



## Month Report April 2023

### Basic information

Fund name	<b>Raiffeisen Mix</b>
Management Company	<b>Raiffeisen Invest sh.a</b>
Currency	Euro
Fund Inception date	16 November 2020
Initial value of one unit	100
Minimum Investment	EUR 500
Net asset Value	<b>EUR 2,116,563</b>
Unit Value	<b>93.4497</b>
Custodian Bank	First Investment bank Albania
Sub custodian Bank	Raiffeisen Bank International
Net annual return on April 30, 2023	<b>-2.88%</b>

### Commissions and fees

Subscription Fee	0.00%
Exit fee	0.00%
Management fee per year	Up to 1.30%
Other ongoing fees	Calculated end of year, include depositary fees, external auditor, regulatory fees, and costs of communicating changes in the prospectus.
Total ongoing fees	1.59% for year 2022 on 31.12.2022
Transfer fee, from third parties	Refer to the information on RBAL branches.
Transaction costs	According to the conditions with the counterparty

### Investment Objective and investor profile

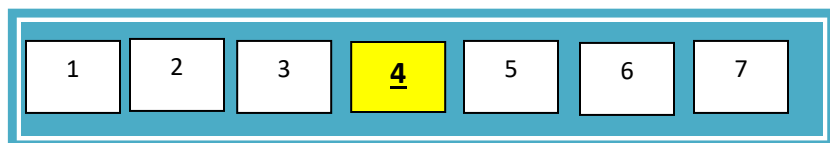
The Fund investment objective is to generate regular income and moderate capital growth over the medium term. Fund's assets are invested in financial instruments that belong to 3 main asset classes: fixed income, equity, money market or cash equivalent. To achieve the investment objective, the fund invests up to 75% of total assets in fixed income instruments, which are issued by the government of Republic of Albania, in an EU country, or in another country permitted by AFSA, by international institutions and / or commercial companies.

Moreover, in a way to maximize the total return on investment, the fund may invest up to 40 % of the assets in equities, mainly traded in developed markets in USA and EU. If financial derivative instruments will be used, the aim will be to mitigate the risks and to achieve the investment objectives, but factors such as liquidity of the derivative underlying instrument and volatility of its value can affect the performance of the fund.

## Risk and Reward Profile

Low Risk  
Low Return

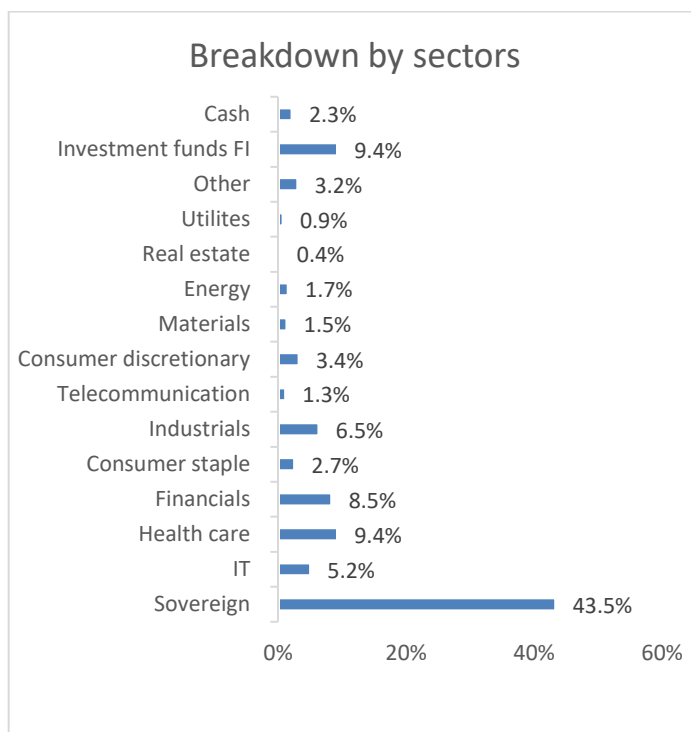
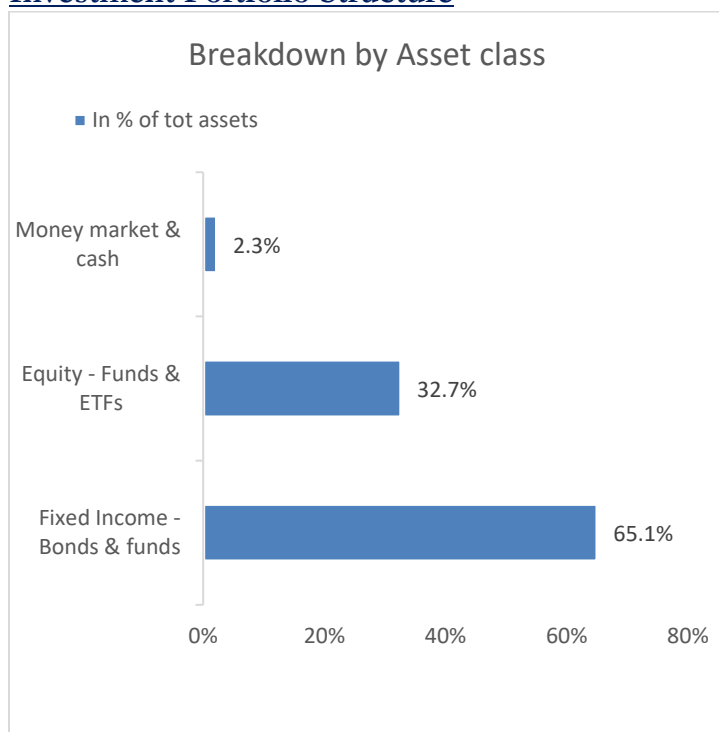
High Risk  
High Return



The projected risk of Raiffeisen Mix fund belongs to the fourth category of synthetic risk and reward indicator.

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.

## Investment Portfolio Structure



Mix fund portfolio is constructed in such a way as to benefit from the diversification in both asset classes such as bonds and equities. Fixed income part is exposed with 41.1% of total assets in Albanian Eurobonds and 24% in corporate bonds and funds. Equity part (32.7%) is exposed in developed markets: US 19.2%; EU 8.7% and UK 2.6% of total assets. The level of cash and liquidity has decreased to 2.3%.

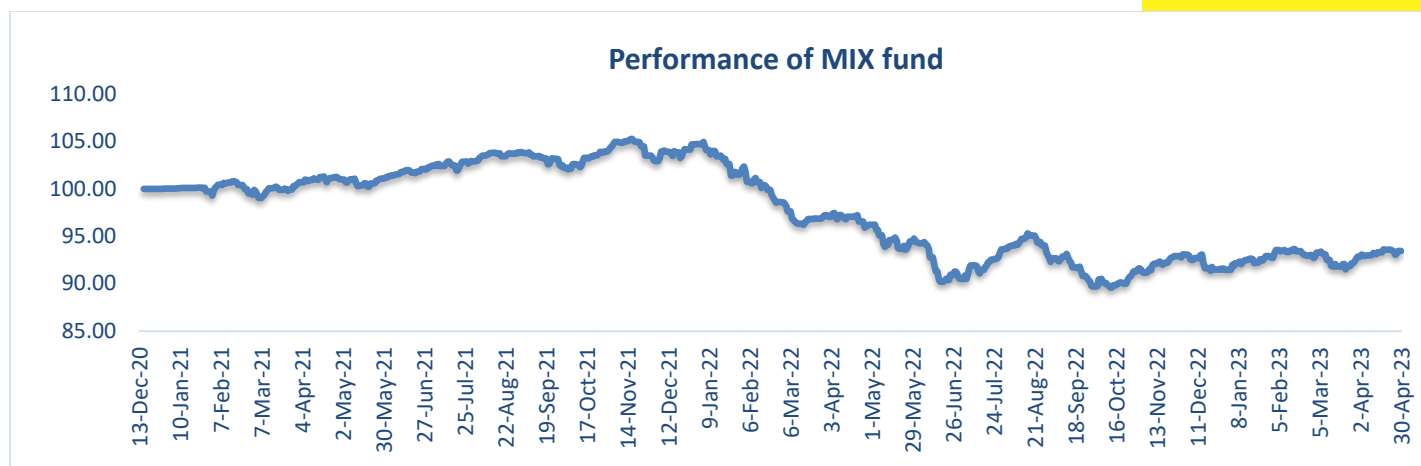
## Performance of the fund

The fund delivered a positive performance during April.

The unit value has increased by **0.68%** compared to the month of March.

Bond market was volatile, but it performed better by the end of the month as news of First Republic's demise engulfed the markets. Stock markets plummeted after the bank's distressed situation came to light, but they managed to recover the losses. All the above caused a positive reevaluating of the investment portfolio of Mix fund, which posted gains throughout the month.

**The net annual return of Mix fund was improved to **-2.88%** on April 30, 2023.**



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 Mix 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 the 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 global pandemic, geopolitical risks, and the high inflation, because in this way they will not risk getting out of the fund at the wrong time for their investment.

### Developments and information on the performance of financial markets during April

The annual inflation rate in the US slowed for a ninth consecutive month to 5%, from 6% in February, the lowest since May of 2021, and below market forecasts of 5.2%. However, in the Euro Area, it slightly increased to 7% in April 2023, from March's 13-month low of 6.9%.

The lack of an immediate plunge in activity in the aftermath of the banking turmoil appears to have convinced FED officials to stick with plans set out at the last FOMC meeting to raise the fed funds rate above 5%, continuing with another 25 bp hike. ECB officials hinted that a further rate hike in May is likely. The size of the hike is still in question with 25bp or 50bp being the available options.

On another note, the economic data not only shows a tightening of credit conditions, but also warns that hiring has continued to slow, and that consumer spending has flatlined. When the banking crisis scare appeared to have been subdued, First Republic became the second-biggest bank failure in US history, and the fourth regional lender to

collapse since early March. Fortunately, JPMorgan Chase & Co. will most likely acquire the bank in a government-led deal for the failed lender, putting to rest one of the biggest troubled banks remaining after turmoil engulfed the industry in March.

Bond market was volatile during April, experiencing some losses due to worries about the persistence of inflation and higher interest rates. Conversely, yields fell, and spreads tightened by the end of the month as news of First Republic's demise engulfed the markets. This latest banking failure combined with economic data supporting an approaching downturn, turns continued rate hikes into an ambivalent scenario. Stock markets were doing well in April, but they plummeted after First Republic's distressed situation came to light. However, they managed to recover the losses and the main indices closed the month with small gains of about 2%. EU equity markets slightly outperformed US ones, while technology stock indices were among the worst performers, ending April almost flat.

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](http://www.raiffeisen-invest.al), or at Raiffeisen Bank branches in Albania.