



Monthly report on 30.09.2019

**Investment Policy** The Fund's target investment ratio for bond market, treasury bills and commercial bills is limited to at least 75% of the Fund's assets; modified duration of the Fund shall not exceed 1,5; exposure to the equity market (directly or indirectly) is prohibited at any time; currency exposure is not restricted.

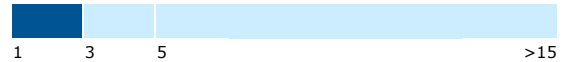
**Fund-Facts**

Base Currency	EUR
Net Asset Value in HRK	3.520.964.740,27
Net Asset Value in EUR	475.660.519,57
Initial unit price	100,0000
Unit price	129,0938
Minimum investment	400 HRK or 100 HRK in case of an investment plan
Fiscal Year	01.01. to 31.12.
Inception	28.06.2013
Licensed in	Croatia & Montenegro
Administrative Fee	1,30 % of net assets per year
Depository fees, Erste & Steiermärkische bank d.d.	0,115 % of net assets per year
Entry fee	no charge
Exit fee	for investments of up to 3 months the fee is 1%, for investments up to one year the fee is 0.5%, for investments longer than one year fee will not be charged
Contact	erste-am@erste-am.hr

**Level of risk pursuant to KID**

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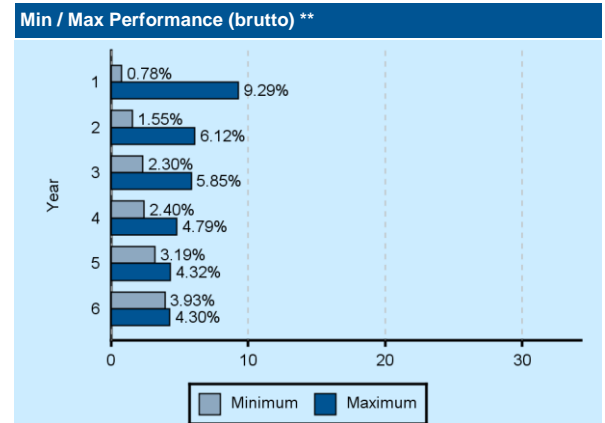
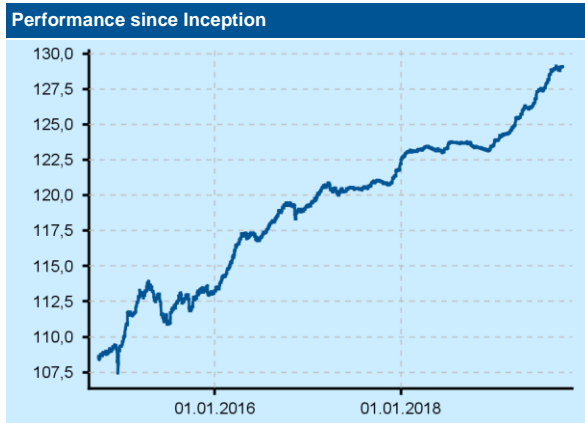
**Recommended holding period (in years)**



**Performance**

Currency	1 Year	3 Years	5 Years	10 Years	Since Inception	Year to Date
EUR	4,31 %	2,67 %	3,51 %	N/A	4,16 %	4,54 %

Year	2014	2015	2016	2017	2018
Performance	7,52 %	3,52 %	5,25 %	2,41 %	1,17 %



Returns are net of custody and management fees. Returns for 1, 3, 5, 10 years and since inception represent the average annualized return for respective periods. Year to date return is calculated as a percentage change in unit price from the end of the previous year until the date of this report. Min/Max return graph shows the best and worst returns of the fund for a given holding period from 1 to 7 years, based on historical data. Past performance is not a reliable indicator of the future performance of a fund.

**Benefits for Investors**

- High liquidity - fast payout of money
- If the recommended investment horizon time is kept, it is possible to achieve a higher yield than with money market funds
- Wide diversification of fund portfolios up to tens of titles, reducing the risk of drop in the investment value
- Wide selection of bond funds pursuant to their focus and investment strategies
- Either lump sum or regular investments
- High fund's transparency

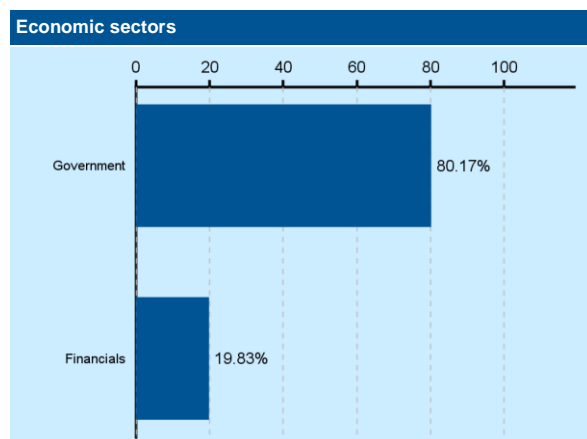
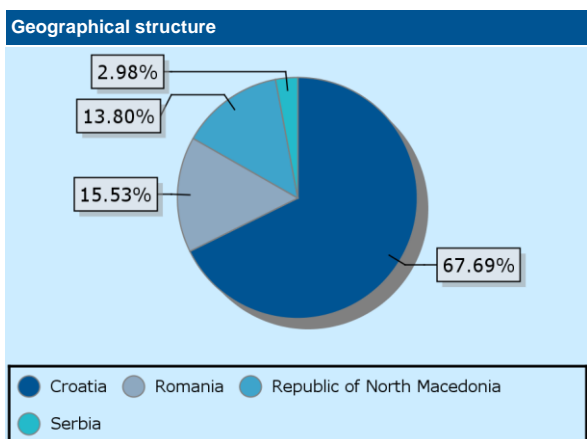
**Risks to be considered**

- Interest rate risk - the value of financial instruments in which the Fund invests is directly or indirectly dependent on the movement of market interest rates
- Foreign exchange fluctuations may affect the price of the Fund (positively or negatively)
- All details about risks connected with investments in funds are provided in the Fund's Prospectus and Rules

This is a report and contains all known and available data source to Erste Asset Management Ltd. ("Company") at the time of its preparation and publication. The Company undertakes no obligation to update the data so that a judgment about its accuracy, completeness and reliability can be based solely on the actual situation at the time of its preparation and publication. In this report, the Company does not give financial advice nor can the information contained in this report be considered an investment recommendation. Analyses conducted by the Company and the conclusions that the Company performed are in general and personal needs and interests of investors in terms of their income, the acceptability of risk, investment horizon and etc are not taken in consideration. Using published data, and reliance on the information contained in it to make investment decisions are the sole responsibility and risk of investors who use it and Company removes itself from any responsibility towards investors in this regard. This report is subject to changes. It provides information and should not be considered as an offer or public invitation to purchase shares in any open-end investment fund managed by the Company. Past operations and performances of the fund are not a reliable indicator of their business in the future therefore Company invites interested investors, before making any decision on whether to invest, to carefully read the Prospectus and the Rules and Key information for investors of the fund in which they want to invest, so they can be informed on the conditions, characteristics and risk of investment.



**Fund structure**



**Top fund positions**

Bonds	MINISTRY OF FINANCE CROATIA	H23BA	7,18 %
Bonds	MINISTRY OF FINANCE CROATIA	CROATI 3 03/11/25	6,56 %
Bonds	MINISTRY OF FINANCE CROATIA	CROATI 2.7 06/15/28	6,11 %
Bonds	MINISTRY OF FINANCE CROATIA	CROATI 3.875 22	6,04 %
Bonds	MINISTRY OF FINANCE OF NORTH MACEDONIA	MACEDO 3.975 07/24/21	4,93 %
Bonds	MINISTRY OF FINANCE CROATIA	H222E	4,68 %
Deposits	ERSTE I STEIERMARKISCHE BANK D.D.	Deposits	4,41 %
Deposits	ZAGREBAČKA BANKA D.D.	Deposits	4,21 %
Deposits	ERSTE I STEIERMARKISCHE BANK D.D.	Deposits	3,78 %
Bonds	MINISTRY OF FINANCE ROMANIA	ROMANI 2. 124 31	3,51 %

**Types of assets**

Government Bond	78,22 %
Deposits	19,35 %
Cash	2,60 %

The share of transferable securities and money market instruments which are listed or traded on a regulated market in NAV 78,22 %

**Other information about the fund**

**Statistics**

Sharpe Ratio	1,04
Volatility	1,16 %
Average Yield	0,49 %
Average to Time Maturity	4,77 Years
Mod. duration	3,98
Avg. Coupon	2,95 %

**Currency exposure**

EUR	102,52 %
HRK	-2,52 %

**Securities at estimated values**

Company name	Ticker	Estimated value	Date	Share in NAV
Ministry of Finance Croatia	H217A	104,70 HRK	09/2019	0,43 %
Ministry of Finance Croatia	H247E	126,37 EUR	09/2019	0,68 %
Ministry of Finance Croatia	H222E	101,05 EUR	09/2019	4,68 %
Ministry of Finance Serbia	SERBGB 1,5 12/25/20 EUR	100,87 EUR	09/2019	2,14 %
LANIŠTE D.O.O.	3LNG	0,00 EUR	08/2015	0,00 %

\* Method of assessment: BVAL, Reuters