

Raiffeisen Sustainable Equities

(Original German name: Raiffeisen-Nachhaltigkeit-Aktien)

annual fund report

financial year Apr 1, 2020 – Mar 31, 2021

Note:

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

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Report for the financial year from Apr 1, 2020 to Mar 31, 2021

General fund information

ISIN	Tranche	Income class	Currency	Launch date
AT0000A28LD7	Raiffeisen Sustainable Equities (I) A	income-distributing	EUR	Aug 1, 2019
AT0000677901	Raiffeisen Sustainable Equities (R) A	income-distributing	EUR	May 13, 2002
AT0000A1U685	Raiffeisen Sustainable Equities (RZ) A	income-distributing	EUR	Apr 3, 2017
AT0000A0LSJ0	Raiffeisen Sustainable Equities (I) T	income-retaining	EUR	Mar 1, 2011
AT0000677919	Raiffeisen Sustainable Equities (R) T	income-retaining	EUR	May 13, 2002
AT0000A1U677	Raiffeisen Sustainable Equities (RZ) T	income-retaining	EUR	Apr 3, 2017
AT0000A296N9	Raiffeisen Sustainable Equities (SZ) T ¹	income-retaining	EUR	Sep 2, 2019
AT0000A20E22	Raiffeisen Sustainable Equities (I) VTA	full income-retaining (outside Austria)	EUR	May 2, 2018
AT0000677927	Raiffeisen Sustainable Equities (R) VTA	full income-retaining (outside Austria)	EUR	Oct 29, 2002
AT0000A1U693	Raiffeisen Sustainable Equities (RZ) VTA	full income-retaining (outside Austria)	EUR	Apr 3, 2017

¹ Tranche SZ is exclusively for investments within the scope of the Raiffeisen Banking Group's sustainable asset management.

Fund characteristics

Fund currency	EUR
Financial year	Apr 1 – Mar 31
Distribution/payment/reinvestment date	Jun 15
Type of fund	Investment fund pursuant to § 2 of the Austrian Investment Fund Act, InvFG (UCITS)
Effective management fee for the fund	I-Tranche (EUR): 0.750 % R-Tranche (EUR): 1.500 % RZ-Tranche (EUR): 0.750 % SZ-Tranche (EUR): 0.488 %
Max. management fee for subfunds	0.750 %
Custodian bank	Raiffeisen Bank International AG
Management company	Raiffeisen Kapitalanlage-Gesellschaft m.b.H. Mooslackengasse 12, A-1190 Vienna Tel. +43 1 71170-0 Fax +43 1 71170-761092 www.rcm.at Companies register number: 83517 w
Fund management	Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
Auditor	KPMG Austria GmbH

The fund is actively managed without reference to a benchmark.

Legal notice

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

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

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

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

Dear unitholder,

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. is pleased to present its annual fund report for Raiffeisen Sustainable Equities for the financial year from Apr 1, 2020 to Mar 31, 2021. The accounting is based on the price calculation as of Mar 31, 2021.

Fund details

	Mar 31, 2019	Mar 31, 2020	Mar 31, 2021
Total fund assets in EUR	182,980,901.29	315,749,445.65	663,350,606.82
Net asset value/distributing units (I) (AT0000A28LD7) in EUR	-	89.75	125.11
Issue price/distributing units (I) (AT0000A28LD7) in EUR	-	93.34	125.11
Net asset value/distributing units (R) (AT0000677901) in EUR	132.82	125.17	173.22
Issue price/distributing units (R) (AT0000677901) in EUR	138.13	130.18	173.22
Net asset value/distributing units (RZ) (AT0000A1U685) in EUR	115.14	109.33	152.43
Issue price/distributing units (RZ) (AT0000A1U685) in EUR	115.14	109.33	152.43
Net asset value/reinvested units (I) (AT0000A0LSJ0) in EUR	159.00	152.28	213.73
Issue price/reinvested units (I) (AT0000A0LSJ0) in EUR	165.36	158.37	213.73
Net asset value/reinvested units (R) (AT0000677919) in EUR	149.56	142.31	198.53
Issue price/reinvested units (R) (AT0000677919) in EUR	155.54	148.00	198.53
Net asset value/reinvested units (RZ) (AT0000A1U677) in EUR	115.85	110.95	155.75
Issue price/reinvested units (RZ) (AT0000A1U677) in EUR	115.85	110.95	155.75
Net asset value/reinvested units (SZ) (AT0000A296N9) in EUR	-	92.27	130.22
Issue price/reinvested units (SZ) (AT0000A296N9) in EUR	-	92.27	130.22
Net asset value/fully reinvested units (I) (AT0000A20EZ2) in EUR	110.16	105.98	149.13
Issue price/fully reinvested units (I) (AT0000A20EZ2) in EUR	114.57	110.22	149.13
Net asset value/fully reinvested units (R) (AT0000677927) in EUR	150.83	144.03	201.16
Issue price/fully reinvested units (R) (AT0000677927) in EUR	156.86	149.79	201.16
Net asset value/fully reinvested units (RZ) (AT0000A1U693) in EUR	116.45	112.04	157.65
Issue price/fully reinvested units (RZ) (AT0000A1U693) in EUR	116.45	112.04	157.65
		Jun 15, 2020	Jun 15, 2021
Distribution/unit (I) (A) EUR		0.9000	1.2500
Distribution/unit (R) (A) EUR		1.2500	1.7300
Distribution/unit (RZ) (A) EUR		1.0900	1.5200
Outpayment/unit (I) (T) EUR		0.4184	0.6392
Outpayment/unit (R) (T) EUR		0.1808	0.4351
Outpayment/unit (RZ) (T) EUR		0.2816	0.4647
Outpayment/unit (SZ) (T) EUR		0.0386	0.4510
Reinvestment/unit (I) (T) EUR		1.4784	2.9125
Reinvestment/unit (R) (T) EUR		0.3961	1.5974
Reinvestment/unit (RZ) (T) EUR		1.1012	2.1226
Reinvestment/unit (SZ) (T) EUR		0.0805	2.0940

Reinvestment/unit (I) (VTA) EUR	1.3217	2.4705
Reinvestment/unit (R) (VTA) EUR	0.5850	2.0597
Reinvestment/unit (RZ) (VTA) EUR	1.3930	2.6224

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

Units in circulation

	Units in circulation on Mar 31, 2020	Sales	Repurchases	Units in circulation on Mar 31, 2021
AT0000A28LD7 (I) A	2,261.984	85,858.966	-10,010.000	78,110.950
AT0000677901 (R) A	115,980.449	58,347.347	-20,112.034	154,215.762
AT0000A1U685 (RZ) A	82,568.544	61,847.349	-5,555.710	138,860.183
AT0000A0LSJ0 (I) T	107,694.739	206,525.367	-81,094.987	233,125.119
AT0000677919 (R) T	1,106,073.348	529,236.346	-238,480.069	1,396,829.625
AT0000A1U677 (RZ) T	213,694.346	285,517.855	-28,380.885	470,831.316
AT0000A296N9 (SZ) T	83,345.306	460,694.440	-46,915.513	497,124.233
AT0000A20EZ2 (I) VTA	208,328.339	218,277.480	-291,736.132	134,869.687
AT0000677927 (R) VTA	449,268.306	272,785.422	-129,786.653	592,267.075
AT0000A1U693 (RZ) VTA	10.000	7,690.466	-10.000	7,690.466
Total units in circulation				3,703,924.416

Development of the fund assets and income statement

Performance in financial year (fund performance)

Distributing units (I) (AT0000A28LD7)	
Net asset value per unit at start of financial year in EUR	89.75
Distribution on Jun 15, 2020 (net asset value: EUR 98.49) of EUR 0.9000, corresponds to 0.009138 units	
Net asset value per unit at end of financial year in EUR	125.11
Total value incl. units purchased through distribution (1.009138 x 125.11)	126.25
Net income/net reduction per unit	36.50
Performance of one unit during the financial year in %	40.67
Distributing units (R) (AT0000677901)	
Net asset value per unit at start of financial year in EUR	125.17
Distribution on Jun 15, 2020 (net asset value: EUR 137.16) of EUR 1.2500, corresponds to 0.009113 units	
Net asset value per unit at end of financial year in EUR	173.22
Total value incl. units purchased through distribution (1.009113 x 173.22)	174.80
Net income/net reduction per unit	49.63
Performance of one unit during the financial year in %	39.65
Distributing units (RZ) (AT0000A1U685)	
Net asset value per unit at start of financial year in EUR	109.33
Distribution on Jun 15, 2020 (net asset value: EUR 119.99) of EUR 1.0900, corresponds to 0.009084 units	
Net asset value per unit at end of financial year in EUR	152.43
Total value incl. units purchased through distribution (1.009084 x 152.43)	153.81
Net income/net reduction per unit	44.48
Performance of one unit during the financial year in %	40.69
Reinvested units (I) (AT0000A0LSJ0)	
Net asset value per unit at start of financial year in EUR	152.28
Outpayment on Jun 15, 2020 (net asset value: EUR 168.24) of EUR 0.4184, corresponds to 0.002487 units	
Net asset value per unit at end of financial year in EUR	213.73
Total value incl. units purchased through outpayment (1.002487 x 213.73)	214.26
Net income/net reduction per unit	61.98
Performance of one unit during the financial year in %	40.70

Reinvested units (R) (AT0000677919)	
Net asset value per unit at start of financial year in EUR	142.31
Outpayment on Jun 15, 2020 (net asset value: EUR 157.21) of EUR 0.1808, corresponds to 0.001150 units	
Net asset value per unit at end of financial year in EUR	198.53
Total value incl. units purchased through outpayment (1.001150 x 198.53)	198.76
Net income/net reduction per unit	56.45
Performance of one unit during the financial year in %	39.67
Reinvested units (RZ) (AT0000A1U677)	
Net asset value per unit at start of financial year in EUR	110.95
Outpayment on Jun 15, 2020 (net asset value: EUR 122.61) of EUR 0.2816, corresponds to 0.002297 units	
Net asset value per unit at end of financial year in EUR	155.75
Total value incl. units purchased through outpayment (1.002297 x 155.75)	156.11
Net income/net reduction per unit	45.16
Performance of one unit during the financial year in %	40.70
Fully reinvested units (I) (AT0000A20EZ2)	
Net asset value per unit at start of financial year in EUR	105.98
Net asset value per unit at end of financial year in EUR	149.13
Net income/net reduction per unit	43.15
Performance of one unit during the financial year in %	40.72
Fully reinvested units (R) (AT0000677927)	
Net asset value per unit at start of financial year in EUR	144.03
Net asset value per unit at end of financial year in EUR	201.16
Net income/net reduction per unit	57.13
Performance of one unit during the financial year in %	39.67
Fully reinvested units (RZ) (AT0000A1U693)	
Net asset value per unit at start of financial year in EUR	112.04
Net asset value per unit at end of financial year in EUR	157.65
Net income/net reduction per unit	45.61
Performance of one unit during the financial year in %	40.71

Reinvested units (SZ) (AT0000A296N9)	
Net asset value per unit at start of financial year in EUR	92.27
Outpayment on Jun 15, 2020 (net asset value: EUR 102.23) of EUR 0.0386, corresponds to 0.000378 units	
Net asset value per unit at end of financial year in EUR	130.22
Total value incl. units purchased through outpayment (1.0004 x 130.22)	130.27
Net income/net reduction per unit	38.00
Performance of one unit during the financial year in %	41.78

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

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

Raiffeisen KAG calculates performance based on the published fund price, using the OeKB methodology. Individual costs – such as transaction fees, the subscription fee (not exceeding 0.00 %), the redemption fee (not exceeding 0.00 %) or custody charges of the investor – and taxes are not included in the performance calculation. These would reduce the performance if they were included. Past value is not a reliable indicator of the fund's future performance.

Development of fund assets in EUR

Fund assets on Mar 31, 2020 (2,369,225.361 units)	315,749,445.65	
Distribution on Jun 15, 2020 (EUR 0.9000 x 6,683.984 distributing units (I) (AT0000A28LD7))	-6,015.59	
Distribution on Jun 15, 2020 (EUR 1.2500 x 125,518.347 distributing units (R) (AT0000677901))	-156,897.93	
Distribution on Jun 15, 2020 (EUR 1.0900 x 88,575.314 distributing units (RZ) (AT0000A1U685))	-96,547.09	
Outpayment on Jun 15, 2020 (EUR 0.4184 x 116,293.049 reinvested units (I) (AT0000A0LSJ0))	-48,657.01	
Outpayment on Jun 15, 2020 (EUR 0.1808 x 1,237,613.625 reinvested units (R) (AT0000677919))	-223,760.54	
Outpayment on Jun 15, 2020 (EUR 0.2816 x 252,340.879 reinvested units (RZ) (AT0000A1U677))	-71,059.19	
Outpayment on Jun 15, 2020 (EUR 0.0386 x 139,770.664 reinvested units (SZ) (AT0000A296N9))	-5,395.16	
Issuance of units	323,860,855.39	
Redemption of units	-131,682,654.16	
Pro rata income adjustment	-2,050,529.65	190,127,671.58
Overall fund result	158,081,822.09	
Fund assets on Mar 31, 2021 (3,703,924.416 units)	663,350,606.82	

Fund result in EUR

A. Realized fund result

Ordinary fund result	
Income (excl. closing price)	
Interest income	-0.77
Interest expenses (incl. negative credit interest)	-44,527.74
Net dividend income from subfunds	25,993.02
Dividend income (incl. dividend equivalent)	6,220,372.04
Austrian dividend income	25,731.36
	6,227,567.91
Expenses	
Management fees	-5,922,629.39
Custodian bank fees / Custodian's fees	-404,642.21
Auditing costs	-10,719.72
Expenses for tax advice / tax representation	-1,400.00
Custody charge	-178,609.72
Publicity costs, regulatory fees	-36,177.53
Costs associated with foreign sales	-573.38
Cost of advisers and other service providers	-13,592.36
Research expenses	-51,034.38
	-6,619,378.69
Ordinary fund result (excl. income adjustment)	-391,810.78
Realized closing price	
Distribution-equivalent	21,465.40
Profits realized from securities	7,849,226.72
Losses realized from securities	-1,017,157.70
Realized closing price (excl. income adjustment)	6,853,534.42
Realized fund result (excl. income adjustment)	6,461,723.64

B. Unrealized closing price

Change in unrealized closing price	149,441,030.67
Change in dividends receivable	128,538.13
	149,569,568.80

C. Income adjustment

Income adjustment for income during financial year	2,050,529.65	
		2,050,529.65
Overall fund result		158,081,822.09

The result for the past financial year includes explicitly reported transaction costs (incl. external transaction-related costs, see item 15a "Transaction costs" in section II of the prospectus) in the amount of 438,414.86 EUR.

Capital market report

After an extraordinary 2020 for the financial markets, the first quarter of 2021 was far less spectacular and much calmer. Share prices continued to rise for the most part. The shift in stock market favourites that could already be observed at times in the autumn continued. In 2020, the shares of many technology companies and high-growth firms had performed particularly well, while cyclical sectors were much weaker due to the pandemic and the global economic slump. In recent months, this hierarchy has partially reversed. As expectations of a return to normality and a global economic recovery have increased, the share prices of cyclical companies have risen particularly strongly. In many cases, the shares of those companies that suffered most from the pandemic and that would have great potential for recovery once it ends have advanced rapidly in the last six months. Bond markets show a mixed performance since the turn of the year, but overall they have weakened slightly for the most part. In the USA, yields rose quite sharply, and prices fell, especially for US government bonds with long maturities. To a lesser extent, this also affected euro government bonds and corporate bonds with the highest credit ratings, as well as bonds from emerging markets. In contrast, the riskier bond market segments (high-yield) have experienced a positive performance. The massive bond purchases by central banks continue to be the central pillar of support for government and corporate bonds. Despite the recent rise in yields, government bonds in the developed economies are still offering extremely low yields. Commodity markets rallied strongly in the second half of 2020. Their upward trend continued for the most part in the first quarter of 2021, even if it lost momentum recently. The oil price, which had fallen dramatically last year, is now higher again than it was immediately before the pandemic. The gold price, on the other hand, has trended slightly downwards with fluctuations since late summer. Due to the recent rise in yields on US government bonds, gold has lost some of its appeal for investors. In the currency arena, the US dollar has weakened noticeably since the middle of 2020, especially against the euro. Recently, however, there has been a slight countermovement: Parallel to the rising US government bond yields, the US dollar has recouped some of the lost ground. The US, the euro area and Japan all spot central bank policy rates around or significantly below zero. Their central banks are purchasing large amounts of government and corporate bonds. This trend, however, started more than ten years ago and was merely accelerated by the pandemic. The historically unprecedented actions of the world's major central banks over the past twelve years reflected a pronounced weakness in global economic growth. While many regions returned to quite robust economic performance in the meantime, a global monetary policy turnaround failed to materialize. It seems farther away than ever. It is entirely uncertain how central banks will respond to any stronger, sustained inflationary pressures in the future. Unlike in the past, they have very little leeway to raise interest rates in view of the huge national debts. Yield levels are very low by historical standards almost everywhere in the world. Bonds worth more than \$13 trillion carry negative nominal yields. These extremely low bond yields represent a major challenge for bond investors. At the same time, they provide strong support for equity prices. Governments and central banks are trying to mitigate the worst economic distortions with massive aid programmes on a scale that would have been unimaginable only a short time ago, until the global economy can take off again. These huge fiscal packages will continue to impact the global economy even after the pandemic has abated. They will affect individual sectors and companies very differently, creating new winners and losers. At the same time, indebtedness is surging almost everywhere, which might cause new problems in the long term. The financial market environment remains highly challenging and could continue to be prone to major price fluctuations in almost all asset classes for the foreseeable future.

Fund investment policy report

The fund continues to invest in equities of companies which focus on sustainability and have above-average ratings in terms of social and environmental criteria. In addition to a favorable sustainability assessment, the selected companies must also have attractive financial valuations. The fund remains broadly diversified and invests in companies which operate in developed markets in a particularly responsible and sustainable manner. Investments continue to focus on Europe and North America, while Japan plays a relatively minor role. The reporting period was dominated by the recovery that followed the sharp corona-induced correction in March 2020. All in all, investors on the international stock markets profited from a strong positive trend. The main subject on the capital markets were the developments surrounding the coronavirus and the support measures offered by central banks and governments.

In the second half of the reporting period, market participants now preferred previously rather unpopular sectors, such as finance or energy, which were expected to benefit from the reboot of the economy and a rise in interest rates.

The fund registered a very positive trend in this environment. All of the sectors provided positive earnings contributions, with information technology, industrials and finance putting in the strongest performances. The lowest contributions were made by energy stocks and utilities. At the individual stock level, securities such as Hanesbrands, the clothing manufacturer, or Vestas Wind, the wind turbine producer, delivered particularly positive performances.

Aside from the Finish telecom company Elisa, two healthcare companies, Astellas Pharma and Roche, occupied the opposite end of the performance scale. The fund's activities were shaped by profit-taking, measures to optimize risk/return perspectives and not least by changes to the sustainability assessment for individual securities.

Makeup of fund assets in EUR

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

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

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

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

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

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

Type of security	OGAW/§ 166	Currency	Market value in EUR	Share of fund assets
Equities		CAD	18,419,174.53	2.78 %
Equities		CHF	32,444,641.95	4.89 %
Equities		DKK	38,136,375.61	5.75 %
Equities		EUR	128,505,407.29	19.37 %
Equities		GBP	41,413,796.45	6.24 %
Equities		JPY	42,137,625.17	6.35 %
Equities		NOK	14,090,376.23	2.12 %
Equities		SEK	7,186,312.54	1.08 %
Equities		USD	326,603,382.32	49.24 %
Total Equities			648,937,092.09	97.83 %
Investment certificates Raiffeisen	OGAW	EUR	2,830,080.00	0.43 %
Total Investment certificates Raiffeisen			2,830,080.00	0.43 %
Total securities			651,767,172.09	98.25 %
Bank balances/liabilities				
Bank balances/liabilities in fund currency			11,723,024.22	1.77 %
Bank balances/liabilities in foreign currency			4,379.75	0.00 %
Total bank balances/liabilities			11,727,403.97	1.77 %
Accruals and deferrals				
Interest claims (on securities and bank balances)			-11,828.65	-0.00 %
Dividends receivable			684,977.12	0.10 %
Total accruals and deferrals			673,148.47	0.10 %
Other items				
Various fees			-817,117.71	-0.12 %
Total other items			-817,117.71	-0.12 %
Total fund assets			663,350,606.82	100.00 %

Portfolio of investments in EUR as of Mar 31, 2021

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

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

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

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

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

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

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

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

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		CA0636711016	BANK OF MONTREAL BMO	CAD	104,082	31,730			113.170000	7,953,114.30	1.20 %
Equities		CA0641491075	BANK OF NOVA SCOTIA BNS	CAD	106,734	28,067			79.550000	5,732,885.25	0.86 %
Equities		CA3759161035	GILDAN ACTIVEWEAR INC GIL	CAD	181,608	52,372	23,400		38.600000	4,733,174.98	0.71 %
Equities		CH0030170408	GEBERIT AG-REG GEBN	CHF	12,462	4,092			605.000000	6,816,300.52	1.03 %
Equities		CH0012032048	ROCHE HOLDING AG-GENUSSCHEIN ROG	CHF	34,173	15,303			303.850000	9,387,456.88	1.42 %
Equities		CH0002497458	SGS SA-REG SGSN	CHF	2,597	943			2,720.000000	6,386,258.02	0.96 %
Equities		CH0008742519	SWISSCOM AG-REG SCMN	CHF	21,474	10,297			507.600000	9,854,626.53	1.49 %
Equities		DK0060448595	COLOPLAST-B COLOB	DKK	54,278	18,628			950.200000	6,934,354.58	1.05 %
Equities		DK0060534915	NOVO NORDISK A/S-B NOVOB	DKK	139,033	52,653			430.700000	8,051,187.63	1.21 %
Equities		DK0060336014	NOVOZYMES A/S-B SHARES NZYMB	DKK	143,423	42,863			401.500000	7,742,327.43	1.17 %
Equities		DK0060094928	ORSTED A/S ORSTED	DKK	48,930	48,930			998.800000	6,570,840.59	0.99 %
Equities		DK0010268606	VESTAS WIND SYSTEMS A/S VWS	DKK	52,796	16,866	3,800		1,245.000000	8,837,665.38	1.33 %
Equities		FR0000120404	ACCOR SA AC	EUR	120,117	80,447	15,400		32.560000	3,911,009.52	0.59 %
Equities		NL0013267909	AKZO NOBEL N.V. AKZA	EUR	83,559	24,676			95.660000	7,993,253.94	1.20 %
Equities		NL0010273215	ASML HOLDING NV ASML	EUR	13,293	2,863			516.300000	6,863,175.90	1.03 %
Equities		FR0000125338	CAPGEMINI SE CAP	EUR	38,123	14,883	3,700		145.000000	5,527,835.00	0.83 %
Equities		FI0009007884	ELISA OYJ ELISA	EUR	85,431	22,011			51.660000	4,413,365.46	0.67 %
Equities		FR0000121667	ESSILORLUXOTTICA EL	EUR	61,278	24,748			138.000000	8,456,364.00	1.27 %
Equities		DE0006048432	HENKEL AG & CO KGAA VORZUG HEN3	EUR	79,165	19,805			96.180000	7,614,089.70	1.15 %
Equities		BE0003565737	KBC GROUP NV KBC	EUR	121,424	58,404	8,000		63.480000	7,707,995.52	1.16 %
Equities		NL0000009082	KONINKLIJKE KPN NV KPN	EUR	1,846,327	251,027			2.900000	5,354,348.30	0.81 %
Equities		DE0006599905	MERCK KGAA MRK	EUR	68,220	22,510	4,000		145.950000	9,956,709.00	1.50 %
Equities		FR0000121261	MICHELIN (CGDE) ML	EUR	48,438	10,538			129.250000	6,260,611.50	0.94 %
Equities		DE0008430026	MUENCHENER RUECKVER AG-REG MUV2	EUR	21,913	6,943			265.000000	5,806,945.00	0.88 %
Equities		FR0000120685	NATIXIS KN	EUR	1,836,450	887,870	226,600		4.027000	7,395,384.15	1.11 %
Equities		FR0000184798	ORPEA ORP	EUR	64,851	32,481			99.540000	6,455,268.54	0.97 %
Equities		DE0007164600	SAP SE SAP	EUR	78,336	38,146			103.560000	8,112,476.16	1.22 %
Equities		FR0000121972	SCHNEIDER ELECTRIC SE SU	EUR	63,916	20,716	4,500		128.250000	8,197,227.00	1.24 %
Equities		FR0010613471	SUEZ SEV	EUR	408,071	136,011	30,200		18.000000	7,345,278.00	1.11 %
Equities		BE0974320526	UMICORE UMI	EUR	177,367	55,427			45.200000	8,016,988.40	1.21 %
Equities		AT0000746409	VERBUND AG VER	EUR	51,437	11,357			60.600000	3,117,082.20	0.47 %

financial year Apr 1, 2020 – Mar 31, 2021

Raiffeisen Sustainable Equities

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		GB0030913577	BT GROUP PLC BT/A	GBP	2,781,689	601,019			1.537000	4,998,779.37	0.75 %
Equities		GB00B19NLV48	EXPERIAN PLC EXPN	GBP	282,490	282,490			25.100000	8,290,072.49	1.25 %
Equities		GB0004052071	HALMA PLC HLMA	GBP	241,186	86,726			23.570000	6,646,503.00	1.00 %
Equities		GB00BZ4BQC70	JOHNSON MATTHEY PLC JMAT	GBP	200,569	72,779			30.920000	7,250,781.57	1.09 %
Equities		GB00B1CRLC47	MONDI PLC MNDI	GBP	271,629	64,879			19.130000	6,075,368.61	0.92 %
Equities		GB00BDR05C01	NATIONAL GRID PLC NG/	GBP	813,612	411,688			8.570000	8,152,291.41	1.23 %
Equities		JP3942400007	ASTELLAS PHARMA INC 4503	JPY	557,514	244,500	34,900		1,731.500000	7,462,384.03	1.12 %
Equities		JP3551500006	DENSO CORP 6902	JPY	83,883	1,900			7,285.000000	4,723,923.24	0.71 %
Equities		JP3270000007	KURITA WATER INDUSTRIES LTD 6370	JPY	135,700	21,400			4,835.000000	5,071,957.99	0.76 %
Equities		JP3197800000	OMRON CORP 6645	JPY	95,100	21,200			8,880.000000	6,528,190.28	0.98 %
Equities		JP3419400001	SEKISUI CHEMICAL CO LTD 4204	JPY	344,435	75,800			2,146.000000	5,713,948.42	0.86 %
Equities		JP3892100003	SUMITOMO MITSUI TRUST HOLDIN 8309	JPY	137,377	45,520			3,969.000000	4,214,969.62	0.64 %
Equities		JP3351100007	SYSMEX CORP 6869	JPY	92,370	18,500			11,795.000000	8,422,251.59	1.27 %
Equities		NO0010715139	SCATEC ASA SCATC	NOK	185,800	185,800			246.400000	4,566,239.78	0.69 %
Equities		NO0005668905	TOMRA SYSTEMS ASA TOM	NOK	256,140	74,340			372.800000	9,524,136.45	1.44 %
Equities		SE0009922164	ESSITY AKTIEBOLAG-B ESSITYB	SEK	269,697	98,567			273.400000	7,186,312.54	1.08 %
Equities		US88579Y1010	3M CO MMM	USD	71,727	27,257			194.640000	11,904,449.61	1.79 %
Equities		IE00B4BNMY34	ACCENTURE PLC-CL A ACN	USD	48,386	14,046	2,000		278.550000	11,492,577.53	1.73 %
Equities		US00846U1016	AGILENT TECHNOLOGIES INC A	USD	92,008	13,588			124.840000	9,794,311.42	1.48 %
Equities		US0091581068	AIR PRODUCTS & CHEMICALS INC APD	USD	27,241	9,988			282.610000	6,564,552.56	0.99 %
Equities		US02079K3059	ALPHABET INC-CL A GOOGL	USD	5,907	1,820	300		2,046.470000	10,307,822.03	1.55 %
Equities		US03662Q1058	ANSYS INC ANSS	USD	11,300	11,300			331.890000	3,197,916.86	0.48 %
Equities		US00206R1023	AT&T INC T	USD	290,910	146,202			30.730000	7,622,821.83	1.15 %
Equities		US0527691069	AUTODESK INC ADISK	USD	25,630	9,720			268.430000	5,866,434.36	0.88 %
Equities		US0530151036	AUTOMATIC DATA PROCESSING ADP	USD	52,668	24,868	3,000		187.890000	8,438,107.46	1.27 %
Equities		US0758871091	BECTON DICKINSON AND CO BDX	USD	39,916	18,279			245.190000	8,345,345.59	1.26 %
Equities		US1091941005	BRIGHT HORIZONS FAMILY SOLUT BFAM	USD	19,588	6,188			169.090000	2,824,246.36	0.43 %
Equities		US1344291091	CAMPBELL SOUP CO CPB	USD	135,743	37,493			51.380000	5,947,111.78	0.90 %
Equities		US12504L1098	CBRE GROUP INC - A CBRE	USD	131,087	54,412	10,600		79.120000	8,843,831.54	1.33 %
Equities		US17275R1023	CISCO SYSTEMS INC CSCO	USD	224,218	81,659			51.770000	9,897,903.10	1.49 %
Equities		US2788651006	ECOLAB INC ECL	USD	55,295	26,305	3,000		215.000000	10,137,220.21	1.53 %
Equities		US4052171000	HAIN CELESTIAL GROUP INC HAIN	USD	157,104	22,166			44.510000	5,962,651.07	0.90 %
Equities		US4103451021	HANESBRANDS INC HBI	USD	388,044	100,944			20.000000	6,617,676.40	1.00 %
Equities		US6005441000	HERMAN MILLER INC MLHR	USD	173,958	63,658			40.870000	6,062,386.24	0.91 %
Equities		US45168D1046	IDEXX LABORATORIES INC IDXX	USD	15,760	15,760			475.950000	6,396,053.72	0.96 %
Equities		US4581401001	INTEL CORP INTC	USD	163,844	107,334			63.770000	8,909,257.63	1.34 %
Equities		US4595061015	INTL FLAVORS & FRAGRANCES IFF	USD	64,067	22,987			139.750000	7,634,502.88	1.15 %
Equities		IE00BY7QL619	JOHNSON CONTROLS INTERNATION JCI	USD	168,260	63,190			60.730000	8,713,220.89	1.31 %
Equities		US49338L1035	KEYSIGHT TECHNOLOGIES IN KEYS	USD	49,647	14,387	4,700		141.540000	5,991,930.40	0.90 %
Equities		US5717481023	MARSH & MCLENNAN COS MMC	USD	81,952	35,541			121.520000	8,491,841.43	1.28 %
Equities		US5926881054	METTLER-TOLEDO INTERNATIONAL MTD	USD	10,253	2,713	600		1,149.270000	10,047,721.43	1.51 %
Equities		US5949181045	MICROSOFT CORP MSFT	USD	53,024	10,062			231.850000	10,482,723.85	1.58 %
Equities		US6200763075	MOTOROLA SOLUTIONS INC MSI	USD	46,410	46,410			186.610000	7,384,839.14	1.11 %
Equities		US55354G1004	MSCI INC MSCI	USD	23,179	7,179			417.510000	8,251,941.41	1.24 %
Equities		US6658591044	NORTHERN TRUST CORP NTRS	USD	98,024	38,484	6,400		107.020000	8,945,238.52	1.35 %
Equities		NL0009538784	NXP SEMICONDUCTORS NV NXPI	USD	35,770	13,500			197.770000	6,032,174.72	0.91 %
Equities		US6907421019	OWENS CORNING OC	USD	104,648	34,228			92.040000	8,213,005.26	1.24 %
Equities		US7427181091	PROCTER & GAMBLE CO/THE PG	USD	58,461	20,551			135.450000	6,752,114.65	1.02 %
Equities		US78409V1044	S&P GLOBAL INC SPGI	USD	33,291	11,541			352.780000	10,014,409.70	1.51 %
Equities		US79466L3024	SALESFORCE.COM INC CRM	USD	62,847	25,617			210.000000	11,253,779.58	1.70 %

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales	Pool/ ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		US9078181081	UNION PACIFIC CORP UNP	USD	36,806	8,856	2,500		221.130000	6,940,021.98	1.05 %
Equities		US92220P1057	VARIAN MEDICAL SYSTEMS INC VAR	USD	26,773	6,223	20,000		176.930000	4,039,178.76	0.61 %
Equities		US92345Y1064	VERISK ANALYTICS INC VRSK	USD	55,110	55,110			175.950000	8,268,262.20	1.25 %
Equities		US92826C8394	VISA INC-CLASS A SHARES V	USD	50,552	21,814	2,800		211.900000	9,134,059.94	1.38 %
Equities		US9621661043	WEYERHAEUSER CO WY	USD	258,967	73,774			35.450000	7,828,079.43	1.18 %
Equities		US98138H1014	WORKDAY INC-CLASS A WDAY	USD	35,521	13,221			243.230000	7,367,105.38	1.11 %
Equities		US98419M1009	XYLEM INC XYL	USD	108,291	33,241			104.880000	9,684,553.47	1.46 %
Investment certificates Raiffeisen	OGAW	AT0000A261J1	RAIFFEISEN PAXETBONUM EQUITIES (I) T	EUR	22,000				128.640000	2,830,080.00	0.43 %
Total licensed securities admitted to trading on the official market or another regulated market and investment certificates										651,767,172.09	98.25 %
Total securities										651,767,172.09	98.25 %
Bank balances/liabilities											
				EUR						11,723,024.22	1.77 %
				CHF						152.34	0.00 %
				GBP						666.23	0.00 %
				JPY						27.61	0.00 %
				NOK						3,237.89	0.00 %
				USD						295.68	0.00 %
Total bank balances/liabilities										11,727,403.97	1.77 %
Accruals and deferrals											
Interest claims (on securities and bank balances)										-11,828.65	-0.00 %
Dividends receivable										684,977.12	0.10 %
Total accruals and deferrals										673,148.47	0.10 %
Other items											
Various fees										-817,117.71	-0.12 %
Total other items										-817,117.71	-0.12 %
Total fund assets										663,350,606.82	100.00 %

ISIN	Income class	Currency	Net asset value per unit	Units in circulation
AT0000A28LD7	I income-distributing	EUR	125.11	78,110.950
AT0000677901	R income-distributing	EUR	173.22	154,215.762
AT0000A1U685	RZ income-distributing	EUR	152.43	138,860.183
AT0000A0LSJ0	I income-retaining	EUR	213.73	233,125.119
AT0000677919	R income-retaining	EUR	198.53	1,396,829.625
AT0000A1U677	RZ income-retaining	EUR	155.75	470,831.316
AT0000A296N9	SZ income-retaining	EUR	130.22	497,124.233
AT0000A20EZ2	I full income-retaining (outside Austria)	EUR	149.13	134,869.687
AT0000677927	R full income-retaining (outside Austria)	EUR	201.16	592,267.075
AT0000A1U693	RZ full income-retaining (outside Austria)	EUR	157.65	7,690.466

Exchange rates

Foreign currency assets were converted into EUR on the basis of the exchange rates applicable on Mar 30, 2021

Currency		Price (1 EUR =)
Canadian Dollars	CAD	1.481050
Swiss Francs	CHF	1.106100
Danish Kroner	DKK	7.437600
British Pound	GBP	0.855300
Japanese Yen	JPY	129.360200
Norwegian Kroner	NOK	10.026000
Swedish Krona	SEK	10.260500
US Dollars	USD	1.172750

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

Type of security	OGAW/§ 166	ISIN	Security title	Currency		Purchases Additions	Sales Disposals
Equities		FI0009013296	NESTE OYJ NESTE	EUR		2,542	99,382
Equities		JP3165650007	NTT DOCOMO INC 9437	JPY		81,800	291,480
Equities ADR		US03524A1088	ANHEUSER-BUSCH INBEV-SPN ADR BUD	USD		110,600	143,280

Information on securities lending transactions and repurchase agreements

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

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

Total return swaps and similar derivative instruments

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

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

Calculation method for overall risk

Calculation method for overall risk	Simplified approach
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Remuneration paid to the employees of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. in EUR (financial year 2020 of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.)

Total number of employees	254
Number of risk-bearers	87
Fixed remuneration	23,931,425.80
Variable remuneration (bonuses)	2,322,302.82
Total remuneration for employees	26,253,728.62
of which remuneration for managing directors	1,409,459.32
of which remuneration for managers (risk-bearers)	2,280,802.18
of which remuneration for other risk-bearers	9,420,732.02
of which remuneration for employees in positions of control	252,499.82
of which remuneration for employees in the same income bracket as managing directors and risk-bearers due to their overall remuneration	0.00
Total remuneration for risk-bearers	13,363,493.34

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

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

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

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

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. uses all of the standard remuneration management instruments (e.g. domestic and foreign remuneration studies, salary bands, position grading).

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

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

- Since the performance period 2015, in accordance with the regulatory requirements a portion of the variable remuneration for risk-bearers is paid out in the form of units in an investment fund managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. In addition, as required by law portions of the variable remuneration of risk-bearers are deferred and paid out over a period of several years.
- The supervisory board of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. resolves the general remuneration policy principles specified by the remuneration committee, reviews them at least once a year and is responsible for their implementation and for monitoring of this issue. The supervisory board most recently fulfilled this duty on Nov 23, 2020. It has not identified any need for changes or any irregularities in relation to the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- In addition, at least once per year a central and independent internal review determines whether the company's remuneration policy has been implemented in accordance with the applicable remuneration regulations and procedures. The internal auditing division of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. published its most recent report on Jul 28, 2020. This report has not resulted in any material findings concerning the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- The remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has not been subject to any significant changes in the reporting period.

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

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

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

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

Vienna, 20 July 2021

Raiffeisen Kapitalanlage-Gesellschaft m.b.H.


Mag. Rainer Schnabl


Mag.(FH) Dieter Aigner


Ing. Michal Kustra

Audit opinion

Report on the annual fund report

Audit opinion

We have audited the annual fund report issued by Raiffeisen Kapitalanlage-Gesellschaft m.b.H., Vienna, for its fund Raiffeisen Sustainable Equities, consisting of the portfolio of investments as of March 31, 2021, the income statement for the financial year ending as of this date and the other disclosures required under Annex I Schedule B of the 2011 Austrian Investment Fund Act (Investmentfondsgesetz, InvFG).

In our view, the annual fund report complies with applicable statutory requirements and provides a true and fair view of the net assets and financial position as of March 31, 2021 as well as the earnings position for the fund for the financial year ending as of this date, in compliance with Austrian commercial law, the provisions of InvFG 2011.

Basis for the audit opinion

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

Other information

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

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

In connection with our audit of the annual fund report, we have the responsibility to read such other information and, in doing so, assess whether this other information contains material inconsistencies with the annual fund report or with the knowledge obtained in our audit, or whether such information appears to be otherwise misrepresented.

If, on the basis of the work we have carried out in regard of the other information obtained prior to the date of the audit certificate, we conclude that a material misstatement of such other information exists, we are obliged to report the matter. We have nothing to report in this respect.

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

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

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

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

Our goals are to establish sufficient certainty as to whether the annual fund report as a whole is free from material misrepresentations caused by fraudulent acts or errors and to issue an audit certificate which includes our audit opinion.

Sufficient certainty means a high level of certainty, but not a guarantee, that an orderly audit performed in accordance with the recognized Austrian principles, which require application of the ISA, will always uncover any material misrepresentation. Misrepresentations may result from malicious acts or on the basis of errors and will be deemed material where they may be reasonably expected, either individually or collectively, to influence the economic decisions made by users on the basis of this annual fund report.

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

In addition, the following applies:

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

We discuss matters with the supervisory board including the planned scope of the audit and its schedule as well as significant audit findings, including any significant shortcomings in the internal control system that we identify in the course of our audit.

Auditor in charge

The auditor in charge of the audit is Mr. Wilhelm Kovsca.

Vienna, 21 July 2021

KPMG Austria GmbH
Wirtschaftsprüfungs- und Steuerberatungsgesellschaft

Wilhelm Kovsca
Auditor

Tax treatment

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

Fund regulations

Fund regulations pursuant to the 2011 Austrian Investment Fund Act

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

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

Article 1 Fund units

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

The unit certificates shall be represented by global certificates for each unit class. Actual securities are not issued.

Article 2 Custodian bank (depository)

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

The custodian bank (depository), the regional Raiffeisen banks, Kathrein Privatbank Aktiengesellschaft, Vienna, and other paying agents referred to in the prospectus are the paying agents for unit certificates.

Article 3 Investment instruments and principles

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

At the individual stock level (i.e. not including units in investment funds, derivative instruments and sight deposits or deposits at notice) the investment fund exclusively invests in securities and/or money market instruments whose issuers are classified as sustainable on the basis of social, ecological and ethical criteria. At least 51 % of its fund assets are invested in the form of directly purchased individual securities which are not held indirectly through investment funds or through derivatives, in equities or in equity-equivalent securities. The fund will not invest in certain sectors such as the arms industry or green/genetic engineering of plants as well as companies which violate labor and human rights etc.

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

Securities

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

Money market instruments

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

Securities and money market instruments

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

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

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

Units in investment funds

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

Derivative instruments

Derivative instruments may exclusively be used for hedging purposes.

Investment fund's risk measurement method

The investment fund applies the following risk measurement method:

Commitment approach

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

Sight deposits or deposits at notice

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

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

Short-term loans

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

Repos

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

Securities lending

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

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

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

Article 4 Issuance and redemption modalities

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

The value of the units will be calculated on each banking day in Austria.

Issuance and subscription fee

Units will be issued on any banking day in Austria.

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

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

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

Redemption and redemption fee

Units will be redeemed on any banking day in Austria.

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

At the request of a unitholder, its unit shall be redeemed out of the investment fund at the applicable redemption price, against surrender of the unit certificate.

Article 5 Accounting year

The investment fund's accounting year runs from April 1 to March 31.

Article 6 Unit classes and appropriation of income

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

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

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

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

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

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

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

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

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

Appropriation of income in case of income-retaining unit certificates without payment of capital gains tax (full income retention)

Income during the accounting year net of costs shall not be distributed. No payment pursuant to InvFG will be made. June 15 of the following accounting year shall be the key date pursuant to InvFG in case of failure to pay capital gains tax on the annual income. The management company shall ensure through appropriate proof from the custodians that at the time of payout the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption as per § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

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

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

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

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

The management company shall ensure through appropriate proof that as of the payment date the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption. This can be validly proved by the cumulative submission of statements from both the custodian bank and the management company that they are not aware of a sale to other persons.

Article 7 Management fee, reimbursement of expenses, liquidation fee

The management company shall receive for its management activity an annual remuneration of up to 1.75 % of the fund assets that is calculated, recorded and deducted monthly on the basis of the respective fund assets for each calendar day.

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

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

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

In case of the liquidation of the investment fund, the liquidator shall receive remuneration amounting to 0.5 % of the fund assets.

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

Appendix

List of stock exchanges with official trading and organized markets

1. Stock exchanges with official trading and organized markets in the member states of the EEA, as well as stock exchanges in European countries which are not EEA members that are considered to be equal to regulated markets

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

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

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

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

https://registers.esma.europa.eu/publication/searchRegister?core=esma_registers_upreg¹

1.2. The following stock exchanges are to be included in the register of regulated markets:

- | | | |
|--------|-------------|---|
| 1.2.1. | Luxembourg | Euro MTF Luxembourg |
| 1.2.2. | Switzerland | SIX Swiss Exchange AG, BX Swiss AG ² |

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

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

NOTICE

As soon as the United Kingdom of Great Britain and Northern Ireland (UK) loses its status as an EEA member state upon its departure from the EU, the stock exchanges / regulated markets located there will consequently also lose their status as EEA stock exchanges / regulated markets. In this regard, we would like to point out the following stock exchanges and regulated markets located in the UK:

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 these fund regulations, they shall explicitly be regarded as selected stock markets or recognized regulated markets of a third country within the meaning of the 2011 Austrian Investment Fund Act and the UCITS Directive.

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

- | | | |
|------|-----------------------|---|
| 2.1. | Bosnia & Herzegovina: | Sarajevo, Banja Luka |
| 2.2. | Montenegro: | Podgorica |
| 2.3. | Russia: | Moscow Exchange |
| 2.4. | Serbia: | Belgrade |
| 2.5. | Turkey: | Istanbul (for Stock Market, “National Market” only) |

3. Stock exchanges in non-European states

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

¹ To open the register, in the left-hand column under “Entity type”, select “Regulated market” and click “Search” (click “Show table columns” and “Update” as necessary). The link may be modified by the European Securities and Markets Authority (ESMA).

² Due to the expiry of equivalence for Swiss stock exchanges, SIX Swiss Exchange AG and BX Swiss AG are now included under Section 2 “Stock exchanges in European states which are not members of the EEA” until further notice.

3.9.	Israel:	Tel Aviv
3.10.	Japan:	Tokyo, Osaka, Nagoya, Kyoto, Fukuoka, Sapporo
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, Auckland
3.17.	Peru	Bolsa de Valores de Lima
3.18.	Philippines:	Philippine Stock Exchange
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; Nasdaq
3.24.	Venezuela:	Caracas
3.25.	United Arab Emirates:	Abu Dhabi Securities Exchange (ADX)

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

4.1.	Japan:	Over-the-counter market
4.2.	Canada:	Over-the-counter market
4.3.	Korea:	Over-the-counter market
4.4.	Switzerland:	Over-the-counter market of the members of the International Capital Market Association (ICMA), Zurich
4.5.	USA:	Over-the-counter market (subject to supervisory oversight, e.g. SEC, FINRA)

5. Stock exchanges with futures and options markets

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

Appendix

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