

Month Report January 2024

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

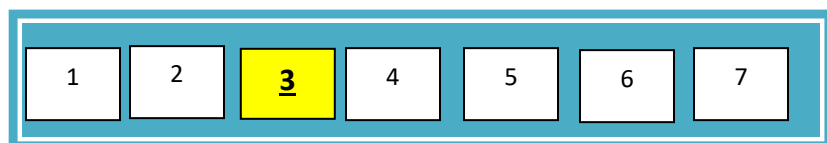
Entry fee	0.00%
Exit fee	0.00%
Management fee per year	Up to 1.30% p.a
Other ongoing fees	Refer to the prospectus of the fund
Total ongoing fees	1.50% for year 2023
Fee for funds transfer, from third parties	Refer to the information on RBAL branches

The figure of ongoing fees 1.50% is based on the expenses for the year ended 31.12.2023. 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, 2024

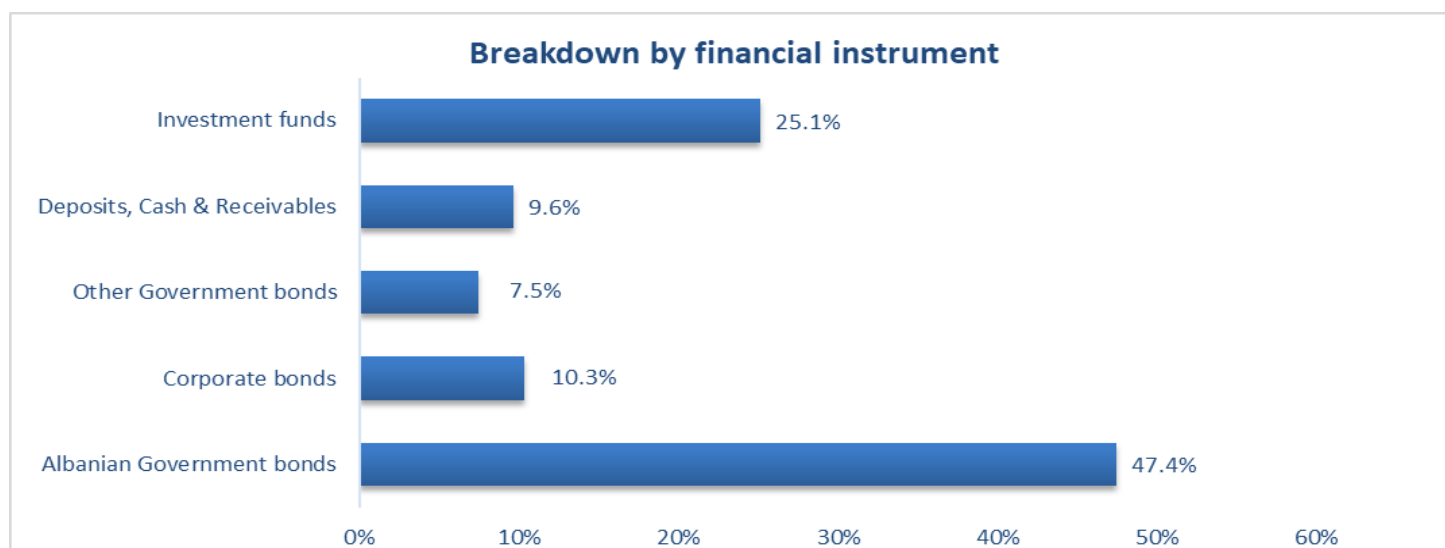
Net Asset Value	32,113,321
Number of Investors	1,417
Unit Value	111.4654
*Net Annual Return (31.01.2023 - 31.01.2024)	4.48%

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

Investment Portfolio Structure as of 31 January 2024

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 a 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 2024, the percentage of fund assets invested in government bonds has decreased at 54.9% of assets and 47.4% 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 now stand at 43% of the assets. The liquidity held as cash and deposits has increased to 9.6% of total assets.

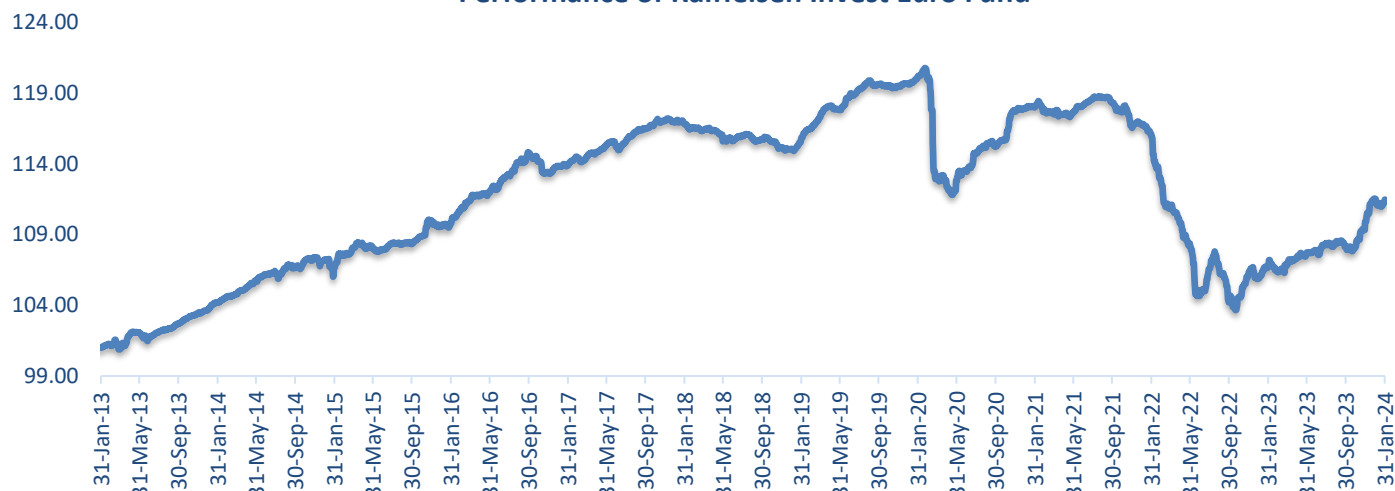
The net asset value of the fund stands at the level of EUR 32.1 million at the end of January 2024.

The performance of the fund in January 2024

The unit value decreased by a slight **-0.04%** during month of January.

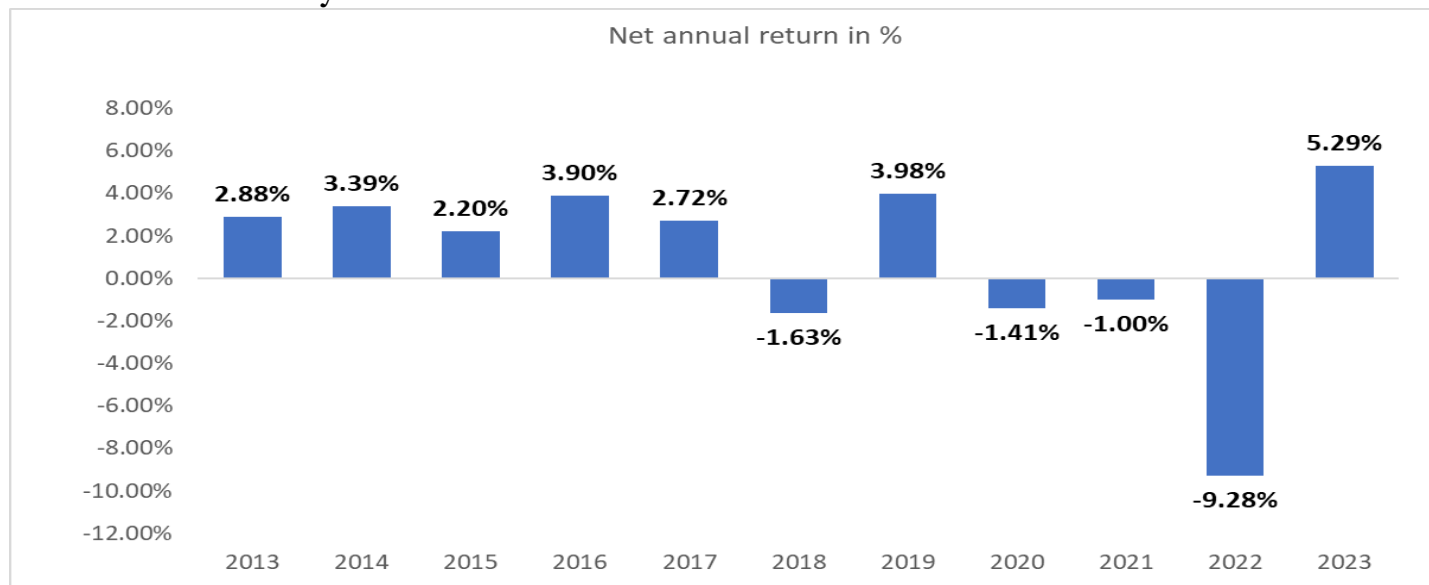
Bond markets stalled in January as the Central Banks' rhetoric indicated that markets had gone too far by pricing imminent easing of monetary policy and pushed back on expectations for the timing of the first-rate cuts. Prices bounced again by the end of the month, but slightly not enough to get back to December's levels. As a result, January yields' development had a negative impact on the investment portfolio of Invest Euro fund, which posted small losses through the month. **The net annual return was +4.48% on January 31, 2024.**

Performance of Raiffeisen Invest Euro Fund



On 31 January, 2024	1 Year	3 Year	5 Year	8 Year	10 Year	Since Inception (Nov. 22, 2012)
Return in % p.a. for the period	+4.48%	-1.88%	-0.76%	+0.19%	+0.68%	+0.97%

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.

Developments and information on the performance of financial markets during January

The inflation rate in the Euro Area went down to 2.8% year-on-year in January 2024 from 2.9% in the previous month, in line with market expectations. Meanwhile, the core rate, which excludes volatile food and energy prices, continued to ease to 3.3%, above forecasts of 3.2% but still reaching its lowest level since March 2022.

In the US, yearly inflation resulted at 3.4% in December, a figure that aligns closely with market expectations but still points to ongoing inflationary pressures. Core inflation came in at 3.9%, a bit higher than the respective estimation of 3.8%.

The ECB kept interest rates unchanged and stuck to the argument that a first-rate cut is most likely in the summer, when they'll know more about inflation, wages, and the stuttering economy. An earlier move is still possible if the inflation data are weak in the next few months, but the risks are shifting towards rates staying at their current level for longer than investors anticipate.

The Fed announced at its January meeting that it would maintain the overnight federal funds rate at the current range of 5.25% to 5.5%. FED acknowledged that good progress has been made, but the committee would like to be more confident that inflation is coming down sustainably to 2%. While the possibility was left open for June, rate cuts in March (as expected earlier) seem highly unlikely.

Following the very strong performance in the last two months of 2023, the bond market rally stalled in January. Government and inflation-linked bonds performed poorly early in the month as rate cut expectations were pushed back, driving yields higher. The US 10-year yield rose to 3.9%, briefly touching 4% intramonth. However, while bond yields rose for most of January, they bounced towards the end of the month, helped by US inflation data continuing to trend towards target. Returns across USD and EUR denominated fixed income asset classes were subdued, with yields generally ending the month slightly higher than at the end of December.

The US economy defied expectations in the final quarter of 2023, expanding by 3.3%. Full-year growth came in at 2.5%, with consumption remaining firm. Meanwhile, euro area activity remained soft, after the fourth-quarter GDP stagnated, narrowly avoiding a technical recession.

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.