

# **ESPA BOND EURO CORPORATE**

**Jointly owned fund pursuant to the InvFG**

Annual Report 2018/19

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## General Information about the Investment Firm

<b>The company</b>	Erste Asset Management GmbH Am Belvedere 1, A-1100 Vienna Telephone: +43 05 0100-19777, Fax: +43 05 0100-919777
<b>Registered capital</b>	EUR 2.50 million
<b>Shareholders</b>	Erste Group Bank AG (64.67%) VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe (0.76%) Erste Bank der österreichischen Sparkassen AG (22.17%) DekaBank Deutsche Girozentrale, Frankfurt (1.65%) NÖ-Sparkassen Beteiligungsgesellschaft m. b. H. (0.76%) Salzburger Sparkasse Bank Aktiengesellschaft (1.65%) Sieben Tiroler Sparkassen Beteiligungsgesellschaft m. b. H. (1.65%) Steiermärkische Bank und Sparkassen Aktiengesellschaft (3.30%) „Die Kärntner“ Trust-Vermögensverwaltungsgesellschaft m. b. H. & Co KG (1.65%) Tiroler Sparkasse Bankaktiengesellschaft Innsbruck (1.74%)
<b>Supervisory Board</b>	Rudolf SAGMEISTER (Chairman) Thomas SCHAUFLER (Deputy Chairman) Ingo BLEIER Harald GASSER Gerhard GRABNER Oswald HUBER Radovan JELASITY Robert LASSHOFER Martin SIMHANDL (until 22 February 2019) Gerald WEBER (from 22 February 2019) Appointed by the Works Council: Martin CECH Heinrich Hubert REINER Peter RIEDERER Nicole WEINHENGST Manfred ZOUREK
<b>Managing directors</b>	Heinz BEDNAR Winfried BUCHBAUER Peter KARL Wolfgang TRAINDL
<b>Prokuristen (proxies)</b>	Achim ARNHOF (from 15 December 2018) Karl FREUDENSCHUSS Manfred LENTNER Günther MANDL Gerold PERMOSER Magdalena REISCHL
<b>State commissioners</b>	Caroline HABERFELLNER Eva SCHRITTWIESER (from 1 July 2019) Philipp VISKI-HANKA (until 30 June 2019)
<b>Auditor</b>	Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H.
<b>Depository bank</b>	Erste Group Bank AG

## Dear Unit-holder,

We are pleased to present you the following annual report for the ESPA BOND EURO CORPORATE jointly owned fund pursuant to the InvFG for the period from 1 August 2018 to 31 July 2019.

The former management company, ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H., was merged into Erste Asset Management GmbH effective 31 December 2017 and with entry of this merger in the trade register of Vienna Commercial Court on 3 November 2018, Erste Asset Management GmbH became the Management Company of ESPA BOND EURO CORPORATE as of the effective date of the merger.

## Development of the Fund

At the beginning of the reporting period, the European bond markets were gripped by the ongoing budget dispute between Italy and the European Union. As a result, spreads on Italian government bonds widened considerably compared to secure Bunds. Once an agreement was reached shortly before Christmas, Italian bonds recovered noticeably. In this phase, we maintained our neutral positioning in Italian issues.

Towards the end of 2018, the monetary policy course change by the US Fed impacted investor sentiment. A strong recovery set in for German government bonds across Europe in the middle of November. The Bund yield fell from 47 basis points to minus 44 basis points at the close of the period. But this demand for high quality issues caused risk premiums on corporate bonds to widen considerably during the period.

The announcement by the US administration that it would not only be exiting free trade agreements with allied countries but also applying import tariffs to a variety of products caused additional uncertainty and volatility. The increasing trade barriers began depressing the global economic outlook. Investors shed bonds with a weak risk/return profile due to fears of an economic slowdown based on weaker leading indicators in the USA and a global decline in growth. After the USA also began considering sanctions against European carmakers, we decided to reduce our risk exposure in the automotive segment.

During this period, the European Central Bank (ECB) reduced its bond purchases in line with its changed monetary policy, and then terminated them altogether at the end of 2018. Maturing issues on the ECB balance sheet were reinvested on the market, however. The central bank also announced a longer period of low interest rates.

The fund also suffered from the general uncertainty and decreasing liquidity at the end of 2018, but then recovered from the preceding price losses in the first quarter of 2019. These price losses impacted subordinated bank and insurance company issues from the periphery in particular. These issuers also recovered more substantially, however, and we made additional investments in this segment. The impressive price gains made a strong contribution to the fund's positive performance.

After risk premiums had recovered steadily in the first quarter, the corporate bond market hit a speed bump in the second quarter of 2019. The predicted economic slowdown due to the trade dispute and the first signs of escalation in the Middle East caused spreads to start widening again.

At the beginning of July, the ECB announced that it would be resuming its bond purchase programme. The Fed then cut its rate by 25 basis points at its July meeting, and the markets are expecting further rate cuts before the end of 2019. The primary rationale of the central banks for their measures is the disappointing inflation figures and the negative impact that the trade conflict is having on economic growth. The resulting strong decline in yields has enabled the fund to generate positive performance since then.

The global hunt for yield is thus still providing support given the lack of alternatives (especially peripheral, corporate, and high yield bonds).

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## ESPA BOND EURO CORPORATE

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No changes were made to the fund's strategy, which is based on a continuous analysis of inefficiencies (e.g. creditor rights for financial instruments) and market distortions (such as the periphery) and the continuous monitoring of the portfolio in terms of yield potential and degree of risk. Broad diversification in the selected corporate bonds additionally reduces the default risk for the overall portfolio.

ESPA BOND EURO CORPORATE achieved a positive performance of 5.03% (ISIN AT0000724216) for the reporting period.

## Method of Calculating the Global Exposure

Method of calculating the global exposure:	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 <sup>th</sup> 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

	31 July 2019		31 July 2018	
	EUR millions	%	EUR millions	%
Bonds denominated in EUR	596.5	94.56	583.3	94.00
Investment certificates denominated in EUR	6.3	1.00	6.2	1.00
Securities	602.8	95.56	589.5	95.00
Financial futures	0.2	0.03	-	-
Bank balances	22.0	3.48	24.9	4.01
Interest entitlements	5.9	0.93	6.2	0.99
Other deferred items	- 0.0	- 0.00	- 0.0	- 0.00
<b>Fund assets</b>	<b>630.9</b>	<b>100.00</b>	<b>620.5</b>	<b>100.00</b>

## Comparative Overview

Accounting year	Fund assets
2016/2017	807,853,509.87
2017/2018	620,508,562.86
2018/2019	630,869,015.24

General information about performance:

The performance of unit categories with no outstanding units at the end of the reporting period or no outstanding units 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 unit category is issued during the reporting period, the performance and reinvestment are calculated from the point in time that the unit category is launched. Because of this and possible other fees and currency classes, the performance and reinvestment of this unit category differ from those of comparable unit categories. The performance is determined assuming the reinvestment of all paid dividends and amounts at their nominal value on the day of disbursement.

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	Dividend-bearing units	AT0000A28FD9	CZK	-	-	-	-
2017/2018	Dividend-bearing units	AT0000A28FD9	CZK	-	-	-	-
2018/2019	Dividend-bearing units	AT0000A28FD9	CZK	2,601.34	-	-	-

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	Dividend-bearing units	AT0000724216	EUR	106.73	1.3000	-	-0.36
2017/2018	Dividend-bearing units	AT0000724216	EUR	105.25	1.3000	0.9350	-0.17
2018/2019	Dividend-bearing units	AT0000724216	EUR	109.17	1.2000	0.0000	5.03

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	Dividend-bearing units	AT0000A1YRJ3	EUR	-	-	-	-
2017/2018	Dividend-bearing units	AT0000A1YRJ3	EUR	98.97	1.3000	0.0000	-1.03
2018/2019	Dividend-bearing units	AT0000A1YRJ3	EUR	102.88	1.2000	0.1408	5.33

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	Dividend-bearing units	AT0000A1YRK1	EUR	-	-	-	-
2017/2018	Dividend-bearing units	AT0000A1YRK1	EUR	98.91	-	-	-
2018/2019	Dividend-bearing units	AT0000A1YRK1	EUR	103.91	-	-	-

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Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2016/2017	Non-dividend-bearing units	AT0000724224	EUR	169.73	0.8719	2.5503	-0.36
2017/2018	Non-dividend-bearing units	AT0000724224	EUR	168.57	0.8762	2.7021	-0.17
2018/2019	Non-dividend-bearing units	AT0000724224	EUR	176.11	0.4902	1.2933	5.02

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2016/2017	Non-dividend-bearing units	AT0000A1YRL9	EUR	-	-	-	-
2017/2018	Non-dividend-bearing units	AT0000A1YRL9	EUR	98.91	0.1758	0.5331	-1.09
2018/2019	Non-dividend-bearing units	AT0000A1YRL9	EUR	103.93	0.3510	0.9256	5.27

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2016/2017	KESSt-exempt non-dividend-bearing units	AT0000639414	CZK	5,038.61	-	101.4935	-3.98
2017/2018	KESSt-exempt non-dividend-bearing units	AT0000639414	CZK	4,935.66	-	104.7756	-2.04
2018/2019	KESSt-exempt non-dividend-bearing units	AT0000639414	CZK	5,201.65	-	52.4772	5.39

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2016/2017	KESSt-exempt non-dividend-bearing units	AT0000A1YRPO	CZK	-	-	-	-
2017/2018	KESSt-exempt non-dividend-bearing units	AT0000A1YRPO	CZK	2,533.58	-	-	-
2018/2019	KESSt-exempt non-dividend-bearing units	AT0000A1YRPO	CZK	2,670.91	-	-	-

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/payment	Re-investment	Development in per cent
2016/2017	KESSt-exempt non-dividend-bearing units	AT0000658968	EUR	193.28	-	3.8908	-0.36
2017/2018	KESSt-exempt non-dividend-bearing units	AT0000658968	EUR	192.94	-	4.0902	-0.18
2018/2019	KESSt-exempt non-dividend-bearing units	AT0000658968	EUR	202.66	-	2.0731	5.04

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	KESt-exempt non-dividend-bearing units	AT0000A1YRM7	EUR	-	-	-	-
2017/2018	KESt-exempt non-dividend-bearing units	AT0000A1YRM7	EUR	98.95	-	0.1787	-1.05
2018/2019	KESt-exempt non-dividend-bearing units	AT0000A1YRM7	EUR	104.22	-	1.3404	5.33

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	KESt-exempt non-dividend-bearing units	AT0000A1YRN5	EUR	-	-	-	-
2017/2018	KESt-exempt non-dividend-bearing units	AT0000A1YRN5	EUR	99.02	-	1.5546	-0.98
2018/2019	KESt-exempt non-dividend-bearing units	AT0000A1YRN5	EUR	104.43	-	1.4685	5.46

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	KESt-exempt non-dividend-bearing units	AT0000A00GB0	HUF	58,818.01	-	1,171.3364	-2.51
2017/2018	KESt-exempt non-dividend-bearing units	AT0000A00GB0	HUF	61,859.83	-	1,308.1649	5.17
2018/2019	KESt-exempt non-dividend-bearing units	AT0000A00GB0	HUF	65,988.62	-	668.5504	6.67

Accounting year	Fund type	ISIN	Currency	Calculated value per unit	Dividend disbursement/ payment	Re-investment	Development in per cent
2016/2017	KESt-exempt non-dividend-bearing units	AT0000A1YRQ8	HUF	-	-	-	-
2017/2018	KESt-exempt non-dividend-bearing units	AT0000A1YRQ8	HUF	31,758.92	-	-	-
2018/2019	KESt-exempt non-dividend-bearing units	AT0000A1YRQ8	HUF	33,885.17	-	-	-



## Disbursement/Payment

The following disbursement or payment will be made for the accounting year from 1 August 2018 to 31 July 2019. 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 October 2019 at

Erste Group Bank AG, Vienna,

and the respective bank managing the Unit-holder's securities account.

Fund type	ISIN	Currency	Dividend disbursement/ payment		KESt with option declaration	KESt w/o option declaration	Reinvestment
Dividend-bearing units	AT0000A28FD9	CZK	-		-	-	-
Dividend-bearing units	AT0000724216	EUR	1.2000		0.3052	0.3052	0.0000
Dividend-bearing units	AT0000A1YRJ3	EUR	1.2000		0.3686	0.3686	0.1408
Dividend-bearing units	AT0000A1YRK1	EUR	-		-	-	-
Non-dividend-bearing units	AT0000724224	EUR	0.4902		0.4902	0.4902	1.2933
Non-dividend-bearing units	AT0000A1YRL9	EUR	0.3510		0.3510	0.3510	0.9256
KESt-exempt non-dividend-bearing units	AT0000639414	CZK	-	*	-	-	52.4772
KESt-exempt non-dividend-bearing units	AT0000A1YRP0	CZK	-	*	-	-	-
KESt-exempt non-dividend-bearing units	AT0000658968	EUR	-	*	-	-	2.0731
KESt-exempt non-dividend-bearing units	AT0000A1YRM7	EUR	-	*	-	-	1.3404
KESt-exempt non-dividend-bearing units	AT0000A1YRN5	EUR	-	*	-	-	1.4685
KESt-exempt non-dividend-bearing units	AT0000A00GB0	HUF	-	*	-	-	668.5504
KESt-exempt non-dividend-bearing units	AT0000A1YRQ8	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 Accounting Year (Fund Performance)

Calculation according to the OeKB method per unit in the unit currency not accounting for a front-end surcharge

The performance of unit categories with no outstanding units at the end of the reporting period or no outstanding units 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 unit", and the "total value including (notional) units gained through disbursement/payment" are not reported in the following.

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

<b>AT0000A28FD9 dividend-bearing units CZK</b>	
Unit value on issue date (0.000 units)	2,544.99
Disbursement/payment	0.0000
Unit value at the end of the reporting period (0.000 units)	2,601.34
Total value including (notional) units gained through dividend disbursement/payment	-
Net earnings per unit	-
<b>Value development of one unit in the period</b>	-

<b>AT0000724216 dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (1,147,978.091 units)	105.25
Disbursement/payment on 27.09.2018 (corresponds to roughly 0.0126 units at a calculated value of 103.58)	1.3000
Unit value at the end of the reporting period (1,054,117.877 units)	109.17
Total value including (notional) units gained through dividend disbursement/payment	110.54
Net earnings per unit	5.29
<b>Value development of one unit in the period</b>	5.03%

<b>AT0000A1YRJ3 dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (69,762.000 units)	98.97
Disbursement/payment on 27.09.2018 (corresponds to roughly 0.0134 units at a calculated value of 97.36)	1.3000
Unit value at the end of the reporting period (134,581.000 units)	102.88
Total value including (notional) units gained through dividend disbursement/payment	104.25
Net earnings per unit	5.28
<b>Value development of one unit in the period</b>	5.33%

<b>AT0000A1YRK1 dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (0.000 units)	98.91
Disbursement/payment	0.0000
Unit value at the end of the reporting period (0.000 units)	103.91
Total value including (notional) units gained through dividend disbursement/payment	-
Net earnings per unit	-
<b>Value development of one unit in the period</b>	-

ESPA BOND EURO CORPORATE

<b>AT0000724224 non-dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (1,651,323.302 units)	168.57
Disbursement/payment on 27.09.2018 (corresponds to roughly 0.0052 units at a calculated value of 167.10)	0.8762
Unit value at the end of the reporting period (1,956,231.152 units)	176.11
Total value including (notional) units gained through dividend disbursement/payment	177.03
Net earnings per unit	8.46
<b>Value development of one unit in the period</b>	<b>5.02%</b>

<b>AT0000A1YRL9 non-dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (410.000 units)	98.91
Disbursement/payment on 27.09.2018 (corresponds to roughly 0.0018 units at a calculated value of 98.42)	0.1758
Unit value at the end of the reporting period (680.000 units)	103.93
Total value including (notional) units gained through dividend disbursement/payment	104.12
Net earnings per unit	5.21
<b>Value development of one unit in the period</b>	<b>5.27%</b>

<b>AT0000639414 KESSt-exempt non-dividend-bearing units CZK</b>	
Unit value at the beginning of the reporting period (7,589.567 units)	4,935.66
Disbursement/payment	0.0000
Unit value at the end of the reporting period (6,470.208 units)	5,201.65
Total value including (notional) units gained through dividend disbursement/payment	5,201.65
Net earnings per unit	265.99
<b>Value development of one unit in the period</b>	<b>5.39%</b>

<b>AT0000A1YRPO KESSt-exempt non-dividend-bearing units CZK</b>	
Unit value at the beginning of the reporting period (0.000 units)	2,533.58
Disbursement/payment	0.0000
Unit value at the end of the reporting period (0.000 units)	2,670.91
Total value including (notional) units gained through dividend disbursement/payment	-
Net earnings per unit	-
<b>Value development of one unit in the period</b>	<b>-</b>

<b>AT0000658968 KESSt-exempt non-dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (1,012,431.767 units)	192.94
Disbursement/payment	0.0000
Unit value at the end of the reporting period (569,831.317 units)	202.66
Total value including (notional) units gained through dividend disbursement/payment	202.66
Net earnings per unit	9.72
<b>Value development of one unit in the period</b>	<b>5.04%</b>

<b>AT0000A1YRM7 KES-st-exempt non-dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (2,022.000 units)	98.95
Disbursement/payment	0.0000
Unit value at the end of the reporting period (110,930.000 units)	104.22
Total value including (notional) units gained through dividend disbursement/payment	104.22
Net earnings per unit	5.27
<b>Value development of one unit in the period</b>	<b>5.33%</b>

<b>AT0000A1YRN5 KES-st-exempt non-dividend-bearing units EUR</b>	
Unit value at the beginning of the reporting period (175,200.872 units)	99.02
Disbursement/payment	0.0000
Unit value at the end of the reporting period (277,601.636 units)	104.43
Total value including (notional) units gained through dividend disbursement/payment	104.43
Net earnings per unit	5.41
<b>Value development of one unit in the period</b>	<b>5.46%</b>

<b>AT0000A00GB0 KES-st-exempt non-dividend-bearing units HUF</b>	
Unit value at the beginning of the reporting period (22.000 units)	61,859.83
Disbursement/payment	0.0000
Unit value at the end of the reporting period (20.000 units)	65,988.62
Total value including (notional) units gained through dividend disbursement/payment	65,988.62
Net earnings per unit	4,128.79
<b>Value development of one unit in the period</b>	<b>6.67%</b>

<b>AT0000A1YRQ8 KES-st-exempt non-dividend-bearing units HUF</b>	
Unit value at the beginning of the reporting period (0.000 units)	31,758.92
Disbursement/payment	0.0000
Unit value at the end of the reporting period (0.000 units)	33,885.17
Total value including (notional) units gained through dividend disbursement/payment	-
Net earnings per unit	-
<b>Value development of one unit in the period</b>	<b>-</b>

## **2. Fund Result**

### **a. Realised fund result**

#### **Ordinary fund result**

##### **Income (without profit or loss from price changes)**

Interest income (excluding income adjustment)	12,962,073.12	
Dividend income	0.00	
Other income 8)	6,816.65	
Total income (without profit or loss from price changes)		12,968,889.77

##### **Interest paid**

- 80,555.27

##### **Expenses**

Fees paid to Investment Firm	- 3,447,904.45	
Costs for the financial auditor and tax consultation	- 10,354.00	
Publication costs	- 38,679.09	
Securities account fees	- 180,851.70	
Depository bank fees	- 303,415.71	
Costs for the external consultant	0.00	
Total expenses		- 3,981,204.95
Compensation for management costs from sub-funds 1)		0.00

#### **Ordinary fund result (excluding income adjustment)**

**8,907,129.55**

#### **Realised profit or loss from price changes 2) 3)**

Realised gains 4)	2,305,151.14	
Realised losses 5)	- 4,646,089.40	

#### **Realised profit or loss from price changes (excluding income adjustment)**

**- 2,340,938.26**

#### **Realised fund result (excluding income adjustment)**

**6,566,191.29**

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

Changes in the unrealised profit or loss from price changes 7)	23,092,010.06
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#### **Result for the reporting period 6)**

**29,658,201.35**

### **c. Income adjustment**

Income adjustment for income in the period	25,658.12
Income adjustment for profit carried forward from dividend-bearing units	- 1,481,113.88

#### **Overall fund result**

**28,202,745.59**

### **3. Changes in Fund Assets**

<b>Fund assets at the beginning of the reporting period</b>	<b>620,508,562.86</b>
<b>Disbursement/payment in the accounting year</b>	<b>- 2,976,370.44</b>
<b>Issue and redemption of units</b>	<b>- 14,865,922.77</b>
<b>Overall fund result</b>	
(The fund result is shown in detail under item 2.)	<b>28,202,745.59</b>
<b>Fund assets at the end of the reporting period</b>	<b><u>630,869,015.24</u></b>

- 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 20,751,071.80.
- 4) Thereof profits from transactions with derivative financial instruments: EUR 193,000.00.
- 5) Thereof losses from transactions with derivative financial instruments: EUR -558.00.
- 6) The result for the accounting year includes explicitly reported transaction costs in the amount of EUR 2,168.95.
- 7) Thereof changes in unrealised gains EUR 18,488,020.76 and unrealised losses EUR 4,603,989.30.
- 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 6,816.65, to earnings from real estate funds in the amount of EUR 0.00, and to other earnings in the amount of EUR 0.00.

## Statement of Assets and Liabilities as of 31 July 2019

(including changes in securities assets from 1 August 2018 to 31 July 2019)

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in EUR	% share of fund assets
<b>Publicly traded securities</b>								
<b>Bonds denominated in EUR</b>								
<b>Issue country Denmark</b>								
DANSKE BK 16/23 MTN	XS1424730973	0.750	0	0	3,000	102.580	3,077,411.97	0.49
DANSKE BK 18/23 MTN	XS1799061558	0.875	5,000	0	5,000	101.735	5,086,740.10	0.81
Total issue country Denmark							8,164,152.07	1.29
<b>Issue country Germany</b>								
BERLIN HYP AG IS109	DE000BHY0A56	1.250	0	0	3,000	106.547	3,196,409.91	0.51
Total issue country Germany							3,196,409.91	0.51
<b>Issue country Finland</b>								
CRH FIN.SER. 13/20 MTN	XS0981442931	2.750	0	0	1,850	102.762	1,901,097.02	0.30
CT.BK.SAV.BKS 15/20 MTN	XS1227609879	1.000	0	0	2,000	100.750	2,015,000.00	0.32
Total issue country Finland							3,916,097.02	0.62
<b>Issue country Ireland</b>								
CLOVERIE 14/24 MTN	XS1109950755	1.750	0	3,000	2,000	109.709	2,194,176.02	0.35
CRH FINANCE DAC 16/28 MTN	XS1505896735	1.375	0	0	1,000	110.061	1,100,607.99	0.17
LUNAR FUNDING V 14/21 MTN	XS1051076922	1.875	0	0	2,750	104.300	2,868,250.08	0.45
PARTNERRE IRELD FIN.16/26	XS1489391109	1.250	1,000	0	3,000	104.600	3,137,999.94	0.50
WILLOW NO.2 12/22MTN REGS	XS0798504030	3.375	500	0	500	110.700	553,499.99	0.09
Total issue country Ireland							9,854,534.02	1.56
<b>Issue country Italy</b>								
A2A 13/21 MTN	XS0951567030	4.375	0	0	1,000	106.503	1,065,029.98	0.17
A2A S.P.A. 12/19 MTN	XS0859920406	4.500	0	0	550	101.500	558,250.00	0.09
AUTOSTRAD E IT. 13/21 MTN	XS0986174851	2.875	0	0	1,500	104.000	1,560,000.00	0.25
AUTOSTRAD E IT. 15/26MTN 3	XS1327504087	1.750	1,500	0	1,500	98.927	1,483,898.97	0.24
ENI S.P.A. 10/20 MTN	XS0521000975	4.000	800	0	1,800	103.905	1,870,290.00	0.30
ENI S.P.A. 12/20 MTN	XS0741137029	4.250	0	0	1,100	102.315	1,125,465.00	0.18
ENI S.P.A. 13/21 MTN	XS0996354956	2.625	0	0	250	106.655	266,637.67	0.04
ENI S.P.A. 15/26 MTN	XS1180451657	1.500	500	0	2,000	108.807	2,176,139.98	0.34
EXOR 15/22	XS1329671132	2.125	0	0	1,000	106.034	1,060,336.00	0.17
HERA 09/19	XS0471071133	4.500	0	0	500	101.555	507,775.00	0.08
HERA 13/28 MTN	XS0880764435	5.200	0	0	1,000	138.352	1,383,524.02	0.22
INTESA SAN. 10/20 MTN	XS0500187843	4.125	0	0	750	102.995	772,462.50	0.12

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
Units/nominal (nom. in 1,000, rounded)								
INTESA SAN. 13/23 MTN	XS0986194883	4.000	0	0	2,250	114.429	2,574,660.42	0.41
INTESA SAN. 14/22 MTN	XS1018032950	3.500	0	0	2,000	108.184	2,163,688.04	0.34
TERNA R.E.N. 11/21 MTN	XS0605214336	4.750	500	0	500	108.049	540,242.66	0.09
Total issue country Italy							19,108,400.24	3.03
<b>Issue country Luxembourg</b>								
CNHIndustr.Fin.Eur.14/21	XS1114452060	2.875	250	0	250	106.596	266,490.00	0.04
GRAND CITY PROP.17/26 MTN	XS1654229373	1.375	0	0	2,200	104.581	2,300,782.02	0.36
Total issue country Luxembourg							2,567,272.02	0.41
<b>Issue country Netherlands</b>								
ATF NETHERLDS 16/UND.FLR	XS1508392625	3.750	5,500	0	5,500	104.292	5,736,060.00	0.91
EDP FIN. 14/22 MTN	XS1111324700	2.625	250	0	250	106.953	267,383.50	0.04
EDP FIN. 15/25 MTN	XS1222590488	2.000	0	0	4,000	110.617	4,424,679.88	0.70
ENEL FIN.INTL 16/26 MTN	XS1425966287	1.375	0	0	3,000	108.414	3,252,431.94	0.52
Total issue country Netherlands							13,680,555.32	2.17
<b>Issue country Austria</b>								
ERSTE GR.BK. 19/24 MTN	XS1982725159	0.375	2,000	0	2,000	101.915	2,038,300.02	0.32
ERSTE GR.BK. 19/26 MTN	XS2000538343	0.875	2,300	0	2,300	103.652	2,383,986.89	0.38
OMV AG 12/22 MTN	XS0834367863	2.625	0	0	800	109.172	873,375.98	0.14
OMV AG 12/27 MTN	XS0834371469	3.500	800	0	800	126.692	1,013,534.42	0.16
OMV AG 15-UND. FLR	XS1294342792	5.250	2,000	0	3,000	110.995	3,329,837.94	0.53
VERBUND AG 14/24	XS1140300663	1.500	4,000	100	4,000	108.180	4,327,200.00	0.69
VIENNA INS.GRP 13-43 FLR	AT0000A12GN0	5.500	3,000	0	4,300	118.275	5,085,835.88	0.81
VOLKSBANK WIEN 17-27 FLR	AT000B121967	2.750	0	0	5,000	103.112	5,155,600.00	0.82
Total issue country Austria							24,207,671.13	3.84
<b>Issue country Sweden</b>								
AKELIUS RES. 17/25 MTN	XS1622421722	1.750	3,000	0	3,000	105.597	3,167,910.00	0.50
SKAND.ENS. 14/21 MTN	XS1033940740	2.000	0	0	200	103.583	207,166.00	0.03
SKAND.ENS. 16/21 MTN	XS1370669639	0.750	0	0	1,000	102.089	1,020,889.97	0.16
Total issue country Sweden							4,395,965.97	0.70
<b>Issue country Spain</b>								
ACS,SERV.COM.EN.18/26 MTN	XS1799545329	1.875	5,000	0	5,000	105.190	5,259,500.10	0.83
CAIXABANK 17/24 MTN	XS1614722806	1.125	0	0	5,000	104.651	5,232,540.15	0.83
CAIXABANK 18/30 FLR MTN	XS1808351214	2.250	3,000	0	3,000	102.547	3,076,416.09	0.49
TELEFONICA EM. 09/19 MTN	XS0462999573	4.693	0	0	200	101.370	202,740.00	0.03
TELEFONICA EM. 12/20 MTN	XS0842214818	4.710	0	0	1,000	102.345	1,023,450.00	0.16
TELEFONICA EM. 13/21 MTN	XS0907289978	3.961	0	0	800	106.869	854,955.20	0.14



## ESPA BOND EURO CORPORATE

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
			Units/nominal (nom. in 1,000, rounded)					
TELEFONICA EM. 14/29 MTN	XS1120892507	2.932	500	0	500	122.933	614,665.99	0.10
TELEFONICA EM. 16/22 MTN	XS1394777665	0.750	0	0	3,500	102.472	3,586,506.11	0.57
Total issue country Spain							19,850,773.64	3.15
Total bonds denominated in EUR							108,941,831.34	17.27
Total publicly traded securities							108,941,831.34	17.27

### Investment certificates

#### Investment certificates denominated in EUR

##### Issue country Austria

ESPA ALPHA 1 T	AT0000A03DF2		5,700	7,607	29,062	54.230	1,576,032.26	0.25
ESPA ALPHA 2 T	AT0000A05F50		11,426	11,828	62,275	75.630	4,709,858.25	0.75
Total issue country Austria							6,285,890.51	1.00
Total investment certificates denominated in EUR							6,285,890.51	1.00
Total investment certificates							6,285,890.51	1.00

### Securities admitted to organised markets

#### Bonds denominated in EUR

##### Issue country Australia

AURIZON NET.PTY.16/26 MTN	XS1418788599	3.125	0	0	3,000	115.365	3,460,962.06	0.55
BHP BILLITON FIN.12/24MTN	XS0787786440	3.000	0	0	1,000	115.026	1,150,261.99	0.18
BHP BILLITON FIN.15/79MTN	XS1309436910	5.625	0	0	3,000	121.250	3,637,500.00	0.58
NATL AUSTR. BK 10/20 MTN	XS0525146907	4.000	0	0	220	104.060	228,932.00	0.04
NATL AUSTR. BK 12/22 MTN	XS0813400305	2.750	0	0	2,000	109.029	2,180,583.96	0.35
NATL AUSTR. BK 16/26 MTN	XS1412417617	1.250	0	0	3,000	108.239	3,247,169.94	0.51
ORIGIN ENGY FIN.13/21REGS	XS0976223452	3.500	0	0	2,750	107.411	2,953,791.47	0.47
TELSTRA CORP. 10/20 MTN	XS0496546853	4.250	0	0	220	102.935	226,457.00	0.04
TELSTRA CORP. 12/22 MTN	XS0760187400	3.500	0	0	1,500	111.615	1,674,224.97	0.27
TELSTRA CORP. 16/26 MTN	XS1395057430	1.125	0	0	1,500	107.328	1,609,913.99	0.26
Total issue country Australia							20,369,797.38	3.23

##### Issue country Belgium

AB INBEV 12/24 MTN	BE6243179650	2.875	500	0	500	115.292	576,457.64	0.09
AB INBEV 15/30 MTN	BE6276040431	1.500	0	0	2,000	109.420	2,188,393.86	0.35
AB INBEV 16/20 MTN	BE6285451454	0.625	0	0	2,000	100.535	2,010,700.00	0.32
AB INBEV 16/28 MTN	BE6285455497	2.000	0	0	2,000	113.928	2,278,551.94	0.36
AB INBEV 18-27 MTN	BE6301510028	1.150	1,000	0	1,000	106.924	1,069,240.04	0.17
BELFIUS BK 16-26	BE0002251206	3.125	0	0	3,000	113.870	3,416,106.03	0.54
BELFIUS BK 18/23 MTN	BE6307427029	0.625	2,000	0	2,000	102.906	2,058,128.06	0.33
ETHIAS VIE 15/26	BE6279619330	5.000	5,000	0	5,000	118.008	5,900,400.15	0.94
FLUVIUS SYSTEM 0.13-23MTN	BE0002443183	2.875	0	0	700	111.812	782,682.59	0.12
KBC GROEP 16/23 MTN	BE0002266352	0.750	0	0	2,000	102.987	2,059,743.96	0.33
Total issue country Belgium							22,340,404.27	3.54

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
			Units/nominal (nom. in 1,000, rounded)					
<b>Issue country Bermuda</b>								
BACARDI 13/23	XS0947658208	2.750	0	0	500	108.208	541,040.00	0.09
Total issue country Bermuda							541,040.00	0.09
<b>Issue country Cayman Islands</b>								
HUTCH.WH.E.F.12 12/22	XS0790011398	3.625	250	0	2,500	110.482	2,762,039.95	0.44
Total issue country Cayman Islands							2,762,039.95	0.44
<b>Issue country Denmark</b>								
CARLSBERG BREW. 12/22 MTN	XS0854746343	2.625	3,250	0	3,250	109.390	3,555,174.97	0.56
ISS GLOBAL 14/24 MTN	XS1145526825	2.125	0	0	2,900	109.788	3,183,852.06	0.50
NYKREDIT 2021	DK0009511537	0.750	0	0	3,000	101.662	3,049,847.94	0.48
ORSTED 12/22 MTN	XS0829114999	2.625	500	0	500	108.826	544,129.91	0.09
ORSTED 2013/3013 FLR	XS0943370543	6.250	0	1,000	2,000	119.000	2,380,000.00	0.38
Total issue country Denmark							12,713,004.88	2.02
<b>Issue country Germany</b>								
ALLIANZ SE MTN.13/UNL.	DE000A1YCQ29	4.750	0	0	3,000	115.380	3,461,399.91	0.55
COBA 18/23 S.903	DE000CZ40M21	0.500	5,000	0	5,000	102.037	5,101,850.15	0.81
COBA T2 SUB. 17/27	DE000CZ40LW5	4.000	0	0	1,108	116.908	1,295,342.89	0.21
DAIMLER AG.MTN 13/20	DE000A1TNK86	2.000	0	0	2,000	101.530	2,030,600.00	0.32
DEUTSCHE POST MTN.16/21	XS1388661651	0.375	0	0	2,000	100.906	2,018,128.06	0.32
DVB BANK MTN.16/23	XS1433231377	1.250	0	0	2,900	103.129	2,990,745.15	0.47
EUROGRID GMBH MTN.10/20	XS0551935769	3.875	0	0	750	105.017	787,626.00	0.12
EVONIK IND.17/77	DE000A2GSFF1	2.125	0	0	1,000	103.107	1,031,073.99	0.16
EWE ANL.09/21	DE000A0Z2A12	5.250	0	0	500	110.438	552,190.02	0.09
HEIDEL.CEMENT MTN 16/24	XS1425274484	2.250	0	0	2,000	109.878	2,197,559.96	0.35
INNOGY FINANCE MTN 03/33	XS0162513211	5.750	0	0	2,000	162.374	3,247,479.86	0.51
LBBW SMT IHS 15/25	XS1246732249	3.625	300	2,300	2,000	115.769	2,315,384.06	0.37
LBBW T2 MTN 19/29	DE000LB13HZ5	2.200	3,000	0	3,000	106.269	3,188,076.09	0.51
MUENCH.RUECK 12/42	XS0764278528	6.250	0	0	2,800	117.230	3,282,440.08	0.52
VOLKSWAGEN LEASING 12/22	XS0823975585	2.375	0	0	3,000	106.837	3,205,104.00	0.51
Total issue country Germany							36,705,000.22	5.82
<b>Issue country Finland</b>								
FORTUM OYJ 11/21 MTN	XS0629937409	4.000	0	0	1,000	107.566	1,075,660.71	0.17
OP YRITYSPANKKI 12/22 MTN	XS0750702507	5.750	0	0	750	113.861	853,960.48	0.14
OP YRITYSPANKKI 15/22 MTN	XS1196759010	0.750	0	0	3,000	102.542	3,076,260.00	0.49
Total issue country Finland							5,005,881.19	0.79

ESPA BOND EURO CORPORATE

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
Units/nominal (nom. in 1,000, rounded)								
<b>Issue country France</b>								
APRR 14/20	FR0011693001	2.250	0	0	500	101.170	505,850.00	0.08
APRR 14/21	FR0012300820	1.125	0	0	1,900	101.616	1,930,711.64	0.31
APRR 14/25	FR0012300812	1.875	0	0	400	110.348	441,391.20	0.07
AUTOROUTES SUD FR. 07/22	FR0010491720	5.625	500	0	500	117.393	586,967.01	0.09
AUTOROUTES SUD FR. 10/20	FR0010883058	4.125	0	0	1,200	103.115	1,237,380.00	0.20
AUTOROUTES SUD FR. 14-24	FR0011694033	2.950	0	0	1,000	113.490	1,134,899.98	0.18
AXA S.A. 10/40 FLR MTN	XS0503665290	5.250	500	0	1,250	103.760	1,297,000.00	0.21
AXA S.A. 13/43 FLR MTN	XS0878743623	5.125	0	0	1,000	117.609	1,176,093.98	0.19
BANQUE POSTALE 16/28 MTN	FR0013181898	3.000	0	0	3,000	117.842	3,535,266.03	0.56
BNP PAR.CARDIF. 17/24	FR0013299641	1.000	0	0	5,000	102.185	5,109,260.20	0.81
BNP PARIBAS 11/22 MTN	XS0635033631	4.125	500	0	500	110.781	553,904.99	0.09
BNP PARIBAS 12/22 MTN	XS0847433561	2.875	0	0	1,500	110.061	1,650,911.99	0.26
BNP PARIBAS 14/27 FLR MTN	XS1120649584	2.625	0	0	2,000	107.390	2,147,799.98	0.34
BNP PARIBAS 17/23 MTN	XS1547407830	1.125	0	0	3,000	104.314	3,129,407.97	0.50
BNP PARIBAS 17/28 MTN	XS1722801708	1.500	1,000	0	1,000	109.066	1,090,662.00	0.17
BOUYGUES 05-20	FR0010212852	4.250	500	0	1,200	104.341	1,252,097.99	0.20
BOUYGUES 12/22	FR0011193515	4.500	300	0	500	112.273	561,362.54	0.09
BPCE 19/24 MTN	FR0013396447	1.000	4,000	0	4,000	105.000	4,200,000.00	0.67
BPCE S.A. 13/23	FR0011538222	4.625	0	0	3,000	116.885	3,506,544.12	0.56
BPCE S.A. 18/26 MTN	FR0013323664	1.375	3,000	0	3,000	106.814	3,204,413.91	0.51
BQUE F.C.MTL 14/24 MTN	XS1069549761	3.000	0	0	2,000	112.019	2,240,379.94	0.36
BQUE F.C.MTL 16/26 MTN	XS1512677003	1.875	1,000	0	1,000	107.130	1,071,299.97	0.17
CARMILA 15-23	FR0012967461	2.375	0	0	2,000	108.463	2,169,252.02	0.34
CARREFOUR 15/25 MTN	XS1179916017	1.250	0	0	1,000	105.920	1,059,201.97	0.17
COFIROUTE 06/21	FR0010327007	5.000	300	0	300	109.563	328,689.01	0.05
COMP.DE ST.-GOBAIN 12/21	XS0791007734	3.625	0	0	1,500	107.256	1,608,836.97	0.26
COMP.DE ST.-GOBAIN 18/26	XS1793349926	1.125	0	0	4,500	106.360	4,786,200.05	0.76
CR.MUT.ARKEA 16/26 MTN	FR0013173028	3.250	1,000	0	1,000	113.864	1,138,637.24	0.18
CR.MUT.ARKEA 17/29 MTN	FR0013236544	3.500	0	2,500	2,000	117.467	2,349,340.06	0.37
CREDIT AGR.LN 18/23FLRMTN	XS1787278008	0.278	3,000	0	3,000	100.540	3,016,200.00	0.48
CREDIT AGR. 15/27	XS1204154410	2.625	500	0	1,500	113.467	1,701,998.99	0.27
CREDIT AGR.LN 14/24 MTN	XS1069521083	2.375	0	0	3,000	111.728	3,351,828.00	0.53
CREDIT AGR.LN 14/26 MTN	XS1028421383	3.125	0	0	5,000	119.491	5,974,570.10	0.95
DANONE 13/21 MTN	FR0011625409	2.250	0	0	1,000	105.300	1,053,000.03	0.17
DANONE S.A. 10/20 MTN	FR0010967216	3.600	0	0	750	105.097	788,224.64	0.12
EDENRED 15-25	FR0012599892	1.375	0	0	2,400	106.687	2,560,487.90	0.41
EL. FRANCE 08/20 MTN	XS0367001228	5.375	0	0	100	104.645	104,645.00	0.02
EL. FRANCE 10-40 MTN	FR0010961581	4.500	0	0	1,000	157.418	1,574,181.98	0.25
EL. FRANCE 13-21 MTN	FR0011637586	2.250	0	0	1,700	104.278	1,772,719.78	0.28
EL. FRANCE 16-26 MTN	FR0013213295	1.000	0	1,000	2,000	106.850	2,137,008.06	0.34
EL. FRANCE 2024 MTN	FR0010800540	4.625	0	0	1,200	124.023	1,488,272.36	0.24
ENGIE 12/23 MTN	FR0011261924	3.000	300	0	1,300	111.296	1,446,845.49	0.23
ENGIE 14/UND.FLR	FR0011942283	3.875	0	0	2,700	111.873	3,020,560.12	0.48
ENGIE 18/33 MTN	FR0013365293	1.875	5,000	0	5,000	117.176	5,858,793.65	0.93
KLEPIERRE 15-23 MTN	FR0012674661	1.000	0	0	300	104.040	312,120.00	0.05
ORANGE 10/20 MTN	XS0500397905	3.875	0	0	220	102.865	226,303.00	0.04

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding Units/nominal (nom. in 1,000, rounded)	Price	Value in EUR	% share of fund assets
ORANGE 10/22 MTN	XS0541453147	3.375	0	0	250	111.208	278,020.00	0.04
ORANGE 12/22 MTN	XS0794245018	3.000	500	0	1,500	109.227	1,638,404.96	0.26
ORANGE 13/24 MTN	FR0011560077	3.125	0	0	1,000	114.678	1,146,778.03	0.18
ORANGE 14/UND. FLR MTN	XS1028600473	4.250	0	1,555	645	102.295	659,802.75	0.10
ORANGE 16/25 MTN	XS1408317433	1.000	0	0	2,000	105.732	2,114,631.96	0.34
RCI BANQUE 15/20 MTN	FR0012596179	0.625	0	0	100	100.515	100,515.00	0.02
RCI BANQUE 15/22 MTN	FR0012759744	1.250	250	0	250	103.276	258,188.99	0.04
RCI BANQUE 17/22 MTN	FR0013230737	0.750	0	0	3,000	101.629	3,048,869.94	0.48
RENAULT 14/21 MTN	FR0011769090	3.125	0	0	1,000	105.086	1,050,856.02	0.17
RTE RE.TRAN.ELE.16-26 MTN	FR0013152899	1.000	0	0	1,000	106.912	1,069,120.03	0.17
SANOFI 15/25 MTN	FR0012969038	1.500	0	0	2,000	110.179	2,203,587.96	0.35
SCHNEIDER ELECTRIC 10/20	FR0010922534	3.625	1,000	0	3,000	103.736	3,112,074.06	0.49
SCHNEIDER ELECTRIC 13/21	FR0011561000	2.500	0	0	1,000	105.921	1,059,212.04	0.17
SOC GENERALE 13/23 MTN	XS0867612466	4.000	0	0	2,600	114.011	2,964,280.88	0.47
SOC GENERALE 15/25 MTN	XS1195574881	2.625	500	0	500	110.656	553,279.99	0.09
STE GENERALE 17/24FLR MTN	XS1616341829	0.486	2,000	0	2,000	100.590	2,011,800.00	0.32
SUEZ 15/25 MTN	FR0012949923	1.750	0	0	4,000	110.960	4,438,407.88	0.70
TDF INFRASTRUCT. 16/26	FR0013144201	2.500	0	0	1,500	106.781	1,601,717.96	0.25
TEREGA 11/21	FR0011075043	4.339	0	0	1,000	108.448	1,084,479.98	0.17
TOTAL 16/UND. FLR MTN	XS1501166869	3.369	800	0	800	113.495	907,961.61	0.14
URW 16/26 MTN	XS1376614118	1.375	0	0	3,000	108.156	3,244,668.06	0.51
VEOLIA ENVIRONN.05/20 MTN	FR0010261396	4.375	0	0	200	106.147	212,294.01	0.03
VEOLIA ENVIRONN.12/27 MTN	FR0011224963	4.625	0	0	1,000	134.194	1,341,940.00	0.21
WPP FINANCE 14/26 MTN	XS1112013666	2.250	0	0	1,000	111.380	1,113,796.01	0.18
Total issue country France							<u>128,606,209.98</u>	<u>20.39</u>
<b>Issue country Great Britain</b>								
ANGLO AM. CAP. 14/23 MTN	XS1052677892	3.250	0	0	2,000	111.864	2,237,279.96	0.35
ANGLO AM. CAP. 17/25 MTN	XS1686846061	1.625	200	0	200	107.515	215,029.21	0.03
B.A.T. INTL FIN. 09/21MTN	XS0468425615	4.875	0	0	500	107.862	539,311.34	0.09
B.A.T. INTL FIN. 11/21MTN	XS0704178556	3.625	0	0	650	108.549	705,567.19	0.11
B.A.T. INTL FIN.17/30 MTN	XS1664644983	2.250	1,000	0	1,000	107.461	1,074,609.99	0.17
BP CAPITAL MKTS 14/26 MTN	XS1040506898	2.972	0	0	3,000	118.845	3,565,337.91	0.57
CENTRICA 15/76 MTN FLR	XS1216020161	3.000	0	0	3,000	101.000	3,030,000.00	0.48
LLOYDS BKG GRP 18/28 FLR	XS1788982996	1.750	0	0	5,000	99.416	4,970,800.00	0.79
NATIONAL GRID 05/20 MTN	XS0213972614	4.375	0	0	200	102.805	205,610.00	0.03
NM PLC 09/19 MTN	XS0454984765	5.375	0	0	1,000	100.935	1,009,350.00	0.16
SMITHS GROUP 17/27 MTN	XS1570260460	2.000	0	0	3,000	107.202	3,216,047.97	0.51
STAND.CHAR. 14/21 MTN	XS1077631635	1.625	750	0	1,000	103.194	1,031,943.97	0.16
STAND.CHAR. 17/23 MTN FLR	XS1693281534	0.750	0	0	5,000	101.130	5,056,499.85	0.80
UNIT.UTIL.W. 05/20 MTN	XS0210237011	4.250	0	0	1,440	102.125	1,470,600.00	0.23
VODAFONE GRP 07/22 MTN	XS0304458051	5.375	0	0	2,000	115.667	2,313,347.94	0.37
Total issue country Great Britain							<u>30,641,335.33</u>	<u>4.86</u>
<b>Issue country Guernsey Islands</b>								
CS GRP FD.(GG) FLR 15/22	XS1218287230	1.250	0	0	4,000	103.493	4,139,736.04	0.66
Total issue country Guernsey Islands							<u>4,139,736.04</u>	<u>0.66</u>

## ESPA BOND EURO CORPORATE

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
Units/nominal (nom. in 1,000, rounded)								
<b>Issue country Italy</b>								
ACEA S.P.A. 10/20	XS0495012428	4.500	0	0	300	102.855	308,565.00	0.05
EXOR 14/24	XS1119021357	2.500	0	0	1,000	110.532	1,105,319.98	0.18
Total issue country Italy							1,413,884.98	0.22
<b>Issue country Japan</b>								
SUMIT.MITSUI 15/22 MTN	XS1149938240	1.000	0	0	4,000	102.920	4,116,799.92	0.65
Total issue country Japan							4,116,799.92	0.65
<b>Issue country Jersey</b>								
HEATHR.FUND. 19/36 FLRMTN	XS1960589155	1.875	1,700	0	1,700	109.375	1,859,380.10	0.29
HEATHR.FUND.17/34 FLR MTN	XS1641623381	1.875	3,450	0	3,450	110.498	3,812,181.03	0.60
UBS GROUP FDG 16/24	CH0341440334	1.500	0	0	5,000	106.065	5,303,239.80	0.84
Total issue country Jersey							10,974,800.93	1.74
<b>Issue country Luxembourg</b>								
ALLERGAN FNDG 17/29	XS1622621222	2.125	0	2,100	3,000	110.476	3,314,285.88	0.53
MEDTR.GLB HD 19/39	XS1960678685	2.250	4,000	0	4,000	117.692	4,707,688.00	0.75
Total issue country Luxembourg							8,021,973.88	1.27
<b>Issue country Netherlands</b>								
ABB FIN.B.V. 16/23 MTN	XS1402941790	0.625	0	0	1,500	102.984	1,544,757.05	0.24
ABN AMRO BANK 12/22 MTN	XS0765299572	4.125	0	0	1,250	111.618	1,395,227.53	0.22
ABN AMRO BANK 15/20 MTN	XS1244060486	0.750	0	0	250	100.910	252,275.00	0.04
ABN AMRO BK 16/28FLRMTN	XS1346254573	2.875	0	0	2,000	108.848	2,176,960.00	0.35
ALLIANZ FIN. II 11/41 FLR	DE000A1GNAH1	5.750	5,000	0	5,000	110.739	5,536,973.95	0.88
ALLIANZ FIN. II 13/28 MTN	DE000A1HG1K6	3.000	500	0	1,500	126.022	1,890,333.03	0.30
BAYER CAP.CORP. 18/26	XS1840618059	1.500	4,000	500	3,500	106.090	3,713,157.07	0.59
DAIMLER INTL FIN.18/25MTN	DE000A19ONE4	1.000	0	0	5,000	105.156	5,257,809.85	0.83
DT. BAHN FIN. 15/30 MTN	XS1316420089	1.625	0	0	3,000	114.178	3,425,340.03	0.54
DT. POST FIN. 12/22 MTN	XS0795877454	2.950	0	0	1,500	109.335	1,640,022.02	0.26
DT.TELEK.INTL F.03/33 MTN	XS0161488498	7.500	0	0	600	180.626	1,083,757.23	0.17
DT.TELEK.INTL F.10/20 MTN	XS0494953820	4.250	0	0	220	102.810	226,182.00	0.04
DT.TELEK.INTL F.13/28 MTN	XS0875797515	3.250	300	0	2,300	123.821	2,847,882.98	0.45
DT.TELEK.INTL F.18/25 MTN	XS1828032786	1.375	2,500	0	2,500	108.212	2,705,295.00	0.43
ENBW INTL FIN. 04/25 MTN	XS0207320242	4.875	500	0	500	127.029	635,144.01	0.10
ENEXIS HOLDING 16/26 MTN	XS1396367911	0.875	3,000	0	3,000	106.003	3,180,089.94	0.50
FRESENIUS SE 14/24 REGS	XS1026109204	4.000	0	598	3,000	117.623	3,528,690.03	0.56
HEINEKEN 12/24 MTN	XS0758420748	3.500	500	0	500	116.895	584,476.02	0.09
HEINEKEN 12/25 MTN	XS0811555183	2.875	0	0	2,000	117.074	2,341,479.94	0.37
HEINEKEN 16/26 MTN	XS1401174633	1.000	1,000	3,000	1,000	105.977	1,059,772.03	0.17
IBERDROLA INTL 13/21 MTN	XS0879869187	3.500	0	0	2,000	105.597	2,111,940.00	0.33
IBERDROLA INTL 13/22 MTN	XS0990109240	3.000	0	0	1,000	108.140	1,081,401.98	0.17

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
			Units/nominal (nom. in 1,000, rounded)					
IBERDROLA INTL 14/22 MTN	XS1057055060	2.500	300	0	300	108.843	326,529.01	0.05
ING BK NV 12/22 MTN	XS0748187902	4.500	500	0	500	112.106	560,527.99	0.09
ING GROEP 17/22 MTN	XS1576220484	0.750	0	0	3,500	102.309	3,580,821.86	0.57
ING GROEP 18/25 MTN	XS1771838494	1.125	1,000	0	1,000	105.108	1,051,083.98	0.17
ING GROEP NV 19/26 MTN	XS1933820372	2.125	2,000	0	2,000	111.917	2,238,340.00	0.35
INNOGY FINANCE 13/20 MTN	XS0878010718	1.875	0	0	1,100	101.065	1,111,715.00	0.18
KON. KPN 09/24 MTN	XS0454773713	5.625	0	0	200	125.005	250,010.41	0.04
KON. KPN 10/20 MTN	XS0543354236	3.750	0	0	500	104.370	521,850.02	0.08
KONINKLIJKE DSM 14/24 MTN	XS1041772986	2.375	0	0	2,000	111.530	2,230,599.98	0.35
MADRILENA FIN. 17/29 MTN	XS1596740453	2.250	1,000	0	1,000	110.985	1,109,848.02	0.18
NATURGY FINANCE 15/25 MTN	XS1170307414	1.375	0	0	1,000	107.431	1,074,306.03	0.17
NN GROUP 14/UND. FLR	XS1028950290	4.500	0	0	2,000	112.652	2,253,032.08	0.36
NN GROUP 15/22 MTN	XS1204254715	1.000	500	0	2,500	103.113	2,577,835.08	0.41
NOM.EUR.FIN. 14/21 MTN	XS1136388425	1.500	0	0	1,000	102.801	1,028,007.97	0.16
RABOBK NEDERLD 07/22 MTN	XS0304159576	4.750	0	0	1,000	114.377	1,143,771.97	0.18
RABOBK NEDERLD 10/20 MTN	XS0478074924	4.125	0	0	220	102.055	224,521.00	0.04
RABOBK NEDERLD 10/20 MTN	XS0557252417	3.750	950	0	950	104.860	996,170.01	0.16
RABOBK NEDERLD 13/23 MTN	XS0933540527	2.375	0	0	200	109.831	219,661.61	0.03
RABOBK NEDERLD 15/27 MTN	XS1180130939	1.375	0	0	3,600	109.884	3,955,809.53	0.63
REN FIN. 13/20 MTN 1	XS0982774399	4.750	0	0	850	105.882	899,997.03	0.14
REPSOL INTL F. 14/26 MTN	XS1148073205	2.250	1,000	0	1,000	115.404	1,154,036.03	0.18
REPSOL INTL F. 17/22 MTN	XS1613140489	0.500	3,000	0	3,000	101.926	3,057,791.97	0.48
SYNGENTA FINANCE 14/21MTN	XS1050454682	1.875	0	0	2,000	103.049	2,060,986.18	0.33
VIVAT 17/24	XS1600704982	2.375	0	0	5,000	107.090	5,354,502.10	0.85
VOLKSWAGEN INTL 17/23	XS1586555861	1.125	0	0	1,500	103.422	1,551,329.96	0.25
VOLKSWAGEN INTL 17/27	XS1586555945	1.875	3,000	0	4,000	107.515	4,300,611.28	0.68
VOLKSWAGEN INTL 18/38	XS1910948675	4.125	1,300	0	1,300	131.261	1,706,390.44	0.27
VONOVIA FINANCE 15/23 MTN	DE000A18V146	2.250	0	0	4,000	109.574	4,382,959.88	0.69
VONOVIA FINANCE 16/26 MTN	DE000A182VT2	1.500	0	0	3,000	107.353	3,220,589.91	0.51
WOLTERS KLUWER 13/23	XS0907301260	2.875	0	0	600	111.034	666,206.41	0.11
Total issue country Netherlands							103,028,809.43	16.33
<b>Issue country Norway</b>								
TELENOR ASA 10/20 MTN	XS0498175503	4.125	0	0	120	102.890	123,468.00	0.02
Total issue country Norway							123,468.00	0.02
<b>Issue country Austria</b>								
BAWAG GROUP 19/29 FLR MTN	XS1968814332	2.375	2,500	0	2,500	103.513	2,587,820.05	0.41
ERDOEL-LAGERGES. 13-28	XS0905658349	2.750	300	0	300	121.228	363,682.64	0.06
Total issue country Austria							2,951,502.69	0.47
<b>Issue country Sweden</b>								
MOELNLYCKE HLDG 14/22	XS1137512668	1.500	0	0	1,250	104.005	1,300,062.46	0.21
NORDEA BK 10/20 MTN	XS0520755488	4.000	500	0	700	103.995	727,965.00	0.12
SBAB BK 16/21 MTN	XS1392159825	0.500	0	0	2,000	101.264	2,025,278.02	0.32
SVENSK.HDLSB. 12/22 MTN	XS0819759571	2.625	0	0	1,000	108.699	1,086,989.97	0.17

## ESPA BOND EURO CORPORATE

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
Units/nominal (nom. in 1,000, rounded)								
TELE2 AB 18/24 MTN	XS1907150350	1.125	3,800	0	3,800	104.038	3,953,444.08	0.63
TELE2 AB 18/28 MTN	XS1907150780	2.125	2,000	0	2,000	110.574	2,211,488.04	0.35
TELIA COMPANY AB 12/24MTN	XS0746010908	3.625	0	0	750	116.511	873,831.02	0.14
Total issue country Sweden							12,179,058.59	1.93
<b>Issue country Switzerland</b>								
CRED.SUISSE GRP 17-25 FLR	CH0343366842	1.250	0	0	5,000	104.413	5,220,650.10	0.83
Total issue country Switzerland							5,220,650.10	0.83
<b>Issue country Spain</b>								
BANCO SANTANDER 13/20	XS0877984459	4.000	500	0	500	102.105	510,525.00	0.08
BANKIA 17-27 FLR	ES0213307046	3.375	3,000	0	3,000	105.952	3,178,547.97	0.50
CRITERIA CAIXA 15/22 MTN	ES0205045000	1.625	0	0	3,500	104.724	3,665,339.97	0.58
ENAGAS FINANC. 14/22	XS1052843908	2.500	0	0	3,200	107.279	3,432,940.93	0.54
ENAGAS FINANC. 16/28	XS1403388694	1.375	0	0	1,000	108.071	1,080,709.99	0.17
FFC AQUALIA SA 17/27	XS1627343186	2.629	0	2,000	3,000	110.403	3,312,101.91	0.53
RED ELECTR. F. 14/23 MTN	XS1079698376	2.125	300	0	300	108.887	326,661.60	0.05
Total issue country Spain							15,506,827.37	2.46
<b>Issue country USA</b>								
AT + T 14/22	XS1144086110	1.450	250	0	3,000	104.140	3,124,188.09	0.50
AT + T 17/36	XS1629866432	3.150	7,900	5,000	2,900	120.804	3,503,310.26	0.56
BANK AMERI. 14/21 MTN	XS1107731702	1.375	0	0	1,000	103.226	1,032,257.08	0.16
BANK AMERI. 14/24 MTN	XS1079726334	2.375	0	0	3,000	111.440	3,343,200.06	0.53
BECTON,DICKINS. 16/22	XS1531345376	1.000	0	0	2,000	102.927	2,058,540.04	0.33
BECTON,DICKINS. 16/26	XS1531347661	1.900	1,000	2,700	300	108.120	324,360.01	0.05
BMW US CAP 15/22 MTN	DE000A1ZZ010	0.625	0	0	3,000	102.104	3,063,113.94	0.49
BOOKING HLDGS 15/27	XS1196503137	1.800	0	0	4,000	110.127	4,405,096.12	0.70
CITIGROUP INC 14/21 MTN	XS1128148845	1.375	0	0	300	103.508	310,523.96	0.05
DISCOVERY COMM. 15/27	XS1117298247	1.900	900	4,100	200	106.936	213,871.99	0.03
GENL EL. 17/25	XS1612542826	0.875	3,000	0	3,000	101.296	3,038,879.94	0.48
GOLDM.S.GRP 06/21	XS0270347304	4.750	500	0	1,500	110.112	1,651,680.00	0.26
GOLDM.S.GRP 13/20 MTN	XS0963375232	2.625	0	0	200	102.931	205,862.24	0.03
GOLDM.S.GRP 14/26 MTN	XS1074144871	2.875	0	0	1,000	116.511	1,165,113.98	0.18
IBM 19/31	XS1945110861	1.750	5,000	0	5,000	112.692	5,634,619.90	0.89
INTL BUS. MACH. 16/21	XS1375841159	0.500	0	0	2,000	101.530	2,030,599.98	0.32
JPMORGAN CHASE 10/20 MTN	XS0543758246	3.875	0	0	3,000	104.711	3,141,315.09	0.50
JPMORGAN CHASE 12/22 MTN	XS0820547825	2.750	0	0	500	108.744	543,722.00	0.09
JPMORGAN CHASE 13/21 MTN	XS0984367077	2.625	0	0	200	104.872	209,744.00	0.03
KRAFT HEINZ FOODS 16/28	XS1405784015	2.250	1,000	0	1,000	109.905	1,099,049.99	0.17
MCDONALDS CORP. 16/23 MTN	XS1403264374	1.000	0	0	1,000	105.001	1,050,011.98	0.17
MCDONALDS CORP. 16/28 MTN	XS1403264291	1.750	0	0	1,000	112.890	1,128,901.98	0.18
MORGAN STANLEY 10/20 MTN	XS0531922465	5.375	0	0	1,000	105.710	1,057,099.99	0.17
MORGAN STANLEY 14/23 MTN	XS1115208107	1.875	250	0	3,000	106.725	3,201,749.94	0.51
PHILIP MORRIS INTL 12/24	XS0787527349	2.875	0	0	750	113.770	853,276.52	0.14
THERMO FISH.SCI. 16/24	XS1405775708	0.750	0	0	1,000	103.641	1,036,409.99	0.16

Security designation	ISIN number	Interest rate	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
Units/nominal (nom. in 1,000, rounded)								
VERIZON COMM 14/26	XS1030900242	3.250	500	0	500	120.188	600,938.00	0.10
VERIZON COMM 14/31	XS1146286205	2.625	0	0	2,000	122.289	2,445,784.00	0.39
VERIZON COMM 17/29	XS1708167652	1.875	500	0	500	112.949	564,744.99	0.09
WALGREENS BO. A. 14/26	XS1138360166	2.125	1,000	3,000	3,000	108.021	3,240,623.94	0.51
WELLS FARGO 12/22 MTN	XS0817639924	2.625	0	0	1,250	108.276	1,353,451.64	0.21
WELLS FARGO 14/21 MTN	XS1130067140	1.125	0	0	300	102.969	308,906.41	0.05
WELLS FARGO 14/24 MTN	XS1074382893	2.125	0	0	3,000	109.964	3,298,919.91	0.52
Total issue country USA							60,239,867.96	9.55
Total bonds denominated in EUR							487,602,093.09	77.29
Total securities admitted to organised markets							487,602,093.09	77.29

**Unlisted securities****Bonds denominated in EUR****Issue country USA**

LEHMAN BROTH.07/19FLR MTN	XS0287044969	0.000	0	0	1,250	0.000	0.00	0.00
Total issue country USA							0.00	0.00
Total bonds denominated in EUR							0.00	0.00

**Derivatives****Unrealised result in EUR****Financial futures denominated in EUR****Issue country Germany**

EURO-BUND FUTURE Sep19	FGBLU19				50		207,000.00	0.03
Total issue country Germany							207,000.00	0.03
Total financial futures denominated in EUR							207,000.00	0.03
Total derivatives							207,000.00	0.03

**Breakdown of fund assets**

Transferable securities							602,829,814.94	95.56
Financial futures							207,000.00	0.03
Bank balances							21,983,406.70	3.48
Interest entitlements							5,857,109.10	0.93
Other deferred items							-8,315.50	-0.00
Fund assets							630,869,015.24	100.00



## ESPA BOND EURO CORPORATE

Dividend-bearing units outstanding	AT0000724216	units	1,054,117.877
Value of dividend-bearing unit	AT0000724216	EUR	109.17
Dividend-bearing units outstanding	AT0000A1YRJ3	units	134,581.000
Value of dividend-bearing unit	AT0000A1YRJ3	EUR	102.88
Dividend-bearing units outstanding	AT0000A1YRK1	units	0.000
Value of dividend-bearing unit	AT0000A1YRK1	EUR	103.91
Dividend-bearing units outstanding	AT0000A28FD9	units	0.000
Value of dividend-bearing unit	AT0000A28FD9	CZK	2,601.34
Non-dividend-bearing units outstanding	AT0000724224	units	1,956,231.152
Value of non-dividend-bearing unit	AT0000724224	EUR	176.11
Non-dividend-bearing units outstanding	AT0000A1YRL9	units	680.000
Value of non-dividend-bearing unit	AT0000A1YRL9	EUR	103.93
KEST-exempt non-dividend-bearing units outstanc	AT0000658968	units	569,831.317
Value of KEST-exempt non-dividend-bearing unit	AT0000658968	EUR	202.66
KEST-exempt non-dividend-bearing units outstanc	AT0000639414	units	6,470.208
Value of KEST-exempt non-dividend-bearing unit	AT0000639414	CZK	5,201.65
KEST-exempt non-dividend-bearing units outstanc	AT0000A00GB0	units	20.000
KEST-exempt non-dividend-bearing units outstanc	AT0000A00GB0	HUF	65,988.62
KEST-exempt non-dividend-bearing units outstanc	AT0000A1YRM7	units	110,930.000
Value of KEST-exempt non-dividend-bearing unit	AT0000A1YRM7	EUR	104.22
KEST-exempt non-dividend-bearing units outstanc	AT0000A1YRN5	units	277,601.636
Value of KEST-exempt non-dividend-bearing unit	AT0000A1YRN5	EUR	104.43
KEST-exempt non-dividend-bearing units outstanc	AT0000A1YRP0	units	0.000
Value of KEST-exempt non-dividend-bearing unit	AT0000A1YRP0	CZK	2,670.91
KEST-exempt non-dividend-bearing units outstanc	AT0000A1YRQ8	units	0.000
Value of KEST-exempt non-dividend-bearing unit	AT0000A1YRQ8	HUF	33,885.17

The fund is not permitted to engage in repurchase agreements pursuant to Regulation (EU) No. 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse). For this reason, repurchase agreements were not employed.

The fund is not permitted to engage in total return swaps pursuant to Regulation (EU) No. 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse). For this reason, total return swaps were not employed.

The fund is permitted to engage in securities lending agreements pursuant to Regulation (EU) No. 2015/2365 (Regulation on Transparency of Securities Financing Transactions and of Reuse) according to the fund rules. Securities lending transactions took place during the reporting period.

The following securities lending agreements were active at the end of the financial year:

### Securities lending

As of 31 July 2019, the following securities were registered as lent in the following amounts and at the following fees in the securities lending system of Erste Group Bank AG:

Security designation	ISIN number	Lent	Fee
		amount Units/nominal (nom. in 1,000, rounded)	rate in %
BELFIUS BANQUE SA/NV	BE0002251206	600	0.66
CRH FINANCE DESIGNATED ACTIVITY COMPANY	XS1505896735	1,000	0.42
HERA S.P.A.	XS0880764435	1,000	0.42
REPSOL INTERNATIONAL FINANCE B.V.	XS1148073205	1,000	0.66
SANOFI SA	FR0012969038	2,000	0.24

The following collateral has been provided for these lending transactions:

Security designation	ISIN number	Nominal
AUSTRIA 2020 MTN 144A	AT0000386115	5,790,000
AUST. 13/23	AT0000A105W3	890,000

### Information pursuant to Article 13 of Regulation (EU) 2015/2365 on transparency

#### General information:

##### Amount of securities on loan

Securities on loan:	6,606,354.05
as a percentage of the fund assets (less cash and cash equivalents):	1.09%

##### Amount of assets engaged (excluding securities lending):

(for the relevant type of securities financing transaction):	6,606,354.05
as a percentage of the fund assets:	1.05%

#### Concentration data:

##### Ten largest collateral issuers:

- Volume of collateral received and name of issuer	Value in EUR
Republic of Austria AT0000386115	6,048,972.25
Republic of Austria AT0000A105W3	993,742.32
	<b>7,042,714.57</b>

#### Top ten counterparties for each type of securities financing transaction (excluding securities lending):

Name of the counterparties:	exclusively Erste Group Bank AG
Gross volume of outstanding transactions:	<b>6,606,354.05</b>

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## ESPA BOND EURO CORPORATE

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### Aggregate transaction data for each type of securities financing transaction and total return swap:

	ISIN	Type of collateral	Maturity/days	Rating	Currency	Value in EUR
Republic of Austria	AT0000386115	government-guarantee	unlimited	AA+	EUR	6,048,972.25
Republic of Austria	AT0000A105W3	government-guarantee	unlimited	AA+	EUR	993,742.32
						<b>7,042,714.57</b>

### Securities lending broken down by maturity:

Maturity of 1–7 days	
Maturity of 8–30 days	
Maturity of 31–90 days	3,340,733.62
Maturity of 91–360 days	3,265,620.44
Maturity of >361 days (only for refinancing)	

Country of the counterparty:	Austria
Settlement (bilateral/central, etc.):	bilateral

### Data on reuse of collateral:

- Share of collateral received that is reused (as a percentage):	0.00%
- Cash collateral reinvestment returns to the fund:	0.00%

### Custodians of the collateral received:

Number:	1
Name of the custodians of the collateral:	Erste Group Bank AG
Amount of collateral safe-kept:	<b>7,042,714.57</b>

### Safekeeping of collateral granted by the fund:

Share of collateral held in segregated accounts:	None
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### Return and cost for the individual financing transactions as a percentage of overall returns generated by financing transactions:

	100%
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### 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 transferable securities in the reporting period not listed in the statement of assets and liabilities**

<b>Security designation</b>	<b>ISIN number</b>	<b>Interest rate</b>	<b>Purch./ additions Units/nominal (nom. in 1,000, rounded)</b>	<b>Sales/ disposals</b>
<b>Publicly traded securities</b>				
<b>Bonds denominated in EUR</b>				
<b>Issue country Denmark</b>				
DANFOSS 14/22 MTN	XS1152089345	1.375	0	1,000
<b>Issue country Ireland</b>				
ALLIED IRISH 15/20 MTN	XS1202664386	1.375	0	2,000
<b>Issue country Italy</b>				
ENEL S.P.A. 14/75 FLR	XS1014997073	5.000	0	1,000
GENERALI 14/26 MTN	XS1062900912	4.125	3,000	3,000
<b>Issue country Netherlands</b>				
TELEFON. EUROPE 03/33 MTN	XS0162869076	5.875	0	2,500
TEVA PH.F.NL.II 15/27	XS1211044075	1.875	0	1,200
TEVA PH.F.NL.II 16/28	XS1439749364	1.625	0	3,000
<b>Issue country Austria</b>				
OMV AG 13/19 MTN	XS0996734868	1.750	0	1,000
<b>Issue country Spain</b>				
BBVA SA 14/19 MTN	XS1016720853	2.375	0	900
BCO SANTANDER 16/26 MTN	XS1384064587	3.250	0	3,000
BCO SANTANDER 17/22 REGS	XS1557268221	1.375	0	3,500
<b>Issue country Cyprus</b>				
AROUNDTOWN 16/24	XS1449707055	1.500	0	3,300
<b>Investment certificates</b>				
<b>Investment certificates denominated in EUR</b>				
<b>Issue country Austria</b>				
ESPA BD USA CO.EURR01TEO	AT0000675772		175,000	175,000

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<b>Security designation</b>	<b>ISIN number</b>	<b>Interest rate</b>	<b>Purch./ additions Units/nominal (nom. in 1,000, rounded)</b>	<b>Sales/ disposals</b>
<b>Securities admitted to organised markets</b>				
<b>Bonds denominated in EUR</b>				
<b>Issue country Belgium</b>				
AB INBEV 12/19 MTN	BE6243180666	2.000	0	2,000
AB INBEV 16/25 MTN	BE6285454482	1.500	0	1,000
AB INBEV 16/36 MTN	BE6285457519	2.750	0	2,000
AB INBEV 18/24 FLR MTN	BE6301509012		2,500	2,500
<b>Issue country Germany</b>				
COBA MTN 10/20 S.755	DE000CZ302M3	4.000	0	1,000
DT.BANK MTN 18/21	DE000DL19T18	0.375	0	3,000
K+S AG BOND 12/22	DE000A1PGZ82	3.000	0	1,200
METRO MTN 15/25	XS1203941775	1.500	0	2,000
TALANX AG SUB.BOND 17/47	XS1729882024	2.250	0	3,000
<b>Issue country France</b>				
AXA 18/49 FLR MTN	XS1799611642	3.250	0	3,000
BPCE 16/26 MTN	FR0013155009	2.875	0	3,000
BQUE F.C.MTL 13/19 MTN	XS0906403059	2.000	0	4,000
CREDIT LOGEMENT 17-29	FR0013299468	1.350	0	3,000
STE GENERALE 14/26FLR MTN	XS1110558407	2.500	0	3,000
TOTAL 15/UND.	XS1195201931	2.250	3,000	3,000
TOTAL CAP.INTL 16/23 MTN	XS1443997223	0.250	0	4,000
<b>Issue country Great Britain</b>				
ANGLO AM. CAP. 12/22	XS0764637194	3.500	0	3,000
BARCLAYS 16/21 MTN	XS1385051112	1.875	0	4,000
IMPER.BRANDS FIN.14/21MTN	XS1040508167	2.250	0	1,750
ITV 16/23	XS1525536840	2.000	0	4,000
LLOYDS BANK 10/20 MTN	XS0497187640	6.500	250	1,100
SKY 14/23 MTN	XS1141969912	1.875	250	2,250
SKY 15/25 MTN	XS1321424670	2.250	0	2,000
VODAFONE GRP 14/20 MTN	XS1109802303	1.000	0	200
VODAFONE GRP 16/31 MTN	XS1463101680	1.600	0	3,000
<b>Issue country Guernsey Islands</b>				
SUMMIT PROPERT.18/25 REGS	XS1757821688	2.000	0	2,000
<b>Issue country Ireland</b>				
JOHNSON CONTR.INTL 17/23	XS1580476759	1.000	0	4,100

<b>Security designation</b>	<b>ISIN number</b>	<b>Interest rate</b>	<b>Purch./ additions</b>	<b>Sales/ disposals</b>
			<b>Units/nominal (nom. in 1,000, rounded)</b>	
<b>Issue country Italy</b>				
TERNA R.E.N. 17/27 MTN	XS1652866002	1.375	0	5,000
<b>Issue country Luxembourg</b>				
HOLCIM FIN.LUX. 17/29 MTN	XS1672151492	1.750	0	5,000
<b>Issue country Netherlands</b>				
AEGON 14/44 MTN FLR	XS1061711575	4.000	0	3,000
ASR NL 15/45 FLR	XS1293505639	5.125	0	4,000
DT.TELEK.INTL F.16/23 MTN	XS1382792197	0.625	0	2,500
ING BK NV 15/20 MTN	XS1169586606	0.700	0	3,000
MYLAN 16/28	XS1492458044	3.125	500	500
NATURGY FIN.14/UND.FLR	XS1139494493	4.125	0	4,000
REPSOL INTL F. 13/21 MTN	XS0975256685	3.625	0	3,000
SCHAEFFLER FIN.15/25 REGS	XS1212470972	3.250	4,700	4,700
VOLKSWAGEN INTL 14/UNDFLR	XS1048428012	3.750	0	3,000
VOLKSWAGEN INTL 17/21	XS1586555606	0.500	0	1,500
<b>Issue country Norway</b>				
EQUINOR ASA 16/36 MTN	XS1515222468	1.625	0	3,000
<b>Issue country Austria</b>				
RAIF.BK INTL 13/23 MTN	XS0981632804	6.000	0	2,000
<b>Issue country Sweden</b>				
TELIA COMPANY AB 11/20MTN	XS0592627003	4.250	0	2,100
<b>Issue country USA</b>				
AT + T 15/35	XS1196380031	2.450	0	5,700
INTL BUS. MACH. 12/19	XS0856023147	1.375	0	1,150
JOHNSON + JOHNSON 07/19	XS0329522246	4.750	0	500
PHILIP MORRIS INTL 17/37	XS1716245094	1.875	500	500
TOYOTA MOTOR CRED13/20MTN	XS0954684972	1.800	0	3,000
ZF NA CAPITAL 15/23	DE000A14J7G6	2.750	2,000	2,000

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**ESPA BOND EURO CORPORATE**

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<b>Security designation</b>	<b>ISIN number</b>	<b>Interest rate</b>	<b>Purch./ additions</b>	<b>Sales/ disposals</b>
			<b>Units/nominal (nom. in 1,000, rounded)</b>	

**Unlisted securities****Bonds denominated in EUR****Issue country France**

SUEZ 09/19 MTN	FR0010745976	6.250	0	500
WENDEL S.A. 14/21	FR0011694496	3.750	0	200

**Issue country Great Britain**

BG ENERGY CAP.11/18 MTN	XS0706245163	3.000	0	500
TESCO C.TR.SERV.14/19 MTN	XS1082970853	1.375	0	1,500

**Issue country Ireland**

BK OF IRELD 14/24 FLR MTN	XS1075963485	4.250	0	2,000
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**Issue country Austria**

RAIF.BK INTL 13/18 MTN	XS0989620694	1.875	0	500
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Vienna, 30 September 2019

Erste Asset Management GmbH  
Electronically signed

Inspection information:  
Note: The electronic signatures in this document can be inspected at [www.signaturpruefung.gv.at](http://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]).

## Remuneration Policy

### Remuneration paid to employees of Erste Asset Management GmbH in EUR (2018 financial year of Erste Asset Management GmbH)

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

Number of employees as of 31.12.18	247
Number of risk bearers as of 31.12.18	95
Fixed remuneration	17,978,470
Variable remuneration (bonuses)	4,589,208
<b>Total employee remuneration</b>	<b>22,567,678</b>
Thereof remuneration for managing directors	1,049,937
Thereof remuneration for managers and risk bearers	4,317,407
Thereof remuneration for risk bearers with control functions*	692,269
Thereof remuneration for other risk bearers	6,853,589
Thereof remuneration for employees in the same income bracket as managers and risk bearers due to the amount of their total remuneration	0
<b>Total remuneration for risk bearers</b>	<b>12,913,202</b>

\* 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 individual 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 annual gross 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 individual 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 annual gross 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 payment of performance-based remuneration components is subject to a minimum profitability level for the Management Company and to performance targets.

Sixty per cent of the performance-based remuneration components are paid immediately; 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 units in an investment fund that is administered by the Management Company, equivalent holdings or instruments linked to units, 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, Harald Gasser (remuneration expert), 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](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 3 April 2019 revealed no deviations. There were also no material findings during the last audit by the Internal Auditing department.

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

**Remuneration paid to employees of ERSTE-SPARINVEST KAG in EUR  
(2017 financial year 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 31.12.17	148
Number of risk bearers as of 31.12.17	60
Fixed remuneration	11,990,882
Variable remuneration (bonuses)	3,065,433
<b>Total employee remuneration</b>	<b>15,056,315</b>
Thereof remuneration for managing directors	1,540,398
Thereof remuneration for managers and risk bearers	918,143
Thereof remuneration for risk bearers with control functions*	1,111,224
Thereof remuneration for other risk bearers	5,430,036
Thereof remuneration for employees in the same income bracket as managers and risk bearers due to the amount of their total remuneration	0
<b>Total remuneration for risk bearers</b>	<b>8,999,801</b>

\* 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 individual 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 annual gross 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 individual 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 annual gross 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 per cent of the performance-based remuneration components are paid immediately; 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 units in an investment fund that is administered by the Management Company, equivalent holdings or instruments linked to units, 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](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 4 April 2018 revealed no deviations. There were also no material findings during the last audit by the Internal Auditing department.

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

# Audit Report\*

## Statement on the annual report

### Audit opinion

We have audited the annual report prepared by Erste Asset Management GmbH, Vienna, for the fund under its management

ESPA BOND EURO CORPORATE  
Jointly owned fund pursuant to the InvFG

consisting of the statement of assets and liabilities as of 31 July 2019, the income statement for the accounting 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 31 July 2019 and of the earnings position of the fund for the accounting 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 audit report. 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 an audit report 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 statement of assets and liabilities, the income statement, the other information specified in Annex I Schedule B of the InvFG 2011, and the audit report.

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, 30 September 2019

### **Ernst & Young**

Wirtschaftsprüfungsgesellschaft m.b.H.

**Mag. Andrea Stippl**  
(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 audit report or our audit without our approval.

# Fund Rules for ESPA BOND EURO CORPORATE

## Jointly owned fund pursuant to the InvFG

The Fund Rules for ESPA BOND EURO CORPORATE, jointly owned 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 Asset Management GmbH (the "Management Company" in the following), which has its registered office in Vienna.

### Article 1 Fund Units

The joint ownership of the fund assets is evidenced by certificates having the characteristics of a bearer unit.

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

### Article 2 Depositary Bank (Depositary)

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

The payment offices for unit certificates are the depositary bank (depositary) and any other payment offices named 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 predominantly, in other words at least 51% of its assets, in EUR-denominated corporate bonds from issuers that are either registered in Europe or whose business activities focus predominantly on Europe; the bonds must be in the investment grade (or other comparable) segment in terms of ratings assigned by recognised rating agencies.

These bonds must be purchased directly, in other words not indirectly or directly through investment funds or through derivatives.

There are no restrictions with regard to the economic sector in which the issuer is active.

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

a) Transferable securities

Transferable 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) Transferable securities and money market instruments

Transferable 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.

Transferable 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) Units in investment funds

Units in investment funds (UCITS, UCI) may comprise up to 10% of the fund assets per individual issue 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 units 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 49% 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 deposits with the right to be withdrawn

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

There are no minimum bank balance 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 transferable securities, the Fund can hold a lower proportion of transferable securities and a higher proportion of demand deposits or deposits with the right to be withdrawn 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

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

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

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

#### **Article 4 Issue and Redemption Procedure**

The unit value shall be calculated in the currency of the respective unit category.

The unit value is calculated at the same time as the issue and redemption price.

##### **Issue of units and front-end surcharge**

The issue price will be calculated and units issued on each Austrian exchange trading day with the exception of bank holidays.

The issue price shall be made up of the unit value plus a surcharge per unit amounting to up to 3.5% to cover the costs incurred by the Management Company in issuing the unit, rounded up to the next equivalent sub-unit of the currency unit specified for the respective unit category in the prospectus.

The Management Company shall be entitled to apply a sliding front-end surcharge scale at its own discretion.

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

##### **Redemption of units and back-end commission**

The redemption price will be calculated and units redeemed on each Austrian exchange trading day with the exception of bank holidays.

The redemption price is the unit value rounded down to the next equivalent sub-unit of the currency unit specified for the respective unit category in the prospectus. No back-end commission will be charged.

Upon request by the Unit-holder, his units shall be redeemed at the current redemption price in return for the unit certificate.



**Article 5**  
**Accounting Year**

The accounting year of the Fund is from 1 August to 31 July.

**Article 6**  
**Unit Categories and Use of Earnings**

The Fund features three different unit categories and the corresponding certificates: dividend-bearing units, non-dividend-bearing units with capital gains tax withholding, and non-dividend-bearing units without capital gains tax withholding, with certificates being issued for one unit each and also for fractional units.

Various unit categories may be issued for this Fund. The creation of unit categories and the issue of units of a specific category shall be decided at the discretion of the Management Company.

**Use of earnings for dividend-bearing units**

The earnings generated during the accounting year (interest and dividends) less all costs can be distributed as deemed appropriate by the Management Company. Dividend disbursement may be suspended in the interests of the Unit-holders. Dividends may also be disbursed 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 in no case fall below the legally stipulated minimum volume for termination as a result of dividend disbursements.

The amounts shall be paid to the holders of dividend-bearing units on or after 1 October of the following accounting 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 October to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the fund units unless the Management Company provides suitable proof from the banks managing the corresponding securities accounts that the unit certificates can only be held by Unit-holders who are not subject to Austrian personal income tax or corporation 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-bearing units with capital gains tax withholding**

The earnings generated by the Fund during the accounting year less all costs will not be paid out. In the case of non-dividend-bearing units, an amount calculated in accordance with the InvFG must be paid out on or after 1 October to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the fund units unless the Management Company provides suitable proof from the banks managing the corresponding securities accounts that the unit certificates can only be held by Unit-holders who are not subject to Austrian personal income tax or corporation 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-bearing units without capital gains tax withholding (KESt-exempt non-dividend domestic and foreign unit category)**

The earnings generated by the Fund during the accounting 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 October of the following accounting year.

The Management Company shall provide suitable proof from the banks managing the corresponding securities accounts that the unit certificates could only be held by Unit-holders who are not subject to Austrian personal income tax or corporation 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 credit institution managing the respective securities account.

**Article 7**  
**Management Fee, Compensation for Expenses, Liquidation Fee**

The Management Company shall receive an annual fee for its administrative activities of up to 0.6% 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 unit categories for existing investment funds shall be assessed against the unit price of the new unit categories.

Upon liquidation of the Fund, the party processing the liquidation shall receive a fee in the amount of 0.5% of the fund assets.

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

## **Annex to the Fund Rules**

### **List of exchanges with official trading and organised markets (As of September 2018)**

#### **1. Exchanges with official trading and organised markets in the Member States of the EEA as well as exchanges in European countries outside of the EEA considered to be equivalent to regulated markets**

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**

[https://registers.esma.europa.eu/publication/searchRegister?core=esma\\_registers\\_upreg](https://registers.esma.europa.eu/publication/searchRegister?core=esma_registers_upreg) \*

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

1.2.1.	Luxembourg:	Euro MTF Luxembourg
1.2.2.	Switzerland:	SIX Swiss Exchange AG, BX Swiss AG**

#### **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 competent 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.	Serbia:	Belgrade
2.5.	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, NYCE American, New York Stock Exchange (NYSE), 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:	over the counter market of the members of the International Capital Market Association (ICMA), Zurich
4.5.	USA:	over the counter market (under the supervision 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:	NYSE American, Chicago Board Options Exchange, Chicago Board of Trade, Chicago Mercantile Exchange, Comex, FINEX, ICE Futures US, Inc., New York, Nasdaq PHLX, New York Stock Exchange, Boston Options Exchange (BOX)

\*) To open the list, select "Regulated market" under "Entity type" in the column on the left side of the page and then click "Search" (or "Show table columns" and "Update"). The link can be changed by the ESMA.

When the expected withdrawal of the United Kingdom of Great Britain and Northern Ireland (GB) from the EU takes effect, GB will lose its status as an EEA member state and, in turn, the exchanges/regulated markets located there will also lose their status as EEA exchanges/regulated markets. In this event, we hereby inform you that the following exchanges and regulated markets located in GB shall be considered exchanges or recognised regulated markets in a third country that are expressly designated in the Fund Rules as defined by the InvFG 2011 and the UCITS Directive:

Cboe Europe Equities Regulated Market – Integrated Book Segment, London Metal Exchange, Cboe Europe Equities Regulated Market – Reference Price Book Segment, Cboe Europe Equities Regulated Market – Off-Book Segment, London Stock Exchange Regulated Market (derivatives), NEX Exchange Main Board (non-equity), London Stock Exchange Regulated Market, NEX Exchange Main Board (equity), Euronext London Regulated Market, ICE FUTURES EUROPE, ICE FUTURES EUROPE – AGRICULTURAL PRODUCTS DIVISION, ICE FUTURES EUROPE – FINANCIAL PRODUCTS DIVISION, ICE FUTURES EUROPE – EQUITY PRODUCTS DIVISION, and Gibraltar Stock Exchange.

\*\*) In the event that Switzerland's stock market equivalence expires, SIX Swiss Exchange AG and BX Swiss AG are to be subsumed under item 2 "Exchanges in European countries outside of the EEA" until further notice.

**Note regarding the data used**

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

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

Unless indicated otherwise, source: Erste Asset Management GmbH. 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 registered office of the Investment Firm and at the head office of the depositary 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](http://www.erste-am.at).

[www.erste-am.com](http://www.erste-am.com)

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