



## Month Report February 2024

### 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 3,573,450</b>
Unit Value	<b>100.2724</b>
Custodian Bank	First Investment bank Albania
Sub custodian Bank	Raiffeisen Bank International
Number of Investors	86
Net annual return on February 29, 2024	<b>+7.90%</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	1.60% for year 2023 on 31.12.2023
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

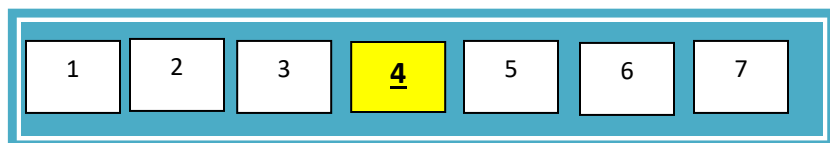
and / or commercial companies.

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

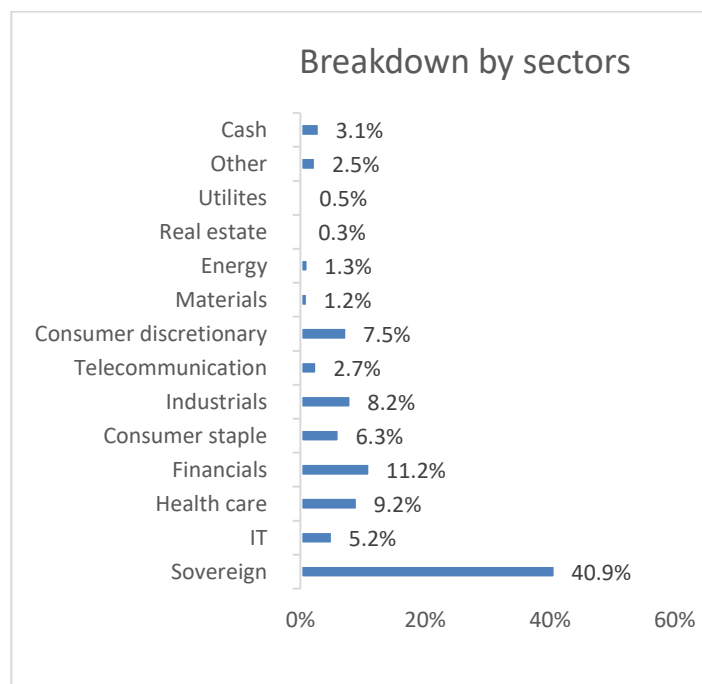
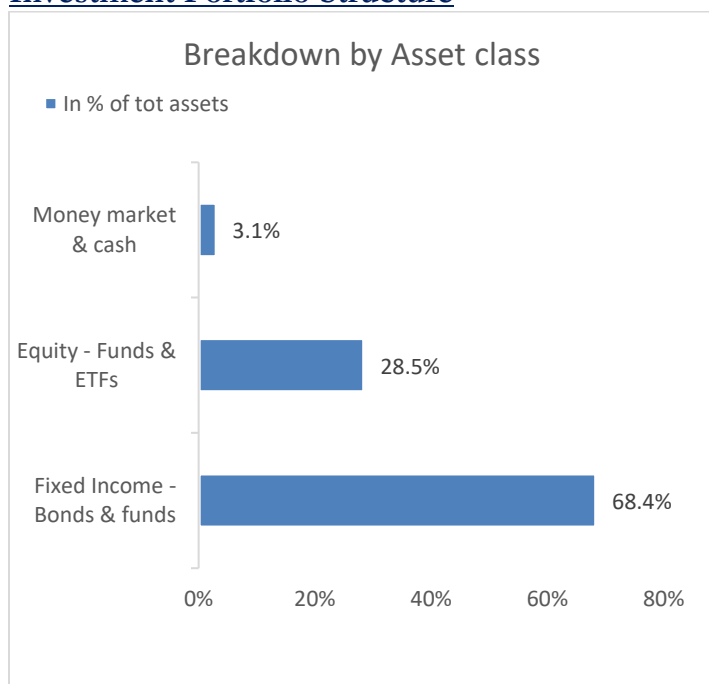
High Risk  
High Return



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



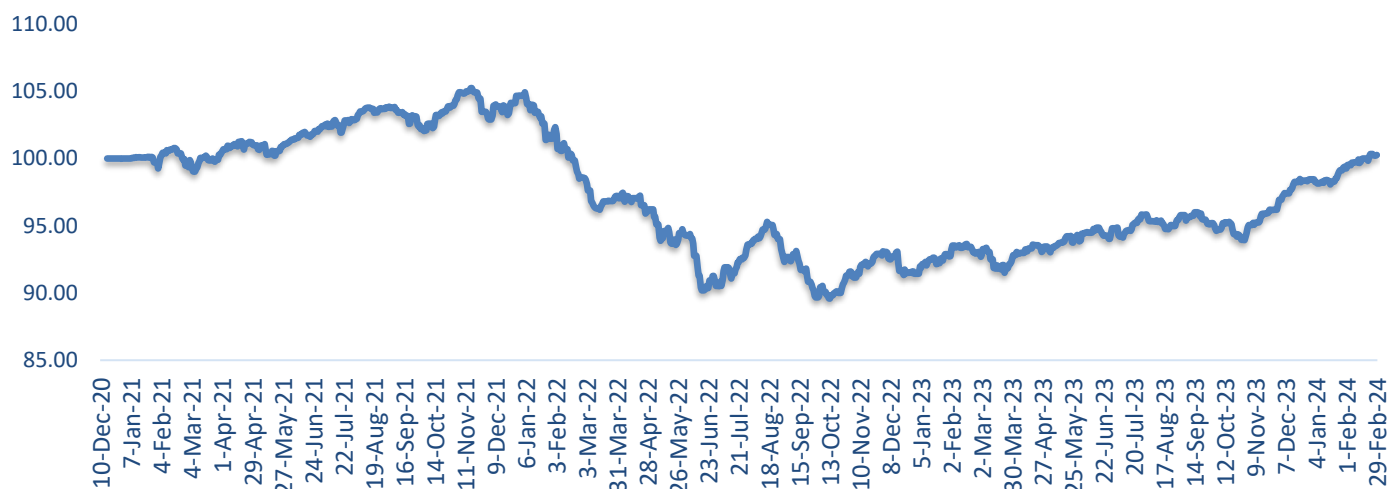
Mix fund portfolio is constructed in such a way as to benefit from the diversification in both asset classes such as bonds and equities. Fixed income part is exposed with 37.3% of total assets in HY bonds and funds, 31.7% of which are Albanian government bonds and 31.1% in IG bonds and fixed income funds. Equity part (28.5%) is exposed in developed markets: US 14.3%; EU 11% and UK 1.6% of total assets. The level of cash and liquidity has decreased to 3.1% by the end of February.

## Performance of the fund

The unit value increased by **+0.90%** during month of February.

Fixed income generally suffered in February due to stronger economic data pushing back rate cut expectations and putting upward pressure on bond yields. Investment grade credit suffered slightly negative returns while lower rated credit markets performed better. However, stock indices rose to record levels across the globe and 'growth' stocks continued to lead the market higher. Equity markets' development in February subdued the negative impact of bonds on the investment portfolio of Mix fund and the latter posted gains throughout the month. **The net annual return of Mix fund is **+7.90%** on February 29, 2024.**

### Performance of MIX fund



### Net return for each year for Mix 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 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, 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 February

In the US the annual inflation resulted at 3.1% for January, a slight deceleration from the 3.4% in December. Market participants had been optimistic about a faster decline in inflation, aiming for a headline rate below 3%. However, the core CPI accelerated 3.9% year-over-year, exceeding expectations that had anticipated a 3.7% annual increase.

Inflation in the euro zone eased to 2.6% in February, but both the headline and core figures were disappointing and higher than expected.

Investors are hunting for clues on when the European Central Bank will start to bring down interest rates, with market pricing pointing to a June cut. Yet many ECB officials still stress that they need spring wage negotiations to conclude before they have a clearer picture of domestic inflationary pressures.

With employment report during the month showing strong gains in payrolls and strong earnings data, it seems that FED is in no rush to lower borrowing costs from current levels of 5.25% - 5.5% until it is confident price pressures have sustainably returned to the 2% target. However, policymakers are well aware of the risks of cutting too late.

Stock indices rose to record levels across the globe, including the S&P 500, Euro Stoxx 600 and Nikkei 225. Regional and sector returns broadened in February, though 'growth' stocks continued to lead the market higher. Meanwhile, the performance of the 'Magnificent Seven' (M7) appeared fragmented: Nvidia's 60% surge in 2024 contrasts starkly with Tesla, down a fifth.

Having stalled in January, fixed income generally suffered in February due to stronger economic data pushing back rate cut expectations and putting upward pressure on bond yields. There was a divergence in returns between higher and lower quality bond markets with higher quality asset classes such as government bonds and investment grade credit suffering slightly negative returns as yields rose. US (4.3%), UK (4.2%) and German (2.5%) 10-year government bond yields rose to year-to-date highs. Lower rated credit markets performed better, supported by their lower duration and higher yield while also benefiting from spread tightening during the month (USD- and EUR-denominated indices tightening by 31bp and 30bp respectively).

Nevertheless, the backdrop for fixed income remains broadly supportive with interest rates likely to start coming down in the middle of the year. It therefore seems likely that investors will see pullbacks, like markets have experienced so far this year, as opportunities to put cash to work in bond markets, increasing duration to lock in yields before central banks start easing policy.

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.