



Month Report May 2023

Basic information

Fund name	Raiffeisen Mix
Management Company	Raiffeisen Invest sh.a
Currency	Euro
Fund Inception date	16 November 2020
Initial value of one unit	100
Minimum Investment	EUR 500
Net asset Value	EUR 2,157,391
Unit Value	93.8457
Custodian Bank	First Investment bank Albania
Sub custodian Bank	Raiffeisen Bank International
Net annual return on May 31, 2023	-0.69%

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

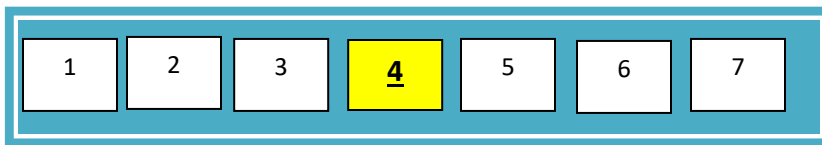
The Fund investment objective is to generate regular income and moderate capital growth over the medium term. Fund's assets are invested in financial instruments that belong to 3 main asset classes: fixed income, equity, money market or cash equivalent. To achieve the investment objective, the fund invests 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

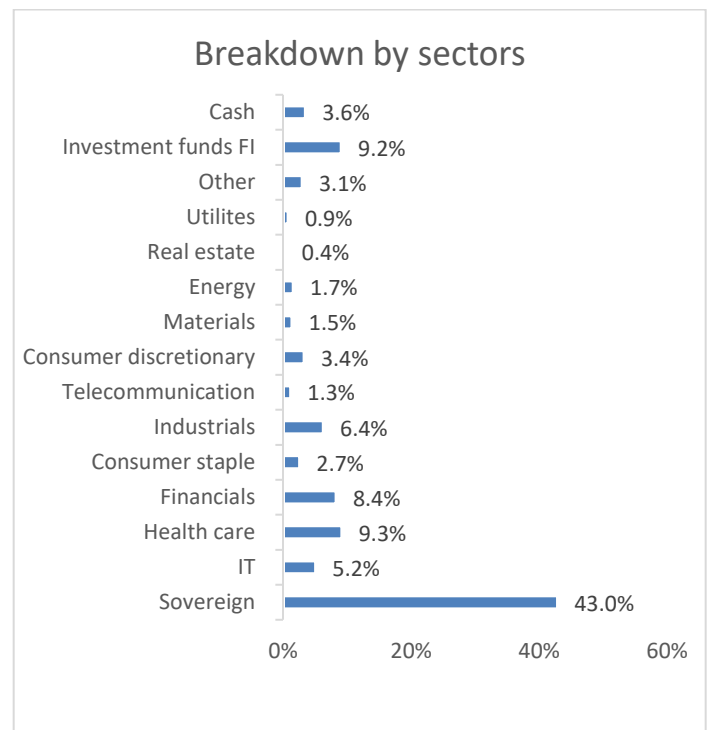
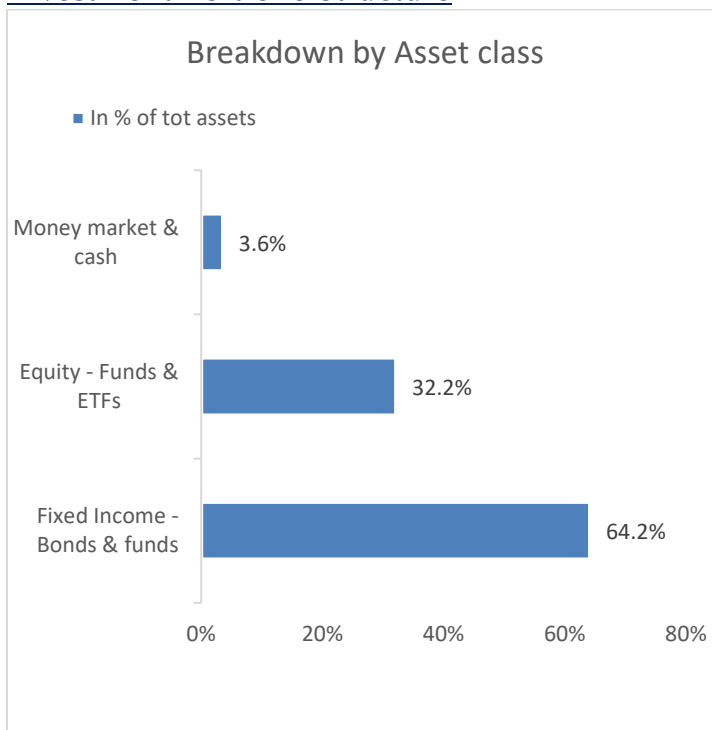
High Risk
High Return



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

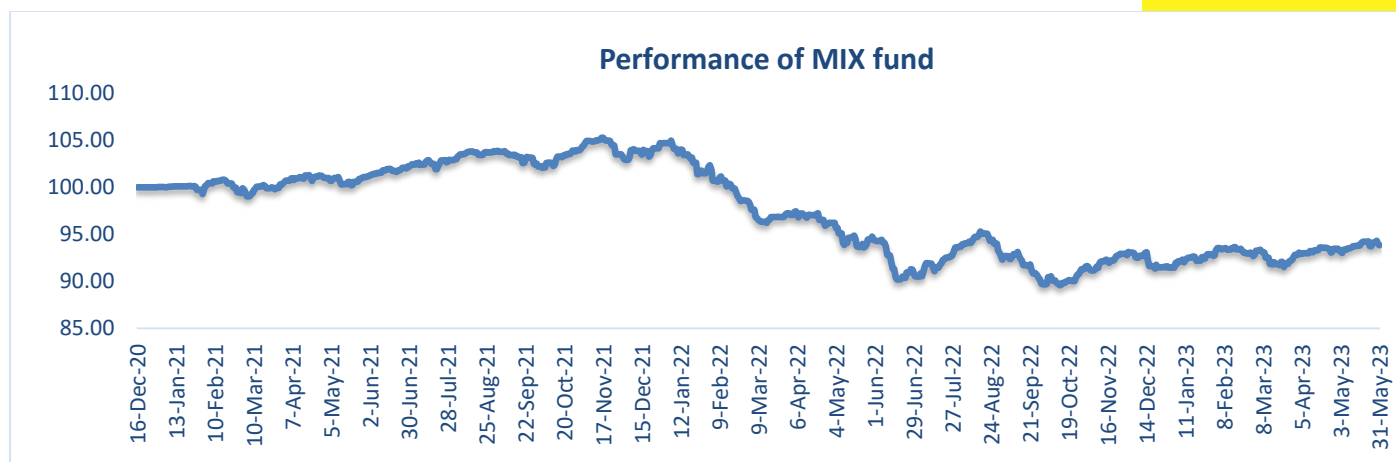


Mix fund portfolio is constructed in such a way as to benefit from the diversification in both asset classes such as bonds and equities. Fixed income part is exposed with 40.6% of total assets in Albanian Eurobonds and 23.6% in corporate bonds and funds. Equity part (32.2%) is exposed in developed markets: US 19.2%; EU 8.4% and UK 2.5% of total assets. The level of cash and liquidity has increased to 3.6%.

Performance of the fund

The fund delivered a positive performance during May. The unit value has increased by **0.42%** compared to the month of April.

Bond market started the month on a positive note, but yields edged higher due to fears of a prospect of default for the US Government. However, the last days of the month were filled with renewed optimism since the deal for debt ceiling increase came to a close. Stock markets were mixed as insecurities about the US debt ceiling were counterweighed by the extended rally in AI-related tech companies. 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 -0.69% on May 31, 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 May

As energy prices stopped rising in year-on-year terms, the inflationary pressure subsided significantly. Inflation in the euro zone eased more than expected in May with the annual headline inflation falling to 6.1% from 7% in April. Furthermore, the annual inflation rate in the US fell to 4.9% in April 2023, the lowest since April 2021, and below market forecasts of 5%.

The ECB's decision to raise its deposit rate by 25bp to 3.25% was in line with market expectations. Meanwhile, President Lagarde used a hawkish rhetoric, repeating the statement that the Bank is not pausing.

The increase in the FED funds target range by 25 bp to 5.00%-5.25% leaves it in line with the end-year peak implied by the Fed's March projections. Markets remained tense as uncertainty grew around the potential fallout from a temporary default on US Treasuries starting June 5. The deal was finalized just before the deadline, suspending the debt ceiling until Jan. 1, 2025, while capping federal spending.

Bonds were volatile during the month with ups and downs and spreads widened as worries about a prospective default enclosed the markets. The last day of the month was far more optimistic since apparently a deal was reached. Treasury and German bonds rallied, with two- and five-year yields falling as much as 10 basis points, while Fed pause bets increased.

May was mixed for the stock market. On one hand, insecurities about the US deal-reaching delay and China's economic mire had a negative impact. However, this was counterweighed by the extended rally in AI-related tech companies. Nvidia Corp. was the main leader, hovering near \$1 trillion in value after announcing several AI products. The Nasdaq 100 index managed to surge more than 31% since the beginning of the year.

On another note, the euro has been losing ground to other major currencies amid signals that inflation may be falling more quickly than expected.

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.