

# Raiffeisen Energy Equities

(Original German name: Raiffeisen-Energie-Aktien)

## **annual fund report**

financial year Jun 1, 2017 – May 31, 2018

**Note:**

The audit opinion issued by KPMG Austria GmbH only applies for the full German-language version.

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# Report for the financial year from Jun 1, 2017 to May 31, 2018

## General fund information

ISIN	Tranche	Income class	Currency	Launch date
AT0000688668	Raiffeisen Energy Equities (R) A	income-distributing	EUR	Feb 28, 2002
AT0000A1TWR6	Raiffeisen Energy Equities (RZ) A	income-distributing	EUR	Apr 3, 2017
AT0000688676	Raiffeisen Energy Equities (R) T	income-retaining	EUR	Feb 28, 2002
AT0000A1TWQ8	Raiffeisen Energy Equities (RZ) T	income-retaining	EUR	Apr 3, 2017
AT0000688684	Raiffeisen Energy Equities (R) VTA	full income-retaining (outside Austria)	EUR	Oct 29, 2002
AT0000A1TWS4	Raiffeisen Energy Equities (RZ) VTA	full income-retaining (outside Austria)	EUR	Apr 3, 2017

## Fund characteristics

Fund currency	EUR
Financial year	Jun 1 – May 31
Distribution/payment/reinvestment date	Aug 16
Type of fund	Investment fund pursuant to § 2 of the Austrian Investment Fund Act, InvFG (UCITS)
Effective management fee for the fund	R-Tranche (EUR): 2.000 % RZ-Tranche (EUR): 1.000 %
Custodian bank	Raiffeisen Bank International AG
Management company	Raiffeisen Kapitalanlage-Gesellschaft m.b.H. Mooslackengasse 12, A-1190 Vienna Tel. +43 1 71170-0 Fax +43 1 71170-761092 www.rcm.at Companies register number: 83517 w
Fund management	Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
Auditor	KPMG Austria GmbH

### **Legal notice**

The software used performs calculations on the basis of more than the two decimal places displayed. Minor discrepancies cannot be ruled out due to further calculations using published results.

The value of a unit is calculated by dividing the entire value of the investment fund inclusive of its income by the number of units. The total value of the investment fund is calculated on the basis of the current market prices of the securities, money market instruments and subscription rights in the fund plus the value of the fund's financial investments, cash holdings, credit balances, receivables and other rights net of its payables. That value will be calculated by the custodian bank.

The net assets are calculated in accordance with the following principles:

- a) The value of assets quoted or traded on a stock exchange or other regulated market shall be determined, in principle, on the basis of the most recently available price.
- b) Where an asset is not quoted or traded on a stock market or another regulated market or where the price for an asset quoted or traded on a stock market or another regulated market does not appropriately reflect its actual market value, the prices provided by reliable data providers or, alternatively, market prices for equivalent securities or other recognized market valuation methods shall be used.

Dear unitholder,

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. is pleased to present its annual fund report for Raiffeisen Energy Equities for the financial year from Jun 1, 2017 to May 31, 2018. The accounting is based on the price calculation as of May 30, 2018.

## Fund details

	May 31, 2016	May 31, 2017	May 31, 2018
Total fund assets in EUR	79,647,650.81	92,893,732.26	114,040,234.78
Net asset value/distributing units (R) (AT0000688668) in EUR	101.08	104.60	116.75
Issue price/distributing units (R) (AT0000688668) in EUR	106.13	109.83	122.59
Net asset value/distributing units (RZ) (AT0000A1TWR6) in EUR	-	93.29	106.21
Issue price/distributing units (RZ) (AT0000A1TWR6) in EUR	-	93.29	106.21
Net asset value/reinvested units (R) (AT0000688676) in EUR	112.16	117.52	132.64
Issue price/reinvested units (R) (AT0000688676) in EUR	117.77	123.40	139.27
Net asset value/reinvested units (RZ) (AT0000A1TWQ8) in EUR	-	93.29	106.06
Issue price/reinvested units (RZ) (AT0000A1TWQ8) in EUR	-	93.29	106.06
Net asset value/fully reinvested units (R) (AT0000688684) in EUR	113.58	119.00	134.30
Issue price/fully reinvested units (R) (AT0000688684) in EUR	119.26	124.95	141.02
Net asset value/fully reinvested units (RZ) (AT0000A1TWS4) in EUR	-	93.29	106.35
Issue price/fully reinvested units (RZ) (AT0000A1TWS4) in EUR	-	93.29	106.35
		<b>Aug 16, 2017</b>	<b>Aug 16, 2018</b>
Distribution/unit (R) (A) EUR		1.0500	1.1700
Distribution/unit (RZ) (A) EUR		0.0000	1.0600
Outpayment/unit (R) (T) EUR		0.0000	0.0000
Outpayment/unit (RZ) (T) EUR		0.0000	0.4997
Reinvestment/unit (R) (T) EUR		0.0000	1.7784
Reinvestment/unit (RZ) (T) EUR		0.0000	1.6645
Reinvestment/unit (R) (VTA) EUR		0.0000	1.7939
Reinvestment/unit (RZ) (VTA) EUR		0.0000	2.3740

The distribution will occur free-of-charge at the fund's paying agents. Payment will be made by the custodian banks.

## Units in circulation

	Units in circulation on May 31, 2017	Sales	Repurchases	Units in circulation on May 31, 2018
AT0000688668 (R) A	57,102.459	30,841.919	-9,466.184	78,478.194
AT0000A1TWR6 (RZ) A	10.000	3,688.019	-298.397	3,399.622
AT0000688676 (R) T	603,706.108	151,846.639	-138,034.552	617,518.195
AT0000A1TWQ8 (RZ) T	10.000	46,763.663	-5,316.033	41,457.630
AT0000688684 (R) VTA	134,155.932	46,922.133	-45,491.710	135,586.355
AT0000A1TWS4 (RZ) VTA	10.000	0.0000	0.0000	10.000
<b>Total units in circulation</b>				<b>876,449.996</b>

## Development of the fund assets and income statement

### Performance in financial year (fund performance)

#### Distributing units (R) (AT0000688668)

Net asset value per unit at start of financial year in EUR	104.60
Distribution on Aug 16, 2017 (net asset value: EUR 96.69) of EUR 1.0500, corresponds to 0.010859 units	
Net asset value per unit at end of financial year in EUR	116.75
Total value incl. units purchased through distribution (1.010859 x 116.75)	118.02
Net income/net reduction per unit	13.42

#### Performance of one unit during the financial year in %

12.83

#### Distributing units (RZ) (AT0000A1TWR6)

Net asset value per unit at start of financial year in EUR	93.29
Distribution on Aug 16, 2017 (net asset value: EUR 87.30) of EUR 0.0000, corresponds to 0.000000 units	
Net asset value per unit at end of financial year in EUR	106.21
Total value incl. units purchased through distribution (1.000000 x 106.21)	106.21
Net income/net reduction per unit	12.92

#### Performance of one unit during the financial year in %

13.85

#### Reinvested units (R) (AT0000688676)

Net asset value per unit at start of financial year in EUR	117.52
Outpayment on Aug 16, 2017 (net asset value: EUR 109.82) of EUR 0.0000, corresponds to 0.000000 units	
Net asset value per unit at end of financial year in EUR	132.64
Total value incl. units purchased through outpayment (1.000000 x 132.64)	132.64
Net income/net reduction per unit	15.12

#### Performance of one unit during the financial year in %

12.87

#### Reinvested units (RZ) (AT0000A1TWQ8)

Net asset value per unit at start of financial year in EUR	93.29
Outpayment on Aug 16, 2017 (net asset value: EUR 87.25) of EUR 0.0000, corresponds to 0.000000 units	
Net asset value per unit at end of financial year in EUR	106.06
Total value incl. units purchased through outpayment (1.000000 x 106.06)	106.06
Net income/net reduction per unit	12.77

#### Performance of one unit during the financial year in %

13.69

#### Fully reinvested units (R) (AT0000688684)

Net asset value per unit at start of financial year in EUR	119.00
Net asset value per unit at end of financial year in EUR	134.30
Net income/net reduction per unit	15.30

#### Performance of one unit during the financial year in %

12.86

**Fully reinvested units (RZ) (AT0000A1TWS4)**

Net asset value per unit at start of financial year in EUR	93.29
Net asset value per unit at end of financial year in EUR	106.35
Net income/net reduction per unit	13.06
<b>Performance of one unit during the financial year in %</b>	<b>14.00</b>

The performance is calculated assuming wholesale reinvestment of distributed/paid-out amounts at their net asset value on the distribution/payment date.

The custodian bank calculates the unit value separately for each unit certificate class. Discrepancies may arise in the annual performance figures for individual unit certificate classes.

Raiffeisen KAG uses the method developed by OeKB (Österreichische Kontrollbank AG) to calculate the fund's performance, on the basis of data provided by the custodian bank (where payment of the redemption price is suspended, using indicative values). Some costs – the subscription fee (not exceeding 5.00 % of the invested amount) and any redemption fee (not exceeding 0.00 % of the sold amount) – are not included in the performance calculation. Depending on their concrete value, they will reduce a performance accordingly. Past results do not permit any reliable inferences as to the future performance of the fund.

**Development of fund assets in EUR**

<b>Fund assets on May 31, 2017 (794,994.499 units)</b>	<b>92,893,732.26</b>
Distribution on Aug 16, 2017 (EUR 1.0500 x 61,522.279 distributing units (R) (AT0000688668))	-64,598.39
Issuance of units	31,928,132.97
Redemption of units	-23,951,289.88
Pro rata income adjustment	-56,113.12
	7,920,729.97
<b>Overall fund result</b>	<b>13,290,370.94</b>
<b>Fund assets on May 31, 2018 (876,449.996 units)</b>	<b>114,040,234.78</b>



## Fund result in EUR

### A. Realized fund result

<b>Ordinary fund result</b>	
<b>Income (excl. closing price)</b>	
Interest income	1,316.87
Interest expenses (incl. negative credit interest)	-3,507.59
Dividend income (incl. dividend equivalent)	4,231,871.82
	<b>4,229,681.10</b>
<b>Expenses</b>	
Management fees	-2,004,244.34
Custodian bank fees / Custodian's fees	-100,610.37
Auditing expenses	-6,280.24
Tax consulting fees	-6,831.45
Custody charge	-39,979.33
Statutory/publication expenses	-12,396.70
Research expenses	-8,341.80
	<b>-2,178,684.23</b>
<b>Ordinary fund result (excl. income adjustment)</b>	<b>2,050,996.87</b>
<b>Realized closing price</b>	
Profits realized from securities	1,164,190.86
Losses realized from securities	-1,711,860.87
<b>Realized closing price (excl. income adjustment)</b>	<b>-547,670.01</b>
<b>Realized fund result (excl. income adjustment)</b>	<b>1,503,326.86</b>
<b>B. Unrealized closing price</b>	
Change in unrealized closing price	11,632,159.60
Change in dividends receivable	98,771.36
	<b>11,730,930.96</b>
<b>C. Income adjustment</b>	
Income adjustment for income during financial year	56,113.12
	<b>56,113.12</b>
<b>Overall fund result</b>	<b>13,290,370.94</b>

The result for the past financial year includes explicitly reported transaction costs (incl. external transaction-related costs, see item 15a "Transaction costs" in section II of the prospectus) in the amount of 90,394.52 EUR.

## Capital market report

At the beginning of the year, the stock markets added to the substantial gains that they had recorded in 2017.

A significant downward correction occurred thereafter, but since then most markets have turned upwards again.

The long-term uptrends of most stock markets are still intact. They are supported by very low interest rates, positive economic data, and higher growth expectations. Corporate profits are also rising substantially.

Inflation anxiety, a looming reduction of global liquidity and the threat of global trade wars have led to visibly higher market volatilities. Euro-area bourses faced additional headwinds from a strong Euro and more recently from the political turbulences surrounding Italy. Stock exchanges in the emerging markets outperformed developed markets once again over the past year but they have weakened lately. Bond markets have been facing an increasingly challenging environment for quite some time now. Over the past twelve months, yields have risen substantially in the USA, especially for short and medium maturities. In turn, they got more attractive for investors. The rising U.S. yields have also affected European bond markets, albeit to a much smaller extent. Emerging market bonds in hard currency were hit especially hard by higher U.S. interest rates as well as by tightening global dollar liquidity.

Despite their extremely low yields, corporate bonds in Europe delivered another year of positive performance in 2017. In the current calendar year, their returns oscillate around zero. Yield spreads over government bonds widened considerably recently. In turn, corporate bonds have become a more attractive alternative to government bonds for many investors. Most commodities gained significantly in 2017. Industrial metals were the front-runners for most parts of the year. Since the final quarter of 2017, oil prices have taken the lead and rose substantially. The US dollar was weak for most parts of 2017 but it has started to recover over the past few months. The euro was very strong for most part, which in turn reduced the performance of assets denominated in foreign currencies for euro-based investors. The US central bank (FED) has raised the key interest rate in March 2018, for a sixth time in the current interest rate cycle. Two or three more hikes may follow later this year. On top of this, the Fed will gradually reduce its enormous bond holdings. However, despite the extremely low starting level, the Fed's overall scope for interest-rate hikes is likely to be much lower than in the past. The decade-long upward trend for bond prices in the USA may well be over, and a long-term trend change could be in the making. This development will most likely rub off on the Eurozone, albeit to a considerably reduced extent. Unlike the US central bank, the European Central Bank (ECB) is still maintaining its ultra-loose monetary policy for the time being, with negative interest rates and bond purchases. However, it has reduced the latter and will likely end in December 2018. Nevertheless, key interest rate hikes - if any - are unlikely to happen before mid-2019. The unprecedentedly loose monetary policy pursued by key central banks over the past few years reflected a very weak global economic growth trend. However, many regions have now returned to robust growth. Inflation is picking up in most of the world's major economic regions. The impact of a gradual reduction of the generous liquidity supply on global growth and price trends remains to be seen.

By historical standards, the yield levels are very low almost everywhere in the world. To date, this "new normal" of consistently low bond yields in the key economic blocs has provided strong support for stock prices. Nonetheless, several stock markets – particularly in the USA – sport rather ambitious valuation levels and are thus increasingly prone to corrections. The market environment will certainly remain challenging and may once again entail stronger price fluctuations over the next few months. At present, the positive factors still predominate on the stock markets, while most government bond markets may continue to experience headwinds over the coming months.

## Fund investment policy report

The price of oil is by far the most important factor for many of the equities featured in the fund. Brent oil picked up by an impressive 54 % in the period under review. In our view, there were three key reasons for this price trend. On the one hand, the level of demand for oil was very strong last year and this remains the case in the year 2018 to date. The rate of growth exceeds average levels over the past 10 years. On the other hand, on the supply side OPEC has implemented a cutback in production considerably more rigorously than in the past. The significant decline in oil production in Venezuela, an OPEC member, due to that country's economic problems was a further ingredient. Finally, geopolitical factors – above all, the USA's withdrawal from the nuclear deal with Iran – resulted in a clear rise in the geopolitical risk premium on the price of oil. This cocktail meant that the market largely ignored the ongoing rapid growth in the volume of US shale oil production.

In this environment, the major, integrated oil and gas groups achieved significant profit growth, but their stock price trends nonetheless lagged behind the trend for the price of oil (Brent) in many cases. In this 12-month period, Exxon Mobil registered a price gain a little short of one percent. On the other hand, a number of exclusively oil-producing firms and some companies in the oil service industry achieved significant price gains, in some cases even in the three-digit percentage range. In the fund itself, PGS (+ 117 %) and Genel (+ 187 %) stand out.

The fund implemented the following significant transactions:

Developed markets

Purchased: McDermott, US Silica, Vestas Wind Systems, Targa Resources, Tenaris, Snam Spa, Encana

Additional purchases: Tourmaline Oil, Weatherford, Range Resources

Sold: Imperial Oil, ARC Resources, OMV, Parsley Energy, Keyera

Emerging markets

Purchased: Ecopetrol, China Oilfield Service, Formosa Petrochemical, Hindustan Petroleum, Perusahaan Gas,

Additional purchases: MOL

Sold: AKR Corporindo, OMV Petrom, Pektim Petrokimya, Sapura Energy

## Makeup of fund assets in EUR

Any discrepancies in terms of the market value or the share of the fund assets result from rounding-off.

**UCITS** refers to units in an undertaking for collective investment in transferable securities

**§ 166 InvFG** refers to units in investment funds in the form of "other asset portfolios"

**§ 166 (1) item 2 InvFG** refers to units in special funds

**§ 166 (1) item 3 InvFG** refers to units in undertakings for collective investment in transferable securities pursuant to § 166 (1) item 3 InvFG  
(such as alternative investments/hedge funds)

**§ 166 (1) item 4 InvFG** refers to units in real estate funds

Type of security	OGAW/§ 166	Currency	Market value in EUR	Share of fund assets
Equities		AUD	1,155,560.18	1.01 %
Equities		BRL	2,836,912.12	2.49 %
Equities		CAD	8,228,214.81	7.22 %
Equities		DKK	166,516.66	0.15 %
Equities		EUR	9,229,786.34	8.09 %
Equities		GBP	15,087,969.99	13.23 %
Equities		HKD	5,647,669.99	4.95 %
Equities		HUF	265,453.62	0.23 %
Equities		IDR	206,982.35	0.18 %
Equities		INR	3,574,632.92	3.13 %
Equities		JPY	1,139,956.37	1.00 %
Equities		KRW	1,254,702.46	1.10 %
Equities		MYR	357,098.19	0.31 %
Equities		NOK	1,420,104.05	1.25 %
Equities		PLN	728,515.03	0.64 %
Equities		RON	275,985.44	0.24 %
Equities		RUB	1,130,412.56	0.99 %
Equities		THB	2,120,561.83	1.86 %
Equities		TRY	190,958.66	0.17 %
Equities		TWD	349,665.26	0.31 %
Equities		USD	52,433,707.20	45.98 %
<b>Total Equities</b>			<b>107,801,366.03</b>	<b>94.53 %</b>
Equities ADR		USD	5,176,970.43	4.54 %
<b>Total Equities ADR</b>			<b>5,176,970.43</b>	<b>4.54 %</b>
Equities GDR		USD	465,130.75	0.41 %
<b>Total Equities GDR</b>			<b>465,130.75</b>	<b>0.41 %</b>
<b>Total securities</b>			<b>113,443,467.21</b>	<b>99.48 %</b>

Type of security	OGAW/§ 166	Currency	Market value in EUR	Share of fund assets
<b>Bank balances/liabilities</b>				
Bank balances/liabilities in fund currency			103,440.34	0.09 %
Bank balances/liabilities in foreign currency			234,322.36	0.21 %
<b>Total bank balances/liabilities</b>			<b>337,762.70</b>	<b>0.30 %</b>
<b>Accruals and deferrals</b>				
Interest claims (on securities and bank balances)			146.95	0.00 %
Dividends receivable			491,239.15	0.43 %
<b>Total accruals and deferrals</b>			<b>491,386.10</b>	<b>0.43 %</b>
<b>Other items</b>				
Various fees			-232,381.23	-0.20 %
<b>Total other items</b>			<b>-232,381.23</b>	<b>-0.20 %</b>
<b>Total fund assets</b>			<b>114,040,234.78</b>	<b>100.00 %</b>

## Portfolio of investments in EUR as of May 30, 2018

Dates indicated for securities refer to the issue and redemption dates. An issuer's right of premature redemption (where applicable) is not specified.

The securities marked with a "Y" have an open-ended maturity (is perpetual). The price for forward exchange transactions is indicated in the relevant counter currency for the currency in question.

Any discrepancies in terms of the market value or the share of the fund assets result from rounding-off.

UCITS refers to units in an undertaking for collective investment in transferable securities

§ 166 InvFG refers to units in investment funds in the form of "other asset portfolios"

§ 166 (1) item 2 InvFG refers to units in special funds

§ 166 (1) item 3 InvFG refers to units in undertakings for collective investment in transferable securities pursuant to § 166 (1) item 3 InvFG (such as alternative investments/hedge funds)

§ 166 (1) item 4 InvFG refers to units in real estate funds

Type of security	OGAW/§ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales	Pool- ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		AU000000ORG5	ORIGIN ENERGY LTD ORG	AUD	67,700	12,500	3,600		9.510000	418,517.89	0.37 %
Equities		AU000000WPL2	WOODSIDE PETROLEUM LTD WPL	AUD	35,655	7,655	1,700		31.800000	737,042.29	0.65 %
Equities		BRPETRACNOR9	PETROBRAS - PETROLEO BRAS PETR3	BRL	215,000	80,600	5,600		22.240000	1,109,986.54	0.97 %
Equities		BRPETRACNPR6	PETROBRAS - PETROLEO BRAS-PR PETR4	BRL	322,500	30,800	8,300		19.300000	1,444,879.06	1.27 %
Equities		BRUGPAAACNOR8	ULTRAPAR PARTICIPACOES SA UGPA3	BRL	24,300	2,300	600		50.000000	282,046.52	0.25 %
Equities		CA1363851017	CANADIAN NATURAL RESOURCES CNQ	CAD	36,400	4,900	2,500		44.590000	1,078,742.52	0.95 %
Equities		CA29250N1050	ENBRIDGE INC ENB	CAD	54,600	59,100	25,357		39.820000	1,445,016.62	1.27 %
Equities		CA2925051047	ENCANA CORP ECA	CAD	46,500	76,800	53,400		16.220000	501,282.73	0.44 %
Equities		CA6957791081	PAINTED PONY ENERGY LTD PONY	CAD	75,000				2.510000	125,116.31	0.11 %
Equities		CA7063271034	PEMBINA PIPELINE CORP PPL	CAD	26,600	26,346	11,346		44.030000	778,411.54	0.68 %
Equities		CA8672241079	SUNCOR ENERGY INC SU	CAD	82,300	8,700	4,600		50.720000	2,774,329.39	2.43 %
Equities		CA89156V1067	TOURMALINE OIL CORP TOU	CAD	19,000	13,800			24.390000	307,995.48	0.27 %
Equities		CA89353D1078	TRANSCANADA CORP TRP	CAD	34,000	4,300	1,600		53.870000	1,217,320.22	1.07 %
Equities		DK0010268606	VESTAS WIND SYSTEMS A/S VWS	DKK	3,000	3,000			413.200000	166,516.66	0.15 %
Equities		IT0003132476	ENI SPA ENI	EUR	129,000	15,600	4,100		15.094000	1,947,126.00	1.71 %
Equities		ES0173516115	REPSOL SA REP	EUR	70,425	14,610	2,700		15.650000	1,102,151.25	0.97 %
Equities		GB00B03MLX29	ROYAL DUTCH SHELL PLC-A SHS RDSA	EUR	20,684	648			29.285000	605,730.94	0.53 %
Equities		IT0003153415	SNAM SPA SRG	EUR	72,200	92,200	20,000		3.463000	250,028.60	0.22 %
Equities		GB00BDSFG982	TECHNIPFMC PLC FTI	EUR	13,000	3,000			26.780000	348,140.00	0.31 %
Equities		LU0156801721	TENARIS SA TEN	EUR	17,800	17,800			15.780000	280,884.00	0.25 %
Equities		FR0000120271	TOTAL SA FP	EUR	92,055	15,472	13,000		51.010000	4,695,725.55	4.12 %
Equities		GB0007980591	BP PLC BP/	GBP	838,688	140,766	37,200		5.592000	5,382,078.60	4.72 %
Equities		JE00B55Q3P39	GENEL ENERGY PLC GENL	GBP	85,000				2.740000	267,271.06	0.23 %
Equities		GB00B03MLX29	ROYAL DUTCH SHELL PLC-A SHS RDSA	GBP	305,488	37,024	12,200		25.520000	8,946,584.53	7.85 %
Equities		GB0001500809	TULLOW OIL PLC TLW	GBP	180,000	28,980			2.382000	492,035.80	0.43 %
Equities		CNE1000002P4	CHINA OILFIELD SERVICES-H 2883	HKD	186,200	242,200	56,000		8.070000	165,617.83	0.15 %
Equities		CNE1000002Q2	CHINA PETROLEUM & CHEMICAL-H 386	HKD	1,801,400	171,400	46,000		7.250000	1,439,468.09	1.26 %
Equities		HK0883013259	CNOOC LTD 883	HKD	1,845,500	395,500	47,000		12.780000	2,599,553.62	2.28 %
Equities		CNE1000003W8	PETROCHINA CO LTD-H 857	HKD	2,048,900	393,900	52,000		6.390000	1,443,030.45	1.27 %
Equities		HU0000153937	MOL HUNGARIAN OIL AND GAS PL MOL	HUF	33,280	34,180	900		2,552.000000	265,453.62	0.23 %
Equities		ID1000111602	PERUSAHAAN GAS NEGARA PERSER PGAS	IDR	1,501,600	1,501,600			2,230.000000	206,982.35	0.18 %

Type of security	OGAW/\$ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Units/Nom.	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		INE029A01011	BHARAT PETROLEUM CORP LTD BPCL	INR	60,100	27,800	19,700		405.350000	310,266.49	0.27 %
Equities		INE094A01015	HINDUSTAN PETROLEUM CORP HPCL	INR	36,100	37,100	1,000		315.050000	144,849.47	0.13 %
Equities		INE242A01010	INDIAN OIL CORP LTD IOCL	INR	96,200	97,500	1,300		172.450000	211,284.91	0.19 %
Equities		INE213A01029	OIL & NATURAL GAS CORP LTD ONGC	INR	71,100	2,100	9,000		175.550000	158,964.68	0.14 %
Equities		INE347G01014	PETRONET LNG LTD PLNG	INR	81,100	65,000	900		213.700000	220,727.07	0.19 %
Equities		INE002A01018	RELIANCE INDUSTRIES LTD RIL	INR	216,400	126,200	5,300		917.450000	2,528,540.30	2.22 %
Equities		JP3294460005	INPEX CORP 1605	JPY	42,400	28,700	1,600		1,211.000000	407,918.54	0.36 %
Equities		JP3386450005	JXTG HOLDINGS INC 5020	JPY	134,400	22,100	23,300		685.600000	732,037.83	0.64 %
Equities		KR7078930005	GS HOLDINGS 078930	KRW	3,600	200	100		59,200.000000	171,151.64	0.15 %
Equities		KR7010950004	S-OIL CORP 010950	KRW	3,200	200	100		108,500.000000	278,828.12	0.24 %
Equities		KR7096770003	SK INNOVATION CO LTD 096770	KRW	4,900	600	100		204,500.000000	804,722.70	0.71 %
Equities		MYL72770O006	DIALOG GROUP BHD DLG	MYR	483,700	146,200	12,500		3.400000	357,098.19	0.31 %
Equities		NO0010096985	EQUINOR ASA EQNR	NOK	56,000	10,200	5,300		207.600000	1,215,717.24	1.07 %
Equities		NO0010199151	PETROLEUM GEO-SERVICES PGS	NOK	50,000	18,833	40,000		39.090000	204,386.81	0.18 %
Equities		PLLOTOS00025	GRUPA LOTOS SA LTS	PLN	7,400	700	200		55.640000	95,571.42	0.08 %
Equities		PLPKN0000018	POLSKI KONCERN NAFTOWY ORLEN PKN	PLN	21,200	2,000	500		81.980000	403,415.85	0.35 %
Equities		PLPGNIG00014	POLSKIE GORNICTWO NAFTOWE I PGN	PLN	167,600	16,000	4,300		5.900000	229,527.76	0.20 %
Equities		ROSNGNACNOR3	SOCIETATEA NATIONALA DE GAZE SNG	RON	37,246	3,500	35,000		34.400000	275,985.44	0.24 %
Equities		RU0009062467	GAZPROM NEFT PJSC SIBN	RUB	69,485	5,300	51,700		329.900000	317,165.02	0.28 %
Equities		RU0007661625	GAZPROM PJSC GAZP	RUB	148,200	8,200	4,000		143.900000	295,067.17	0.26 %
Equities		RU000A0DKV55	NOVATEK PJSC NVTK	RUB	15,000	4,100	24,600		825.400000	171,304.05	0.15 %
Equities		RU000A0J2Q06	ROSNEFT OIL CO PJSC ROSN	RUB	39,900	58,800	64,000		383.000000	211,438.26	0.19 %
Equities		RU0006944147	TATNEFT-PREF 3 SERIES TATNP	RUB	21,220	2,600	48,400		461.300000	135,438.06	0.12 %
Equities		TH0355010R16	PTT EXPLOR & PROD PCL-NVDR PTTEP-R	THB	151,500	14,500	3,900		131.000000	536,658.05	0.47 %
Equities		TH0646010R18	PTT PCL-NVDR PTT-R	THB	913,500	920,000	93,500		50.250000	1,241,247.35	1.09 %
Equities		TH0796010R11	THAI OIL PCL-NVDR TOP-R	THB	140,800	13,400	3,600		90.000000	342,656.43	0.30 %
Equities		TRATUPRS91E8	TUPRAS-TURKIYE PETROL RAFINE TUPRS	TRY	9,340	17,540	8,200		108.000000	190,958.66	0.17 %
Equities		TW0006505001	FORMOSA PETROCHEMICAL CORP 6505	TWD	100,600	102,600	2,000		120.500000	349,665.26	0.31 %
Equities		US0325111070	ANADARKO PETROLEUM CORP APC	USD	22,500	3,000	2,200		67.300000	1,309,451.75	1.15 %
Equities		US03349M1053	ANDEAVOR ANDV	USD	4,800	5,300	500		142.510000	591,532.34	0.52 %
Equities		US0374111054	APACHE CORP APA	USD	20,600	2,000	1,000		39.000000	694,742.30	0.61 %
Equities		US05722G1004	BAKER HUGHES A GE CO BHGE	USD	19,100	19,600	500		34.870000	575,939.99	0.51 %
Equities		US1270971039	CABOT OIL & GAS CORP COG	USD	14,000	1,800	1,000		21.950000	265,738.50	0.23 %
Equities		CA15135U1093	CENOVUS ENERGY INC CVE	USD	15,000	65,700	50,700		10.360000	134,382.57	0.12 %
Equities		US16411R2085	CHENIERE ENERGY INC LNG	USD	11,000	15,600	8,500		63.310000	602,222.41	0.53 %
Equities		US1667641005	CHEVRON CORP CVX	USD	68,600	6,900	10,900		121.390000	7,201,101.69	6.31 %
Equities		US1717981013	CIMAREX ENERGY CO XEC	USD	1,800	200	4,200		90.970000	141,599.79	0.12 %
Equities		US20605P1012	CONCHO RESOURCES INC CXO	USD	5,500	700	400		137.210000	652,589.93	0.57 %
Equities		US20825C1045	CONOCOPHILLIPS COP	USD	48,000	3,500	2,500		65.710000	2,727,499.14	2.39 %
Equities		US25179M1036	DEVON ENERGY CORP DVN	USD	38,100	16,800	3,900		40.890000	1,347,205.98	1.18 %
Equities		US25278X1090	DIAMONDBACK ENERGY INC FANG	USD	2,450	6,850	4,400		121.000000	256,355.93	0.22 %
Equities		US26875P1012	EOG RESOURCES INC EOG	USD	24,500	1,600	1,300		116.210000	2,462,076.27	2.16 %
Equities		US26884L1098	EQT CORP EQT	USD	18,000	6,100	400		49.470000	770,027.67	0.68 %
Equities		US30231G1022	EXXON MOBIL CORP XOM	USD	161,100	47,300	7,800		78.420000	10,924,820.13	9.58 %
Equities		US4062161017	HALLIBURTON CO HAL	USD	44,800	11,100	2,500		49.760000	1,927,748.18	1.69 %
Equities		US4234521015	HELMERICH & PAYNE HP	USD	4,000				66.320000	229,401.59	0.20 %
Equities		US42809H1077	HESS CORP HES	USD	24,900	5,700	1,100		59.430000	1,279,667.07	1.12 %
Equities		US49456B1017	KINDER MORGAN INC KMI	USD	72,800	10,100	2,900		16.040000	1,009,782.08	0.89 %
Equities		US5658491064	MARATHON OIL CORP MRO	USD	41,000	3,300	6,700		20.680000	733,206.50	0.64 %
Equities		US56585A1025	MARATHON PETROLEUM CORP MPC	USD	23,500	3,200	2,100		77.610000	1,577,166.21	1.38 %
Equities		PAL1201471A1	MCDERMOTT INTL INC MDR	USD	15,000	15,000			21.660000	280,958.15	0.25 %

financial year Jun 1, 2017 – May 31, 2018

Raiffeisen Energy Equities

Type of security	OGAW/\$ 166	ISIN	Security title	Currency	Volume Units/Nom.	Purchases In period under review Units/Nom.	Sales Units/Nom.	Pool-/ILB Factor	Price	Market value in EUR	Share of fund assets
Equities		US6267171022	MURPHY OIL CORP MUR	USD	4,500				29.520000	114,873.75	0.10 %
Equities		US6370711011	NATIONAL OILWELL VARCO INC NOV	USD	23,100	1,700	1,600		41.310000	825,199.76	0.72 %
Equities		US6550441058	NOBLE ENERGY INC NBL	USD	14,800	6,800	1,500		35.320000	452,037.36	0.40 %
Equities		US6745991058	OCCIDENTAL PETROLEUM CORP OXY	USD	28,400	2,700	5,000		81.830000	2,009,661.02	1.76 %
Equities		US6826801036	ONEOK INC OKE	USD	10,900	1,800	500		66.300000	624,930.82	0.55 %
Equities		US7185461040	PHILLIPS 66 PSX	USD	17,600	2,200	5,100		116.810000	1,777,806.99	1.56 %
Equities		US7237871071	PIONEER NATURAL RESOURCES CO PXD	USD	10,400	3,800	600		190.880000	1,716,665.51	1.51 %
Equities		US75281A1097	RANGE RESOURCES CORP RRC	USD	14,000	9,000	11,000		15.100000	182,808.72	0.16 %
Equities		AN8068571086	SCHLUMBERGER LTD SLB	USD	55,800	5,900	4,300		68.070000	3,284,595.30	2.88 %
Equities		US87612G1013	TARGA RESOURCES CORP TRGP	USD	6,900	11,200	8,800		46.610000	278,112.24	0.24 %
Equities		GB00BDSFG982	TECHNIPFMC PLC FTI	USD	18,100	18,100			30.710000	480,673.64	0.42 %
Equities		US90346E1038	US SILICA HOLDINGS INC SLCA	USD	5,000	5,000			30.870000	133,474.58	0.12 %
Equities		US91913Y1001	VALERO ENERGY CORP VLO	USD	20,000	1,800	1,100		119.470000	2,066,240.06	1.81 %
Equities		IE00BLNN3691	WEATHERFORD INTERNATIONAL PL WFT	USD	100,000	50,000			3.340000	288,827.40	0.25 %
Equities		US9694571004	WILLIAMS COS INC WMB	USD	21,800	3,000	1,200		26.660000	502,583.88	0.44 %
Equities ADR		US2791581091	ECOPETROL SA-SPONSORED ADR EC	USD	17,700	23,700	6,000		21.000000	321,428.57	0.28 %
Equities ADR		US36829G1076	GAZPROM NEFT-SPONSORED ADR GAZ	USD	18,100	2,700	10,600		26.450000	413,996.02	0.36 %
Equities ADR		US3682872078	GAZPROM PAO -SPON ADR OGZD	USD	272,700	143,500	60,500		4.568000	1,077,216.88	0.94 %
Equities ADR		US69343P1057	LUKOIL PJSC-SPON ADR LKOD	USD	36,700	8,600	2,300		67.400000	2,139,034.94	1.88 %
Equities ADR		US8766292051	TATNEFT PAO-SPONSORED ADR ATAD	USD	21,900	6,600	600		64.700000	1,225,294.02	1.07 %
Equities GDR		US6698881090	NOVATEK PJSC-SPONS GDR REG S NVTK	USD	1,980	1,380	3,000		141.500000	242,277.76	0.21 %
Equities GDR		US67812M2070	ROSNEFT OIL CO PJSC-REGS GDR ROSN	USD	42,400	57,300	14,900		6.078000	222,852.99	0.20 %
<b>Total licensed securities admitted to trading on the official market or another regulated market</b>										<b>113,443,467.21</b>	<b>99.48 %</b>
<b>Total securities</b>										<b>113,443,467.21</b>	<b>99.48 %</b>
<b>Bank balances/liabilities</b>											
				EUR						103,440.34	0.09 %
				HKD						6,767.75	0.01 %
				TWD						15,300.90	0.01 %
				USD						212,253.71	0.19 %
<b>Total bank balances/liabilities</b>										<b>337,762.70</b>	<b>0.30 %</b>
<b>Accruals and deferrals</b>											
Interest claims (on securities and bank balances)										146.95	0.00 %
Dividends receivable										491,239.15	0.43 %
<b>Total accruals and deferrals</b>										<b>491,386.10</b>	<b>0.43 %</b>
<b>Other items</b>											
Various fees										-232,381.23	-0.20 %
<b>Total other items</b>										<b>-232,381.23</b>	<b>-0.20 %</b>
<b>Total fund assets</b>										<b>114,040,234.78</b>	<b>100.00 %</b>



ISIN	Income class		Currency	Net asset value per unit	Units in circulation
AT0000688668	R	income-distributing	EUR	116.75	78,478.194
AT0000A1TWR6	RZ	income-distributing	EUR	106.21	3,399.622
AT0000688676	R	income-retaining	EUR	132.64	617,518.195
AT0000A1TWQ8	RZ	income-retaining	EUR	106.06	41,457.630
AT0000688684	R	full income-retaining (outside Austria)	EUR	134.30	135,586.355
AT0000A1TWS4	RZ	full income-retaining (outside Austria)	EUR	106.35	10.000

#### Exchange rates

Foreign currency assets were converted into EUR on the basis of the exchange rates applicable on May 29, 2018

Currency		Price (1 EUR =)
Australian Dollars	AUD	1.538350
Brazilian Reals	BRL	4.307800
Canadian Dollars	CAD	1.504600
Danish Kroner	DKK	7.444300
British Pound	GBP	0.871400
Hong Kong Dollars	HKD	9.072900
Hungarian Forint	HUF	319.945000
Indonesian Rupiah	IDR	16,178.036500
Indian Rupees	INR	78.518100
Japanese Yen	JPY	125.874150
South Korean Won	KRW	1,245.211550
Malaysian Ringgit	MYR	4.605400
Norwegian Kroner	NOK	9.562750
Polish Zloty	PLN	4.308150
Romanian Leu	RON	4.642500
Russian Rubles	RUB	72.275000
Thai Baht	THB	36.981650
Turkish Lira	TRY	5.282400
Taiwan Dollars	TWD	34.668300
US Dollars	USD	1.156400

Securities purchases and sales during the period under review not listed under the portfolio of assets:

Type of security	OGAW/\$ 166	ISIN	Security title	Currency	Purchases Additions	Sales Disposals
Equities		CA00208D4084	ARC RESOURCES LTD ARX	CAD		19,200
Equities		CA15135U1093	CENOVUS ENERGY INC CVE	CAD		27,800
Equities		CA4530384086	IMPERIAL OIL LTD IMO	CAD	1,400	15,000
Equities		CA45833V1094	INTER PIPELINE LTD IPL	CAD	1,200	19,900
Equities		CA4932711001	KEYERA CORP KEY	CAD	600	12,000
Equities		CA92340R1064	VERESEN INC VSN	CAD	1,000	27,400
Equities		AT0000743059	OMV AG OMV	EUR	5,300	5,300
Equities		BMG5320C1082	KUNLUN ENERGY CO LTD 135	HKD	8,000	288,000
Equities		HU0000068952	MOL HUNGARIAN OIL AND GAS PL MOL	HUF		3,885
Equities		ID1000106701	AKR CORPORINDO TBK PT AKRA	IDR	12,500	438,500
Equities		MYL5218OO002	SAPURA ENERGY BHD SAPE	MYR		450,000
Equities		ROSNPPACNOR9	OMV PETROM SA SNP	RON		291,267
Equities		ROTGNTACNOR8	TRANSGAZ SA MEDIAS TGN	RON		2,242
Equities		RU0009029524	SURGUTNEFTGAS-PREFERENCE SNGSP	RUB	14,000	480,900
Equities		TRAPTKM91E0	PETKIM PETROKIMYA HOLDING AS PETKM	TRY	3,900	163,900

Type of security	OGAW/§ 166	ISIN	Security title	Currency		Purchases Additions	Sales Disposals
Equities		US0572241075	BAKER HUGHES A GE CO LLC BHI	USD		100	15,900
Equities		CA29250N1050	ENBRIDGE INC ENB	USD			21,943
Equities		PA5800371096	MCDERMOTT INTL INC MDR	USD		45,000	45,000
Equities		US7018771029	PARSLEY ENERGY INC-CLASS A PE	USD		600	11,800
Equities		US8816091016	TESORO CORP TSO	USD		100	4,600
Equities ADR		US8688612048	SURGUTNEFEGAS-SP ADR SGGD	USD		300	11,700
Subscription rights		AU0000001091	WOODSIDE PETROLEUM LTD WPLR	AUD		3,455	3,455
Subscription rights		AU00000WPLN0	WOODSIDE PETROLEUM LTD.;DEF. SHARES O.N.	AUD		3,455	3,455
Subscription rights		ES06735169A3	REPSOL SA-RTS REP/D	EUR		58,915	58,915
Subscription rights		ES06735169B1	REPSOL SA-RTS REP/D	EUR		64,494	64,494
Subscription rights		NL0012481725	ROYAL DUTCH SHELL PLC-SCRIP 1528077D	EUR		20,036	20,036
Subscription rights		FR0013258183	TOTAL SA-SCRIP 1513137D	EUR		89,583	89,583
Subscription rights		FR0013283116	TOTAL SA-SCRIP 1539482D	EUR		93,283	93,283
Subscription rights		FR0013301744	TOTAL SA-SCRIP 1562844D	EUR		97,155	97,155
Subscription rights		FR0013321452	TOTAL SA-SCRIP 1583985D	EUR		89,955	89,955

### Information on securities lending transactions and repurchase agreements

During the reporting period, no securities lending transactions were performed on behalf of the fund. Accordingly, the information concerning securities lending transactions which is stipulated in § 8 of the Austrian Securities Lending and Repurchase Agreement Ordinance and Art. 13 of Regulation (EU) No. 2015/2365 is not required.

During the reporting period, no repurchase agreements were concluded on behalf of the fund. Accordingly, the information concerning repurchase agreements which is stipulated in § 8 of the Austrian Securities Lending and Repurchase Agreement Ordinance and Art. 13 of Regulation (EU) No. 2015/2365 is not required.

### Total return swaps and similar derivative instruments

A total return swap is a credit derivative instrument. Income and fluctuations in the value of the underlying financial instrument (underlying instrument or reference asset) are exchanged for fixed interest payments.

The fund did not enter into total return swaps or similar derivative instruments in the period under review.

### Calculation method for overall risk

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Calculation method for overall risk

Simplified approach

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**Remuneration paid to the employees of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. in EUR (financial year 2017 of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.)**

Total number of employees	245
Number of risk-bearers	83
Fixed remuneration	21,133,401.94
Variable remuneration (bonuses)	4,033,484.17
<b>Total remuneration for employees</b>	<b>25,166,886.11</b>
of which remuneration for managing directors	1,363,876.85
of which remuneration for managers (risk-bearers)	2,522,848.03
of which remuneration for other risk-bearers	8,394,504.63
of which remuneration for employees in positions of control	232,087.44
of which remuneration for employees in the same income bracket as managing directors and risk-bearers due to their overall remuneration	0.00
<b>Total remuneration for risk-bearers</b>	<b>12,513,316.95</b>

- The remuneration guidelines (“remuneration guidelines”) issued by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. serve as a binding framework for fulfillment of the remuneration policy and practice requirements stipulated in §§ 17 (a) to (c) of the Austrian Investment Fund Act (InvFG), § 11 of the Austrian Alternative Investment Fund Managers Act (AIFMG) and Enclosure 2 to § 11 AIFMG. Fixed and variable remuneration components are determined on the basis of these remuneration guidelines.

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has established a systematic, structured, differentiating and incentivizing compensation system which reflects the company’s values as well as clear and consistent outline conditions. Its employees’ compensation comprises fixed salary components as well as variable salary components for some positions. This remuneration – in particular, the variable salary component (where applicable) – reflects an objective organizational structure (“job grades”).

Compensation is determined on the basis of regular market comparisons and in accordance with local remuneration practice. The goal is to encourage employees’ long-term loyalty to the company while also promoting their performance and their development within the framework of a management or specialist career path.

At Raiffeisen Kapitalanlage-Gesellschaft m.b.H., an employee’s basic salary (fixed remuneration) is non-discretionary remuneration which does not vary in accordance with the performance of the company (earnings before interest and tax) or of the specific employee (individual target achievement). It primarily reflects relevant professional experience and organizational responsibility, as outlined in the employee’s job description as part of his terms of employment. The employee’s fixed salary is determined on the basis of his market value, his individual qualifications and the position which he holds at Raiffeisen Kapitalanlage-Gesellschaft m.b.H. Raiffeisen Kapitalanlage-Gesellschaft m.b.H. uses all of the standard remuneration management instruments (e.g. domestic and foreign remuneration studies, salary bands, position grading).

The employee’s variable salary reflects the achievement of company and performance targets which are specified and reviewed within the scope of a performance management process. Employees’ targets are specified on the basis of the company’s strategic targets, the targets of their organizational unit or department and their function. Target agreements are concluded and the employee’s level of target achievement (= performance) is determined through annual performance appraisals (“MBO system”).

The target structure at Raiffeisen Kapitalanlage-Gesellschaft m.b.H. differentiates between qualitative targets – which include individual targets or division and department targets – and quantitative targets, e.g. performance and income targets, and also quantifiable project targets. Every manager is also assigned management targets. Quantitative one-year or multiple-year targets also apply within the scope of the company's core activities of sales and fund management.

- Since the performance period 2015, in accordance with the regulatory requirements a portion of the variable remuneration for risk-bearers is paid out in the form of units in an investment fund managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. In addition, as required by law portions of the variable remuneration of risk-bearers are deferred and paid out over a period of several years.
- The supervisory board of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. resolves the general remuneration policy principles specified by the remuneration committee, reviews them at least once a year and is responsible for their implementation and for monitoring of this issue. The supervisory board most recently fulfilled this duty on Nov 30, 2017. It has not identified any need for changes or any irregularities in relation to the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- In addition, at least once per year a central and independent internal review determines whether the company's remuneration policy has been implemented in accordance with the applicable remuneration regulations and procedures. The internal auditing division of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. published its most recent report on Aug 22, 2017. This report has not resulted in any material findings concerning the remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- The remuneration policy of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has not been subject to any significant changes in the reporting period.

#### **Remuneration principles of Raiffeisen Kapitalanlage-Gesellschaft m.b.H.**

- The remuneration principles of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. support the business strategy and the long-term goals, interests and values of the company and of the investment funds managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
- The remuneration principles of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. include measures to avoid conflicts of interest.
- The remuneration principles and policies of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. are consistent with and promote sound and effective risk-taking practices and avoid incentives for any inappropriate risk-taking propensity which exceed the level of risk tolerated by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. or the investment funds under its management.
- The total amount of variable remuneration will not limit the capacity of Raiffeisen Kapitalanlage-Gesellschaft m.b.H. to strengthen its capital base.
- Variable remuneration is not paid by means of instruments or methods which facilitate circumvention of applicable legal requirements.
- Employees in positions of control are rewarded irrespective of the business unit which they supervise, they have an appropriate level of authority and their remuneration is determined on the basis of the fulfillment of their organizational targets in connection with their functions, irrespective of the results of the business activities under their supervision.

- Guaranteed variable remuneration is not consistent with sound risk management or the “pay-for-performance” principle and should not be included in future remuneration plans. Guaranteed variable remuneration is the exception:., This is only provided in connection with new hirings and only where Raiffeisen Kapitalanlage-Gesellschaft m.b.H. has a sound and strong capital base. It is limited to the first year of employment.
- Any payments relating to the premature termination of a contract must reflect the performance realized over the relevant period of time and must not reward failures or misconduct.

**Raiffeisen Kapitalanlage-Gesellschaft m.b.H. complies with the code of conduct for the Austrian investment fund industry 2012.**

Vienna, 12 September 2018

**Raiffeisen Kapitalanlage-Gesellschaft m.b.H.**

  
Mag. Rainer Schnabl

  
Mag. (FH) Dieter Aigner

  
Ing. Michal Kustra

## Audit opinion

### Report on the annual fund report

#### Audit opinion

We have audited the annual fund report issued by Raiffeisen Kapitalanlage-Gesellschaft m.b.H., Vienna, for its fund Raiffeisen Energy Equities, consisting of the portfolio of investments as of May 31, 2018, the income statement for the financial year ending as of this date and the other disclosures required under Annex I Schedule B of the 2011 Austrian Investment Fund Act (Investmentfondsgesetz, InvFG).

In our view, the annual fund report complies with applicable statutory requirements and provides a true and fair view of the net assets and financial position as of May 31, 2018 as well as the earnings position for the fund for the financial year ending as of this date, in compliance with Austrian commercial law, the provisions of InvFG 2011.

#### Basis for the audit opinion

We performed our audit in accordance with § 49 (5) InvFG 2011 in accordance with Austrian principles of orderly auditing. These principles require application of the International Standards on Auditing (ISA). Our responsibilities on the basis of these requirements and standards are outlined in further detail in the “Responsibilities of the auditor for the audit of the annual fund report” section of our audit certificate. We are independent from the company, in compliance with Austrian commercial law and professional standards, and we have fulfilled our other professional duties in accordance with these requirements. In our view, we have obtained sufficient and suitable audit documentation as a basis for our audit opinion.

#### Responsibilities of the company’s legal representatives and the supervisory board for the annual fund report

The company’s legal representatives are responsible for the preparation of the annual fund report and for ensuring that it provides a true and fair view of the fund’s net assets, financial and earnings position in compliance with Austrian commercial law and the provisions of InvFG 2011. The company’s legal representatives are also responsible for the internal controls which they deem necessary in order to enable the preparation of an annual fund report which is free from material (intentional or unintentional) misrepresentations.

The supervisory board is responsible for monitoring the company’s accounting process in relation to the funds under its management.

### Responsibilities of the auditor for the audit of the annual fund report

Our goals are to establish sufficient certainty as to whether the annual fund report as a whole is free from material (intentional or unintentional) misrepresentations and for issuing an audit certificate which includes our audit opinion. Sufficient certainty means a high level of certainty – but not a guarantee – that an orderly audit performed in accordance with the recognized Austrian principles – which require application of the ISA – will always uncover any material misrepresentation. Misrepresentations may result from malicious acts or on the basis of errors and will be deemed material where they may be reasonably expected – either individually or collectively – to influence the economic decisions made by users on the basis of this annual fund report.

As part of an audit complying with the recognized Austrian principles of orderly auditing – which require application of the ISA – we exercise due discretion throughout our audit and maintain a critical distance.

In addition, the following applies:

- We identify and evaluate the risks of material (intentional or unintentional) misrepresentations in the annual fund report, plan audit activities in response to these risks, implement these activities and obtain audit documentation which is sufficient and suitable in order to serve as a basis for our audit opinion. The risk of material misrepresentations resulting from malicious acts not being uncovered is greater than the risk resulting from errors, since malicious acts may include fraudulent collaboration, falsifications, deliberate incompleteness, misleading representations or the suspension of internal controls.
- We obtain a picture of the internal control system which is relevant for the audit so as to plan audit activities which are adequate in the given circumstances, but not with the objective of providing an audit opinion regarding the effectiveness of the company's internal control system.
- We evaluate the adequacy of the accounting methods applied by the company's legal representatives as well as the reasonableness of the legal representatives' estimates in the accounting as well as the related disclosures.
- We evaluate the overall picture, the structure and the contents of the annual fund report including the disclosures and whether the annual fund report provides a true and fair view of the underlying business transactions and events.
- We discuss matters with the supervisory board including the planned scope of the audit and its schedule as well as significant audit findings, including any significant shortcomings in the internal control system that we identify in the course of our audit.



### **Other information**

The company's legal representatives are responsible for the other information provided. This other information comprises all of the information included in the annual fund report, with the exception of the portfolio of investments, the income statement, the other disclosures required under Annex I Schedule B InvFG 2011 and the audit certificate.

Our audit opinion for the annual fund report does not cover this other information, and we do not provide any sort of assurance in this regard.

In connection with our audit of the annual fund report, we are responsible for reading this other information and for considering whether there are any material inconsistencies between this other information and the annual fund report or on the basis of our knowledge obtained in the course of our audit or whether this information appears to have been otherwise materially misrepresented. If we reach the conclusion on the basis of our activities that this other information has been materially misrepresented, we must report this. We have nothing to report in this respect.

Vienna, 12 September 2018

KPMG Austria GmbH  
Wirtschaftsprüfungs- und Steuerberatungsgesellschaft

Wilhelm Kovsca  
Auditor

## Tax treatment

Once the new reporting framework comes into effect (from Jun 6, 2016), Österreichische Kontrollbank (OeKB) will prepare the details of the tax arrangements for the fund and publish them on [www.profitweb.at](http://www.profitweb.at). The tax documents are available for downloading for all funds. The tax documents are also available on our website [www.rcm.at](http://www.rcm.at). Please visit [www.profitweb.at](http://www.profitweb.at) for detailed information on offsettable and reimbursable foreign taxes.

## Fund regulations

### Fund regulations pursuant to the Austrian Investment Fund Act 2011

The Austrian Financial Market Authority (FMA) has approved the fund regulations for the investment fund **Raiffeisen Energy Equities**, a jointly owned fund pursuant to the Austrian Investment Fund Act (InvFG) 2011, as amended.

The investment fund is a Directive-compliant fund and is managed by Raiffeisen Kapitalanlage-Gesellschaft m.b.H. (hereinafter: the "management company") which is headquartered in Vienna.

#### Article 1 Fund units

The fund units are embodied in unit certificates with the character of financial instruments which are issued to bearer.

The unit certificates shall be represented by global certificates for each unit class and – at the discretion of the management company – by actual securities.

#### Article 2 Custodian bank (custodian)

Raiffeisen Bank International AG, Vienna, is the investment fund's custodian bank (custodian).

The custodian bank (custodian), the regional Raiffeisen banks, Kathrein Privatbank Aktiengesellschaft, Vienna, and other paying agents referred to in the prospectus are the paying agents for unit certificates and the handover offices for income coupons (actual securities).

#### Article 3 Investment instruments and principles

The following assets pursuant to InvFG may be selected for the investment fund.

The investment fund mainly invests (i.e. more than 51 % of its fund assets are invested in the form of directly purchased individual securities which are not held directly or indirectly through investment funds or derivatives) in international equities and equity-equivalent securities issued by companies in the oil & gas, energy infrastructure and service, electricity and gas supply industries and other sectors of the energy industry.

The following investment instruments are purchased for the fund assets, while complying with the investment focus outlined above.

##### Securities

The fund may purchase securities (including securities with embedded derivative instruments) as permitted by law.

##### Money market instruments

Money market instruments may comprise **up to 49 %** of the fund assets.

##### Securities and money market instruments

Not fully paid-in securities or money market instruments and subscription rights for such instruments or other not fully paid-in financial instruments may only be purchased for up to **10 %** of the fund assets.

Securities and money market instruments may be purchased if they comply with the criteria concerning listing and trading on a regulated market or a securities exchange pursuant to InvFG.

Securities and money market instruments which do not fulfill the criteria laid down in the above paragraph may be purchased for up to 10 % of the fund assets in total.

### Units in investment funds

Units in investment funds (UCITS, UCI) may each amount to up to 10 % of the fund assets – and up to 10 % of the fund assets in total – insofar as these UCITS or UCI do not for their part invest more than 10 % of their fund assets in units in other investment funds.

### Derivative instruments

Derivative instruments may be used as part of the fund's investment strategy for up to 49 % of the fund assets (calculated on the basis of market prices) and for hedging purposes.

### Investment fund's risk measurement method

The investment fund applies the following risk measurement method:

### Commitment approach

The commitment figure is calculated pursuant to the 3rd chapter of the 4th Austrian Derivatives Risk Calculation and Reporting Ordinance (Derivate-Risikoberechnungs- und Meldeverordnung, DeRiMV), as amended.

The overall risk for derivative instruments which are not held for hedging purposes is limited to 60 % of the overall net value of the fund assets.

Please refer to the prospectus for details and comments.

### Sight deposits or deposits at notice

Sight deposits and deposits at notice with terms not exceeding 12 months may amount to up to 25 % of the fund assets. No minimum bank balance is required.

Within the framework of restructuring of the fund portfolio and/or a justified assumption of impending losses for securities, the investment fund may hold a lower proportion of securities and a higher proportion of sight deposits or deposits at notice with terms not exceeding 12 months.

### Short-term loans

The management company may take up short-term loans of up to 10 % of the fund assets for account of the investment fund.

### Repos

Repurchase agreements may comprise up to 100 % of the fund assets.

### Securities lending

Securities lending transactions may comprise up to 30 % of the fund assets.

Investment instruments may only be acquired uniformly for the entire investment fund, not for an individual unit class or for a group of unit classes.

However, this does not apply for currency hedge transactions. These transactions may only be entered into in relation to a single unit class. Expenses and income resulting from a currency hedge transaction shall exclusively be allocated to the relevant unit class.

Please refer to the prospectus for further details concerning Article 3.

## Article 4 Issuance and redemption modalities

The unit value shall be calculated in EUR or the currency of the unit class.

Please refer to the prospectus for further details.

The value of units will be calculated on each day of stock market trading.

## Issuance and subscription fee

Units will be issued on any banking day.

The issue price is the unit value plus a fee per unit of **up to 5 %** to cover the management company's issuing costs.

Unit issuance shall not in principle be subject to limitation; however, the management company reserves the right temporarily or entirely to discontinue its issuance of unit certificates.

The management company shall be entitled to introduce a graduated subscription fee.  
Please refer to the prospectus for further details.

## Redemption and redemption fee

Units will be redeemed on any banking day.

The redemption price is based on the value of a unit. No redemption fee will be charged.

At the request of a unitholder, its unit shall be redeemed out of the investment fund at the applicable redemption price, against surrender of the unit certificate, those income coupons which are not yet due and the renewal certificate.

## Article 5 Accounting year

The investment fund's accounting year runs from June 1 to May 31.

## Article 6 Unit classes and appropriation of income

Income-distributing unit certificates, income-retaining unit certificates with capital gains tax deducted and income-retaining unit certificates without capital gains tax deducted may be issued for the investment fund.

Various classes of unit certificates may be issued for this investment fund. The management company may decide to establish unit classes or to issue units in a given unit class. Please refer to the prospectus for further details.

### Appropriation of income for income-distributing unit certificates (income distribution)

Once costs have been covered, the income received during the past accounting year (interest and dividends) may be distributed at the discretion of the management company. Distribution may be waived subject to due consideration of the unitholders' interests. The distribution of income from the sale of assets of the investment fund including subscription rights shall likewise be at the discretion of the management company. A distribution from the fund assets and interim distributions are also permissible.

The fund assets may not through distributions fall below the minimum volume for a termination which is stipulated by law.

From August 16 of the following accounting year the amounts are to be distributed to the holders of income-distributing unit certificates. Any remaining balances shall be carried forward to a new account.

In any case, from August 16 an amount calculated pursuant to InvFG shall be paid out, to be used where applicable to meet any capital gains tax commitments on the distribution-equivalent return on those unit certificates, unless the management company ensures through appropriate proof from the custodians that at the time of payout the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for an exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

Unitholders' entitlement to the distribution of income shares shall become time-barred after five years. After this period, such income shares shall be treated as income of the investment fund.

### **Appropriation of income in case of income-retaining unit certificates with capital gains tax deducted (income retention)**

Income during the accounting year net of costs shall not be distributed. In case of income-retaining unit certificates, from August 16 an amount calculated pursuant to InvFG shall be paid out, to be used where applicable to meet any capital gains tax commitments on the distribution-equivalent return on those unit certificates, unless the management company ensures through appropriate proof from the custodians that as of the payment date the unit certificates are only held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for an exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

### **Appropriation of income in case of income-retaining unit certificates without capital gains tax deducted (full income retention – domestic and foreign tranches)**

Income during the accounting year net of costs shall not be distributed. No payment pursuant to InvFG will be made. August 16 of the following accounting year shall be the key date pursuant to InvFG in case of failure to pay capital gains tax on the annual income.

The management company shall ensure through appropriate proof from the custodians that at the time of payout the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption as per § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

If these preconditions have not been met as of the payment date, the amount calculated pursuant to InvFG shall be paid out by the custodian bank in the form of credit.

### **Appropriation of income in case of income-retaining unit certificates without capital gains tax deducted (full income retention – foreign tranche)**

Income-retaining unit certificates without deducted capital gains tax shall only be sold outside Austria.

Income during the accounting year net of costs shall not be distributed. No payment pursuant to InvFG will be made.

The management company shall ensure through appropriate proof that as of the payment date the unit certificates may only be held by unitholders who are either not subject to Austrian income or corporate income tax or who fulfill the requirements for exemption pursuant to § 94 of the Austrian Income Tax Act or for a capital gains tax exemption.

## **Article 7 Management fee, reimbursement of expenses, liquidation fee**

The management company shall receive for its management activity an annual remuneration of up to **2.0 %** of the fund assets, calculated on the basis of the values at the end of each month.

The management company is entitled to reimbursement of all expenses associated with its management of the fund.

The management company shall be entitled to introduce a graduated management fee.

The costs arising at the introduction of new unit classes for existing asset portfolios shall be deducted from the unit prices of the new unit classes.

At the liquidation of the investment fund, the custodian bank shall receive remuneration amounting to **0.5 %** of the fund assets.

Please refer to the prospectus for further details.

## Appendix

### List of stock exchanges with official trading and organized markets

#### 1. Stock exchanges with official trading and organized markets in the member states of the EEA

According to Article 16 of Directive 93/22/EEC (investment services in the securities field), each member state is obliged to maintain an up-to-date directory of its licensed markets. This directory is to be made available to the other member states and to the Commission.

According to this provision, the Commission is obliged to publish once a year a directory of the regulated markets of which it has received notice.

Due to decreasing restrictions and to trading segment specialization, the directory of "regulated markets" is undergoing great changes. In addition to the annual publication of a directory in the official gazette of the European Communities, the Commission will therefore provide an updated version on its official internet site.

##### 1.1. The current directory of regulated markets is available at:

[http://mifiddatabase.esma.europa.eu/Index.aspx?sectionlinks\\_id=23&language=0&pageName=REGULATED\\_MARKETS\\_Display&subsection\\_id=0](http://mifiddatabase.esma.europa.eu/Index.aspx?sectionlinks_id=23&language=0&pageName=REGULATED_MARKETS_Display&subsection_id=0)<sup>1</sup>

##### 1.2. The following stock exchanges are to be included in the directory of Regulated Markets:

1.2.1. Luxembourg Euro MTF Luxembourg

##### 1.3. Recognized markets in the EU pursuant to § 67 (2) item 2 InvFG:

Markets in the EEA classified as recognized markets by the relevant supervisory authorities.

#### 2. Stock exchanges in European states which are not members of the EEA

2.1.	Bosnia & Herzegovina:	Sarajevo, Banja Luka
2.2.	Croatia:	Zagreb Stock Exchange
2.3.	Montenegro:	Podgorica
2.4.	Russia:	Moscow (RTS Stock Exchange), Moscow Interbank Currency Exchange (MICEX)
2.5.	Switzerland:	SWX Swiss-Exchange
2.6.	Serbia:	Belgrade
2.7.	Turkey:	Istanbul (for Stock Market, "National Market" only)

#### 3. Stock exchanges in non-European states

3.1.	Australia:	Sydney, Hobart, Melbourne, Perth
3.2.	Argentina:	Buenos Aires
3.3.	Brazil:	Rio de Janeiro, Sao Paulo
3.4.	Chile:	Santiago
3.5.	China:	Shanghai Stock Exchange, Shenzhen Stock Exchange
3.6.	Hong Kong:	Hong Kong Stock Exchange
3.7.	India:	Mumbai
3.8.	Indonesia:	Jakarta
3.9.	Israel:	Tel Aviv
3.10.	Japan:	Tokyo, Osaka, Nagoya, Kyoto, Fukuoka, Niigata, Sapporo, Hiroshima
3.11.	Canada:	Toronto, Vancouver, Montreal
3.12.	Colombia:	Bolsa de Valores de Colombia
3.13.	Korea:	Korea Exchange (Seoul, Busan)
3.14.	Malaysia:	Kuala Lumpur, Bursa Malaysia Berhad
3.15.	Mexico:	Mexico City
3.16.	New Zealand:	Wellington, Christchurch/Invercargill, Auckland
3.17.	Peru:	Bolsa de Valores de Lima
3.18.	Philippines:	Manila

<sup>1</sup>Click on "view all" to open the directory. The link may be modified by the Austrian Financial Market Authority (FMA) or by the European Securities and Markets Authority (ESMA).

[You may access the directory as follows by way of the FMA's website:

<http://www.fma.gv.at/de/unternehmen/boerse-wertpapierhandel/boerse.html> - scroll down - link "List of Regulated Markets (MiFID Database; ESMA)" – "view all"]<sup>1</sup>

3.19.	Singapore:	Singapore Stock Exchange
3.20.	South Africa:	Johannesburg
3.21.	Taiwan:	Taipei
3.22.	Thailand:	Bangkok
3.23.	USA:	New York, American Stock Exchange (AMEX), New York Stock Exchange (NYSE), Los Angeles/Pacific Stock Exchange, San Francisco/Pacific Stock Exchange, Philadelphia, Chicago, Boston, Cincinnati
3.24.	Venezuela:	Caracas
3.25.	United Arab Emirates:	Abu Dhabi Securities Exchange (ADX)

#### 4. Organized markets in states which are not members of the European Community

4.1.	Japan:	Over the Counter Market
4.2.	Canada:	Over the Counter Market
4.3.	Korea:	Over the Counter Market
4.4.	Switzerland:	SWX-Swiss Exchange, BX Berne eXchange; Over the Counter Market of the members of the International Capital Market Association (ICMA), Zurich
4.5.	USA:	Over the Counter Market in the NASDAQ system, Over the Counter Market (markets organized by NASD such as Over-the-Counter Equity Market, Municipal Bond Market, Government Securities Market, Corporate Bonds and Public Direct Participation Programs) Over-the-Counter-Market for Agency Mortgage-Backed Securities

#### 5. Stock exchanges with futures and options markets

5.1.	Argentina:	Bolsa de Comercio de Buenos Aires
5.2.	Australia:	Australian Options Market, Australian Securities Exchange (ASX)
5.3.	Brazil:	Bolsa Brasileira de Futuros, Bolsa de Mercadorias & Futuros, Rio de Janeiro Stock Exchange, Sao Paulo Stock Exchange
5.4.	Hong Kong:	Hong Kong Futures Exchange Ltd.
5.5.	Japan:	Osaka Securities Exchange, Tokyo International Financial Futures Exchange, Tokyo Stock Exchange
5.6.	Canada:	Montreal Exchange, Toronto Futures Exchange
5.7.	Korea:	Korea Exchange (KRX)
5.8.	Mexico:	Mercado Mexicano de Derivados
5.9.	New Zealand:	New Zealand Futures & Options Exchange
5.10.	Philippines:	Manila International Futures Exchange
5.11.	Singapore:	The Singapore Exchange Limited (SGX)
5.12.	Slovakia:	RM-System Slovakia
5.13.	South Africa:	Johannesburg Stock Exchange (JSE), South African Futures Exchange (SAFEX)
5.14.	Switzerland:	EUREX
5.15.	Turkey:	TurkDEX
5.16.	USA:	American Stock Exchange, Chicago Board Options Exchange, Chicago, Board of Trade, Chicago Mercantile Exchange, Comex, FINEX, Mid America Commodity Exchange, ICE Future US Inc. New York, Pacific Stock Exchange, Philadelphia Stock Exchange, New York Stock Exchange, Boston Options Exchange (BOX)



## Appendix

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