

Raiffeisen Global Equities

(Original German name: Raiffeisen-Global-Aktien)

annual fund report

financial year Jan 1, 2018 – Dec 31, 2018

Note:

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

Table of contents

General fund information	3
Fund characteristics.....	3
Legal notice	4
Fund details.....	5
Units in circulation.....	6
Development of the fund assets and income statement	7
Performance in financial year (fund performance)	7
Development of fund assets in EUR.....	9
Fund result in EUR	10
A. Realized fund result	10
B. Unrealized closing price	10
C. Income adjustment.....	11
Capital market report	12
Fund investment policy report	13
Makeup of fund assets in EUR	14
Portfolio of investments in EUR as of Dec 28, 2018.....	16
Calculation method for overall risk	22
Remuneration paid to the employees of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. in EUR (financial year 2017 of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.)	23
Audit opinion	26
Tax treatment	29
Fund regulations	30
Appendix	36

Report for the financial year from Jan 1, 2018 to Dec 31, 2018

General fund information

ISIN	Tranche	Income class	Currency	Launch date
AT0000859525	Raiffeisen Global Equities (R) A	income-distributing	EUR	Oct 16, 1986
AT0000A1U5J9	Raiffeisen Global Equities (RZ) A	income-distributing	EUR	Apr 3, 2017
AT0000A133M6	Raiffeisen Global Equities (I) T	income-retaining	EUR	Nov 4, 2013
AT0000805205	Raiffeisen Global Equities (R) T	income-retaining	EUR	Mar 26, 1999
AT0000A1U5H3	Raiffeisen Global Equities (RZ) T	income-retaining	EUR	Apr 3, 2017
AT0000A0LSS1	Raiffeisen Global Equities (I) VTA	full income-retaining (outside Austria)	EUR	Mar 1, 2011
AT0000785266	Raiffeisen Global Equities (R) VTA	full income-retaining (outside Austria)	EUR	May 26, 1999
AT0000A1U5K7	Raiffeisen Global Equities (RZ) VTA	full income-retaining (outside Austria)	EUR	Apr 3, 2017

Fund characteristics

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

Legal notice

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

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

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

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

Dear unitholder,

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. is pleased to present its annual fund report for Raiffeisen Global Equities for the financial year from Jan 1, 2018 to Dec 31, 2018. The accounting is based on the price calculation as of Dec 28, 2018.

Fund details

	Dec 31, 2016	Dec 31, 2017	Dec 31, 2018
Total fund assets in EUR	494,686,839.73	564,719,750.94	492,715,277.87
Net asset value/distributing units (R) (AT0000859525) in EUR	238.77	251.84	216.87
Issue price/distributing units (R) (AT0000859525) in EUR	248.32	261.91	225.54
Net asset value/distributing units (RZ) (AT0000A1U5J9) in EUR	-	104.15	90.64
Issue price/distributing units (RZ) (AT0000A1U5J9) in EUR	-	104.15	90.64
Net asset value/reinvested units (I) (AT0000A133M6) in EUR	282.84	306.97	293.40
Issue price/reinvested units (I) (AT0000A133M6) in EUR	294.15	319.25	305.14
Net asset value/reinvested units (R) (AT0000805205) in EUR	269.95	290.93	255.00
Issue price/reinvested units (R) (AT0000805205) in EUR	280.75	302.57	265.20
Net asset value/reinvested units (RZ) (AT0000A1U5H3) in EUR	-	104.15	92.14
Issue price/reinvested units (RZ) (AT0000A1U5H3) in EUR	-	104.15	92.14
Net asset value/fully reinvested units (I) (AT0000A0LSS1) in EUR	294.24	320.88	287.77
Issue price/fully reinvested units (I) (AT0000A0LSS1) in EUR	306.01	333.72	299.28
Net asset value/fully reinvested units (R) (AT0000785266) in EUR	281.29	304.48	271.04
Issue price/fully reinvested units (R) (AT0000785266) in EUR	292.54	316.66	281.88
Net asset value/fully reinvested units (RZ) (AT0000A1U5K7) in EUR	-	104.33	93.51
Issue price/fully reinvested units (RZ) (AT0000A1U5K7) in EUR	-	104.33	93.51
		Mar 15, 2018	Mar 15, 2019
Distribution/unit (R) (A) EUR		8.0000	6.6400
Distribution/unit (RZ) (A) EUR		3.0000	2.7800
Outpayment/unit (I) (T) EUR		4.8829	27.6978
Outpayment/unit (R) (T) EUR		4.3536	2.1205
Outpayment/unit (RZ) (T) EUR		1.3551	0.8890
Reinvestment/unit (I) (T) EUR		23.7651	9.0751
Reinvestment/unit (R) (T) EUR		20.8214	9.6274
Reinvestment/unit (RZ) (T) EUR		6.5462	4.0786
Reinvestment/unit (I) (VTA) EUR		29.9184	15.4766
Reinvestment/unit (R) (VTA) EUR		26.3302	12.4084
Reinvestment/unit (RZ) (VTA) EUR		8.0590	4.9785

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

Units in circulation

	Units in circulation on Dec 31, 2017	Sales	Repurchases	Units in circulation on Dec 31, 2018
AT0000859525 (R) A	299,190.807	61,210.421	-60,726.158	299,675.070
AT0000A1U5J9 (RZ) A	7,645.153	6,401.049	-1,172.807	12,873.395
AT0000A133M6 (I) T	66,018.914	2,367.061	-68,311.526	74.449
AT0000805205 (R) T	1,262,004.129	300,329.914	-262,651.170	1,299,682.873
AT0000A1U5H3 (RZ) T	74,791.815	92,552.843	-17,754.253	149,590.405
AT0000A0LSS1 (I) VTA	151,909.460	7,200.000	-8,480.000	150,629.460
AT0000785266 (R) VTA	146,492.411	62,478.929	-73,309.513	135,661.827
AT0000A1U5K7 (RZ) VTA	10.000	14,186.727	-1,297.794	12,898.933
Total units in circulation				2,061,086.412

Development of the fund assets and income statement

Performance in financial year (fund performance)

Distributing units (R) (AT0000859525)

Net asset value per unit at start of financial year in EUR	251.84
Distribution on Mar 15, 2018 (net asset value: EUR 237.36) of EUR 8.0000, corresponds to 0.033704 units	
Net asset value per unit at end of financial year in EUR	216.87
Total value incl. units purchased through distribution (1.0337 x 216.87)	224.18
Net income/net reduction per unit	-27.66

Performance of one unit during the financial year in % **-10.98**

Distributing units (RZ) (AT0000A1U5J9)

Net asset value per unit at start of financial year in EUR	104.15
Distribution on Mar 15, 2018 (net asset value: EUR 98.62) of EUR 3.0000, corresponds to 0.03042 units	
Net asset value per unit at end of financial year in EUR	90.64
Total value incl. units purchased through distribution (1.0304 x 90.64)	93.40
Net income/net reduction per unit	-10.75

Performance of one unit during the financial year in % **-10.32**

Reinvested units (I) (AT0000A133M6)

Net asset value per unit at start of financial year in EUR	306.97
Outpayment on Mar 15, 2018 (net asset value: EUR 294.78) of EUR 4.8829, corresponds to 0.016565 units	
Net asset value per unit at end of financial year in EUR	293.40
Total value incl. units purchased through outpayment (1.0166 x 293.40)	298.26
Net income/net reduction per unit	-8.71

Performance of one unit during the financial year in % **-1**

Reinvested units (R) (AT0000805205)

Net asset value per unit at start of financial year in EUR	290.93
Outpayment on Mar 15, 2018 (net asset value: EUR 279.09) of EUR 4.3536, corresponds to 0.015599 units	
Net asset value per unit at end of financial year in EUR	255.00
Total value incl. units purchased through outpayment (1.0156 x 255.00)	258.98
Net income/net reduction per unit	-31.95

Performance of one unit during the financial year in % **-10.98**

¹ Since the number of units in circulation for the reinvested I-tranche fell during the course of the past year, it is pointed out that discrepancies may arise in the performance calculation for the various tranches on technical grounds. This will not be separately indicated.

Reinvested units (RZ) (AT0000A1U5H3)

Net asset value per unit at start of financial year in EUR	104.15
Outpayment on Mar 15, 2018 (net asset value: EUR 100.26) of EUR 1.3551, corresponds to 0.013516 units	
Net asset value per unit at end of financial year in EUR	92.14
Total value incl. units purchased through outpayment (1.0135 x 92.14)	93.39
Net income/net reduction per unit	-10.76
Performance of one unit during the financial year in %	-10.34

Fully reinvested units (I) (AT0000A0LSS1)

Net asset value per unit at start of financial year in EUR	320.88
Net asset value per unit at end of financial year in EUR	287.77
Net income/net reduction per unit	-33.11
Performance of one unit during the financial year in %	-10.32

Fully reinvested units (R) (AT0000785266)

Net asset value per unit at start of financial year in EUR	304.48
Net asset value per unit at end of financial year in EUR	271.04
Net income/net reduction per unit	-33.44
Performance of one unit during the financial year in %	-10.98

Fully reinvested units (RZ) (AT0000A1U5K7)

Net asset value per unit at start of financial year in EUR	104.33
Net asset value per unit at end of financial year in EUR	93.51
Net income/net reduction per unit	-10.82
Performance of one unit during the financial year in %	-10.37

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

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

Raiffeisen KAG uses the method developed by OeKB (Österreichische Kontrollbank AG) to calculate the fund's performance, on the basis of data provided by the custodian bank (where payment of the redemption price is suspended, using indicative values). Some costs – the subscription fee (not exceeding 4.00 % of the invested amount) and any redemption fee (not exceeding 0.00 % of the sold amount) – are not included in the performance calculation. Depending on their concrete value, they will reduce a performance accordingly. Past results do not permit any reliable inferences as to the future performance of the fund.

Development of fund assets in EUR

Fund assets on Dec 31, 2017 (2,008,062.689 units)		564,719,750.94
Distribution on Mar 15, 2018 (EUR 8.0000 x 301,637.904 distributing units (R) (AT0000859525))		-2,413,103.23
Distribution on Mar 15, 2018 (EUR 3.0000 x 9,687.712 distributing units (RZ) (AT0000A1U5J9))		-29,063.14
Outpayment on Mar 15, 2018 (EUR 4.8829 x 28,586.738 reinvested units (I) (AT0000A133M6))		-139,586.18
Outpayment on Mar 15, 2018 (EUR 4.3536 x 1,236,479.835 reinvested units (R) (AT0000805205))		-5,383,138.61
Outpayment on Mar 15, 2018 (EUR 1.3551 x 104,120.164 reinvested units (RZ) (AT0000A1U5H3))		-141,093.23
Issuance of units	133,213,752.48	
Redemption of units	-136,726,514.55	
Pro rata income adjustment	-356,596.38	-3,869,358.45
Overall fund result		-60,029,130.23
Fund assets on Dec 31, 2018 (2,061,086.412 units)		492,715,277.87

Fund result in EUR

A. Realized fund result

Ordinary fund result	
Income (excl. closing price)	
Interest income	5,697.73
Interest expenses (incl. negative credit interest)	-25,641.27
Dividend income (incl. dividend equivalent)	10,873,035.27
Other income (incl. tax reclaim)	1,408.10
	10,854,499.83
Expenses	
Management fees	-7,596,584.66
Custodian bank fees / Custodian's fees	-473,748.45
Auditing costs	-15,194.40
Expenses for tax advice / tax representation	-11,861.83
Custody charge	-207,826.58
Publicity costs, regulatory fees	-22,055.82
Costs associated with foreign sales ¹	-5,072.24
	-8,332,343.98
Ordinary fund result (excl. income adjustment)	2,522,155.85
Realized closing price	
Profits realized from securities	35,707,144.24
Profits realized from derivative instruments	1,433.98
Losses realized from securities	-15,413,086.28
Losses realized from derivative instruments	-638.39
Realized closing price (excl. income adjustment)	20,294,853.55
Realized fund result (excl. income adjustment)	22,817,009.40
B. Unrealized closing price	
Change in unrealized closing price	-83,542,460.41
Change in dividends receivable	339,724.40
	-83,202,736.01

¹ The publicity costs, regulatory fees item may include costs associated with foreign sales that have arisen until September 2018.

C. Income adjustment

Income adjustment for income during financial year	356,596.38	
		356,596.38
Overall fund result		-60,029,130.23

The result for the past financial year includes explicitly reported transaction costs (incl. external transaction-related costs, see item 15a "Transaction costs" in section II of the prospectus) in the amount of 871,190.57 EUR.

Capital market report

Following an almost euphoric start into the year, most of the world's stock markets have since retreated substantially under increasing fluctuations. Inflation anxiety, a beginning reduction of global liquidity, slowing global growth and the threat of global trade wars did increasingly weigh on investor sentiment. Some Asian emerging markets in particular were very weak. Euro-area bourses temporarily faced additional headwinds from political turbulences surrounding Italy. Once again, US equities stood out positively for most of the year. Stock market indices in the USA were hitting new record highs as recently as in September 2018, fuelled by positive economic data and rising corporate profits. However, in the final quarter of the year US stocks fell substantially. Especially in December 2018, equities on Wall Street tumbled under heavy selling pressure. Bond markets have been facing an increasingly challenging environment for quite some time now. Yields in the USA have risen substantially over the past twelve months, primarily for short and medium maturities. The fourth quarter, however, saw a move into the opposite direction. It remains to be seen whether this is just a temporary phenomenon or whether the top for long-term yields is already in. The rising U.S. yields temporarily affected European bond markets, too, albeit to a much smaller extent. German government bonds even showed positive total returns for the year for many maturities. At the other end of the spectre, Italian government bonds suffered significant losses. Total returns for corporate bonds in Europe have been negative through 2018, especially in the high yield segment. Emerging market bonds suffered in 2018, hard currency bonds in particular. Higher U.S. interest rates, a strengthening US dollar and a deteriorating risk appetite among investors weighed heavily on them.

Among major commodities, prices for industrial and precious metals were in the red throughout the year. Crude oil prices had advanced substantially for most of the year, but then virtually collapsed in the final quarter. They erased all of their prior gains and finished substantially lower than at the beginning of the year. The US dollar has gained since spring, especially against emerging market currencies. In turn the euro, too, has retreated versus the US currency.

The US central bank (Fed) has once again hiked the key interest rate in December 2018, for a ninth time in the current interest rate cycle. At 2.25 - 2.50 % it is still very low by historical standards and hovers near the current rate of inflation. In addition, the Fed is gradually reducing its enormous bond holdings. It has trimmed its balance sheet by about 400 billion dollar, or roughly 9 %, since October 2017. Still, despite the yet very low interest rate level the Fed's overall scope for interest-rate hikes seems much lower than in the past. However, the decade-long upward trend for bond prices in the USA may well be over, and a long-term trend change could be in the making. Unlike the US central bank, the ECB is still maintaining its ultra-loose monetary policy for the time being, with negative interest rates. It has signalled that any key interest rate hikes are unlikely to happen before fall of 2019. In Japan, rate hikes are still not on the agenda at all.

The unprecedentedly loose monetary policy pursued by key central banks over the past few years reflected a very weak global economic growth trend. However, many regions are showing robust growth these days. Inflation is picking up in several parts of the world. This trend is much more pronounced in the USA than in the Euro area. Whether and how a further gradual reduction of the still generous global liquidity supply will affect economic growth and price trends remains to be seen. By historical standards, the yield levels are still very low almost everywhere in the world. To date, these bond yields in the key economic blocs have provided strong support for stock prices. Nonetheless, several stock markets – particularly in the USA – sport rather ambitious valuation levels. They are thus increasingly prone to further corrections, especially in case of escalating trade conflicts. The stock market environment will certainly remain challenging and may entail additional volatility over the next few months. Most bond markets will likely face continued headwinds over the coming months, too.

Fund investment policy report

The fund pursues a “bottom-up” stockpicking strategy; equities are selected on the basis of individual, company-specific assessments. This produces a portfolio which is broadly diversified in terms of its individual securities and sectors. The investment process is based on a clear and disciplined approach and the entire security universe undergoes a weekly filtering process based on four factors. Companies which are attractive in terms of their valuations and quality and which also comply with the prescribed criteria in terms of their profit trends and stock price behavior undergo a further fundamental analysis before they are included in the portfolio.

The value of the fund declined significantly in the reporting period.

Off to a good start to the year, the fund recorded gains in January 2018. However, prices dropped considerably in February 2018 and March 2018. In the course of the recovery that started in April 2018, investments returned to a positive performance, although the strong upward trend had run its course by October 2018. After substantial price losses, the year ended below the February-March level, to some degree due to volatile anxiety about inflation and economic growth, the fact that international trade conflicts tended to push up the risk and rising US key interest rates. Despite the correction, the value of some of the positions had gone up by the end of the year. The US stock Planet Fitness, for instance, delivered a clearly positive performance. NetApp, one of the fund’s top positions, generated very high gains throughout most of the year until the general slump in technology stock prices occurred. During this phase, the majority of the previous price gains were lost again. Several of the fund’s energy stocks, for instance CNOOC, were particularly successful. By contrast, some investments in the consumer goods sector, e.g. the Swatch Group, in the financial sector, e.g. Danske Bank, and in the technology sector, e.g. Micro Focus International, achieved above-average performances due to company-specific developments.

If anything, the four investment process factors had a negative effect on stockpicking after Q1 2018.

Makeup of fund assets in EUR

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

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

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

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

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

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

Type of security	OGAW/§ 166	Currency	Market value in EUR	Share of fund assets
Equities		AUD	5,730,950.72	1.16 %
Equities		CAD	2,433,017.51	0.49 %
Equities		CHF	3,503,106.74	0.71 %
Equities		DKK	5,414,108.26	1.10 %
Equities		EUR	35,995,559.04	7.31 %
Equities		GBP	29,326,831.57	5.95 %
Equities		HKD	32,401,070.07	6.58 %
Equities		INR	6,469,858.52	1.31 %
Equities		JPY	21,306,408.14	4.32 %
Equities		KRW	9,475,345.39	1.92 %
Equities		SGD	5,374,614.60	1.09 %
Equities		USD	323,259,822.47	65.61 %
Total Equities			480,690,693.03	97.56 %
Equities ADR		USD	10,620,970.22	2.16 %
Total Equities ADR			10,620,970.22	2.16 %
Subscription rights		EUR	0.00	0.00 %
Total Subscription rights			0.00	0.00 %
Total securities			491,311,663.25	99.72 %
Bank balances/liabilities				
Bank balances/liabilities in fund currency			1,279,958.98	0.26 %
Bank balances/liabilities in foreign currency			23,071.29	0.00 %
Total bank balances/liabilities			1,303,030.27	0.26 %
Accruals and deferrals				
Interest claims (on securities and bank balances)			-4,015.18	-0.00 %
Dividends receivable			859,118.12	0.17 %
Total accruals and deferrals			855,102.94	0.17 %

Type of security	OGAW/§ 166	Currency	Market value in EUR	Share of fund assets
Other items				
Various fees			-754,518.59	-0.15 %
Total other items			-754,518.59	-0.15 %
Total fund assets			492,715,277.87	100.00 %

Portfolio of investments in EUR as of Dec 28, 2018

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

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

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

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

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

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

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

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

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Units/Nom.	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		AU000000STO6	SANTOS LTD STO	AUD	1,728,606	638,601	47,531		5.380000	5,730,950.72	1.16 %
Equities		CA1363851017	CANADIAN NATURAL RESOURCES CNQ	CAD	117,244	5,728	4,862		32.270000	2,433,017.51	0.49 %
Equities		CH0012255151	SWATCH GROUP AG/THE-BR UHR	CHF	14,184	14,184			278.700000	3,503,106.74	0.71 %
Equities		DK0060534915	NOVO NORDISK A/S-B NOVOB	DKK	137,984	6,741	5,724		293.000000	5,414,108.26	1.10 %
Equities		ES0105046009	AENA SME SA AENA	EUR	20,165	1,277	7,061		133.650000	2,695,052.25	0.55 %
Equities		ES0109067019	AMADEUS IT GROUP SA AMS	EUR	65,990	3,224	2,737		60.220000	3,973,917.80	0.81 %
Equities		FR0010313833	ARKEMA AKE	EUR	3,101	8,056	56,766		72.960000	226,248.96	0.05 %
Equities		NL0011872643	ASR NEDERLAND NV ASRNL	EUR	105,677	5,163	4,383		33.960000	3,588,790.92	0.73 %
Equities		ES0144580Y14	IBERDROLA SA IBE	EUR	1,171,686	508,518	266,057		6.822000	7,993,241.89	1.62 %
Equities		FR0000120693	PERNOD RICARD SA RI	EUR	41,405	6,053	1,542		139.850000	5,790,489.25	1.18 %
Equities		ES0173516115	REPSOL SA REP	EUR	479,765	48,042	19,330		13.735000	6,589,572.27	1.34 %
Equities		FR0000120271	TOTAL SA FP	EUR	113,302	113,302			45.350000	5,138,245.70	1.04 %
Equities		GB0002875804	BRITISH AMERICAN TOBACCO PLC BATS	GBP	144,085	7,039	5,976		24.625000	3,931,405.12	0.80 %
Equities		GB0031215220	CARNIVAL PLC CCL	GBP	80,367	80,367			36.670000	3,265,438.11	0.66 %
Equities		JE00B4T3BW64	GLENORE PLC GLEN	GBP	1,513,661	1,513,661			2.821500	4,732,182.28	0.96 %
Equities		GB0004544929	IMPERIAL BRANDS PLC IMB	GBP	101,737	4,970	4,219		23.100000	2,604,016.29	0.53 %
Equities		GB0008706128	LLOYDS BANKING GROUP PLC LLOY	GBP	6,321,099	308,818	262,173		0.500300	3,504,095.10	0.71 %
Equities		JE00B2QKY057	SHIRE PLC SHP	GBP	75,374	3,682	28,832		45.360000	3,788,326.47	0.77 %
Equities		GB00B10RZP78	UNILEVER PLC ULVR	GBP	165,931	165,931			40.800000	7,501,368.20	1.52 %
Equities		HK0000069689	AIA GROUP LTD 1299	HKD	1,246,000	60,800	51,600		63.700000	8,888,587.76	1.80 %
Equities		HK2388011192	BOC HONG KONG HOLDINGS LTD 2388	HKD	1,281,500	62,500	53,000		28.800000	4,133,199.69	0.84 %
Equities		HK0000055878	CHINA TAIPING INSURANCE HOLD 966	HKD	938,600	938,600			21.050000	2,212,625.64	0.45 %
Equities		CNE100001SR9	CHINA VANKE CO LTD-H 2202	HKD	888,000	43,400	36,800		26.000000	2,585,601.58	0.52 %
Equities		KYG2177B1014	CK ASSET HOLDINGS LTD 1113	HKD	846,504	248,912	26,500		56.300000	5,337,190.44	1.08 %
Equities		HK0883013259	CNOOC LTD 883	HKD	3,979,000	591,000	2,034,000		11.760000	5,240,304.83	1.06 %
Equities		KYG960071028	WH GROUP LTD 288	HKD	6,049,000	1,495,500	199,000		5.910000	4,003,560.13	0.81 %
Equities		INE009A01021	INFOSYS LTD INFO	INR	156,313	157,420	1,107		656.800000	1,279,933.11	0.26 %
Equities		INE669C01036	TECH MAHINDRA LTD TECHM	INR	587,242	181,335	21,585		708.900000	5,189,925.41	1.05 %
Equities		JP3116000005	ASAHI GROUP HOLDINGS LTD 2502	JPY	200,100	44,600	59,900		4,309.000000	6,828,091.42	1.39 %
Equities		JP3304200003	KOMATSU LTD 6301	JPY	198,200	31,600	7,300		2,368.000000	3,716,730.68	0.75 %
Equities		JP3890350006	SUMITOMO MITSUI FINANCIAL GR 8316	JPY	168,700	171,000	2,300		3,676.000000	4,910,959.24	1.00 %

Type of security	OGAW/\$ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period over review Units/Nom.	Sales over review Units/Nom.	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		JP3910660004	TOKIO MARINE HOLDINGS INC 8766	JPY	141,100	34,200	3,100		5,236.000000	5,850,626.80	1.19 %
Equities		KR7005930003	SAMSUNG ELECTRONICS CO LTD 005930	KRW	226,320	338,170	117,179		38,250.000000	6,777,633.89	1.38 %
Equities		KR7055550008	SHINHAN FINANCIAL GROUP LTD 055550	KRW	89,237	88,237	87,586		39,050.000000	2,697,711.50	0.55 %
Equities		SG1L01001701	DBS GROUP HOLDINGS LTD DBS	SGD	358,300	17,500	14,900		23.450000	5,374,614.60	1.09 %
Equities		US0010551028	AFLAC INC AFL	USD	117,706	119,373	60,086		44.980000	4,643,206.21	0.94 %
Equities		US0153511094	ALEXION PHARMACEUTICALS INC ALXN	USD	37,531	5,735	1,386		98.100000	3,228,933.22	0.66 %
Equities		US02079K3059	ALPHABET INC-CL A GOOGL	USD	17,989	2,644	669		1,052.900000	16,610,934.53	3.37 %
Equities		US0231351067	AMAZON.COM INC AMZN	USD	5,809	284	240		1,461.640000	7,446,320.33	1.51 %
Equities		US00164V1035	AMC NETWORKS INC-A AMCX	USD	74,482	3,639	3,089		54.550000	3,563,247.62	0.72 %
Equities		US0259321042	AMERICAN FINANCIAL GROUP INC AFG	USD	45,316	2,214	1,880		89.190000	3,544,603.41	0.72 %
Equities		US0367521038	ANTHEM INC ANTM	USD	26,945	26,945			260.880000	6,164,798.60	1.25 %
Equities		US0378331005	APPLE INC AAPL	USD	59,071	23,691	1,543		156.150000	8,089,398.51	1.64 %
Equities		US0605051046	BANK OF AMERICA CORP BAC	USD	393,522	19,226	16,322		24.370000	8,410,551.32	1.71 %
Equities		US09857L1089	BOOKING HOLDINGS INC BKNG	USD	4,737	4,827	90		1,717.800000	7,136,346.06	1.45 %
Equities		US11135F1012	BROADCOM INC AVGO	USD	27,208	48,932	21,724		250.850000	5,985,640.69	1.21 %
Equities		US1248572026	CBS CORP-CLASS B NON VOTING CBS	USD	104,004	9,818	4,219		43.370000	3,955,846.07	0.80 %
Equities		US1729674242	CITIGROUP INC C	USD	160,685	25,664	3,531		51.770000	7,295,472.44	1.48 %
Equities		GB00BDCPN049	COCA-COLA EUROPEAN PARTNERS CCEP	USD	62,518	62,518			46.140000	2,529,779.01	0.51 %
Equities		US20030N1019	COMCAST CORP-CLASS A CMCSA	USD	337,624	199,574	6,020		34.470000	10,206,445.32	2.07 %
Equities		JE00BD85SC56	DELPHI TECHNOLOGIES PLC DLPH	USD	91,228	29,762	3,784		14.240000	1,139,299.91	0.23 %
Equities		US2473617023	DELTA AIR LINES INC DAL	USD	76,856	23,390	44,571		50.500000	3,403,839.51	0.69 %
Equities		US2547091080	DISCOVER FINANCIAL SERVICES DFS	USD	74,431	74,431			58.870000	3,842,800.24	0.78 %
Equities		US26078J1007	DOWDUPONT INC DWDP	USD	128,273	38,880	3,899		53.330000	5,999,385.30	1.22 %
Equities		US5324571083	ELI LILLY & CO LLY	USD	49,374	2,412	19,725		112.890000	4,888,253.33	0.99 %
Equities		US31620R3030	FIDELITY NATIONAL FINANCIAL FNF	USD	124,630	56,806	2,958		31.200000	3,410,178.47	0.69 %
Equities		US3448491049	FOOT LOCKER INC FL	USD	90,220	93,961	3,741		51.910000	4,107,274.90	0.83 %
Equities		US36467J1088	GAMING AND LEISURE PROPRTIE GLPI	USD	143,404	25,278	5,151		32.080000	4,034,554.11	0.82 %
Equities		US3687361044	GENERAC HOLDINGS INC GNRC	USD	65,256	3,188	2,707		49.160000	2,813,404.92	0.57 %
Equities		US3795772082	GLOBUS MEDICAL INC - A GMED	USD	70,120	70,120			42.890000	2,637,532.82	0.54 %
Equities		US38141G1040	GOLDMAN SACHS GROUP INC GS	USD	24,574	42,019	17,445		165.410000	3,564,819.42	0.72 %
Equities		US4103451021	HANESBRANDS INC HBI	USD	140,938	243,552	102,614		12.290000	1,519,077.41	0.31 %
Equities		US42809H1077	HESS CORP HES	USD	60,235	2,943	17,511		41.540000	2,194,397.63	0.45 %
Equities		US40434L1052	HP INC HPQ	USD	218,021	218,021			20.380000	3,896,748.94	0.79 %
Equities		IE00B6330302	INGERSOLL-RAND PLC IR	USD	49,627	49,627			91.230000	3,970,595.23	0.81 %
Equities		US4581401001	INTEL CORP INTC	USD	122,386	122,386			46.360000	4,975,939.45	1.01 %
Equities		US4781601046	JOHNSON & JOHNSON JNJ	USD	82,946	4,052	3,440		127.410000	9,268,274.38	1.88 %
Equities		US5218652049	LEAR CORP LEA	USD	22,472	1,098	9,902		121.870000	2,401,808.94	0.49 %
Equities		US5717481023	MARSH & MCLENNAN COS MMC	USD	80,597	81,738	1,141		78.900000	5,576,937.78	1.13 %
Equities		IE00BTN1Y115	MEDTRONIC PLC MDT	USD	113,300	113,300			89.650000	8,907,998.25	1.81 %
Equities		US58933Y1055	MERCK & CO. INC. MRK	USD	148,013	148,013			75.380000	9,784,889.23	1.99 %
Equities		US5949181045	MICROSOFT CORP MSFT	USD	203,668	48,100	4,454		101.180000	18,072,465.02	3.67 %
Equities		US6174464486	MORGAN STANLEY MS	USD	152,655	7,458	6,331		39.660000	5,309,622.71	1.08 %
Equities		US61945C1036	MOSAIC CO/THE MOS	USD	158,329	158,329			29.560000	4,104,543.07	0.83 %
Equities		US64110D1046	NETAPP INC NTAP	USD	110,139	27,504	54,697		59.400000	5,737,563.34	1.16 %
Equities		US6541061031	NIKE INC -CL B NKE	USD	80,688	80,688			73.670000	5,213,141.82	1.06 %
Equities		VGG6564A1057	NOMAD FOODS LTD NOMD	USD	188,792	9,223	75,984		16.590000	2,746,818.05	0.56 %
Equities		US6558441084	NORFOLK SOUTHERN CORP NSC	USD	55,818	9,434	2,314		148.910000	7,289,505.27	1.48 %
Equities		US70450Y1038	PAYPAL HOLDINGS INC PYPL	USD	90,187	4,406	3,741		84.310000	6,668,420.06	1.35 %
Equities		US7134481081	PEPSICO INC PEP	USD	48,543	3,372	23,340		109.420000	4,658,254.82	0.95 %
Equities		US7170811035	PFIZER INC PFE	USD	142,837	6,978	5,924		42.850000	5,367,739.93	1.09 %
Equities		US7502361014	RADIANT GROUP INC RDN	USD	186,126	9,093	7,720		15.950000	2,603,560.36	0.53 %

financial year Jan 1, 2018 – Dec 31, 2018

Raiffeisen Global Equities

Type of security	OGAW/\$ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Units/Nom.	Pool-/ ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		US75281A1097	RANGE RESOURCES CORP RRC	USD	280,816	280,816			10.190000	2,509,550.57	0.51 %
Equities		US76118Y1047	RESIDEO TECHNOLOGIES INC REZI	USD	52,578	52,578			19.850000	915,302.17	0.19 %
Equities		US8330341012	SNAP-ON INC SNA	USD	32,333	32,333			144.020000	4,083,840.09	0.83 %
Equities		US8835561023	THERMO FISHER SCIENTIFIC INC TMO	USD	39,870	1,948	16,848		221.090000	7,730,636.53	1.57 %
Equities		US8865471085	TIFFANY & CO TIF	USD	72,595	23,916	2,123		78.900000	5,023,236.57	1.02 %
Equities		US89400J1079	TRANSUNION TRU	USD	93,412	94,406	994		56.150000	4,599,941.94	0.93 %
Equities		US91324P1021	UNITEDHEALTH GROUP INC UNH	USD	46,280	2,261	1,919		245.970000	9,983,329.62	2.03 %
Equities		US91529Y1064	UNUM GROUP UNM	USD	155,858	57,882	2,882		29.040000	3,969,406.99	0.81 %
Equities		US91913Y1001	VALERO ENERGY CORP VLO	USD	58,282	2,847	13,658		74.630000	3,814,589.48	0.77 %
Equities		US9285634021	VMWARE INC-CLASS A VMW	USD	51,107	14,149	1,612		154.300000	6,915,860.64	1.40 %
Equities		US95082P1057	WESCO INTERNATIONAL INC WCC	USD	6,965		51,891		47.250000	288,617.63	0.06 %
Equities		US96145D1054	WESTROCK CO WRK	USD	105,387	5,149	4,371		37.930000	3,505,660.08	0.71 %
Equities		US9815581098	WORLDPAY INC-CLASS A WP	USD	65,551	68,027	2,476		76.240000	4,382,905.71	0.89 %
Equities		US98310W1080	WYNDHAM DESTINATIONS INC WYND	USD	48,197	14,737	1,999		36.230000	1,531,398.65	0.31 %
Equities		US98311A1051	WYNDHAM HOTELS & RESORTS INC WH	USD	48,197	48,197			45.310000	1,915,199.36	0.39 %
Equities ADR		US4567881085	INFOSYS LTD-SP ADR INFY	USD	443,165	657,059	213,894		9.450000	3,672,799.17	0.75 %
Equities ADR		US6536561086	NICE SYSTEMS LTD-SPONS ADR	USD	54,524	12,063	1,852		107.710000	5,150,431.96	1.05 %
Equities ADR		US88706P2056	TIM PARTICIPACoes SA-ADR TSU	USD	134,860	134,860			15.200000	1,797,739.09	0.36 %
Subscription rights		FR0013382850	TOTAL SA-SCRIP 1684777D	EUR	113,302	113,302			0.000000	0.00	0.00 %
Total licensed securities admitted to trading on the official market or another regulated market										488,142,484.77	99.08 %
Equities		US1255231003	CIGNA CORP CI	USD	18,744	18,744			192.790000	3,169,178.48	0.64 %
Total licensed securities not admitted to trading on the official market or another regulated market										3,169,178.48	0.64 %
Total securities										491,311,663.25	99.72 %
Bank balances/liabilities											
				EUR						1,279,958.98	0.26 %
				AUD						2,806.12	0.00 %
				CAD						4,574.51	0.00 %
				CHF						0.40	0.00 %
				DKK						13.29	0.00 %
				GBP						5,811.06	0.00 %
				HKD						312.13	0.00 %
				ILS						0.12	0.00 %
				MXN						33.96	0.00 %
				NOK						525.50	0.00 %
				SEK						0.04	0.00 %
				SGD						5,310.73	0.00 %
				TRY						0.01	0.00 %
				TWD						2,817.10	0.00 %
				USD						665.74	0.00 %
				ZAR						200.58	0.00 %
Total bank balances/liabilities										1,303,030.27	0.26 %

Type of security	OGAW/\$ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Units/Nom.	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Accruals and deferrals											
Interest claims (on securities and bank balances)										-4,015.18	-0.00 %
Dividends receivable										859,118.12	0.17 %
Total accruals and deferrals										855,102.94	0.17 %
Other items											
Various fees										-754,518.59	-0.15 %
Total other items										-754,518.59	-0.15 %
Total fund assets										492,715,277.87	100.00 %

ISIN	Income class	Currency	Net asset value per unit	Units in circulation
AT0000859525	R income-distributing	EUR	216.87	299,675,070
AT0000A1U5J9	RZ income-distributing	EUR	90.64	12,873,395
AT0000A133M6	I income-retaining	EUR	293.40	74,449
AT0000805205	R income-retaining	EUR	255.00	1,299,682,873
AT0000A1U5H3	RZ income-retaining	EUR	92.14	149,590,405
AT0000A0LSS1	I full income-retaining (outside Austria)	EUR	287.77	150,629,460
AT0000785266	R full income-retaining (outside Austria)	EUR	271.04	135,661,827
AT0000A1U5K7	RZ full income-retaining (outside Austria)	EUR	93.51	12,898,933

Exchange rates

Foreign currency assets were converted into EUR on the basis of the exchange rates applicable on Dec 27, 2018

Currency		Price (1 EUR =)
Australian Dollars	AUD	1.622750
Canadian Dollars	CAD	1.555050
Swiss Francs	CHF	1.128450
Danish Kroner	DKK	7.467400
British Pound	GBP	0.902500
Hong Kong Dollars	HKD	8.929450
Israeli New Shekels	ILS	4.299450
Indian Rupees	INR	80.212300
Japanese Yen	JPY	126.277000
South Korean Won	KRW	1,277.251050
Mexican Pesos	MXN	22.448350
Norwegian Kroner	NOK	10.030750
Swedish Krona	SEK	10.295750
Singapore Dollars	SGD	1.563300
Turkish Lira	TRY	6.024950
Taiwan Dollars	TWD	35.106000
US Dollars	USD	1.140250
South African Rand	ZAR	16.545050

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

Type of security	OGAW/§ 166	ISIN	Security title	Currency		Purchases Additions	Sales Disposals
Equities		AU000000EVN4	EVOLUTION MINING LTD EVN	AUD		1,577,700	1,577,700
Equities		AU000000MGR9	MIRVAC GROUP MGR	AUD			1,726,172
Equities		CA0641491075	BANK OF NOVA SCOTIA BNS	CAD			123,485
Equities		CH0038863350	NESTLE SA-REG NESN	CHF			49,867
Equities		DK0010274414	DANSKE BANK A/S DANSKE	DKK			170,260
Equities		FR0000120628	AXA SA CS	EUR			216,735
Equities		ES0113307062	BANKIA SA BKIA	EUR			636,292
Equities		FR0000131104	BNP PARIBAS BNP	EUR			75,063
Equities		DE0006047004	HEIDELBERGCEMENT AG HEI	EUR			59,200
Equities		ES0144583186	IBERDROLA SA-INTERIM 1643274D	EUR		19,525	19,525
Equities		NL0011821202	ING GROEP NV INGA	EUR			313,014
Equities		ES0173093024	RED ELECTRICA CORPORACION SA REE	EUR			221,497
Equities		ES0173516149	REPSOL SA-INTERIM 1627074D	EUR		13,038	13,038
Equities		FR0013176526	VALEO SA FR	EUR			39,031
Equities		GB0000811801	BARRATT DEVELOPMENTS PLC BDEV	GBP			459,266
Equities		GB00BKX5CN86	JUST EAT PLC JE/	GBP			340,130
Equities		GB00BD8YWM01	MICRO FOCUS INTERNATIONAL MCRO	GBP			138,642
Equities		GB00BDR05C01	NATIONAL GRID PLC NG/	GBP			344,077
Equities		GB0007188757	RIO TINTO PLC RIO	GBP			165,738
Equities		KYG040111059	ANTA SPORTS PRODUCTS LTD 2020	HKD			893,000
Equities		CNE1000002H1	CHINA CONSTRUCTION BANK-H 939	HKD			5,738,000
Equities		KYG875721634	TENCENT HOLDINGS LTD 700	HKD		157,700	157,700
Equities		JP3902400005	MITSUBISHI ELECTRIC CORP 6503	JPY		379,800	379,800
Equities		JP3758190007	NEXON CO LTD 3659	JPY		200,300	200,300
Equities		JP3735400008	NIPPON TELEGRAPH & TELEPHONE 9432	JPY		5,800	124,400
Equities		KR7051910008	LG CHEM LTD 051910	KRW			14,359
Equities		NO0005052605	NORSK HYDRO ASA NHY	NOK			705,351
Equities		TH0646010R18	PTT PCL-NVDR PTT-R	THB		4,613,000	5,094,500
Equities		TW0002317005	HON HAI PRECISION INDUSTRY 2317	TWD			489,000
Equities		US0116591092	ALASKA AIR GROUP INC ALK	USD			35,624
Equities		US0640581007	BANK OF NEW YORK MELLON CORP BK	USD			138,096
Equities		SG9999014823	BROADCOM LTD AVGO	USD		5,577	46,918
Equities		US1255091092	CIGNA HOLDING CO 9999945D	USD		916	52,109
Equities		US2310211063	CUMMINS INC CMI	USD			56,224
Equities		US23355L1061	DXC TECHNOLOGY CO DXC	USD		2,640	56,270
Equities		US2786421030	EBAY INC EBAY	USD			122,674
Equities		US30303M1027	FACEBOOK INC-CLASS A FB	USD		7,462	71,040
Equities		US4523081093	ILLINOIS TOOL WORKS ITW	USD			43,637
Equities		US5128071082	LAM RESEARCH CORP LRCX	USD			46,752
Equities		US5178341070	LAS VEGAS SANDS CORP LVS	USD			85,960
Equities		US6907421019	OWENS CORNING OC	USD			47,933
Equities		US7010941042	PARKER HANNIFIN CORP PH	USD		34,257	34,257
Equities		US7153471005	PERSPECTA INC PRSP	USD		112,169	112,169
Equities		US72703H1014	PLANET FITNESS INC - CL A PLNT	USD		21,744	167,341
Equities		US7415034039	PRICELINE GROUP INC/THE PCLN	USD			4,055
Equities		US8851601018	THOR INDUSTRIES INC THO	USD			24,550
Equities		US92210H1059	VANTIV INC - CL A VNTV	USD			59,273
Equities ADR		US01609W1027	ALIBABA GROUP HOLDING-SP ADR BABA	USD			43,414

Type of security	OGAW/§ 166	ISIN	Security title	Currency		Purchases Additions	Sales Disposals
Subscription rights		ES06445809F4	IBERDROLA SA-RTS IBE/D	EUR		929,225	929,225
Subscription rights		ES06445809G2	IBERDROLA SA-RTS IBE/D	EUR		683,368	683,368
Subscription rights		ES06735169C9	REPSOL SA-RTS 1686206D	EUR		443,287	443,287
Subscription rights		ES06735169B1	REPSOL SA-RTS REP/D	EUR			451,053
Subscription rights		FR0013358967	TOTAL SA-SCRIP 1655454D	EUR		107,767	107,767

Information on securities lending transactions and repurchase agreements

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

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

Total return swaps and similar derivative instruments

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

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

Calculation method for overall risk

Calculation method for overall risk

Simplified approach

Remuneration paid to the employees of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. in EUR (financial year 2017 of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.)

Total number of employees	245
Number of risk-bearers	83
Fixed remuneration	21,133,401.94
Variable remuneration (bonuses)	4,033,484.17
Total remuneration for employees	25,166,886.11
of which remuneration for managing directors	1,363,876.85
of which remuneration for managers (risk-bearers)	2,522,848.03
of which remuneration for other risk-bearers	8,394,504.63
of which remuneration for employees in positions of control	232,087.44
of which remuneration for employees in the same income bracket as managing directors and risk-bearers due to their overall remuneration	0.00
Total remuneration for risk-bearers	12,513,316.95

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

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

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

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

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

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

- Since the performance period 2015, in accordance with the regulatory requirements a portion of the variable remuneration for risk-bearers is paid out in the form of units in an investment fund managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. In addition, as required by law portions of the variable remuneration of risk-bearers are deferred and paid out over a period of several years.
- The supervisory board of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. resolves the general remuneration policy principles specified by the remuneration committee, reviews them at least once a year and is responsible for their implementation and for monitoring of this issue. The supervisory board most recently fulfilled this duty on Nov 29, 2018. It has not identified any need for changes or any irregularities in relation to the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- In addition, at least once per year a central and independent internal review determines whether the company's remuneration policy has been implemented in accordance with the applicable remuneration regulations and procedures. The internal auditing division of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. published its most recent report on Aug 28, 2018. This report has not resulted in any material findings concerning the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- The remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has not been subject to any significant changes in the reporting period.

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

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

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

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

Vienna, 1 March 2019

Raiffeisen Kapitalanlage-Gesellschaft m.b.H.


Mag. Rainer Schnabl


Mag.(FH) Dieter Aigner


Ing. Michal Kustra

Audit opinion

Report on the annual fund report

Audit opinion

We have audited the annual fund report issued by Raiffeisen Kapitalanlage-Gesellschaft m.b.H., Vienna, for its fund Raiffeisen Global Equities, consisting of the portfolio of investments as of December 31, 2018, the income statement for the financial year ending as of this date and the other disclosures required under Annex I Schedule B of the 2011 Austrian Investment Fund Act (Investmentfondsgesetz, InvFG).

In our view, the annual fund report complies with applicable statutory requirements and provides a true and fair view of the net assets and financial position as of December 31, 2018 as well as the earnings position for the fund for the financial year ending as of this date, in compliance with Austrian commercial law, the provisions of InvFG 2011.

Basis for the audit opinion

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

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

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

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

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

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

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

In addition, the following applies:

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

Other information

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

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

In connection with our audit of the annual fund report, we are responsible for reading this other information and for considering whether there are any material inconsistencies between this other information and the annual fund report or on the basis of our knowledge obtained in the course of our audit or whether this information appears to have been otherwise materially misrepresented. If we reach the conclusion on the basis of our activities that this other information has been materially misrepresented, we must report this. We have nothing to report in this respect.

Vienna, 1 March 2019

KPMG Austria GmbH
Wirtschaftsprüfungs- und Steuerberatungsgesellschaft

Wilhelm Kavsca
Auditor

Tax treatment

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

Fund regulations

Fund regulations pursuant to the Austrian Investment Fund Act 2011

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

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

Article 1 Fund units

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

The unit certificates shall be represented by global certificates for each unit class and – at the discretion of the management company – by actual securities.

Article 2 Custodian bank (custodian)

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

The custodian bank (custodian), the regional Raiffeisen banks, Kathrein Privatbank Aktiengesellschaft, Vienna, and other paying agents referred to in the prospectus are the paying agents for unit certificates and the handover offices for income coupons (actual securities).

Article 3 Investment instruments and principles

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

The investment fund mainly invests in equities or equity-equivalent securities issued by companies which are headquartered or mainly active in North America, Europe or the developed markets of the Pacific region (i.e. at least 51 % of its fund assets are invested in the form of directly purchased individual securities which are not held directly or indirectly through investment funds or derivatives).

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

Securities

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

Money market instruments

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

Securities and money market instruments

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

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

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

Units in investment funds

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

Derivative instruments

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

Investment fund's risk measurement method

The investment fund applies the following risk measurement method:

Commitment approach

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

The overall risk for derivative instruments which are not held for hedging purposes is limited to **60 %** of the overall net value of the fund assets.

Sight deposits or deposits at notice

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

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

Short-term loans

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

Repos

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

Securities lending

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

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

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

Article 4 Issuance and redemption modalities

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

The value of units will be calculated on each day of stock market trading.

Issuance and subscription fee

Units will be issued on any banking day.

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

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

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

Redemption and redemption fee

Units will be redeemed on any banking day.

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

At the request of a unitholder, its unit shall be redeemed out of the investment fund at the applicable redemption price, against surrender of the unit certificate, those income coupons which are not yet due and the renewal certificate.

Article 5 Accounting year

The investment fund's accounting year runs from January 1 to December 31.

Article 6 Unit classes and appropriation of income

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

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

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

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

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

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

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

Unitholders' entitlement to the distribution of income shares shall become time-barred after five years. After this period, such income shares shall be treated as income of the investment fund.

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

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

Appropriation of income in case of income-retaining unit certificates without capital gains tax deducted (full income retention – domestic and foreign tranches)

Income during the accounting year net of costs shall not be distributed. No payment pursuant to InvFG will be made. March 15 of the following accounting year shall be the key date pursuant to InvFG in case of failure to pay capital gains tax on the annual income.

The management company shall ensure through appropriate proof from the custodians that at the time of payout the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption as per § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

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

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

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

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

The management company shall ensure through appropriate proof that as of the payment date the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

Article 7 Management fee, reimbursement of expenses, liquidation fee

The management company shall receive for its management activity an annual remuneration of up to **1.50 %** of the fund assets, calculated on the basis of the values at the end of each month. This remuneration will be included in the calculation of the unit value on each day of stock exchange trading in the form of an accrual.

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

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

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

At the liquidation of the investment fund, the custodian bank shall receive remuneration amounting to **0.5 %** of the fund assets.

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

Appendix

List of stock exchanges with official trading and organized markets

1. Stock exchanges with official trading and organized markets in the member states of the EEA

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

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

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

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

http://registers.esma.europa.eu/publication/searchRegister?core=esma_registers_mifid_rma¹

1.2. The following stock exchanges are to be included in the directory of Regulated Markets:

1.2.1. Luxembourg Euro MTF Luxembourg

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

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

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

2.1.	Bosnia & Herzegovina:	Sarajevo, Banja Luka
2.2.	Montenegro:	Podgorica
2.3.	Russia:	Moscow (RTS Stock Exchange); Moscow Interbank Currency Exchange (MICEX)
2.4.	Switzerland:	SWX Swiss-Exchange
2.5.	Serbia:	Belgrade
2.6.	Turkey:	Istanbul (for Stock Market, “National Market” only)

3. Stock exchanges in non-European states

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

¹Click on “Show table columns” to open the directory. The link may be modified by the Austrian Financial Market Authority (FMA) or by the European Securities and Markets Authority (ESMA). You may access the directory as follows by way of the FMA’s website: <https://www.fma.gv.at/de/unternehmen/boerse-wertpapierhandel/boerse.html> - scroll down - link “List of Regulated Markets (MiFID Database; ESMA)” – “Show table columns”

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. Organized markets in states which are not members of the European Community

4.1.	Japan:	Over the Counter Market
4.2.	Canada:	Over the Counter Market
4.3.	Korea:	Over the Counter Market
4.4.	Switzerland:	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 (subject to supervisory oversight, e.g. SEC, FINRA)

5. Stock exchanges with futures and options markets

5.1.	Argentina:	Bolsa de Comercio de Buenos Aires
5.2.	Australia:	Australian Options Market, Australian Securities Exchange (ASX)
5.3.	Brazil:	Bolsa Brasileira de Futuros, Bolsa de Mercadorias & Futuros, Rio de Janeiro Stock Exchange, Sao Paulo Stock Exchange
5.4.	Hong Kong:	Hong Kong Futures Exchange Ltd.
5.5.	Japan:	Osaka Securities Exchange, Tokyo International Financial Futures Exchange, Tokyo Stock Exchange
5.6.	Canada:	Montreal Exchange, Toronto Futures Exchange
5.7.	Korea:	Korea Exchange (KRX)
5.8.	Mexico:	Mercado Mexicano de Derivados
5.9.	New Zealand:	New Zealand Futures & Options Exchange
5.10.	Philippines:	Manila International Futures Exchange
5.11.	Singapore:	The Singapore Exchange Limited (SGX)
5.12.	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)

Appendix

Imprint

Publisher:

Raiffeisen Kapitalanlage-Gesellschaft m.b.H.

Mooslackengasse 12, A-1190 Vienna

Responsible for contents:

Raiffeisen Kapitalanlage-Gesellschaft m.b.H.

Mooslackengasse 12, A-1190 Vienna

Copyright by publisher, dispatch location: Vienna

Raiffeisen Capital Management is the brand of:

Raiffeisen Kapitalanlage-Gesellschaft m.b.H.

Raiffeisen Immobilien Kapitalanlage-Gesellschaft m.b.H.

Raiffeisen Salzburg Invest Kapitalanlage GmbH