

ESPA STOCK EUROPE

Mutual fund pursuant to the InvFG

Annual Report 2017/18

Contents

| | |
|--|-----------|
| General Information about the Investment Firm | 2 |
| Development of the Fund | 5 |
| Method of Calculating Overall Risk | 6 |
| Asset Allocation | 7 |
| Comparative Overview | 8 |
| Disbursement/Payment | 10 |
| Income Statement and Changes in Fund Assets | 11 |
| 1. Value Development over the Financial Year (Fund Performance)..... | 11 |
| 2. Fund Result..... | 13 |
| 3. Changes in Fund Assets..... | 14 |
| Fund Portfolio as of 28 February 2018 | 15 |
| Auditor's Opinion | 25 |
| Fund Terms and Conditions..... | 28 |
| Annex to the Fund Terms and Conditions | 31 |

General Information about the Investment Firm

| | |
|------------------------------|---|
| The company | ERSTE-SPARINVEST Kapitalanlagegesellschaft m. b. H. Am Belvedere 1, A-1100 Vienna Telephone: +43 05 0100-19881, Fax: +43 05 0100-17102 |
| Nominal capital | EUR 4.50 million |
| Shareholders | Erste Asset Management GmbH (roughly 79.09%) DekaBank Deutsche Girozentrale (roughly 2.78%) „Die Kärntner“ Trust-Vermögensverwaltungsgesellschaft m.b.H. & Co KG (roughly 2.78%) NÖ-Sparkassen Beteiligungsgesellschaft m. b. H. (roughly 1.27%) Salzburger Sparkasse Bank Aktiengesellschaft (roughly 2.78%) Sieben Tiroler Sparkassen Beteiligungsgesellschaft m. b. H. (roughly 2.78%) Steiermärkische Bank und Sparkassen Aktiengesellschaft (roughly 5.57%) Tiroler Sparkasse Bankaktiengesellschaft Innsbruck (roughly 2.94%) |
| Supervisory Board | Rudolf SAGMEISTER, Mag. (Chairman from 22 February 2018) Wolfgang TRAINDL, Mag. (Chairman until 21 February 2018) Gabriele SEMMELROCK-WERZER (Deputy Chairwoman, First Deputy) Franz-Nikolaus HÖRMANN, Mag. (Deputy Chairman, Second Deputy) Matthias BAUER Monika JUNG, Mag. MSc (from 22 February 2018) Josef PRESCHITZ Franz PRUCKNER, Dr. MBA Rupert RIEDER, Mag. Rudolf SAGMEISTER, Mag. (from 15 February 2018 to 21 February 2018) Thomas SCHAUFLER, Mag. (FH) Reinhard WALT, Mag. Appointed by the Works Council: Martin CECH Regina HABERHAUER Heinrich Hubert REINER, Ing. Peter RIEDERER Manfred ZOUREK |
| Managing directors | Heinz BEDNAR, Mag. Peter KARL, Mag. (from 1 March 2018) Günther MANDL Christian SCHÖN (until 28 February 2018) Wolfgang TRAINDL, Mag. (from 1 March 2018) |
| Prokuristen (proxies) | Achim ARNHOF, Mag. Winfried BUCHBAUER, Mag. Karl FREUDENSCHUSS Dietmar JAROSCH, Dr. Manfred LENTNER Gerold PERMOSER Magdalena REISCHL, Mag. Jürgen SINGER, Mag. |
| State commissioners | Erwin GRUBER Michael MANHARD, HR Dr. |
| Auditor | Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H. |
| Custodian bank | Erste Group Bank AG |

**Remuneration paid to employees of ERSTE-SPARINVEST KAG in EUR
(financial year 2016 of ERSTE-SPARINVEST KAG)**

No investment success bonuses are paid, and no other amounts are paid directly from the investment funds.

| | |
|---|-------------------|
| Number of employees as of 31.12.16 | 131 |
| Number of risk bearers as of 31.12.16 | 50 |
| Fixed remuneration | 10,429,401 |
| Variable remuneration (bonuses) | 2,748,322 |
| Total employee remuneration | 13,177,723 |
| Thereof remuneration for managing directors | 825,229 |
| Thereof remuneration for managers and risk bearers | 874,580 |
| Thereof remuneration for risk bearers with controlling functions* | 905,860 |
| Thereof remuneration for other risk bearers | 4,345,437 |
| Thereof remuneration for employees at the same pay grade as managers and risk bearers due to the amount of their total remuneration | 0 |
| Total remuneration for risk bearers | 6,951,106 |

* Includes the Head of Compliance

Principles governing performance-based remuneration components

The Management Company has adopted remuneration principles to prevent possible conflicts of interest and to ensure compliance with the standard rules of conduct when awarding remuneration to relevant persons.

Fixed salary components make up a large enough share of the total remuneration of all employees of the Management Company that a variable remuneration policy can be applied on an individualised basis.

The total remuneration (fixed and variable components) is governed by the principle of balance and is linked to sustainability so that the acceptance of excessive risks is not rewarded. Therefore, the variable remuneration forms no more than a balanced portion of the total remuneration awarded to an employee.

The performance-based remuneration components serve the short-term and long-term interests of the Management Company and contribute to preventing risky behaviour. The performance-based remuneration components take into account the personal performance as well as the profitability of the Management Company.

The size of the bonus pool is calculated based on the bonus potential that can be applied to the different employee categories. Bonus potential is a percentage of the fixed gross annual remuneration. The bonus potential can be no more than 100% of the fixed annual gross remuneration. The bonus pool is adjusted depending on the success of the Management Company. The personal bonus is linked to personal performance. The total of personal bonuses is limited by the size of the bonus pool after deduction of penalties.

The performance-based payments are capped at 100% of the gross annual remuneration for all employees, including the material risk bearers (according to the definition in the remuneration policy) and managing directors of the Management Company.

The remuneration system is made up of three components:

- 1) Fixed remuneration
- 2) Variable remuneration
- 3) Fringe benefits

The bonus potential is based on the fixed annual gross remuneration. The target agreements concluded with the employees contain qualitative and/or quantitative objectives. The qualitative objectives must make up at least 25%. The payment of performance-based remuneration components is subject to a minimum profitability level for the Management Company and to performance targets.

Sixty percent of the performance-based remuneration components are paid directly; for employees who are involved directly in fund and portfolio management, 50% of this is paid immediately in cash and 50% is paid one year later in the form of non-cash instruments. The remaining 40% of the performance-based remuneration components are retained and paid out over a period of three years, with 50% of this also being paid in cash and 50% in the form of non-cash instruments for employees who are involved directly in fund and portfolio management. The non-cash instruments can consist of shares in an investment fund that is administered by the Management Company, equivalent holdings or instruments linked to shares, or equivalent non-cash instruments. Based on the principle of proportionality, the Management Company has set a materiality threshold below which there is no incentive to enter into inappropriate risks, for which reason there is no need to make delayed payment or payment in the form of a non-cash instrument. Other non-cash benefits are fringe benefits that are not associated with performance but with a specific position (e.g. company car) or that apply for all employees (e.g. holiday).

The Supervisory Board of the Management Company has set up a Remuneration Committee to ensure that the remuneration policy and its application are independently assessed. This committee consists of the following persons: Rudolf Sagmeister (remuneration expert), Franz-Nikolaus Hörmann, and Heinrich Hubert Reiner.

The complete remuneration policy of the Management Company can be viewed at http://www.erste-am.at/de/private_anleger/wer-sind-wir/investmentprozess.

The last audit of compliance with the requirements of the remuneration policy by the Supervisory Board on 29 November 2017 revealed no deviations. There were also no material findings during the last audit by the Internal Auditing department in July 2017.

No material changes were made to the remuneration policy during the past financial year.

Dear Shareholder,

We are pleased to present you the following report for the ESPA STOCK EUROPE mutual fund pursuant to the InvFG for the period from 1 March 2017 to 28 February 2018.

Development of the Fund

Market environment

The reporting period began with very euphoric sentiment, with the European stock markets posting substantial gains all the way into May on the back of good economic data and indicators for Europe and hopes of an infrastructure programme in the USA. Further support came from the earnings season for the first quarter in Europe, in which corporate earnings and revenues came in well above the expectations, to a greater extent than had been seen for quite some time. The American S&P 500 index reached new all-time highs on numerous occasions.

The buoyant spirits were tempered at the end of the second and during the third quarter by the inability of Trump to bring his changes through the House of Representatives and the Senate, and hopes of a rapid infrastructure programme and a tax reform that could spur the US economy increasingly waned. The US healthcare reform was abandoned, and the hoped-for deregulation of the financial sector seems to have been pushed far off. A major tax reform did not materialise in the USA until in the fourth quarter of 2017, and the stock markets reacted with rising prices. After a very strong January 2018, the equity markets saw a hefty correction at the beginning of February 2018, but soon found solid ground again and began to recover somewhat at the end of the month.

The US dollar fell steadily and lost 15% versus the euro. Although British prime minister Theresa May was able to win the early elections, she came out of the campaign on weaker political footing, as her party failed to achieve an absolute majority. The British pound lost 3% against the euro during the reporting period, as the Brexit negotiations between the EU and UK proved to be very tedious and brought no rapid progress.

The US Fed hiked its key rate twice by 25 bp each in June and December 2017, putting the rate at 1.25–1.50%. The ECB left its key rate unchanged but reduced the volume of its monthly bond purchases from EUR 80 billion to EUR 60 billion while extending the purchasing programme until the end of 2017. The purchasing programme is likely to be reduced further in 2018, but the key rate is not likely to be raised.

North Korea kept the world on tenterhooks with its rocket tests, and fears of a military solution emerged. The Olympic games in South Korea finally eased tensions in the crisis somewhat because of the participation of North Korean athletes and a visit by Kim's sister, and a historic summit between Trump and Kim Jong-Un was announced.

The European exchanges finally shed part of the previous gains during a substantial correction in February 2018. The European DJ Stoxx 600 index was up roughly 4%, the German DAX gained 7%, and the Italian stock market turned in a hefty increase of 15%. The American S&P 500 lost around 2% and the British FTSE stock index about 5% in euro terms.

The oil price (in USD) rose by about 14% for Brent and 12% for WTI. In Europe, the materials and IT sectors were among the best performers while telecoms and healthcare were among the worst.

Investment policy

The fund had an investment level of between 93.88% and 99.59% during the reporting period. The fund management's positive assessment of the equity markets was not changed by the low interest rate environment. The focus in the selection of stocks remains on high-quality names with growth potential and attractive valuations.

During the reporting period, the fund management favoured the healthcare, materials, financial, and consumer staples sectors while investments were only made to a very limited extent in the utilities sector because of the low growth rates and the lack of high-quality stocks in the sector. Because of the recent rise in bond yields, we decided not to invest in the real estate sector. We increased our holdings in the energy sector in response to the rising oil price, even overweighting them slightly at times. In regional terms, France and Great Britain were underweighted during the reporting period. Interesting investment opportunities were found in Switzerland and in Scandinavia. The corresponding weightings in the fund were raised. In the spring of 2017, some bank sector stocks were purchased, resulting in an overweight position in the sector.

ESPA STOCK EUROPE (AT0000626817) delivered a positive performance of 0.25% in the reporting period.

Method of Calculating Overall Risk

| | |
|---|---------------------|
| Method of calculating overall risk: | Commitment approach |
| Reference assets used: | - |
| Value at risk: | - |
| Lowest value: | - |
| Average value: | - |
| Highest value: | - |
| Model used: | - |
| Leverage* when using the value-at-risk calculation method: | - |
| Leverage** according to § 4 of the 4 th Derivatives Risk Measurement and Reporting Regulation: | - |

* Total nominal values of derivative instruments without taking into account offsetting and hedging (item 8.5. Schedule B InvFG 2011).

** Total derivative risk taking offsetting and hedging into account = total of the equivalent values of the underlying assets as a percentage of the fund assets.

Asset Allocation

| | 28 February 2018 | | 28 February 2017 | |
|-------------------------|------------------|---------------|------------------|---------------|
| | EUR millions | % | EUR millions | % |
| Equities denominated in | | | | |
| GBP | 41.8 | 22.68 | 51.4 | 26.23 |
| DKK | 2.6 | 1.43 | 7.9 | 4.01 |
| EUR | 94.3 | 51.11 | 92.2 | 47.02 |
| NOK | 3.4 | 1.86 | 3.4 | 1.71 |
| SEK | 4.5 | 2.42 | 10.3 | 5.24 |
| CHF | 25.0 | 13.58 | 27.4 | 13.96 |
| USD | 1.7 | 0.93 | - | - |
| Securities | 173.4 | 94.01 | 192.5 | 98.16 |
| Cash in banks | 10.7 | 5.80 | 3.2 | 1.62 |
| Dividend entitlements | 0.3 | 0.19 | 0.4 | 0.22 |
| Other deferred items | - 0.0 | - 0.00 | - 0.0 | - 0.00 |
| Fund assets | 184.4 | 100.00 | 196.1 | 100.00 |

Comparative Overview

| Financial year | Fund assets |
|----------------|----------------|
| 2015/2016 | 192,448,767.06 |
| 2016/2017 | 196,059,666.32 |
| 2017/2018 | 184,440,936.16 |

General information about performance:

The performance of share classes with no outstanding shares at the end of the reporting period or no outstanding shares during the reporting period is generally based on the dividend-adjusted performance of the overall fund. In these cases, the performance is not reported below.

When a share class is issued during the reporting period, the performance and reinvestment are calculated from the point in time that the share class is launched. Because of this and possible other fees and currency classes, the performance and reinvestment of this share class differ from those of comparable share classes.

The performance is determined assuming the reinvestment of all paid dividends and amounts at their nominal value on the day of disbursement.

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|-----------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | Dividend shares | AT0000626817 | EUR | 97.42 | 3.4000 | - | -9.11 |
| 2016/2017 | Dividend shares | AT0000626817 | EUR | 103.71 | 3.2000 | - | 10.07 |
| 2017/2018 | Dividend shares | AT0000626817 | EUR | 100.93 | 3.2500 | 5.7227 | 0.25 |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|-----------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | Dividend shares | AT0000A1YFL4 | EUR | - | - | - | - |
| 2016/2017 | Dividend shares | AT0000A1YFL4 | EUR | - | - | - | - |
| 2017/2018 | Dividend shares | AT0000A1YFL4 | EUR | 96.40 | - | - | - |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | Non-dividend shares | AT0000626825 | EUR | 152.20 | 1.1300 | 5.2799 | -9.09 |
| 2016/2017 | Non-dividend shares | AT0000626825 | EUR | 166.37 | 1.4729 | 6.5755 | 10.08 |
| 2017/2018 | Non-dividend shares | AT0000626825 | EUR | 165.39 | 3.1158 | 14.6020 | 0.25 |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | Non-dividend shares | AT0000A1YFM2 | EUR | - | - | - | - |
| 2016/2017 | Non-dividend shares | AT0000A1YFM2 | EUR | - | - | - | - |
| 2017/2018 | Non-dividend shares | AT0000A1YFM2 | EUR | 96.40 | - | - | - |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | KESt-exempt non-dividend shares | AT0000A096P8 | CZK | 4,220.81 | - | 183.0735 | -10.50 |
| 2016/2017 | KESt-exempt non-dividend shares | AT0000A096P8 | CZK | 4,639.14 | - | 224.6537 | 9.91 |
| 2017/2018 | KESt-exempt non-dividend shares | AT0000A096P8 | CZK | 4,373.23 | - | 468.3837 | -5.73 |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | KESt-exempt non-dividend shares | AT0000A1YFP5 | CZK | - | - | - | - |
| 2016/2017 | KESt-exempt non-dividend shares | AT0000A1YFP5 | CZK | - | - | - | - |
| 2017/2018 | KESt-exempt non-dividend shares | AT0000A1YFP5 | CZK | 2,452.01 | - | - | - |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | KESt-exempt non-dividend shares | AT0000A05TR8 | EUR | 155.96 | - | 6.7134 | -9.09 |
| 2016/2017 | KESt-exempt non-dividend shares | AT0000A05TR8 | EUR | 171.69 | - | 8.4074 | 10.09 |
| 2017/2018 | KESt-exempt non-dividend shares | AT0000A05TR8 | EUR | 172.11 | - | 18.3832 | 0.24 |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | KESt-exempt non-dividend shares | AT0000A1YFN0 | EUR | - | - | - | - |
| 2016/2017 | KESt-exempt non-dividend shares | AT0000A1YFN0 | EUR | - | - | - | - |
| 2017/2018 | KESt-exempt non-dividend shares | AT0000A1YFN0 | EUR | 96.50 | - | - | - |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | KESt-exempt non-dividend shares | AT0000A096Q6 | HUF | 48,367.09 | - | 2,091.9620 | -6.96 |
| 2016/2017 | KESt-exempt non-dividend shares | AT0000A096Q6 | HUF | 52,957.78 | - | 2,490.0331 | 9.49 |
| 2017/2018 | KESt-exempt non-dividend shares | AT0000A096Q6 | HUF | 54,046.54 | - | 5,810.0064 | 2.06 |

| Financial year | Fund type | ISIN | Currency | Calculated value per share | Disbursement/ payment | Re-investment | Development in per cent |
|----------------|---------------------------------|--------------|----------|----------------------------|-----------------------|---------------|-------------------------|
| 2015/2016 | KESt-exempt non-dividend shares | AT0000A1YFQ3 | HUF | - | - | - | - |
| 2016/2017 | KESt-exempt non-dividend shares | AT0000A1YFQ3 | HUF | - | - | - | - |
| 2017/2018 | KESt-exempt non-dividend shares | AT0000A1YFQ3 | HUF | 30,301.48 | - | - | - |

Disbursement/Payment

The following disbursement or payment will be made for the financial year from 1 March 2017 to 28 February 2018. The coupon-paying bank is obligated to withhold capital gains tax from this disbursement if the respective investor is not exempt from the payment of this tax.

The disbursement or payment will be effected on or after 1 June 2018 at

Erste Group Bank AG, Vienna,

and the respective bank managing the Shareholder's securities account.

| Fund type | ISIN | Currency | Disbursement/ payment | KESt with option declaration | KESt w/o option declaration | Reinvestment |
|---------------------------------|--------------|----------|-----------------------|------------------------------|-----------------------------|--------------|
| Dividend shares | AT0000626817 | EUR | 3.2500 | 1.9185 | 1.9185 | 5.7227 |
| Dividend shares | AT0000A1YFL4 | EUR | - | - | - | - |
| Non-dividend shares | AT0000626825 | EUR | 3.1158 | 3.1158 | 3.1158 | 14.6020 |
| Non-dividend shares | AT0000A1YFM2 | EUR | - | - | - | - |
| KESt-exempt non-dividend shares | AT0000A096P8 | CZK | - | * | - | 468.3837 |
| KESt-exempt non-dividend shares | AT0000A1YFP5 | CZK | - | * | - | - |
| KESt-exempt non-dividend shares | AT0000A05TR8 | EUR | - | * | - | 18.3832 |
| KESt-exempt non-dividend shares | AT0000A1YFN0 | EUR | - | * | - | - |
| KESt-exempt non-dividend shares | AT0000A096Q6 | HUF | - | * | - | 5,810.0064 |
| KESt-exempt non-dividend shares | AT0000A1YFQ3 | HUF | - | * | - | - |
| | | | | | | |

* Pursuant to the penultimate sentence of § 58 (2) of the Austrian Investment Fund Act, no capital gains tax will be paid.

Income Statement and Changes in Fund Assets

1. Value Development over the Financial Year (Fund Performance)

Calculation according to the OeKB method per share in the share currency not accounting for an issue premium

The performance of share classes with no outstanding shares at the end of the reporting period or no outstanding shares during the reporting period is generally based on the dividend-adjusted performance of the overall fund. In these cases, the "performance", the "net earnings per share", and the "total value including (notional) shares gained through disbursement/payment" are not reported in the following.

When a share class is issued during the reporting period, the performance is calculated from the point in time that the share class is launched. Because of this and possible other fees and currency classes, the performance of this share class differs from that of comparable share classes.

| AT0000626817 dividend shares EUR | |
|---|--------------|
| Share value at the beginning of the reporting period (763,692.187 shares) | 103.71 |
| Disbursement/payment on 30.05.2017 (corresponds to roughly 0.0301 shares at a calculated value of 106.31) | 3.2000 |
| Share value at the end of the reporting period (726,167.773 shares) | 100.93 |
| Total value including (notional) shares gained through disbursement/payment | 103.97 |
| Net earnings per share | 0.26 |
| Value development of one share in the period | 0.25% |

| AT0000A1YFL4 dividend shares EUR | |
|---|----------|
| Share value on issue date (0.000 shares) | 100.00 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (0.000 shares) | 96.40 |
| Total value including (notional) shares gained through disbursement/payment | - |
| Net earnings per share | - |
| Value development of one share in the period | - |

| AT0000626825 non-dividend shares EUR | |
|---|--------------|
| Share value at the beginning of the reporting period (551,178.255 shares) | 166.37 |
| Disbursement/payment on 30.05.2017 (corresponds to roughly 0.0085 shares at a calculated value of 174.19) | 1.4729 |
| Share value at the end of the reporting period (517,587.394 shares) | 165.39 |
| Total value including (notional) shares gained through disbursement/payment | 166.79 |
| Net earnings per share | 0.42 |
| Value development of one share in the period | 0.25% |

| AT0000A1YFM2 non-dividend shares EUR | |
|---|----------|
| Share value on issue date (0.000 shares) | 100.00 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (0.000 shares) | 96.40 |
| Total value including (notional) shares gained through disbursement/payment | - |
| Net earnings per share | - |
| Value development of one share in the period | - |

ESPA STOCK EUROPE

| AT0000A096P8 KESSt-exempt non-dividend shares CZK | |
|---|---------------|
| Share value at the beginning of the reporting period (98,613.488 shares) | 4,639.14 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (101,382.162 shares) | 4,373.23 |
| Total value including (notional) shares gained through disbursement/payment | 4,373.23 |
| Net earnings per share | -265.91 |
| Value development of one share in the period | -5.73% |

| AT0000A1YFP5 KESSt-exempt non-dividend shares CZK | |
|---|----------|
| Share value on issue date (0.000 shares) | 2,573.30 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (0.000 shares) | 2,452.01 |
| Total value including (notional) shares gained through disbursement/payment | - |
| Net earnings per share | - |
| Value development of one share in the period | - |

| AT0000A05TR8 KESSt-exempt non-dividend shares EUR | |
|---|--------------|
| Share value at the beginning of the reporting period (36,861.824 shares) | 171.69 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (34,390.772 shares) | 172.11 |
| Total value including (notional) shares gained through disbursement/payment | 172.11 |
| Net earnings per share | 0.42 |
| Value development of one share in the period | 0.24% |

| AT0000A1YFNO KESSt-exempt non-dividend shares EUR | |
|---|----------|
| Share value on issue date (0.000 shares) | 100.00 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (0.000 shares) | 96.50 |
| Total value including (notional) shares gained through disbursement/payment | - |
| Net earnings per share | - |
| Value development of one share in the period | - |

| AT0000A096Q6 KESSt-exempt non-dividend shares HUF | |
|---|--------------|
| Share value at the beginning of the reporting period (10,987.074 shares) | 52,957.78 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (12,607.698 shares) | 54,046.54 |
| Total value including (notional) shares gained through disbursement/payment | 54,046.54 |
| Net earnings per share | 1,088.76 |
| Value development of one share in the period | 2.06% |

| AT0000A1YFQ3 KESSt-exempt non-dividend shares HUF | |
|---|-----------|
| Share value on issue date (0.000 shares) | 31,209.50 |
| Disbursement/payment | 0.0000 |
| Share value at the end of the reporting period (0.000 shares) | 30,301.48 |
| Total value including (notional) shares gained through disbursement/payment | - |
| Net earnings per share | - |
| Value development of one share in the period | - |

2. Fund Result

a. Realised fund result

Ordinary fund result

Income (without profit or loss from price changes)

| | | |
|--|--------------|--------------|
| Interest income (excluding income adjustment) | 0.00 | |
| Dividend income | 5,305,415.40 | |
| Other income 8) | 0.00 | |
| Total income (without profit or loss from price changes) | | 5,305,415.40 |

Interest paid - 17,839.63

Expenses

| | | |
|--|----------------|----------------|
| Fees paid to Investment Firm | - 2,807,909.90 | |
| Costs for the financial auditor and tax consultation | - 6,489.00 | |
| Publication costs | - 31,362.38 | |
| Securities account fees | - 114,188.52 | |
| Custodian bank fees | - 250,856.40 | |
| Costs for the external consultant | 0.00 | |
| Total expenses | | - 3,210,806.20 |
| Compensation for management costs from sub-funds 1) | | 0.00 |

Ordinary fund result (excluding income adjustment) **2,076,769.57**

Realised profit or loss from price changes 2) 3)

| | | |
|--------------------|----------------|--|
| Realised gains 4) | 24,900,614.55 | |
| Realised losses 5) | - 6,556,620.52 | |

Realised profit or loss from price changes (excluding income adjustment) **18,343,994.03**

Realised fund result (excluding income adjustment) **20,420,763.60**

b. Unrealised profit or loss from price changes 2) 3)

Changes in the unrealised profit or loss from price changes 7) - 19,483,381.35

Result for the reporting period 6) **937,382.25**

c. Income adjustment

Income adjustment for income in the period - 593,345.26

Income adjustment for profit carried forward from dividend shares - 1,406,868.42

Overall fund result **- 1,062,831.43**

3. Changes in Fund Assets

| | |
|---|------------------------------|
| Fund assets at the beginning of the reporting period | 196,059,666.32 |
| Disbursement/payment in the financial year | - 3,193,006.52 |
| Issue and return of shares | - 7,362,892.21 |
| Overall fund result | |
| (The fund result is shown in detail under item 2.) | - 1,062,831.43 |
| Fund assets at the end of the reporting period | <u>184,440,936.16</u> |

- 1) Reimbursements (in the sense of commissions) paid by third parties are forwarded to the fund after deduction of any associated costs. Erste Bank der oesterreichischen Sparkassen AG receives 25% of the calculated commissions to cover administrative costs.
- 2) Realised profits and losses are not calculated precisely for the specific periods, which means that they, as is the case for the changes in the unrealised profit or loss, are not necessarily congruent with the changes in the value of the fund in the reporting year.
- 3) Total profit or loss from price changes without income adjustment (realised profit or loss from price changes, without income adjustment, plus changes in the unrealised profit or loss): EUR -1,139,387.32.
- 4) Thereof profits from transactions with derivative financial instruments: EUR 0.00.
- 5) Thereof losses from transactions with derivative financial instruments: EUR 0.00.
- 6) The result for the financial year includes explicitly reported transaction costs in the amount of EUR 723,908.33.
- 7) Thereof changes in unrealised gains EUR -15,639,209.77 and unrealised losses EUR -3,844,171.58.
- 8) The earnings reported under this item can be attributed to lending fees from securities lending transactions conducted with Erste Group Bank AG in the amount of EUR 0.00, to earnings from real estate funds in the amount of EUR 0.00, and to other earnings in the amount of EUR 0.00.

Fund Portfolio as of 28 February 2018

(including changes in securities assets from 1 March 2017 to 28 February 2018)

| Security designation | ISIN number | Purch./ additions | Sales/ disposals | Holding Shares/nominal (nom. in 1,000, rounded) | Price | Value in EUR | % share of fund assets |
|---|--------------|-------------------|------------------|---|---------|----------------------|------------------------|
| Publicly traded securities | | | | | | | |
| Equities denominated in GBP | | | | | | | |
| Issue country Great Britain | | | | | | | |
| ANGLO AMERICAN DL-.54945 | GB00B1XZS820 | 80,000 | 90,000 | 66,000 | 17.806 | 1,327,635.06 | 0.72 |
| ASHTED GRP PLC LS-.10 | GB0000536739 | 78,000 | 0 | 78,000 | 21.140 | 1,862,807.56 | 1.01 |
| ASTRAZENECA PLC DL-.25 | GB0009895292 | 33,000 | 50,500 | 33,000 | 47.750 | 1,780,146.41 | 0.97 |
| BP PLC DL-.25 | GB0007980591 | 0 | 0 | 580,000 | 4.752 | 3,113,344.18 | 1.69 |
| BRIT.AMER.TOBACCO LS-.25 | GB0002875804 | 7,721 | 0 | 58,721 | 42.955 | 2,849,545.36 | 1.54 |
| DIAGEO PLC LS-.28935185 | GB0002374006 | 115,000 | 0 | 115,000 | 24.600 | 3,195,960.14 | 1.73 |
| HSBC HLDGS PLC DL-.50 | GB0005405286 | 0 | 0 | 530,000 | 7.171 | 4,293,623.90 | 2.33 |
| INTERCONT.H.LS-.198095238 | GB00BD8QVH41 | 33,000 | 0 | 33,000 | 46.990 | 1,751,813.19 | 0.95 |
| LONDON STOCK EXCHANGE | GB00B0SWJX34 | 0 | 0 | 36,000 | 40.280 | 1,638,175.29 | 0.89 |
| MONDI PLC EO -.20 | GB00B1CRLC47 | 71,000 | 130,000 | 71,000 | 19.020 | 1,525,588.02 | 0.83 |
| PRUDENTIAL PLC LS-.05 | GB0007099541 | 43,000 | 0 | 150,000 | 18.305 | 3,101,911.48 | 1.68 |
| RIO TINTO PLC LS-.10 | GB0007188757 | 25,000 | 17,000 | 54,000 | 39.260 | 2,395,038.30 | 1.30 |
| ROYAL BK SCOTLD GRP LS 1 | GB00B7T77214 | 350,000 | 0 | 350,000 | 2.677 | 1,058,485.28 | 0.57 |
| ROYAL DUTCH SHELL B EO-07 | GB00B03MM408 | 0 | 0 | 78,000 | 23.210 | 2,045,211.14 | 1.11 |
| TESCO PLC LS-.05 | GB0008847096 | 700,000 | 0 | 700,000 | 2.108 | 1,667,005.58 | 0.90 |
| VODAFONE GROUP PLC | GB00BH4HKS39 | 0 | 0 | 720,000 | 2.038 | 1,657,290.04 | 0.90 |
| Total issue country Great Britain | | | | | | <u>35,263,580.93</u> | <u>19.12</u> |
| Issue country Jersey | | | | | | | |
| SHIRE PLC LS-.05 | JE00B2QKY057 | 0 | 0 | 96,000 | 31.090 | 3,371,788.79 | 1.83 |
| Total issue country Jersey | | | | | | <u>3,371,788.79</u> | <u>1.83</u> |
| Issue country Netherlands | | | | | | | |
| ROYAL DUTCH SHELL A EO-07 | GB00B03MLX29 | 0 | 0 | 123,000 | 23.010 | 3,197,349.69 | 1.73 |
| Total issue country Netherlands | | | | | | <u>3,197,349.69</u> | <u>1.73</u> |
| Total equities denominated in GBP translated at a rate of 0.88518 | | | | | | <u>41,832,719.41</u> | <u>22.68</u> |
| Equities denominated in DKK | | | | | | | |
| Issue country Denmark | | | | | | | |
| DSV AS BONUS-AKT. | DK0060079531 | 0 | 0 | 41,000 | 480.400 | 2,645,331.81 | 1.43 |
| Total issue country Denmark | | | | | | <u>2,645,331.81</u> | <u>1.43</u> |
| Total equities denominated in DKK translated at a rate of 7.44572 | | | | | | <u>2,645,331.81</u> | <u>1.43</u> |

ESPA STOCK EUROPE

| Security designation | ISIN number | Purch./ additions | Sales/ disposals | Holding | Price | Value in EUR | % share of fund assets |
|---|--------------|---|------------------|---------|---------|---------------|------------------------|
| | | Shares/nominal (nom. in 1,000, rounded) | | | | | |
| Equities denominated in EUR | | | | | | | |
| Issue country Belgium | | | | | | | |
| KBC GROEP N.V. | BE0003565737 | 0 | 0 | 30,000 | 77.300 | 2,319,000.00 | 1.26 |
| Total issue country Belgium | | | | | | 2,319,000.00 | 1.26 |
| Issue country Germany | | | | | | | |
| ADIDAS AG NA N.P. | DE000A1EWWW0 | 9,400 | 0 | 9,400 | 182.600 | 1,716,440.00 | 0.93 |
| ALLIANZ SE NA N.P. | DE0008404005 | 7,600 | 0 | 18,600 | 192.020 | 3,571,572.00 | 1.94 |
| BASF SE N.P. | DE000BASF111 | 35,000 | 26,000 | 35,000 | 86.410 | 3,024,350.00 | 1.64 |
| BAYER AG NA N.P. | DE000BAY0017 | 28,000 | 31,200 | 18,700 | 96.230 | 1,799,501.00 | 0.98 |
| BEIERSDORF AG N.P. | DE0005200000 | 18,000 | 0 | 18,000 | 90.120 | 1,622,160.00 | 0.88 |
| CONTINENTAL AG N.P. | DE0005439004 | 7,400 | 0 | 7,400 | 225.700 | 1,670,180.00 | 0.91 |
| DAIMLER AG NA N.P. | DE0007100000 | 0 | 0 | 26,000 | 70.470 | 1,832,220.00 | 0.99 |
| DEUTSCHE BOERSE NA N.P. | DE0005810055 | 16,000 | 0 | 16,000 | 109.450 | 1,751,200.00 | 0.95 |
| DEUTSCHE POST AG NA N.P. | DE0005552004 | 47,000 | 78,000 | 47,000 | 37.640 | 1,769,080.00 | 0.96 |
| DT.TELEKOM AG NA | DE0005557508 | 0 | 0 | 140,000 | 13.260 | 1,856,400.00 | 1.01 |
| HENKEL AG+CO.KGAA PREF | DE0006048432 | 0 | 0 | 11,000 | 109.300 | 1,202,300.00 | 0.65 |
| INFINEON TECH.AG NA N.P. | DE0006231004 | 76,000 | 0 | 76,000 | 22.400 | 1,702,400.00 | 0.92 |
| PORSCHE AUTOM.HLDG PREF | DE000PAH0038 | 27,000 | 0 | 27,000 | 69.120 | 1,866,240.00 | 1.01 |
| PROSIEBENSAT.1 NA N.P. | DE000PSM7770 | 58,000 | 0 | 58,000 | 32.540 | 1,887,320.00 | 1.02 |
| SIEMENS AG NA | DE0007236101 | 16,000 | 28,000 | 18,900 | 108.440 | 2,049,516.00 | 1.11 |
| SYMRISE AG BEARER N.P. | DE000SYM9999 | 18,000 | 0 | 18,000 | 66.880 | 1,203,840.00 | 0.65 |
| VOLKSWAGEN AG PREF N.P. | DE0007664039 | 8,400 | 0 | 8,400 | 161.120 | 1,353,408.00 | 0.73 |
| Total issue country Germany | | | | | | 31,878,127.00 | 17.28 |
| Issue country France | | | | | | | |
| BOUYGUES SA BEARER EO 1 | FR0000120503 | 47,000 | 0 | 47,000 | 41.660 | 1,958,020.00 | 1.06 |
| TOTAL S.A. EO 2.50 | FR0000120271 | 0 | 0 | 60,000 | 46.970 | 2,818,200.00 | 1.53 |
| Total issue country France | | | | | | 4,776,220.00 | 2.59 |
| Issue country Italy | | | | | | | |
| UNICREDIT | IT0005239360 | 226,000 | 128,000 | 98,000 | 17.446 | 1,709,708.00 | 0.93 |
| Total issue country Italy | | | | | | 1,709,708.00 | 0.93 |
| Issue country Spain | | | | | | | |
| REPSOL S.A. BEARER EO 1 | ES0173516115 | 130,256 | 0 | 130,256 | 14.705 | 1,915,414.48 | 1.04 |
| Total issue country Spain | | | | | | 1,915,414.48 | 1.04 |
| Total equities denominated in EUR | | | | | | 42,598,469.48 | 23.10 |
| Equities denominated in NOK | | | | | | | |
| Issue country Norway | | | | | | | |
| DNB NOR ASA A NK 10 | N00010031479 | 0 | 0 | 117,000 | 156.700 | 1,905,909.87 | 1.03 |
| Total issue country Norway | | | | | | 1,905,909.87 | 1.03 |
| Total equities denominated in NOK translated at a rate of 9.61950 | | | | | | 1,905,909.87 | 1.03 |

| Security designation | ISIN number | Purch./ additions | Sales/ disposals | Holding Shares/nominal (nom. in 1,000, rounded) | Price | Value in EUR | % share of fund assets |
|--|--------------|-------------------|------------------|---|---------|---------------|------------------------|
| Equities denominated in SEK | | | | | | | |
| Issue country Sweden | | | | | | | |
| ATLAS COPCO A | SE0006886750 | 56,000 | 28,000 | 28,000 | 355.100 | 983,908.62 | 0.53 |
| ESSITY AB B | SE0009922164 | 82,000 | 0 | 82,000 | 228.000 | 1,850,098.12 | 1.00 |
| VOLVO B (FRIA) | SE0000115446 | 105,000 | 0 | 105,000 | 156.950 | 1,630,784.90 | 0.88 |
| Total issue country Sweden | | | | | | 4,464,791.64 | 2.42 |
| Total equities denominated in SEK translated at a rate of 10.10541 | | | | | | 4,464,791.64 | 2.42 |
| Equities denominated in USD | | | | | | | |
| Issue country USA | | | | | | | |
| WORLDPAY INC. A DL-.01 | US9815581098 | 25,872 | 0 | 25,872 | 81.280 | 1,724,163.62 | 0.93 |
| Total issue country USA | | | | | | 1,724,163.62 | 0.93 |
| Total equities denominated in USD translated at a rate of 1.21965 | | | | | | 1,724,163.62 | 0.93 |
| Total publicly traded securities | | | | | | 95,171,385.83 | 51.60 |
| Securities admitted to organised markets | | | | | | | |
| Equities denominated in EUR | | | | | | | |
| Issue country Belgium | | | | | | | |
| ANHEUSER-BUSCH INBEV | BE0974293251 | 0 | 15,000 | 18,300 | 87.480 | 1,600,884.00 | 0.87 |
| Total issue country Belgium | | | | | | 1,600,884.00 | 0.87 |
| Issue country France | | | | | | | |
| ACCOR SA BEARER EO 3 | FR0000120404 | 37,000 | 0 | 37,000 | 47.500 | 1,757,500.00 | 0.95 |
| ATOS SE NOM. EO 1 | FR0000051732 | 0 | 0 | 17,000 | 108.500 | 1,844,500.00 | 1.00 |
| AXA S.A. BEARER EO 2.29 | FR0000120628 | 0 | 0 | 100,000 | 25.860 | 2,586,000.00 | 1.40 |
| BNP PARIBAS BEARER EO 2 | FR0000131104 | 0 | 0 | 54,000 | 65.370 | 3,529,980.00 | 1.91 |
| CREDIT AGRICOLE BEARER EO 3 | FR0000045072 | 115,000 | 181,000 | 115,000 | 14.135 | 1,625,525.00 | 0.88 |
| DANONE S.A. EO -.25 | FR0000120644 | 37,000 | 0 | 37,000 | 65.750 | 2,432,750.00 | 1.32 |
| KERING S.A. BEARER EO 4 | FR0000121485 | 4,300 | 10,000 | 4,300 | 388.000 | 1,668,400.00 | 0.90 |
| LVMH EO 0.3 | FR0000121014 | 7,000 | 14,000 | 7,000 | 246.500 | 1,725,500.00 | 0.94 |
| NATIXIS S.A. BEARER EO 11.2 | FR0000120685 | 280,000 | 0 | 280,000 | 7.100 | 1,988,000.00 | 1.08 |
| NEW SERVICES HLDG EO 2 | FR0010908533 | 0 | 0 | 53,000 | 28.930 | 1,533,290.00 | 0.83 |
| PERNOD-RICARD N.P. | FR0000120693 | 13,000 | 0 | 13,000 | 135.000 | 1,755,000.00 | 0.95 |
| PUBLICIS GRP BEARER EO 0.40 | FR0000130577 | 30,000 | 0 | 30,000 | 62.040 | 1,861,200.00 | 1.01 |
| SCHNEIDER ELEC. BEARER EO 4 | FR0000121972 | 0 | 0 | 26,000 | 71.580 | 1,861,080.00 | 1.01 |
| VINCI S.A. BEARER EO 2.50 | FR0000125486 | 0 | 0 | 30,000 | 81.320 | 2,439,600.00 | 1.32 |
| Total issue country France | | | | | | 28,608,325.00 | 15.51 |
| Issue country Italy | | | | | | | |
| ENEL S.P.A. EO 1 | IT0003128367 | 385,000 | 0 | 385,000 | 4.779 | 1,839,915.00 | 1.00 |
| INTESA SANPAOLO EO 0.52 | IT0000072618 | 0 | 0 | 690,000 | 3.096 | 2,136,240.00 | 1.16 |
| PRYSMIAN S.P.A. EO 0.10 | IT0004176001 | 47,000 | 0 | 47,000 | 25.920 | 1,218,240.00 | 0.66 |

ESPA STOCK EUROPE

| Security designation | ISIN number | Purch./ additions Shares/nominal | Sales/ disposals (nom. in 1,000, rounded) | Holding | Price | Value in EUR | % share of fund assets |
|------------------------------------|--------------|----------------------------------|---|---|-----------|---------------|------------------------|
| RECORDATI SPA EO -.125 | IT0003828271 | 29,000 | 0 | 29,000 | 29.450 | 854,050.00 | 0.46 |
| | | | | Total issue country Italy | | 6,048,445.00 | 3.28 |
| Issue country Luxembourg | | | | | | | |
| ARCELORMITTAL S.A. NOUV. | LU1598757687 | 149,000 | 88,000 | 61,000 | 28.260 | 1,723,860.00 | 0.93 |
| | | | | Total issue country Luxembourg | | 1,723,860.00 | 0.93 |
| Issue country Netherlands | | | | | | | |
| ASML HOLDING EO -.09 | NL0010273215 | 12,700 | 23,000 | 12,700 | 161.300 | 2,048,510.00 | 1.11 |
| FIAT CHRYSLER AUTOM. 0.01 | NL0010877643 | 100,000 | 0 | 100,000 | 17.572 | 1,757,200.00 | 0.95 |
| ING GROEP NV EO -.01 | NL0011821202 | 0 | 75,000 | 205,000 | 14.478 | 2,967,990.00 | 1.61 |
| UNILEVER CVA EO -.16 | NL0000009355 | 109,000 | 54,000 | 55,000 | 42.975 | 2,363,625.00 | 1.28 |
| | | | | Total issue country Netherlands | | 9,137,325.00 | 4.95 |
| Issue country Spain | | | | | | | |
| BCO SANTANDER N.E00.5 | ES0113900J37 | 521,000 | 455,172 | 521,000 | 5.667 | 2,952,507.00 | 1.60 |
| TELEFONICA BEARER EO 1 | ES0178430E18 | 0 | 0 | 200,000 | 7.993 | 1,598,600.00 | 0.87 |
| | | | | Total issue country Spain | | 4,551,107.00 | 2.47 |
| | | | | Total equities denominated in EUR | | 51,669,946.00 | 28.01 |
| Equities denominated in NOK | | | | | | | |
| Issue country Norway | | | | | | | |
| STATOIL ASA NK 2.50 | N00010096985 | 80,000 | 0 | 80,000 | 182.250 | 1,515,671.29 | 0.82 |
| | | | | Total issue country Norway | | 1,515,671.29 | 0.82 |
| | | | | Total equities denominated in NOK translated at a rate of 9.61950 | | 1,515,671.29 | 0.82 |
| Equities denominated in CHF | | | | | | | |
| Issue country Switzerland | | | | | | | |
| LOGITECH INTL NA SF -.25 | CH0025751329 | 47,000 | 0 | 47,000 | 37.390 | 1,524,626.29 | 0.83 |
| NESTLE REG. SF-.10 | CH0038863350 | 20,000 | 26,000 | 79,000 | 75.280 | 5,159,608.89 | 2.80 |
| NOVARTIS REG. SF 0.50 | CH0012005267 | 21,000 | 26,000 | 54,000 | 79.160 | 3,708,596.86 | 2.01 |
| PARTNERS GR.HLDG SF -.01 | CH0024608827 | 2,650 | 0 | 2,650 | 687.000 | 1,579,474.77 | 0.86 |
| ROCHE HLDG AG GEN. | CH0012032048 | 0 | 6,500 | 19,500 | 219.300 | 3,710,080.42 | 2.01 |
| SIKA AG BEARER SF 0.60 | CH0000587979 | 300 | 317 | 300 | 7,780.000 | 2,024,934.28 | 1.10 |
| STRAUMANN HLDG NA SF 0.10 | CH0012280076 | 2,800 | 0 | 2,800 | 640.500 | 1,555,919.94 | 0.84 |
| TEMENOS GROUP AG NA SF 5 | CH0012453913 | 17,000 | 0 | 17,000 | 110.900 | 1,635,650.64 | 0.89 |
| UBS GROUP AG SF -.10 | CH0244767585 | 140,000 | 0 | 140,000 | 18.070 | 2,194,806.66 | 1.19 |
| ZURICH INSUR.GR.NA.SF0.10 | CH0011075394 | 7,200 | 0 | 7,200 | 312.000 | 1,948,934.18 | 1.06 |
| | | | | Total issue country Switzerland | | 25,042,632.93 | 13.58 |
| | | | | Total equities denominated in CHF translated at a rate of 1.15263 | | 25,042,632.93 | 13.58 |
| | | | | Total securities admitted to organised markets | | 78,228,250.22 | 42.41 |

Breakdown of fund assets

| | | | | |
|--|--------------|--------|-----------------------|---------------|
| Securities | | | 173,399,636.05 | 94.01 |
| Cash in banks | | | 10,696,804.87 | 5.80 |
| Dividend entitlements | | | 349,337.08 | 0.19 |
| Other deferred items | | | -4,841.84 | -0.00 |
| Fund assets | | | 184,440,936.16 | 100.00 |
| Dividend shares outstanding | AT0000626817 | shares | 726,167.773 | |
| Share value for dividend share | AT0000626817 | EUR | 100.93 | |
| Dividend shares outstanding | AT0000A1YFL4 | shares | 0.000 | |
| Share value for dividend share | AT0000A1YFL4 | EUR | 96.40 | |
| Non-dividend shares outstanding | AT0000626825 | shares | 517,587.394 | |
| Share value for non-dividend share | AT0000626825 | EUR | 165.39 | |
| Non-dividend shares outstanding | AT0000A1YFM2 | shares | 0.000 | |
| Share value for non-dividend share | AT0000A1YFM2 | EUR | 96.40 | |
| KEST-exempt non-dividend shares outstanding | AT0000A096Q6 | shares | 12,607.698 | |
| Share value for KEST-exempt non-dividend share | AT0000A096Q6 | HUF | 54,046.54 | |
| KEST-exempt non-dividend shares outstanding | AT0000A096P8 | shares | 101,382.162 | |
| Share value for KEST-exempt non-dividend share | AT0000A096P8 | CZK | 4,373.23 | |
| KEST-exempt non-dividend shares outstanding | AT0000A05TR8 | shares | 34,390.772 | |
| KEST-exempt non-dividend shares outstanding | AT0000A05TR8 | EUR | 172.11 | |
| KEST-exempt non-dividend shares outstanding | AT0000A1YFN0 | shares | 0.000 | |
| Share value for KEST-exempt non-dividend share | AT0000A1YFN0 | EUR | 96.50 | |
| KEST-exempt non-dividend shares outstanding | AT0000A1YFP5 | shares | 0.000 | |
| Share value for KEST-exempt non-dividend share | AT0000A1YFP5 | CZK | 2,452.01 | |
| KEST-exempt non-dividend shares outstanding | AT0000A1YFQ3 | shares | 0.000 | |
| Share value for KEST-exempt non-dividend share | AT0000A1YFQ3 | HUF | 30,301.48 | |

Securities lending transactions, repurchase agreements, and total return swaps are not used for the fund.

Explanation on disclosure pursuant to the Delegated Regulation (EU) No. 2016/2251 supplementing Regulation (EU) No. 648/2012 of the European Parliament and of the Council on OTC derivatives, central counterparties and trade repositories with regard to regulatory technical standards for risk-mitigation techniques for OTC derivative contracts not cleared by a central counterparty:

All OTC derivatives are traded through Erste Group Bank AG.

Collateral in the form of cash or bonds is pledged to Erste Group Bank AG in the amount of the negative exposure of the derivatives.

EUR-denominated government bonds from the Republic of Austria and/or the Federal Republic of Germany are pledged by Erste Group Bank AG to the fund in the amount of the positive exposure of the derivatives. A one-time discount of 4% is agreed with the counterparty for this collateral. Collateral that would require a higher discount pursuant to Annex II to the Delegated Regulation (EU) No. 2016/2251 is not accepted.

Investor note:

The values of assets in illiquid markets may deviate from their actual selling prices.

Purchases and sales of securities in the reporting period not listed in the fund portfolio

| Security designation | ISIN number | Purch./ additions | Sales/ disposals |
|---|----------------|----------------------|---------------------|
| Shares/nominal (nom. in 1,000, rounded) | | | |
| Publicly traded securities | | | |
| Equities denominated in GBP | | | |
| Issue country Great Britain | | | |
| ADMIRAL GROUP PLC LS-.001 | GB00B02J6398 | 0 | 50,000 |
| BHP BILLITON DL-.50 | GB0000566504 | 95,000 | 187,000 |
| BURBERRY GROUP LS-.0005 | GB0031743007 | 0 | 112,000 |
| COMPASS GROUP LS-.1105 | GB00BD6K4575 | 130,000 | 130,000 |
| DIR.LINE.INS.LS-.10909090 | GB00BY9D0Y18 | 0 | 210,833 |
| FRESNILLO PLC DL-.50 | GB00B2QPKJ12 | 0 | 65,000 |
| ITV PLC LS-.10 | GB0033986497 | 500,000 | 500,000 |
| LEGAL GENL GRP PLCLS-.025 | GB0005603997 | 0 | 700,000 |
| PERSIMMON PLC LS-.10 | GB0006825383 | 65,000 | 65,000 |
| RECKITT BENCK.GRP LS-.10 | GB00B24CGK77 | 0 | 34,000 |
| SSE PLC | GB0007908733 | 0 | 39,000 |
| TULLOW OIL PLC LS-.10 | GB0001500809 | 0 | 142,000 |
| WORLDPAY GROUP PLC LS 1 | GB00BYK2V80 | 385,000 | 385,000 |
| Issue country Ireland | | | |
| PADDY PWR BETF.PLC EO-.09 | IE00BWT6H894 | 0 | 10,500 |

| Security designation | ISIN number | Purch./ additions | Sales/ disposals |
|--|------------------------|------------------------------|-----------------------------|
| Shares/nominal (nom. in 1,000, rounded) | | | |
| Issue country USA | | | |
| WORLDPAY INC. A DL-01 | US9815581098 | 25,872 | 25,872 |
| Equities denominated in DKK | | | |
| Issue country Denmark | | | |
| A.P.MOELL.-M.REG. B DK1000 | DK0010244508 | 1,000 | 1,000 |
| DANSKE BK REG. DK 10 | DK0010274414 | 0 | 80,000 |
| GENMAB AS DK 1 | DK0010272202 | 0 | 7,200 |
| NOVO-NORDISK REG.B DK-.20 | DK0060534915 | 100,000 | 100,000 |
| PANDORA A/S DK 1 | DK0060252690 | 0 | 19,500 |
| Equities denominated in EUR | | | |
| Issue country Germany | | | |
| BAY.MOTOREN WERKE AG ST | DE0005190003 | 0 | 19,000 |
| COVESTRO AG N.P. | DE0006062144 | 20,500 | 20,500 |
| FRAPORT AG FFM.AIRPORT | DE0005773303 | 21,000 | 21,000 |
| FRESENIUS SE N.P. ST | DE0005785604 | 0 | 43,000 |
| HOCHTIEF AG | DE0006070006 | 6,000 | 6,000 |
| LINDE AG N.P. | DE0006483001 | 10,500 | 10,500 |
| LUFTHANSA AG VNA N.P. | DE0008232125 | 58,000 | 58,000 |
| OSRAM LICHT AG NA N.P. | DE000LED4000 | 22,000 | 22,000 |
| SAP SE N.P. | DE0007164600 | 0 | 38,000 |
| WIRECARD AG | DE0007472060 | 0 | 27,000 |
| Issue country France | | | |
| VALEO SA BEARER EO 1 | FR0013176526 | 27,000 | 27,000 |
| Issue country Luxembourg | | | |
| ARCELORMITTAL S.A. NOUV. | LU0323134006 | 0 | 156,000 |
| Issue country Netherlands | | | |
| ALTICE N.V. AEO-01 | NL0011333752 | 0 | 74,000 |
| Issue country Austria | | | |
| VOESTALPINE AG | AT0000937503 | 32,000 | 32,000 |
| Issue country Spain | | | |
| ACS,ACT.CO.SER.BEARER.EO-50 | ES0167050915 | 1,247 | 61,114 |

ESPA STOCK EUROPE

| Security designation | ISIN number | Purch./ additions Shares/nominal (nom. in 1,000, rounded) | Sales/ disposals |
|---|------------------------|--|-----------------------------|
| Equities denominated in NOK | | | |
| Issue country Norway | | | |
| MARINE HARVEST ASA NK 7.5 | N00003054108 | 142,000 | 142,000 |
| Equities denominated in SEK | | | |
| Issue country Sweden | | | |
| ASSA-ABLOY AB B SK-.33 | SE0007100581 | 0 | 129,000 |
| BILLERUDKORSNAES SK 12.50 | SE0000862997 | 0 | 78,000 |
| BOLIDEN AB SK 2 | SE0000869646 | 56,000 | 126,000 |
| SANDVIK AB | SE0000667891 | 0 | 76,000 |
| SKAND.ENSJ. BKN A FR.SK10 | SE0000148884 | 0 | 260,000 |
| SVENSKA CELL.B FRIA SK10 | SE0000112724 | 282,000 | 282,000 |
| SWEDBANK A | SE0000242455 | 0 | 40,000 |
| Equities denominated in CHF | | | |
| Issue country Switzerland | | | |
| ABB LTD. NA SF 0.12 | CH0012221716 | 82,000 | 82,000 |
| ACTELION LTD SF 0.50 | CH0010532478 | 0 | 19,000 |
| LAFARGEHOLCIM LTD.REG.SF2 | CH0012214059 | 0 | 40,000 |
| Securities admitted to organised markets | | | |
| Equities denominated in GBP | | | |
| Issue country Great Britain | | | |
| MAN GROUP PLC DL-03428571 | GB00B83VD954 | 0 | 560,000 |
| Issue country Isle of Man | | | |
| GVC HOLDINGS PLC EO-.01 | IM00B5VQMV65 | 0 | 110,000 |
| Issue country Jersey | | | |
| WPP PLC LS-.10 | JE00B8KF9B49 | 0 | 71,000 |
| Equities denominated in EUR | | | |
| Issue country Belgium | | | |
| UMICORE S.A. | BE0974320526 | 35,000 | 35,000 |

| Security designation | ISIN number | Purch./ additions Shares/nominal (nom. in 1,000, rounded) | Sales/ disposals |
|------------------------------------|------------------------|--|-----------------------------|
| Issue country Finland | | | |
| AMER SPORTS CORP. A | FI0009000285 | 72,000 | 72,000 |
| KONE CORP.(NEW) B N.P. | FI0009013403 | 0 | 55,000 |
| METSO CORP. | FI0009007835 | 0 | 45,000 |
| UPM KYMMENE CORP. | FI0009005987 | 73,000 | 73,000 |
| Issue country France | | | |
| ARKEMA BEARER EO10 | FR0010313833 | 15,200 | 15,200 |
| ILIAD S.A. BEARER | FR0004035913 | 0 | 10,000 |
| ORANGE BEARER EO 4 | FR0000133308 | 0 | 70,000 |
| PEUGEOT SA EO 1 | FR0000121501 | 85,000 | 85,000 |
| REXEL S.A. BEARER EO 5 | FR0010451203 | 0 | 125,000 |
| SANOFI SA BEARER EO 2 | FR0000120578 | 29,000 | 29,000 |
| SCOR SE EO 7.8769723 | FR0010411983 | 0 | 40,000 |
| ST GOBAIN EO 4 | FR0000125007 | 0 | 43,000 |
| STE GENERALE BEARER EO 1.25 | FR0000130809 | 31,000 | 31,000 |
| Issue country Great Britain | | | |
| TECHNIPFMC PLC DL 1 | GB00BDSFG982 | 0 | 28,000 |
| Issue country Italy | | | |
| ITALGAS S.P.A. N.P. | IT0005211237 | 0 | 36,000 |
| TECHNOGYM S.P.A. | IT0005162406 | 260,000 | 260,000 |
| TELECOM ITALIA | IT0003497168 | 0 | 588,000 |
| Issue country Netherlands | | | |
| AHOLD DELHAIZE,KON.EO-.01 | NL0011794037 | 0 | 76,000 |
| AKZO NOBEL EO 2 | NL0000009132 | 22,000 | 22,000 |
| HEINEKEN EO 1.60 | NL0000009165 | 0 | 30,000 |
| KONINKL. PHILIPS EO -.20 | NL0000009538 | 54,000 | 54,000 |
| RELX N.V. REG. EO -.07 | NL0006144495 | 120,000 | 120,000 |
| SBM OFFSHORE N.V. EO-.25 | NL0000360618 | 0 | 95,000 |
| STMICROELECTRONICS | NL0000226223 | 207,000 | 207,000 |
| Issue country Portugal | | | |
| JERONIM.MART.SGPS NAM.EO1 | PTJMTOAE0001 | 95,000 | 95,000 |
| Issue country Spain | | | |
| ACS,ACT.CO.SER. -INT. CERT.- | ES06670509B5 | 59,867 | 59,867 |
| BANKINTER NOM. EO -.30 | ES0113679137 | 0 | 174,000 |
| BCO DE SABADELL A EO-.125 | ES0113860A34 | 930,000 | 930,000 |

ESPA STOCK EUROPE

| Security designation | ISIN number | Purch./ additions | Sales/ disposals |
|--|--------------------|--------------------------|-------------------------|
| Shares/nominal (nom. in 1,000, rounded) | | | |
| INDITEX BEARER EO 0.03 | ES0148396007 | 0 | 51,000 |
| REPSOL S.A. -INT. CERT.- | ES06735169B1 | 127,000 | 127,000 |
| Equities denominated in NOK | | | |
| Issue country Norway | | | |
| TELENOR ASA NK 6 | NO0010063308 | 0 | 100,000 |
| Equities denominated in CHF | | | |
| Issue country Switzerland | | | |
| CIE FIN.RICHEMONT SF 1 | CH0210483332 | 22,000 | 22,000 |
| DUFREY AG REG. SF 5 | CH0023405456 | 12,000 | 12,000 |
| GEBERIT AG NA DISP. SF-10 | CH0030170408 | 0 | 6,000 |
| IDORSIA AG SF-.05 | CH0363463438 | 19,000 | 19,000 |
| JUL. BAER GRP. REG.SF-.02 | CH0102484968 | 33,000 | 33,000 |
| LONZA GROUP AG NA SF 1 | CH0013841017 | 11,700 | 11,700 |
| Unlisted securities | | | |
| Equities denominated in EUR | | | |
| Issue country Spain | | | |
| ACS,ACT.CO.SER.6/17EO-50 | ES0167050105 | 1,247 | 1,247 |
| REPSOL S.A. BEARER 12/17 | ES0173516131 | 3,256 | 3,256 |
| Equities denominated in CHF | | | |
| Issue country Switzerland | | | |
| LONZA GROUP AG -INT. CERT.- | CH0351063620 | 7,700 | 7,700 |

Vienna, 18 May 2018

ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H.
Electronically signed

Inspection information:
Note:

The electronic signatures in this document can be inspected at www.signaturpruefung.gv.at.
This document was signed with two qualified electronic signatures. A qualified electronic signature fulfils the legal requirements of a hand-written signature, and in particular the requirements of the written form as defined in § 886 ABGB (§ 4 [1] Austrian Signature Act [Signaturgesetz]).

Auditor's Opinion*

Statement on the annual report

Audit opinion

We have audited the annual report prepared by ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H., Vienna, for the fund under its management

ESPA STOCK EUROPE
mutual fund pursuant to the InvFG,

consisting of the fund portfolio as of 28 February 2018, the income statement for the financial year ending on this date, and the other information specified in Annex I Scheme B of the Austrian Investment Fund Act 2011 (InvFG 2011).

Based on the findings of our audit, we believe that the annual report satisfies the legal requirements and provides a true and fair view of the assets and financial position as of 28 February 2018 and of the earnings position of the fund for the financial year ending on this date in accordance with Austrian commercial law and the provisions of the InvFG 2011.

Basis for the audit opinion

We conducted our audit in accordance with § 49 (5) InvFG 2011 and in accordance with the Austrian principles of good auditing. These principles require the application of the International Standards on Auditing (ISA). Our responsibilities under these regulations and standards are described in the section "Responsibilities of the auditor in auditing the annual report" of our opinion. We are independent from the company as specified by the Austrian commercial and industry regulations and fulfilled our other professional obligations in accordance with these requirements. We feel that the audit evidence that we obtained is sufficient and suitable to serve as a basis for our audit opinion.

Management and supervisory board responsibilities relating to the annual report

The legal representatives are responsible for preparing the annual report and for ensuring that this report provides a true and fair view of the assets and financial and earnings position of the fund in accordance with Austrian commercial law and the provisions of the InvFG 2011. The legal representatives are also responsible for implementing the internal controls that they deem necessary to facilitate the preparation of an annual report that is free from material misstatements due to error or fraud.

The supervisory board is responsible for monitoring the accounting process of the company as it applies to the fund under its management.

Responsibilities of the auditor in auditing the annual report

Our goals are to ascertain with sufficient certainty whether the annual report contains material misstatements due to error or fraud and to issue a statement that includes our audit opinion. Sufficient certainty is a high degree of certainty but no guarantee that an audit conducted in accordance with the Austrian standards on good auditing, which require the application of the ISA, will always discover material misstatements that may be present. Misstatements can result from fraud or errors and are considered to be material when it can be reasonably expected that individual misstatements or a combination of misstatements can influence economic decisions made by readers on the basis of this annual report.

As part of an audit conducted in accordance with the Austrian standards on good auditing, which require the application of the ISA, we exercise professional judgement and maintain professional scepticism during the entire audit process.

In addition:

- We identify and assess the risks of material misstatements in the annual report due to error or fraud, plan audit steps in response to these risks, perform the planned audit steps, and collect audit evidence that is sufficient and suitable to form a basis for our audit opinion. The risk that a material misstatement resulting from fraud will remain undiscovered is greater than for misstatements resulting from error because fraudulent activity can include collusion, the falsification of documents, intentional incomplete or misleading representations, and the circumvention of internal controls.
- We familiarise ourselves with the internal control systems that are relevant for the audit to plan audit steps that are appropriate under the specific circumstances, but not so as to state an opinion on the effectiveness of the company's internal control system.
- We assess the appropriateness of the accounting methods applied by the legal representatives and the reasonableness of the estimates made by the legal representatives in the accounts and of the associated information.
- We assess the overall presentation, the structure, and the content of the annual report including the figures as well as whether the annual report depicts the underlying transactions and events in a manner that provides a true and fair view.
- We discuss the planned scope and scheduling of the audit and any material audit findings, including material defects that we discover in the internal control system during our audit, with the supervisory board, among other issues.

Other information

The legal representatives are responsible for the other information. The other information includes all information in the annual report except for the fund portfolio, the income statement, the other information specified in Annex I Scheme B of the InvFG 2011, and the auditor's opinion.

Our audit opinion does not cover this other information, and we provide no assurance whatsoever for this other information.

In connection with our audit of the annual report, it is our responsibility to read this other information and to consider whether there are material discrepancies between the other information and the annual report or the information gathered by us during our audit, or if this other information appears materially incorrect in some other manner. If we come to the conclusion on the basis of our audit steps that the other information is materially incorrect, we are obligated to report this. We have nothing to report in this regard.

Vienna, 18 May 2018

Ernst & Young

Wirtschaftsprüfungsgesellschaft m.b.H.

Mag. Andrea Stippel
(Certified Public
Accountant)

ppa MMag. Roland Unterweger
(Certified Public Accountant)

* In the case of the publication or dissemination of the annual report in a form that deviates from the confirmed (unabridged German) version (e.g. an abridged version or translation), reference may not be made to the auditor's opinion or our audit without our approval.

Fund Terms and Conditions for ESPA STOCK EUROPE

Mutual fund pursuant to the InvFG

The Fund Terms and Conditions for ESPA STOCK EUROPE, mutual fund pursuant to the Austrian Investment Fund Act (Investmentfondsgesetz; InvFG) 2011 as amended, were approved by the Austrian Financial Market Authority (FMA).

The Fund is an undertaking for the collective investment of transferable securities (UCITS) and is managed by ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H. (the "Management Company" in the following), which is domiciled in Vienna.

Article 1 Fund Shares

The partial ownership of the fund assets is evidenced by certificates having the characteristics of a bearer share.

The share certificates are depicted in global certificates for each share class. For this reason, individual share certificates cannot be issued.

Article 2 Custodian Bank (Depositary Bank)

The custodian bank (depositary bank) appointed for the Fund is Erste Group Bank AG, Vienna.

The payment offices for share certificates are the custodian bank (depositary bank) or other payment offices mentioned in the prospectus.

Article 3 Investment Instruments and Principles

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

The Fund invests primarily, in other words at least 51% of its assets, in shares from issuers domiciled in Europe or listed on an exchange in Europe, with no sector restrictions, in the form of directly purchased individual instruments, in other words not indirectly or directly through investment funds or through derivatives.

The fund assets are invested in the following investment instruments in accordance with the investment focus described above.

a) Securities

Securities (including securities with embedded derivative financial instruments) comprise at least 51% of the fund assets.

b) Money market instruments

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

c) Securities and money market instruments

The Fund may purchase securities and money market instruments that are not fully paid up as well as subscription rights for these types of instruments and other financial instruments that are not fully paid up amounting to a maximum of 10% of the fund assets.

Securities and money market instruments may only be purchased for the Fund when they meet the criteria regarding listing or trading on a regulated market or a securities exchange pursuant to the InvFG.

Securities and money market instruments that do not meet the criteria described in the previous paragraph may comprise up to 10% of the fund assets in total.

d) Shares in investment funds

Shares in investment funds (UCITS, UCI) may each comprise up to 10% of the fund assets and may comprise up to 10% in aggregate total, provided that the target funds themselves (UCITS or UCI) do not invest more than 10% of their fund assets in shares of other investment funds.

e) Derivative financial instruments

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

f) Risk measurement method(s) of the fund

The Fund applies the following risk measurement methods: Commitment approach

The commitment value is determined according to § 3 of the 4th FMA Regulation on Risk Calculation and Reporting of Derivative Instruments (4. Derivate-Risikoberechnungs- und MeldeV) as amended.

g) Demand deposits or callable deposits

Demand deposits and callable deposits with a maximum term of 12 months may comprise up to 49% of the fund assets.

There are no minimum deposit requirements.

However, in the course of the restructuring of the fund portfolio and/or in the case of the justified expectation of impending losses experienced by securities, the Fund can hold a lower proportion of securities and a higher proportion of demand deposits or callable deposits with a maximum term of 12 months.

h) Acceptance of short-term loans

The Management Company may accept short-term loans for the account of the Fund up to an amount of 10% of the total fund assets.

i) Repurchase agreements

Does not apply.

j) Securities lending

Does not apply.

Investment instruments may only be purchased for the entire Fund and not for individual share classes or groups of share classes.

This does not apply to currency hedging transactions, however. Such transactions can also be concluded solely for a single share class. Expenses and income resulting from currency hedging transactions shall be allocated solely to the respective share class.

Article 4 Issue and Return Procedure

The share value shall be calculated in the currency of the respective share class.

The share value is calculated at the same time as the issue and return price.

Issue of shares and issue premium

The issue price will be calculated and shares issued on every exchange trading day.

The issue price shall be made up of the share value plus a premium per share amounting to up to 5.0% to cover the costs incurred by the Management Company in issuing the share, rounded up to the next equivalent sub-unit of the currency unit specified for the respective share class in the prospectus.

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

There is no limit on the issue of shares in principle. However, the Management Company reserves the right to temporarily or permanently suspend the issue of share certificates.

Return of shares and return fee

The return price will be calculated and shares redeemed on every exchange trading day.

The return price is the share value rounded down to the next equivalent sub-unit of the currency unit specified for the respective share class in the prospectus. No return fee will be charged.

Upon request by the Shareholder, his shares shall be redeemed at the current return price in return for the share certificate.

Article 5 Financial Year

The financial year of the Fund is from 1 March to the last day of February.

Article 6
Share Classes and Use of Earnings

The Fund features three different share classes and the corresponding certificates: dividend shares and non-dividend shares with capital gains tax payment as well as non-dividend shares without capital gains tax payment, with certificates being issued for one share each and also for fractional shares.

Various share classes may be issued for this Fund. The creation of share classes and the issue of shares of a specific class shall be decided at the discretion of the Management Company.

Use of earnings for dividend shares

The earnings generated during the financial year (interest and dividends) less all costs can be distributed as deemed appropriate by the Management Company. Dividend disbursement may be suspended taking the interests of the Shareholders into account. Dividends may also be paid at the discretion of the Management Company from earnings generated by the sale of fund assets, including subscription rights. Fund assets may be paid out in the form of dividends and interim dividends.

The fund assets may not fall below the legally stipulated minimum volume for termination after dividend payments in any case.

The amounts shall be paid to the holders of dividend shares on or after 1 June of the following financial year. The remaining amount shall be carried forward.

An amount calculated in accordance with the InvFG must also be paid out on or after 1 June to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the fund shares unless the Management Company provides suitable proof from the banks managing the corresponding securities accounts that the share certificates can only be held by Shareholders who are not subject to Austrian personal or corporate income tax or who meet the conditions for exemption from capital gains tax according to § 94 of the Austrian Income Tax Act (Einkommensteuergesetz) at the time of payment.

Use of earnings for non-dividend shares with capital gains tax payment (non-dividend shares)

The earnings generated by the Fund during the financial year less all costs will not be paid out. In the case of non-dividend shares, an amount calculated in accordance with the InvFG must be paid out on or after 1 June to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the fund shares unless the Management Company provides suitable proof from the banks managing the corresponding securities accounts that the share certificates can only be held by Shareholders who are not subject to Austrian personal or corporate income tax or who meet the conditions for exemption from capital gains tax according to § 94 of the Austrian Income Tax Act (Einkommensteuergesetz) at the time of payment.

Use of earnings for non-dividend shares without capital gains tax payment (KESt-exempt non-dividend shares)

The earnings generated by the Fund during the financial year less all costs will not be paid out. No payment pursuant to the InvFG will be made. The reference date for the exemption from KESt payment for the profit for the year for the purposes of the InvFG shall be 1 June of the following financial year.

The Management Company shall provide suitable proof from the banks managing the corresponding securities accounts that the share certificates could only be held by Shareholders who are not subject to Austrian personal or corporate income tax or who met the conditions for exemption from capital gains tax according to § 94 of the Austrian Income Tax Act (Einkommensteuergesetz) at the time of payment.

If these requirements are not met at the time of payment, the amount calculated pursuant to the InvFG must be paid out by the bank managing the respective securities account in the form of an account credit.

Article 7
Management Fee, Compensation for Expenses, Liquidation Fee

The Management Company shall receive an annual fee for its administrative activities amounting to up to 1.44% of the fund assets, which shall be accrued on a daily basis and calculated using the month-end values adjusted for the accrued fees.

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

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

The costs for the introduction of new share classes for existing investment funds shall be assessed against the share price of the new share classes.

The custodian bank shall receive a fee in the amount of 0.5% of the fund assets upon liquidation.

Further information and details about this Fund can be found in the prospectus.

Annex to the Fund Terms and Conditions

List of exchanges with official trading and organised markets (As of July 2016)

1. Exchanges with official trading and organised markets in the Member States of the EEA

Every Member State must maintain a current list of the authorised markets within its territory. This list must be submitted to the other Member States and the Commission.

According to this provision, the Commission is required to publish a list of the regulated markets registered with it by the Member States once per year.

Because of lower entry barriers and specialisation in different trading segments, the list of "regulated markets" is subject to significant changes. For this reason, the Commission will publish an up-to-date version of the list on its official website in addition to the annual publication of a list in the Official Journal of the European Union.

1.1. The currently valid list of regulated markets can be found at

http://registers.esma.europa.eu/publication/searchRegister?core=esma_registers_mifid_rma*

1.2. The following exchanges are included in the list of regulated markets:

1.2.1 Luxembourg: Euro MTF Luxembourg

1.3. Recognised markets in the EEA according to § 67 (2) 2 InvFG:

Markets in the EEA that have been classified as recognised markets by the respective supervisory authorities.

2. Exchanges in European countries outside of the EEA

| | | |
|------|-------------------------|---|
| 2.1. | Bosnia and Herzegovina: | Sarajevo, Banja Luka |
| 2.2. | Montenegro: | Podgorica |
| 2.3. | Russia: | Moscow (RTS Stock Exchange) Moscow Interbank Currency Exchange (MICEX) |
| 2.4. | Switzerland: | SWX Swiss Exchange |
| 2.5. | Serbia: | Belgrade |
| 2.6. | Turkey: | Istanbul (only "National Market" on the stock market) |

3. Exchanges in non-European countries

| | | |
|-------|-----------------------|---|
| 3.1. | Australia: | Sydney, Hobart, Melbourne, Perth |
| 3.2. | Argentina: | Buenos Aires |
| 3.3. | Brazil: | Rio de Janeiro, Sao Paulo |
| 3.4. | Chile: | Santiago |
| 3.5. | China: | Shanghai Stock Exchange, Shenzhen Stock Exchange |
| 3.6. | Hong Kong: | Hong Kong Stock Exchange |
| 3.7. | India: | Mumbai |
| 3.8. | Indonesia: | Jakarta |
| 3.9. | Israel: | Tel Aviv |
| 3.10. | Japan: | Tokyo, Osaka, Nagoya, Kyoto, Fukuoka, Niigata, Sapporo, Hiroshima |
| 3.11. | Canada: | Toronto, Vancouver, Montreal |
| 3.12. | Colombia: | Bolsa de Valores de Colombia |
| 3.13. | Korea: | Korea Exchange (Seoul, Busan) |
| 3.14. | Malaysia: | Kuala Lumpur, Bursa Malaysia Berhad |
| 3.15. | Mexico: | Mexico City |
| 3.16. | New Zealand: | Wellington, Christchurch/Invercargill, Auckland |
| 3.17. | Peru: | Bolsa de Valores de Lima |
| 3.18. | Philippines: | Manila |
| 3.19. | Singapore: | Singapore Stock Exchange |
| 3.20. | South Africa: | Johannesburg |
| 3.21. | Taiwan: | Taipei |
| 3.22. | Thailand: | Bangkok |
| 3.23. | USA: | New York, American Stock Exchange (AMEX), New York Stock Exchange (NYSE), Los Angeles/Pacific Stock Exchange, San Francisco/Pacific Stock Exchange, Philadelphia, Chicago, Boston, Cincinnati |
| 3.24. | Venezuela: | Caracas |
| 3.25. | United Arab Emirates: | Abu Dhabi Securities Exchange (ADX) |

4. Organised markets in countries outside of the European Community

- | | | |
|------|--------------|--|
| 4.1. | Japan: | over the counter market |
| 4.2. | Canada: | over the counter market |
| 4.3. | Korea: | over the counter market |
| 4.4. | Switzerland: | SWX Swiss Exchange, BX Berne eXchange; over the counter market of the members of the International Capital Market Association (ICMA), Zurich |
| 4.5. | USA: | over the counter market (under the regulation of an authority such as the SEC, FINRA, etc.) |

5. Exchanges with futures and options markets

- | | | |
|-------|---------------|--|
| 5.1. | Argentina: | Bolsa de Comercio de Buenos Aires |
| 5.2. | Australia: | Australian Options Market, Australian Securities Exchange (ASX) |
| 5.3. | Brazil: | Bolsa Brasileira de Futuros, Bolsa de Mercadorias & Futuros, Rio de Janeiro Stock Exchange, Sao Paulo Stock Exchange |
| 5.4. | Hong Kong: | Hong Kong Futures Exchange Ltd. |
| 5.5. | Japan: | Osaka Securities Exchange, Tokyo International Financial Futures Exchange, Tokyo Stock Exchange |
| 5.6. | Canada: | Montreal Exchange, Toronto Futures Exchange |
| 5.7. | Korea: | Korea Exchange (KRX) |
| 5.8. | Mexico: | Mercado Mexicano de Derivados |
| 5.9. | New Zealand: | New Zealand Futures & Options Exchange |
| 5.10. | Philippines: | Manila International Futures Exchange |
| 5.11. | Singapore: | The Singapore Exchange Limited (SGX) |
| 5.12. | Slovakia: | RM System Slovakia |
| 5.13. | South Africa: | Johannesburg Stock Exchange (JSE), South African Futures Exchange (SAFEX) |
| 5.14. | Switzerland: | EUREX |
| 5.15. | Turkey: | TurkDEX |
| 5.16. | USA: | American Stock Exchange, Chicago Board Options Exchange, Chicago Board of Trade, Chicago Mercantile Exchange, Comex, FINEX, Mid America Commodity Exchange, ICE Future US Inc. New York, Pacific Stock Exchange, Philadelphia Stock Exchange, New York Stock Exchange, Boston Options Exchange (BOX) |

*) To open the list, click "Show table columns". The link can be changed by the FMA or ESMA. [The list can be found on the FMA's website by going to: <https://www.fma.gv.at/kapitalmaerkte/allgemeine-rechtsaufsicht-ueber-boersen/> -- scroll down -- link to "Verzeichnis aller geregelten Märkte" -- "Show table columns"]

Note regarding the data used

The sections Income Statement and Changes in Fund Assets, Fund Portfolio, and Tax Treatment in this annual report were prepared on the basis of data from the custodian bank for the Fund.

The data and information provided by the custodian bank were collected with the greatest possible care and were checked solely for plausibility.

Unless indicated otherwise, source: ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H. Our languages of communication are German and English. Both the full prospectus and the simplified prospectus as well as the Key Investor Information (and any applicable changes to these documents) were published in Amtsblatt zur Wiener Zeitung in accordance with the provisions of the InvFG 2011 in the currently amended version and are available for free at the domicile of the Investment Firm and at the head office of the custodian bank. The exact date of the most recent publication, the languages in which the simplified prospectus and the Key Investor Information are available, and any additional locations where the documents can be obtained can be viewed on the website www.erste-am.at.

www.erste-am.com

www.erste-am.at