

## Month Report July 2024

## Investment Objective and investor profile

Management Company	<b>Raiffeisen Invest sh.a</b>
Currency	<b>Euro</b>
Fund Launch date	<b>22 Nov. 2012</b>
Initial value of one unit	<b>100</b>
Minimum Investment	<b>250</b>
Subsequent minimum amount not less than	<b>50</b>

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.

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.

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 July 31, 2024

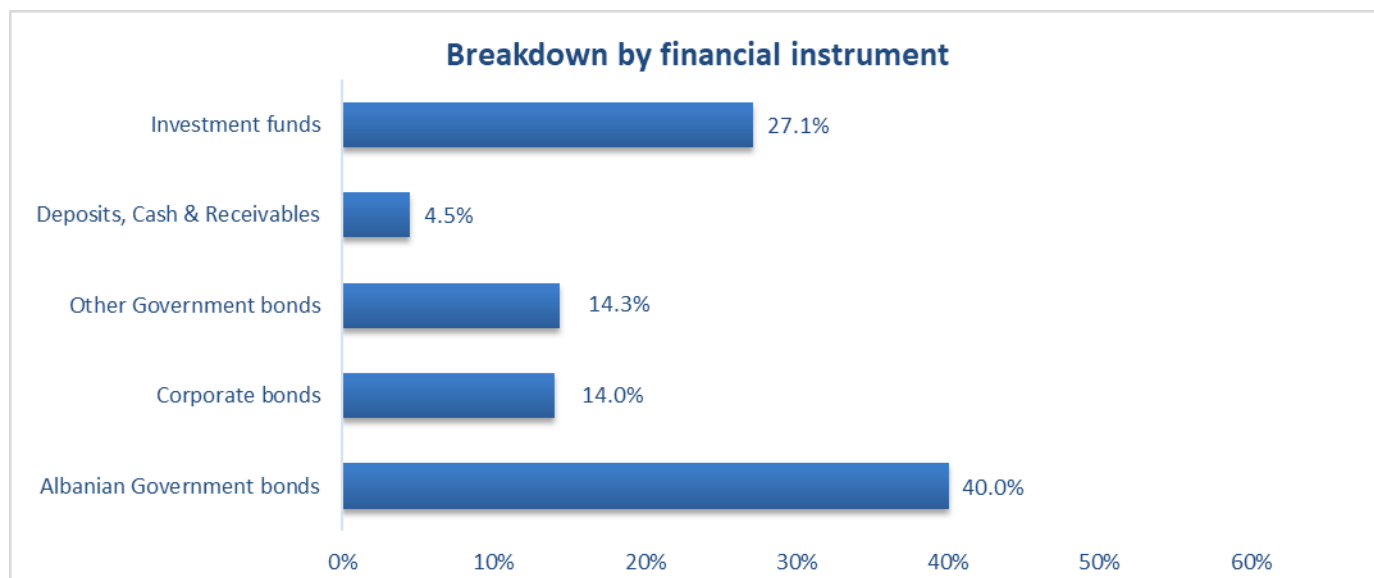
Net Asset Value	€ 34,317,040
Number of Investors	1,523
Unit Value	112.8241
<b>*Net Annual Return (31.07.2023 - 31.07.2024)</b>	<b>4.09%</b>

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

## Investment Portfolio Structure as of 31 July 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 July 2024, the percentage of fund assets invested in government bonds stands at 54.35% of assets and 40% 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 with investment-grade ratings and investment funds now stand at 41.1% of the assets. The liquidity held as cash and deposits has decreased to 4.5% of total assets.

The net asset value of the fund stands at the level of EUR 34.31 million at the end of July 2024.

## The performance of the fund in July 2024

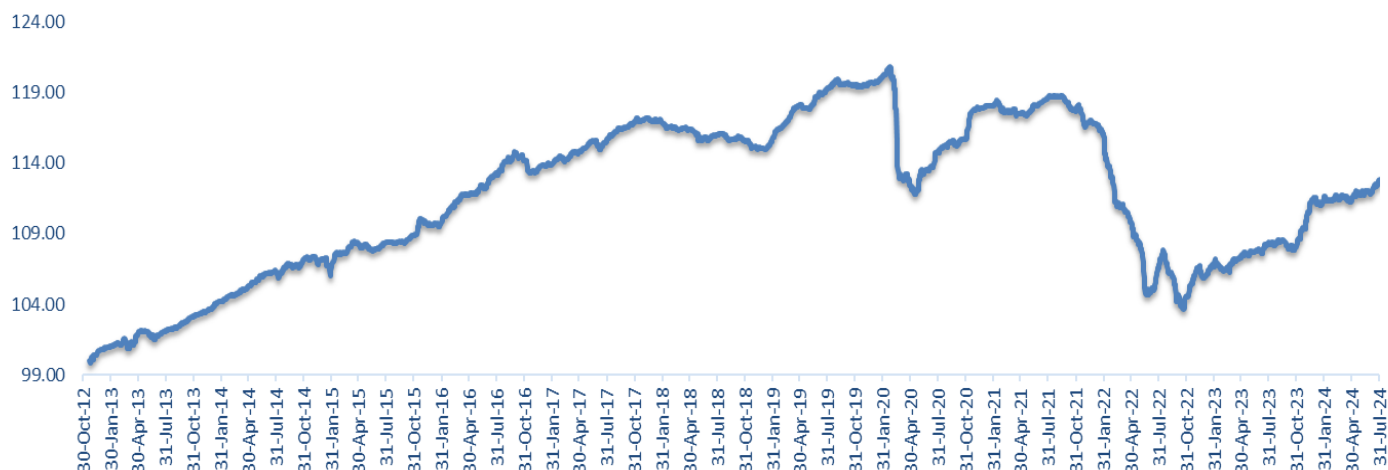
The unit value increased by **+0.84%** during month of July, which resulted the best month of 2024 up to now.

July was a positive month for the bond market, with yields drifting significantly lower across the US and Europe. The better-than-expected inflation report in the US further bolstered hopes that a Federal Reserve rate cut could come sooner.

As a result, the lower yields of corporate and government bonds had a positive impact on the investment portfolio of Raiffeisen Invest Euro fund, which posted profits through the month. The average yield of the investment portfolio was 4.03% for an average duration of 3.43 years on the 31st of July.

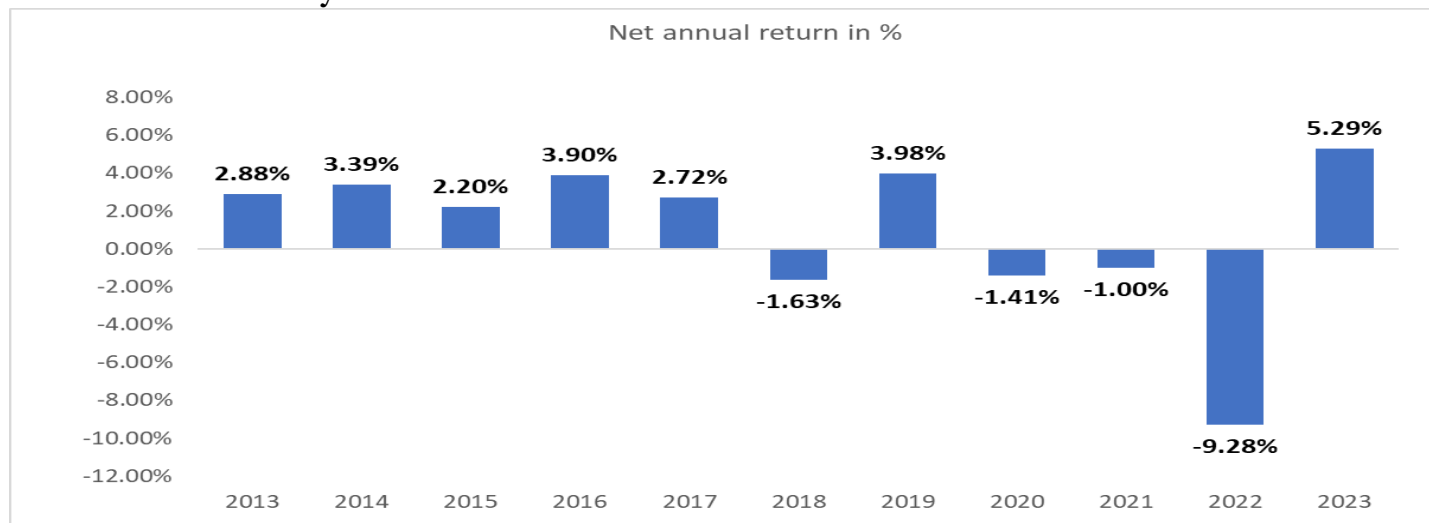
**The net annual return was **+4.09%** on July 31, 2024.**

### Performance of Raiffeisen Invest Euro Fund



On 31 July, 2024	1 Year	2 Year	3 Year	5 Year	10 Year	Since Inception (Nov. 22, 2012)
Return in % p.a. for the period	+4.09%	+2.87%	-1.66%	-1.11%	+0.60%	+1.04%

### 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, 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 July

The euro-zone headline inflation rose slightly from 2.5% in June to 2.6% in July, while the core inflation remained unchanged at 2.9%. The euro-zone's recovery continued at a moderate pace in Q2, with a 0.3% increase in euro-zone GDP and normally it should get a small boost from the Paris Olympics in Q3.

In the US the inflation figures improved in June, with core inflation increasing by only 0.1% monthly and core annual CPI falling from 3.4% to 3.3%, while the all-items index rate fell from 3.3% to 3%, more than market estimates.

The better inflation figures led to lower bond yields and the bond market generated a good performance in July. Bond market benefited from falling yields due to the fading inflationary pressure and mounting expectations of interest rate cuts from the Central banks. The corporate bonds benefited as well from falling credit risk premiums and improvement of risk sentiment after the French elections result.

The decision of the European Central Bank to leave interest rates on hold in July and give no clear signals about its future path was in line with market expectations. An interest rate cut in September will depend on the development of the economic data.

There was no surprise rate cut from the US Federal Reserve in its July meeting, with the fed funds target range left unchanged at between 5.25% and 5.50%, but there were some changes in the accompanying statement, which included a shift from a tightening to a neutral bias. The 2.8% annualized rise in GDP of the US was stronger than the consensus estimates of 2.0%, but the labour market is giving signs of weakness, which should support an interest rate cut by the FED at the next meeting in September.

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.