

Raiffeisen European SmallCap

(Original German name:

Raiffeisen-Europa-SmallCap)

Semi-annual fund report

2012-2013

Table of contents

General fund information	3
Fund characteristics.....	3
Legal notice	4
Fund details in EUR	5
Units in circulation.....	5
Fund investment policy report	6
Makeup of fund assets in EUR	7
Portfolio of investments in EUR	8

Semi-annual report from 1 August 2012 to 31 January 2013

Raiffeisen European SmallCap is an equity fund under the Austrian Investment Fund Act. It pursues an investment goal of long-term capital growth subject to a higher level of risk. It mainly invests (at least 51 per cent of its fund assets) in equities or equity-equivalent securities issued by small cap companies which have a market capitalization (price (market price) multiplied by a company's total number of issued shares) of up to EUR 5 billion and which are headquartered or mainly active in Europe. The fund may also invest in other securities, in bonds and money market instruments issued by sovereigns, companies or supranational issuers etc., in units in investment funds and in sight deposits and deposits at notice. The fund is actively managed and is not limited by means of a benchmark.

General fund information

Tranche	Launch date	ISIN
ISIN income-distributing (R) (A)	25/7/2003	AT0000638986
ISIN income-retaining (R) (T)	25/7/2003	AT0000638994
ISIN full income-retaining (outside Austria) (R) (VTA)	28/10/2003	AT0000639000
ISIN full income-retaining (outside Austria) (I) (VTA)	1/2/2011	AT0000A0LQ44
ISIN savings fund income-distributing (R) (A)	25/7/2003	AT0000639018
ISIN savings fund income-retaining (R) (T)	25/7/2003	AT0000639026

Fund characteristics

Fund currency:	EUR
Financial year:	1 August – 31 July
Distribution/payment/reinvestment date:	15 October
EU directive compliance:	EU directive-compliant investment fund pursuant to InvFG (UCITS)
Fund type:	Target fund (up to 10 % subfunds)
Max. management fee for the fund:	R tranche: 2.00 % (excluding any performance-related fee) I tranche: 1.00 % (excluding any performance-related fee)
Target group:	Public fund
Custodian bank:	Raiffeisen Bank International AG
Management company:	Raiffeisen Kapitalanlage-Gesellschaft m.b.H. Schwarzenbergplatz 3, A-1010 Vienna Tel. +43 1 71170-0, Fax +43 1 71170-1092 www.rcm.at Companies register number: 83517 w
Fund management:	Raiffeisen Kapitalanlage-Gesellschaft m.b.H.
Auditor:	KPMG Austria AG

Legal notice

All data and information has been compiled and checked with the greatest care. No liability or guarantee can be assumed for the recentness, correctness and completeness of the information provided. We consider the sources used to be reliable. 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) In principle, the value of assets quoted or traded on a stock market or on another regulated market will be determined 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 valuation methods shall be used.

Dear unitholder,

Raiffeisen Kapitalanlage-Gesellschaft m.b.H. is pleased to present its semi-annual fund report for Raiffeisen European SmallCap for the period from 1 August 2012 to 31 January 2013.

Fund details in EUR

	31/7/2012	31/1/2013
Fund assets	58,715,359.45	70,333,990.38
Net asset value/unit (R) (A)	144.57	167.62
Issue price/unit (R) (A)	151.80	176.00
Net asset value/unit (R) (T)	150.45	175.88
Issue price/unit (R) (T)	157.97	184.67
Net asset value/unit (R) (VTA)	154.50	180.85
Issue price/unit (R) (VTA)	162.23	189.89
Net asset value/unit (I) (VTA)	156.81	184.46
Issue price/unit (I) (VTA))	164.65	193.68

Units in circulation

	(R) A	(R) T	(R) VTA	(I) VTA
Units in circulation on 31/7/2012	30,442.115	268,479.620	90,084.713	10.000
Sales	449.208	36,781.644	5,525.544	0.000
Repurchases	- 1,705.087	- 20,192.100	- 11,018.758	0.000
Units in circulation	29,186.236	285,069.164	84,591.499	10.000
Total units in circulation on 31/1/2013				398,856.899

Fund investment policy report

In the past half year, European small cap stocks achieved gains of almost 19 %. This strong performance was mainly attributable to the easing of the European debt crisis. Sentiment in relation to Europe's fringe markets recovered rapidly. The extent of the rally was slightly surprising, and Raiffeisen European SmallCap was not quite able to keep up with the market trend.

In the past half year, the fund adjusted its mean value. The underperformers of the last few years became the outperformers of the past six months. The fund's valuation markdowns in southern Europe had become overly pronounced in relation to northern Europe. Some Greek equities – such as Duty Free, Thessaloniki Water & Sewage and Athens Water – were outperformers in the past half year. The fund's positions in Nemetschek, Temenos and RHI also generated positive contributions. The following equities provided negative contributions: Vopak, Imtech, Fugro, Wood Group, Verbund and Gerry Weber. Some of these companies had been strong outperformers over the past few years, but failed to remain so in the past half year. The strong performance of the Italian banks also yielded negative contributions.

Makeup of fund assets in EUR

Securities	Market value	%
Equities:		
EUR	56,384,820.38	80.17
GBP	2,772,123.36	3.94
CHF	2,156,387.57	3.07
NOK	1,600,483.86	2.27
SEK	1,328,852.77	1.89
DKK	192,347.65	0.27
Total equities	64,435,015.59	91.61
Subscription rights:		
EUR	24.50	0.00
Warrants:		
EUR	7,440.00	0.01
Real estate investment trusts:		
EUR	296,229.96	0.42
Total securities	64,738,710.05	92.04
Bank balances		
Bank balances in fund currency	5,730,731.97	8.15
Bank liabilities in foreign currency	- 14,765.84	- 0.02
Total bank balances	5,715,966.13	8.13
Accruals and deferrals		
Interest claims (on securities and bank balances)	90.78	0.00
Other items		
Various fees	- 120,776.58	- 0.17
Total fund assets	70,333,990.38	100.00

Portfolio of investments in EUR

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.

ISIN	SECURITY TITLE	VOLUME 31/1/2013	PURCHASES ADDITIONS IN PERIOD UNDER REVIEW	SALES DISPOSALS	PRICE	MARKET VALUE IN EUR	% SHARE OF FUND ASSETS
EQUITIES IN SWISS FRANCS							
CH0038388911	SULZER NAM.	9,000			145.100000	1,054,889.13	1.50
CH0012453913	TEMENOS GROUP AG NA	40,000			19.000000	613,918.17	0.87
CH0002088976	VALORA HLDG NA	3,000			201.200000	487,580.27	0.70
EQUITIES IN DANISH CROWNS							
DK0010259027	DFDS A/S INDEHAV.	5,000	5,000		287.000000	192,347.65	0.27
EQUITIES IN EURO							
NL0000852564	AALBERTS IND. NV	44,943			16.690000	750,098.67	1.07
DE0005408116	AAREAL BANK AG	40,600			17.500000	710,500.00	1.01
DE0005103006	ADVA OPT.NETW.SE O.N.	47,000	47,000		4.421000	207,787.00	0.29
AT0000603709	AGRANA BET.AG STAMM.O.N.	5,000			98.230000	491,150.00	0.70
FI0009000285	AMER SPORTS CORP. A	40,000		10,000	11.720000	468,800.00	0.67
EE3100034653	ARCO VARA AS	10,000			1.250000	12,500.00	0.02
IT0003261069	ASTALDI S.P.A.	121,211			5.480000	664,236.28	0.94
AT0000969985	AT+S AUST. TECH.SYS.O.N.	52,277			7.915000	413,772.46	0.59
BE0974258874	BEKAERT P.S.	10,000			22.795000	227,950.00	0.32
AT00000BENE6	BENE INH. AKT. O.N.	20,400		45,000	0.998000	20,359.20	0.03
NL0000339703	BETER BED HLDG	28,000			14.600000	408,800.00	0.58
NL0000335578	BINCKBANK N.V.	83,750			7.208000	603,670.00	0.86
IT0001050910	BREMBO S.P.A.	57,000			10.090000	575,130.00	0.82
NL0000343432	BRUNEL INTL NV	17,000			39.530000	672,010.00	0.95
IT0001347308	BUZZI UNICEM	52,000			10.710000	556,920.00	0.79
AT0000641352	CA IMMO.ANL.AG AKT. O.N.	58,000	18,000		11.295000	655,110.00	0.93
FI0009013429	CARGOTEC CORP. B	17,000			21.150000	359,550.00	0.51
DE0005407100	CENIT AG O.N.	35,000			8.110000	283,850.00	0.40
IT0000080447	CIR ORD.	260,000			0.860000	223,600.00	0.32
ES0117160111	CORP. FIN. ALBA INH.	15,700			35.310000	554,367.00	0.79
IT0003849244	DAVIDE CAMPARI-MIL.	100,000			5.800000	580,000.00	0.82
NL0009294552	DELTA LLOYD N.V.	55,000			14.515000	798,325.00	1.13
DE0007480204	DEUTSCHE EUROSHOP AG O.N.	9,186			31.430000	288,715.98	0.41
DE000A0HN5C6	DEUTSCHE WOHNEN AG INH	30,000	30,000		14.220000	426,600.00	0.61
IT0003492391	DIASORIN S.P.A.	7,000			28.840000	201,880.00	0.29
GRS294003009	DUTY FREE SHOPS	78,668			13.840000	1,088,765.12	1.55
ES0112501012	EBRO FOODS NOM.	40,404	404		14.855000	600,201.42	0.85
GRS191213008	ELLAKTOR S.A.NAM.	78,824			2.110000	166,318.64	0.24
ES0130960018	ENAGAS INH.	24,000			17.560000	421,440.00	0.60
ES0130625512	ENCE ENERGIA+CELUL.	137,048	3,606		2.255000	309,043.24	0.44
GRS359353000	EYDAP S.A. INH	48,495			6.150000	298,244.25	0.42
AT0000911805	FLUGHAFEN WIEN AKT. O.N.	10,500			45.350000	476,175.00	0.68
DE000A02ZZZ5	FREENET AG NA	80,000			16.150000	1,292,000.00	1.84
GRS346153000	FRIGOGLASS NA	47,437			5.710000	270,865.27	0.38
NL0000352565	FUGRO NV CVA NAM.	18,058		3,000	44.475000	803,129.55	1.14
ES0143416115	GAMESA CORP.TEC.I.	18,161			1.829000	33,216.47	0.05
GRS145003000	GEK TERNA S.A.	35,000			2.460000	86,100.00	0.12
DE000A0LD6E6	GERRESHEIMER AG	2,000	2,000		38.100000	76,200.00	0.11
DE0003304101	GERRY WEBER INTERNAT.O.N.	38,552			36.120000	1,392,498.24	1.98
IE00B00MZ448	GRAFTON GROUP PLC UTS	152,300			4.370000	665,551.00	0.95
DE0005865901	GRENKELEASING AG O.N.	23,710			55.400000	1,313,534.00	1.87
FR0000072910	GROUPE STERIA SCA INH.	32,478			13.870000	450,469.86	0.64
DE000A0S8488	HAMBURG.HAFEN U.LOG.A-SP	14,000			18.605000	260,470.00	0.37
DE0008402215	HANN.RUECKVER.AG NA O.N.	21,000			59.360000	1,246,560.00	1.77
FR0000066755	HAULOTTE GROUP INH.	12,627			5.950000	75,130.65	0.11
IT0001250932	HERA S.P.A.	210,000			1.367000	287,070.00	0.41
FR0000120859	IMERYSA INH.	18,240			48.995000	893,668.80	1.27
IT0000076197	INDESIT COMPANY	60,800			6.150000	373,920.00	0.53
DE000KSAG888	K+S AG NA O.N.	12,000			33.925000	407,100.00	0.58
NL0009432491	KON. VOPAK NV	26,862		7,000	50.680000	1,361,366.16	1.94
FI0009005870	KONECRANES OYJ O.N.	37,950			26.180000	993,531.00	1.41
NL0000337319	KONINK.BAM GP TOON.	100,064			3.161000	316,302.30	0.45

ISIN	SECURITY TITLE	VOLUME 31/1/2013	PURCHASES ADDITIONS IN PERIOD UNDER REVIEW	SALES DISPOSALS	PRICE	MARKET VALUE IN EUR	% SHARE OF FUND ASSETS
EQUITIES IN EURO							
AT0000644505	LENZING AG AKT.O.N.	7,000	4,000		74.470000	521,290.00	0.74
FR0000503353	LISI SA INH.	14,500			65.760000	953,520.00	1.35
FR000051070	MAUREL ET PROM INH.	55,000	10,000		13.455000	740,025.00	1.05
GRS426003000	MOTOR OIL (HELL.)	26,700			8.710000	232,557.00	0.33
DE000A0D9PT0	MTU AERO ENGINES NA O.N.	21,000			71.250000	1,496,250.00	2.13
DE0006452907	NEMETSCHKE AG O.N.	45,500		5,000	38.425000	1,748,337.50	2.48
FR0000444448	NEXANS INH.	20,934			38.550000	807,005.70	1.15
FI0009005318	NOKIAN RENKAAT OYJ	20,000			32.260000	645,200.00	0.92
NL0000375400	NUTRECO N.V.	24,975			65.310000	1,631,117.25	2.32
BE0003876936	NYRSTAR	59,500			4.451000	264,834.50	0.38
ES0142090317	OBRASCON INH.	30,000			23.000000	690,000.00	0.98
FR0000124570	PLASTIC OMNIUM INH.	18,540			28.800000	533,952.00	0.76
FI0009003222	POHJOLA BK A	43,500			12.660000	550,710.00	0.78
AT0000APOST4	POST AG AKT.O.N.	10,000			32.500000	325,000.00	0.46
ES0175438003	PROSEGUR NOM.	269,000			4.442000	1,194,898.00	1.70
GRS434003000	PUBL.POWER GR.INH.	32,200			7.270000	234,094.00	0.33
DE0006969603	PUMA SE	1,760			234.450000	412,632.00	0.59
IT0003828271	RECORDATI SPA	58,948			7.645000	450,657.46	0.64
PTREL0AM0008	REN-REDES ENERGET.	70,000			2.323000	162,610.00	0.23
DE0007030009	RHEINMETALL AG	10,800			39.560000	427,248.00	0.61
AT0000676903	RHI AG AKTIEN O.N.	54,257			27.220000	1,476,875.54	2.10
DE0007042301	RHOEN-KLINIKUM O.N.	22,000	22,000		15.415000	339,130.00	0.48
NL0006055329	ROYAL IMTECH N.V.	55,205		10,000	19.845000	1,095,543.23	1.56
NL0000360618	SBM OFFSHORE N.V.	25,537			11.210000	286,269.77	0.41
AT0000946652	SCHOELLER-BL.OIL	9,500		2,400	72.950000	693,025.00	0.99
PTSEM0AM0004	SEMAPA SGPS NAM.	81,433			7.250000	590,389.25	0.84
ES0178165017	TECNICAS REUNIDAS	8,000			37.795000	302,360.00	0.43
FR0000051807	TELEPERFORMANCE INH.	49,000			29.200000	1,430,800.00	2.03
GRS428003008	THES. WATER S.+S.	124,170			6.200000	769,854.00	1.09
GRS074083007	TITAN CEMENT NAM.	9,560			13.000000	124,280.00	0.18
NL0009739424	TNT EXPRESS N.V.	100,000	100,000		5.552000	555,200.00	0.79
ES0132945017	TUBACEX INH.	130,000			2.525000	328,250.00	0.47
BE0003884047	UMICORE S.A. NEW	18,210			39.205000	713,923.05	1.01
NL0000389096	UNIT4	26,400			24.990000	659,736.00	0.94
NL0000354488	USG PEOPLE N.V.	72,485			6.274000	454,770.89	0.65
FR0000120354	VALLOUREC	12,432			41.150000	511,576.80	0.73
AT0000746409	VERBUND KAT.A O.N.	58,000	35,000		16.000000	928,000.00	1.32
FR0000031577	VIRBAC SA	7,500			164.900000	1,236,750.00	1.76
DE000A0CAYB2	WINCOR NIXDORF O.N.	17,000			39.255000	667,335.00	0.95
NL0000395903	WOLTERS KLUWER NAM.	50,625			14.875000	753,046.88	1.07
FI0009800643	YIT OYJ	29,200			16.420000	479,464.00	0.68
NL0006294290	ZIGGO N.V.	20,000	20,000		23.950000	479,000.00	0.68
AT0000837307	ZUMTOBEL AG AKT.O.N.	35,000			10.650000	372,750.00	0.53
EQUITIES IN BRITISH POUNDS							
GB0007365546	CARILLION PLC	101,525	50,858		3.080000	363,918.53	0.52
GB00B0HZP136	GREENE KING PLC	130,000			6.700000	1,013,674.72	1.44
GB00B5N0P849	JOHN WOOD GR.	70,000			8.055000	656,211.81	0.93
GB00B83XCK58	MICRO FO ITL PLC	104,000	104,000		6.100000	738,318.30	1.05
EQUITIES IN NORWEGIAN CROWNS							
NO0010170921	DOLPHIN GROUP ASA	200,000	200,000		7.280000	195,692.35	0.28
NO0003078800	TGSNOP.GEOPHYSICAL	52,000		15,000	201.000000	1,404,791.51	1.99
EQUITIES IN SWEDISH CROWNS							
SE0000102378	BETSSON AB B	14,245	4,245		215.500000	356,308.94	0.51
SE0000163594	SECURITAS AB B FR.	140,000			59.850000	972,543.83	1.38
SUBSCRIPTION RIGHTS IN EURO							
BE0005644183	NYRSTAR NV STRIP VVPR	24,500			0.001000	24.50	0.00
WARRANTS IN EURO							
FR0010897082	ETABL.MAUREL+PROM	30,000			0.248000	7,440.00	0.01
REAL ESTATE INVESTMENT TRUSTS IN EURO							
GRS491003000	EUROBANK PROP.REAL EST.I.	54,756			5.410000	296,229.96	0.42
TOTAL SECURITIES PORTFOLIO					EUR	64,738,710.05	92.04

	CURRENCY		MARKET VALUE IN EUR	% SHARE OF FUND ASSETS
BANK BALANCES				
EUR BALANCES	EUR	5,730,731.97		
BALANCES IN OTHER EU CURRENCIES				
NOK	EUR	-14,765.84	EUR 5,715,966.13	8.13
ACCRUALS AND DEFERRALS				
INTEREST CLAIMS	EUR		90.78	0.00
OTHER ITEMS				
VARIOUS FEES	EUR		-120,776.58	-0.17
TOTAL FUND ASSETS	EUR		70,333,990.38	100.00
NET ASSET VALUE PER UNIT				
TRANCHE R INCOME-DISTRIBUTING	EUR		167.62	
TRANCHE R INCOME-RETAINING	EUR		175.88	
TRANCHE R FULL INCOME-RETAINING	EUR		180.85	
TRANCHE I FULL INCOME-RETAINING	EUR		184.46	
UNITS IN CIRCULATION				
TRANCHE R INCOME-DISTRIBUTING	UNITS		29,186.236	
TRANCHE R INCOME-RETAINING	UNITS		285,069.164	
TRANCHE R FULL INCOME-RETAINING	UNITS		84,591.499	
TRANCHE I FULL INCOME-RETAINING	UNITS		10,000	

EXCHANGE RATES

FOREIGN CURRENCY ASSETS WERE CONVERTED INTO EUR ON THE BASIS OF THE EXCHANGE RATES APPLICABLE ON 30/1/2013:

CURRENCY	UNIT	=	PRICE	
SWISS FRANC	1 EUR	=	1.237950	CHF
DANISH CROWN	1 EUR	=	7.460450	DKK
BRITISH POUND	1 EUR	=	0.859250	GBP
NORWEGIAN CROWN	1 EUR	=	7.440250	NOK
SWEDISH CROWN	1 EUR	=	8.615550	SEK

SECURITIES PURCHASES AND SALES DURING THE PERIOD UNDER REVIEW NOT LISTED UNDER THE PORTFOLIO OF ASSETS:

ISIN	SECURITY TITLE	PURCHASES ADDITIONS	SALES DISPOSALS
EQUITIES IN EURO			
NL0000334118	ASM INTL N.V.		30,000
IT0004251689	MAIRE TECNIMONT SPA		50,000
FR0000039620	MERSEN S.A. INH.		14,852
DE0007507501	WASHTEC AG O.N.		52,621
EQUITIES IN BRITISH POUNDS			
GB00B7786072	MICRO FOCUS I.		114,400
QOQDBM042845	MICRO FOCUS I. SH	114,400	114,400
EQUITIES IN SWEDISH CROWNS			
MT0000650102	ANGLER GAMING PLC		10,000

ISIN	SECURITY TITLE	PURCHASES ADDITIONS	SALES DISPOSALS
SUBSCRIPTION RIGHTS IN EURO			
NL0010107561	DELTA LLOYD-ANR.(DIV.WW.)	55,000	55,000
NL0010107512	NUTRECO N.V. -ANR.WAHLD.-	24,975	24,975

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

Vienna, 11 March 2013

Raiffeisen Kapitalanlage-Gesellschaft m. b. H.


 Dr. Mathias Bauer


 Mag. (FH) Dieter Aigner


 Mag. Gerhard Aigner