30/06/2023, the realised net income for the UCITS amounts to 12.190,37 EUR and for the Management Company 4.876,15 EUR. Direct and indirect costs and charges are deducted from the gross income. These are set at a flat rate of 35% of the fee received and consist of the charges for the clearing services provided by KBC Bank NV, the charges paid to the management company for setting up and monitoring the system for lending securities, the charges for margin management, the charges associated with cash and custody accounts and cash and securities transactions, the fee paid for any management of reinvestments and, if the sub-fund uses an agent, the fee paid to the agent. The undertaking for collective investment in transferable securities will thus receive 65% of the fee received for securities lent. The number of securities lent varied between 1 and 6, with a market value fluctuating between 17192 and 1945120.54 EUR. The detailed list of securities lending transactions carried out may be obtained from the registered office of the undertaking for collective investment in transferable securities at Havenlaan 2, 1080 Brussels. During the reporting period, securities lending transactions were effected in relation to the following securities lending systems:

Manager of the securities lending system: Goldman Sachs

Type of securities lending transactions effected: the lending transactions are effected through the agency of a Lending Agent.

Nature of the lent securities: the securities lending applies only to the equity portion of the portfolio.

Nature of the financial collateral: government bonds issued by Austria, Belgium, Germany, the Netherlands, Luxembourg, the UK, France, the US and Switzerland and supranational bonds denominated in EUR, USD or GBP issued by the EIB or the KFW.

Reinvestment of the financial collateral received: no reinvestment takes place.

- Section II, entitled 'Income and expenditure relative to the investments', contains the net results of transactions in respect of the lending of securities including the result generated by reinvesting financial guarantees tendered in the context of lending bon.

<b>Overview of securities lent as at 30/06/2023</b>				
Name	Currency	Quantity	Price	Value in currency of the portfolio
AROWNTOWN SA	EUR	118 500	1,06	125 254,50
PEACH PROPERTY GROUP AG	CHF	2 100	13,28	28 572,01
SAMHALLSBYGGNADSBOLAGET I NO	SEK	206 400	4,13	72 398,04
Total				226 224,55
<b>Details of collateral received for securities lent</b>				
Name	Currency	Nominal Value	Currency Fund	Value in currency of the portfolio
KINGDOM OF BELGIUM 3.3 22JUN54 144A	EUR	142 924	EUR	137 640,58
BUNDESREPUBLIK DEUTSCHL 1.0 15AUG25	EUR	416	EUR	401,87
BUNDESREPUBLIK DEUTSCHL 2.3 15FEB33	EUR	0,24	EUR	0,24
SPAIN GOVERNMENT 1.85 30JUL35 144A	EUR	2 000	EUR	1 708,12
SPAIN GOVERNMENT 3.15 30APR33 144A	EUR	31 000	EUR	30 362,95
FRENCH REPUBLIC G 1.25 25MAY36 144A	EUR	98 063	EUR	78 245,97
UNITED KINGDOM GILT 1.5 31JUL53	GBP	3	EUR	1,83
Total				248 361,56

For the valuation of the collateral received, indicative prices have been used in this detail list by the Collateral Management Division of KBC Bank

The amount in securities lent on a traded basis, as given in the annual report, can differ from the amount in securities lent on a settled basis.

The position held as collateral is determined on the basis of the settled positions.

### Transparency of securities financing transactions and of reuse

#### Global data:

1) The amount of securities and commodities on loan as a proportion of total lendable assets defined as excluding cash and cash equivalents;	0,74	%
2) The amount of assets engaged in each type of SFT's and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency) and as a proportion of the collective investment undertaking's assets under management (AUM).		
The amount of assets engaged in each type of SFTs and total return swaps expressed as an absolute amount (in the collective investment undertaking's currency)	226.224,47	EUR
proportion of the collective investment undertaking's assets under management (AUM)	0,74	%

#### Concentration data:

1) Ten largest collateral issuers across all SFTs and total return swaps (break down of volumes of the collateral securities and commodities received per issuer's name

name collateral issuer	Market value on a settled basis	currency
Kingdom of Belgium	137.640,58	EUR
French Republic	78.245,97	EUR
Kingdom of Spain	32.071,07	EUR
Federal Republic of Germany	402,11	EUR
United Kingdom of Great Britai	1,83	EUR

2) Top 10 counterparties of each type of SFTs and total return swaps separately (Name of counterparty and gross volume of outstanding transactions).

type SFT (lending program)	name counterparty	Country of counterparty	Market value on a settled basis	currency
equity (Goldman Sachs)	Citigroup Global Markets Limited	UK	0,00	EUR
equity (Goldman Sachs)	Goldman Sachs International	UK	0,00	EUR
equity (Goldman Sachs)	Morgan Stanley & Co. International PLC	UK	0,00	EUR

Aggregate transaction data for each type of SFTs and total return swaps separately to be broken down according to the below categories:

1) Type and quality of collateral;	equity (Goldman Sachs)	equity(KBC Bank)	bonds (Société Générale)
type	bonds	Nil.	Nil.
quality – Bloomberg composite rating: see table below			
2) Maturity tenor of the collateral broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open maturity: see table below;			
3) Currency of the collateral: see table below			
4) Maturity tenor of the SFTs and total return swaps broken down in the following maturity buckets: less than one day, one day to one week, one week to one month, one to three months, three months to one year, above one year, open transactions;	open maturity	Nil.	Nil.
5) Country in which the counterparties are established: see table above			
6) Settlement and clearing (e.g., tri-party, Central Counterparty, bilateral).	tri-party	Nil.	Nil.

collateral	quality	currency	Maturity tenor
BUNDESREPUBLIK DEUTSCHL 1.0 15AUG25	NR	EUR	above one year
BUNDESREPUBLIK DEUTSCHL 2.3 15FEB33	NR	EUR	above one year
FRENCH REPUBLIC G 1.25 25MAY36 144A	NR	EUR	above one year
KINGDOM OF BELGIUM 3.3 22JUN54 144A	NR	EUR	above one year
SPAIN GOVERNMENT 1.85 30JUL35 144A	NR	EUR	above one year
SPAIN GOVERNMENT 3.15 30APR33 144A	NR	EUR	above one year
UNITED KINGDOM GILT 1.5 31JUL53	NR	EUR	above one year

Data on reuse of collateral:

1) Share of collateral received that is reused, compared to the maximum amount specified in the prospectus or in the disclosure to investors;	Nil
2) Cash collateral reinvestment returns to the collective investment undertaking. (EUR)	Nil

Safekeeping of collateral received by the collective investment undertaking as part of SFTs and total return swaps:

1) Number and names of custodians and the amount of collateral assets safe-kept by each of the custodians.
--

<u>number</u>	<u>Name collateral custodian</u>	<u>Market value on a settled basis</u>	<u>currency</u>
1	Bank of New York	248.361,55	EUR

Safekeeping of collateral granted by the collective investment undertaking as part of SFTs and total return swaps:

1) The proportion of collateral held in segregated accounts or in pooled accounts, or in any other accounts.	Nil
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Data on return and cost for each type of SFTs and total return swaps:

1) Data on return and cost for each type of SFTs and total return swaps broken down between the collective investment undertaking, the manager of the collective investment undertaking and third parties (e.g. agent lender) in absolute terms and as a percentage of overall returns generated by that type of SFTs and total return swaps.

Lending program: equity (Goldman Sachs)	collective investment undertaking	manager of the collective investment undertaking	agent lender
return EUR	18.754,42	4.876,15	1.687,90
percentage of overall returns	100,00 %	26,00%	9,00%
cost EUR	6.564,05		
percentage of overall returns	35,00 %		

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## 2. Information on KBC Institutional Fund Global Defensive

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Capitalisation**

Launch date: 14 February 2006

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Distribution**

Launch date: 25 March 2015

Initial subscription price: 1 000 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares and bonds.

##### **Sub-fund's investment policy**

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.



## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The sub-fund invests directly or indirectly in various asset classes, such as shares and/or share-related investments, bonds and/or bond-related investments, money market instruments, cash and/or alternative investments (including real estate and financial instruments that are linked to price movements on the commodity market).

The target allocation for the asset classes is 30% shares and/or share-related investments ('the stock component') and 70% bonds and/or bond-related investments ('the bond component'). It is permitted to deviate from the target allocation. It is therefore possible for the sub-fund to invest in asset classes that are not included in the target allocation. The portfolio systematically contains more bonds than shares.

The stock component is invested in a worldwide selection of shares that may come from any region, sector or theme.

For details of the bond component, please see the 'Characteristics of the bonds and debt instruments' section below.

The fund is actively managed with reference to the following benchmark: 35% iBoxx Euro Corporate bonds Total Return Index, 35% JP Morgan EMU Government Bonds Investment Grade ALL Maturities - Total Return Index, 30% MSCI All Countries World - Net Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 1.50%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

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## Characteristics of the bonds and debt instruments

The sub-fund invests in bonds and debt instruments issued by both companies and public authorities.

The sub-fund invests directly and/or indirectly at least 90% of its assets in bonds and debt instruments

- in securities rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or
- in government bonds issued in local currency or non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above, and/or
- in money market instruments whose issuer has an investment grade rating (minimum A3/F3/P3 for short-term debt) from at least one of the above rating agencies.

This means that the sub-fund may invest up to 10% of its assets invested in bonds and debt instruments that do not have a credit rating from the above-mentioned rating agencies and/or which do not comply with the above-mentioned credit requirements.

All maturities are taken into consideration in the selection of bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

## Investments in assets other than securities or money market instruments

**The sub-fund may invest primarily in permitted assets other than securities and money market instruments.**

### Securities Financing Transactions (SFTs)

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### General strategy for hedging the exchange risk

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### Social, ethical and environmental aspects

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## 2.1.4. Financial portfolio management

The intellectual management, with the exception of the creation of the sub-fund and its maintenance in terms of the technical, product-specific and legal aspects has been delegated by the management company to KBC Fund Management Limited, Sandwith Street, Dublin 2, D02 X489, Ireland.

## 2.1.5. Distributors

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for a review of the market.

## 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## 2.1.9. Summary risk indicator (SRI)

3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: the bond component does not provide any protection against an increase in inflation.

- a moderate level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a real chance that the value of an investment will be affected by movements in exchange rates.
  - a moderate level of credit risk: the bond component invests primarily - but not exclusively- in bonds with an investment grade rating. Consequently, the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
  - a moderate level of market risk: the level of the risk reflects the volatility of the equity component.
  - a moderate level of performance risk: the level of the risk reflects the volatility of the equity component.
- There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	104,719,964.34	105,778,369.47
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds		30,120,318.24
B.	Money market instruments		2,275,912.33
E.	Open-end undertakings for collective investment	103,044,087.88	73,052,382.50
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable		1,888,562.58
B.	Payables		
	a) Accounts payable (-)		-726,796.21
	c) Borrowings (-)		-1,025,391.13
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	1,693,313.68	223,419.02
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income		8,400.00
C.	Accrued expense (-)	-17,437.22	-38,437.86
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	104,719,964.34	105,778,369.47
<b>A.</b>	<b>Capital</b>	100,737,570.30	119,852,174.70
<b>B.</b>	<b>Income equalization</b>	1,362.16	-6,803.98
<b>D.</b>	<b>Result of the period</b>	3,981,031.88	-14,067,001.25

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	1,347,899.20	-3,855,368.06
B.	Money market instruments	151.24	-611.00
E.	Open-end undertakings for collective investment	2,768,523.14	-10,594,308.49
F.	Derivative financial instruments		
	l) Financial indices		
	Futures and forward contracts	70,063.71	283,415.16
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	-24,805.63	4,692.86
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	571,584.27	2,484,542.59
	Unrealised gains on investments	2,366,121.10	-8,889,487.71
	Realised losses on investments	-5,683,445.16	-929,993.03
	Unrealised losses on investments	6,907,571.45	-6,827,241.38
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	50,109.12	307,817.51
	b) Cash at bank and in hand and deposits	19,951.72	345.93
C.	Interest on borrowings (-)	-741.53	-1,321.99
<b>III.</b>	<b>Other income</b>		
B.	Other	9,025.54	10,237.57
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-161,328.90	-54,691.52
B.	Financial expenses (-)	-386.35	-684.34
C.	Custodian's fee (-)	-1,200.36	-6,258.97
D.	Manager's fee (-)		
	a) Financial management	-38,524.25	-82,362.61
	b) Administration and accounting management	-50,676.65	-57,085.47
E.	Administrative expenses (-)	0.16	0.13
F.	Formation and organisation expenses (-)	-249.59	-346.16
H.	Services and sundry goods (-)	-1,054.72	-1,027.95
J.	Taxes	-783.16	-15,078.64
L.	Other expenses (-)	-4,940.81	-4,365.21
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	-180,799.78	95,178.28
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	3,981,031.88	-14,067,001.25
<b>VII.</b>	<b>Result of the period</b>	3,981,031.88	-14,067,001.25

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Global Defensive

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Investment funds</b>							
Open-end funds							
UCITS registered with the FSMA							
<b>Bond funds</b>							
KBC INSTITUTIONAL FUND EURO BONDS INSTITUTIONAL B SHARES CA	20,590.00	EUR	985.260	20,286,503.40	1.25	19.69	19.37
KBC INSTITUTIONAL FUND EURO CORPO BONDS INSTIT B SHARES CAP	20,579.00	EUR	981.170	20,191,497.43	2.29	19.60	19.28
KBC PARTICIPATION LOCAL EMERGING MARKET BONDS KAP IS B	1,033.00	EUR	1,065.290	1,100,444.57	0.39	1.07	1.05
KBC BONDS EMERG MKTS IS B KAP	499.00	USD	2,399.280	1,097,379.21	0.26	1.07	1.05
KBC BONDS HIGH INTEREST IS B KAP	2,827.00	EUR	1,919.690	5,426,963.63	1.84	5.27	5.18
KBC BONDS STRAT BROAD 25-75 RI IB CAP	9,689.00	EUR	877.370	8,500,837.93	0.33	8.25	8.12
KBC BONDS STRAT BROAD 50-50 RI IB CAP	9,742.00	EUR	872.940	8,504,181.48	0.33	8.25	8.12
KBC BONDS STRAT BROAD 75-25 RI IB CAP	9,854.00	EUR	863.160	8,505,578.64	0.33	8.25	8.12
<b>Equity funds</b>							
KBC ECO FUND ALT. ENERGY RESPONSIBLE INVEST IB C	2,195.00	EUR	659.550	1,447,712.25	0.46	1.41	1.38
KBC EQUITY FUND EMU SMALL & MEDIUM CAPS IS B	298.00	EUR	2,451.750	730,621.50	0.42	0.71	0.70
KBC INSTITUTIONAL FUND EURO SATELLITE EQUITY INST B SHARES	238.00	EUR	10,669.040	2,539,231.52	3.70	2.46	2.42
KBC INSTITUTIONAL FUND KBC IF EURO EQUITY INST B SHARES	150.00	EUR	12,443.700	1,866,555.00	1.32	1.81	1.78
PLATO INSTITUTIONAL INDEX FUND EMERGING MARKETS EQUITIES INST B SHA	3,304.00	EUR	1,016.590	3,358,813.36	1.13	3.26	3.21
PLATO INSTITUTIONAL INDEX FUND NORTH AMERICAN EQUITY INST B SHARES	1,137.00	EUR	14,834.440	16,866,758.28	1.05	16.37	16.11
PLATO INSTITUTIONAL INDEX FUND PACIFIC EQUITY INST B SHARES	302.00	EUR	8,678.840	2,621,009.68	1.33	2.54	2.50
Total investment funds				103,044,087.90		100.00	98.40
TOTAL SECURITIES PORTFOLIO				103,044,087.90		100.00	98.40
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<b>Belgium</b>							
KBC GROUP EURO	1,591,846.42	EUR	1.000	1,591,846.42		0.00	1.52
KBC GROUP GBP	20,545.99	GBP	1.000	23,942.39		0.00	0.02
KBC GROUP JPY	2,972,666.00	JPY	1.000	18,851.61		0.00	0.02
KBC GROUP TRY	1.16	TRY	1.000	0.04		0.00	0.00
KBC GROUP USD	64,012.48	USD	1.000	58,673.22		0.00	0.06
Total demand accounts				1,693,313.68		0.00	1.62
TOTAL CASH AT BANK AND IN HAND				1,693,313.68		0.00	1.62
OTHER							
Expenses payable		EUR		-17,437.22		0.00	-0.02
TOTAL OTHER				-17,437.22		0.00	-0.02
TOTAL NET ASSETS				104,719,964.30		0.00	100.00

#### Geographic breakdown (as a % of securities portfolio)

The geographical distribution of the sub-fund's investments is calculated based on the geographical distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Angola	0.00	0.00	0.00	0.02
United Arab Emirates	0.14	0.14	0.07	0.03
Argentina	0.03	0.02	0.02	0.03
Armenia	0.00	0.00	0.00	0.01
Australia	1.32	1.47	0.99	0.95
Austria	1.59	1.52	2.13	2.59
Asia	0.01	0.01	0.01	0.02

Belgium	5.97	5.58	6.70	5.17
Bahrain	0.00	0.00	0.00	0.03
Bermuda	0.09	0.07	0.08	0.09
Brazil	0.09	0.17	0.16	0.36
Canada	1.34	1.52	1.49	1.13
Switzerland	1.07	1.37	1.42	1.94
Chile	0.00	0.01	0.00	0.05
China	0.84	0.99	0.78	0.80
Ivory Coast	0.00	0.00	0.00	0.01
Colombia	0.01	0.01	0.00	0.05
Costa Rica	0.00	0.00	0.00	0.01
Czech Republic	0.17	0.15	0.15	0.16
Cayman Islands	0.14	0.29	0.17	0.19
Cyprus	0.27	0.15	0.08	0.03
Germany	8.22	10.01	10.09	9.02
Denmark	0.54	0.45	0.52	0.79
Dominican Republic	0.00	0.00	0.00	0.04
Ecuador	0.00	0.00	0.00	0.01
Egypt	0.01	0.01	0.01	0.01
Spain	5.41	5.67	6.39	4.97
Europe	0.09	0.19	0.04	-0.23
Finland	0.88	1.01	1.06	0.85
France	14.89	17.96	17.99	13.79
U.K.	3.99	4.21	4.00	5.55
	0.00	0.00	0.00	0.01
Greece	0.04	0.07	0.06	0.09
Guatemala	0.00	0.00	0.00	0.01
Hong Kong	0.40	0.44	0.33	0.36
Hungary	0.09	0.10	0.00	0.06
India	0.38	0.49	0.43	0.48
Indonesia	0.14	0.23	0.24	0.31
Ireland	1.96	1.79	1.87	2.23
Iceland	0.01	0.00	0.00	0.00
Italy	8.77	7.26	8.97	6.80
Jersey/The Channel Islands	0.00	0.03	0.01	0.02
Jordan	0.00	0.00	0.00	0.01
Japan	2.56	2.12	2.19	2.59
Kazakhstan	0.00	0.00	0.00	0.02
Kenya	0.00	0.00	0.00	0.01
South Korea	0.49	0.45	0.61	0.48
Lithuania	0.00	0.00	0.00	0.08
Luxembourg	1.28	1.53	0.62	0.65
Morocco	0.00	0.00	0.00	0.01
Mexico	0.93	0.86	0.71	0.59
Malaysia	0.17	0.28	0.28	0.34
Nigeria	0.00	0.00	0.00	0.02
Netherlands	6.85	5.97	5.65	7.63
Norway	0.49	0.67	0.51	0.54
New Zealand	0.01	0.01	0.01	0.02
OMAN	0.00	0.00	0.00	0.03
Pakistan	0.00	0.00	0.00	0.01
Panama	0.00	0.00	0.00	0.03
Peru	0.00	0.01	0.02	0.06
Philippines	0.02	0.03	0.02	0.07
Poland	0.09	0.11	0.00	0.17
Portugal	1.23	0.86	0.84	0.33
Paraguay	0.00	0.00	0.00	0.01
Qatar	0.00	0.00	0.00	0.04
Supranational	0.79	0.77	0.78	0.84
Romania	0.06	0.05	0.04	0.13



Russia	0.11	0.00	0.00	0.00
Saudi Arabia	0.00	0.00	0.00	0.04
Senegal	0.00	0.00	0.00	0.01
Singapore	0.06	0.06	0.07	0.10
Slovenia	0.00	0.00	0.00	0.03
El Salvador	0.00	0.00	0.00	0.01
REPUBLIC OF SERBIA	0.00	0.00	0.00	0.01
Slovakia	0.01	0.00	0.00	0.14
Sweden	1.03	0.96	0.92	0.75
Thailand	0.08	0.09	0.13	0.29
Trinidad & Tobago	0.00	0.00	0.00	0.01
Turkey	0.00	0.01	0.00	0.05
Taiwan	0.50	0.55	0.39	0.56
Uruguay	0.00	0.00	0.00	0.03
U.S.A.	24.00	20.93	19.63	23.16
Outside BLEU territory-(belgo-Lux ec	0.11	0.10	0.11	0.24
EU institutions outside BLEU terr.	0.15	0.08	0.12	0.81
South Africa	0.08	0.11	0.09	0.21
TOTAL	100.00	100.00	100.00	100.00

### **Sector breakdown (as a % of securities portfolio)**

The sectoral distribution of the sub-fund's investments is calculated based on the sectoral distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	7.84	8.18	7.31	8.34
Consum(cycl)	8.24	6.72	5.37	8.18
Cons.goods	5.15	4.77	4.31	4.64
Pharma	5.42	4.91	4.40	5.20
Financials	22.32	20.74	20.81	26.40
Technology	9.99	7.58	6.77	8.68
Telecomm.	2.51	2.57	1.84	2.70
Utilities	1.27	1.93	1.54	2.10
Real est.	2.48	1.91	1.43	1.77
Governm.	34.37	39.79	45.29	30.00
Various	0.41	0.90	0.93	1.99
TOTAL	100.00	100.00	100.00	100.00

### **Currency breakdown (as a % of net assets)**

The currency distribution of the sub-fund's investments is calculated based on the currency distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
AUSTRALIAN DOLLAR	0.55	0.45	0.45	0.60
BRASILIAN REAL	0.21	0.34	0.40	0.63
CANADIAN DOLLAR	0.93	0.94	0.88	0.84
SWISS FRANC	0.88	0.87	0.87	0.89
CHILEAN PESO	0.02	0.05	0.04	0.07
YUAN CHINA	0.31	0.34	0.20	0.32
PESO COLUMBIA	0.09	0.07	0.00	0.12
CZECH KORUNA	0.16	0.14	0.14	0.16
DANISH KRONE	0.26	0.28	0.26	0.31
EURO	69.19	72.24	73.58	68.80
POUND STERLING	1.43	1.23	1.06	1.36
HONG KONG DOLLAR	0.67	0.96	0.66	0.73
HUNGARIAN FORINT	0.09	0.10	0.00	0.03
INDONESIAN RUPIAH	0.23	0.27	0.37	0.50
INDIE RUPEE	0.44	0.49	0.43	0.57
JAPANESE YEN	1.94	1.52	1.70	2.34
KOREAN WON	0.36	0.31	0.25	0.35
MEXICAN PESO	0.25	0.28	0.38	0.44
MALAYSIAN RINGGIT	0.17	0.28	0.28	0.33
NORWEGIAN KRONE	0.18	0.25	0.14	0.19
NEW ZEALAND DOLLAR	0.00	0.01	0.01	0.01
PERUVIAN INTI	0.00	0.00	0.00	0.03
PESO	0.02	0.03	0.02	0.03
POLISH ZLOTY	0.14	0.17	0.07	0.20
ROMANIAN LEU NEW	0.00	0.00	0.00	0.04
RUSSIAN RUBLE	0.23	0.00	0.00	0.00
SWEDISH KRONA	0.36	0.22	0.24	0.19
SINGAPORE DOLLAR	0.06	0.05	0.06	0.08
THAI BATH	0.08	0.09	0.13	0.29
NEW TURKISH LIRA	0.01	0.02	0.02	0.02
NEW TAIWAN DOLLAR	0.51	0.55	0.39	0.56
US DOLLAR	20.05	17.14	16.67	18.62
SOUTH AFRICAN RAND	0.18	0.31	0.30	0.35
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Global Defensive (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	69,185,859.47
<b>Sales</b>	66,825,456.03
<b>Total 1</b>	136,011,315.50
<b>Subscriptions</b>	2,531,171.23
<b>Redemptions</b>	628,749.12
<b>Total 2</b>	3,159,920.35
<b>Monthly average of total assets</b>	101,601,841.18
<b>Turnover rate</b>	130.76%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%), reason: The fund uses an active investment strategy and is positioned to benefit from the investment views of KBC Asset Management NV. Additionally, for portfolio management efficiency, the fixed income part of the portfolio was switched from direct lines to funds in January 2023. This increased the turnover in the reporting period, but is a one off event.

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

### 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

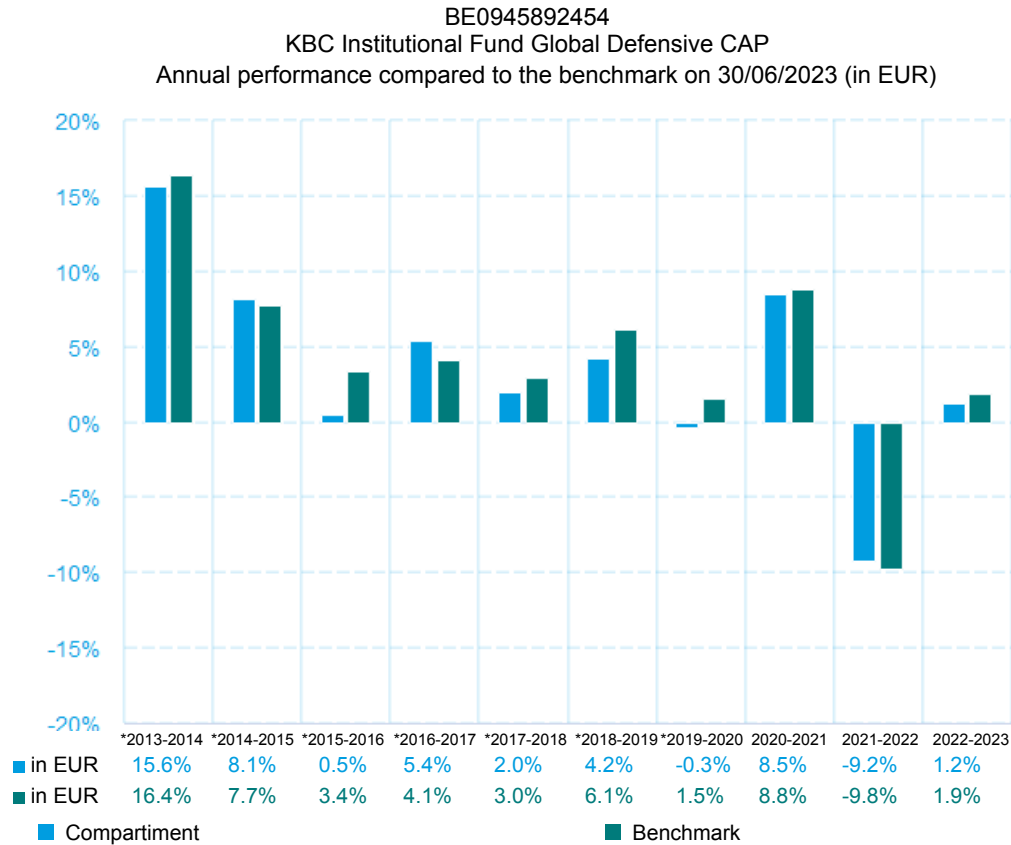
### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	4,575.97	1,639.11	1,213.00	905.00	65,370.63	2,982.66	68,353.29
2022 - 12	566.13	306.88	4,542.00	1,075.56	61,394.76	2,213.98	63,608.74
2023 - 06	1,023.30	950.00	288.00	177.64	62,130.06	2,986.34	65,116.40

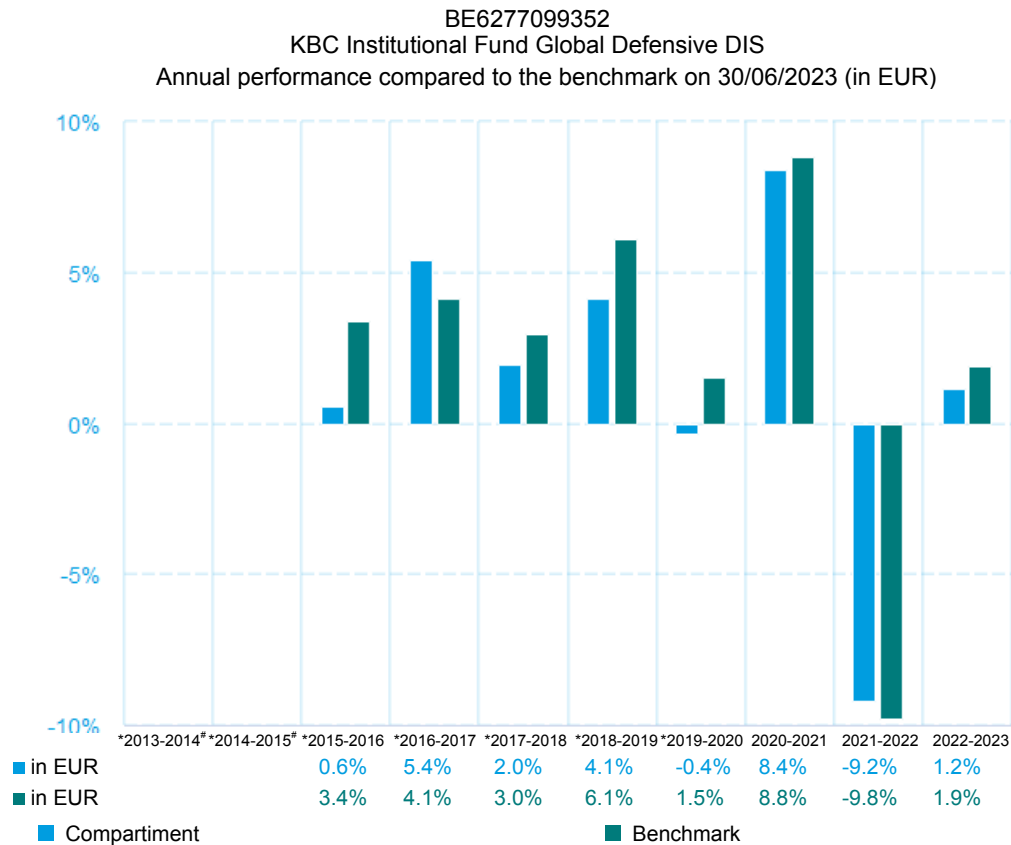
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	8,039,624.42	1,719,841.98	2,160,071.97	943,586.56
2022 - 12	989,581.32	307,506.11	7,544,714.83	1,026,142.79
2023 - 06	1,662,648.90	870,247.50	467,605.53	161,506.60

Period	Net asset value End of period (in Euro)		
	Of the sub-fund	Of one share	
		Capitalization	Distribution
2021 - 12	123,017,910.29	1,832.93	1,072.27
2022 - 12	98,879,936.95	1,577.85	906.95
2023 - 06	104,719,964.34	1,641.15	922.64

## 2.4.5. Performance figures



\* These performances were achieved under circumstances that no longer apply



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0945892454	EUR	1.18%	1.92%	-0.11%	0.03%	0.70%	1.51%	3.42%	4.13%	14/02/2006	2.89%
DIS	BE6277099352	EUR	1.16%	1.92%	-0.14%	0.03%	0.66%	1.51%			25/03/2015	0.91%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## 2.4.6. Costs

### *Ongoing Charges and Transaction costs:*

#### *Capitalisation :*

Ongoing charges : 0,903%

Transaction costs: 0,015%

#### *Distribution :*

Ongoing charges : 0,920%

Transaction costs: 0,015%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### *Existence of Commission Sharing Agreements*

Not applicable

### *Existence of fee sharing agreements and rebates*

The management company has shared 52,85% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

Fee for managing the investment portfolio	Max 0.46%	<p>per year calculated on the basis of the average total net assets of the sub-fund.</p> <p>For the portion of net assets corresponding to an investment in undertakings for collective investment(*) managed by a financial institution belonging to the KBC group, the fee for managing the investment portfolio equals the difference between the fee for managing the investment portfolio of the aforementioned undertakings for collective investment and the percentage (to the left) that is paid for managing the investment portfolio.</p> <p>KBC Fund Management Limited receives a fee from the management company of max. 0,46% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.</p> <p>(*) The fee for the management of the investment portfolio of the undertakings for collective investment in which the sub-fund invests will amount to a year.</p>
	Max 0.01%	<p>per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.</p>
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.040%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### Exercising voting rights

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

## Management fees

Name	Maximum management fee
KBC Institutional Fund - Euro Bonds - Institutional B Shares	0.40%
KBC Institutional Fund - Euro Corporate Bonds - Institutional B Shares	0.30%
KBC Participation - Local Emerging Market Bonds - Institutional B Shares	1.20%
KBC Bonds - Emerging Markets - Institutional B Shares Capitalisation	1.30%
KBC Bonds - High Interest - Institutional B Shares Capitalisation	1.10%
KBC Bonds - Strategic Broad 25/75 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Bonds - Strategic Broad 50/50 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Bonds - Strategic Broad 75/25 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Eco Fund - Alternative Energy Responsible Investing - Institutional B Shares	1.50%
KBC Equity Fund - EMU Small & Medium Caps - Institutional B Shares	1.60%
KBC Institutional Fund - Euro Satellite Equity - Institutional B Shares	0.35%
KBC Institutional Fund - Euro Equity - Institutional B Shares	0.35%
Plato Institutional Index Fund - Emerging Markets Equities - Institutional B Shares	0.80%
Plato Institutional Index Fund - North American Equity - Institutional B Shares EUR	0.50%
Plato Institutional Index Fund - Pacific Equity - Institutional B Shares EUR	0.50%



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# 2. Information on KBC Institutional Fund Global Defensive 1 Responsible Investing

## 2.1. Management report

### 2.1.1. Launch date and subscription price

#### **Classic Shares Capitalisation**

Launch date: 15 November 2002

Initial subscription price: 1 000 EUR

Currency: EUR

#### **Classic Shares Distribution**

Launch date: 15 November 2002

Initial subscription price: 1 000 EUR

Currency: EUR

#### **Institutional Shares Capitalisation**

Launch date: 6 September 2011

Initial subscription price: 1 393.38 EUR

Currency: EUR

### 2.1.2. Stock exchange listing

Not applicable.

### 2.1.3. Goal and key principles of the investment policy

#### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares and bonds.

#### **Sub-fund's investment policy**

##### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

##### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The sub-fund will invest directly or indirectly in bonds denominated in euros and in international shares of companies. In addition, at least 60% of the net assets will be invested in bonds and at least 15% in shares. 30% of the benchmark portfolio is composed of shares and 70% of euro bonds. Investment decisions are taken based on macroeconomic and business-economic criteria by the fund manager, KBC Asset Management NV.

Within the above limits, the sub-fund pursues (directly or indirectly) responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the “**Responsible Investing Advisory Board**”) comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. ‘sustainable investments’).

The issuers in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes issuers in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that issuers involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that issuers who seriously violate fundamental principles of environmental protection, social responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

- (1) promote the integration of sustainability into the policy decisions of issuers (companies, governments, supranational debtors and/or agencies linked to governments), by preferring issuers with a better **ESG score**, where ESG stands for 'Environmental, Social and Governance', and
- (2) promote climate change mitigation, by preferring issuers with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;
- (3) support sustainable development , by including issuers that contribute to the **UN Sustainable Development Goals** and
- (4) support sustainable development by encouraging the transition to a more sustainable world via **bonds financing green and/or social projects**.

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

### **(1) ESG-score**

The contribution to the integration of sustainability into policy decisions of the issuers is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are:

- In the case of instruments issued by companies:
  - respect for the environment (e.g., reduction in greenhouse gas emissions);
  - attention to society (e.g., employee working conditions); and
  - corporate governance (e.g., independence and diversity of the board of directors).

The ESG score for companies is an ESG risk score supplied by a data provider.

- In the case of instruments issued by national governments, supranational debtors and/or agencies linked to governments, the following five pillars are used
  - overall economic performance and stability (e.g., quality of institutions and government);
  - socio-economic development and health of the population (e.g., education and employment);
  - equality, freedom and the rights of all citizens;
  - environmental policy (e.g., climate change); and
  - security, peace and international relations.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

To achieve this objective, the ESG score of the portfolio for companies is compared to following benchmarks: MSCI All Countries World - Net Return Index en iBoxx Euro Corporate bonds Total Return Index.

The ESG score for countries of the portfolio is compared to a reference portfolio of global government bonds (composed of the following benchmarks: 67% developed markets: J.P. Morgan GBI Global Unhedged EUR and 33% emerging markets: J.P. Morgan GBI-EM Global Diversified Composite Unhedged EUR).

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

### **(2) Carbon Intensity**

The objective to promote climate change mitigation, by favoring lower carbon intensity issuers, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to issuers for which data is not available.

The contribution of issuers to climate change mitigation is measured based on their carbon intensity. For companies, carbon intensity is defined as absolute greenhouse gas emissions (in tonnes CO2 equivalent), divided by revenues (in mln USD). For countries, it is defined as the greenhouse gas emissions (in tonnes CO2 equivalent), divided by the Gross Domestic Product (in current prices, in mln USD).

The targets for instruments issued by companies are different from those for instruments issued by national governments, supranational debtors and/or government-linked agencies.

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **(3) UN Sustainable Development Goals**

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in issuers that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of issuers that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Companies that contribute to the UN Sustainable Development Goals are defined as those that are aligned with at least one of the 15 first UN Sustainable Development Goals, while not being misaligned with any of these UN Sustainable Development Goals.

Governments are assessed on the five pillars as described in the ESG score, which contain indicators that can be linked to the 17 UN Sustainable Development Goals. If a government scores sufficiently well on one of these pillars and not significantly poor on the other pillars, the bonds of this government and its sub-governments and agencies are considered to be instruments that contribute to sustainable development. Bonds of supranational governments contribute to the UN's Sustainable development goals if one of the two criteria is met:

- at least half of its members contribute to the UN Sustainable Development Goals (weighted by voting power/full paid-in capital/percentage of population (in order of availability)).
- the mission statement of the supranational institution has a sustainable objective and less than half of its members fall in the worst half of the screening for controversial regimes.

In addition, the Responsible Investing Advisory Board can award the "sustainable development" label to instruments. More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds .

The targets may be revised upwards or downwards.

#### **(4) Bonds financing green and/or social projects**

To encourage the transition to a more sustainable world, the sub-fund commits to invest a minimum proportion of the portfolio in bonds financing green and/or social projects. Bonds whose proceeds will be used exclusively to finance (a combination of) green and social projects that are aligned with the International Capital Market Association (ICMA) Green Bond Principles and Social Bond Principles on the Use of Proceeds are considered bonds financing green and/or social projects. Instruments that meet these requirements are labelled 'sustainable investments', in line with article 2(17) SFDR.

More information on bonds financing green and/or social projects and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

#### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which an issuer can no longer be regarded as eligible after purchase;
- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible issuer based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;
- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

In addition, for the purpose of efficient portfolio management, the fund manager may to a significant degree use derivatives relating to assets issued by issuers that would not be eligible for inclusion in the sub-fund, in so far as there is no serviceable and comparable alternative available on the market. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The stock component is invested in a worldwide selection of shares that may come from any region, sector or theme.

For details of the bond component, please see the 'Characteristics of the bonds and debt instruments' section below.

The fund is actively managed with reference to the following benchmark: 35% iBoxx Euro Corporate bonds ALL Maturities - Total Return Index, 35% JP Morgan EMU Government Bonds Investment Grade ALL Maturities - Total Return Index, 30% MSCI All Countries World - Net Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

In line with its investment policy, the sub-fund may not invest in all the instruments included in the benchmark.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 1.50%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

### **Required disclaimers for benchmark providers:**

#### **Information regarding the JP Morgan EMU Government Bonds Investment Grade ALL Maturities - Total Return Index:**

Information has been obtained from sources believed to be reliable but J.P. Morgan does not warrant its completeness or accuracy. The Index is used with permission. The Index may not be copied, used, or distributed without J.P. Morgan's prior written approval. Copyright 201(7), J.P. Morgan Chase & Co. All rights reserved.

#### **Information regarding the iBoxx Euro Corporate bonds ALL Maturities - Total Return Index:**

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#### **Information regarding the MSCI All Countries World - Net Return Index:**

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

## Characteristics of the bonds and debt instruments

The sub-fund invests in bonds and debt instruments issued by both companies and public authorities.

The sub-fund invests directly and/or indirectly at least 90% of its assets in bonds and debt instruments

- in securities rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or
- in government bonds issued in local currency or non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above, and/or
- in money market instruments whose issuer has an investment grade rating (minimum A3/F3/P3 for short-term debt) from at least one of the above rating agencies.

This means that the sub-fund may invest up to 10% of its assets invested in bonds and debt instruments that do not have a credit rating from the above-mentioned rating agencies and/or which do not comply with the above-mentioned credit requirements.

All maturities are taken into consideration in the selection of bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

## Investments in assets other than securities or money market instruments

**The sub-fund will invest primarily in units of undertakings for collective investment.**

### Securities Financing Transactions (SFTs)

The sub-fund may not lend any financial instruments.

### General strategy for hedging the exchange risk

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### Social, ethical and environmental aspects

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'

## 2.1.4. Financial portfolio management

The intellectual management, with the exception of the creation of the sub-fund and its maintenance in terms of the technical, product-specific and legal aspects has been delegated by the management company to KBC Fund Management Limited, Sandwith Street, Dublin 2, D02 X489, Ireland.

## 2.1.5. Distributors

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for a review of the market.

## 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: the bond component does not provide any protection against an increase in inflation.
- a moderate level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a real chance that the value of an investment will be affected by movements in exchange rates.



- a moderate level of credit risk: the bond component invests primarily - but not exclusively- in bonds with an investment grade rating. Consequently, the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
- a moderate level of market risk: the level of the risk reflects the volatility of the equity component.
- a moderate level of performance risk: the level of the risk reflects the volatility of the equity component.

There is no capital protection.

Institutional Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: the bond component does not provide any protection against an increase in inflation.
- a moderate level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a real chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of credit risk: the bond component invests primarily - but not exclusively- in bonds with an investment grade rating. Consequently, the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
- a moderate level of market risk: the level of the risk reflects the volatility of the equity component.
- a moderate level of performance risk: the level of the risk reflects the volatility of the equity component.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	504,908,364.29	490,768,823.60
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds		281,539,827.55
B.	Money market instruments		13,774,281.36
C.	Shares and similar instruments		
	a) Shares		111,113,351.78
D.	Other securities		1,018.79
E.	Open-end undertakings for collective investment	493,715,254.36	45,536,752.24
F.	Derivative financial instruments		
	j) Foreign exchange		
	Futures and forward contracts (+/-)		-569.71
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	4,600,539.76	6,666,332.83
B.	Payables		
	a) Accounts payable (-)		-1,122,670.56
	c) Borrowings (-)		-156,018.12
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	6,741,713.79	33,526,043.02
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	-0.01	303,230.61
C.	Accrued expense (-)	-149,143.61	-412,756.19
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	504,908,364.29	490,768,823.60
<b>A.</b>	<b>Capital</b>	486,268,078.59	555,281,924.14
<b>B.</b>	<b>Income equalization</b>	-426.57	65,425.22
<b>D.</b>	<b>Result of the period</b>	18,640,712.27	-64,578,525.76
<b>Off-balance-sheet headings</b>			
I.	Collateral (+/-)		
I.A.	Collateral (+/-)		
I.A.b.	Cash at bank and in hand/deposits		
III.	Notional amounts of futures and forward contracts (+)		
III.B.	Written futures and forward contracts		-1,032,791.26

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds		-37,781,546.76
B.	Money market instruments		-6,768.59
C.	Shares and similar instruments		
	a) Shares	219.88	-30,861,590.66
D.	Other securities		-1.29
E.	Open-end undertakings for collective investment	19,318,523.03	-5,506,145.79
F.	Derivative financial instruments		
	I) Financial indices		
	Futures and forward contracts	358,571.76	1,176,567.23
H.	Foreign exchange positions and transactions		
	a) Derivative financial instruments		
	Futures and forward contracts		-569.71
	b) Other foreign exchange positions and transactions	-24,597.18	6,950,655.85
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	2,354,610.74	6,643,021.11
	Unrealised gains on investments	14,809,348.93	-13,558,690.99
	Realised losses on investments	-452,161.63	-9,968,788.60
	Unrealised losses on investments	2,940,919.45	-49,144,941.24
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	4,499.02	1,269,273.46
B.	Interests		
	a) Securities and money market instruments		2,197,480.31
	b) Cash at bank and in hand and deposits	89,659.23	443.49
C.	Interest on borrowings (-)	-836.66	-98,430.40
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-232,274.81	-79,635.48
B.	Financial expenses (-)	-460.61	-501.62
C.	Custodian's fee (-)		-86,168.26
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-492,387.62	-1,077,235.84
	Institutional Shares	-88,037.74	-193,822.94
	b) Administration and accounting management	-250,929.58	-253,822.74
E.	Administrative expenses (-)	2.33	1.94
F.	Formation and organisation expenses (-)	-956.88	-1,238.70
H.	Services and sundry goods (-)	-1,769.53	-1,622.85
J.	Taxes		
	Classic Shares	-4,033.80	-171,986.24
	Institutional Shares	-139.75	-6,490.70
L.	Other expenses (-)	-34,338.82	-45,369.47
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	-1,012,005.22	1,450,873.96
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	18,640,712.27	-64,578,525.76
<b>VII.</b>	<b>Result of the period</b>	18,640,712.27	-64,578,525.76

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Global Defensive 1 Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Investment funds</b>							
Open-end funds							
UCITS registered with the FSMA							
<b>Bond funds</b>							
KBC INSTITUTIONAL FUND KBCIF EURO BONDS RI ISB_CAP	113,713.00	EUR	855.790	97,314,448.27	12.93	19.71	19.28
KBC PARTICIPATION SRI CORPORATE BONDS IS B KAP	81,524.00	EUR	1,188.030	96,852,957.72	2.01	19.62	19.18
KBC BONDS HIGH INTEREST RI IB CAP	39,119.00	EUR	890.120	34,820,604.28	9.53	7.05	6.90
KBC BONDS STRAT BROAD 25-75 RI IB CAP	47,146.00	EUR	877.370	41,364,486.02	1.59	8.38	8.19
KBC BONDS STRAT BROAD 50-50 RI IB CAP	47,403.00	EUR	872.940	41,379,974.82	1.59	8.38	8.20
KBC BONDS STRAT BROAD 75-25 RI IB CAP	47,950.00	EUR	863.160	41,388,522.00	1.59	8.38	8.20
<b>Equity funds</b>							
KBC ECO FUND ALT. ENERGY RESPONSIBLE INVEST IB C	10,652.00	EUR	659.550	7,025,526.60	2.21	1.42	1.39
KBC EQUITY FUND EM MARKETS RESPONSIBLE INVESTING IB	11,316.00	EUR	1,421.580	16,086,599.28	1.65	3.26	3.19
KBC EQUITY FUND EMU SMALL & MED CAPS RESPONSIBLE INV	2,722.00	EUR	1,272.000	3,462,384.00	3.41	0.70	0.69
KBC INSTITUTIONAL FUND KBCIF ASIA PACIFIC RI ISB_CAP	7,549.00	EUR	989.730	7,471,471.77	12.52	1.51	1.48
KBC INSTITUTIONAL FUND KBCIF EURO EQUITIES RI ISB_CAP	939.00	EUR	3,943.240	3,702,702.36	1.03	0.75	0.73
KBC INSTITUTIONAL FUND RI NORTH AMERICA IB C	40,374.00	EUR	990.620	39,995,291.88	11.65	8.10	7.92
KBC INSTITUTIONAL FUND RI REST OF EUROPE IB C	7,389.00	EUR	967.360	7,147,823.04	9.73	1.45	1.42
KBC INSTITUTIONAL FUND RI WORLD EQUITY INSTITUTIONAL B SHA	3,852.00	EUR	14,460.660	55,702,462.32	3.43	11.28	11.03
Total investment funds				493,715,254.40		100.00	97.78
TOTAL SECURITIES PORTFOLIO				493,715,254.40		100.00	97.78
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<b>Belgium</b>							
KBC GROUP AUD	7,689.14	AUD	1.000	4,691.36		0.00	0.00
KBC GROUP CAD	3,044.53	CAD	1.000	2,108.89		0.00	0.00
KBC GROUP CHF	483.39	CHF	1.000	495.24		0.00	0.00
KBC GROUP DKK	751.87	DKK	1.000	100.98		0.00	0.00
KBC GROUP EURO	6,197,578.89	EUR	1.000	6,197,578.89		0.00	1.23
KBC GROUP GBP	24,596.25	GBP	1.000	28,662.18		0.00	0.01
KBC GROUP HKD	18,283.22	HKD	1.000	2,138.46		0.00	0.00
KBC GROUP JPY	16,122,147.00	JPY	1.000	102,241.00		0.00	0.02
KBC GROUP NOK	2,915.44	NOK	1.000	249.43		0.00	0.00
KBC GROUP NZD	666.33	NZD	1.000	374.18		0.00	0.00
KBC GROUP SEK	2,099.29	SEK	1.000	178.14		0.00	0.00
KBC GROUP SGD	9,592.17	SGD	1.000	6,496.54		0.00	0.00
KBC GROUP USD	432,470.76	USD	1.000	396,398.50		0.00	0.08
Total demand accounts				6,741,713.79		0.00	1.34
TOTAL CASH AT BANK AND IN HAND				6,741,713.79		0.00	1.34
OTHER RECEIVABLES AND PAYABLES							
<b>Receivables</b>							
<b>Belgium</b>							
KBC GROUP EUR RECEIVABLE	4,600,539.76	EUR	1.000	4,600,539.76		0.00	0.91
Total receivables				4,600,539.76		0.00	0.91
TOTAL RECEIVABLES AND PAYABLES				4,600,539.76		0.00	0.91
OTHER							
Interest receivable		EUR		-0.01		0.00	0.00
Expenses payable		EUR		-149,143.61		0.00	-0.03
TOTAL OTHER				-149,143.62		0.00	-0.03
TOTAL NET ASSETS				504,908,364.30		0.00	100.00

#### Geographic breakdown (as a % of securities portfolio)

The geographical distribution of the sub-fund's investments is calculated based on the geographical distribution of

the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
United Arab Emirates	0.19	0.18	0.12	0.09
Argentina	0.11	0.06	0.05	0.05
Australia	1.09	1.00	1.06	1.22
Austria	2.48	2.10	2.06	2.46
Belgium	10.21	10.90	6.68	5.87
Bermuda	0.00	0.01	0.05	0.07
Brazil	0.11	0.17	0.17	0.19
Canada	1.10	1.40	1.49	1.14
Switzerland	0.97	1.08	0.99	1.78
Chile	0.01	0.01	0.01	0.01
China	0.57	0.85	0.68	0.67
Colombia	0.00	0.02	0.02	0.02
Czech Republic	0.17	0.13	0.49	0.16
Cayman Islands	0.08	0.11	0.11	0.12
Cyprus	0.26	0.06	0.14	0.11
Germany	9.49	11.51	10.63	9.44
Denmark	0.69	0.70	0.61	0.78
Spain	5.21	4.99	6.07	5.62
Europe	0.05	0.14	0.30	-0.28
Finland	0.67	0.76	0.80	0.64
France	12.43	14.04	16.19	13.46
U.K.	3.77	3.35	4.58	6.17
Greece	0.01	0.02	0.04	0.04
Hong Kong	0.36	0.47	0.46	0.44
Hungary	0.26	0.16	0.06	0.03
India	0.36	0.41	0.38	0.51
Indonesia	0.06	0.08	0.06	0.06
Ireland	1.90	1.81	1.69	2.11
Israel	0.00	0.00	0.01	0.00
Italy	7.98	7.02	6.90	5.62
Japan	2.16	1.73	1.74	2.34
South Korea	0.48	0.37	0.52	0.38
Latvia	0.00	0.00	0.07	0.18
Lithuania	0.00	0.00	0.00	0.12
Luxembourg	1.50	0.83	1.66	1.40
Mexico	1.18	0.70	0.62	0.46
Malaysia	0.22	0.10	0.08	0.05
Netherlands	7.14	6.84	6.67	7.04
Norway	0.79	0.97	0.91	0.79
New Zealand	0.04	0.04	0.04	0.02
Philippines	0.02	0.04	0.04	0.04
Poland	0.10	0.10	0.01	0.11
Portugal	0.56	0.59	0.46	0.39
Supranational	1.75	2.22	2.70	3.13
Romania	0.32	0.00	0.08	0.09
Russia	0.08	0.00	0.00	0.00
Singapore	0.10	0.13	0.15	0.15
Slovenia	0.00	0.00	0.03	0.00
Slovakia	0.00	0.00	0.17	0.29
Sweden	0.88	1.02	1.13	0.80
Thailand	0.12	0.11	0.07	0.07
Turkey	0.03	0.03	0.04	0.03
Taiwan	0.51	0.55	0.42	0.73
U.S.A.	21.06	19.57	18.20	21.25
Outside BLEU territory-(belgo-Lux ec	0.15	0.19	0.21	0.30
EU institutions outside BLEU terr.	0.14	0.21	0.98	1.13
South Africa	0.08	0.12	0.10	0.11
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

The sectoral distribution of the sub-fund's investments is calculated based on the sectoral distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	6.32	6.11	5.73	5.67
Consum(cycl)	8.79	7.52	7.20	8.53
Cons.goods	6.01	5.31	5.10	5.23
Pharma	5.45	5.42	5.12	5.64
Financials	26.83	28.16	23.25	27.21
Technology	8.79	7.41	6.92	9.69
Telecomm.	2.98	2.96	2.80	3.20
Utilities	0.70	0.76	1.24	1.25
Real est.	3.82	1.63	2.13	2.74
Governm.	29.73	34.14	39.25	29.26
Various	0.58	0.58	1.26	1.58
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

The currency distribution of the sub-fund's investments is calculated based on the currency distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
AUSTRALIAN DOLLAR	0.52	0.55	0.49	0.58
BRASILIAN REAL	0.23	0.33	0.41	0.59
CANADIAN DOLLAR	1.09	1.13	0.96	0.81
SWISS FRANC	0.82	0.89	0.80	0.83
CHILEAN PESO	0.03	0.08	0.07	0.08
CHINESE RENMINBI OFFSHORE CURR	0.09	0.00	0.13	0.08
YUAN CHINA	0.09	0.40	0.22	0.30
PESO COLUMBIA	0.08	0.08	0.02	0.09
CZECH KORUNA	0.17	0.13	0.48	0.13
DANISH KRONE	0.21	0.24	0.25	0.32
EURO	69.83	71.48	72.63	69.37
POUND STERLING	1.39	1.18	1.09	1.29
HONG KONG DOLLAR	0.87	1.07	0.80	0.86
HUNGARIAN FORINT	0.09	0.10	0.00	0.03
INDONESIAN RUPIAH	0.27	0.40	0.48	0.47
INDIE RUPEE	0.41	0.40	0.37	0.61
JAPANESE YEN	1.87	1.67	1.73	2.53
KOREAN WON	0.36	0.33	0.25	0.22
MEXICAN PESO	0.28	0.30	0.38	0.45
MALAYSIAN RINGGIT	0.22	0.10	0.08	0.05
NORWEGIAN KRONE	0.18	0.17	0.49	0.26
NEW ZEALAND DOLLAR	0.03	0.03	0.04	0.02
PESO	0.02	0.04	0.04	0.04
POLISH ZLOTY	0.17	0.18	0.09	0.17
RUSSIAN RUBLE	0.22	0.00	0.00	0.00
SWEDISH KRONA	0.34	0.27	0.24	0.15
SINGAPORE DOLLAR	0.10	0.12	0.14	0.13
THAI BATH	0.12	0.11	0.07	0.07
NEW TURKISH LIRA	0.05	0.06	0.07	0.04
NEW TAIWAN DOLLAR	0.54	0.57	0.43	0.73
US DOLLAR	19.11	17.30	16.44	18.36
SOUTH AFRICAN RAND	0.20	0.29	0.31	0.34
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Global Defensive 1 Responsible Investing (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	79,162,670.16
<b>Sales</b>	89,319,105.65
<b>Total 1</b>	168,481,775.81
<b>Subscriptions</b>	38,493,188.30
<b>Redemptions</b>	42,817,636.73
<b>Total 2</b>	81,310,825.03
<b>Monthly average of total assets</b>	503,641,407.72
<b>Turnover rate</b>	17.31%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	84,317.00	14,424.75	12,728.52	3,054.94	182,132.00	32,955.50	215,087.50
2022 - 12	21,676.22	5,551.07	15,401.34	6,909.51	188,406.89	31,597.06	220,003.95
2023 - 06	16,124.53	585.51	19,174.79	3,511.00	185,356.63	28,671.57	214,028.20

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	177,232,708.94	18,842,191.06	26,684,646.61	3,951,863.07
2022 - 12	43,540,905.83	6,928,644.32	30,324,313.59	8,402,763.10
2023 - 06	30,576,579.87	665,990.19	36,355,299.65	3,975,803.68

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	436,866,395.10	2,158.40	1,327.61
2022 - 12	382,849,184.77	1,844.59	1,117.68
2023 - 06	387,624,934.85	1,914.65	1,141.59

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	25,885.47		506.00		39,341.94		39,341.94
2022 - 12	21,962.65		2,740.58		58,564.01		58,564.01
2023 - 06	3,824.38		1,321.78		61,066.60		61,066.60

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	54,736,807.27		1,073,048.22	
2022 - 12	43,469,014.57		5,514,331.51	
2023 - 06	7,253,590.65		2,489,932.38	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	85,068,533.62	2,162.29	
2022 - 12	108,305,393.40	1,849.35	
2023 - 06	117,283,429.44	1,920.58	





Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0057773583	EUR	0.66%	1.92%	-0.46%	0.11%	-0.03%	0.82%	2.07%	3.13%	15/11/2002	3.20%
DIS	BE0057771561	EUR	0.66%	1.92%	-0.44%	0.11%	-0.02%	0.82%	2.06%	3.13%	15/11/2002	3.18%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

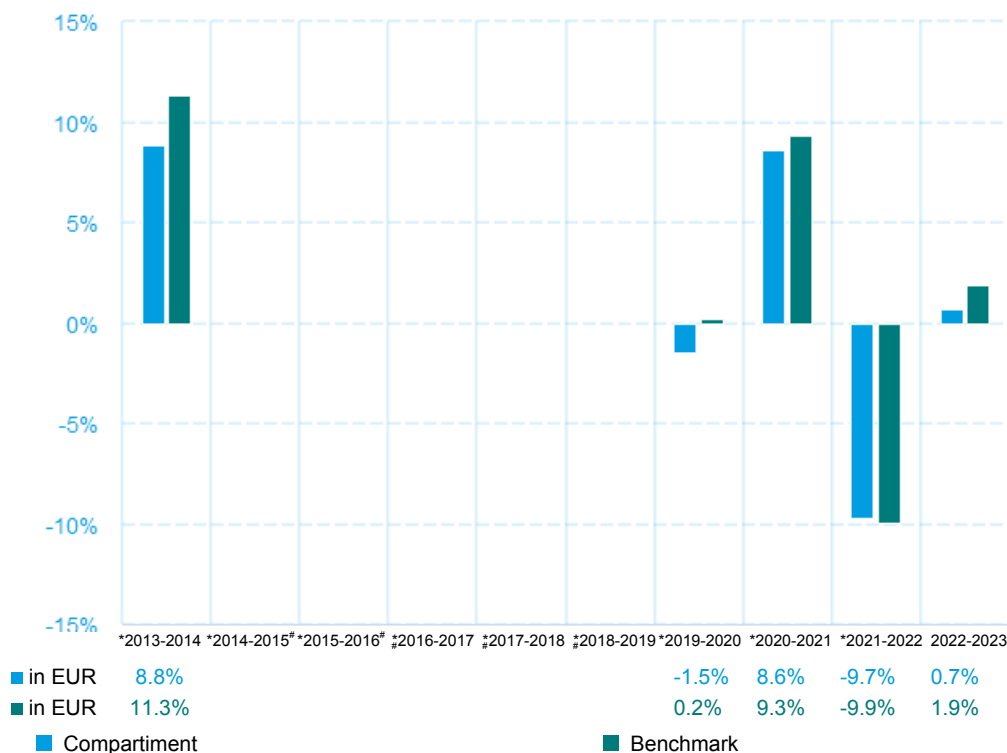
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional Shares

BE6225965209

KBC Institutional Fund Global Defensive 1 Responsible Investing Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6225965209	EUR	0.72%	1.92%	-0.43%	0.11%					06/09/2011	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.



		However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.020%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.45%	per yearcalculated on the basis of the average total net assets of the sub-fund.  For the portion of net assets corresponding to an investment in undertakings for collective investment(*) managed by a financial institution belonging to the KBC group, the fee for managing the investment portfolio equals the difference between the fee for managing the investment portfolio of the aforementioned undertakings for collective investment and the percentage (to the left) that is paid for managing the investment portfolio.  KBC Fund Management Limited receives a fee from the management company of max. 0,55% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.  (* ) The fee for the management of the investment portfolio of the undertakings for collective investment in which the sub-fund invests will amount to a year.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.020%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this

report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### **Exercising voting rights**

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

### **Management fees**

<b>Name</b>	<b>Maximum management fee</b>
KBC Institutional Fund - Euro Bonds Responsible Investing - Institutional B Shares	0.55%
KBC Participation - Corporate Bonds Responsible Investing - Institutional B Shares	1.25%
KBC Bonds - High Interest Responsible Investing - Institutional B Shares Capitalisation	1.20%
KBC Bonds - Strategic Broad 25/75 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Bonds - Strategic Broad 50/50 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Bonds - Strategic Broad 75/25 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Eco Fund - Alternative Energy Responsible Investing - Institutional B Shares	1.50%
KBC Equity Fund - Emerging Markets Responsible Investing - Institutional B Shares	1.70%
KBC Equity Fund - EMU Small & Medium Caps Responsible Investing - Institutional B Shares	1.60%
KBC Institutional Fund - Asia Pacific Responsible Investing - Institutional B Shares	0.40%
KBC Institutional Fund - Euro Equities Responsible Investing - Institutional B Shares	0.55%
KBC Institutional Fund - North America Responsible Investing - Institutional B Shares EUR	0.40%
KBC Institutional Fund - Rest Of Europe Responsible Investing - Institutional B Shares	0.40%
KBC Institutional Fund - World Equity Responsible Investing - Institutional B Shares	0.55%

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## 2. Information on KBC Institutional Fund Global Responsible Investing

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 29 September 2000

Initial subscription price: 2 500 EUR

Currency: EUR

##### **Classic Shares Distribution**

Launch date: 29 September 2000

Initial subscription price: 2 500 EUR

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 6 September 2011

Initial subscription price: 2 905.92 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares and bonds.

##### **Sub-fund's investment policy**

###### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

###### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The sub-fund invests directly or indirectly in various asset classes, such as shares and/or share-related investments, bonds and/or bond-related investments, money market instruments, cash and/or alternative investments (including real estate and financial instruments that are linked to price movements on the commodity market).

The target allocation for the asset classes is 40% shares and/or share-related investments ('the stock component') and 60% bonds and/or bond-related investments ('the bond component'). It is permitted to deviate from the target allocation. It is therefore possible for the sub-fund to invest in asset classes that are not included in the target allocation.

Within the above limits, the sub-fund pursues (directly or indirectly) responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the "**Responsible Investing Advisory Board**") comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. 'sustainable investments').

The issuers in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes issuers in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that issuers involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that issuers who seriously violate fundamental principles of environmental protection, social responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

- (1) promote the integration of sustainability into the policy decisions of issuers (companies, governments, supranational debtors and/or agencies linked to governments), by preferring issuers with a better **ESG score**, where ESG stands for 'Environmental, Social and Governance', and
- (2) promote climate change mitigation, by preferring issuers with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;
- (3) support sustainable development, by including issuers that contribute to the **UN Sustainable Development Goals** and
- (4) support sustainable development by encouraging the transition to a more sustainable world via **bonds financing green and/or social projects**.

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

### (1) ESG-score

The contribution to the integration of sustainability into policy decisions of the issuers is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are:

- In the case of instruments issued by companies:
  - respect for the environment (e.g., reduction in greenhouse gas emissions);
  - attention to society (e.g., employee working conditions); and
  - corporate governance (e.g., independence and diversity of the board of directors).

The ESG score for companies is an ESG risk score supplied by a data provider.

- In the case of instruments issued by national governments, supranational debtors and/or agencies linked to governments, the following five pillars are used
  - overall economic performance and stability (e.g., quality of institutions and government);
  - socio-economic development and health of the population (e.g., education and employment);
  - equality, freedom and the rights of all citizens;
  - environmental policy (e.g., climate change); and
  - security, peace and international relations.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

To achieve this objective, the ESG score of the portfolio for companies is compared to following benchmarks: MSCI All Countries World - Net Return Index en iBoxx Euro Corporate bonds Total Return Index.

The ESG score for countries of the portfolio is compared to a reference portfolio of global government bonds (composed of the following benchmarks: 67% developed markets: J.P. Morgan GBI Global Unhedged EUR and 33% emerging markets: J.P. Morgan GBI-EM Global Diversified Composite Unhedged EUR).

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

### (2) Carbon Intensity

The objective to promote climate change mitigation, by favoring lower carbon intensity issuers, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to issuers for which data is not available.

The contribution of issuers to climate change mitigation is measured based on their carbon intensity. For companies, carbon intensity is defined as absolute greenhouse gas emissions (in tonnes CO<sub>2</sub> equivalent), divided by revenues (in mln USD). For countries, it is defined as the greenhouse gas emissions (in tonnes CO<sub>2</sub> equivalent), divided by the Gross Domestic Product (in current prices, in mln USD).

The targets for instruments issued by companies are different from those for instruments issued by national governments, supranational debtors and/or government-linked agencies.

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### (3) UN Sustainable Development Goals

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in issuers that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of issuers that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Companies that contribute to the UN Sustainable Development Goals are defined as those that are aligned with at least one of the 15 first UN Sustainable Development Goals, while not being misaligned with any of these UN Sustainable Development Goals.

Governments are assessed on the five pillars as described in the ESG score, which contain indicators that can be linked to the 17 UN Sustainable Development Goals. If a government scores sufficiently well on one of these pillars and not significantly poor on the other pillars, the bonds of this government and its sub-governments and agencies are considered to be instruments that contribute to sustainable development. Bonds of supranational governments contribute to the UN's Sustainable development goals if one of the two criteria is met:

- at least half of its members contribute to the UN Sustainable Development Goals (weighted by voting power/full paid-in capital/percentage of population (in order of availability)).
- the mission statement of the supranational institution has a sustainable objective and less than half of its members fall in the worst half of the screening for controversial regimes.

In addition, the Responsible Investing Advisory Board can award the "sustainable development" label to instruments. More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds .

The targets may be revised upwards or downwards.

#### **(4) Bonds financing green and/or social projects**

To encourage the transition to a more sustainable world, the sub-fund commits to invest a minimum proportion of the portfolio in bonds financing green and/or social projects. Bonds whose proceeds will be used exclusively to finance (a combination of) green and social projects that are aligned with the International Capital Market Association (ICMA) Green Bond Principles and Social Bond Principles on the Use of Proceeds are considered bonds financing green and/or social projects. Instruments that meet these requirements are labelled 'sustainable investments', in line with article 2(17) SFDR.

More information on bonds financing green and/or social projects and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

#### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which an issuer can no longer be regarded as eligible after purchase;
- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible issuer based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;
- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

In addition, for the purpose of efficient portfolio management, the fund manager may to a significant degree use derivatives relating to assets issued by issuers that would not be eligible for inclusion in the sub-fund, in so far as there is no serviceable and comparable alternative available on the market. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The stock component is invested in a worldwide selection of shares that may come from any region, sector or theme.

For details of the bond component, please see the 'Characteristics of the bonds and debt instruments' section below.

The fund is actively managed with reference to the following benchmark: 30% iBoxx EURO corporate ALL Maturities - Total Return Index, 30% JP Morgan EMU Government Bonds Investment Grade ALL Maturities - Total Return Index, 40% MSCI All Countries World - Net Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

In line with its investment policy, the sub-fund may not invest in all the instruments included in the benchmark.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 1.50%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

#### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

#### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

#### **Required disclaimers for benchmark providers:**

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## Characteristics of the bonds and debt instruments

The sub-fund invests in bonds and debt instruments issued by both companies and public authorities.

The sub-fund invests directly and/or indirectly at least 90% of its assets in bonds and debt instruments

- in securities rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or
- in government bonds issued in local currency or non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above, and/or
- in money market instruments whose issuer has an investment grade rating (minimum A3/F3/P3 for short-term debt) from at least one of the above rating agencies.

This means that the sub-fund may invest up to 10% of its assets invested in bonds and debt instruments that do not have a credit rating from the above-mentioned rating agencies and/or which do not comply with the above-mentioned credit requirements.

All maturities are taken into consideration in the selection of bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

## Investments in assets other than securities or money market instruments

**The sub-fund may invest primarily in permitted assets other than securities and money market instruments.**

### Securities Financing Transactions (SFTs)

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### General strategy for hedging the exchange risk

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### Social, ethical and environmental aspects

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## 2.1.4. Financial portfolio management

The intellectual management, with the exception of the creation of the sub-fund and its maintenance in terms of the technical, product-specific and legal aspects has been delegated by the management company to KBC Fund Management Limited, Sandwith Street, Dublin 2, D02 X489, Ireland.

## 2.1.5. Distributors

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for a review of the market.

## 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: the bond component does not provide any protection against an increase in inflation.
- a moderate level of exchange rate risk: since there are investments in securities that are denominated in

- currencies other than the Euro, there is a real chance that the value of an investment will be affected by movements in exchange rates.
  - a moderate level of credit risk: the bond component invests primarily - but not exclusively- in bonds with an investment grade rating. Consequently, the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
  - a moderate level of market risk: the level of the risk reflects the volatility of the equity component.
  - a moderate level of performance risk: the level of the risk reflects the volatility of the equity component.
- There is no capital protection.

Institutional Shares: 3 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: the bond component does not provide any protection against an increase in inflation.
  - a moderate level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a real chance that the value of an investment will be affected by movements in exchange rates.
  - a moderate level of credit risk: the bond component invests primarily - but not exclusively- in bonds with an investment grade rating. Consequently, the risk that an issuer can no longer meet its obligations is higher than in an investment that consists only of bonds with an investment grade rating. If investors are in doubt about the creditworthiness of the issuers of the bonds, the value of those bonds can fall.
  - a moderate level of market risk: the level of the risk reflects the volatility of the equity component.
  - a moderate level of performance risk: the level of the risk reflects the volatility of the equity component.
- There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	217,379,255.55	140,108,333.53
II.	<b>Securities, money market instruments, UCIs and derivatives</b>		
E.	Open-end undertakings for collective investment	213,540,883.93	139,016,770.57
IV.	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable		1,661,987.56
B.	Payables		
	a) Accounts payable (-)		-1,565,960.62
V.	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	3,916,680.17	1,048,742.64
VI.	<b>Accruals and deferrals</b>		
C.	Accrued expense (-)	-78,308.55	-53,206.62
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	217,379,255.55	140,108,333.53
A.	<b>Capital</b>	209,432,566.14	157,159,906.51
B.	<b>Income equalization</b>	5,619.99	26,843.61
D.	<b>Result of the period</b>	7,941,069.42	-17,078,416.59



## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds		-1,957,220.51
B.	Money market instruments		-496.98
E.	Open-end undertakings for collective investment	8,209,787.71	-15,148,463.91
F.	Derivative financial instruments		
	I) Financial indices		
	Futures and forward contracts	111,332.30	306,176.07
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	-7,882.51	659.85
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	260,184.68	9,096,562.90
	Unrealised gains on investments	1,497,406.63	-12,229,563.44
	Realised losses on investments	-379,523.06	-3,960,905.36
	Unrealised losses on investments	6,935,169.25	-9,705,439.58
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments		201,907.47
	b) Cash at bank and in hand and deposits	42,593.98	365.50
C.	Interest on borrowings (-)	-4.03	-3,699.05
<b>III.</b>	<b>Other income</b>		
B.	Other		15,005.07
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-134,529.98	-306,628.96
B.	Financial expenses (-)	-402.09	-689.94
C.	Custodian's fee (-)		-4,057.41
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-104,999.16	-50,281.72
	Institutional Shares	-49,256.08	-33,244.45
	b) Administration and accounting management	-91,317.42	-68,379.67
E.	Administrative expenses (-)	0.21	-0.43
F.	Formation and organisation expenses (-)	-704.53	-11,246.47
H.	Services and sundry goods (-)	-1,601.46	-1,531.97
J.	Taxes		
	Classic Shares	-1,021.68	-296.01
	Institutional Shares	-92.90	-7.40
L.	Other expenses (-)	-30,832.94	-16,285.67
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	-372,168.08	-279,071.11
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	7,941,069.42	-17,078,416.59
<b>VII.</b>	<b>Result of the period</b>	7,941,069.42	-17,078,416.59

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Global Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Investment funds</b>							
Open-end funds							
UCITS registered with the FSMA							
<u>Bond funds</u>							
KBC INSTITUTIONAL FUND KBCIF EURO BONDS RI ISB_CAP	41,912.00	EUR	855.790	35,867,870.48	4.77	16.80	16.50
KBC PARTICIPATION SRI CORPORATE BONDS IS B KAP	30,056.00	EUR	1,188.030	35,707,429.68	0.74	16.72	16.43
KBC BONDS HIGH INTEREST RI IB CAP	14,396.00	EUR	890.120	12,814,167.52	3.51	6.00	5.90
KBC BONDS STRAT BROAD 25-75 RI IB CAP	17,382.00	EUR	877.370	15,250,445.34	0.59	7.14	7.02
KBC BONDS STRAT BROAD 50-50 RI IB CAP	17,477.00	EUR	872.940	15,256,372.38	0.59	7.14	7.02
KBC BONDS STRAT BROAD 75-25 RI IB CAP	17,678.00	EUR	863.160	15,258,942.48	0.59	7.15	7.02
<u>Equity funds</u>							
KBC ECO FUND ALT. ENERGY RESPONSIBLE INVEST IB C	6,257.00	EUR	659.550	4,126,804.35	1.30	1.93	1.90
KBC EQUITY FUND EM MARKETS RESPONSIBLE INVESTING IB	6,723.00	EUR	1,421.580	9,557,282.34	0.98	4.48	4.40
KBC EQUITY FUND EMU SMALL & MED CAPS RESPONSIBLE INV	1,617.00	EUR	1,272.000	2,056,824.00	2.03	0.96	0.95
KBC INSTITUTIONAL FUND KBCIF ASIA PACIFIC RI ISB CAP	4,394.00	EUR	989.730	4,348,873.62	7.29	2.04	2.00
KBC INSTITUTIONAL FUND KBCIF EURO EQUITIES RI ISB CAP	558.00	EUR	3,943.240	2,200,327.92	0.61	1.03	1.01
KBC INSTITUTIONAL FUND RI NORTH AMERICA IB C	23,988.00	EUR	990.620	23,762,992.56	6.92	11.13	10.93
KBC INSTITUTIONAL FUND RI REST OF EUROPE IB C	4,345.00	EUR	967.360	4,203,179.20	5.72	1.97	1.93
KBC INSTITUTIONAL FUND RI WORLD EQUITY INSTITUTIONAL B SHA	2,291.00	EUR	14,460.660	33,129,372.06	2.04	15.51	15.24
Total investment funds				213,540,883.90		100.00	98.23
TOTAL SECURITIES PORTFOLIO				213,540,883.90		100.00	98.23
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP AUD	356.19	AUD	1.000	217.32		0.00	0.00
KBC GROUP CAD	102.05	CAD	1.000	70.69		0.00	0.00
KBC GROUP EURO	3,680,188.30	EUR	1.000	3,680,188.30		0.00	1.69
KBC GROUP GBP	21,023.76	GBP	1.000	24,499.14		0.00	0.01
KBC GROUP JPY	3,885,681.00	JPY	1.000	24,641.63		0.00	0.01
KBC GROUP TRY	3.79	TRY	1.000	0.13		0.00	0.00
KBC GROUP USD	204,085.69	USD	1.000	187,062.96		0.00	0.09
Total demand accounts				3,916,680.17		0.00	1.80
TOTAL CASH AT BANK AND IN HAND				3,916,680.17		0.00	1.80
OTHER							
Expenses payable		EUR		-78,308.55		0.00	-0.04
TOTAL OTHER				-78,308.55		0.00	-0.04
TOTAL NET ASSETS				217,379,255.60		0.00	100.00

#### Geographic breakdown (as a % of securities portfolio)

The geographical distribution of the sub-fund's investments is calculated based on the geographical distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
United Arab Emirates	0.11	0.12	0.09	0.07
Argentina	0.05	0.08	0.07	0.08
Australia	1.33	1.02	1.15	1.35
Austria	1.36	1.87	1.81	2.14
Asia	0.01	0.00	0.00	0.00
Belgium	6.51	5.62	6.31	4.93
Bermuda	0.12	0.02	0.06	0.09
Brazil	0.12	0.25	0.22	0.30
Canada	1.53	1.83	1.78	1.36

Switzerland	1.38	1.17	1.24	1.97
Chile	0.00	0.02	0.01	0.02
China	1.02	1.14	0.90	0.97
Colombia	0.02	0.03	0.02	0.02
Czech Republic	0.16	0.12	0.41	0.13
Cayman Islands	0.15	0.22	0.17	0.18
Cyprus	0.25	0.17	0.13	0.09
Germany	7.84	10.55	9.43	8.44
Denmark	0.57	0.54	0.68	0.83
Egypt	0.02	0.00	0.00	0.01
Spain	4.88	4.51	5.33	5.02
Europe	0.08	0.25	0.25	-0.24
Finland	0.81	0.80	0.74	0.56
France	13.30	15.15	14.60	11.92
U.K.	3.86	4.61	4.45	5.81
Greece	0.04	0.05	0.05	0.06
Hong Kong	0.51	0.69	0.61	0.59
Hungary	0.07	0.13	0.05	0.03
India	0.49	0.56	0.50	0.68
Indonesia	0.15	0.10	0.08	0.09
Ireland	1.63	1.59	1.58	1.90
Iceland	0.01	0.00	0.00	0.00
Israel	0.00	0.00	0.01	0.00
Italy	7.38	5.60	5.99	4.91
Jersey/The Channel Islands	0.02	0.00	0.00	0.00
Japan	2.81	1.97	2.10	2.87
South Korea	0.55	0.52	0.64	0.48
Latvia	0.00	0.00	0.06	0.15
Lithuania	0.00	0.00	0.00	0.10
Luxembourg	1.05	1.34	1.41	1.18
Mexico	0.81	0.73	0.60	0.45
Malaysia	0.19	0.13	0.12	0.07
Netherlands	5.77	6.17	5.88	6.29
Norway	0.46	0.63	0.88	0.73
New Zealand	0.02	0.05	0.06	0.02
Philippines	0.02	0.06	0.05	0.04
Poland	0.07	0.08	0.01	0.09
Portugal	0.88	0.43	0.42	0.34
Supranational	0.65	1.88	2.30	2.63
Romania	0.05	0.09	0.07	0.08
Russia	0.16	0.00	0.00	0.00
Singapore	0.08	0.23	0.22	0.23
Slovenia	0.00	0.05	0.02	0.00
Slovakia	0.01	0.16	0.14	0.25
Sweden	1.01	1.26	1.07	0.84
Thailand	0.09	0.12	0.09	0.08
Turkey	0.00	0.03	0.06	0.04
Taiwan	0.67	0.75	0.63	1.04
U.S.A.	28.56	23.26	23.28	26.29
Outside BLEU territory-(belgo-Lux ec	0.08	0.16	0.17	0.25
EU institutions outside BLEU terr.	0.11	0.91	0.83	0.96
South Africa	0.12	0.18	0.17	0.19
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

The sectoral distribution of the sub-fund's investments is calculated based on the sectoral distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	8.64	7.09	6.98	6.55
Consum(cycl)	8.83	8.76	8.08	9.03
Cons.goods	5.82	6.07	6.01	6.24
Pharma	6.24	6.41	6.08	6.66
Financials	21.57	21.54	22.49	25.31
Technology	12.66	9.40	9.07	12.74
Telecomm.	2.34	2.80	2.66	3.05
Utilities	1.31	1.36	1.34	1.29
Real est.	2.44	2.35	2.21	2.74
Governm.	29.80	33.12	34.02	25.03
Various	0.35	1.10	1.06	1.36
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

The currency distribution of the sub-fund's investments is calculated based on the currency distribution of the underlying investments of the UCIs in which the sub-fund invests (look through).

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
AUSTRALIAN DOLLAR	0.68	0.54	0.66	0.78
BRASILIAN REAL	0.22	0.38	0.42	0.63
CANADIAN DOLLAR	1.21	1.40	1.32	1.09
SWISS FRANC	1.18	1.01	1.07	1.14
CHILEAN PESO	0.02	0.08	0.06	0.08
CHINESE RENMINBI OFFSHORE CURR	0.00	0.00	0.11	0.06
YUAN CHINA	0.31	0.43	0.29	0.41
PESO COLUMBIA	0.10	0.07	0.02	0.07
CZECH KORUNA	0.15	0.11	0.40	0.11
DANISH KRONE	0.34	0.35	0.37	0.42
EURO	61.42	64.36	64.34	60.78
POUND STERLING	1.78	1.78	1.45	1.61
HONG KONG DOLLAR	0.90	1.49	1.12	1.20
HUNGARIAN FORINT	0.07	0.08	0.00	0.03
INDONESIAN RUPIAH	0.20	0.37	0.43	0.45
INDIE RUPEE	0.53	0.55	0.49	0.74
JAPANESE YEN	2.31	1.91	2.09	3.01
KOREAN WON	0.45	0.46	0.37	0.34
MEXICAN PESO	0.23	0.32	0.39	0.44
MALAYSIAN RINGGIT	0.19	0.13	0.12	0.07
NORWEGIAN KRONE	0.20	0.28	0.53	0.29
NEW ZEALAND DOLLAR	0.01	0.05	0.06	0.02
PESO	0.02	0.06	0.05	0.04
POLISH ZLOTY	0.11	0.15	0.08	0.14
RUSSIAN RUBLE	0.24	0.00	0.00	0.00
SWEDISH KRONA	0.46	0.39	0.32	0.26
SINGAPORE DOLLAR	0.08	0.20	0.20	0.19
THAI BATH	0.09	0.12	0.09	0.08
NEW TURKISH LIRA	0.01	0.05	0.08	0.05
NEW TAIWAN DOLLAR	0.68	0.77	0.65	1.04
US DOLLAR	25.60	21.77	22.07	24.06
SOUTH AFRICAN RAND	0.21	0.34	0.35	0.37
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Global Responsible Investing (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	68,831,844.22
<b>Sales</b>	17,613,024.54
<b>Total 1</b>	86,444,868.76
<b>Subscriptions</b>	57,497,254.19
<b>Redemptions</b>	3,421,772.04
<b>Total 2</b>	60,919,026.23
<b>Monthly average of total assets</b>	182,589,178.78
<b>Turnover rate</b>	13.98%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	5,716.65	1,112.00	426.00	30.00	14,587.53	1,897.86	16,485.39
2022 - 12	5,704.50	291.45	1,911.88	12.00	18,380.15	2,177.31	20,557.46
2023 - 06	5,088.10	186.92	651.00	13.00	22,817.25	2,351.23	25,168.48

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	30,829,464.71	4,351,720.79	2,333,080.02	119,293.62
2022 - 12	29,472,703.18	1,104,419.81	10,511,025.08	41,518.68
2023 - 06	25,585,833.07	664,332.81	3,292,629.14	45,804.59

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	90,307,741.61	5,656.77	4,104.35
2022 - 12	97,282,869.52	4,880.60	3,479.84
2023 - 06	124,850,499.88	5,102.81	3,580.45

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	2,521.45		1,277.85		8,528.45		8,528.45
2022 - 12	3,551.27		13.70		12,066.02		12,066.02
2023 - 06	6,042.05		16.55		18,091.52		18,091.52

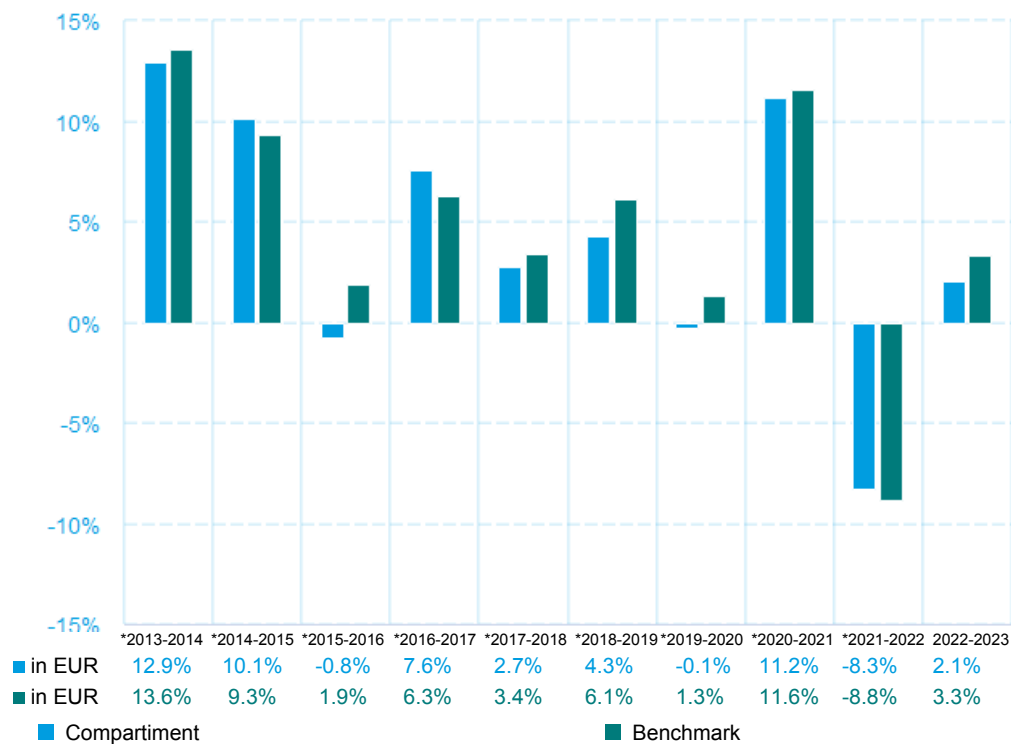
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	13,989,305.67		7,254,930.18	
2022 - 12	19,071,669.44		72,426.26	
2023 - 06	30,445,095.70		83,741.52	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	48,342,535.65	5,668.38	
2022 - 12	59,011,802.58	4,890.74	
2023 - 06	92,528,755.67	5,114.48	

## 2.4.5. Performance figures

### Classic Shares

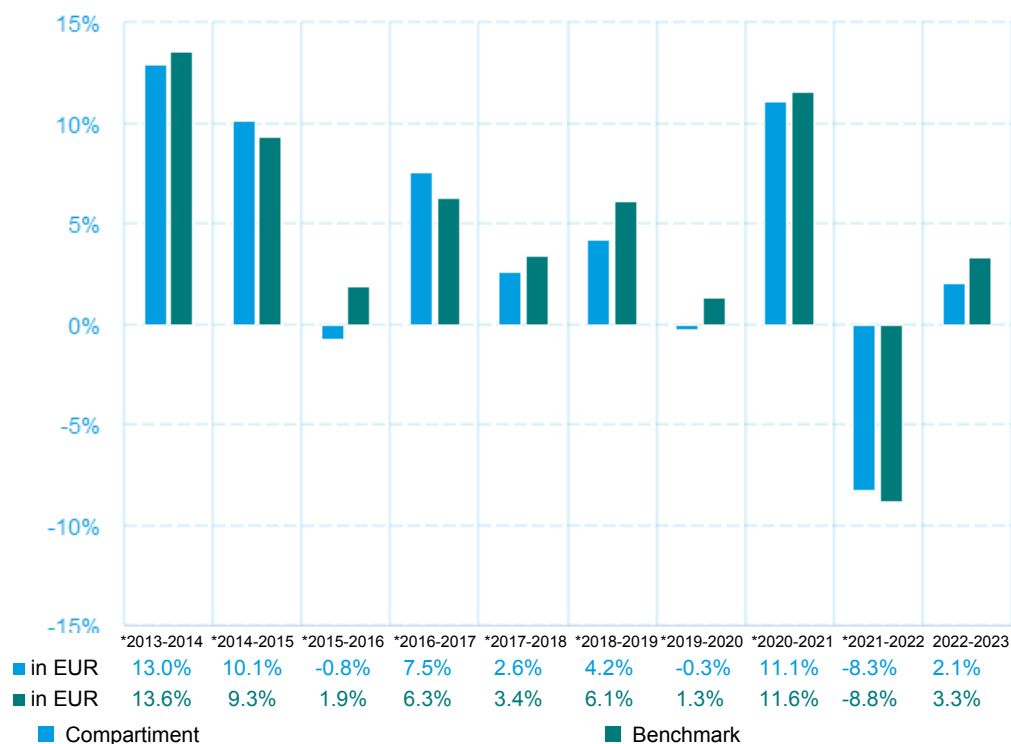
BE0174966755  
KBC Institutional Fund Global Responsible Investing Classic Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

### Classic Shares

BE0945776269  
KBC Institutional Fund Global Responsible Investing Classic Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0174966755	EUR	2.05%	3.29%	1.33%	1.65%	1.62%	2.46%	3.99%	4.62%	29/09/2000	3.19%
DIS	BE0945776269	EUR	2.06%	3.29%	1.32%	1.65%	1.56%	2.46%	3.94%	4.62%	29/09/2000	3.42%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

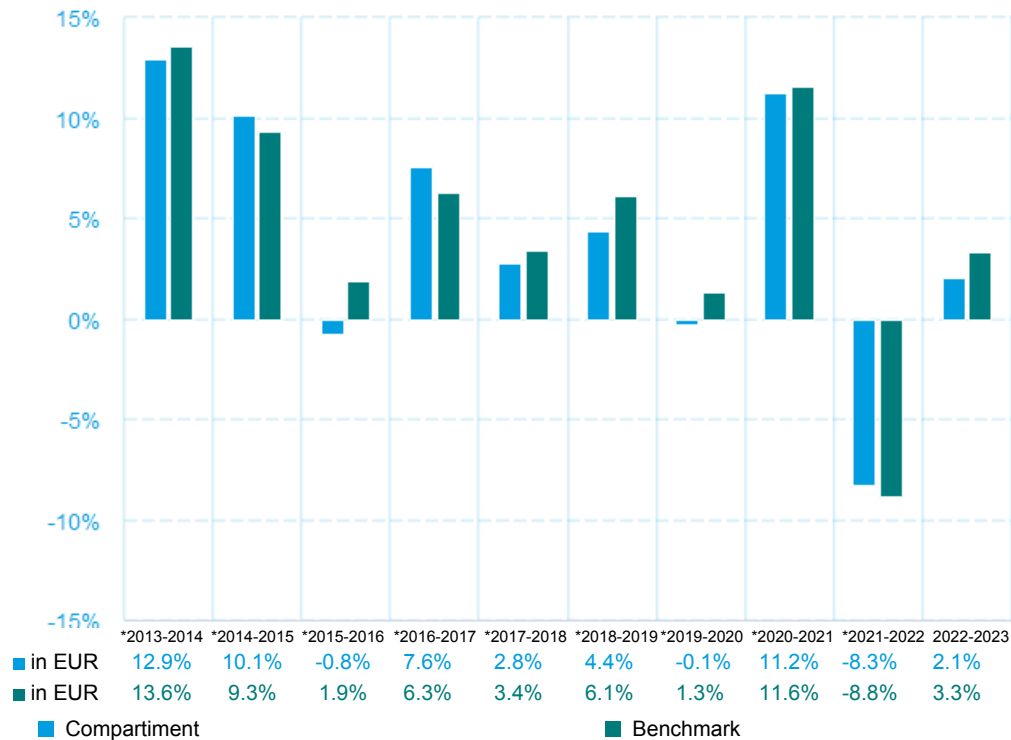
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares



## Institutional Shares

BE6225963188  
KBC Institutional Fund Global Responsible Investing Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6225963188	EUR	2.08%	3.29%	1.35%	1.65%	1.65%	2.46%	4.01%	4.62%	06/09/2011	4.90%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,871%  
Transaction costs: 0,018%

#### Classic Shares Distribution :

Ongoing charges : 0,861%  
Transaction costs: 0,018%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,845%  
Transaction costs: 0,018%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

Not applicable

### Existence of fee sharing agreements and rebates

The management company has shared 52,90% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.55%	per year calculated on the basis of the average total net assets of the sub-fund.  For the portion of net assets corresponding to an investment in undertakings for collective investment(*) managed by a financial institution belonging to the KBC group, the fee for managing the investment portfolio equals the difference between the fee for managing the investment portfolio of the aforementioned undertakings for collective investment and the percentage (to the left) that is paid for managing the investment portfolio.  KBC Fund Management Limited receives a fee from the management company of max. 0,46% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.  (* ) The fee for the management of the investment portfolio of the undertakings for collective investment in which the sub-fund invests will amount to a year.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year.

		However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Institutional Shares

Fee for managing the investment portfolio	Max 0.46%	per yearcalculated on the basis of the average total net assets of the sub-fund.  For the portion of net assets corresponding to an investment in undertakings for collective investment(*) managed by a financial institution belonging to the KBC group, the fee for managing the investment portfolio equals the difference between the fee for managing the investment portfolio of the aforementioned undertakings for collective investment and the percentage (to the left) that is paid for managing the investment portfolio.  KBC Fund Management Limited receives a fee from the management company of max. 0,46% per year calculated on the basis of the average total net assets of the sub-fund, without the total fees and charges received by the management company being exceeded.  (* ) The fee for the management of the investment portfolio of the undertakings for collective investment in which the sub-fund invests will amount to a year.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.

### Anti-dilution levy

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this

report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### **Exercising voting rights**

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

### **Management fees**

<b>Name</b>	<b>Maximum management fee</b>
KBC Institutional Fund - Euro Bonds Responsible Investing - Institutional B Shares	0.55%
KBC Participation - Corporate Bonds Responsible Investing - Institutional B Shares	1.25%
KBC Bonds - High Interest Responsible Investing - Institutional B Shares Capitalisation	1.20%
KBC Bonds - Strategic Broad 25/75 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Bonds - Strategic Broad 50/50 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Bonds - Strategic Broad 75/25 Responsible Investing - Institutional B Shares Capitalisation	1.10%
KBC Eco Fund - Alternative Energy Responsible Investing - Institutional B Shares	1.50%
KBC Equity Fund - Emerging Markets Responsible Investing - Institutional B Shares	1.70%
KBC Equity Fund - EMU Small & Medium Caps Responsible Investing - Institutional B Shares	1.60%
KBC Institutional Fund - Asia Pacific Responsible Investing - Institutional B Shares	0.40%
KBC Institutional Fund - Euro Equities Responsible Investing - Institutional B Shares	0.55%
KBC Institutional Fund - North America Responsible Investing - Institutional B Shares EUR	0.40%
KBC Institutional Fund - Rest Of Europe Responsible Investing - Institutional B Shares	0.40%
KBC Institutional Fund - World Equity Responsible Investing - Institutional B Shares	0.55%

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    - 2.4.1. Composition of the assets of KBC Institutional Fund North America Responsible Investing
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## 2. Information on KBC Institutional Fund North America Responsible Investing

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 7 December 2001

Initial subscription price: 5 000 USD

Currency: USD

##### **Classic Shares Distribution**

Launch date: 7 December 2001

Initial subscription price: 5 000 USD

Currency: USD

##### **Institutional Shares EUR Capitalisation**

Launch date: 4 October 2019

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional B Shares EUR Capitalisation**

Launch date: 15 February 2022

Initial subscription price: 1 000 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### **Object of the sub-fund**

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

##### **Sub-fund's investment policy**

###### ***Permitted asset classes***

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### ***Restrictions of the investment policy***

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets of the fund are particularly invested in shares from the North America-area, with a social responsible character.

The sub-fund aims to generate a return that matches the return of the benchmark: MSCI North America– Net Return Index ([www.MSCI.com](http://www.MSCI.com)) by investing in a selection of shares that are included in the benchmark and that comply with the responsible investing methodology. criteria. Active management is therefore limited to the responsible investing methodology. The benchmark comprises shares from the North America-area.

Within the above limits, the sub-fund pursues responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the “**Responsible Investing Advisory Board**”) comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. ‘sustainable investments’).

The companies in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes companies in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that companies involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that companies who seriously violate fundamental principles of environmental protection, social



responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

#### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

- (1) promote the integration of sustainability into the policy decisions of companies by preferring companies with a better **ESG score**, where ESG stands for 'Environmental, Social and Governance', and
- (2) promote climate change mitigation, by preferring companies with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;
- (3) support sustainable development, by including companies that contribute to the **UN Sustainable Development Goals** and

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

#### **(1) ESG-score**

The contribution to the integration of sustainability into policy decisions of the companies is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are:

- respect for the environment (e.g., reduction in greenhouse gas emissions);
- attention to society (e.g., employee working conditions); and
- corporate governance (e.g., independence and diversity of the board of directors).

The ESG score for companies is an ESG risk score supplied by a data provider.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

To achieve this objective, the ESG score of the portfolio for companies is compared to following benchmark: MSCI North America-Net Return index.

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

#### **(2) Carbon Intensity**

The objective to promote climate change mitigation, by favoring lower carbon intensity companies, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to companies for which data is not available.

The contribution of companies to climate change mitigation is measured based on their carbon intensity. Carbon intensity is defined as absolute greenhouse gas emissions (in tonnes CO2 equivalent), divided by revenues (in mln USD).

A trajectory of -50% by 2030 versus the MSCI North America-Net Return index in 2019 is followed.

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

#### **(3) UN Sustainable Development Goals**

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in companies that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of companies that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Companies that contribute to the UN Sustainable Development Goals are defined as those that are aligned with at least one of the 15 first UN Sustainable Development Goals, while not being misaligned with any of these UN Sustainable Development Goals.

In addition, the Responsible Investing Advisory Board can also award the "sustainable development" label to instruments.

More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

#### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which a company can no longer be regarded as eligible after purchase;

- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible company based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;
- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

In addition, for the purpose of efficient portfolio management, the fund manager may to a significant degree use derivatives relating to assets that would not be eligible for inclusion in the sub-fund, in so far as there is no serviceable and comparable alternative available on the market. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The sub-fund aims to generate a return that matches the return of the benchmark: MSCI North America– Net Return Index.

The sub-fund aims to minimise the tracking error relative to the benchmark referred to above. Under normal market conditions, the expected tracking error is between 0% and 5%. Possible causes of this tracking error could be the Responsible Investing methodology, the method used to track the benchmark, transaction charges, dividend reinvestment and the costs generally borne by the sub-fund.

The tracking error measures the volatility of the sub-fund's return relative to that of the benchmark. The higher the tracking error, the more the sub-fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to assess the performance of the sub-fund.

### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

### **Required disclaimers for benchmark providers:**

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

### **Volatility of the net asset value**

**The volatility of the net asset value may be high due to the composition of the portfolio.**

## Securities Financing Transactions (SFTs)

The sub-fund may not lend any financial instruments.

## General strategy for hedging the exchange risk

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

## Social, ethical and environmental aspects

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## 2.1.4. Financial portfolio management

There is no delegation of the management of the asset allocation.

## 2.1.5. Distributors

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

As stipulated in the prospectus, the fund management aimed to reflect the performance of the MSCI North America Index.

The fund's strategy is also consistent with the SRI strategy and the fund's assets are invested accordingly.

## 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 5 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of concentration risk: there is a concentration of the investments in shares listed on US stock exchanges.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional Shares EUR: 5 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares listed on US stock exchanges.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional B Shares EUR: 5 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares listed on US stock exchanges.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective

investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

<b>Balance sheet layout</b>		<b>30/06/2023</b> (in American dollar)	<b>30/06/2022</b> (in American dollar)
	<b>TOTAL NET ASSETS</b>	374,497,094.25	279,007,590.85
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
C.	Shares and similar instruments		
	a) Shares	373,752,909.36	279,177,671.91
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	7,576,391.72	95.72
B.	Payables		
	a) Accounts payable (-)	-4,776,341.54	-110.36
	c) Borrowings (-)	-2,042,196.24	-220,919.12
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	16,547.85	34,605.38
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	158,299.47	194,980.56
C.	Accrued expense (-)	-188,516.37	-178,733.24
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	374,497,094.25	279,007,590.85
<b>A.</b>	<b>Capital</b>	322,053,492.90	358,541,306.31
<b>B.</b>	<b>Income equalization</b>	-34,456.64	70,875.56
<b>D.</b>	<b>Result of the period</b>	52,478,057.99	-79,604,591.02
<hr/>			
	<b>Off-balance-sheet headings</b>		
<b>III.</b>	Notional amounts of futures and forward contracts (+)		
<b>III.A.</b>	Purchased futures and forward contracts		

## 2.3. Profit and loss account

<b>Income Statement</b>		<b>30/06/2023</b> (in American dollar)	<b>30/06/2022</b> (in American dollar)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	50,647,147.46	-80,319,595.59
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	396,083.02	-356,860.02
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	6,810,985.79	10,540,222.63
	Unrealised gains on investments	35,221,535.28	-44,588,860.52
	Realised losses on investments	-13,950,694.02	-3,867,353.17
	Unrealised losses on investments	22,961,403.43	-42,760,464.55
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	2,505,518.45	2,071,465.13
B.	Interests		
	b) Cash at bank and in hand and deposits	7,209.10	96.43
C.	Interest on borrowings (-)	-12,502.14	-2,705.02
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	23,632.12	-0.69
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-40,417.03	-55,790.72
B.	Financial expenses (-)	-74.44	-71.24
C.	Custodian's fee (-)	-69,758.59	-60,356.99
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-35,992.42	-40,538.12
	Institutional Shares EUR	-611,325.44	-608,817.10
	Institutional B Shares EUR	-96,266.85	-11,147.37
	b) Administration and accounting management	-175,937.59	-148,017.06
E.	Administrative expenses (-)	0.01	-57.99
F.	Formation and organisation expenses (-)	-706.87	-686.39
H.	Services and sundry goods (-)	-1,838.13	-1,716.19
J.	Taxes		
	Classic Shares	-7,155.49	-6,447.32
	Institutional Shares EUR	-15,173.73	-12,225.51
	Institutional B Shares EUR	-3,787.82	-758.25
L.	Other expenses (-)	-30,595.63	-50,361.01
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	1,434,827.52	1,071,864.60
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	52,478,057.99	-79,604,591.02
<b>VII.</b>	<b>Result of the period</b>	52,478,057.99	-79,604,591.02

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund North America Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in American dollar)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Argentina</u>							
MERCADOLIBRE INC -	966.00	USD	1,184.600	1,144,323.60		0.31	0.31
<u>Bermuda</u>							
ARCH CAPITAL GROUP LTD -	9,305.00	USD	74.850	696,479.25		0.19	0.19
EVEREST RE GROUP LTD -	1,089.00	USD	341.860	372,285.54		0.10	0.10
<u>Canada</u>							
AGNICO EAGLE MINES -	12,159.00	CAD	66.150	607,835.14		0.16	0.16
BANK OF MONTREAL -	13,345.00	CAD	119.640	1,206,571.55		0.32	0.32
BANK OF NOVA SCOTIA -	22,205.00	CAD	66.280	1,112,221.73		0.30	0.30
C.I.B.C. -	710.00	CAD	56.560	30,347.70		0.01	0.01
CGI INC A	3,999.00	CAD	139.700	422,188.02		0.11	0.11
ELEMENT FLEET MANGEMENT CORP -	8,283.00	CAD	20.180	126,318.49		0.03	0.03
FAIRFAX FINANCIAL HOLDINGS LTD -	114.00	CAD	992.290	85,487.29		0.02	0.02
HYDRO ONE LTD -	41,651.00	CAD	37.830	1,190,748.03		0.32	0.32
IA FINANCIAL CORP INC -	6,390.00	CAD	90.250	435,819.01		0.12	0.12
IVANHOE MINES LTD -	24,786.00	CAD	12.095	226,553.31		0.06	0.06
KINROSS GOLD -	141,120.00	CAD	6.330	675,072.44		0.18	0.18
LOBLAW COMPANIES LTD -	10,167.00	CAD	121.280	931,837.34		0.25	0.25
LUNDIN MINING CORP -	68,241.00	CAD	10.380	535,304.42		0.14	0.14
NAT. BK CANADA -	641.00	CAD	98.700	47,811.60		0.01	0.01
POWER CORP -	7,118.00	CAD	35.660	191,821.56		0.05	0.05
RIOCAN REALESTATE INV. TRUST -	7,549.00	CAD	19.280	109,990.34		0.03	0.03
RITCHIE BROS. AUCTIONEERS -	2,342.00	CAD	79.500	140,705.84		0.04	0.04
ROYAL BK CANADA -	20,349.00	CAD	126.590	1,946,706.90		0.52	0.52
SHOPIFY INC -	11,449.00	CAD	85.620	740,799.83		0.20	0.20
SILVER WHEATON CORP -	31,401.00	CAD	57.210	1,357,605.30		0.36	0.36
THOMSON REUTERS CORP -	3,600.00	CAD	178.860	486,601.93		0.13	0.13
TOROMONT INDUSTRIES LTD -	2,468.00	CAD	108.830	202,979.36		0.05	0.05
TORONTO DOMINION BK -	26,672.00	CAD	82.110	1,655,044.72		0.44	0.44
WSP GLOBAL INC -	4,547.00	CAD	175.020	601,410.12		0.16	0.16
<u>China</u>							
LULULEMON ATHLETICA INC -	1.00	USD	378.500	378.50		0.00	0.00
<u>Ireland</u>							
JAZZ PHARMACEUTICALS PLC -	2,653.00	USD	123.970	328,892.41		0.09	0.09
NEW LINDE PLC -	6,974.00	USD	381.080	2,657,651.92		0.71	0.71
<u>Netherlands</u>							
NXP SEMICONDUCTOR NV -	675.00	USD	204.680	138,159.00		0.04	0.04
<u>Switzerland</u>							
FERGUSON PLC -	1,841.00	USD	157.310	289,607.71		0.08	0.08
TE CONNECTIVITY LTD -	6,365.00	USD	140.160	892,118.40		0.24	0.24
<u>U.K.</u>							
ROYALTY PHARMA PLC -	8,364.00	USD	30.740	257,109.36		0.07	0.07
WILLIS GROUP HOLDINGS LTD -	1,599.00	USD	235.500	376,564.50		0.10	0.10
<u>U.S.A.</u>							
ABBOTT LAB. -	23,762.00	USD	109.020	2,590,533.24		0.69	0.69
ABBVIE INC -	17,996.00	USD	134.730	2,424,601.08		0.65	0.65
ACCENTURE LTD A	10,944.00	USD	308.580	3,377,099.52		0.90	0.90
ADOBE SYSTEMS -	5,195.00	USD	488.990	2,540,303.05		0.68	0.68
ADVANC MICRO DEVICES -	19,778.00	USD	113.910	2,252,911.98		0.60	0.60
ADVANCE AUTO PARTS INC -	542.00	USD	70.300	38,102.60		0.01	0.01
AFLAC INC -	7,851.00	USD	69.800	547,999.80		0.15	0.15
AGILENT TECHNOLOGIES -	5,383.00	USD	120.250	647,305.75		0.17	0.17
AIRBNB INC -	406.00	USD	128.160	52,032.96		0.01	0.01
AKAMAI TECHNOLOGIES INC -	2,900.00	USD	89.870	260,623.00		0.07	0.07
ALCOA CORP ALCOA CORP	4,909.00	USD	33.930	166,562.37		0.05	0.04
ALIGN TECHNOLOGY INC -	324.00	USD	353.640	114,579.36		0.03	0.03

ALLSTATE CORPORATION -	3,818.00	USD	109.040	416,314.72	0.11	0.11
ALPHABET INC -A-	83,748.00	USD	119.700	10,024,635.60	2.68	2.68
AMAZON COMM. INC. -	95,046.00	USD	130.360	12,390,196.56	3.32	3.31
AMERICAN EXPRESS -	12,123.00	USD	174.200	2,111,826.60	0.56	0.56
AMERICAN INT. GROUP -	4,395.00	USD	57.540	252,888.30	0.07	0.07
AMERICAN TOWER CORP CL A	6,059.00	USD	193.940	1,175,082.46	0.31	0.31
AMERISOURCEBERGEN CORP -	2,918.00	USD	192.430	561,510.74	0.15	0.15
AMGEN -	3,504.00	USD	222.020	777,958.08	0.21	0.21
ANNALY CAPITAL MANAGEMENT INC -	41,144.00	USD	20.010	823,291.44	0.22	0.22
ANSYS INC -	1,738.00	USD	330.270	574,009.26	0.15	0.15
ANTHEM INC -	4,501.00	USD	444.290	1,999,749.29	0.54	0.53
AON CORPORATION -	2,846.00	USD	345.200	982,439.20	0.26	0.26
APPLE INC -	172,643.00	USD	193.970	33,487,562.71	8.96	8.95
APPLIED MATERIALS -	17,584.00	USD	144.540	2,541,591.36	0.68	0.68
APTIV PLC -	6,095.00	USD	102.090	622,238.55	0.17	0.17
ARTHUR J GALLAGHER & CO -	219.00	USD	219.570	48,085.83	0.01	0.01
AT&T INC -	133,182.00	USD	15.950	2,124,252.90	0.57	0.57
AUTODESK INC -	3,938.00	USD	204.610	805,754.18	0.22	0.22
AUTOMATIC DATA PROCESSING; INC. -	5,391.00	USD	219.790	1,184,887.89	0.32	0.32
AUTOZONE INC. -	459.00	USD	2,493.360	1,144,452.24	0.31	0.31
AVALONBAY COMMUNITIES INC -	1,340.00	USD	189.270	253,621.80	0.07	0.07
BANK OF AMERICA CORP -	42,021.00	USD	28.690	1,205,582.49	0.32	0.32
BAXTER INTL INC -	6,000.00	USD	45.560	273,360.00	0.07	0.07
BECTON DICKINSON -	1,168.00	USD	264.010	308,363.68	0.08	0.08
BEST BUY -	3,949.00	USD	81.950	323,620.55	0.09	0.09
BIO-RAD LABORATORIES INC. -	152.00	USD	379.120	57,626.24	0.02	0.02
BIOGEN INC -	622.00	USD	284.850	177,176.70	0.05	0.05
BLACKSTONE GROUP LP -	1,728.00	USD	92.970	160,652.16	0.04	0.04
BOOKING HOLDINGS INC -	677.00	USD	2,700.330	1,828,123.41	0.49	0.49
BORGWARNER INC -	26,378.00	USD	48.910	1,290,147.98	0.35	0.35
BOSTON SCIENTIFIC -	26,170.00	USD	54.090	1,415,535.30	0.38	0.38
BRISTOL-MYERS SQUIBB CO -	40,478.00	USD	63.950	2,588,568.10	0.69	0.69
BROADCOM INC -	3,994.00	USD	867.430	3,464,515.42	0.93	0.93
BURLINGTON STORES INC -	592.00	USD	157.390	93,174.88	0.03	0.03
C.H. ROBINSON WORLDWIDE INC. -	3,617.00	USD	94.350	341,263.95	0.09	0.09
CADENCE DESIGN SYSTEMS -	6,789.00	USD	234.520	1,592,156.28	0.43	0.43
CAMPBELL SOUP CO -	11,839.00	USD	45.710	541,160.69	0.14	0.14
CAPITAL ONE FINANCIAL CORP -	475.00	USD	109.370	51,950.75	0.01	0.01
CARDINAL HEALTH INC -	4,959.00	USD	94.570	468,972.63	0.13	0.13
CARMAX GROUP -	967.00	USD	83.700	80,937.90	0.02	0.02
CARRIER GLOBAL CORP -	7,098.00	USD	49.710	352,841.58	0.09	0.09
CATALENT INC -	3,253.00	USD	43.360	141,050.08	0.04	0.04
CB RICHARD ELLIS GROUP INC -	18,238.00	USD	80.710	1,471,988.98	0.39	0.39
CDW CORP/DE -	8,073.00	USD	183.500	1,481,395.50	0.40	0.40
CENTENE CORP -	7,270.00	USD	67.450	490,361.50	0.13	0.13
CF INDUSTRIES HOLDINGS INC -	2,503.00	USD	69.420	173,758.26	0.05	0.05
CHARTER COMMUNICATIONS INC. -	156.00	USD	367.370	57,309.72	0.02	0.02
CHIPOTLE MEXICAN GRILL INC -A-	29.00	USD	2,139.000	62,031.00	0.02	0.02
CHUBB LTD -	2,144.00	USD	192.560	412,848.64	0.11	0.11
CIGNA CORP. -	5,863.00	USD	280.600	1,645,157.80	0.44	0.44
CINTAS CORPORATION -	849.00	USD	497.080	422,020.92	0.11	0.11
CISCO SYSTEMS INC -	68,246.00	USD	51.740	3,531,048.04	0.95	0.94
CITIGROUP INC -	32,692.00	USD	46.040	1,505,139.68	0.40	0.40
CITIZENS FINANCIAL GROUP -	22,491.00	USD	26.080	586,565.28	0.16	0.16
CLOROX COMPANY -	4,753.00	USD	159.040	755,917.12	0.20	0.20
CLOUDFLARE INC -	4,147.00	USD	65.370	271,089.39	0.07	0.07
CME GROUP INC -	7,994.00	USD	185.290	1,481,208.26	0.40	0.40
COCA-COLA CO -	30,943.00	USD	60.220	1,863,387.46	0.50	0.50
COGNIZANT TECHNOLOGY SOLUTIONS CORP. -	9,856.00	USD	65.280	643,399.68	0.17	0.17
COLGATE - PALMOLIVE -	3,162.00	USD	77.040	243,600.48	0.07	0.07
COMCAST CORP -A-	41,325.00	USD	41.550	1,717,053.75	0.46	0.46
CONAGRA BRANDS INC -	6,693.00	USD	33.720	225,687.96	0.06	0.06
CONSTELLATION BRANDS INC A	108.00	USD	246.130	26,582.04	0.01	0.01
CORTEVA INC -	844.00	USD	57.300	48,361.20	0.01	0.01
COSTCO WHOLESALE CORPORATION -	3,369.00	USD	538.380	1,813,802.22	0.49	0.48
CROWN CASTLE INTL CORP -	7,507.00	USD	113.940	855,347.58	0.23	0.23
CVS HEALTH CORP -	14,596.00	USD	69.130	1,009,021.48	0.27	0.27
DANAHER CORPORATION -	9,558.00	USD	240.000	2,293,920.00	0.61	0.61
DAVITA INC -	1,036.00	USD	100.470	104,086.92	0.03	0.03
DEERE & COMPANY -	2,840.00	USD	405.190	1,150,739.60	0.31	0.31
DELL TECHNOLOGIES INC -	4,671.00	USD	54.110	252,747.81	0.07	0.07
DEXCOM INC -	1,966.00	USD	128.510	252,650.66	0.07	0.07
DIGITAL INSIGHT -	4,415.00	USD	113.870	502,736.05	0.14	0.13
DISCOVER FINANCIAL SERVICES -	2,572.00	USD	116.850	300,538.20	0.08	0.08
DISCOVERY INC -A-	47,318.00	USD	12.540	593,367.72	0.16	0.16
DOLLAR GENERAL CORPORATION -	346.00	USD	169.780	58,743.88	0.02	0.02
DOVER CORPORATION -	2,728.00	USD	147.650	402,789.20	0.11	0.11
EBAY INC. -	20,929.00	USD	44.690	935,317.01	0.25	0.25
ECOLAB; INC. -	5,624.00	USD	186.690	1,049,944.56	0.28	0.28
EDWARDS LIFESCIENCES CORP. -	1,364.00	USD	94.330	128,666.12	0.03	0.03
ELECTRONIC ARTS -	4,917.00	USD	129.700	637,734.90	0.17	0.17
ENPHASE ENERGY INC -	575.00	USD	167.480	96,301.00	0.03	0.03



EQUINIX INC -	354.00	USD	783.940	277,514.76		0.07	0.07
EQUITY RESIDENTIAL -	3,630.00	USD	65.970	239,471.10		0.06	0.06
ERIE INDEMNITY CO -	1,286.00	USD	210.010	270,072.86		0.07	0.07
ESSEX PROPERTY TRUST INC -	1,009.00	USD	234.300	236,408.70		0.06	0.06
ESTEE LAUDER -	4,401.00	USD	196.380	864,268.38		0.23	0.23
ETSY INC -	3,631.00	USD	84.610	307,218.91		0.08	0.08
EXACT SCIENCES CORP -	2,795.00	USD	93.900	262,450.50		0.07	0.07
EXPEDITORS INTL OF WASHINGTON INC. -	6,220.00	USD	121.130	753,428.60		0.20	0.20
FACTSET RESEARCH SYSTEMS INC. -	1,685.00	USD	400.650	675,095.25		0.18	0.18
FIDELITY NATIONAL INFORMATION -	1,392.00	USD	54.700	76,142.40		0.02	0.02
FIFTH THIRD BANCORPORATION -	33,541.00	USD	26.210	879,109.61		0.24	0.24
FIRST CITIZENS BANCSHARES INC/ -	163.00	USD	1,283.450	209,202.35		0.06	0.06
FIRST HORIZON NATL CORP -	15,380.00	USD	11.270	173,332.60		0.05	0.05
FIRST SOLAR INC -	1,840.00	USD	190.090	349,765.60		0.09	0.09
FISERV INC -	2,406.00	USD	126.150	303,516.90		0.08	0.08
FMC CORPORATION -	808.00	USD	104.340	84,306.72		0.02	0.02
FORD MOTOR CY -	8,387.00	USD	15.130	126,895.31		0.03	0.03
FOX CORP CLASS B	4,000.00	USD	31.890	127,560.00		0.03	0.03
FRANKLIN RESOURCES INC -	11,125.00	USD	26.710	297,148.75		0.08	0.08
GARTNER INC A	225.00	USD	350.310	78,819.75		0.02	0.02
GEN.MOTORS -	3,108.00	USD	38.560	119,844.48		0.03	0.03
GENERAL MILLS IN -	21,795.00	USD	76.700	1,671,676.50		0.45	0.45
GENUINE PARTS -	8,712.00	USD	169.230	1,474,331.76		0.39	0.39
GILEAD SCIENCES -	7,259.00	USD	77.070	559,451.13		0.15	0.15
GLOBE LIFE INC -	4,333.00	USD	109.620	474,983.46		0.13	0.13
GODADDY INC -	1,730.00	USD	75.130	129,974.90		0.04	0.04
GOLDMAN SACHS -	2,084.00	USD	322.540	672,173.36		0.18	0.18
GOOGLE INC -C-	34,419.00	USD	120.970	4,163,666.43		1.11	1.11
HARTFORD FIN.SERV.GR. -	4,337.00	USD	72.020	312,350.74		0.08	0.08
HASBRO INC. -	3,536.00	USD	64.770	229,026.72		0.06	0.06
HCA HEALTHCARE INC -	2,352.00	USD	303.480	713,784.96		0.19	0.19
HENRY SCHEIN INC. -	2,600.00	USD	81.100	210,860.00		0.06	0.06
HERSHEY CORP -	2,856.00	USD	249.700	713,143.20		0.19	0.19
HEWLETT PACKARD -	19,546.00	USD	30.710	600,257.66		0.16	0.16
HILTON WORLDWIDE HOLDINGS INC -	11,221.00	USD	145.550	1,633,216.55		0.44	0.44
HOME DEPOT -	11,265.00	USD	310.640	3,499,359.60		0.94	0.93
HUBBELL INC -	1,182.00	USD	331.560	391,903.92		0.11	0.11
HUBSPOT INC -	1,206.00	USD	532.090	641,700.54		0.17	0.17
HUMANA INC. -	1,313.00	USD	447.130	587,081.69		0.16	0.16
HUNTINGTON BANCSHARES;INC. -	80,159.00	USD	10.780	864,114.02		0.23	0.23
HYATT HOTELS CORP -	858.00	USD	114.580	98,309.64		0.03	0.03
I.B.M. -	14,739.00	USD	133.810	1,972,225.59		0.53	0.53
IDEXX LABORATORIES INC. -	1,038.00	USD	502.230	521,314.74		0.14	0.14
ILLINOIS TOOL WORKS INC -	6,090.00	USD	250.160	1,523,474.40		0.41	0.41
ILLUMINA INC -	2,234.00	USD	187.490	418,852.66		0.11	0.11
INTEL CORP -	10,904.00	USD	33.440	364,629.76		0.10	0.10
INTERCONTINENTALEXCHANGE GROUP -	1,815.00	USD	113.080	205,240.20		0.06	0.06
INTERPUBLIC GROUP -	23,028.00	USD	38.580	888,420.24		0.24	0.24
INTUIT INC -	4,290.00	USD	458.190	1,965,635.10		0.53	0.53
INTUITIVE SURGICAL INC -	1,816.00	USD	341.940	620,963.04		0.17	0.17
IQVIA HOLDINGS INC -	150.00	USD	224.770	33,715.50		0.01	0.01
JACK HENRY & ASSOCIATES INC -	1,206.00	USD	167.330	201,799.98		0.05	0.05
JB HUNT TRANSPORT SERVICES INC -	7,304.00	USD	181.030	1,322,243.12		0.35	0.35
JOHNSON & JOHNSON -	27,713.00	USD	165.520	4,587,055.76		1.23	1.23
JOHNSON CONTROLS INC -	7,578.00	USD	68.140	516,364.92		0.14	0.14
JPMORGAN CHASE & CO -	28,098.00	USD	145.440	4,086,573.12		1.09	1.09
KEURIG DR PEPPER INC -	10,584.00	USD	31.270	330,961.68		0.09	0.09
KEYSIGHT TECHNOLOGIES INC -	8,130.00	USD	167.450	1,361,368.50		0.36	0.36
KIMBERLEY-CLARK CORP -	1,081.00	USD	138.060	149,242.86		0.04	0.04
KIMCO REALTY -	16,724.00	USD	19.720	329,797.28		0.09	0.09
KLA CORPORATION -	2,524.00	USD	485.020	1,224,190.48		0.33	0.33
KNIGHT-SWIFT TRANSPORTATION -	9,035.00	USD	55.560	501,984.60		0.13	0.13
KROGER CY -	24,157.00	USD	47.000	1,135,379.00		0.30	0.30
LABORATORY CORP OF AMERICA HOLDINGS -	1,699.00	USD	241.330	410,019.67		0.11	0.11
LAM RESEARCH CORP -	2,811.00	USD	642.860	1,807,079.46		0.48	0.48
LAMB WESTON HOLDINGS INC -	6,477.00	USD	114.950	744,531.15		0.20	0.20
LEAR CORP -	4,578.00	USD	143.550	657,171.90		0.18	0.18
LIBERTY BROADBAND CORP -	8,099.00	USD	80.110	648,810.89		0.17	0.17
LIBERTY GLOBAL INC -C-	4,171.00	USD	17.770	74,118.67		0.02	0.02
LIBERTY GLOBAL INC A	17,494.00	USD	16.860	294,948.84		0.08	0.08
LILLY (ELI) & CO -	6,895.00	USD	468.980	3,233,617.10		0.87	0.86
LOWE'S CIE -	8,285.00	USD	225.700	1,869,924.50		0.50	0.50
LPL FINANCIAL HOLDINGS INC -	1,385.00	USD	217.430	301,140.55		0.08	0.08
MARKETAXESS HOLDINGS INC -	241.00	USD	261.420	63,002.22		0.02	0.02
MARRIOTT INTERNATIONAL -	243.00	USD	183.690	44,636.67		0.01	0.01
MARSH & MCLENNAN CO -	6,576.00	USD	188.080	1,236,814.08		0.33	0.33
MARVELL TECHNOLOGY INC -	7,101.00	USD	59.780	424,497.78		0.11	0.11
MASTERCARD INC -	7,479.00	USD	393.300	2,941,490.70		0.79	0.79
MC DONALD'S CORP -	4,127.00	USD	298.410	1,231,538.07		0.33	0.33
MCGRAW HILL FINANCIAL INC -	6,633.00	USD	400.890	2,659,103.37		0.71	0.71
MCKESSON CORP -	2,719.00	USD	427.310	1,161,855.89		0.31	0.31
MEDTRONIC PLC -	13,782.00	USD	88.100	1,214,194.20		0.33	0.32

MERCK & CO -	39,132.00	USD	115,390	4,515,441.48	1.21	1.21
METLIFE INC. -	24,322.00	USD	56,530	1,374,922.66	0.37	0.37
METTLER-TOLEDO INTERNATIONAL INC -	394.00	USD	1,311,640	516,786.16	0.14	0.14
MICROCHIP TECHNOLOGY INC. -	358.00	USD	89,590	32,073.22	0.01	0.01
MICRON TECHNOLOGY -	17,422.00	USD	63,110	1,099,502.42	0.29	0.29
MICROSOFT CORP -	76,398.00	USD	340,540	26,016,574.92	6.96	6.95
MODERNA INC -	1,575.00	USD	121,500	191,362.50	0.05	0.05
MOHAWK INDUSTRIES INC -	2,058.00	USD	103,160	212,303.28	0.06	0.06
MOLSON COORS BREWING CO B	3,779.00	USD	65,840	248,809.36	0.07	0.07
MONDELEZ INTERNATIONAL INC A	31,782.00	USD	72,940	2,318,179.08	0.62	0.62
MOODY S CORP -	5,065.00	USD	347,720	1,761,201.80	0.47	0.47
MORGAN STANLEY -	21,098.00	USD	85,400	1,801,769.20	0.48	0.48
MOTOROLA SOLUTIONS INC -	264.00	USD	293,280	77,425.92	0.02	0.02
MSCI INC -	1,560.00	USD	469,290	732,092.40	0.20	0.20
NASDAQ INC -	17,496.00	USD	49,850	872,175.60	0.23	0.23
NETFLIX INC -	2,820.00	USD	440,490	1,242,181.80	0.33	0.33
NEWMONT GOLDCORP CORP -	27,909.00	USD	42,660	1,190,597.94	0.32	0.32
NIKE B	9,047.00	USD	110,370	998,517.39	0.27	0.27
NUTRIEN LTD -	10,104.00	CAD	78,210	597,191.64	0.16	0.16
NVIDIA CORP NAS	25,138.00	USD	423,020	10,633,876.76	2.85	2.84
O'REILLY AUTOMOTIVE INC. -	769.00	USD	955,300	734,625.70	0.20	0.20
OKTA INC -	180.00	USD	69,350	12,483.00	0.00	0.00
OLD DOMINION FREIGHT LINE INC -	2,286.00	USD	369,750	845,248.50	0.23	0.23
OMNICOM GROUP -	4,500.00	USD	95,150	428,175.00	0.12	0.11
ORACLE CORP -	10,658.00	USD	119,090	1,269,261.22	0.34	0.34
OTIS WORLDWIDE CORP -	969.00	USD	89,010	86,250.69	0.02	0.02
OWENS CORNING -	2,062.00	USD	130,500	269,091.00	0.07	0.07
PACCAR,INC. -	8,714.00	USD	83,650	728,926.10	0.20	0.20
PALO ALTO NETWORKS INC -	5,400.00	USD	255,510	1,379,754.00	0.37	0.37
PARAMOUNT GLOBAL -	26,150.00	USD	15,910	416,046.50	0.11	0.11
PAYCHEX INC -	4,873.00	USD	111,870	545,142.51	0.15	0.15
PAYPAL HOLDINGS INC -	11,547.00	USD	66,730	770,531.31	0.21	0.21
PEPSICO INC -	18,253.00	USD	185,220	3,380,820.66	0.91	0.90
PFIZER -	69,344.00	USD	36,680	2,543,537.92	0.68	0.68
PNC FINANCIAL SERVICES GROUP -	8,770.00	USD	125,950	1,104,581.50	0.30	0.30
PRINCIPAL FINANCIAL GROUP INC -	5,900.00	USD	75,840	447,456.00	0.12	0.12
PROGRESSIVE CORP OH -	8,457.00	USD	132,370	1,119,453.09	0.30	0.30
PROLOGIS TRUST -	20,180.00	USD	122,630	2,474,673.40	0.66	0.66
PRUDENTIAL FINANCIAL INC -	13,188.00	USD	88,220	1,163,445.36	0.31	0.31
PUBLIC STORAGE INC -	2,630.00	USD	291,880	767,644.40	0.21	0.21
QUALCOMM CORP -	12,748.00	USD	119,040	1,517,521.92	0.41	0.41
QUEST DIAGNOSTICS INC -	2,184.00	USD	140,560	306,983.04	0.08	0.08
REALITY INCOME CORP. -	540.00	USD	59,790	32,286.60	0.01	0.01
REGENCY CENTERS CORP -	5,214.00	USD	61,770	322,068.78	0.09	0.09
REGENRON PHARMACEUTICALS -	846.00	USD	718,540	607,884.84	0.16	0.16
REGIONS FINANCIAL CORPORATION -	43,806.00	USD	17,820	780,622.92	0.21	0.21
RESMED INC -	1,530.00	USD	218,500	334,305.00	0.09	0.09
ROBERT HALF -	7,029.00	USD	75,220	528,721.38	0.14	0.14
ROLLINS INC -	6,511.00	USD	42,830	278,866.13	0.08	0.07
ROSS STORES -	2,602.00	USD	112,130	291,762.26	0.08	0.08
ROYAL CARIBBEAN GROUP LTD -	8,700.00	USD	103,740	902,538.00	0.24	0.24
SALESFORCE.COM INC. -	12,877.00	USD	211,260	2,720,395.02	0.73	0.73
SCHWAB (CHARLES) CORP. -	8,801.00	USD	56,680	498,840.68	0.13	0.13
SCP POOL CORPORATION -	221.00	USD	374,640	82,795.44	0.02	0.02
SEI INVESTMENTS CO -	6,398.00	USD	59,620	381,448.76	0.10	0.10
SENSATA TECHNOLOGIES HOLDING PLC -	11,904.00	USD	44,990	535,560.96	0.14	0.14
SERVICENOW INC -	1,082.00	USD	561,970	608,051.54	0.16	0.16
SHERWIN-WILLIAMS COMPANY -	729.00	USD	265,520	193,564.08	0.05	0.05
SIMON PROPERTY GROUP INC -	1,587.00	USD	115,480	183,266.76	0.05	0.05
SNAP INC -	15,918.00	USD	11,840	188,469.12	0.05	0.05
SNAP-ON,INC. -	787.00	USD	288,190	226,805.53	0.06	0.06
SNOWFLAKE INC -	1,387.00	USD	175,980	244,084.26	0.07	0.07
SPLUNK INC -	3,429.00	USD	106,090	363,782.61	0.10	0.10
STANLEY WORKS -	3,308.00	USD	93,710	309,992.68	0.08	0.08
STARBUCKS CORP -	19,631.00	USD	99,060	1,944,646.86	0.52	0.52
STEEL DYNAMICS INC -	7,055.00	USD	108,930	768,501.15	0.21	0.21
STRYKER CORPORATION -	1,671.00	USD	305,090	509,805.39	0.14	0.14
SYNCHRONY FINANCIAL -	1,771.00	USD	33,920	60,072.32	0.02	0.02
SYNOPSIS INC -	3,982.00	USD	435,410	1,733,802.62	0.46	0.46
SYSCO CORPORATION -	20,793.00	USD	74,200	1,542,840.60	0.41	0.41
T-MOBILE US INC -	3,131.00	USD	138,900	434,895.90	0.12	0.12
TARGET CORP -	10,950.00	USD	131,900	1,444,305.00	0.39	0.39
TERADYNE INC -	2,987.00	USD	111,330	332,542.71	0.09	0.09
TESLA INC -	27,584.00	USD	261,770	7,220,663.68	1.93	1.93
TEXAS INSTRUMENTS -	15,537.00	USD	180,020	2,796,970.74	0.75	0.75
THE JM SMUCKER CO -	2,396.00	USD	147,670	353,817.32	0.10	0.09
THE MOSAIC COMPANY -	2,124.00	USD	35,000	74,340.00	0.02	0.02
THERMO ELECTRONIC -	1,996.00	USD	521,750	1,041,413.00	0.28	0.28
TJX COMPANIES INC. -	13,818.00	USD	84,790	1,171,628.22	0.31	0.31
TRACTOR SUPPLY COMPANY -	3,252.00	USD	221,100	719,017.20	0.19	0.19
TRADE DESK INC/THE -	1,108.00	USD	77,220	85,559.76	0.02	0.02
TRANE TECHNOLOGIES PLC -	3,643.00	USD	191,260	696,760.18	0.19	0.19

TRAVELERS COS INC -	4,664.00	USD	173.660	809,950.24		0.22	0.22
TRIMBLE INC -	9,107.00	USD	52.940	482,124.58		0.13	0.13
TRUIST FINANCIAL CORP -	4,533.00	USD	30.350	137,576.55		0.04	0.04
UNITED PARCEL SERVICE B	4,594.00	USD	179.250	823,474.50		0.22	0.22
UNITEDHEALTH GROUP INC. -	9,544.00	USD	480.640	4,587,228.16		1.23	1.23
UNITER RENTALS INC -	1,844.00	USD	445.370	821,262.28		0.22	0.22
US BANCORP -	281.00	USD	33.040	9,284.24		0.00	0.00
VEEVA SYSTEMS INC -	4,484.00	USD	197.730	886,621.32		0.24	0.24
VENTAS INC -	2,256.00	USD	47.270	106,641.12		0.03	0.03
VERISIGN INC. -	387.00	USD	225.970	87,450.39		0.02	0.02
VERIZON COMMUNICATIONS INC -	57,774.00	USD	37.190	2,148,615.06		0.57	0.57
VERTEX PHARMAC. -	2,810.00	USD	351.910	988,867.10		0.27	0.26
VIATRIS INC -	30,817.00	USD	9.980	307,553.66		0.08	0.08
VISA INC -	15,680.00	USD	237.480	3,723,686.40		1.00	0.99
VMWARE INC CLASS A -	2,455.00	USD	143.690	352,758.95		0.09	0.09
W.R. BERKLEY CORP -	1,116.00	USD	59.560	66,468.96		0.02	0.02
WALGREENS BOOTS ALLIANCE INC -	24,899.00	USD	28.490	709,372.51		0.19	0.19
WALMART INC -	8,879.00	USD	157.180	1,395,601.22		0.37	0.37
WALT DISNEY -	25,620.00	USD	89.280	2,287,353.60		0.61	0.61
WASTE CONNECTIONS INC -	6,178.00	CAD	189.330	883,945.39		0.24	0.24
WASTE MANAGEMENT INC. -	11,573.00	USD	173.420	2,006,989.66		0.54	0.54
WATERS CORP -	1,000.00	USD	266.540	266,540.00		0.07	0.07
WEBSTER FINANCIAL CORP -	8,058.00	USD	37.750	304,189.50		0.08	0.08
WEST PHARMACEUTICAL SERVICES INC -	1,131.00	USD	382.470	432,573.57		0.12	0.12
WESTERN DIGITAL CORP -	8,174.00	USD	37.930	310,039.82		0.08	0.08
WHIRLPOOL CORPORATION -	2,091.00	USD	148.790	311,119.89		0.08	0.08
WORKDAY INC -	4,326.00	USD	225.890	977,200.14		0.26	0.26
XYLEM INC/NY -	11,685.00	USD	112.620	1,315,964.70		0.35	0.35
YUM! BRANDS INC -	3,498.00	USD	138.550	484,647.90		0.13	0.13
ZOETIS INC -	11,353.00	USD	172.210	1,955,100.13		0.52	0.52
Total shares				373,752,909.40		100.00	99.80
TOTAL SECURITIES PORTFOLIO				373,752,909.40		100.00	99.80
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP CAD	21,895.41	CAD	1.000	16,546.69		0.00	0.00
KBC GROUP EURO	-944,770.77	EUR	1.000	-1,030,744.91		0.00	-0.28
KBC GROUP GBP	0.91	GBP	1.000	1.16		0.00	0.00
KBC GROUP USD	-1,011,451.33	USD	1.000	-1,011,451.33		0.00	-0.27
Total demand accounts				-2,025,648.39		0.00	-0.54
TOTAL CASH AT BANK AND IN HAND				-2,025,648.39		0.00	-0.54
OTHER RECEIVABLES AND PAYABLES							
<b>Receivables</b>							
<u>Belgium</u>							
KBC GROUP CAD RECEIVABLE	1,281,518.46	CAD	1.000	968,462.85		0.00	0.26
KBC GROUP EUR RECEIVABLE	1,725,380.00	EUR	1.000	1,882,389.58		0.00	0.50
KBC GROUP USD RECEIVABLE	4,725,539.29	USD	1.000	4,725,539.29		0.00	1.26
Total receivables				7,576,391.72		0.00	2.02
<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP CAD PAYABLE	-1,316,984.85	CAD	1.000	-995,265.33		0.00	-0.27
KBC GROUP USD PAYABLE	-3,781,076.21	USD	1.000	-3,781,076.21		0.00	-1.01
Payables				-4,776,341.54		0.00	-1.27
TOTAL RECEIVABLES AND PAYABLES				2,800,050.18		0.00	0.75
OTHER							
Interest receivable		USD		158,299.47		0.00	0.04
Expenses payable		USD		-188,516.37		0.00	-0.05
TOTAL OTHER				-30,216.90		0.00	-0.01
TOTAL NET ASSETS				374,497,094.30		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Argentina	0.54	0.34	0.27	0.31
Belgium	0.55	-0.07	0.13	0.19
Bermuda	0.01	0.14	0.31	0.51
Canada	5.36	5.67	5.71	4.26
Switzerland	0.00	0.00	0.00	0.08
U.K.	1.24	1.05	0.04	0.17
Ireland	0.00	0.00	1.00	0.80
Netherlands	0.50	0.20	0.12	0.04
U.S.A.	91.80	92.67	92.42	93.64

TOTAL	100.00	100.00	100.00	100.00
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#### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	6.56	8.29	9.19	5.83
Consum(cycl)	17.64	16.60	15.06	11.03
Cons.goods	11.85	12.46	13.46	13.54
Pharma	12.74	14.08	14.51	13.81
Financials	12.75	12.57	13.12	11.79
Technology	32.87	30.23	30.20	39.91
Telecomm.	1.71	2.00	1.61	1.28
Utilities	0.49	0.39	0.37	0.32
Real est.	3.39	3.38	2.48	2.49
TOTAL	100.00	100.00	100.00	100.00

#### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
CANADIAN DOLLAR	5.49	6.04	6.00	4.41
EURO	0.00	0.01	-0.04	0.22
US DOLLAR	94.51	93.95	94.04	95.37
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund North America Responsible Investing (in American dollar)

	1 <sup>st</sup> half of year
<b>Purchases</b>	79,803,033.38
<b>Sales</b>	81,304,263.06
<b>Total 1</b>	161,107,296.43
<b>Subscriptions</b>	41,237,472.77
<b>Redemptions</b>	42,126,498.75
<b>Total 2</b>	83,363,971.53
<b>Monthly average of total assets</b>	352,821,388.16
<b>Turnover rate</b>	22.03%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

## Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	305.03	49.20	75.29	7.00	657.10	142.20	799.30
2022 - 12	120.02	46.05	126.10	65.00	651.03	123.25	774.28
2023 - 06	1.00	27.00	39.00	26.00	613.03	124.25	737.28

Period	Amounts received and paid by the UCITS (in American dollar)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	6,893,347.68	939,768.61	1,773,183.38	133,670.45
2022 - 12	2,778,451.10	902,765.56	2,749,833.76	1,201,431.32
2023 - 06	20,806.55	464,519.91	876,442.39	468,668.46

Period	Net asset value End of period (in American dollar)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	20,027,231.02	25,962.76	20,864.98
2022 - 12	15,004,364.32	20,038.05	15,894.51
2023 - 06	16,506,889.64	23,244.38	18,167.45

## Institutional Shares EUR

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	77,066.08		36,778.67		151,183.85		151,183.85
2022 - 12	62,244.65		39,217.62		174,210.89		174,210.89
2023 - 06	18,889.12		18,964.85		174,135.16		174,135.16

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	103,645,907.78		53,387,648.00	
2022 - 12	93,352,934.10		57,446,867.24	
2023 - 06	26,641,767.61		27,259,570.83	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	245,744,386.79	1,625.47	
2022 - 12	232,998,334.40	1,337.45	
2023 - 06	264,372,351.55	1,518.20	

### Institutional B Shares EUR

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2022 - 12	67,587.00		3,852.00		63,735.00		63,735.00
2023 - 06	12,177.00		11,550.00		64,362.00		64,362.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2022 - 12	62,453,697.21		3,550,325.33	
2023 - 06	11,324,526.21		10,509,685.62	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2022 - 12	55,586,226.88	872.15	
2023 - 06	63,757,991.81	990.62	

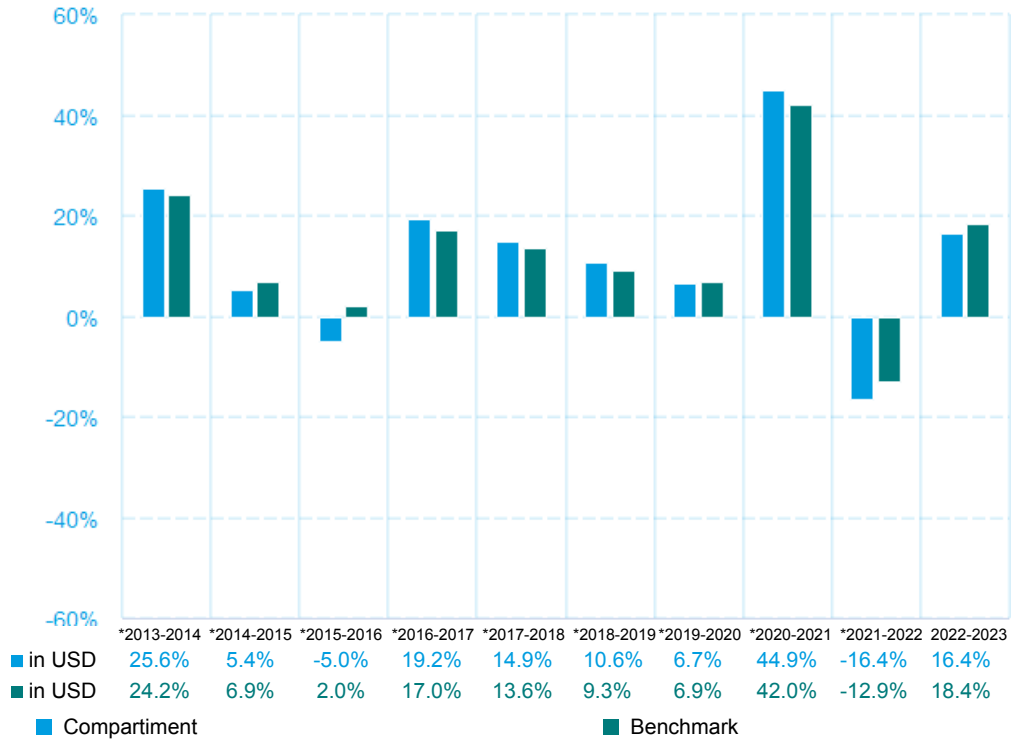
## 2.4.5. Performance figures

### Classic Shares

BE0058442485

KBC Institutional Fund North America Responsible Investing Classic Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (inUSD)

If the results are expressed in a currency other than the euro, the return may be higher or lower due to exchange rate fluctuations.



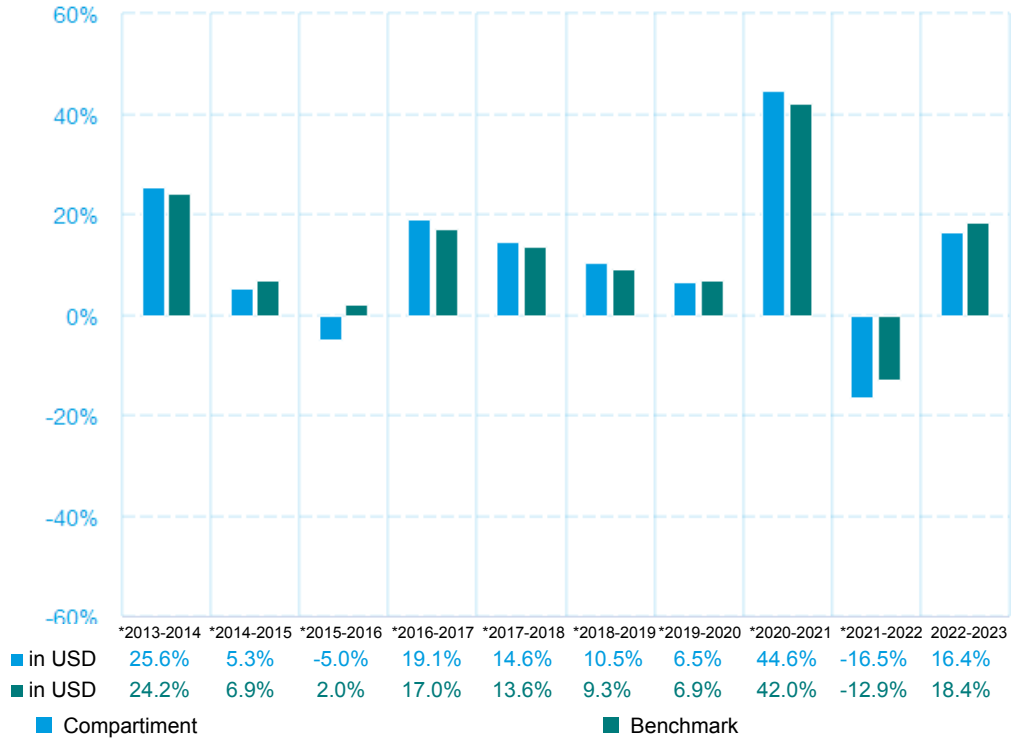
\* These performances were achieved under circumstances that no longer apply

**Classic Shares**

BE0058441479

KBC Institutional Fund North America Responsible Investing Classic Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (inUSD)

If the results are expressed in a currency other than the euro, the return may be higher or lower due to exchange rate fluctuations.



\* These performances were achieved under circumstances that no longer apply



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0058442485	USD	16.39%	18.42%	12.12%	13.57%	10.71%	11.34%	11.09%	11.91%	07/12/2001	7.39%
DIS	BE0058441479	USD	16.38%	18.42%	12.04%	13.57%	10.58%	11.34%	10.98%	11.91%	07/12/2001	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in USD and in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

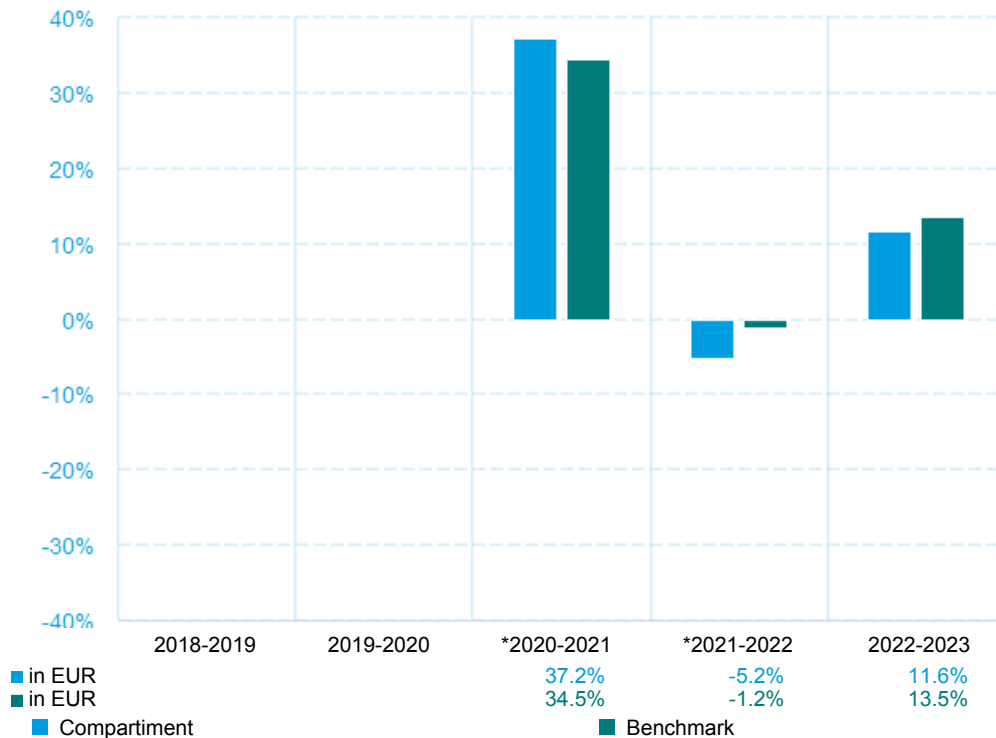
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional Shares EUR

BE6316203486

KBC Institutional Fund North America Responsible Investing Institutional Shares EUR CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6316203486	EUR	11.59%	13.47%	13.24%	14.67%					04/10/2019	11.99%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

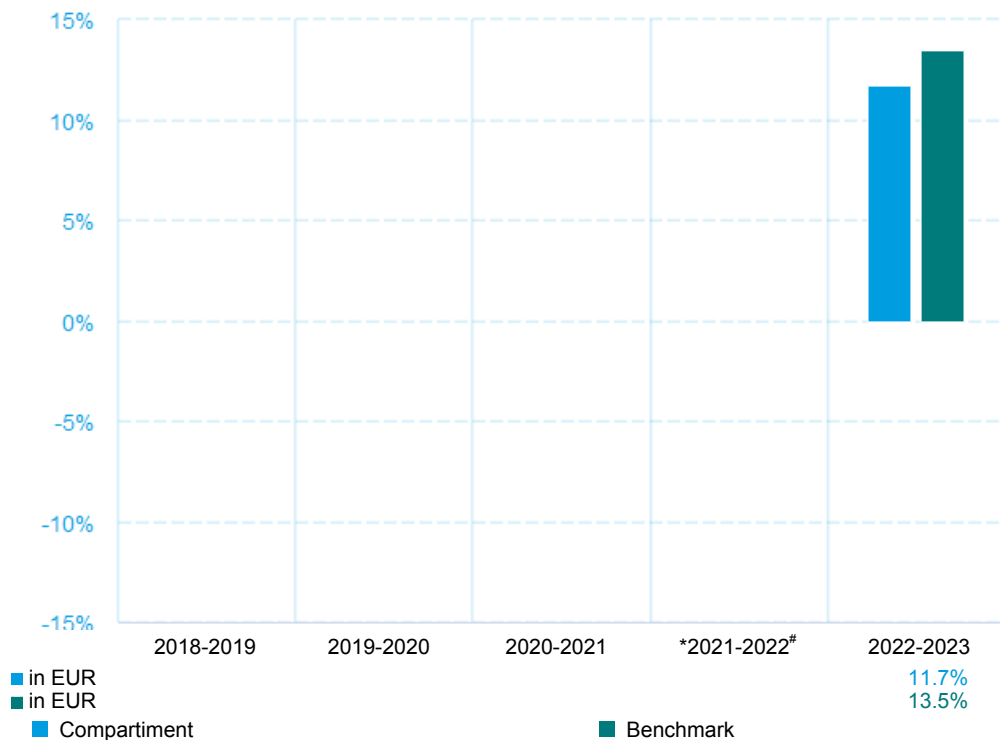
## Institutional Shares EUR

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$\left[ \frac{NIW(D)}{NIW(Y)} \right]^{1/X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$\left[ \frac{NIW(D)}{NIW(S)} \right]^{1/F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## Institutional B Shares EUR

BE6332393394

KBC Institutional Fund North America Responsible Investing Institutional B Shares EUR CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6332393394	EUR	11.70%	13.47%							15/02/2022	-0.76%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares EUR

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{1 / X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{1 / F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,661%  
Transaction costs: 0,018%

#### Classic Shares Distribution :

Ongoing charges : 0,672%  
Transaction costs: 0,018%

#### Institutional Shares EUR Capitalisation :

Ongoing charges : 0,599%  
Transaction costs: 0,018%

#### Institutional B Shares EUR Capitalisation :

Ongoing charges : 0,567%  
Transaction costs: 0,018%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	

Other charges (estimation)	0.015%	of the net assets of the sub-fund per year.
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### **Institutional Shares EUR**

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Institutional B Shares EUR**

Fee for managing the investment portfolio	Max 0.40%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### **Exercising voting rights**

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

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    - 2.1.4. Financial portfolio management
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  - 2.2. Balance sheet
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  - 2.4. Composition of the assets and key figures
    - 2.4.1. Composition of the assets of KBC Institutional Fund Rest Of Europe Responsible Investing
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    - 2.4.5. Performance figures
    - 2.4.6. Costs
    - 2.4.7. Notes to the financial statements and other data





## 2. Information on KBC Institutional Fund Rest Of Europe Responsible Investing

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 15 December 2020

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Classic Shares Distribution**

Launch date: 15 December 2020

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 15 December 2020

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional Shares Distribution**

Launch date: 15 December 2020

Initial subscription price: 1 000 EUR

Currency: EUR

##### **Institutional B Shares Capitalisation**

Launch date: 15 February 2022

Initial subscription price: 1 000 EUR

Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

##### Sub-fund's investment policy

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The sub-fund aims to generate a return that matches the return of the benchmark, viz. the MSCI EUROPE EX EMU - Net Return Index, by investing in a selection of shares that are included in the benchmark and that comply with the responsible investing methodology set out below. Active management is therefore limited to the responsible investing methodology. The benchmark comprises shares from Member States of the European Union not participating in the euro and from the UK, Switzerland and Norway.

Within the above limits, the sub-fund pursues responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the "**Responsible Investing Advisory Board**") comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. 'sustainable investments').

The companies in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes companies in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that companies involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that companies who seriously violate fundamental principles of environmental protection, social responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

- (1) promote the integration of sustainability into the policy decisions of companies by preferring companies with a better **ESG score**, where ESG stands for 'Environmental, Social and Governance', and
- (2) promote climate change mitigation, by preferring companies with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;
- (3) support sustainable development, by including companies that contribute to the **UN Sustainable Development Goals** and

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

### **(1) ESG-score**

The contribution to the integration of sustainability into policy decisions of the companies is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are:

- respect for the environment (e.g., reduction in greenhouse gas emissions);
- attention to society (e.g., employee working conditions); and
- corporate governance (e.g., independence and diversity of the board of directors).

The ESG score for companies is an ESG risk score supplied by a data provider.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

To achieve this objective, the ESG score of the portfolio for companies is compared to following benchmark: MSCI Europe Ex EMU - Net Return Index.

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

### **(2) Carbon Intensity**

The objective to promote climate change mitigation, by favoring lower carbon intensity companies, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to companies for which data is not available.

The contribution of companies to climate change mitigation is measured based on their carbon intensity. Carbon intensity is defined as absolute greenhouse gas emissions (in tonnes CO<sub>2</sub> equivalent), divided by revenues (in mln USD).

A trajectory of -50% by 2030 versus the MSCI Europe Ex EMU - Net Return Index in 2019 is followed.

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **(3) UN Sustainable Development Goals**

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in companies that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of companies that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Companies that contribute to the UN Sustainable Development Goals are defined as those that are aligned with at least one of the 15 first UN Sustainable Development Goals, while not being misaligned with any of these UN Sustainable Development Goals.

In addition, the Responsible Investing Advisory Board can also award the "sustainable development" label to instruments.

More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which a company can no longer be regarded as eligible after purchase;
- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible company based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;

- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

In addition, for the purpose of efficient portfolio management, the fund manager may to a significant degree use derivatives relating to assets that would not be eligible for inclusion in the sub-fund, in so far as there is no serviceable and comparable alternative available on the market. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The sub-fund aims to generate a return that matches the return of the benchmark: MSCI EUROPE EX EMU - Net Return Index.

The sub-fund aims to minimise the tracking error relative to the benchmark referred to above. Under normal market conditions, the expected tracking error is between 0% and 5%. Possible causes of this tracking error could be sustainability screening, the method used to track the benchmark, transaction charges, dividend reinvestment and the costs generally borne by the sub-fund.

The tracking error measures the volatility of the sub-fund's return relative to that of the benchmark. The higher the tracking error, the more the sub-fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to assess the performance of the sub-fund.

### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

### **Required disclaimers for benchmark providers:**

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

### **Volatility of the net asset value**

**The volatility of the net asset value may be high due to the composition of the portfolio.**

### **Securities Financing Transactions (SFTs)**

The sub-fund may not lend any financial instruments.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

## Social, ethical and environmental aspects

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects

### 2.1.4. Financial portfolio management

There is no delegation of the management of the asset allocation.

### 2.1.5. Distributors

IVESAM NV, Havenlaan 2, B-1080 Brussels.

### 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

### 2.1.7. Policy pursued during the financial year

As stipulated in the prospectus, the fund management aimed to reflect the performance of the MSCI EUROPE EX EMU - Net Return Index.

The fund's strategy is also in line with the SRI strategy and the fund's assets are invested accordingly.

### 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

### 2.1.9. Summary risk indicator (SRI)

Classic Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares of companies from European Union member states outside the euro-area and from the United Kingdom, Switzerland and Norway.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares of companies from European Union member states outside the euro-area and from the United Kingdom, Switzerland and Norway.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional B Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a moderate level of concentration risk: there is a concentration of the investments in shares of companies from European Union member states outside the euro-area and from the United Kingdom, Switzerland and Norway.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	73,396,214.29	44,950,743.12
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
C.	Shares and similar instruments		
	a) Shares	73,235,723.24	44,986,083.76
<b>IV.</b>	<b>Receivables and payables within one year</b>		
B.	Payables		
	a) Accounts payable (-)		-2.37
	c) Borrowings (-)	-459,158.77	-124,276.54
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	501,460.03	12,697.66
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	155,353.39	104,006.17
C.	Accrued expense (-)	-37,163.60	-27,765.56
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	73,396,214.29	44,950,743.12
<b>A.</b>	<b>Capital</b>	68,657,889.47	51,746,399.75
<b>B.</b>	<b>Income equalization</b>	91,642.58	73,700.57
<b>D.</b>	<b>Result of the period</b>	4,646,682.24	-6,869,357.20

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	2,755,887.84	-7,327,724.04
H.	Foreign exchange positions and transactions		
	b) Other foreign exchange positions and transactions	739,610.92	-236,722.63
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	1,295,903.06	694,382.77
	Unrealised gains on investments	2,649,909.91	-3,865,010.70
	Realised losses on investments	-748,401.20	-364,935.80
	Unrealised losses on investments	298,086.99	-4,028,882.94
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	1,393,092.44	877,112.36
B.	Interests		
	b) Cash at bank and in hand and deposits	2,246.75	4.40
C.	Interest on borrowings (-)	-5,614.50	-427.36
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	9,469.11	
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-41,913.35	-41,780.15
B.	Financial expenses (-)	-43.11	-9.17
C.	Custodian's fee (-)	-13,299.81	-8,856.16
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-169.64	-170.71
	Institutional Shares	-128,271.25	-95,449.80
	Institutional B Shares	-16,484.03	-1,820.31
	b) Administration and accounting management	-34,037.10	-21,855.72
E.	Administrative expenses (-)	-0.01	
F.	Formation and organisation expenses (-)	-188.77	-99.83
H.	Services and sundry goods (-)	-2,037.02	-2,010.31
J.	Taxes		
	Classic Shares	-34.98	-33.50
	Institutional Shares	-3,171.12	-2,339.82
	Institutional B Shares	-610.67	-132.52
L.	Other expenses (-)	-7,749.46	-7,041.93
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	1,151,183.48	695,089.47
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	4,646,682.24	-6,869,357.20
<b>VII.</b>	<b>Result of the period</b>	4,646,682.24	-6,869,357.20

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Rest Of Europe Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Denmark</u>							
AP MOELLER - MAERSK A/S -	111.00	DKK	11,880.000	177,101.22		0.24	0.24
CARLSBERG A/S B	484.00	DKK	1,090.500	70,884.81		0.10	0.10
CHRISTIAN HANSEN HOLDING A/S -	6,861.00	DKK	473.600	436,396.49		0.60	0.60
COLOPLAST A/S B	3,949.00	DKK	853.200	452,501.60		0.62	0.62
DANSKE BK AS -	1,601.00	DKK	166.000	35,692.88		0.05	0.05
DSV PANALPINA A S -	3,399.00	DKK	1,433.000	654,153.24		0.89	0.89
GENMAB A/S -	763.00	DKK	2,580.000	264,378.65		0.36	0.36
NOVO NORDISK A/S B	33,605.00	DKK	1,099.400	4,961,828.75		6.78	6.78
NOVOZYMES A/S B	10,247.00	DKK	317.900	437,491.28		0.60	0.60
PANDORA A/S -	5,948.00	DKK	609.200	486,645.82		0.66	0.66
TRYG A/S -	1,458.00	DKK	147.650	28,911.67		0.04	0.04
VESTAS WINDS SYSTEMS -	30,443.00	DKK	181.460	741,908.75		1.01	1.01
<u>Finland</u>							
NORDEA BANK ABP -	44,856.00	EUR	9.966	447,034.90		0.61	0.61
<u>Norway</u>							
DNB BANK ASA -	34,661.00	NOK	200.700	595,155.30		0.81	0.81
MARINE HARVEST -	1,821.00	NOK	170.200	26,516.20		0.04	0.04
ORKLA ASA A	65,815.00	NOK	77.100	434,131.31		0.59	0.59
STATOILHYDRO ASA -	76,842.00	NOK	63.800	419,431.64		0.57	0.57
<u>Sweden</u>							
ASSA ABLOY AB B	29,320.00	SEK	259.000	644,411.01		0.88	0.88
ATLAS COPCO AB A	51,712.00	SEK	155.400	681,932.78		0.93	0.93
ATLAS COPCO AB AB B FRIA	47,358.00	SEK	134.250	539,519.16		0.74	0.74
BOLIDEN AB -	622.00	SEK	311.550	16,444.37		0.02	0.02
EPIROC AB #NAME?	7,219.00	SEK	203.900	124,908.93		0.17	0.17
EQT AB -	792.00	SEK	207.400	13,939.05		0.02	0.02
ESSITY AB -	4,152.00	SEK	287.100	101,155.56		0.14	0.14
FASTIGHETS AB BALDER -B-	3,726.00	SEK	39.360	12,445.06		0.02	0.02
GETINGE AB B	2,049.00	SEK	188.950	32,853.99		0.05	0.05
HEXAGON AB -B-	16,722.00	SEK	132.750	188,374.44		0.26	0.26
INDUSTRIVARDEN AB -	16,164.00	SEK	297.200	407,658.84		0.56	0.56
INDUSTRIVARDEN AB -	2,939.00	SEK	298.800	74,521.12		0.10	0.10
KINNEVIK AB -B-	27,504.00	SEK	149.400	348,694.97		0.48	0.48
LATOUR INVESTMENT AB -	16,564.00	SEK	213.800	300,519.14		0.41	0.41
LUNDBERGFÖRETAGEN AB -B-	9,337.00	SEK	458.800	363,521.41		0.50	0.50
NIBE INDUSTRIER AB -	13,539.00	SEK	102.400	117,648.33		0.16	0.16
SANDVIK FRIA -	8,828.00	SEK	210.200	157,468.71		0.22	0.22
SCA-SVENSKA CELLULOSA AB B	39,114.00	SEK	137.450	456,221.97		0.62	0.62
SECURITAS AB B	25,960.00	SEK	88.460	194,872.63		0.27	0.27
SKANDINAVISKA ENSKILDA A	11,471.00	SEK	119.150	115,983.06		0.16	0.16
SVENSKA HANDBK A	61,286.00	SEK	90.340	469,829.83		0.64	0.64
SWEDBANK -	11,927.00	SEK	181.850	184,053.36		0.25	0.25
TELE2 AB B	8,305.00	SEK	89.120	62,807.87		0.09	0.09
TELIA CO AB -	6,093.00	SEK	23.650	12,228.17		0.02	0.02
<u>Switzerland</u>							
ADECCO GROUP AG REG	14,546.00	CHF	29.230	435,606.63		0.60	0.59
ALCON INC -	7,237.00	CHF	74.100	549,412.91		0.75	0.75
BACHEM HOLDING AG -	1,307.00	CHF	78.000	104,446.11		0.14	0.14
BALOISE HLDG REG	187.00	CHF	131.400	25,174.40		0.03	0.03
BANQUE CANTONALE VAUDOISE -	249.00	CHF	94.500	24,107.56		0.03	0.03
BARRY CALLEBAUT -	242.00	CHF	1,727.000	428,183.36		0.59	0.58
CHOCOLADEFABRIKEN LINDT-REG -	7.00	CHF	11,240.000	80,609.54		0.11	0.11
CHOCOLADEFABRIKEN LINDT-REG -	2.00	CHF	111,000.000	227,444.30		0.31	0.31
GEBERIT AG -	1,372.00	CHF	468.100	657,983.25		0.90	0.90
GIVAUDAN (NOM)	127.00	CHF	2,965.000	385,789.59		0.53	0.53
JULIUS BAER HOLDING B	1,453.00	CHF	56.340	83,869.59		0.12	0.11
KUEHNE & NAGEL INT'L AG -	1,389.00	CHF	264.700	376,684.95		0.51	0.51
LOGITECH INTERNATIONAL SA REG	8,811.00	CHF	53.240	480,601.73		0.66	0.66



LONZA AG -	1,871.00	CHF	533.400	1,022,466.02	1.40	1.39
NESTLE AG REG	56,415.00	CHF	107.600	6,219,120.15	8.49	8.48
NOVARTIS AG REG	43,393.00	CHF	90.000	4,001,144.80	5.46	5.45
ROCHE HOLDING GENOTS	14,713.00	CHF	273.500	4,122,689.71	5.63	5.62
SCHINDLER-HLDG PART.BON	74.00	CHF	209.700	15,898.36	0.02	0.02
SIG COMBIBLOC SERVICES AG -	19,394.00	CHF	24.680	490,382.12	0.67	0.67
SIKA FINANZ AG -	2,146.00	CHF	255.700	562,189.24	0.77	0.77
SONOVA HOLDING AG -	2,078.00	CHF	238.200	507,118.42	0.69	0.69
STRAUMANN HOLDING AG REG	893.00	CHF	145.150	132,797.71	0.18	0.18
SWISS LIFE HOLDING -	362.00	CHF	523.000	193,969.01	0.27	0.26
SWISS PRIME SITE -	3,202.00	CHF	77.650	254,732.80	0.35	0.35
SWISS RE -	5,714.00	CHF	90.040	527,105.81	0.72	0.72
SWISSCOM AG -	613.00	CHF	557.800	350,316.88	0.48	0.48
TEMENOS GROUP AG-REG -	4,809.00	CHF	71.140	350,502.18	0.48	0.48
UBS GROUP AG -	57,049.00	CHF	18.095	1,057,617.69	1.44	1.44
VAT GROUP AG -	115.00	CHF	370.000	43,593.49	0.06	0.06
ZURICH INSURANCE GROUP AG -	2,851.00	CHF	424.900	1,241,097.87	1.70	1.69
<u>U.K.</u>						
ABRDN PLC -	186,275.00	GBP	2.182	473,641.44	0.65	0.65
ANGLO AMERICAN PLC PLC	17,337.00	GBP	22.330	451,131.39	0.62	0.62
ASHTREAD GROUP PLC -	12,962.00	GBP	54.440	822,300.42	1.12	1.12
ASSOCIATED BRITISH FOODS PLC -	643.00	GBP	19.910	14,918.41	0.02	0.02
ASTRAZENECA PLC -	30,793.00	GBP	112.760	4,046,200.93	5.53	5.51
AVIVA PLC -	128,376.00	GBP	3.952	591,209.16	0.81	0.81
BARCLAYS BANK PLC -	190,440.00	GBP	1.534	340,382.55	0.47	0.46
BARRATT DEVELOPMENTS PLC -	72,848.00	GBP	4.135	351,021.34	0.48	0.48
BERKELEY GROUP (THE) PLC -	3,354.00	GBP	39.230	153,328.10	0.21	0.21
BRITISH LAND CO PLC -	92,592.00	GBP	3.028	326,715.48	0.45	0.45
BT GROUP PLC -	119,530.00	GBP	1.224	170,420.28	0.23	0.23
BUNZL -	16,364.00	GBP	29.990	571,881.85	0.78	0.78
BURBERRY GROUP PLC -	19,367.00	GBP	21.200	478,452.24	0.65	0.65
COMPASS GROUP -	29,030.00	GBP	22.020	744,911.58	1.02	1.01
DIAGEO -	41,494.00	GBP	33.790	1,633,856.35	2.23	2.23
EXPERIAN GROUP LTD -	25,425.00	GBP	30.180	894,170.99	1.22	1.22
GLAXOSMITHKLINE PLC -	85,302.00	GBP	13.888	1,380,509.18	1.89	1.88
HALMA PLC -	18,777.00	GBP	22.770	498,229.70	0.68	0.68
HSBC HOLDING PLC -	383,708.00	GBP	6.217	2,779,854.71	3.80	3.79
INFORMA PLC -	70,529.00	GBP	7.260	596,684.46	0.82	0.81
INTERCONTINENTAL HOTELS GROUP PLC -	5,771.00	GBP	54.340	365,435.80	0.50	0.50
JD SPORTS FASHION PLC -	171,177.00	GBP	1.460	291,231.70	0.40	0.40
KINGFISHER PLC -	157,694.00	GBP	2.317	425,776.39	0.58	0.58
LAND SECURITIES GROUP PLC -	58,738.00	GBP	5.742	393,027.30	0.54	0.54
LEGAL & GENERAL GROUP PLC -	160,917.00	GBP	2.273	426,227.77	0.58	0.58
LLOYDS BANKING GROUP PLC -	941,940.00	GBP	0.436	478,465.34	0.65	0.65
LONDON STOCK EXCHANGE GRP PLC -	5,547.00	GBP	83.660	540,774.75	0.74	0.74
MONDI PLC -	28,593.00	GBP	11.990	399,502.30	0.55	0.54
NEXT PLC -	1,811.00	GBP	69.000	145,615.60	0.20	0.20
PEARSON PLC -	48,363.00	GBP	8.220	463,260.67	0.63	0.63
PERSIMMON -	10,887.00	GBP	10.255	130,102.09	0.18	0.18
PHOENIX GROUP HOLDINGS PLC -	1,870.00	GBP	5.318	11,588.58	0.02	0.02
PRUDENTIAL PLC -	39,254.00	GBP	11.085	507,060.75	0.69	0.69
RECKITT BENCKISER PLC -	11,576.00	GBP	59.120	797,504.83	1.09	1.09
RELX PLC -	48,046.00	GBP	26.210	1,467,454.47	2.00	2.00
RENTOKIL INITIAL PLC -	19,233.00	GBP	6.150	137,835.96	0.19	0.19
ROYAL BANK OF SCOTLAND GROUP PLC -	202,819.00	GBP	2.408	569,122.16	0.78	0.78
SAGE GROUP -	32,352.00	GBP	9.248	348,649.73	0.48	0.48
SAINSBURY PLC -	94,976.00	GBP	2.690	297,718.99	0.41	0.41
SCHRODERS PLC -	49,747.00	GBP	4.373	253,505.13	0.35	0.35
SEGRO PLC -	59,835.00	GBP	7.168	499,797.03	0.68	0.68
SEVERN TRENT -	13,554.00	GBP	25.660	405,288.71	0.55	0.55
SMITH&NEPHEW PLC -	1,021.00	GBP	12.680	15,086.39	0.02	0.02
ST JAMESS PLACE PLC -	16,306.00	GBP	10.875	206,641.28	0.28	0.28
STANDARD CHARTERED PLC -	17,076.00	GBP	6.830	135,908.69	0.19	0.19
TAYLOR WIMPEY PLC -	150,292.00	GBP	1.028	179,952.58	0.25	0.25
TESCO -	149,035.00	GBP	2.484	431,400.10	0.59	0.59
UNILEVER PLC -	48,185.00	GBP	40.975	2,300,759.39	3.14	3.14
UNITED UTILITIES WATER PLC -	39,331.00	GBP	9.616	440,727.17	0.60	0.60
VODAFONE GROUP PLC -	544,156.00	GBP	0.740	469,050.30	0.64	0.64
WPP GROUP PLC -	32,614.00	GBP	8.234	312,935.84	0.43	0.43
3IGROUP -	36,275.00	GBP	19.485	823,660.44	1.13	1.12
Total shares				73,235,723.24	100.00	99.78
TOTAL SECURITIES PORTFOLIO				73,235,723.24	100.00	99.78
CASH AT BANK AND IN HAND						
<b>Demand accounts</b>						
<u>Belgium</u>						
KBC GROUP CHF	-448,128.34	CHF	1.000	-459,118.18	0.00	-0.63
KBC GROUP DKK	-302.26	DKK	1.000	-40.59	0.00	0.00
KBC GROUP EURO	280,807.72	EUR	1.000	280,807.72	0.00	0.38
KBC GROUP GBP	135,695.23	GBP	1.000	158,126.61	0.00	0.22

KBC GROUP NOK	439,191.90	NOK	1.000	37,574.76	0.00	0.05
KBC GROUP SEK	8,116.03	SEK	1.000	688.72	0.00	0.00
KBC GROUP USD	26,470.08	USD	1.000	24,262.22	0.00	0.03
Total demand accounts				42,301.26	0.00	0.06
TOTAL CASH AT BANK AND IN HAND				42,301.26	0.00	0.06
OTHER						
Interest receivable		EUR		155,353.39	0.00	0.21
Expenses payable		EUR		-37,163.60	0.00	-0.05
TOTAL OTHER				118,189.79	0.00	0.16
TOTAL NET ASSETS				73,396,214.29	0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Belgium	-0.21	-0.24	-0.60	0.05
Switzerland	32.09	32.13	31.81	33.97
Denmark	8.95	8.70	10.62	11.92
Finland	1.50	1.08	0.89	0.61
U.K.	43.86	45.98	45.43	43.78
Ireland	0.00	0.54	0.00	0.00
Norway	2.93	3.33	3.07	2.01
Sweden	10.88	8.48	8.78	7.66
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	21.17	19.14	19.76	15.65
Consum(cycl)	12.67	11.18	13.17	13.06
Cons.goods	19.73	19.28	19.52	17.76
Pharma	21.33	25.35	23.50	28.03
Financials	16.66	17.67	17.13	18.99
Technology	1.50	1.22	1.76	1.60
Telecomm.	2.69	2.85	1.82	1.48
Utilities	1.65	1.40	1.67	1.19
Real est.	2.60	1.91	1.67	2.24
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
SWISS FRANC	29.65	30.94	30.52	33.34
DANISH KRONE	8.95	8.70	10.64	11.92
EURO	1.39	0.82	0.25	0.99
POUND STERLING	46.20	47.74	46.72	44.00
NORWEGIAN KRONE	2.93	3.33	3.08	2.06
SWEDISH KRONA	10.88	8.47	8.78	7.66
US DOLLAR	0.00	0.00	0.01	0.03
TOTAL	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Rest Of Europe Responsible Investing (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	19,985,598.09
<b>Sales</b>	10,416,027.62
<b>Total 1</b>	30,401,625.71
<b>Subscriptions</b>	12,367,251.50
<b>Redemptions</b>	3,570,167.95
<b>Total 2</b>	15,937,419.45
<b>Monthly average of total assets</b>	68,107,076.08
<b>Turnover rate</b>	21.24%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	0.00	80.00	0.00	0.00	0.00	80.00	80.00
2022 - 12	0.00	0.00	0.00	0.00	0.00	80.00	80.00
2023 - 06	0.00	0.00	0.00	0.00	0.00	80.00	80.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	0.00	80,000.00	0.00	0.00
2022 - 12	0.00	0.00	0.00	0.00
2023 - 06	0.00	0.00	0.00	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	82,203.95	0.00	1,027.55
2022 - 12	71,560.10	0.00	894.50
2023 - 06	74,956.84		936.96

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	21,884.81	0.00	7,243.85	0.00	34,495.96	0.00	34,495.96
2022 - 12	19,074.26	0.00	8,646.91	0.00	44,923.31	0.00	44,923.31
2023 - 06	8,047.49	0.00	1,840.45	0.00	51,130.35	0.00	51,130.35

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	24,645,357.87	0.00	8,570,321.13	0.00
2022 - 12	22,476,693.55	0.00	10,216,442.73	0.00
2023 - 06	9,801,458.30	0.00	2,197,733.16	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	44,491,931.41	1,289.77	0.00
2022 - 12	50,468,417.05	1,123.43	0.00
2023 - 06	61,970,212.80	1,212.00	

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2022 - 12	11,440.00		1,032.00		10,408.00		10,408.00
2023 - 06	2,772.00		1,446.00		11,734.00		11,734.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2022 - 12	9,988,981.63		931,013.76	
2023 - 06	2,687,828.21		1,405,638.48	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2022 - 12	9,325,829.31	896.03	
2023 - 06	11,351,044.65	967.36	

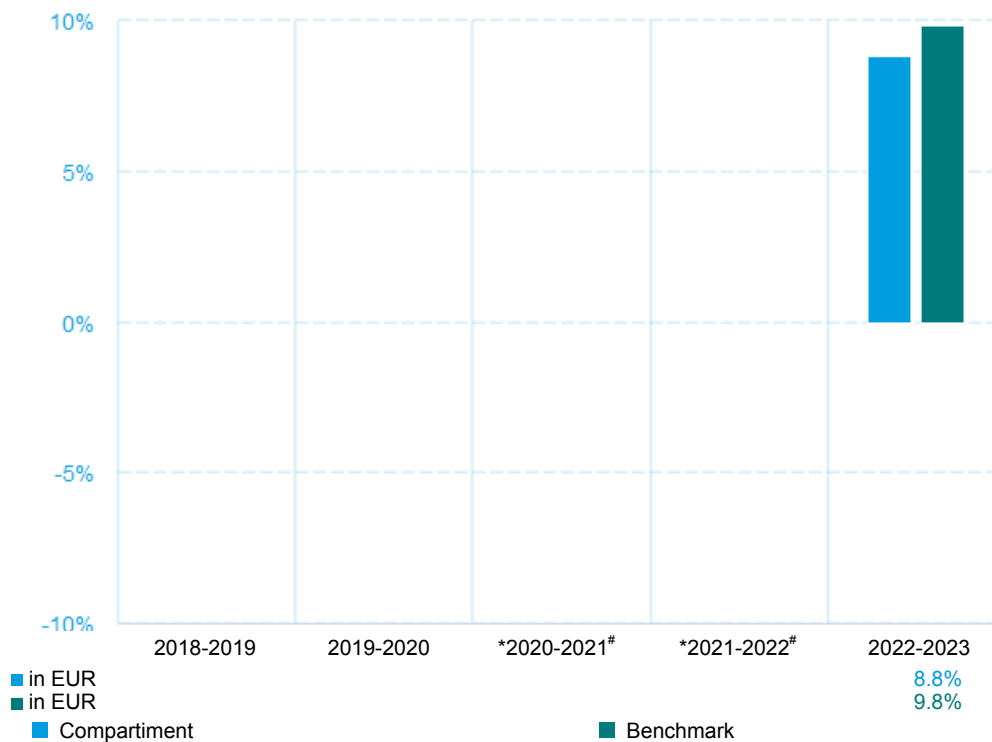
## 2.4.5. Performance figures

### Classic Shares

BE6325120416  
 KBC Institutional Fund Rest Of Europe Responsible Investing Classic Shares CAP  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)  
 The cumulative returns are shown where they relate to a period of at least one year.

### Classic Shares

BE6325121422  
 KBC Institutional Fund Rest Of Europe Responsible Investing Classic Shares DIS  
 Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Currency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
DIS	BE6325121422	EUR	8.82%	9.83%							15/12/2020	-2.28%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

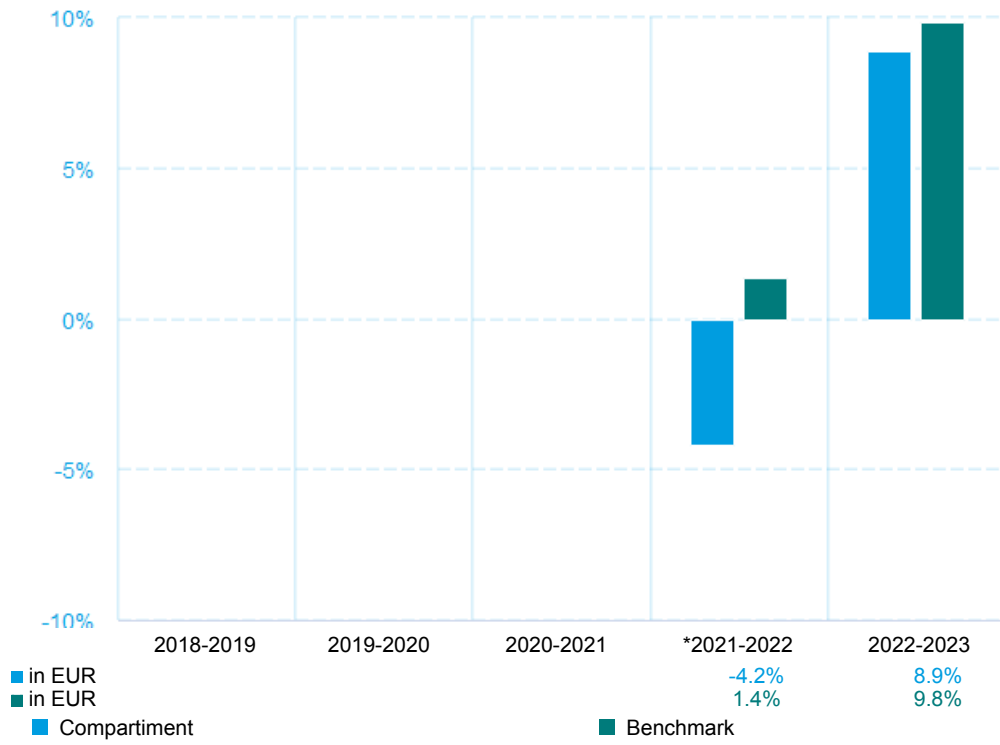
## Classic Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where  $Y = D - X$   
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where  $F = 1$  if the unit has existed for less than one year on date D  
where  $F = (D - S) / 365.25$  if the unit has existed for longer than one year on date D  
Distribution units (DIV)  
Return on date D over a period of X years :  
$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where  $Y = D - X$   
Return on date D since the start date S of the unit:  
$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where  $F = 1$  if the unit has existed for less than one year on date D  
where  $F = (D - S) / 365.25$  if the unit has existed for longer than one year on date D  
where C is a factor that is determined for all N dividends between the calculation date D and the reference date.  
For dividend i on date Di with value Wi:  
$$C_i = [W_i / \text{NIW}(D_i)] + 1$$
$$i = 1 \dots N$$
from which  $C = C_0 * \dots * C_N$ .
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE6325122438

KBC Institutional Fund Rest Of Europe Responsible Investing Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

**Institutional Shares**

BE6325123444

KBC Institutional Fund Rest Of Europe Responsible Investing Institutional Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)

The cumulative returns are shown where they relate to a period of at least one year.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6325122438	EUR	8.89%	9.83%							15/12/2020	7.86%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation

date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

from which C = C0 \* ... \* CN.

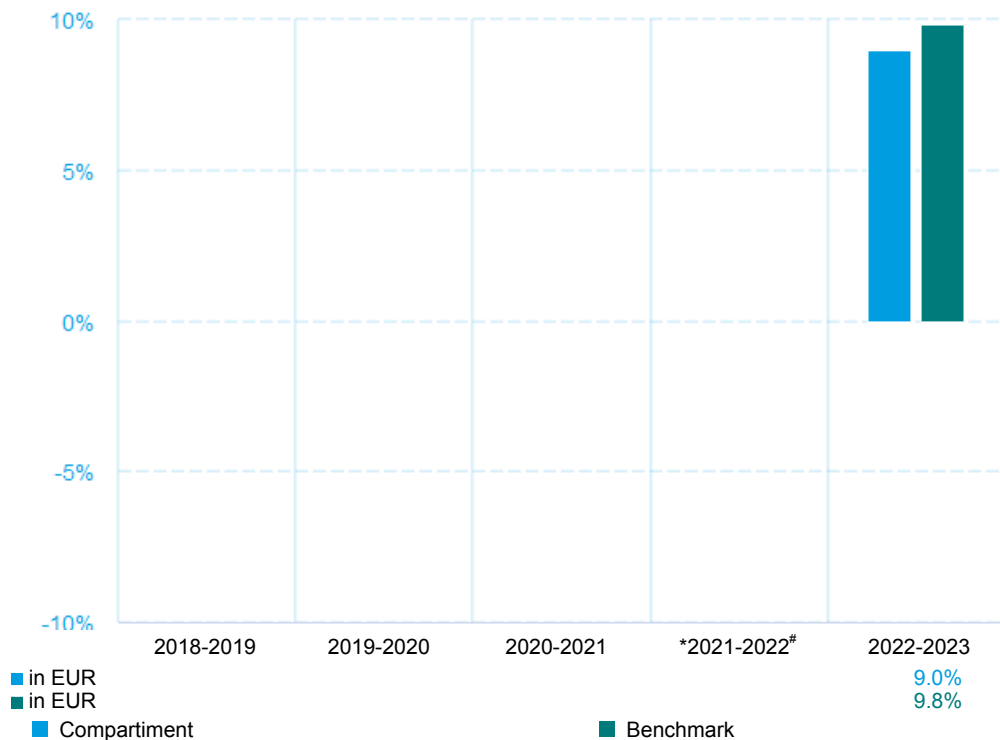
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares



## Institutional B Shares

BE6332392388

KBC Institutional Fund Rest Of Europe Responsible Investing Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6332392388	EUR	9.01%	9.83%							15/02/2022	-2.66%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{1 / X} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{1 / F} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,000%  
Transaction costs: 0,155%

#### Classic Shares Distribution :

Ongoing charges : 0,681%  
Transaction costs: 0,155%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,616%  
Transaction costs: 0,155%

#### Institutional Shares Distribution :

Ongoing charges : 0,000%  
Transaction costs: 0,155%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,573%  
Transaction costs: 0,155%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the	

	Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Institutional Shares**

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Institutional B Shares**

Fee for managing the investment portfolio	Max 0.40%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### ***Exercising voting rights***

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.

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## 2. Information on KBC Institutional Fund Upper Grade Euro Corporate Bonds

### 2.1. Management report

#### 2.1.1. Launch date and subscription price

##### **Classic Shares Capitalisation**

Launch date: 22 July 2002  
Initial subscription price: 2 500 EUR  
Currency: EUR

##### **Classic Shares Distribution**

Launch date: 22 July 2002  
Initial subscription price: 2 500 EUR  
Currency: EUR

##### **Institutional Shares Capitalisation**

Launch date: 6 September 2011  
Initial subscription price: 3 508.59 EUR  
Currency: EUR

##### **Institutional Shares Distribution**

Launch date: 6 September 2011  
Initial subscription price: 3 508.59 EUR  
Currency: EUR

##### **Institutional B Shares Capitalisation**

Launch date: 30 May 2017  
Initial subscription price: 4 514.73 EUR  
Currency: EUR

#### 2.1.2. Stock exchange listing

Not applicable.

#### 2.1.3. Goal and key principles of the investment policy

##### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in bonds.

##### Sub-fund's investment policy

###### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

###### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The assets are invested primarily in bonds denominated in euros.

The fund is actively managed with reference to the following benchmark: iBoxx EURO corporate A/AA/AAA RATED ALL Maturities - Total Return Index.

However, it is not the aim of the fund to replicate the benchmark. The composition of the benchmark is taken into account when compiling the portfolio.

When compiling the portfolio, the manager may also decide to invest in instruments that are not included in the benchmark, or indeed not to invest in instruments that are included.

The composition of the portfolio will to a large extent be similar to that of the benchmark.

The benchmark is also used to assess the performance of the sub-fund.

The benchmark is also used to determine the fund's risk limitation mechanism. This limits the extent to which the fund's return may deviate from the benchmark.

The longterm expected tracking error for this fund is 0.75%. The tracking error measures the volatility of the fund's return relative to that of the benchmark. The higher the tracking error, the more the fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The investments underlying this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy and the Proxy Voting and Engagement Policy.

The principal adverse impacts on sustainability factors that were taken into account through the general exclusion policy, were exposure to controversial weapons ('indicator 14'), exposure to companies active in the fossil fuel sector ('indicator 4') and Violations of the United Nations Global Compact (UNGC) Principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises ('indicator 10').

The principal adverse impacts on sustainability factors that were taken into account through the Proxy Voting and Engagement Policy were greenhouse gas emissions ('indicator 1'), carbon footprint ('indicator 2'), greenhouse gas intensity of investee companies ('indicator 3'), exposure to companies active in the fossil fuel sector ('indicator 4'), gender diversity on the board of directors ('indicator 13').

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors ('PAI') as described by the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability-related disclosures in the financial services sector ('SFDR'), through the general exclusion policy



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#### Required disclaimers for benchmark providers:

Neither Markit, its affiliates nor any data provider make any warranty, express or implied, as to the accuracy, completeness or timeliness of the data contained herein or as to the results to be obtained by any recipients of this data. Neither Markit, its affiliates nor any data provider shall in any way be liable to any recipient of the data for any inaccuracies, errors or omissions, regardless of cause, in the data provided by Markit or for any damages (whether direct or indirect) resulting therefrom. Markit is under no obligation to vary, amend, remove or add to the data or to notify a recipient in any manner in the event that a matter mentioned in the present document should subsequently be amended or become incorrect. Without limiting the foregoing, neither Markit, its affiliates nor any data provider shall have any liability whatsoever to you, whether in contract (including under an indemnity), in tort (including negligence), under a warranty, under statute or otherwise, in respect of any loss or damage suffered by you as a result of or in connection with any opinions, recommendations, forecasts, judgments, or any other conclusions, or any course of action determined, by you or by a third party, whether or not based on the content, the information or the materials contained herein. Copyright © 2016, Markit Indices Limited.

### **Characteristics of the bonds and debt instruments**

The sub-fund invests in bonds and debt instruments issued primarily by companies. It may also invest in bonds and debt instruments issued by public bodies.

The sub-fund invests 100% of the in bonds and debt instruments invested assets:

- in bonds and debt instruments rated investment grade (at least BBB-/Baa3 for long-term debt, A3/F3/P3 for short-term debt) by at least one of the following rating agencies: Moody's Investors Service, Standard & Poor's or Fitch Ratings, and/or
- in government bonds issued in local currency or non-subordinated corporate bonds\* which do not have a credit rating from the rating agencies mentioned above but the issuer of which has an investment grade rating by at least one of the rating agencies mentioned above, and/or

All maturities are taken into consideration in the selection of bonds and debt instruments.

\*In the event of the bankruptcy of the relevant issuer, subordinated bonds are subordinated to the company's other debts: the company's other debts are paid first, then and only if there is still capital left, the holders of the subordinated bonds are fully or partially repaid; the holder of the subordinated bond does, however, have priority over the shareholders of the issuer in question.

### **Securities Financing Transactions (SFTs)**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.1. Securities Financing Transactions (SFTs)'.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

### **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects'.

## **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

## **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

## 2.1.6. Index and benchmark

See 'Sub-fund's investment policy'.

## 2.1.7. Policy pursued during the financial year

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for a review of the market.

## 2.1.8. Future policy

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

## 2.1.9. Summary risk indicator (SRI)

Classic Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of market risk: the level of the risk reflects the interest rate sensitivity of the bonds in the portfolio.
- a moderate level of performance risk: the level of the risk reflects the interest rate sensitivity of the bonds in the portfolio.

There is no capital protection.

Institutional Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of market risk: the level of the risk reflects the interest rate sensitivity of the bonds in the portfolio.
- a moderate level of performance risk: the level of the risk reflects the interest rate sensitivity of the bonds in the portfolio.

There is no capital protection.

Institutional B Shares: 2 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a moderate level of inflation risk: there is no protection against an increase of the inflation.
- a moderate level of market risk: the level of the risk reflects the interest rate sensitivity of the bonds in the portfolio.
- a moderate level of performance risk: the level of the risk reflects the interest rate sensitivity of the bonds in the portfolio.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	10,658,614.37	6,841,231.93
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
A.	Bonds and other debt instruments		
	a) Bonds	10,336,702.12	6,538,126.12
B.	Money market instruments	294,167.71	276,989.40
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	32,225.84	29,133.98
<b>VI.</b>	<b>Accruals and deferrals</b>		
C.	Accrued expense (-)	-4,481.30	-3,017.57
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	10,658,614.37	6,841,231.93
<b>A.</b>	<b>Capital</b>	10,574,594.65	7,723,091.76
<b>B.</b>	<b>Income equalization</b>	5,644.53	-5,195.08
<b>D.</b>	<b>Result of the period</b>	78,375.19	-876,664.75

## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
A.	Bonds and other debt instruments		
	a) Bonds	25,638.63	-902,505.33
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	4,331.00	1,980.79
	Unrealised gains on investments	22,279.48	-25,558.29
	Realised losses on investments	-93,612.78	-159,769.75
	Unrealised losses on investments	92,640.93	-719,158.08
<b>II.</b>	<b>Investment income and expenses</b>		
B.	Interests		
	a) Securities and money market instruments	77,914.48	46,233.69
	b) Cash at bank and in hand and deposits	769.17	
C.	Interest on borrowings (-)		-98.25
<b>IV.</b>	<b>Operating expenses</b>		
C.	Custodian's fee (-)	-906.68	-823.39
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-136.91	-104.61
	Institutional Shares	-14,520.92	-12,054.03
	Institutional B Shares	0.00	0.00
	b) Administration and accounting management	-4,861.72	-4,032.93
E.	Administrative expenses (-)	0.01	
F.	Formation and organisation expenses (-)	-90.36	-18.22
H.	Services and sundry goods (-)	-2,503.64	-2,500.79
J.	Taxes		
	Classic Shares	-43.97	-30.75
	Institutional Shares	-528.21	-338.52
	Institutional B Shares	0.00	0.00
L.	Other expenses (-)	-2,354.69	-391.62
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	52,736.56	25,840.58
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	78,375.19	-876,664.75
<b>VII.</b>	<b>Result of the period</b>	78,375.19	-876,664.75

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund Upper Grade Euro Corporate Bonds

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Bonds</b>							
Bonds issued by credit institutions							
<u>Australia</u>							
MACQUARIE GROUP LTD 20/27 +0.625%	100,000.00	EUR	87.549	87,800.35		0.83	0.82
MACQUARIE GROUP LTD 21/31 +0.95%	100,000.00	EUR	77.708	77,812.13		0.73	0.73
<u>Austria</u>							
RAIFFEISEN BANK INTL 19/26 +0.375%	300,000.00	EUR	86.532	260,454.16		2.45	2.44
<u>Czech Republic</u>							
CESKA SPORITELNA 22/25 +6.693% 14/11	100,000.00	EUR	101.267	105,410.90		0.99	0.99
<u>Denmark</u>							
SYDBANK A/S 22/25 +4.75% 30/09	200,000.00	EUR	99.208	205,522.40		1.93	1.93
<u>France</u>							
BANQUE FEDERATIVE DU CREDIT MUTUEL 15/25 +1.25% 14/01 14/01	100,000.00	EUR	95.513	96,085.41		0.90	0.90
BANQUE FEDERATIVE DU CREDIT MUTUEL 17/27 +1.25% 26/05 26/05	100,000.00	EUR	89.729	89,848.34		0.85	0.84
BANQUE FEDERATIVE DU CREDIT MUTUEL 20/30 +1.25%	200,000.00	EUR	81.312	162,807.69		1.53	1.53
BANQUE FEDERATIVE DU CREDIT MUTUEL 21/26 +0.01%	200,000.00	EUR	88.926	177,855.48		1.67	1.67
BANQUE FEDERATIVE DU CREDIT MUTUEL 22/33 +3.75%	100,000.00	EUR	97.135	98,666.23		0.93	0.93
BNP PARIBAS SA 18/26 +1.125% 11/06 11/06	100,000.00	EUR	91.982	92,040.31		0.87	0.86
BNP PARIBAS SA 21/30 +0.50% 19/01	100,000.00	EUR	80.248	80,469.45		0.76	0.76
BNP PARIBAS SA 23/29 +3.875% 23/02	200,000.00	EUR	98.574	199,843.78		1.88	1.88
BNP PARIBAS SA 23/31 +3.875% 10/01	100,000.00	EUR	98.585	100,400.89		0.94	0.94
BPCE SA 20/25 +0.625%	200,000.00	EUR	93.766	187,746.45		1.77	1.76
CREDIT AGRICOLE 21/28 +0.375%	300,000.00	EUR	83.654	251,180.86		2.36	2.36
CREDIT AGRICOLE 22/29 +1.125%	100,000.00	EUR	86.280	86,668.38		0.82	0.81
CREDIT AGRICOLE 22/29 +2.50%	300,000.00	EUR	92.106	282,584.85		2.66	2.65
CREDIT AGRICOLE (LONDON) 16/26 +1.875% 20/12 20/12	100,000.00	EUR	92.847	93,833.71		0.88	0.88
CREDIT AGRICOLE (LONDON) 19/29 +1.75% 05/03 05/03	100,000.00	EUR	87.400	87,959.83		0.83	0.83
CREDIT MUTUEL ARKEA SA 20/29 +1.25% 11/06	100,000.00	EUR	85.790	85,854.52		0.81	0.81
<u>Netherlands</u>							
ING GROEP NV 20/29 +0.25% 18/02	200,000.00	EUR	82.022	164,225.76		1.55	1.54
PACCAR FINANCIAL EUROPE 22/25 +3.25%	150,000.00	EUR	98.326	150,334.37		1.41	1.41
<u>Norway</u>							
SPAREBANK 1 OESTLANDET 19/24 +0.25%	175,000.00	EUR	94.856	166,325.22		1.57	1.56
<u>Spain</u>							
BANCO SANTANDER CENTRAL HISPANO SA 20/27 +0.50%	200,000.00	EUR	87.328	175,056.91		1.65	1.64
CAIXABANK SA 19/26 +1.125%	200,000.00	EUR	91.940	184,464.02		1.74	1.73
SANTANDER CONSUMER FINANCE SA 21/26 0.00%	100,000.00	EUR	89.215	89,215.41		0.84	0.84
SANTANDER CONSUMER FINANCE SA 22/27 +0.50%	200,000.00	EUR	87.593	175,643.53		1.65	1.65
<u>Switzerland</u>							
UBS GROUP AG 21/28 +0.25%	200,000.00	EUR	81.765	163,702.12		1.54	1.54
<u>U.K.</u>							
ROYAL BANK OF SCOTLAND GROUP PLC 22/27 +1.375%	200,000.00	EUR	89.891	180,684.04		1.70	1.70
<u>U.S.A.</u>							
BANK OF AMERICA CORP 20/29 +3.648% 31/03	150,000.00	EUR	96.989	146,844.59		1.38	1.38
BERKSHIRE HATHAWAY FINANCE CORP 22/34 +2.00%	100,000.00	EUR	82.841	83,409.16		0.79	0.78
GOLDMAN SACHS 18/28 +2.00% 22/03 22/03	50,000.00	EUR	91.303	45,924.72		0.43	0.43
MARSH & MCLENNAN CO 19/30 +1.979%	100,000.00	EUR	86.868	87,414.25		0.82	0.82
MORGAN STANLEY 17/27 +1.875% 27/04 27/04	350,000.00	EUR	91.859	322,653.76		3.04	3.03
WELLS FARGO COMPANY 19/30 +0.625%	100,000.00	EUR	78.137	78,302.40		0.74	0.74
WELLS FARGO COMPANY 20/30 +1.741% 04/05	100,000.00	EUR	85.488	85,759.53		0.81	0.81
Corporate bonds							
<u>Australia</u>							
TELSTRA CORP 19/29 +1.375%	100,000.00	EUR	88.360	88,721.08		0.84	0.83

<u>Finland</u>							
NESTE OIL OYJ 23/33 +4.25%	100,000.00	EUR	101.199	102,430.21		0.96	0.96
<u>France</u>							
BOUYGUES 22/29 +2.25%	300,000.00	EUR	91.908	275,743.60		2.59	2.59
BOUYGUES 22/37 +3.25%	100,000.00	EUR	90.399	93,978.20		0.88	0.88
LVMH-MOET HENNESSY LOUIS VUITT SE 20/26 0.00%	100,000.00	EUR	91.272	91,272.38		0.86	0.86
LVMH-MOET HENNESSY LOUIS VUITT SE 20/31 +0.375%	100,000.00	EUR	81.843	81,985.61		0.77	0.77
TOTAL CAPITAL CANADA LTD 14/29 +2.125% 18/09 18/09	100,000.00	EUR	91.060	92,719.70		0.87	0.87
<u>Germany</u>							
KNORR-BREMSE AG 22/27 +3.25%	300,000.00	EUR	98.320	302,493.29		2.85	2.84
MERCEDES-BENZ GROUP AG 17/37 +2.125% 03/07 03/07	200,000.00	EUR	84.981	174,176.30		1.64	1.63
<u>Ireland</u>							
ATLAS COPCO FINANCE DAC 22/32 +0.75%	100,000.00	EUR	79.811	80,103.27		0.75	0.75
LUNAR FUNDING V FOR SWISSCOM A 15/25 +1.75%	300,000.00	EUR	95.408	290,367.55		2.73	2.72
MEDTRONIC GLOBAL HOLDINGS SCA 19/27 +1.125% 07/03 07/03	150,000.00	EUR	91.131	137,226.95		1.29	1.29
<u>Japan</u>							
NIDEC 21/26 +0.046%	100,000.00	EUR	89.855	89,866.29		0.85	0.84
<u>Luxembourg</u>							
NESTLE FINANCE INTERNATIONAL LTD 22/31 +1.25%	100,000.00	EUR	86.589	86,906.30		0.82	0.82
SWISS RE FINANCE LUXEMBOURG SA 19/50 +2.534% 30/04	100,000.00	EUR	83.588	84,010.69		0.79	0.79
<u>Netherlands</u>							
B.M.W. FIN 20/32 +0.875%	100,000.00	EUR	81.409	81,808.96		0.77	0.77
NOVO NORDISK FINANCE NETHERLAN 22/25 +0.75%	100,000.00	EUR	94.762	94,948.67		0.89	0.89
SHELL INTERNATIONAL FIN 19/39 +0.875%	150,000.00	EUR	63.287	95,771.23		0.90	0.90
SHELL INTERNATIONAL FIN 20/32 +1.875%	100,000.00	EUR	86.150	86,580.37		0.81	0.81
SIEMENS FINANCIERINGS NV 22/30 +2.75%	300,000.00	EUR	95.909	294,393.99		2.77	2.76
SIKA CAPITAL BV 19/27 +0.875%	100,000.00	EUR	89.674	89,822.33		0.85	0.84
TENNET HOLDING BV 20/40 +0.50%	150,000.00	EUR	66.286	99,865.12		0.94	0.94
UNILEVER FINANCE NETHERLANDS BV 22/31 +1.25%	100,000.00	EUR	85.363	85,780.50		0.81	0.81
VOLKSWAGEN INTL.FIN. NV 20/32 +1.25%	100,000.00	EUR	77.453	78,411.79		0.74	0.74
VOLKSWAGEN INTL.FIN. NV 22/30 +4.375%	200,000.00	EUR	99.902	200,903.92		1.89	1.89
<u>U.K.</u>							
ASTRAZENECA PLC 21/29 +0.375%	150,000.00	EUR	83.255	124,924.05		1.18	1.17
BP CAPITAL MARKETS PLC 14/26 +2.213% 25/09 25/09	200,000.00	EUR	95.090	193,550.45		1.82	1.82
BP CAPITAL MARKETS PLC 19/31 +1.231%	150,000.00	EUR	81.513	122,536.25		1.15	1.15
<u>U.S.A.</u>							
APPLE INC 19/31 +0.50%	125,000.00	EUR	80.752	101,328.68		0.95	0.95
ATHENE GLOBAL FUNDING 21/28 +0.625%	200,000.00	EUR	81.380	163,338.53		1.54	1.53
BLACKSTONE HOLDINGS FINANCE CO 19/29 +1.50% 10/04 10/04	175,000.00	EUR	84.122	147,793.81		1.39	1.39
BOOKING HOLDINGS INC 15/27 +1.80% 03/03 03/03	200,000.00	EUR	92.858	186,886.69		1.76	1.75
BOOKING HOLDINGS INC 21/28 +0.50%	100,000.00	EUR	85.902	86,057.37		0.81	0.81
BOOKING HOLDINGS INC 22/29 +4.25%	100,000.00	EUR	101.375	101,908.69		0.96	0.96
COCA-COLA CO 19/31 +1.25% 08/03 08/03	150,000.00	EUR	85.127	128,273.96		1.21	1.20
EXXON MOBIL CORP 20/32 +0.835%	100,000.00	EUR	77.646	77,655.23		0.73	0.73
I.B.M. 17/29 +1.50% 23/05 23/05	100,000.00	EUR	88.202	88,358.15		0.83	0.83
NESTLE HOLDINGS INC 17/25 +0.875% 19/07 18/07	100,000.00	EUR	94.519	95,350.49		0.90	0.90
WALMART INC 9-29 4.875% 21/09	125,000.00	EUR	108.228	139,992.89		1.32	1.31
3M CO 15/30 +1.75%	100,000.00	EUR	87.433	87,652.67		0.83	0.82
Total bonds				10,336,702.12		97.23	96.98
<b>Money market instruments</b>							
Money market instruments issued by credit instit.							
<u>Spain</u>							
SANTANDER CONSUMER FINANCE SA 19/24 +1.00%	100,000.00	EUR	98.071	98,407.99		0.93	0.92
Corporate money market instruments							
<u>France</u>							
SANOFI 16/24 +0.625% 05/04 05/04	200,000.00	EUR	97.733	195,759.72		1.84	1.84
Total money market instruments				294,167.71		2.77	2.76
TOTAL SECURITIES PORTFOLIO				10,630,869.83		100.00	99.74
CASH AT BANK AND IN HAND							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP EURO	32,225.84	EUR	1.000	32,225.84		0.00	0.30
Total demand accounts				32,225.84		0.00	0.30
TOTAL CASH AT BANK AND IN HAND				32,225.84		0.00	0.30
<b>OTHER</b>							
Expenses payable		EUR		-4,481.30		0.00	-0.04
TOTAL OTHER				-4,481.30		0.00	-0.04
TOTAL NET ASSETS				10,658,614.37		0.00	100.00

**Geographic breakdown (as a % of securities portfolio)**

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Australia	4.64	2.43	2.69	2.38
Austria	0.00	0.00	0.00	2.44
Belgium	1.36	0.43	0.15	0.30
Canada	1.12	0.00	0.00	0.00
Switzerland	0.00	0.00	0.00	1.54
Czech Republic	0.00	0.00	1.72	0.99
Cayman Islands	1.18	1.54	0.00	0.00
Germany	3.07	5.75	3.64	4.47
Denmark	0.00	0.00	0.00	1.93
Spain	5.64	6.88	10.80	6.78
Finland	1.17	0.00	0.00	0.96
France	22.11	23.93	23.99	28.19
U.K.	5.32	3.71	1.61	5.82
Ireland	3.45	2.07	3.58	4.76
Italy	3.79	4.80	1.98	0.00
Japan	0.00	1.24	1.48	0.84
Luxembourg	0.00	0.00	1.42	1.61
Mexico	2.31	2.92	1.64	0.00
Netherlands	11.60	12.84	10.19	14.28
Norway	3.04	3.67	2.73	1.56
U.S.A.	30.20	27.79	32.38	21.15
TOTAL	100.00	100.00	100.00	100.00

**Sector breakdown (as a % of securities portfolio)**

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	14.42	13.83	14.27	10.18
Consum(cycl)	7.98	5.62	5.97	10.16
Cons.goods	4.62	6.25	10.56	5.02
Pharma	8.87	9.44	7.15	4.30
Financials	56.47	55.45	48.96	58.23
Technology	3.07	3.85	5.77	2.62
Telecomm.	3.41	4.13	3.08	7.02
Utilities	1.16	1.43	1.59	0.94
Various	0.00	0.00	2.65	1.53
TOTAL	100.00	100.00	100.00	100.00

**Currency breakdown (as a % of net assets)**

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
EURO	100.00	100.00	100.00	100.00

## 2.4.2. Changes in the composition of the assets of KBC Institutional Fund Upper Grade Euro Corporate Bonds (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	5,899,455.97
<b>Sales</b>	1,293,659.91
<b>Total 1</b>	7,193,115.88
<b>Subscriptions</b>	4,880,759.91
<b>Redemptions</b>	323,358.00
<b>Total 2</b>	5,204,117.91
<b>Monthly average of total assets</b>	9,716,995.44
<b>Turnover rate</b>	20.47%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

## 2.4.3. Amount of commitments in respect of financial derivatives positions

Nil

## 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

### Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	0.00	0.00	1,010.00	0.00	11.00	8.00	19.00
2022 - 12	0.00	0.00	0.00	0.00	11.00	8.00	19.00
2023 - 06	0.00	12.00	0.00	0.00	11.00	20.00	31.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	0.00	0.00	4,742,758.00	0.00
2022 - 12	0.00	0.00	0.00	0.00
2023 - 06	0.00	30,614.16	0.00	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	74,003.41	4,640.82	2,869.29
2022 - 12	64,570.80	4,049.30	2,503.56
2023 - 06	95,040.14	4,094.96	2,499.78



## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	517.54	0.00	1,489.80	0.00	1,923.12	0.00	1,923.12
2022 - 12	90.03	0.00	554.26	0.00	1,458.89	0.00	1,458.89
2023 - 06	1,179.02	0.00	78.50	0.00	2,559.41	0.00	2,559.41

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	2,438,884.92	0.00	7,017,360.56	0.00
2022 - 12	404,575.33	0.00	2,413,018.36	0.00
2023 - 06	4,857,314.01	0.00	324,881.73	0.00

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	8,987,142.55	4,673.20	0.00
2022 - 12	5,953,247.49	4,080.67	0.00
2023 - 06	10,563,574.23	4,127.35	

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	0.00		0.00		0.00		0.00
2022 - 12	0.00		0.00		0.00		0.00
2023 - 06	0.00		0.00		0.00		0.00

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	0.00		0.00	
2022 - 12	0.00		0.00	
2023 - 06	0.00		0.00	

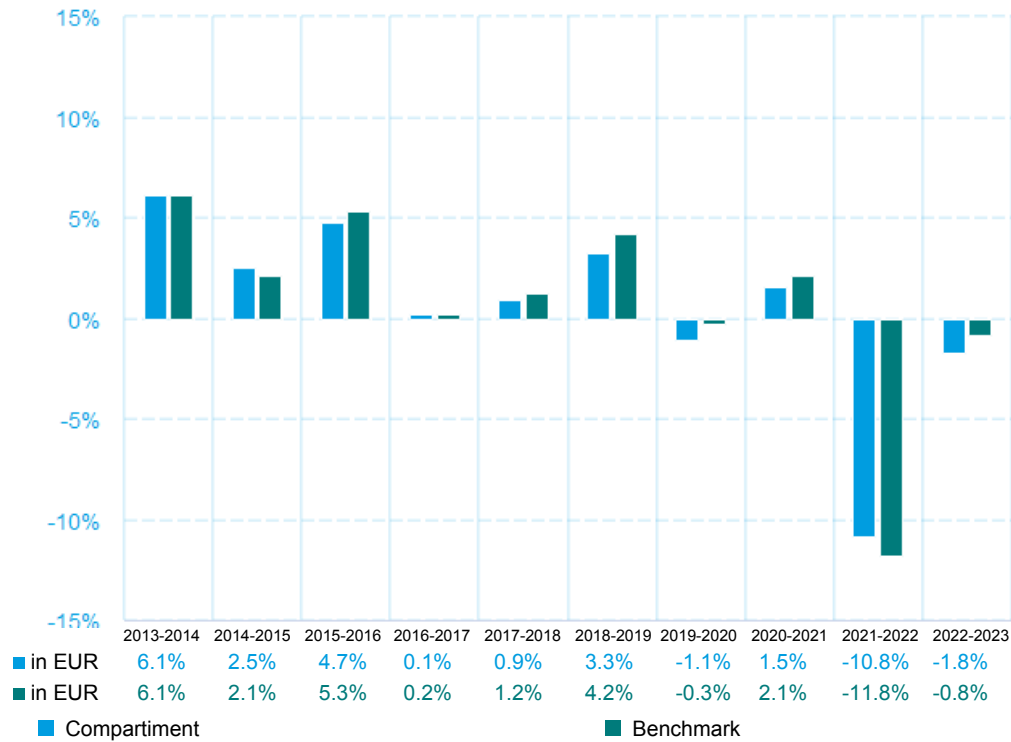
Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	0.00	0.00	
2022 - 12	0.00	0.00	
2023 - 06	0.00		

## 2.4.5. Performance figures

### Classic Shares

BE0057042062

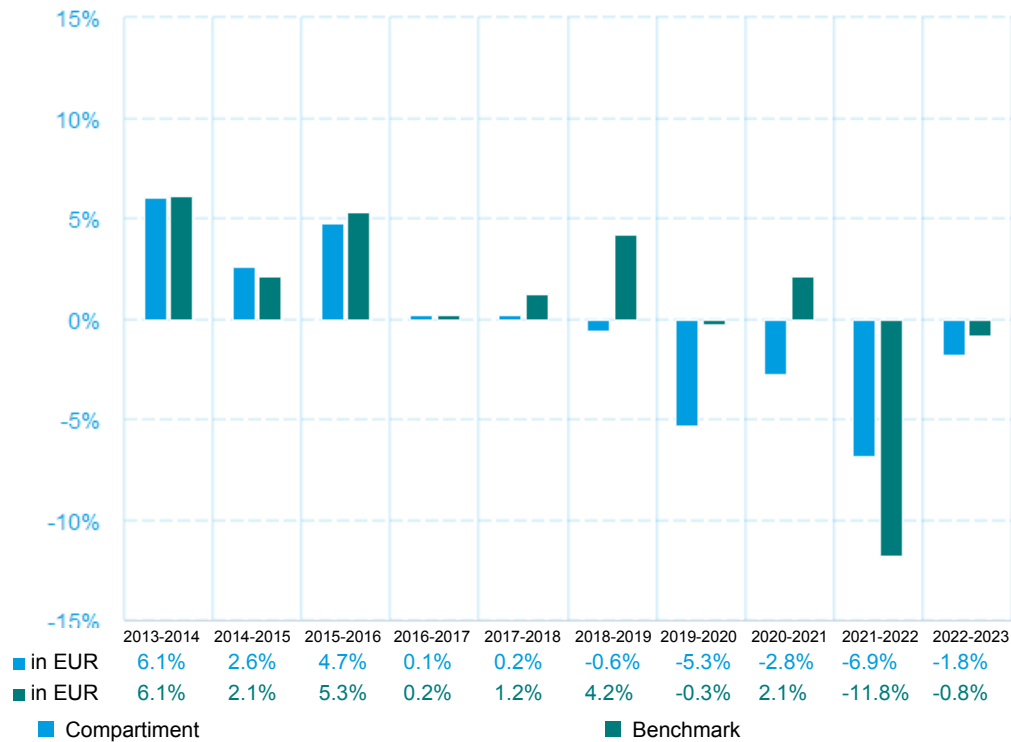
KBC Institutional Fund Upper Grade Euro Corporate Bonds Classic Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



### Classic Shares

BE0945986421

KBC Institutional Fund Upper Grade Euro Corporate Bonds Classic Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0057042062	EUR	-1.75%	-0.80%	-3.83%	-3.75%	-1.90%	-1.51%	0.45%	0.70%	22/07/2002	2.38%
DIS	BE0945986421	EUR	-1.78%	-0.80%	-3.83%	-3.75%	-3.51%	-1.51%	-0.45%	0.70%	22/07/2002	1.04%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

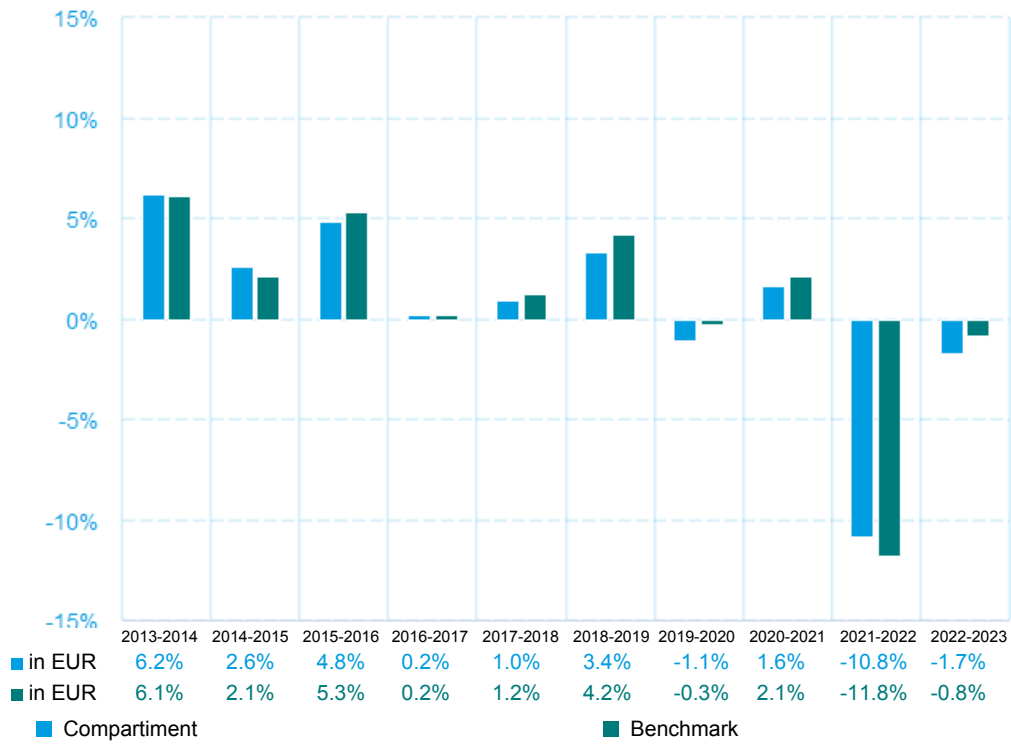
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

**Institutional Shares**

BE6225971264

KBC Institutional Fund Upper Grade Euro Corporate Bonds Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



**Institutional Shares**

BE6225970258

KBC Institutional Fund Upper Grade Euro Corporate Bonds Institutional Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)

The cumulative returns are shown where they relate to a period of at least one year.

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6225971264	EUR	-1.70%	-0.80%	-3.79%	-3.75%	-1.85%	-1.51%	0.51%	0.70%	06/09/2011	1.38%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Institutional Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{1/X} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{1/F} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation

date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

from which C = C0 \* ... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

### Institutional B Shares

BE6295238354

KBC Institutional Fund Upper Grade Euro Corporate Bonds Institutional B Shares CAP

Annual performance compared to the benchmark on 30/06/2023 (in EUR)

The cumulative returns are shown where they relate to a period of at least one year.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,541%  
Transaction costs: 0,000%

#### Classic Shares Distribution :

Ongoing charges : 0,591%  
Transaction costs: 0,000%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,486%  
Transaction costs: 0,000%

#### Institutional Shares Distribution :

Ongoing charges : 0,000%  
Transaction costs: 0,000%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,000%  
Transaction costs: 0,000%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

Not applicable

### Existence of fee sharing agreements and rebates

The management company has shared 52,74% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.

Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### **Institutional Shares**

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### **Institutional B Shares**

Fee for managing the investment portfolio	Max 0.30%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
	Max 0.01%	per year calculated on the basis of the portion of the average total net assets of the sub-fund that are directly invested in bonds and debt instruments, compensating the use of research to those instruments. If the actual cost of the research comprises a lower percentage than the percentage stated, the management company will receive only this lower amount.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.02%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC

	group.	
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.005%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### **Exercising voting rights**

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.



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# 2. Information on KBC Institutional Fund World Equity Responsible Investing

## 2.1. Management report

### 2.1.1. Launch date and subscription price

#### **Classic Shares Capitalisation**

Launch date:	24 June 1998
Initial subscription price:	200 000 BEF
Currency:	EUR

#### **Classic Shares Distribution**

Launch date:	24 June 1998
Initial subscription price:	200 000 BEF
Currency:	EUR

#### **Institutional Shares Capitalisation**

Launch date:	14 June 2011
Initial subscription price:	4 357.99 EUR
Currency:	EUR

#### **Institutional B Shares Capitalisation**

Launch date:	30 May 2017
Initial subscription price:	8 615.54 EUR
Currency:	EUR

### 2.1.2. Stock exchange listing

Not applicable.

### 2.1.3. Goal and key principles of the investment policy

#### Object of the sub-fund

The main objective of this sub-fund is to generate the highest possible return for its shareholders by investing directly or indirectly in transferable securities. This is reflected in its pursuit of capital gains and income. To this end, the assets are invested, either directly or indirectly via correlated financial instruments, primarily in shares.

#### Sub-fund's investment policy

##### *Permitted asset classes*

The sub-fund may invest in securities, money market instruments, units in undertakings for collective investment, deposits, financial derivatives, liquid assets and all other instruments insofar as permitted by the applicable laws and regulations and consistent with the object as described above.

The sub-fund shall invest no more than 10% of its assets in units of other undertakings for collective investment.

##### *Restrictions of the investment policy*

The investment policy will be implemented within the limits set by law and regulations.

The sub-fund may borrow up to 10% of its net assets, insofar as these are short-term borrowings aimed at solving temporary liquidity problems.

## Permitted derivatives transactions

Derivatives can be used both to achieve the investment objectives and to hedge risks.

Listed and unlisted derivatives may be used to achieve the objectives: these may be forward contracts, futures, options or swaps on securities, indexes, currencies or interest rates or other transactions involving derivatives. Unlisted derivatives transactions will only be concluded with prime financial institutions specialised in such transactions.

Subject to the applicable laws and regulations and the articles of association, the sub-fund always seeks to conclude the most effective transactions. All costs associated with the transactions will be charged to the sub-fund and all income generated will be paid to the sub-fund.

If the transactions result in a risk in respect of the counterparty, this risk can be hedged by using a margin management system that ensures that the sub-fund is the beneficiary of security (collateral) in the form of liquid instruments, such as, for instance, cash or investment grade bonds. The relationship with the counterparty or counterparties is governed by standard international agreements.

Derivatives may also be used to hedge the assets of the sub-fund against open exchange rate risks in relation to the currency in which the sub-fund is denominated.

Where derivatives are used, they must be easily transferable and liquid instruments. Using derivatives does not, therefore, have a negative impact on liquidity risk. The use of derivatives may, however, affect the spread of the portfolio across regions, sectors or themes. **Consequently, there may be an impact on concentration risk. Derivatives may not be used to protect capital, either fully or partially. They neither increase nor decrease capital risk. In addition, using derivatives has no negative impact on credit risk, settlement risk, custody risk, flexibility risk or inflation risk or risk dependent on external factors.**

The UCITS may conclude contracts that entail a credit risk in respect of issuers of debt instruments. Credit risk is the risk that the issuer of the debt instrument will default. This credit risk relates to parties whose creditworthiness at the time the contract is concluded is equal to that of the issuers whose debt instruments the UCITS can hold directly. Credit derivatives may possibly be used both to carry out the investment objectives and to cover the credit risk, but solely within the existing risk profile and without implying any shift to less creditworthy debtors than those the UCITS can invest in.

## Strategy selected

The fund aims to generate a return that matches the return of the benchmark: MSCI World– Net Return Index by investing in a selection of shares that are included in the benchmark and that comply with the responsible investing methodology. Active management is therefore limited to the responsible investing methodology. The benchmark comprises shares from companies worldwide.

Within the above limits, the sub-fund pursues responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology.

This approach will be gradually implemented in the portfolio, starting 2 September 2022. KBC Asset Management NV has a team of specialist researchers responsible for this dualistic approach. They are assisted by an independent advisory board (the “**Responsible Investing Advisory Board**”) comprised of up to twelve persons, who are not affiliated to KBC Asset Management NV, and whose sole responsibility is to supervise the dualistic approach and activities of the specialist researchers. The secretariat of the advisory board is handled by a representative of KBC Asset Management NV. Moreover, KBC Asset Management NV works with data suppliers with expertise in Responsible Investing that provide data to the specialized researchers, who process and complete the data with publicly available information (including annual reports, press publications, etc.).

The sub-fund promotes a combination of environmental and social characteristics and, even though it does not have sustainable investments as an objective, it shall invest a minimum proportion of its assets in economic activities that contribute to the achievement of environmental or social objectives (i.e. ‘sustainable investments’).

The companies in which it invests must follow good governance practices.

### Negative screening

In practical terms the end result of this negative screening procedure is that the sub-fund excludes companies in advance from the Responsible Investment universe which fall foul of the exclusion policies available on [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Exclusion policy for Responsible Investing funds.

The application of these policies means that companies involved in such activities like the tobacco industry, weapons, gambling and adult entertainment are excluded from the sub-fund's investment universe. This screening also ensures that companies who seriously violate fundamental principles of environmental protection, social responsibility and good governance are excluded from the sub-fund's investment universe.

These negative screening principles are not exhaustive and may be adapted from time to time under the supervision of the Responsible Investing Advisory Board.

### Positive selection methodology

Within the defined investment universe and other limits described above, the responsible investment objectives of the sub-fund are the following:

- (1) promote the integration of sustainability into the policy decisions of companies by preferring companies with a better **ESG score**, where ESG stands for 'Environmental, Social and Governance', and
- (2) promote climate change mitigation, by preferring companies with lower **Carbon Intensity**, with the objective of meeting a predetermined carbon intensity target;
- (3) support sustainable development, by including companies that contribute to the **UN Sustainable Development Goals** and

The sub-fund's targets are available at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

### **(1) ESG-score**

The contribution to the integration of sustainability into policy decisions of the companies is measured based on an ESG score. This score represents the aggregated performance assessment of a given entity against a series of ESG criteria which are grounded to the extent possible against objective measures. The main factors underpinning the ESG criteria are:

- respect for the environment (e.g., reduction in greenhouse gas emissions);
- attention to society (e.g., employee working conditions); and
- corporate governance (e.g., independence and diversity of the board of directors).

The ESG score for companies is an ESG risk score supplied by a data provider.

These lists are not exhaustive and may be changed under the supervision of the Responsible Investing Advisory Board.

To achieve this objective, the ESG score of the portfolio for companies is compared to following benchmark: MSCI World-Net Return index.

More information on the ESG Score and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets can be revised upwards or downwards.

### **(2) Carbon Intensity**

The objective to promote climate change mitigation, by favoring lower carbon intensity companies, with the goal of meeting a predetermined carbon intensity target covers at least 90% of the portfolio. The objective does not apply to companies for which data is not available.

The contribution of companies to climate change mitigation is measured based on their carbon intensity. Carbon intensity is defined as absolute greenhouse gas emissions (in tonnes CO<sub>2</sub> equivalent), divided by revenues (in mln USD).

A trajectory of -50% by 2030 versus the MSCI World-Net Return index in 2019 is followed.

More information on Carbon Intensity and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **(3) UN Sustainable Development Goals**

To support sustainable development, the sub-fund commits to investing a minimum proportion of the portfolio in companies that contribute to the UN Sustainable Development Goals. The UN Sustainable Development Goals include both social and environmental objectives. Instruments of companies that meet these requirements are designated as "sustainable investments," according to Article 2.17 of the SFDR.

Companies that contribute to the UN Sustainable Development Goals are defined as those that are aligned with at least one of the 15 first UN Sustainable Development Goals, while not being misaligned with any of these UN Sustainable Development Goals.

In addition, the Responsible Investing Advisory Board can also award the "sustainable development" label to instruments.

More information about this and the concrete goals of the sub-fund can be found at [www.kbc.be/investment-legal-documents](http://www.kbc.be/investment-legal-documents) > Investment policy for Responsible Investing funds.

The targets may be revised upwards or downwards.

### **Potential Exceptions**

It cannot be ruled out, however, that very limited investments may be made temporarily in assets that do not meet the above criteria. The reasons for this include the following:

- Developments as a result of which a company can no longer be regarded as eligible after purchase;
- Corporate events, such as a merger of one company with another, where the merged company can no longer be considered an eligible company based on the above criteria;
- Incorrect data as a result of which assets are invested (unintentionally and erroneously) in assets purchased when it should not have been eligible for the sub-fund;
- A planned update of the screening criteria as a result of which assets should be excluded from the sub-fund, but which the management company chooses to refrain from selling immediately in the best interest of the customer;

- External circumstances such as market movements and updates of external data can lead to investment solutions failing to achieve the abovementioned targets.

In these cases, the fund manager will replace the assets concerned with more appropriate assets as soon as possible, always taking into account the sole interest of the investor.

In addition, for the purpose of efficient portfolio management, the fund manager may to a significant degree use derivatives relating to assets that would not be eligible for inclusion in the sub-fund, in so far as there is no serviceable and comparable alternative available on the market. In addition, the counterparties with which the derivative transactions are entered into may not necessarily be issuers having a responsible nature.

The sub-fund aims to generate a return that matches the return of the benchmark: MSCI World– Net Return Index.

The sub-fund aims to minimise the tracking error relative to the benchmark referred to above. Under normal market conditions, the expected tracking error is between 0% and 5%. Possible causes of this tracking error could be the Responsible Investing methodology, the method used to track the benchmark, transaction charges, dividend reinvestment and the costs generally borne by the sub-fund.

The tracking error measures the volatility of the sub-fund's return relative to that of the benchmark. The higher the tracking error, the more the sub-fund's return fluctuates relative to the benchmark. Market conditions may cause the actual tracking error to differ from the expected tracking error.

The composition of the portfolio will vary from that of the benchmark, as the composition of the benchmark is not fully consistent with the environmental and/or social characteristics promoted by the sub-fund. The use of the benchmark does not detract from the responsible character of the portfolio. The responsible character is guaranteed by the aforementioned Responsible Investing methodology.

The benchmark is also used to assess the performance of the sub-fund.

### **Taxonomy related information**

At the date of this prospectus, the sub-fund does not specifically seek to invest in environmentally sustainable economic activities within the meaning of the EU Taxonomy Framework. The percentage invested in environmentally sustainable activities within the meaning of the EU Taxonomy Framework at all times is 0%. The underlying investments of this sub-fund do not take into account the EU criteria for environmentally sustainable economic activities. This will be monitored on a regular basis and as soon as sufficiently reliable, timely and verifiable data from issuers or investee companies is available and final regulatory technical standards are published providing more detailed guidance on the Regulation (EU) 2019/2088 of the European Parliament and of the Council on sustainability disclosure in the financial services sector and on how Taxonomy information should be made public, the prospectus will be updated.

### **Transparency of adverse sustainability impacts:**

The sub-fund considers the principal adverse impacts of its investment decisions on sustainability factors by taking into account the principal adverse impact indicators ('PAI'), as described in the Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability disclosure in the financial services sector ('SFDR').

The principal adverse impacts on sustainability factors were explicitly taken into account through the general exclusion policy for conventional funds and Responsible Investing funds and the exclusion policy for Responsible Investing funds.

The principal adverse impacts on sustainability factors were implicitly taken into account through the Proxy Voting and Engagement Policy.

### **Required disclaimers for benchmark providers:**

Source: MSCI. No MSCI Party nor any other party involved in or related to compiling, computing or creating the MSCI data, makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates, or any third party involved in compiling, computing, or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.

### **Volatility of the net asset value**

**The volatility of the net asset value may be high due to the composition of the portfolio.**

### **Securities Financing Transactions (SFTs)**

The sub-fund may not lend any financial instruments.

### **General strategy for hedging the exchange risk**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.2. General strategy for hedging the exchange rate risk'.

## **Social, ethical and environmental aspects**

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.3. Social, ethical and environmental aspects

### **2.1.4. Financial portfolio management**

There is no delegation of the management of the asset allocation.

### **2.1.5. Distributors**

IVESAM NV, Havenlaan 2, B-1080 Brussels.

### **2.1.6. Index and benchmark**

See 'Sub-fund's investment policy'.

### **2.1.7. Policy pursued during the financial year**

As stipulated in the prospectus, the fund management aimed to reflect the performance of the MSCI World Index.

The fund's strategy is also consistent with the SRI strategy and the fund's assets are invested accordingly.

### **2.1.8. Future policy**

We refer to the General information on the SICAV of this report under '1.2.2. General overview of the markets' for an overview of the outlook.

### **2.1.9. Summary risk indicator (SRI)**

Classic Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

Institutional B Shares: 4 on a scale of 1 (lowest risk) to 7 (highest risk)

Moreover, an investment in this fund involves:

- a high level of exchange rate risk: since there are investments in securities that are denominated in currencies other than the Euro, there is a considerable chance that the value of an investment will be affected by movements in exchange rates.
- a high level of market risk: the level of the risk reflects the volatility of the stock market.
- a high level of performance risk: the level of the risk reflects the volatility of the stock market.

There is no capital protection.

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.4. Summary risk indicator'

The summary risk indicator gives an idea of the risk associated with investing in an undertaking for collective investment or a sub-fund. It measures risk on a scale of one (least risk) to seven (most risk).

## 2.2. Balance sheet

Balance sheet layout		30/06/2023 (in Euro)	30/06/2022 (in Euro)
	<b>TOTAL NET ASSETS</b>	1,623,721,671.54	1,437,564,261.86
<b>II.</b>	<b>Securities, money market instruments, UCIs and derivatives</b>		
C.	Shares and similar instruments		
	a) Shares	1,625,079,111.48	1,416,638,648.19
D.	Other securities	15.22	20,418.66
F.	Derivative financial instruments		
	j) Foreign exchange		
	Futures and forward contracts (+/-)	-204.88	2,134.67
<b>IV.</b>	<b>Receivables and payables within one year</b>		
A.	Receivables		
	a) Accounts receivable	109,634,935.81	98,426,581.32
B.	Payables		
	a) Accounts payable (-)	-52,016,313.14	-38,716,717.30
	c) Borrowings (-)	-59,559,484.22	-39,259,837.40
<b>V.</b>	<b>Deposits and cash at bank and in hand</b>		
A.	Demand balances at banks	346,173.31	144,574.14
<b>VI.</b>	<b>Accruals and deferrals</b>		
B.	Accrued income	1,176,030.73	1,339,865.70
C.	Accrued expense (-)	-938,592.77	-1,031,406.12
	<b>TOTAL SHAREHOLDERS' EQUITY</b>	1,623,721,671.54	1,437,564,261.86
<b>A.</b>	<b>Capital</b>	1,467,620,331.19	1,729,324,557.89
<b>B.</b>	<b>Income equalization</b>	446,864.60	-256,793.25
<b>D.</b>	<b>Result of the period</b>	155,654,475.75	-291,503,502.78
<b>Off-balance-sheet headings</b>			
<b>III.</b>	Notional amounts of futures and forward contracts (+)		
<b>III.A.</b>	Purchased futures and forward contracts		7,833,230.41
<b>III.B.</b>	Written futures and forward contracts	-125,860.32	-1,655,639.97



## 2.3. Profit and loss account

Income Statement		30/06/2023 (in Euro)	30/06/2022 (in Euro)
<b>I.</b>	<b>Net gains(losses) on investments</b>		
C.	Shares and similar instruments		
	a) Shares	174,439,343.44	-375,689,960.49
D.	Other securities	-50,732.61	-14.82
H.	Foreign exchange positions and transactions		
	a) Derivative financial instruments		
	Futures and forward contracts	-204.88	2,134.67
	b) Other foreign exchange positions and transactions	-29,658,465.71	74,393,407.91
	<b>Det.section I gains and losses on investments</b>		
	Realised gains on investments	31,950,165.21	99,037,798.50
	Unrealised gains on investments	110,544,506.41	-213,367,919.91
	Realised losses on investments	-27,947,731.60	-17,662,420.58
	Unrealised losses on investments	30,183,000.24	-169,301,890.74
<b>II.</b>	<b>Investment income and expenses</b>		
A.	Dividends	15,754,769.05	15,139,928.55
B.	Interests		
	b) Cash at bank and in hand and deposits	50,219.89	5,021.92
C.	Interest on borrowings (-)	-57,246.39	-15,905.92
<b>III.</b>	<b>Other income</b>		
A.	Income received to cover the acquisition and realization of assets, to discourage withdrawals and for delivery charges	405,364.95	508,287.27
<b>IV.</b>	<b>Operating expenses</b>		
A.	Investment transaction and delivery costs (-)	-261,570.72	-143,954.87
B.	Financial expenses (-)	-310.53	-412.68
C.	Custodian's fee (-)	-297,353.70	-340,504.12
D.	Manager's fee (-)		
	a) Financial management		
	Classic Shares	-919,203.28	-1,114,651.07
	Institutional Shares	-2,179,166.59	-2,743,347.83
	Institutional B Shares	-398,169.25	-311,396.05
	b) Administration and accounting management	-753,140.76	-805,254.24
E.	Administrative expenses (-)	0.23	0.16
F.	Formation and organisation expenses (-)	-5,457.63	-3,837.66
H.	Services and sundry goods (-)	-2,824.53	-2,405.96
J.	Taxes		
	Classic Shares	-153,863.30	-167,548.58
	Institutional Shares	-50,511.85	-74,152.10
	Institutional B Shares	-7,888.92	-7,373.84
L.	Other expenses (-)	-199,111.18	-131,563.03
	<b>Income and expenditure for the period</b>		
	Subtotal II + III + IV	10,924,535.48	9,790,929.94
<b>V.</b>	<b>Profit (loss) on ordinary activities before tax</b>	155,654,475.75	-291,503,502.78
<b>VII.</b>	<b>Result of the period</b>	155,654,475.75	-291,503,502.78

## 2.4. Composition of the assets and key figures

### 2.4.1. Composition of the assets of KBC Institutional Fund World Equity Responsible Investing

Name	Quantity on 30/06/2023	Currency	Price in currency	Evaluation (in Euro)	% owned by UCI	% portfolio	% Net assets
NET ASSETS							
SECURITIES PORTFOLIO							
<b>Shares</b>							
Exchange-listed shares							
<u>Argentina</u>							
MERCADOLIBRE INC -	3,765.00	USD	1,184.600	4,088,010.08		0.25	0.25
<u>Australia</u>							
ANZ GROUP HOLDINGS LTD -	178,594.00	AUD	23.710	2,583,566.27		0.16	0.16
BLUESCOPE STEEL LTD -	175,958.00	AUD	20.550	2,206,185.52		0.14	0.14
BRAMBLES LTD -	166,959.00	AUD	14.410	1,467,895.04		0.09	0.09
COCHLEAR LTD -	2,202.00	AUD	229.070	307,756.13		0.02	0.02
COLES GROUP LTD -	120,550.00	AUD	18.420	1,354,808.86		0.08	0.08
COMMONWEALTH BANK AUST -	4,405.00	AUD	100.270	269,487.18		0.02	0.02
FORTESCUE METALS GROUP -	271,579.00	AUD	22.180	3,675,182.53		0.23	0.23
INDEPENDENCE GROUP NL -	126,010.00	AUD	15.200	1,168,610.51		0.07	0.07
MACQUARIE GROUP LTD -	30,723.00	AUD	177.620	3,329,482.02		0.21	0.21
NEWCREST MINING -	164,517.00	AUD	26.420	2,651,946.64		0.16	0.16
NORTHERN STAR RESOURCES LTD -	193,264.00	AUD	12.080	1,424,423.35		0.09	0.09
RAMSAY HEALTH CARE LTD -	23,670.00	AUD	56.290	812,925.40		0.05	0.05
REA GROUP LTD -	35,790.00	AUD	143.030	3,123,273.55		0.19	0.19
SCENTRE GROUP -	581,837.00	AUD	2.650	940,737.37		0.06	0.06
SEEK LTD -	189,866.00	AUD	21.720	2,516,101.80		0.16	0.16
SONIC HEALTHCARE LTD -	47,230.00	AUD	35.570	1,024,997.95		0.06	0.06
STOCKLAND -	192,844.00	AUD	4.030	474,168.13		0.03	0.03
TRANSURBAN GROUP -	132,851.00	AUD	14.250	1,155,050.25		0.07	0.07
VICINITY CENTRES -	636,769.00	AUD	1.845	716,802.43		0.04	0.04
WESTPAC BANKING -	22,984.00	AUD	21.340	299,254.86		0.02	0.02
WOOLWORTH GROUP LTD -	17,187.00	AUD	39.730	416,619.73		0.03	0.03
<u>Austria</u>							
ERSTE GROUP BANK AG -	12,345.00	EUR	32.090	396,151.05		0.02	0.02
<u>Belgium</u>							
G.B.L. -	3,851.00	EUR	72.160	277,888.16		0.02	0.02
KBC GROUP -	9,994.00	EUR	63.920	638,816.48		0.04	0.04
U.C.B. -	12,948.00	EUR	81.200	1,051,377.60		0.07	0.07
<u>Bermuda</u>							
ARCH CAPITAL GROUP LTD -	31,489.00	USD	74.850	2,160,358.98		0.13	0.13
EVEREST RE GROUP LTD -	6,786.00	USD	341.860	2,126,362.93		0.13	0.13
<u>Canada</u>							
AGNICO EAGLE MINES -	49,423.00	CAD	66.150	2,264,604.15		0.14	0.14
BANK OF MONTREAL -	45,656.00	CAD	119.640	3,783,620.86		0.23	0.23
BANK OF NOVA SCOTIA -	49,459.00	CAD	66.280	2,270,707.41		0.14	0.14
CGI INC A	6,563.00	CAD	139.700	635,085.44		0.04	0.04
ELEMENT FLEET MANGEMENT CORP -	186,048.00	CAD	20.180	2,600,635.67		0.16	0.16
GILDAN ACTIVEWEAR INC -	22,410.00	CAD	42.710	662,986.64		0.04	0.04
IGM FINANCIAL INC -	46,682.00	CAD	40.330	1,304,100.38		0.08	0.08
IVANHOE MINES LTD -	26,145.00	CAD	12.095	219,042.24		0.01	0.01
KINROSS GOLD -	189,708.00	CAD	6.330	831,807.25		0.05	0.05
LOBLAW COMPANIES LTD -	25,288.00	CAD	121.280	2,124,403.55		0.13	0.13
LUNDIN MINING CORP -	226,099.00	CAD	10.380	1,625,658.58		0.10	0.10
METRO INC -	27,568.00	CAD	74.800	1,428,368.30		0.09	0.09
NAT. BK CANADA -	11,018.00	CAD	98.700	753,274.50		0.05	0.05
POWER CORP -	91,310.00	CAD	35.660	2,255,449.09		0.14	0.14
RESTAURANT BRANDS INTERNATIONAL INC -	4,829.00	CAD	102.710	343,560.54		0.02	0.02
RITCHIE BROS. AUCTIONEERS -	13,248.00	CAD	79.500	729,542.83		0.05	0.05
ROYAL BK CANADA -	61,468.00	CAD	126.590	5,389,913.92		0.33	0.33
SHOPIFY INC -	31,073.00	CAD	85.620	1,842,857.50		0.11	0.11
SILVER WHEATON CORP -	71,607.00	CAD	57.210	2,837,662.71		0.18	0.18
TELUS CORP -	88,380.00	CAD	25.780	1,578,229.86		0.10	0.10
THOMSON REUTERS CORP -	30,765.00	CAD	178.860	3,811,566.42		0.24	0.24
TORONTO DOMINION BK -	79,878.00	CAD	82.110	4,543,144.82		0.28	0.28
<u>Cayman Islands</u>							
FUTU HOLDINGS LTD -	6,800.00	USD	39.740	247,692.03		0.02	0.02

SITC INTERNATIONAL HOLDINGS CO -	145,368.00	HKD	14,300	243,137.77		0.02	0.02
<u>China</u>							
LULULEMON ATHLETICA INC -	5,581.00	USD	378,500	1,936,213.11		0.12	0.12
<u>Cyprus</u>							
AROWNTOWN PROPERTY HOLD SA -	717,232.00	EUR	1,057	758,114.22		0.05	0.05
<u>Denmark</u>							
A.P. MOLLER-MAERSK A/S -B-	283.00	DKK	11,975,000	455,139.05		0.03	0.03
AP MOELLER - MAERSK A/S -	320.00	DKK	11,880,000	510,562.08		0.03	0.03
DANSKE BK AS -	80,753.00	DKK	166,000	1,800,316.63		0.11	0.11
DSV PANALPINA A S -	5,736.00	DKK	1,433,000	1,103,919.67		0.07	0.07
NOVO NORDISK A/S B	48,602.00	DKK	1,099,400	7,176,158.34		0.44	0.44
PANDORA A/S -	21,403.00	DKK	609,200	1,751,123.13		0.11	0.11
VESTAS WINDS SYSTEMS -	24,842.00	DKK	181,460	605,410.02		0.04	0.04
<u>Finland</u>							
KONE CORP. -	27,636.00	EUR	47,830	1,321,829.88		0.08	0.08
NOKIA A	187,047.00	EUR	3,836	717,418.77		0.04	0.04
ORION OYJ B	7,166.00	EUR	38,020	272,451.32		0.02	0.02
SAMPO OYJ SAMPO OYJ	13,277.00	EUR	41,120	545,950.24		0.03	0.03
<u>France</u>							
ALSTOM -	12,827.00	EUR	27,320	350,433.64		0.02	0.02
AXA -	48,998.00	EUR	27,025	1,324,170.95		0.08	0.08
BOUYGUES -	70,718.00	EUR	30,760	2,175,285.68		0.13	0.13
CAPGEMINI SA -	7,262.00	EUR	173,550	1,260,320.10		0.08	0.08
CARREFOUR -	33,144.00	EUR	17,355	575,214.12		0.04	0.04
DANONE SA -	27,174.00	EUR	56,140	1,525,548.36		0.09	0.09
EIFFAGE SA -	17,515.00	EUR	95,580	1,674,083.70		0.10	0.10
ESSILOR LUXOTTICA (PAR)	13,521.00	EUR	172,600	2,333,724.60		0.14	0.14
HERMES INTL. (PAR)	2,276.00	EUR	1,990,000	4,529,240.00		0.28	0.28
IPSEN -	2,690.00	EUR	110,200	296,438.00		0.02	0.02
KERING -	1,902.00	EUR	505,600	961,651.20		0.06	0.06
L'OREAL -	11,359.00	EUR	427,100	4,851,428.90		0.30	0.30
LEGRAND (PAR)	39,744.00	EUR	90,800	3,608,755.20		0.22	0.22
LVMH-MOET HENNESSY LOUIS VUITT SE -	5,180.00	EUR	863,000	4,470,340.00		0.28	0.28
MICHELIN (PAR)	47,282.00	EUR	27,060	1,279,450.92		0.08	0.08
PERNOD RICARD SA -	5,837.00	EUR	202,400	1,181,408.80		0.07	0.07
PUBLICIS GROUPE SA -	34,034.00	EUR	73,500	2,501,499.00		0.15	0.15
RENAULT (PAR)	19,333.00	EUR	38,580	745,867.14		0.05	0.05
SCHNEIDER ELECTRIC SE -	14,189.00	EUR	166,460	2,361,900.94		0.14	0.14
SOCIETE GENERALE SA -	23,447.00	EUR	23,800	558,038.60		0.03	0.03
SODEXHO ALLIANCE -	4,869.00	EUR	100,850	491,038.65		0.03	0.03
STMICROELECTRONICS NV -	38,590.00	EUR	45,565	1,758,353.35		0.11	0.11
UNIBAIL-RODAMCO SE -	19,376.00	EUR	48,150	932,954.40		0.06	0.06
VALEO -	84,334.00	EUR	19,630	1,655,476.42		0.10	0.10
VINCI S.A. -	48,727.00	EUR	106,380	5,183,578.26		0.32	0.32
VIVENDI SA -	129,360.00	EUR	8,406	1,087,400.16		0.07	0.07
WORLDLINE SA -	10,418.00	EUR	33,500	349,003.00		0.02	0.02
<u>Germany</u>							
ALLIANZ AG REG	7,570.00	EUR	213,200	1,613,924.00		0.10	0.10
BEIERSDORF AG -	1,226.00	EUR	121,250	148,652.50		0.01	0.01
COMMERZBANK AG -	327,081.00	EUR	10,150	3,319,872.15		0.20	0.20
CONTINENTAL AG -	36,064.00	EUR	69,100	2,492,022.40		0.15	0.15
DEUTSCHE BOERSE AG -	2,788.00	EUR	169,100	471,450.80		0.03	0.03
DEUTSCHE POST AG -	48,937.00	EUR	44,655	2,185,281.74		0.13	0.14
DEUTSCHE TELEKOM INT FIN REG	237,433.00	EUR	19,976	4,742,961.61		0.29	0.29
EVONIK INDUSTRIES AG -	16,073.00	EUR	17,430	280,152.39		0.02	0.02
FRESENIUS SE & CO KGAA (FRA)	26,099.00	EUR	25,370	662,131.63		0.04	0.04
GEA AG -	8,727.00	EUR	38,310	334,331.37		0.02	0.02
HENKEL KGAA PREF	32,131.00	EUR	73,260	2,353,917.06		0.14	0.14
KNORR-BREMSE AG -	13,244.00	EUR	69,980	926,815.12		0.06	0.06
LEG IMMOBILIEN AG -	13,966.00	EUR	52,640	735,170.24		0.05	0.05
MUNCHENER RUCKVERSICHERUNG AG REG	1,571.00	EUR	343,600	539,795.60		0.03	0.03
SAP AG -	14,831.00	EUR	125,140	1,855,951.34		0.11	0.11
SCOUT24 AG -	23,627.00	EUR	58,080	1,372,256.16		0.08	0.09
SIEMENS ENERGY AG -	49,168.00	EUR	16,210	797,013.28		0.05	0.05
SIEMENS HEALTHINEERS AG -	6,369.00	EUR	51,860	330,296.34		0.02	0.02
TELEFONICA DEUTSCHLAND HOLDING -	413,366.00	EUR	2,577	1,065,244.18		0.07	0.07
VONOVIA SE -	70,219.00	EUR	17,895	1,256,569.01		0.08	0.08
ZALANDO SE -	17,356.00	EUR	26,360	457,504.16		0.03	0.03
<u>Hong Kong</u>							
AIA GROUP LTD -	269,783.00	HKD	79,100	2,495,965.81		0.15	0.15
BOC HONG KONG HOLD LTD -	70,472.00	HKD	23,950	197,410.24		0.01	0.01
CK HUTCHISON HOLDINGS LTD -	364,772.00	HKD	47,850	2,041,507.62		0.13	0.13
HANG LUNG PROPERTIES LTD -	603,637.00	HKD	12,100	854,296.82		0.05	0.05
HONG KONG EXCHANGES & CLEARING LTD. -	34,957.00	HKD	295,200	1,206,974.45		0.07	0.07
MTR CORPORATION -	215,172.00	HKD	36,000	906,015.92		0.06	0.06
NEW WORLD DEV -	163,821.00	HKD	19,280	369,423.20		0.02	0.02
SUN HUNG KAI PROPS -	216,470.00	HKD	98,700	2,498,978.04		0.15	0.15

SWIRE PROPERTIES LTD -	396,920.00	HKD	19,260	894,142.70		0.06	0.06
<u>Ireland</u>							
AIB GROUP PLC -	154,754.00	EUR	3,850	595,802.90		0.04	0.04
NEW LINDE PLC -	19,816.00	USD	381,080	6,921,614.37		0.43	0.43
SEAGATE TECHNOLOGY HOLDINGS PL -	22,319.00	USD	61,870	1,265,698.01		0.08	0.08
<u>Italy</u>							
FINECOBANK BANCA FINECO SPA -	32,109.00	EUR	12,315	395,422.34		0.02	0.02
INTESA SANPAOLO SPA -	1,084,185.00	EUR	2,400	2,602,044.00		0.16	0.16
MEDIOBANCA (MIL) -	31,195.00	EUR	10,960	341,897.20		0.02	0.02
PRYSMIAN SPA -	26,579.00	EUR	38,280	1,017,444.12		0.06	0.06
RECORDATI SPA -	6,589.00	EUR	43,750	288,268.75		0.02	0.02
TELECOM ITALIA SPA (MIL) -	2,705,291.00	EUR	0,258	697,424.02		0.04	0.04
TERNA RETE ELETTRICA NAZIONALE -	3,623.00	EUR	7,806	28,281.14		0.00	0.00
UNICREDIT SPA -	200,246.00	EUR	21,265	4,258,231.19		0.26	0.26
<u>Japan</u>							
ADVANTEST CORP -	34,900.00	JPY	19,150,000	4,238,346.20		0.26	0.26
AEON CO LTD. -	103,757.00	JPY	2,942,000	1,935,808.08		0.12	0.12
AJINOMOTO -	30,400.00	JPY	5,724,000	1,103,507.86		0.07	0.07
ASAHI GROUP HOLDINGS LTD -	43,800.00	JPY	5,574,000	1,548,257.87		0.10	0.10
ASTELLAS PHARMA INC -	129,400.00	JPY	2,149,000	1,763,489.65		0.11	0.11
BRIDGESTONE CORP -	66,800.00	JPY	5,892,000	2,495,981.85		0.15	0.15
DAI NIPPON PRINTNG -	80,600.00	JPY	4,078,000	2,084,416.42		0.13	0.13
DAIFUKU CO LTD -	34,800.00	JPY	2,942,500	649,378.55		0.04	0.04
DAIICHI SANKYO COMPANY LTD -	75,500.00	JPY	4,550,000	2,178,515.08		0.13	0.13
DAIWA HOUSE -	73,700.00	JPY	3,792,000	1,772,303.27		0.11	0.11
EAST JAPAN RAILWAY -	58,100.00	JPY	7,987,000	2,942,808.76		0.18	0.18
EISAI CO. -	11,100.00	JPY	9,724,000	684,494.80		0.04	0.04
FANUC CORP -	27,000.00	JPY	5,032,000	861,601.84		0.05	0.05
FAST RETAILING CO LTD. -	2,064.00	JPY	36,720,000	480,634.11		0.03	0.03
FUJITSU LTD -	7,600.00	JPY	18,595,000	896,214.56		0.06	0.06
HAMAMATSU PHOTONICS KK -	37,500.00	JPY	7,026,000	1,670,866.05		0.10	0.10
HITACHI -	18,100.00	JPY	8,896,000	1,021,117.15		0.06	0.06
IBIDEN CO LTD -	24,400.00	JPY	8,100,000	1,253,363.57		0.08	0.08
ISUZU MOTORS LTD -	112,600.00	JPY	1,740,000	1,242,481.30		0.08	0.08
IT HOLDINGS CORP -	11,300.00	JPY	3,591,000	257,333.35		0.02	0.02
ITOCHU TECHNO-SCIENCE CORP. -	14,600.00	JPY	3,636,000	336,650.26		0.02	0.02
JAPAN POST HOLDINGS CO LTD -	534,100.00	JPY	1,036,500	3,510,703.13		0.22	0.22
KAJIMA CORP -	47,200.00	JPY	2,170,000	649,537.09		0.04	0.04
KAO CORP -	55,500.00	JPY	5,214,000	1,835,127.45		0.11	0.11
KINTETSU GROUP HOLDINGS CO LTD -	20,400.00	JPY	4,984,000	644,778.32		0.04	0.04
KOSE CORP -	3,500.00	JPY	13,790,000	306,079.70		0.02	0.02
KUBOTA CORP -	164,900.00	JPY	2,099,000	2,195,004.00		0.14	0.14
MINEBEA -	101,000.00	JPY	2,705,000	1,732,570.30		0.11	0.11
mitsubishi UFJ FINANCIAL GROUP -	811,800.00	JPY	1,065,000	5,482,780.73		0.34	0.34
MIZUHO FINANCIAL GROUP INC. -	275,910.00	JPY	2,199,000	3,847,644.09		0.24	0.24
MURATA MANUFACTURING CO -	61,500.00	JPY	8,236,000	3,212,134.16		0.20	0.20
NEC CORP(NIPPON EL.) -	42,800.00	JPY	6,965,000	1,890,458.34		0.12	0.12
NEXON CO LTD -	38,300.00	JPY	2,747,000	667,205.56		0.04	0.04
NGK INSULATORS -	122,900.00	JPY	1,714,000	1,335,872.23		0.08	0.08
NINTENDO CO -	56,300.00	JPY	6,542,000	2,335,722.03		0.14	0.14
NISSAN CHEMICAL INDUSTRIES LTD -	10,700.00	JPY	6,169,000	418,601.49		0.03	0.03
NTT DATA CORPORATION -	24,800.00	JPY	2,007,000	315,646.72		0.02	0.02
OBAYASHI CORP -	93,400.00	JPY	1,244,000	736,833.70		0.05	0.05
OMRON CORP -	21,100.00	JPY	8,768,000	1,173,235.56		0.07	0.07
ORIX (ORIENT LEASING) -	34,700.00	JPY	2,612,500	574,894.29		0.04	0.04
OTSUKA CORP -	30,100.00	JPY	5,587,000	1,066,466.92		0.07	0.07
OTSUKA HOLDINGS CO LTD -	32,400.00	JPY	5,271,000	1,083,029.41		0.07	0.07
RAKUTEN INC -	13,700.00	JPY	499,000	43,353.42		0.00	0.00
RESONA HOLDINGS INC -	63,200.00	JPY	690,300	276,666.88		0.02	0.02
SEIKO EPSON CORP -	132,300.00	JPY	2,239,000	1,878,521.46		0.12	0.12
SOFTBANK CORP -	46,500.00	JPY	1,540,000	454,125.51		0.03	0.03
SONY CORP -	57,763.00	JPY	12,965,000	4,749,244.02		0.29	0.29
SQUARE ENIX CO -	27,100.00	JPY	6,688,000	1,149,390.96		0.07	0.07
SUMISHO COMPUTER SYSTEMS CORP -	47,400.00	JPY	2,259,500	679,192.54		0.04	0.04
SUMITOMO MITSUI FINANCIAL GROUP INC -	28,700.00	JPY	6,159,000	1,120,970.86		0.07	0.07
SUMITOMO MITSUI TRUST HOLD INC -	9,100.00	JPY	5,113,000	295,066.16		0.02	0.02
TAISEI CORP -	38,800.00	JPY	5,021,000	1,235,447.14		0.08	0.08
TAKEDA PHARMACEUTICAL CO LTD -	158,477.00	JPY	4,527,000	4,549,660.17		0.28	0.28
TDK CORP -	53,500.00	JPY	5,567,000	1,888,761.95		0.12	0.12
TOKYO ELECTRON -	30,900.00	JPY	20,560,000	4,028,875.18		0.25	0.25
TOYOTA TSUSHO CORPORATION -	39,700.00	JPY	7,139,000	1,797,339.47		0.11	0.11
WELCIA HOLDINGS CO LTD -	18,400.00	JPY	2,995,500	349,533.95		0.02	0.02
WEST JAPAN RAILWAY -	27,000.00	JPY	5,990,000	1,025,634.94		0.06	0.06
YAMAHA MOTORS -	139,300.00	JPY	4,122,000	3,641,340.79		0.22	0.22
YOKOGAWA ELECTRIC CORP -	88,300.00	JPY	2,650,500	1,484,194.22		0.09	0.09
Z HOLDINGS CORP -	539,800.00	JPY	346,400	1,185,804.21		0.07	0.07
<u>Netherlands</u>							
A.K.Z.O. NOBEL -	10,242.00	EUR	74,720	765,282.24		0.05	0.05
AEGON -	235,563.00	EUR	4,630	1,090,656.69		0.07	0.07

ASM INTERNATIONAL -	1,605.00	EUR	388.350	623,301.75	0.04	0.04
ASML HOLDING NV -	17,823.00	EUR	663.000	11,816,649.00	0.73	0.73
CNH INDUSTRIAL NV -	47,719.00	EUR	13.205	630,129.40	0.04	0.04
IMCD GROUP NV -	3,602.00	EUR	131.700	474,383.40	0.03	0.03
ING GROEP NV -	143,064.00	EUR	12.338	1,765,123.63	0.11	0.11
NN GROUP NV -	65,469.00	EUR	33.910	2,220,053.79	0.14	0.14
NXP SEMICONDUCTOR NV -	11,916.00	USD	204.680	2,235,533.35	0.14	0.14
PROSUS NV -	34,664.00	EUR	67.110	2,326,301.04	0.14	0.14
<u>Norway</u>						
ADEVINTA ASA B	112,791.00	NOK	70.400	679,342.76	0.04	0.04
DNB BANK ASA -	186,323.00	NOK	200.700	3,199,305.31	0.20	0.20
ORKLA ASA A	4,095.00	NOK	77.100	27,011.59	0.00	0.00
STATOILHYDRO ASA -	464,202.00	NOK	63.800	2,533,783.67	0.16	0.16
YARA INTL ASA -	43,552.00	NOK	379.000	1,412,177.09	0.09	0.09
<u>Portugal</u>						
JERONIMO MARTINS -	24,326.00	EUR	25.240	613,988.24	0.04	0.04
<u>Singapore</u>						
CAPITALAND INTEGR COMMERCIAL TRUST -	214,100.00	SGD	1.910	276,958.79	0.02	0.02
CAPITALAND LTD -	212,000.00	SGD	3.310	475,257.50	0.03	0.03
CITY DEVELOPMENTS LTD -	432,370.00	SGD	6.720	1,967,840.74	0.12	0.12
DBS GROUP HOLDINGS LTD -	164,700.00	SGD	31.510	3,514,852.66	0.22	0.22
SINGAPORE TELECOM -	1,405,200.00	SGD	2.500	2,379,267.50	0.15	0.15
UNITED OVERSEAS BANK LTD. -	104,500.00	SGD	28.000	1,981,707.00	0.12	0.12
<u>Spain</u>						
ACCIONA SA -	10,602.00	EUR	155.400	1,647,550.80	0.10	0.10
AENA SA -	3,783.00	EUR	148.000	559,884.00	0.03	0.03
BANCO BILBAO VIZCAYA ARGENTARIA -	257,677.00	EUR	7.032	1,811,984.66	0.11	0.11
BANCO SANTANDER CENTRAL HISPANO SA -	392,501.00	EUR	3.385	1,328,615.89	0.08	0.08
CAIXABANK SA -	278,863.00	EUR	3.787	1,056,054.18	0.07	0.07
CELLNEX TELECOM SAU -	1,809.00	EUR	36.990	66,914.91	0.00	0.00
CORP ACCIONA ENERGIAS RENOVABL -	12,942.00	EUR	30.620	396,284.04	0.02	0.02
EDP RENOVAVEIS SA -	149,629.00	EUR	18.295	2,737,462.56	0.17	0.17
FERROVIAL SA -	111,481.00	EUR	28.970	3,229,604.57	0.20	0.20
RED ELECTRICA DE ESPANA -	184,730.00	EUR	15.385	2,842,071.05	0.18	0.18
<u>Sweden</u>						
ATLAS COPCO AB AB B FRIA	328,821.00	SEK	134.250	3,746,045.61	0.23	0.23
BOLIDEN AB -	75,125.00	SEK	311.550	1,986,147.33	0.12	0.12
EPIROC AB #NAME?	47,182.00	SEK	203.900	816,380.82	0.05	0.05
EPIROC AB #NAME?	43,525.00	SEK	174.300	643,776.90	0.04	0.04
INDUSTRIVARDEN AB -	28,593.00	SEK	297.200	721,120.35	0.04	0.04
KINNEVIK AB -B-	31,596.00	SEK	149.400	400,573.23	0.03	0.03
LIFCO AB -	32,378.00	SEK	234.300	643,756.35	0.04	0.04
SKANSKA AB B	110,084.00	SEK	151.150	1,411,989.85	0.09	0.09
<u>Switzerland</u>						
BARRY CALLEBAUT -	436.00	CHF	1,727.000	771,437.79	0.05	0.05
FERGUSON PLC -	7,927.00	USD	157.310	1,142,984.76	0.07	0.07
GIVAUDAN (NOM)	497.00	CHF	2,965.000	1,509,743.50	0.09	0.09
KUEHNE & NAGEL INT'L AG -	6,980.00	CHF	264.700	1,892,916.46	0.12	0.12
LOGITECH INTERNATIONAL SA REG	30,278.00	CHF	53.240	1,651,533.22	0.10	0.10
NESTLE AG REG	96,866.00	CHF	107.600	10,678,388.59	0.66	0.66
NOVARTIS AG REG	102,455.00	CHF	90.000	9,447,083.42	0.58	0.58
ROCHE HOLDING -	1,745.00	CHF	293.600	524,896.37	0.03	0.03
ROCHE HOLDING GENOTS	23,884.00	CHF	273.500	6,692,470.67	0.41	0.41
SCHINDLER-HLDG PART.BON	8,885.00	CHF	209.700	1,908,877.00	0.12	0.12
SIKA FINANZ AG -	7,540.00	CHF	255.700	1,975,259.49	0.12	0.12
SWISS PRIME SITE -	8,951.00	CHF	77.650	712,090.35	0.04	0.04
SWISSCOM AG -	2,067.00	CHF	557.800	1,181,247.96	0.07	0.07
TE CONNECTIVITY LTD -	31,795.00	USD	140.160	4,084,681.21	0.25	0.25
THE SWATCH GROUP AG -	8,569.00	CHF	261.100	2,292,234.78	0.14	0.14
UBS GROUP AG -	48,988.00	CHF	18.095	908,176.75	0.06	0.06
VAT GROUP AG -	2,895.00	CHF	370.000	1,097,418.75	0.07	0.07
ZURICH INSURANCE GROUP AG -	3,982.00	CHF	424.900	1,733,445.01	0.11	0.11
<u>U.K.</u>						
ABRDN PLC -	253,878.00	GBP	2.182	645,535.59	0.04	0.04
ANGLO AMERICAN PLC PLC	70,656.00	GBP	22.330	1,838,561.44	0.11	0.11
ANTOFAGASTA PLC -	80,732.00	GBP	14.610	1,374,473.29	0.09	0.09
ASHTAD GROUP PLC -	16,498.00	GBP	54.440	1,046,621.84	0.06	0.06
ASTRAZENECA PLC -	63,551.00	GBP	112.760	8,350,602.91	0.51	0.51
AUTO TRADER GROUP PLC -	115,405.00	GBP	6.104	820,879.72	0.05	0.05
AVIVA PLC -	210,232.00	GBP	3.952	968,180.06	0.06	0.06
BARCLAYS BANK PLC -	1,094,458.00	GBP	1.534	1,956,177.28	0.12	0.12
BURBERRY GROUP PLC -	35,958.00	GBP	21.200	888,324.76	0.06	0.06
COMPASS GROUP -	116,317.00	GBP	22.020	2,984,701.36	0.18	0.18
CRODA INTERNATIONAL -	10,304.00	GBP	56.260	675,532.04	0.04	0.04
EXPERIAN GROUP LTD -	9,724.00	GBP	30.180	341,983.04	0.02	0.02
GLAXOSMITHKLINE PLC -	211,181.00	GBP	13.888	3,417,707.78	0.21	0.21
HIKMA PHARMACEUTICALS PLC -	99,153.00	GBP	18.905	2,184,353.47	0.13	0.14

HSBC HOLDING PLC -	726,366.00	GBP	6.217	5,262,313.91	0.32	0.32
INFORMA PLC -	327,648.00	GBP	7.260	2,771,944.42	0.17	0.17
LLOYDS BANKING GROUP PLC -	5,020,546.00	GBP	0.436	2,550,223.22	0.16	0.16
LONDON STOCK EXCHANGE GRP PLC -	11,982.00	GBP	83.660	1,168,120.25	0.07	0.07
M&G PLC -	171,008.00	GBP	1.914	381,415.85	0.02	0.02
MONDI PLC -	58,706.00	GBP	11.990	820,242.09	0.05	0.05
OCADO GROUP PLC -	24,887.00	GBP	5.680	164,725.66	0.01	0.01
PEARSON PLC -	113,570.00	GBP	8.220	1,087,867.04	0.07	0.07
RECKITT BENCKISER PLC -	21,909.00	GBP	59.120	1,509,375.71	0.09	0.09
RELX PLC -	32,053.00	GBP	26.210	978,985.10	0.06	0.06
ROYAL BANK OF SCOTLAND GROUP PLC -	115,017.00	GBP	2.408	322,744.53	0.02	0.02
ROYALTY PHARMA PLC -	63,666.00	USD	30.740	1,793,852.28	0.11	0.11
SAGE GROUP -	46,474.00	GBP	9.248	500,839.13	0.03	0.03
SMITH&NEPHEW PLC -	23,155.00	GBP	12.680	342,140.44	0.02	0.02
STANDARD CHARTERED PLC -	170,097.00	GBP	6.830	1,353,810.05	0.08	0.08
TAYLOR WIMPEY PLC -	770,144.00	GBP	1.028	922,134.23	0.06	0.06
TESCO -	376,764.00	GBP	2.484	1,090,589.64	0.07	0.07
UNILEVER PLC -	75,290.00	GBP	40.975	3,594,981.30	0.22	0.22
VODAFONE GROUP PLC -	750,149.00	GBP	0.740	646,611.66	0.04	0.04
WHITBREAD HOLDINGS PLC -	29,648.00	GBP	33.860	1,169,829.94	0.07	0.07
WILLIS GROUP HOLDINGS LTD -	12,726.00	USD	235.500	2,746,996.33	0.17	0.17
WPP GROUP PLC -	165,707.00	GBP	8.234	1,589,981.58	0.10	0.10
3IGROUP -	136,625.00	GBP	19.485	3,102,208.35	0.19	0.19
<u>U.S.A.</u>						
ABBOTT LAB. -	63,063.00	USD	109.020	6,301,675.77	0.39	0.39
ABBVIE INC -	51,862.00	USD	134.730	6,404,552.94	0.39	0.39
ACCENTURE LTD A	36,624.00	USD	308.580	10,358,784.53	0.64	0.64
ADOBE SYSTEMS -	17,667.00	USD	488.990	7,918,410.93	0.49	0.49
ADVANC MICRO DEVICES -	70,492.00	USD	113.910	7,359,985.08	0.45	0.45
ADVANCE AUTO PARTS INC -	2,603.00	USD	70.300	167,727.68	0.01	0.01
AERCAP HOLDINGS NV -	20,454.00	USD	63.520	1,190,869.00	0.07	0.07
AFLAC INC -	48,938.00	USD	69.800	3,130,955.45	0.19	0.19
AGILENT TECHNOLOGIES -	32,488.00	USD	120.250	3,580,826.76	0.22	0.22
AIRBNB INC -	8,277.00	USD	128.160	972,300.93	0.06	0.06
AKAMAI TECHNOLOGIES INC -	16,553.00	USD	89.870	1,363,536.31	0.08	0.08
ALCOA CORP ALCOA CORP	22,142.00	USD	33.930	688,614.17	0.04	0.04
ALIGN TECHNOLOGY INC -	3,359.00	USD	353.640	1,088,796.30	0.07	0.07
ALLSTATE CORPORATION -	30,876.00	USD	109.040	3,085,901.96	0.19	0.19
ALPHABET INC -A-	222,378.00	USD	119.700	24,398,392.85	1.50	1.50
AMAZON COMM. INC. -	305,307.00	USD	130.360	36,480,128.80	2.25	2.25
AMERICAN EXPRESS -	37,726.00	USD	174.200	6,023,711.46	0.37	0.37
AMERICAN TOWER CORP CL A	16,780.00	USD	193.940	2,982,871.86	0.18	0.18
AMERISOURCEBERGEN CORP -	26,891.00	USD	192.430	4,743,020.28	0.29	0.29
AMGEN -	14,486.00	USD	222.020	2,947,920.92	0.18	0.18
ANNALY CAPITAL MANAGEMENT INC -	84,759.00	USD	20.010	1,554,562.41	0.10	0.10
ANSYS INC -	6,448.00	USD	330.270	1,951,953.22	0.12	0.12
ANTHEM INC -	16,146.00	USD	444.290	6,575,166.21	0.41	0.41
AON CORPORATION -	11,722.00	USD	345.200	3,708,922.46	0.23	0.23
APPLE INC -	570,310.00	USD	193.970	101,395,995.10	6.24	6.24
APPLIED MATERIALS -	56,230.00	USD	144.540	7,449,573.05	0.46	0.46
APTIV PLC -	37,132.00	USD	102.090	3,474,615.84	0.21	0.21
ARES MANAGEMENT CORP -	7,867.00	USD	96.350	694,762.10	0.04	0.04
AT&T INC -	382,228.00	USD	15.950	5,588,026.21	0.34	0.34
AUTODESK INC -	15,719.00	USD	204.610	2,947,996.87	0.18	0.18
AUTOMATIC DATA PROCESSING; INC. -	23,899.00	USD	219.790	4,814,629.89	0.30	0.30
AUTOZONE INC. -	1,589.00	USD	2,493.360	3,631,484.00	0.22	0.22
AVALONBAY COMMUNITIES INC -	11,214.00	USD	189.270	1,945,438.85	0.12	0.12
BANK OF AMERICA CORP -	117,393.00	USD	28.690	3,087,080.82	0.19	0.19
BAXTER INTL INC -	11,963.00	USD	45.560	499,573.13	0.03	0.03
BEST BUY -	21,609.00	USD	81.950	1,623,150.82	0.10	0.10
BILL.COM HOLDINGS INC -	8,332.00	USD	116.850	892,386.98	0.06	0.06
BIOGEN INC -	6,252.00	USD	284.850	1,632,339.32	0.10	0.10
BOOKING HOLDINGS INC -	2,636.00	USD	2,700.330	6,524,353.69	0.40	0.40
BORGWARNER INC -	75,659.00	USD	48.910	3,391,825.56	0.21	0.21
BOSTON SCIENTIFIC -	67,164.00	USD	54.090	3,329,881.54	0.21	0.21
BRISTOL-MYERS SQUIBB CO -	109,939.00	USD	63.950	6,444,178.78	0.40	0.40
BROADCOM INC -	15,303.00	USD	867.430	12,167,077.26	0.75	0.75
BROADRIDGE FINANCIAL SOLUTIONS -	16,968.00	USD	165.630	2,575,994.35	0.16	0.16
BURLINGTON STORES INC -	3,060.00	USD	157.390	441,442.16	0.03	0.03
C.H. ROBINSON WORLDWIDE INC. -	10,525.00	USD	94.350	910,205.09	0.06	0.06
CADENCE DESIGN SYSTEMS -	21,189.00	USD	234.520	4,554,761.03	0.28	0.28
CAMPBELL SOUP CO -	66,165.00	USD	45.710	2,772,137.63	0.17	0.17
CARDINAL HEALTH INC -	47,299.00	USD	94.570	4,099,969.23	0.25	0.25
CARMAX GROUP -	8,019.00	USD	83.700	615,206.51	0.04	0.04
CARNIVAL CORP CORP	32,038.00	USD	18.830	552,956.50	0.03	0.03
CATALENT INC -	20,743.00	USD	43.360	824,396.41	0.05	0.05
CB RICHARD ELLIS GROUP INC -	49,188.00	USD	80.710	3,638,829.95	0.22	0.22
CDW CORP/DE -	22,616.00	USD	183.500	3,803,882.68	0.23	0.23
CENTENE CORP -	4,638.00	USD	67.450	286,739.78	0.02	0.02
CIGNA CORP. -	21,160.00	USD	280.600	5,442,251.15	0.34	0.34
CISCO SYSTEMS INC -	226,958.00	USD	51.740	10,763,342.73	0.66	0.66
CITIZENS FINANCIAL GROUP -	89,581.00	USD	26.080	2,141,404.66	0.13	0.13

CLEVELAND-CLIFFS INC -	44,133.00	USD	16,760	677,973.49	0.04	0.04
COLOROX COMPANY -	23,816.00	USD	159,040	3,471,765.94	0.21	0.21
CLOUDFLARE INC -	18,947.00	USD	65,370	1,135,257.00	0.07	0.07
CME GROUP INC -	17,844.00	USD	185,290	3,030,535.99	0.19	0.19
COCA-COLA CO -	112,800.00	USD	60,220	6,226,229.15	0.38	0.38
COGNIZANT TECHNOLOGY SOLUTIONS CORP. -	11,659.00	USD	65,280	697,616.43	0.04	0.04
COLGATE - PALMOLIVE -	10,968.00	USD	77,040	774,495.62	0.05	0.05
COMCAST CORP -A-	9,770.00	USD	41,550	372,083.87	0.02	0.02
COSTCO WHOLESALE CORPORATION -	5,647.00	USD	538,380	2,786,646.98	0.17	0.17
CROWDSTRIKE HOLDINGS INC -	13,219.00	USD	146,870	1,779,536.69	0.11	0.11
CROWN CASTLE INTL CORP -	7,009.00	USD	113,940	731,994.01	0.05	0.05
CVS HEALTH CORP -	38,877.00	USD	69,130	2,463,397.81	0.15	0.15
DANAHER CORPORATION -	31,043.00	USD	240,000	6,828,890.93	0.42	0.42
DARLING INGREDIENTS INC -	19,644.00	USD	63,790	1,148,570.82	0.07	0.07
DAVITA INC -	16,592.00	USD	100,470	1,527,954.39	0.09	0.09
DEERE & COMPANY -	9,349.00	USD	405,190	3,472,155.19	0.21	0.21
DELL TECHNOLOGIES INC -	29,525.00	USD	54,110	1,464,342.58	0.09	0.09
DEXCOM INC -	11,203.00	USD	128,510	1,319,612.77	0.08	0.08
DIGITAL INSIGHT -	20,174.00	USD	113,870	2,105,603.46	0.13	0.13
DISCOVER FINANCIAL SERVICES -	37,493.00	USD	116,850	4,015,634.33	0.25	0.25
DISCOVERY INC -A-	140,037.00	USD	12,540	1,609,591.18	0.10	0.10
DOCUSIGN INC -	14,637.00	USD	51,090	685,430.18	0.04	0.04
DOVER CORPORATION -	2,871.00	USD	147,650	388,545.51	0.02	0.02
EBAY INC. -	84,111.00	USD	44,690	3,445,390.09	0.21	0.21
ECOLAB; INC. -	2,753.00	USD	186,690	471,088.52	0.03	0.03
EDWARDS LIFESCIENCES CORP. -	39,680.00	USD	94,330	3,430,810.63	0.21	0.21
ELECTRONIC ARTS -	3,986.00	USD	129,700	473,862.69	0.03	0.03
ENPHASE ENERGY INC -	5,239.00	USD	167,480	804,241.72	0.05	0.05
EQUINIX INC -	1,128.00	USD	783,940	810,526.42	0.05	0.05
EQUITY RESIDENTIAL -	27,185.00	USD	65,970	1,643,807.93	0.10	0.10
ESSEX PROPERTY TRUST INC -	572.00	USD	234,300	122,841.06	0.01	0.01
ESTEE LAUDER -	19,272.00	USD	196,380	3,468,960.00	0.21	0.21
ETSY INC -	14,434.00	USD	84,610	1,119,395.73	0.07	0.07
EXPEDITORS INTL OF WASHINGTON INC. -	9,493.00	USD	121,130	1,053,975.33	0.07	0.07
FACTSET RESEARCH SYSTEMS INC. -	7,396.00	USD	400,650	2,716,047.11	0.17	0.17
FAIR ISAAC INC -	1,554.00	USD	809,210	1,152,623.59	0.07	0.07
FIFTH THIRD BANCORPORATION -	109,830.00	USD	26,210	2,638,537.40	0.16	0.16
FIRST SOLAR INC -	8,397.00	USD	190,090	1,463,048.33	0.09	0.09
FLEETCOR TECHNOLOGIES INC -	9,290.00	USD	251,080	2,137,977.27	0.13	0.13
FOX CORP CLASS A	37,804.00	USD	34,000	1,178,126.49	0.07	0.07
FOX CORP CLASS B	91,856.00	USD	31,890	2,684,956.77	0.17	0.17
FRANKLIN RESOURCES INC -	116,410.00	USD	26,710	2,849,964.34	0.18	0.18
GARTNER INC A	11,883.00	USD	350,310	3,815,521.29	0.24	0.24
GENERAL MILLS IN -	59,028.00	USD	76,700	4,149,814.48	0.26	0.26
GENUINE PARTS -	21,051.00	USD	169,230	3,265,316.89	0.20	0.20
GILEAD SCIENCES -	46,158.00	USD	77,070	3,260,675.58	0.20	0.20
GODADDY INC -	14,291.00	USD	75,130	984,127.25	0.06	0.06
GOOGLE INC -C-	161,936.00	USD	120,970	17,955,451.81	1.11	1.11
HARTFORD FIN.SERV.GR. -	37,109.00	USD	72,020	2,449,670.19	0.15	0.15
HASBRO INC. -	27,221.00	USD	64,770	1,616,044.15	0.10	0.10
HCA HEALTHCARE INC -	15,039.00	USD	303,480	4,183,350.80	0.26	0.26
HEALTHPEAK PROPERTIES INC -	30,122.00	USD	20,100	554,951.60	0.03	0.03
HENRY SCHEIN INC. -	19,732.00	USD	81,100	1,466,787.53	0.09	0.09
HERSHEY CORP -	17,797.00	USD	249,700	4,073,245.55	0.25	0.25
HEWLETT PACKARD -	52,112.00	USD	30,710	1,466,873.99	0.09	0.09
HEWLETT PACKARD ENTERPRISE CO -	243,780.00	USD	16,800	3,753,899.18	0.23	0.23
HILTON WORLDWIDE HOLDINGS INC -	31,997.00	USD	145,550	4,268,710.68	0.26	0.26
HOME DEPOT -	37,286.00	USD	310,640	10,616,428.08	0.65	0.65
HUBSPOT INC -	4,363.00	USD	532,090	2,127,872.29	0.13	0.13
HUMANA INC. -	3,191.00	USD	447,130	1,307,783.53	0.08	0.08
HUNTINGTON BANCSHARES;INC. -	256,104.00	USD	10,780	2,530,523.48	0.16	0.16
I.B.M. -	63,233.00	USD	133,810	7,755,460.80	0.48	0.48
IDEXX LABORATORIES INC. -	1,289.00	USD	502,230	593,377.15	0.04	0.04
ILLINOIS TOOL WORKS INC -	17,431.00	USD	250,160	3,996,827.64	0.25	0.25
ILLUMINA INC -	9,616.00	USD	187,490	1,652,524.14	0.10	0.10
INSULET CORP -	1,508.00	USD	288,340	398,548.78	0.03	0.03
INTEL CORP -	194,639.00	USD	33,440	5,965,836.99	0.37	0.37
INTERCONTINENTALEXCHANGE GROUP -	10,058.00	USD	113,080	1,042,491.88	0.06	0.06
INTERPUBLIC GROUP -	99,563.00	USD	38,580	3,520,752.10	0.22	0.22
INTUIT INC -	12,059.00	USD	458,190	5,064,448.41	0.31	0.31
INTUITIVE SURGICAL INC -	4,308.00	USD	341,940	1,350,208.54	0.08	0.08
JACK HENRY & ASSOCIATES INC -	6,912.00	USD	167,330	1,060,114.54	0.07	0.07
JB HUNT TRANSPORT SERVICES INC -	14,877.00	USD	181,030	2,468,545.66	0.15	0.15
JOHNSON & JOHNSON -	100,246.00	USD	165,520	15,208,724.03	0.94	0.94
JPMORGAN CHASE & CO -	72,954.00	USD	145,440	9,725,416.83	0.60	0.60
KEURIG DR PEPPER INC -	105,380.00	USD	31,270	3,020,378.19	0.19	0.19
KEYSIGHT TECHNOLOGIES INC -	16,354.00	USD	167,450	2,510,061.69	0.15	0.16
KIMBERLEY-CLARK CORP -	13,074.00	USD	138,060	1,654,442.20	0.10	0.10
KIMCO REALTY -	119,883.00	USD	19,720	2,166,904.45	0.13	0.13
KLA CORPORATION -	4,103.00	USD	485,020	1,824,048.63	0.11	0.11
KNIGHT-SWIFT TRANSPORTATION -	60,564.00	USD	55,560	3,084,267.50	0.19	0.19
KROGER CY -	77,858.00	USD	47,000	3,354,102.66	0.21	0.21

LAM RESEARCH CORP -	10,337.00	USD	642.860	6,090,965.92		0.38	0.38
LAMB WESTON HOLDINGS INC -	21,424.00	USD	114.950	2,257,276.63		0.14	0.14
LEAR CORP -	23,470.00	USD	143.550	3,088,101.28		0.19	0.19
LIBERTY BROADBAND CORP -	27,716.00	USD	80.110	2,035,131.77		0.13	0.13
LILLY (ELI) & CO -	28,526.00	USD	468.980	12,262,258.00		0.76	0.76
LINCOLN NATIONAL CORPORATION -	35,951.00	USD	25.760	848,852.21		0.05	0.05
LOWE'S CIE -	30,397.00	USD	225.700	6,288,361.96		0.39	0.39
LPL FINANCIAL HOLDINGS INC -	14,973.00	USD	217.430	2,984,032.44		0.18	0.18
LUMEN TECHNOLOGIES INC -	54,004.00	USD	2.260	111,868.96		0.01	0.01
MARKETAXESS HOLDINGS INC -	2,338.00	USD	261.420	560,219.95		0.03	0.04
MARSH & MCLENNAN CO -	32,134.00	USD	188.080	5,539,654.19		0.34	0.34
MASTERCARD INC -	24,500.00	USD	393.300	8,832,126.49		0.54	0.54
MC DONALD'S CORP -	13,290.00	USD	298.410	3,635,076.90		0.22	0.22
MCGRAW HILL FINANCIAL INC -	18,265.00	USD	400.890	6,711,508.57		0.41	0.41
MCKESSON CORP -	13,412.00	USD	427.310	5,253,053.82		0.32	0.32
MEDTRONIC PLC -	74,296.00	USD	88.100	5,999,521.17		0.37	0.37
MERCK & CO -	106,552.00	USD	115.390	11,269,509.88		0.69	0.69
METLIFE INC. -	79,953.00	USD	56.530	4,142,752.60		0.26	0.26
METTLER-TOLEDO INTERNATIONAL INC -	3,026.00	USD	1,311.640	3,637,967.59		0.22	0.22
MICRON TECHNOLOGY -	77,433.00	USD	63.110	4,479,190.31		0.28	0.28
MICROSOFT CORP -	257,136.00	USD	340.540	80,261,313.88		4.94	4.94
MODERNA INC -	4,320.00	USD	121.500	481,099.91		0.03	0.03
MOHAWK INDUSTRIES INC -	17,024.00	USD	103.160	1,609,712.04		0.10	0.10
MOLSON COORS BREWING CO B	58,611.00	USD	65.840	3,537,074.46		0.22	0.22
MONDELEZ INTERNATIONAL INC A	90,286.00	USD	72.940	6,036,169.42		0.37	0.37
MONGODB INC -	1,190.00	USD	410.990	448,284.23		0.03	0.03
MOODY S CORP -	16,775.00	USD	347.720	5,346,473.88		0.33	0.33
MORGAN STANLEY -	72,121.00	USD	85.400	5,645,401.83		0.35	0.35
MSCI INC -	8,551.00	USD	469.290	3,678,184.04		0.23	0.23
NASDAQ INC -	70,371.00	USD	49.850	3,215,393.54		0.20	0.20
NETFLIX INC -	8,998.00	USD	440.490	3,632,932.19		0.22	0.22
NEWMONT GOLD CORP CORP -	54,295.00	USD	42.660	2,123,029.06		0.13	0.13
NIKE B	64,476.00	USD	110.370	6,522,654.56		0.40	0.40
NUTRIEN LTD -	1,493.00	CAD	78.210	80,882.66		0.01	0.01
NVIDIA CORP NAS	88,857.00	USD	423.020	34,453,059.71		2.12	2.12
O'REILLY AUTOMOTIVE INC. -	3,546.00	USD	955.300	3,104,943.90		0.19	0.19
OKTA INC -	12,635.00	USD	69.350	803,150.55		0.05	0.05
OLD DOMINION FREIGHT LINE INC -	8,327.00	USD	369.750	2,822,097.39		0.17	0.17
ORACLE CORP -	57,814.00	USD	119.090	6,310,787.59		0.39	0.39
OTIS WORLDWIDE CORP -	34,761.00	USD	89.010	2,836,000.56		0.18	0.18
PACCAR,INC. -	16,897.00	USD	83.650	1,295,539.92		0.08	0.08
PALO ALTO NETWORKS INC -	17,864.00	USD	255.510	4,183,712.78		0.26	0.26
PARAMOUNT GLOBAL -	124,288.00	USD	15.910	1,812,485.87		0.11	0.11
PAYCHEX INC -	25,700.00	USD	111.870	2,635,251.15		0.16	0.16
PAYPAL HOLDINGS INC -	43,711.00	USD	66.730	2,673,542.65		0.17	0.17
PEPSICO INC -	69,951.00	USD	185.220	11,875,640.90		0.73	0.73
PFIZER -	224,299.00	USD	36.680	7,541,051.62		0.46	0.46
PNC FINANCIAL SERVICES GROUP -	32,947.00	USD	125.950	3,803,551.47		0.23	0.23
PRINCIPAL FINANCIAL GROUP INC -	43,838.00	USD	75.840	3,047,363.81		0.19	0.19
PROGRESSIVE CORP OH -	40,258.00	USD	132.370	4,884,465.13		0.30	0.30
PROLOGIS TRUST -	45,978.00	USD	122.630	5,167,994.63		0.32	0.32
PRUDENTIAL FINANCIAL INC -	43,825.00	USD	88.220	3,543,759.40		0.22	0.22
QUALCOMM CORP -	25,824.00	USD	119.040	2,817,680.07		0.17	0.17
QUEST DIAGNOSTICS INC -	14,081.00	USD	140.560	1,814,138.74		0.11	0.11
REGENCY CENTERS CORP -	22,535.00	USD	61.770	1,275,881.71		0.08	0.08
REGENRON PHARMACEUTICALS -	4,585.00	USD	718.540	3,019,712.10		0.19	0.19
REGIONS FINANCIAL CORPORATION -	239,238.00	USD	17.820	3,907,627.09		0.24	0.24
RESMED INC -	10,670.00	USD	218.500	2,136,934.01		0.13	0.13
REVVITY INC -	14,888.00	USD	118.790	1,621,031.64		0.10	0.10
ROBERT HALF -	14,353.00	USD	75.220	989,580.81		0.06	0.06
ROLLINS INC -	93,115.00	USD	42.830	3,655,467.87		0.23	0.23
ROSS STORES -	24,519.00	USD	112.130	2,519,995.85		0.16	0.16
ROYAL CARIBBEAN GROUP LTD -	32,358.00	USD	103.740	3,076,827.61		0.19	0.19
SALESFORCE.COM INC. -	44,061.00	USD	211.260	8,531,921.96		0.53	0.53
SCHWAB (CHARLES) CORP. -	17,409.00	USD	56.680	904,438.24		0.06	0.06
SCP POOL CORPORATION -	8,495.00	USD	374.640	2,917,109.81		0.18	0.18
SEI INVESTMENTS CO -	56,868.00	USD	59.620	3,107,672.01		0.19	0.19
SERVICENOW INC -	3,693.00	USD	561.970	1,902,250.42		0.12	0.12
SNOWFLAKE INC -	4,493.00	USD	175.980	724,727.90		0.05	0.05
SPLUNK INC -	14,623.00	USD	106.090	1,421,956.07		0.09	0.09
STARBUCKS CORP -	65,098.00	USD	99.060	5,910,731.33		0.36	0.36
STEEL DYNAMICS INC -	30,949.00	USD	108.930	3,090,077.52		0.19	0.19
STRYKER CORPORATION -	4,678.00	USD	305.090	1,308,167.75		0.08	0.08
SYNCHRONY FINANCIAL -	88,128.00	USD	33.920	2,739,964.95		0.17	0.17
SYNOPSIS INC -	11,052.00	USD	435.410	4,410,771.15		0.27	0.27
SYSCO CORPORATION -	58,983.00	USD	74.200	4,011,492.76		0.25	0.25
T-MOBILE US INC -	6,632.00	USD	138.900	844,349.04		0.05	0.05
TAKE-TWO INTERACTIVE SOFTWARE -	1,450.00	USD	147.160	195,583.87		0.01	0.01
TARGET CORP -	29,898.00	USD	131.900	3,614,616.13		0.22	0.22
TESLA INC -	82,459.00	USD	261.770	19,784,869.32		1.22	1.22
TEXAS INSTRUMENTS -	43,308.00	USD	180.020	7,146,018.48		0.44	0.44
THE JM SMUCKER CO -	24,064.00	USD	147.670	3,257,131.88		0.20	0.20



THERMO ELECTRONIC -	16,081.00	USD	521.750	7,690,432.40		0.47	0.47
TJX COMPANIES INC. -	60,289.00	USD	84.790	4,685,521.82		0.29	0.29
TRACTOR SUPPLY COMPANY -	9,964.00	USD	221.100	2,019,285.43		0.12	0.12
TRAVELERS COS INC -	22,668.00	USD	173.660	3,608,180.46		0.22	0.22
TRIMBLE INC -	11,419.00	USD	52.940	554,098.86		0.03	0.03
TRUIST FINANCIAL CORP -	18,933.00	USD	30.350	526,687.95		0.03	0.03
UNITEDHEALTH GROUP INC. -	35,119.00	USD	480.640	15,471,673.84		0.95	0.95
UNITER RENTALS INC -	4,691.00	USD	445.370	1,914,968.53		0.12	0.12
VEEVA SYSTEMS INC -	13,314.00	USD	197.730	2,412,994.70		0.15	0.15
VENTAS INC -	37,430.00	USD	47.270	1,621,737.95		0.10	0.10
VERISIGN INC. -	20,991.00	USD	225.970	4,347,695.94		0.27	0.27
VERIZON COMMUNICATIONS INC -	206,633.00	USD	37.190	7,043,704.19		0.43	0.43
VERTEX PHARMAC. -	10,217.00	USD	351.910	3,295,567.80		0.20	0.20
VIATRIS INC -	242,342.00	USD	9.980	2,216,840.66		0.14	0.14
VISA INC -	63,151.00	USD	237.480	13,746,195.67		0.85	0.85
VMWARE INC CLASS A -	9,241.00	USD	143.690	1,217,084.59		0.08	0.08
WABTEC CORPORATION -	6,156.00	USD	109.670	618,816.24		0.04	0.04
WALGREENS BOOTS ALLIANCE INC -	93,554.00	USD	28.490	2,443,037.09		0.15	0.15
WALMART INC -	24,308.00	USD	157.180	3,502,045.32		0.22	0.22
WALT DISNEY -	81,933.00	USD	89.280	6,704,837.98		0.41	0.41
WASTE MANAGEMENT INC. -	39,110.00	USD	173.420	6,216,733.46		0.38	0.38
WATERS CORP -	8,795.00	USD	266.540	2,148,688.63		0.13	0.13
WEBSTER FINANCIAL CORP -	66,022.00	USD	37.750	2,284,445.92		0.14	0.14
WEST PHARMACEUTICAL SERVICES INC -	3,268.00	USD	382.470	1,145,657.16		0.07	0.07
WESTERN DIGITAL CORP -	8,657.00	USD	37.930	300,971.59		0.02	0.02
WHIRLPOOL CORPORATION -	10,023.00	USD	148.790	1,366,931.41		0.08	0.08
WORKDAY INC -	13,599.00	USD	225.890	2,815,653.63		0.17	0.17
XYLEM INC/NY -	9,611.00	USD	112.620	992,108.91		0.06	0.06
YUM! BRANDS INC -	33,883.00	USD	138.550	4,302,923.60		0.27	0.27
ZEBRA TECHNOLOGIES CORP -A-	2,348.00	USD	295.830	636,671.71		0.04	0.04
ZOETIS INC -	30,881.00	USD	172.210	4,874,442.72		0.30	0.30
Total shares				1,625,079,111.00		100.00	100.08
<b>Rights</b>							
<u>Netherlands</u>							
NN GROUP NV -	10.00	EUR	1.522	15.22		0.00	0.00
Total rights				15.22		0.00	0.00
Forward contracts		EUR		-204.88		0.00	0.00
<b>TOTAL SECURITIES PORTFOLIO</b>				1,625,078,922.00		100.00	100.08
<b>CASH AT BANK AND IN HAND</b>							
<b>Demand accounts</b>							
<u>Belgium</u>							
KBC GROUP AUD	92,326.08	AUD	1.000	56,330.76		0.00	0.00
KBC GROUP CAD	26,950.81	CAD	1.000	18,668.32		0.00	0.00
KBC GROUP CHF	-4,548,837.30	CHF	1.000	-4,660,392.41		0.00	-0.29
KBC GROUP DKK	-20,107,262.93	DKK	1.000	-2,700,443.50		0.00	-0.17
KBC GROUP EURO	-7,650,148.82	EUR	1.000	-7,650,148.82		0.00	-0.47
KBC GROUP GBP	-407,903.92	GBP	1.000	-475,333.32		0.00	-0.03
KBC GROUP HKD	3.34	HKD	1.000	0.39		0.00	0.00
KBC GROUP ILS	-0.02	ILS	1.000	0.00		0.00	0.00
KBC GROUP JPY	-440,562,681.00	JPY	1.000	-2,793,894.03		0.00	-0.17
KBC GROUP NOK	2,310,225.85	NOK	1.000	197,649.76		0.00	0.01
KBC GROUP NZD	-4,732.78	NZD	1.000	-2,657.69		0.00	0.00
KBC GROUP PLN	-0.28	PLN	1.000	-0.06		0.00	0.00
KBC GROUP SEK	865,944.47	SEK	1.000	73,483.40		0.00	0.01
KBC GROUP SGD	60.06	SGD	1.000	40.68		0.00	0.00
KBC GROUP USD	-45,032,786.29	USD	1.000	-41,276,614.38		0.00	-2.54
KBC GROUP ZAR	-0.25	ZAR	1.000	-0.01		0.00	0.00
Total demand accounts				-59,213,310.91		0.00	-3.65
<b>TOTAL CASH AT BANK AND IN HAND</b>				-59,213,310.91		0.00	-3.65
<b>OTHER RECEIVABLES AND PAYABLES</b>							
<b>Receivables</b>							
<u>Belgium</u>							
KBC GROUP CHF RECEIVABLE	4,532,036.00	CHF	1.000	4,643,179.08		0.00	0.29
KBC GROUP DKK RECEIVABLE	19,746,926.00	DKK	1.000	2,652,049.57		0.00	0.16
KBC GROUP EUR RECEIVABLE	58,015,231.34	EUR	1.000	58,015,231.34		0.00	3.57
KBC GROUP GBP RECEIVABLE	410,681.00	GBP	1.000	478,569.47		0.00	0.03
KBC GROUP JPY RECEIVABLE	445,734,785.00	JPY	1.000	2,826,693.70		0.00	0.17
KBC GROUP USD RECEIVABLE	44,751,961.00	USD	1.000	41,019,212.65		0.00	2.53
Total receivables				109,634,935.80		0.00	6.75
<b>Payables</b>							
<u>Belgium</u>							
KBC GROUP CAD PAYABLE	-54,198.00	CAD	1.000	-37,541.93		0.00	-0.00
KBC GROUP EUR PAYABLE	-51,707,973.68	EUR	1.000	-51,707,973.68		0.00	-3.19
KBC GROUP NOK PAYABLE	-2,308,294.00	NOK	1.000	-197,484.48		0.00	-0.01
KBC GROUP SEK PAYABLE	-863,937.00	SEK	1.000	-73,313.05		0.00	-0.01

Payables				-52,016,313.14		0.00	-3.20
TOTAL RECEIVABLES AND PAYABLES				57,618,622.67		0.00	3.55
OTHER							
Interest receivable		EUR		1,176,030.73		0.00	0.07
Expenses payable		EUR		-938,592.77		0.00	-0.06
TOTAL OTHER				237,437.96		0.00	0.02
TOTAL NET ASSETS				1,623,721,672.00		0.00	100.00

### Geographic breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Argentina	0.33	0.21	0.25	0.25
Australia	2.36	1.92	2.07	1.96
Austria	0.08	0.00	0.00	0.02
Belgium	0.26	1.59	0.48	0.01
Bermuda	0.00	0.00	0.22	0.26
Canada	3.61	3.89	3.43	2.69
Switzerland	2.13	2.24	2.71	2.84
China	0.00	0.00	0.00	0.12
Cayman Islands	0.00	0.00	0.00	0.03
Cyprus	0.03	0.02	0.12	0.05
Germany	2.18	1.74	2.02	1.71
Denmark	0.89	0.76	0.72	0.83
Spain	0.93	1.29	1.08	0.95
Finland	0.47	0.55	0.29	0.17
France	2.69	2.63	3.15	3.07
U.K.	5.16	5.77	4.32	3.90
Hong Kong	1.06	1.58	1.04	0.70
Ireland	0.18	0.14	0.65	0.47
Israel	0.00	0.00	0.07	0.00
Italy	0.61	0.63	0.83	0.59
Japan	6.03	6.57	6.02	6.06
Netherlands	2.26	1.72	1.02	1.48
Norway	0.46	0.66	0.61	0.49
New Zealand	0.24	0.21	0.24	0.00
Portugal	0.00	0.00	0.02	0.04
Singapore	0.87	1.13	0.97	0.66
Sweden	1.05	1.14	0.81	0.63
U.S.A.	66.12	63.61	66.86	70.02
TOTAL	100.00	100.00	100.00	100.00

### Sector breakdown (as a % of securities portfolio)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
Cyclicals	10.17	10.80	12.87	8.12
Consum(cycl)	17.73	15.75	14.73	12.80
Cons.goods	11.05	11.45	11.60	11.92
Pharma	12.88	14.54	14.62	14.69
Financials	14.41	15.75	15.41	14.37
Technology	27.38	24.83	24.23	33.53
Telecomm.	1.89	2.18	2.08	1.75
Utilities	1.37	1.36	1.37	0.19
Real est.	3.12	3.34	3.09	2.63
TOTAL	100.00	100.00	100.00	100.00

### Currency breakdown (as a % of net assets)

	31/12/2021	30/06/2022	31/12/2022	30/06/2023
AUSTRALIAN DOLLAR	2.36	1.90	2.07	1.95
CANADIAN DOLLAR	3.64	3.93	3.47	2.70
SWISS FRANC	1.88	2.01	2.71	2.77
DANISH KRONE	0.89	0.76	0.72	0.82
EURO	9.44	10.14	9.07	8.03
POUND STERLING	4.23	5.03	4.10	3.62
HONG KONG DOLLAR	1.06	1.55	1.04	0.71
JAPANESE YEN	6.02	6.53	6.02	6.06
NORWEGIAN KRONE	0.46	0.66	0.61	0.49
NEW ZEALAND DOLLAR	0.24	0.21	0.24	0.00
SWEDISH KRONA	1.05	1.15	0.81	0.63
SINGAPORE DOLLAR	0.87	1.12	0.97	0.66
US DOLLAR	67.86	65.01	68.17	71.56
TOTAL	100.00	100.00	100.00	100.00

### 2.4.2. Changes in the composition of the assets of KBC Institutional Fund World Equity Responsible Investing (in Euro)

	1 <sup>st</sup> half of year
<b>Purchases</b>	356,464,357.38
<b>Sales</b>	219,806,257.98
<b>Total 1</b>	576,270,615.36
<b>Subscriptions</b>	344,175,053.16
<b>Redemptions</b>	221,492,225.89
<b>Total 2</b>	565,667,279.05
<b>Monthly average of total assets</b>	1,509,833,010.80
<b>Turnover rate</b>	0.70%

The table above shows the capital volume of portfolio transactions. This volume (adjusted to take account of total subscriptions and redemptions) is also compared to the average net assets at the beginning and end of the period. A figure close to 0% implies that the transactions relating to the securities or transactions relating to the assets (excluding deposits and cash) in a given period only involve subscriptions and redemptions. A negative percentage shows that subscriptions and redemptions entailed few, if any, transactions in the portfolio. Active asset management may result in high turnover rates (monthly percentage >50%).

The detailed list of transactions can be consulted free of charge at the company designated as financial service: KBC Bank NV, Havenlaan 2, B-1080 Brussels

### 2.4.3. Amount of commitments in respect of financial derivatives positions

Name	Currency	Value in currency	in Euro	Lot-size	Transaction date
KBC VK-AK 230705-230629 1.641732	AUD-EUR AUD	-206,285.00	-125,860.32	N/A	29.06.2023

### 2.4.4. Changes in the number of subscriptions and redemptions and the net asset value

## Classic Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	4,198.23	2,246.75	6,371.78	102.17	26,280.56	2,788.72	29,069.28
2022 - 12	1,840.82	3,015.96	2,126.57	187.23	25,994.82	5,617.46	31,612.28
2023 - 06	500.39	33.54	2,481.82	4,960.51	24,013.39	690.48	24,703.87

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	54,713,256.34	24,444,381.10	82,700,895.99	1,121,952.52
2022 - 12	25,542,642.23	32,005,237.42	28,659,722.84	2,008,518.45
2023 - 06	6,770,312.30	355,326.96	34,040,384.91	52,803,792.22

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	432,573,363.71	15,198.47	11,886.79
2022 - 12	389,790,274.56	12,853.21	9,910.78
2023 - 06	350,036,462.35	14,265.75	10,814.80

## Institutional Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	15,267.53		34,895.58		70,155.12		70,155.12
2022 - 12	8,322.70		16,583.40		61,894.42		61,894.42
2023 - 06	8,457.18		4,601.39		65,750.21		65,750.21

Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	195,056,391.86		492,200,649.85	
2022 - 12	118,412,716.52		227,796,792.07	
2023 - 06	116,543,210.86		62,969,276.82	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	1,077,181,814.84	15,354.29	
2022 - 12	804,267,029.20	12,994.18	
2023 - 06	948,580,683.16	14,427.04	

## Institutional B Shares

Period	Change in number of shares in circulation						
	Subscriptions		Redemptions		End of period		
	Capitalization	Distribution	Capitalization	Distribution	Capitalization	Distribution	Totaal
2021 - 12	44,093.00		30,049.00		34,784.00		34,784.00
2022 - 12	34,409.00		57,568.00		11,625.00		11,625.00
2023 - 06	16,124.00		5,267.00		22,482.00		22,482.00

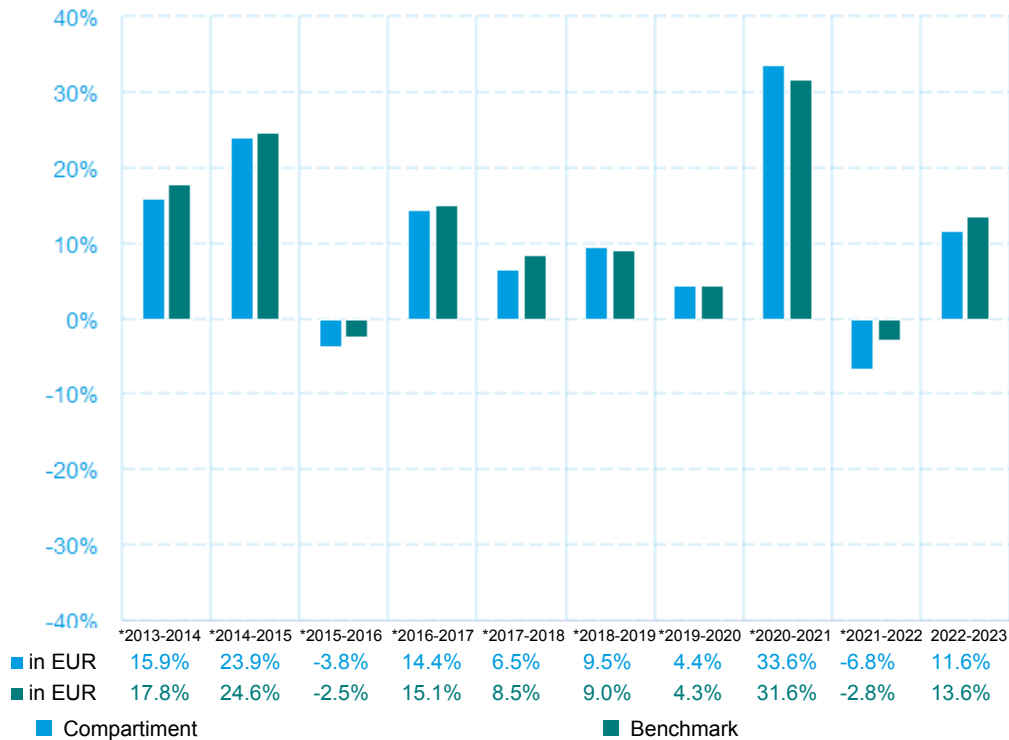
Period	Amounts received and paid by the UCITS (in Euro)			
	Subscriptions		Redemptions	
	Capitalization	Distribution	Capitalization	Distribution
2021 - 12	603,033,050.35		397,480,665.29	
2022 - 12	469,767,602.88		802,967,979.62	
2023 - 06	221,797,010.48		72,668,050.84	

Period	Net asset value End of period (in Euro)		
	Of the class	Of one share	
		Capitalization	Distribution
2021 - 12	535,528,773.73	15,395.84	
2022 - 12	151,291,752.60	13,014.34	
2023 - 06	325,104,526.03	14,460.66	

## 2.4.5. Performance figures

### Classic Shares

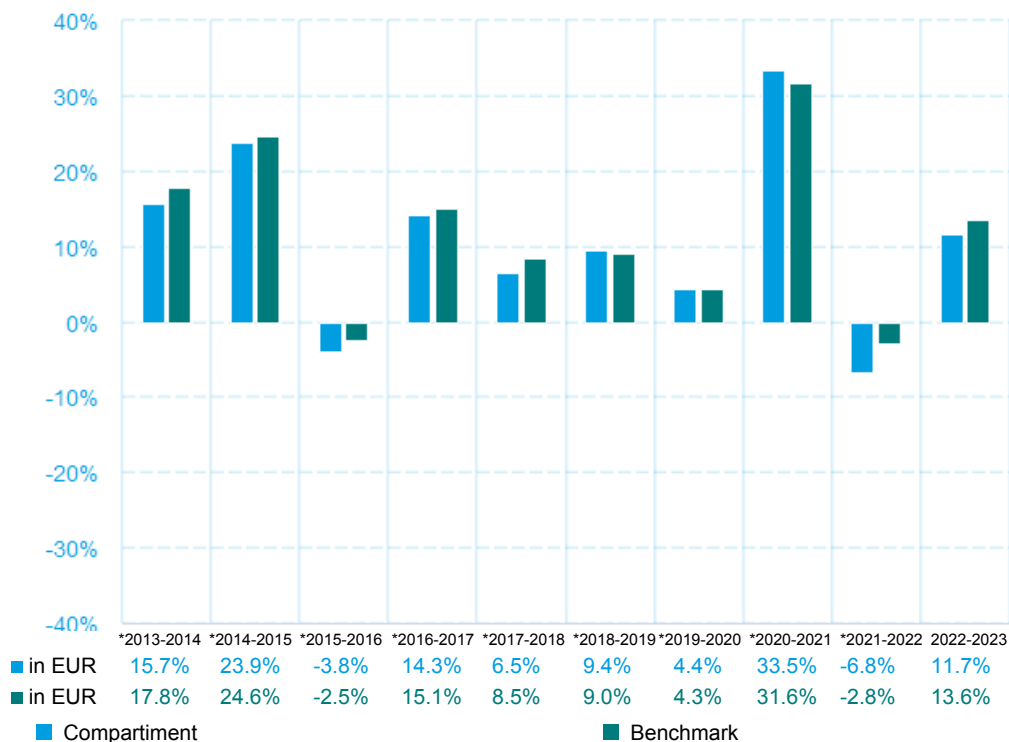
BE0168344498  
KBC Institutional Fund World Equity Responsible Investing Classic Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

### Classic Shares

BE0168343482  
KBC Institutional Fund World Equity Responsible Investing Classic Shares DIS  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE0168344498	EUR	11.63%	13.58%	11.62%	13.27%	9.71%	10.56%	10.33%	11.44%	24/06/1998	4.32%
DIS	BE0168343482	EUR	11.70%	13.58%	11.62%	13.27%	9.70%	10.56%	10.29%	11.44%	24/06/1998	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

### Classic Shares

- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage. In the case of units that pay dividends, the dividend is incorporated geometrically in the return.
- Calculation method for date D, where NAV stands for net asset value:

#### Capitalisation units (CAP)

Return on date D over a period of X years :

$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

#### Distribution units (DIV)

Return on date D over a period of X years :

$$[C * \text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$

where Y = D-X

Return on date D since the start date S of the unit:

$$[C * \text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$

where F = 1 if the unit has existed for less than one year on date D

where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D

where C is a factor that is determined for all N dividends between the calculation date D and the reference date.

For dividend i on date Di with value Wi:

$$C_i = [\text{Wi} / \text{NIW}(D_i)] + 1$$

i = 1 ... N

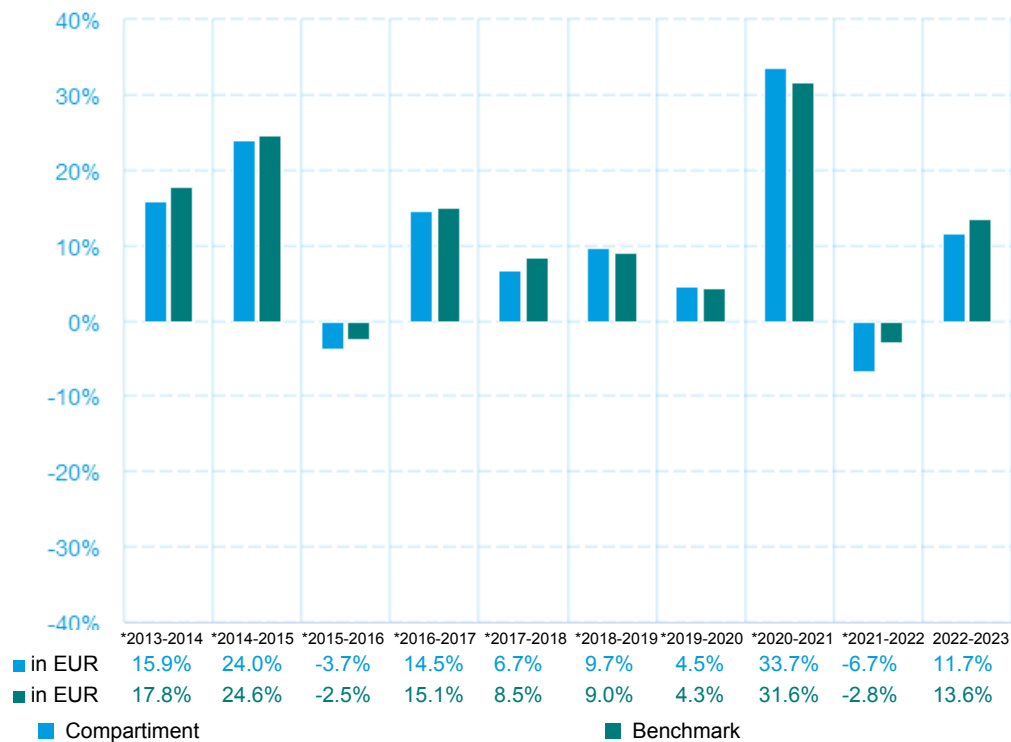
from which C = C0 \* .... \* CN.

- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation and distribution shares

## Institutional Shares

BE6221180852

KBC Institutional Fund World Equity Responsible Investing Institutional Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6221180852	EUR	11.71%	13.58%	11.71%	13.27%	9.82%	10.56%	10.44%	11.44%	14/06/2011	10.45%

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional Shares

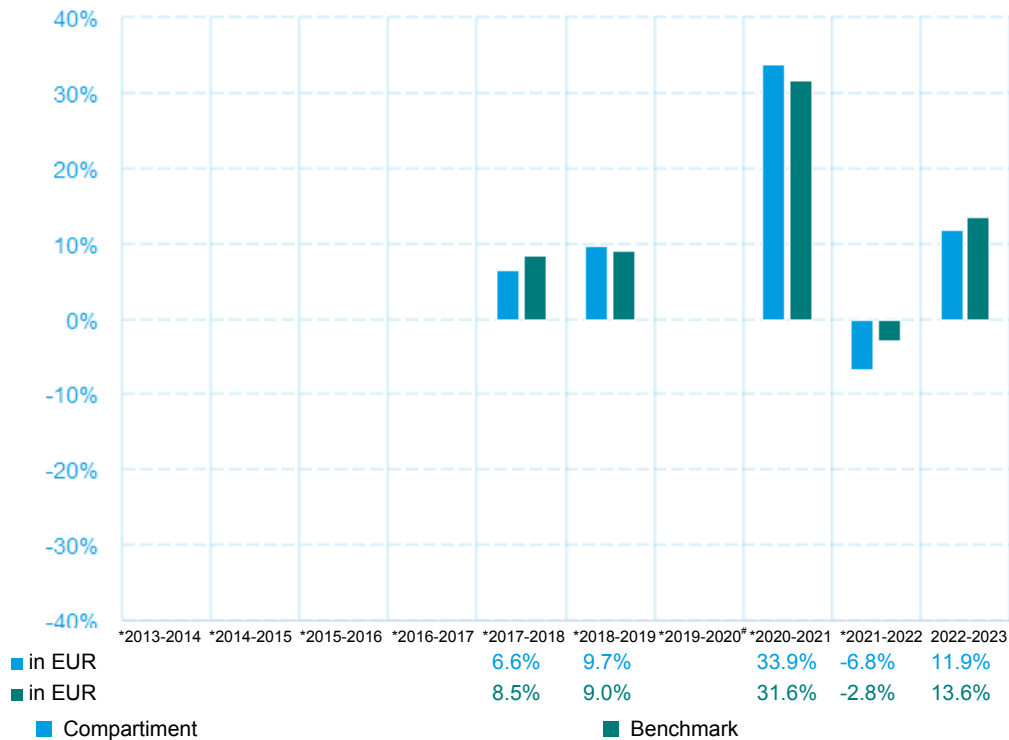
- The bar chart shows the performance for full financial years(period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(\text{D}) / \text{NIW}(\text{Y})]^{[1 / \text{X}]} - 1$$
  
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(\text{D}) / \text{NIW}(\text{S})]^{[1 / \text{F}]} - 1$$
  
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.



## Institutional B Shares

BE6295237349

KBC Institutional Fund World Equity Responsible Investing Institutional B Shares CAP  
Annual performance compared to the benchmark on 30/06/2023 (in EUR)



# There is insufficient data for this year to give investors a useful indication of past performance.

\* These performances were achieved under circumstances that no longer apply

Cap Div	ISIN Code	Curr ency	1 year		3 years		5 years		10 years		Since Launch*	
			Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Share classes	Bench mark	Starting date	Share classes
CAP	BE6295237349	EUR	11.87%	13.58%	11.79%	13.27%					30/05/2017	

Risk warning: Past performance is not a guide to future performance.

\* Return on annual basis.

## Institutional B Shares

- The bar chart shows the performance for full financial years (period of 12 months prior to the half-yearly closing).
- The figures do not take account of any restructuring..
- Calculated in EUR.
- The return is calculated as the change in the net asset value between two dates expressed as a percentage.
- Calculation method for date D, where NAV stands for net asset value:  
Capitalisation units (CAP)  
Return on date D over a period of X years :  
$$[\text{NIW}(D) / \text{NIW}(Y)]^{[1 / X]} - 1$$
where Y = D-X  
Return on date D since the start date S of the unit:  
$$[\text{NIW}(D) / \text{NIW}(S)]^{[1 / F]} - 1$$
where F = 1 if the unit has existed for less than one year on date D  
where F = (D-S) / 365.25 if the unit has existed for longer than one year on date D
- If the interval between the two dates exceeds one year, the ordinary return calculation is converted into a return on an annual basis by taking the nth square root of 1 plus the total return of the unit..
- The return figures shown above do not take account of the fees and charges associated with the issue and redemption of units.
- These are the performance figures for capitalisation shares.

## 2.4.6. Costs

### Ongoing Charges and Transaction costs:

#### Classic Shares Capitalisation :

Ongoing charges : 0,731%  
Transaction costs: 0,036%

#### Classic Shares Distribution :

Ongoing charges : 0,682%  
Transaction costs: 0,036%

#### Institutional Shares Capitalisation :

Ongoing charges : 0,661%  
Transaction costs: 0,036%

#### Institutional B Shares Capitalisation :

Ongoing charges : 0,548%  
Transaction costs: 0,036%

Percentage calculated at reporting date: 30 June 2023 (period of 12 months prior to the half-yearly closing).

A more detailed explanation with respect to the method of calculating ongoing charges and the relevant exclusions can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.5. Ongoing charges'

More information on how transaction costs are calculated: the transaction costs are not included in the ongoing charges, but are instead shown separately. Moreover, this does not fully reflect the actual transaction costs as only the explicit transaction costs are given.

### Existence of Commission Sharing Agreements

A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.7. Commission Sharing Agreements'.

No CSA accrual during this period.

### Existence of fee sharing agreements and rebates

The management company has shared 53,00% of its fee with the distributor, and institutional and/or professional parties.

If the management company invests the assets of the undertaking for collective investment in units of undertakings for collective investment that are not managed by an entity of KBC Groep NV, and receives a fee for doing so, it will pay this fee to the undertaking for collective investment.

Fee-sharing does not affect the amount of the management fee paid by a **sub-fund** to the management company. This management fee is subject to the limitations laid down in **the articles of association**. The limitations may only be amended after approval by the General Meeting.

## 2.4.7. Notes to the financial statements and other data

### Classic Shares

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	

Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.
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### **Institutional Shares**

Fee for managing the investment portfolio	Max 0.45%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Institutional B Shares**

Fee for managing the investment portfolio	Max 0.55%	per year calculated on the basis of the average total net assets of the sub-fund, no management fee is charged on assets invested in underlying undertakings for collective investment managed by a financial institution of the KBC group.
Administration fee	0.10%	per year calculated on the basis of the average total net assets of the sub-fund.
Fee for financial services	Max 950 EUR	per year. However, the fee will never exceed a maximum of 0.005% calculated on the basis of the average total net assets of the sub-fund.
Custodian's fee	0.04%	per year and calculated monthly on the basis of the value of the securities held in custody by the custodian on the last banking day of the preceding month, except on those assets invested in underlying undertakings for collective Investment managed by a financial institution of the KBC group.
Fee paid to the bevek's statutory auditor	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Fee paid to the directors	A more detailed explanation can be found in this report's General information on the Bevek under 'Information for shareholders – 1.2.1.8. Recurrent fees and charges'.	
Annual tax	See prospectus General Part : 'Information concerning the Bevek - H. Tax treatment'	
Other charges (estimation)	0.010%	of the net assets of the sub-fund per year.

### **Anti-dilution levy**

During the past reporting period, no anti-dilution levy, as described in the general information on the Bevek of this report, under title 1.2.1.9. *Non-recurring fees and charges borne by the investor*, was charged in favor of this sub-fund.

### ***Exercising voting rights***

If necessary, relevant and in the interest of the shareholders, the management company will exercise the voting rights attached to the shares in the Bevek's portfolio.

The management company will adhere to the following criteria when determining how it stands relative to the items on the agenda that are put to the vote:

- Shareholder value may not be adversely affected.
- Corporate governance rules, especially with regard to the rights of minority shareholders, must be respected.
- The minimum standards with regard to sustainable business and corporate social responsibility must be met.

The list of companies for which voting rights are exercised is available at the registered office of the Bevek.