

Month Report January 2023

Basic Information

Management Company	Raiffeisen Invest sh.a
Currency	Euro
Fund Launch date	22 Nov. 2012
Initial value of one unit	100
Minimum Investment	250
Subsequent minimum amount not less than	50

Investment Objective and investor profile

The Fund's objective is to be able to provide investors with a return on investment in accordance with prudent portfolio management while maintaining the level of capital and liquidity.

A significant portion of the assets of the fund may be invested in bonds and treasury bonds of the Republic of Albania Government issued in the euro currency. However, the issuance frequency in euro by the Government of the Republic of Albania will determine the extent to which the Fund will invest in these instruments.

The fund is suitable for legal entities and individuals who believe that the investment objective of the Fund meets the requirements and expectations.

Commissions and fees

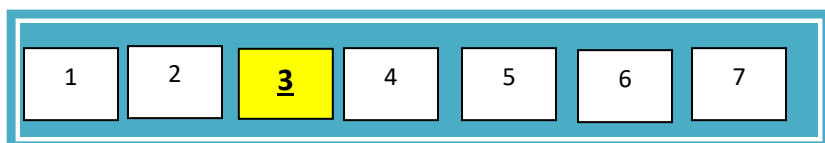
Entry fee	0.00%
Exit fee	0.00%
Management fee per year	Up to 1.30% p.a
Other ongoing fees	Refer to the prospectus of the fund
Total ongoing fees	1.48% for year 2022
Fee for funds transfer, from third parties	Refer to the information on RBAL branches

The figure of ongoing fees 1.48% is based on the expenses for the year ended 31.12.2022. This figure may vary from year to year. The total ongoing fee can not exceed the maximum of 1.6% per year of the net asset value of the fund.

Transaction costs are according to the working conditions of the intermediary parties and are not included in the calculation of commissions and ongoing fees, but they are charged to the Fund.

Risk and Reward Profile

Low Risk	High Risk
Low Return	High Return



The fund Raiffeisen Invest Euro is under the third risk category.

The synthetic risk and reward indicator corresponds to an integer, used to rank the Fund's risk profile on a scale of 1 to 7, based on increasing level of volatility. The lowest category does not mean that the investment is riskless.

This indicator aims to offer the investor an overview of the fluctuations in Fund unit price based on historical performance. Historical data used to generate the indicator cannot constitute a guarantee on future risk profile.

Fund data on January 31, 2023

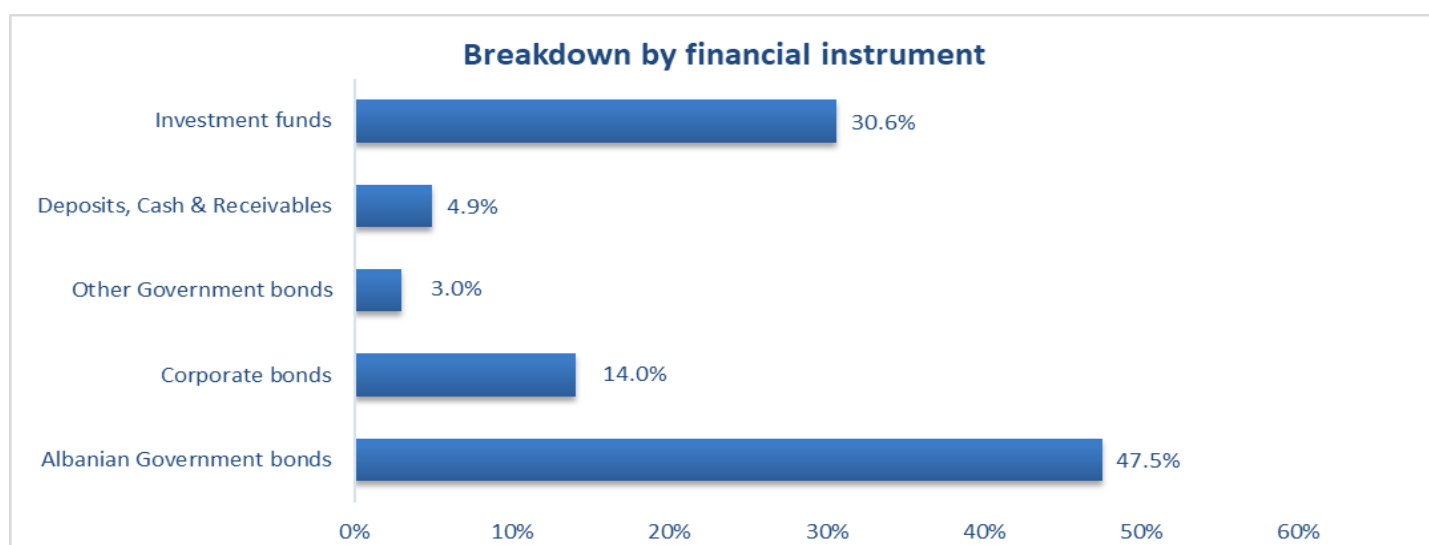
Net Asset Value	32,855,908
Number of Investors	1,589
Unit Value	106.6860
*Net Annual Return (31.01.2022 - 31.01.2023)	-7.97%

* Management fee and other ongoing charges are deducted before calculating the rate of return

Investment Portfolio Structure as of 31 January 2023

The Euro fund portfolio is constructed in such a way as to benefit from balancing the various categories of investment in government and corporate bonds. This is done to diversify the portfolio and reduce the risk of widespread exposure to few instruments. The percentage of asset allocation is made in accordance with the investment policy and the criteria specified in the fund prospectus. The distribution of assets may be off target due to changes in market conditions.

The Fund's assets are invested in financial instruments belonging to issuers that perform in various industries of the economy enabling the portfolio diversification to increase.



Referring to the structure of the fund's investment portfolio on 31 January 2023, the percentage of fund assets invested in government bonds stands at 50.5% of assets, and 47.5% of them belong to the Albanian Government bonds.

The fund may balance the exposure to different instruments depending on market conditions to achieve its long-term objectives. The assets of the fund invested in corporate bonds and investment funds with investment-grade ratings stand at 44.7% of assets. The liquidity held as cash and deposits has decreased at 4.9% of total assets.

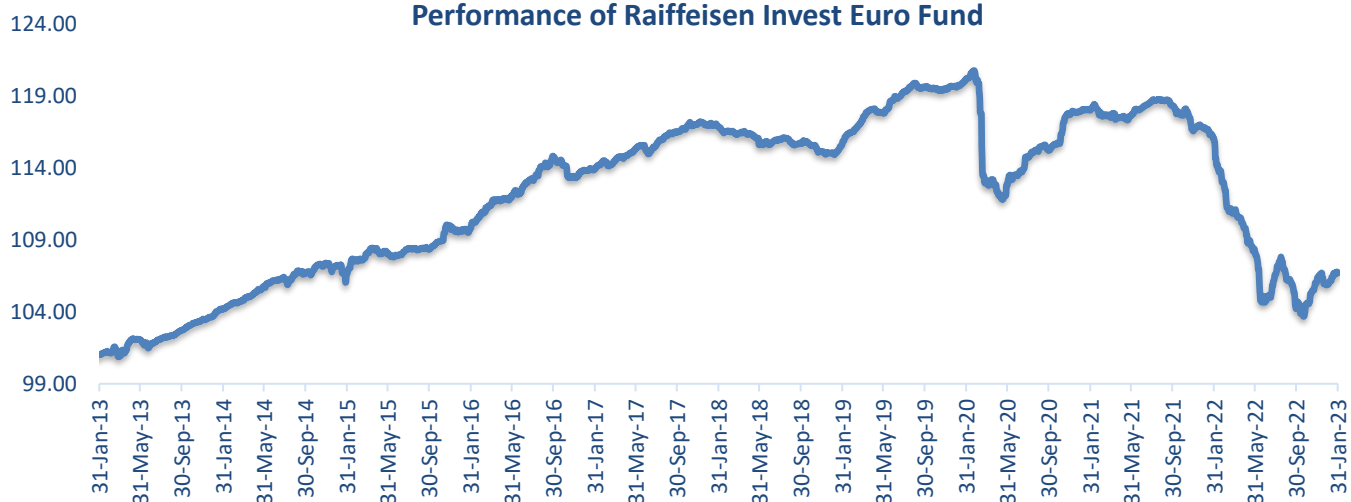
The net asset value of the fund stands at the level of EUR 32.86 million at the end of January 2023.

The performance of the fund in January 2023

During January the unit value has increased by **0.74%** compared to the previous month.

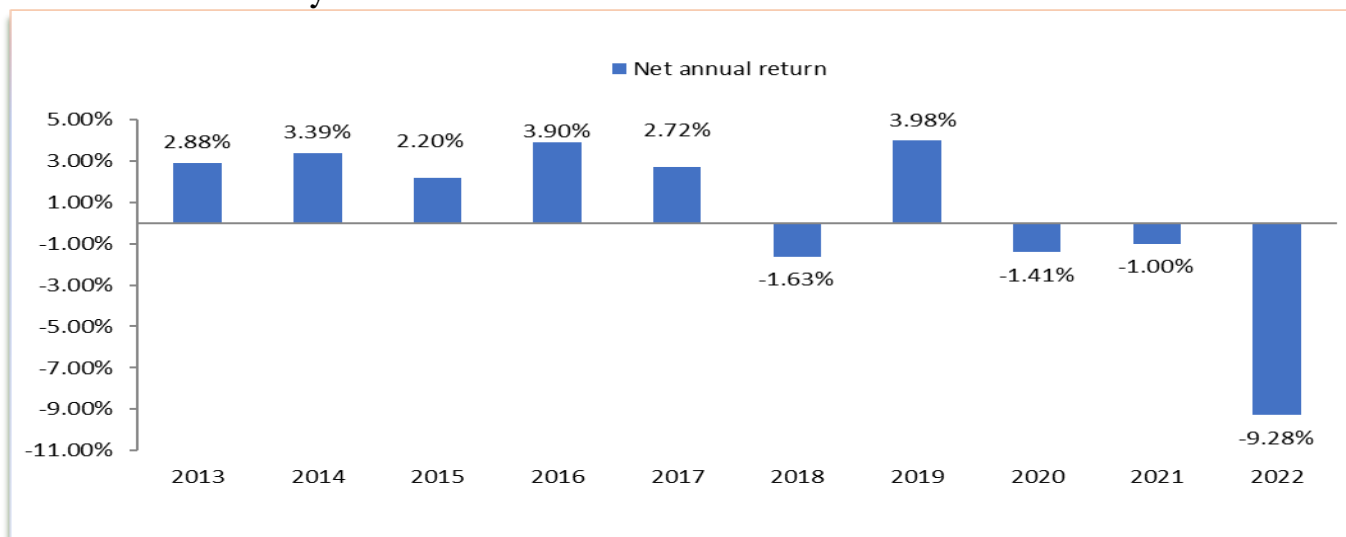
Bond market performed well during the month, supported by the probability that Central Banks will slow the pace of rate hikes. This caused a positive reevaluating of the investment portfolio of Euro fund, which posted gains throughout January. **The net annual return resulted at -7.97% on January 31, 2023.**

Performance of Raiffeisen Invest Euro Fund



On 31 January, 2023	1 Year	3 Year	5 Year	7 Year	10 Year	Since Inception (Nov. 22, 2012)
Return in % p.a. for the period	-7.97%	-3.90%	-1.80%	-0.41%	0.54%	0.64%

Net return for each year for Euro fund



It should be noted that the rate of return varies depending on market conditions and the unit value may be volatile, so it is not static or always increasing, but may also fall because of changes in market conditions. Volatility is a natural part of investment funds, and its total elimination is impossible.

The investors of Raiffeisen Invest Euro fund and all funds managed by Raiffeisen Invest are advised to have the longest possible investment horizon to benefit from an optimal return on investment and thus in the medium or long term to be able to recover the negative effects, which are created in short-term.

We do encourage investors to maintain their investment by not changing their investment objective of staying in fund driven by the unusual situation created by market developments caused by the geopolitical risks and high inflation, because in this way they will not risk getting out of the fund at the wrong time for their investment.

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Developments and information on the performance of financial markets during January

Eurozone inflation eased to 8.5 percent in January from 9.2 percent in December adding to evidence price pressures have peaked. It means headline inflation has decelerated for the third straight month after peaking at 10.6 percent in October and has dropped faster than generally expected. In US, the annual inflation rate was 6.5% (the lowest figure for the concluding year 2022), following the downward trend that started in July.

Federal Reserve officials are on track to consider pausing interest rate hikes following their March meeting if more evidence of cooling inflation rolls in. Policymakers are widely expected to raise rates by a quarter percentage point at their February meeting, to a range of 4.5% to 4.75%, slowing from December's 50-basis-point increase. Fed officials projected in December that they would pause when rates move above 5%, but Wall Street traders bet they will halt slightly below that level.

As for ECB, two more hikes of 50 bp are expected in the following meetings to ensure retreating inflation arrives back at target. After March's meeting, the Central Bank will evaluate the subsequent path of its monetary policy, probably deciding to suspend rate hikes. An interest rate reduction is possible for both the ECB and Fed before the end of the year, depending on inflation rate developments.

Bonds have performed positively during January, supported by the probability that Central Banks will slow the pace of rate hikes. Markets seem to have already discounted the future rate hikes, paving the path for more yield declines. Furthermore, underlying fundamentals for investment-grade corporate bonds, especially issued in the sterling and euro markets, are favorable.

On another note, preliminary Eurostat data showed that the euro zone grew 0.1% in the fourth quarter, while economists had pointed to a 0.1% contraction over the same period. Nevertheless, the biggest European economy, Germany, contracted by 0.2% in the last quarter of 2022.

Data on fund return referring to the past is only indicative and does not represent a promise or guarantee of the fund return in the future. All other numerical examples are used for illustrative purposes and analysis of historical data and should not be used by investors to draw conclusions for the future.

The potential investors should read the Prospectus and Fund Rules. Raiffeisen Invest and the fund's sales force do not guarantee a certain return on the fund. The updated information on the fund unit value, the Fund's Prospectus and Fund Rules are available at Raiffeisen INVEST sh.a. head office, on the web site www.raiffeisen-invest.al, or at Raiffeisen Bank branches in Albania.