



## Month Report October 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 2,380,838</b>
Unit Value	<b>94.1754</b>
Custodian Bank	First Investment bank Albania
Sub custodian Bank	Raiffeisen Bank International
Net annual return on October 31, 2023	<b>+2.84%</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

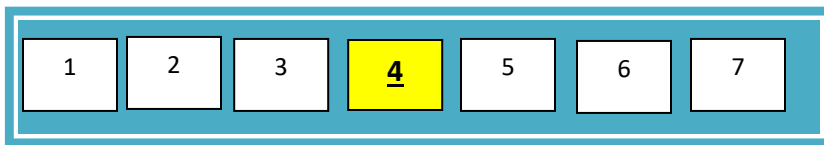
The Fund investment objective is to generate regular income and moderate capital growth over the medium term. The fund's assets are invested in financial instruments that belong to 3 main asset classes: fixed income, equity, money market or cash equivalent. To achieve the investment objective, the fund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

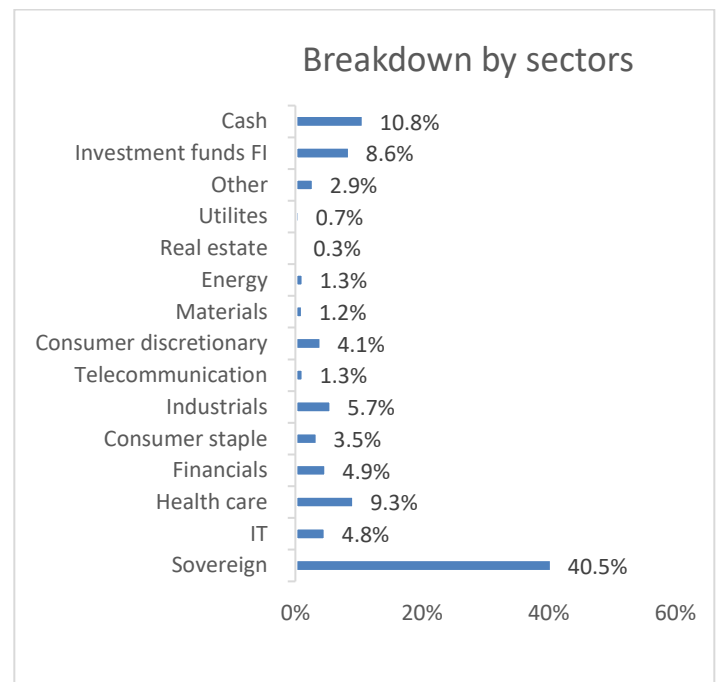
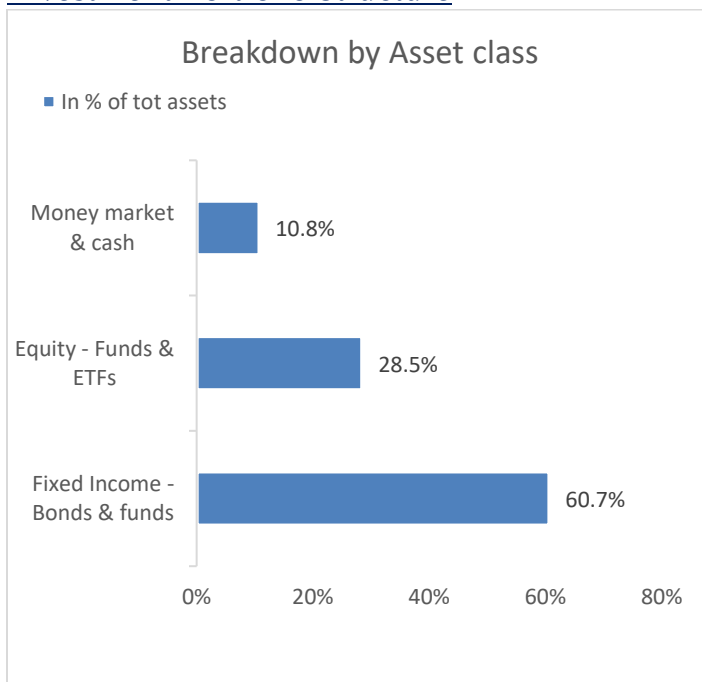
High Risk  
High Return



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



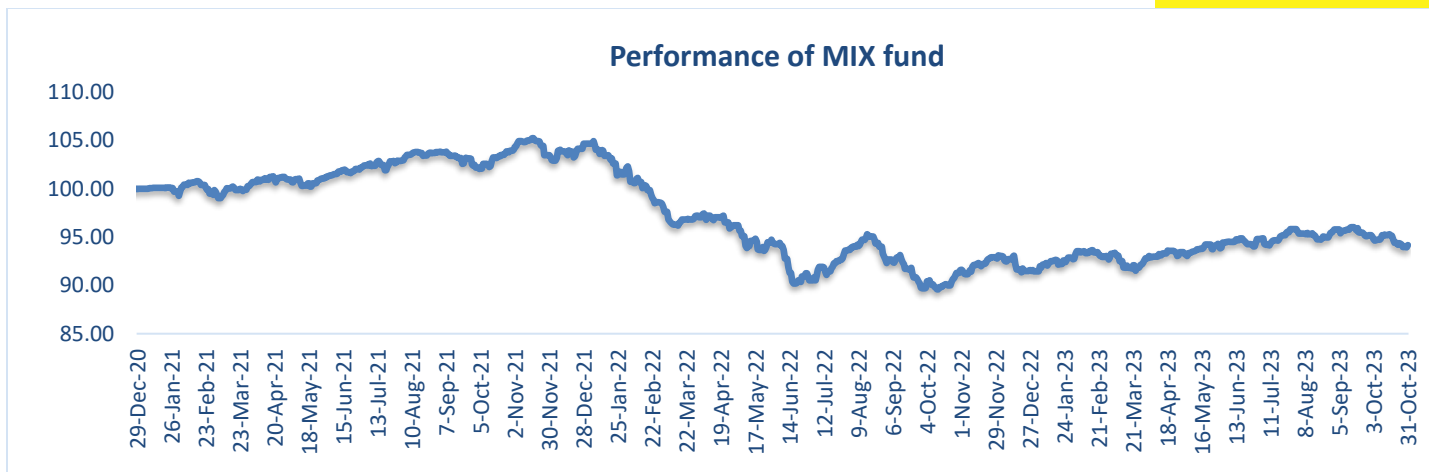
Mix fund portfolio is constructed in such a way as to benefit from the diversification in both asset classes such as bonds and equities. Fixed income part is exposed with 39.3% of total assets in Albanian government bonds and 21.4% in IG corporate bonds and fixed income funds. Equity part (28.5%) is exposed in developed markets: US 17.1%; EU 7.4% and UK 2.1% of total assets. The level of cash and liquidity has increased to 10.8% by the end of October.

## Performance of the fund

The unit value decreased by **-1.07%** during month of October.

The month of October was characterized by increased nervousness and above-average volatility on the capital markets and the geopolitical tensions from the escalated conflict between Israel and Palestine in Middle East had its toll on financial markets worldwide. Bond market delivered a negative performance propelled by expectations that interest rates could remain elevated for longer and mounting concerns regarding the sustainability of the US's budget deficits. Stocks prices fell for a large part of the month and all major stock indices posted losses, also fueled by disappointing earnings announcements.

The October markets' development had a negative impact on the investment portfolio of Mix fund. **The net annual return of Mix fund is +2.84% on October 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 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.

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

Inflation across the euro zone dropped to 2.9% in October, down from 4.3% the previous month, while in the US it rose 3.7%. The European Central Bank left interest rates unchanged for the first time in more than a year and Fed is expected to hold rates steady at a 22-year high for a 2-nd meeting, while leaving open the possibility of another hike as soon as December with economic growth staying resilient. The cycle of interest rate hikes may have peaked, but consistently stable economic data and volatile inflation suggest that rates will be kept at the current levels for some time yet.

Mounting concerns regarding the sustainability of the US's burgeoning budget deficits were another force undermining bonds. Global stock markets mostly underperformed, as

geopolitical conflict risks mixed with several high-profile corporate earnings misses, fueled concerns about the strength of the economy and drained sentiment toward riskier assets. Wall Street grappled with a batch of corporate earnings that sent stocks lower, driven by Meta Inc.'s uncertain earnings outlook and Google parent Alphabet Inc.'s disappointing cloud figures. Consequently, the main stock indices were down by 2-4% during October.

On another note, while the US economy continues to show resilience, the European economy is showing noticeable signs of weakness. Especially, the French and German economies struggled at the beginning of the fourth quarter, with private-sector activity continuing to shrink as demand remains muted and borrowing costs rise.

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.