



Month Report June 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 2,176,796
Unit Value	94.8153
Custodian Bank	First Investment bank Albania
Sub custodian Bank	Raiffeisen Bank International
Net annual return on June 30, 2023	4.73%

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

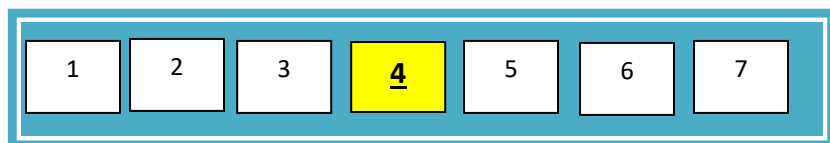
The Fund investment objective is to generate regular income and moderate capital growth over the medium term. Fund's assets are invested in financial instruments that belong to 3 main asset classes: fixed income, equity, money market or cash equivalent. To achieve the investment objective, the fund invests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

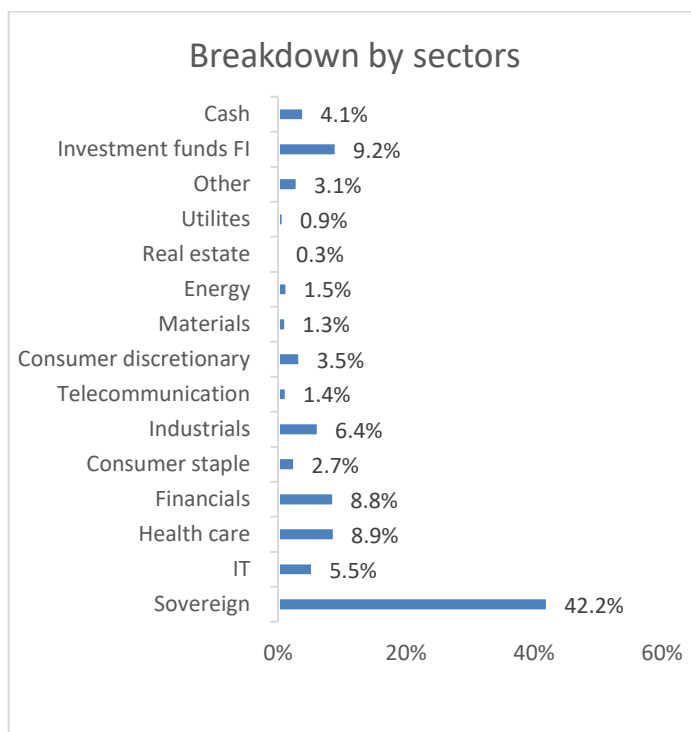
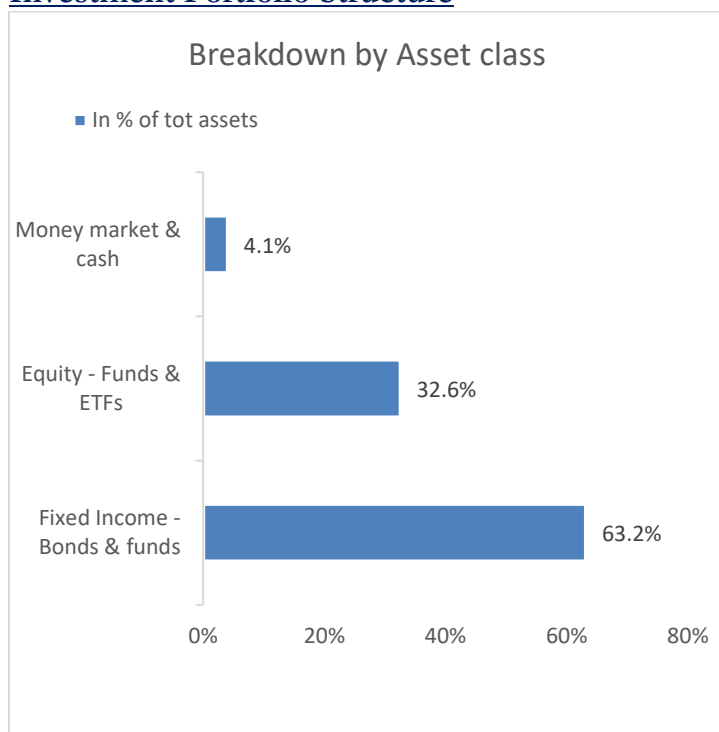
High Risk
High Return



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

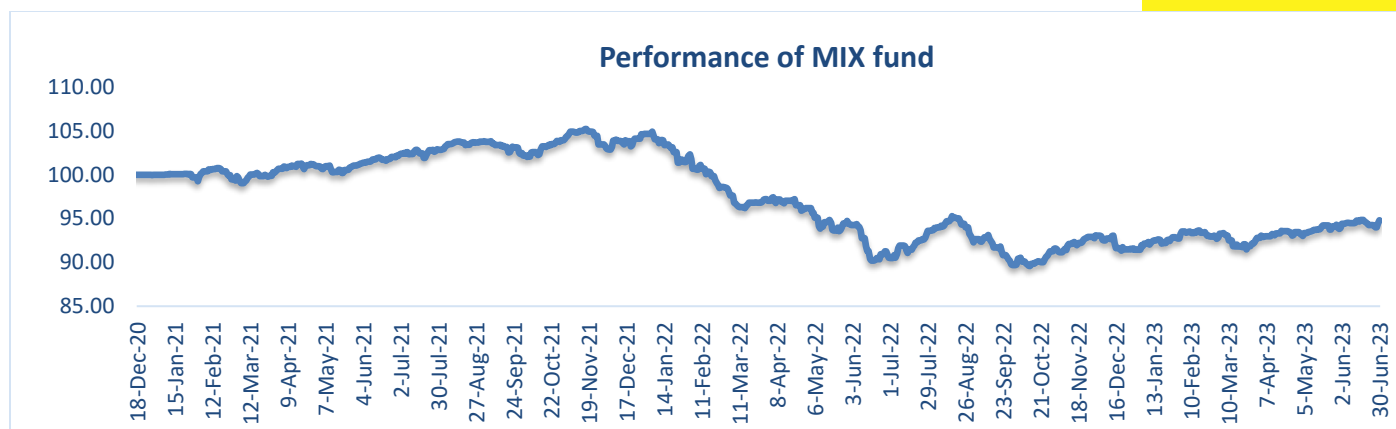


Mix fund portfolio is constructed in such a way as to benefit from the diversification in both asset classes such as bonds and equities. Fixed income part is exposed with 39.8% of total assets in Albanian Eurobonds and 23.4% in corporate bonds and funds. Equity part (32.6%) is exposed in developed markets: US 19.4%; EU 8.6% and UK 2.4% of total assets. The level of cash and liquidity has increased to 4.1%.

Performance of the fund

The fund delivered a positive performance during June. The unit value has increased by **1.03%** compared to the month of May.

Bond market was volatile and bond yields edged higher after constant hawkish comments by Central Banks gave a clear signal that the tightening cycle is not over. However, they stabilized by the end of June. The AI craze dominating the stock markets came to a halt by mid-June, but stocks rebounded again by the end of the month, ending a strong first half on a high note. 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 turned positive to 4.73% on June 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 June

The annual inflation rate in the US fell to 4% in May 2023, the lowest since April 2021, and slightly below market forecasts of 4.1% driven by a decline in energy prices. Euro zone inflation hit 5.5% in June, according to preliminary data, coming in lower than analyst expectations — but core inflation, which excludes energy and food, remains stubbornly high and rose to 5.4%.

The Fed put its rate hiking cycle on pause but, in a hawkish shift, its new projections showed the median fed funds rate rising to 5.6% by year-end, which is consistent with 50bp of additional tightening. The ECB's decision to raise its base rate by 25bp to 4% in June was in line with market expectations and at least 1 further hike by 25bp is expected in July. ECB also confirmed that it would discontinue its reinvestments under the APP in July.

Bond market was volatile, with bond yields edging higher after persistent hawkish comments by Central Banks signaled the tightening cycle is not over, but they stabilized by the end of the month. Long-term bond yields were relatively stable in June.

Yield curve inversion - where shorter-dated bonds offer higher yields than longer-dated ones, seen as a good sign that investors expect a recession - has deepened as yields on shorter maturities surge.

The AI craze dominating the stock markets came to a halt by mid-June, as it became clear the tightening cycle has not reached its end. However, stocks rebounded again by the end of the month, ending a strong first half on a high note. The Nasdaq is up more than 30% since the start of the year, representing its best first half of the year since 1983. The benchmark S&P 500 has gained around 16%, while the Dow has put up a more modest 4% gain. The data comes after a surprise upward revision to first-quarter GDP showed the US economy is a lot stronger than Wall Street thought.

On another note, Albania issued a new 5-year maturity Eurobond for a total amount of 600 million euro during June. The bond had a coupon rate of 5.9% and a 6.125% yield, as investor demand for the issue reached 1.3 billion euro.

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.