

Apollo Euro Corporate Bond Fund

Joint tenancy fund in securities according to the Investmentfondsgesetz
(Austrian Investment Fund Act)

Statement of accounts

For the fiscal year from
October 1st, 2015 to September 30th, 2016

Non-audited translation

S SECURITY
Kapitalanlage Aktiengesellschaft

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Security Kapitalanlage Aktiengesellschaft, Graz

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Shareholder

Capital Bank - GRAWE Gruppe AG, Graz

State Commissioners

Oberrat Mag. Karin Kufner (until 31st of May, 2016)
Hofrat, Regierungsrat Josef Weidinger, BA (until 31st of May, 2016)
MR Mag. Hans-Jürgen Gaugl, Msc (as from 1st of June, 2016)
Mag. Barbara Pichler (as from 1st of June, 2016)

Supervisory board

Dr. Othmar Ederer (chairman)
Mag. Klaus Scheitegel (vice chairman)
DDIng.Mag,Dr. Günther Puchtler
Mag. Christiane Riel-Kinzer

Board of management

Mag. Dieter Rom
MMag. DDr. Hans Peter Ladreiter

Custodian Bank

SEMPER CONSTANTIA PRIVATBANK AKTIENGESELLSCHAFT, Vienna

Sales Partner

Capital Bank - GRAWE Gruppe AG, Graz

Auditor

Ernst & Young Wirtschaftsprüfungsgesellschaft m.b.H., Vienna

Fund Manager

Muzinich & Co. Ltd., London

Information on remuneration policy

Number of employees: 29

Total remuneration employees (including the executive board): EUR 2,911,815.16

Thereof fixed remuneration: EUR 2,255,214.04

Thereof variable remuneration: EUR 656,601.12

Total remuneration for the executive board, risk carrier, employees with control function and employees, whom have been in the same income group compared to the executive board and risk carriers because of the total amount of their remunerations: EUR 938,253.04

Thereof remuneration executive board: EUR 827,081.49

Thereof remuneration risk carriers: EUR 0.00

Thereof remuneration employees with control function: EUR 111,171.55

Thereof remuneration employees, whom have been in the same income group compared to the executive board and risk carrier: EUR 0.00

Information on carried interests: none

Neither incentive payments nor other charges regarding the investment fund were directly paid.

Information concerning the calculation of the remuneration policy can be found on the Web site of the management company: see: www.securitykag.at

Information relating the results of the supervisory board's audit and the internal audit: There have not been any significant findings during the latest audit.

Information on key modifications regarding the remuneration policy: The recent modifications were made within the UCITS V change in March 18th, 2016 and further November 14th, 2016.

Report to the shareholders

Dear shareholder

the Security Kapitalanlage Aktiengesellschaft hereby presents the annual report of Apollo Euro Corporate Bond Fund, co-ownership fund in securities according to § 2 Austrian Investment Fund Act (Investmentfondsgesetz, short "InvFG") 2011, for the fiscal year from October 1st, 2015 to September 30th, 2016.

As per September 1st 2011 the Austrian Investment Fund Act (InvFG) 2011 came into force, some of the terms and legal cross references used in the fund's regulations relate to InvFG 1993, which were applicable at the time of the fund's licensing.

The management board of Security Kapitalanlage Aktiengesellschaft wants to point out, that the fund Apollo Euro Corporate Bond Fund had to be suspended at the 11th of January, 2016, in other words the price calculation- and publication as well as the issue and redemption of the share certificates according to § 56 InvFG were abandoned. The appropriate notifications and publications were made. The reason for this was a shape change regarding the data transfer relating to courses of a relevant price provider and thereby related faults in the result file.

1. The past five fiscal years in comparison

	Total asset value	Distributing shares AT0000819487		Accumulating shares AT0000746938			Performance in percent-
		Net value per share	Distribution per share	Net asset value per accumulating share	Profits used for accumulation -	Payment pursuant to § 58 Abs. 2 InvFG 2011	
30/09/2016	305,674,374.10	6.83	0.13	11.95	0.3449	0.0968	*
30/09/2015	280,760,421.03	6.54	0.20	11.19	0.45	0.10	-
30/09/2014	285,135,232.37	6.75	0.25	11.25	0.37	0.11	-
30/09/2013	199,186,966.43	6.48	0.25	10.47	0.28	0.09	-
30/09/2012	174,173,443.87	6.39	0.25	10.03	0.28	0.10	-

	Total asset value	Distributing shares AT0000A1NQT7 ¹⁾		Performance in percent
		Net asset value per share	Distribution per share	
30/09/2016	305,674,374.10	99.99	1.83	*

¹⁾ The first issue regarding the distributing shares (AT0000A1NQT7) took place on 27th of September, 2016.

^{*)} see section 2.1. Fund performance of the fiscal year

2. Profit and loss account and fund performance

2.1. Fund performance of the fiscal year

Calculation according to the OeKB-calculation method:
per share in fund currency (EUR), excluding load

	Distributing share AT0000819487	Accumulating share AT0000746938
Net asset value at the beginning of the fiscal year	6.54	11.19
Distribution on December 1 st , 2015 (equivalent to 0.0310 shares) ¹⁾	0.20	
Payment of „KEST“ on December 1 st , 2015 (equivalent to 0.0089 shares) ¹⁾		0.10
Net asset value at the end of the fiscal year	6.83	11.95
Total value incl. (fictitious) shares acquired by distribution/payment	7.04	12.06
Net asset value per share	0.50	0.87
Performance per share in the fiscal year	7.67 %	7.74 %

¹⁾ Net asset value per distributing share (AT0000819487) per December 1st, 2015 EUR 6.46;
net asset value per accumulating share (AT0000746938) per December 1st, 2015 EUR 11.29

	Distributing share AT0000A1NQT7
Net asset value per 27 th of September, 2016	100.00
Net asset value at the end of the fiscal year	99.99
Net asset value per share	99.99
Performance per share in the fiscal year	-0.01 %

Due to the use of rounded values in unit certificates, distributions and payouts, the performance of the unit classes may differ despite use of the same fee rate.

2.2. Fund's results in EUR

a) Realized fund's result

Ordinary fund's result

Profits (without exchange result)

Interest income	8,330,043.74	8,330,043.74
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Interest expenditures (debit interests)		<u>-32,652.53</u>
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Charges

Payment to investment fund management company	<u>-2,648,068.08</u>	-2,648,068.08	
Sundry administrative fees			
Charges for the auditor/tax accountant	-7,500.00		
Foreign admission costs	-4,770.00		
Deposit fees	-110,944.15		
Expenses for custodian bank	<u>-47,444.44</u>	<u>-170,658.59</u>	<u>-2,818,726.67</u>

Ordinary fund's result (excl. income adjustment)			<u>5,478,664.54</u>
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Realized exchange results ^{2) 3)}

Realized profits	6,939,945.65		
Derivatives	2,131,151.22		
Realized losses	<u>-3,357,528.05</u>		

Realized exchange result (excl. income adjustment)			<u>5,713,568.82</u>
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Realized fund's result (excl. income adjustment)			<u>11,192,233.36</u>
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b) Not realized fund's result ^{2) 3)}

Changing of not realized fund's result			<u>10,410,553.71</u>
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Result of the fiscal year			<u>21,602,787.07</u>
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c) Income adjustment

Income adjustment for fiscal year gains	110,517.58		
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Income adjustment for fiscal year accumulated income	<u>-464,729.90</u>		
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Income adjustment			<u>-354,212.32</u>
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Total fund's result⁴⁾			<u>21,248,574.75</u>
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²⁾ Earned profits and earned losses are not subject to accrual principle and do not necessarily as well as changing of not realized exchange result correspond with the fund's performance of the fiscal year

³⁾ Total exchange result, without income adjustment (realized exchange results without income adjustment, plus changing of not realized exchange result) EUR 16,124,122.53.

⁴⁾ The result of the fiscal year includes explicitly designated transaction costs in the amount of EUR 16,352.66.

2.3. Development of the fund's assets in EUR

Fund's assets at the beginning of the fiscal year ⁵⁾		280,760,421.03
Distribution/Payment		
Distribution on 1/1/2015 (for distributing shares AT0000819487)	-3,016,522.00	
Payment on 1/12/2015 (for accumulating shares AT0000746938)	<u>-1,612,104.90</u>	
		-4,628,626.90
Issue and redemption of shares		
Issue of shares	60,486,086.52	
Redemption of shares	-52,546,293.62	
Income adjustment	<u>354,212.32</u>	
		8,294,005.22
Total fund's result		<u>21,248,574.75</u>
(the fund's result is precisely described in point 2.2.)		
Fund's assets at the end of fiscal year ⁶⁾		<u>305,674,374.10</u>

⁵⁾ Number of shares at the beginning of fiscal year:
15,800,574 distributing shares (AT0000819487) und 0 distributing shares (AT0000A1NQT7) und
15,853,028 accumulating shares (AT0000746938)

⁶⁾ Number of shares at the end of fiscal year:
12,648,648 distributing shares (AT0000819487) und 1 distributing shares (AT0000A1NQT7) und
18,356,471 accumulating shares (AT0000746938)

Distribution (AT0000819487)

The distribution of EUR 0.13 per co-ownership share will be paid out by the customer's custodian bank for coupon number 18 effective from December 1st, 2016.

The custodian bank has to withhold capital gains tax (KEST) amounting to EUR 0.0554 (rounded) per distributing share, if there are no reasons for exemption.

Distribution (AT0000A1NQT7)

The distribution of EUR 1.83 per co-ownership share will be paid out by the customer's custodian bank for coupon number 18 effective from December 1st, 2016.

The custodian bank has to withhold capital gains tax (KEST) amounting to EUR 0.81 (rounded) per distributing share, if there are no reasons for exemption.

Payment (AT0000746938)

The distribution of EUR 0.0968 per co-ownership share will be paid out by the customer's custodian bank for coupon number 18 effective from December 1st, 2016.

The payment of EUR 0.0968 (rounded) per accumulating share will be used by the customer's custodian bank for capital gains tax (KEST), if there are no reasons for exemption.

Die Security Kapitalanlage Aktiengesellschaft takes into account den "Code of Conduct of the Austrian Investment fund industry of 2012".

3. Financial markets

The reporting period from 1 October 2015 to 30 September 2016 was characterised by very low interest rates. In particular, the European Central Bank pursued an extremely loose monetary policy with its activities to cut interest rates and buy bonds. In contrast, the US Fed turned interest rates around and increased its base rate by 0.25% in December of the previous year. Given the lack of inflationary tendencies, a further increase in interest rates has failed to materialise since then.

The cocktail of corrections on the energy and commodities markets in the meantime, and the large number of geopolitical crisis zones has resulted in the Fed's policies taking a slower pace. The WTI crude oil reached a low of less than USD 30 per barrel in February, and the level of debt in a large number of oil exporting countries increased substantially in parallel. As a result, the capital markets in countries with commodities-heavy economies, and in particular oil-oriented exports were paced under enormous pressure. The stock markets in industrialised nations were not able to completely escape this undertow, which was reflected in falling prices and substantial increases in volatility during this period. In this connection, the recovery in energy/commodities prices in Q2 2016 resulted in general relief among the market players and also higher share prices listings. International equities (MSCI World DM Index EUR) recorded price growth of 10.70% during the reporting period.

The intensity of the purchasing programs run by various central banks increased constantly, however at the end of the reporting period the UK's decision to exit the EU caused the 10-year return on German government bonds to fall substantially into the negative zone. In view of the level of returns thus reached, it is obvious that the usual pace of price gains in the investment bonds segment will flatten off in future.

4. Investment policy

Increased volatility on the interest markets, weaker technical data and concerns regarding growth in China caused turbulent prices at the start of the reporting period, and also ongoing pressure on commodities prices. In particular, higher-risk US investments came under pressure in this volatile environment. In a risk-off environment, the credit spreads increased during the fourth quarter of 2015. The market was also depressed by distressed exchanges, as some high yield energy companies forced the current holders of bonds to subordinate in favour of a new security. After the Fed ended the zero-interest era in December last year by increasing its base rates to a corridor of 0.25 to 0.5 percent, concerns regarding economic growth in the USA and China and the ongoing weakness of the commodities sector led to US corporate bonds initially getting off to a weak start in the year. The increasing price of oil and the announcement of improved economic data resulted in the markets lifting greatly from February. This growth was supported by the prudent course taken by the US Fed, which named concerns regarding global growth as its motivation for pursuing cautious interest rate increases.

Fixed-income securities from Europe proved to be less volatile during the reporting period, as these benefited from the ECB's QE activities and exhibited a lower weighting for the suffering commodities industries. However, they were not able to show the strong increases in value recorded in the US energy sector to the same extent in 2016. In addition, the European bond market was depressed at the end of the reporting period as a result of the BREXIT vote and the attempted putsch in Turkey.

The percentage of high yields in the fund increased from 12.39% to 17.44%. Fundamental expectations for corporate bonds continue to be positive (excluding commodities sectors). Some bonds in the portfolio fell in terms of their relative attractiveness as a result of the excellent price

growth, and were replaced by more productive bonds. Issuers from the residential construction/real estate, technology and transport sectors (with the exception of aviation/rail) were reduced. These funds were invested, for example, in attractive investments in energy, automotive/automotive suppliers and metal/mining. As a result of the positive growth in commodities prices, the exposure to issuers from the energy sector lifted during the course of 2016 and totalled around 8.80% at the end of September (compared to around 5.70% at the start of the reporting period).

The credit selection for individual securities continued to dominate the portfolio. The fund once again did not experience any defaults in the fiscal year.

During this reporting period, the fund recorded performance of +7.74% (accumulating -units) or +7.67% (distributing -units), while the internal benchmark (BofA Merrill Lynch EMU Corporates, Non-financial, BBB-rated) was 8.74%. As of the end of September, the fund comprised bonds from around 80 issuers from 25 industries, and its position is thus similar to the previous year. The average credit rating was stable at BBB3. The average return totalled 1.59% (yield-to-worst) and the average coupon was 3.07%. The cash position on 30 September 2016 was 4.30% of the fund's assets. The duration (duration to worst) for the portfolio was 5.25 years.

5. Statement of the fund's assets

NAME OF SECURITIES	SEC.I.NUMB.	CURRENCY	ASSETS	PURCHASES	SALES	MARKET	MARKET	TOTAL
			30/09/2016	ADDITIONS	DISPOSALS	PRICE	VALUE IN EUR	FUND'S
			PIECES	IN REPORTING PERIOD				ASSETS (IN
		/NOM.					PERCENT)	
Officially listed securities/regular markets								
Bonds								
1.25 Bureau Veritas SA 07.09.2016-07.09.2023	FR0013201084	EUR	1,000,000	1,000,000	0	101.2450	1,012,450.00	0.33
1.375 FCA Capital Ireland 17.04.2015-17.04.2020	XS1220057472	EUR	625,000	0	0	102.9870	643,668.75	0.21
1.375 GALP Gas Natural 19.09.2016-19.09.2023	PTGGDAOE0001	EUR	3,000,000	3,000,000	0	99.4180	2,982,540.00	0.98
1.477 Telefonica Emisiones 14.09.2015-14.09.2021	XS1290729208	EUR	3,600,000	1,200,000	0	106.0540	3,817,944.00	1.25
1.50 JAB Holdings BV 24.11.2014-24.11.2021	DE000A1ZSAF4	EUR	1,800,000	0	0	105.6390	1,901,502.00	0.62
1.50 Kinder Morgan 16.03.2015-16.03.2022	XS1196817156	EUR	2,600,000	1,000,000	1,600,000	102.2620	2,658,812.00	0.87
1,50 Mondi Finance PLC 14.04.2016-15.04.2024	XS1395010397	EUR	1,600,000	1,600,000	0	106.1280	1,698,048.00	0.56
1.50 Radiotelevisione Italian 28.05.2015-28.05.2020	XS1237519571	EUR	5,000,000	2,000,000	0	103.8860	5,194,300.00	1.70
1.50 Stockland Trst Mgmt. Ltd. 03.11.14-03.11.21	XS1130340091	EUR	5,000,000	5,000,000	0	104.2360	5,211,800.00	1.71
1.50 Thermo Fisher Scientific 24.11.15-01.12.2020	XS1322986537	EUR	550,000	550,000	0	105.0440	577,742.00	0.19
1.625 JAB Holdings B.V. 30.04.2015-30.04.2025	DE000A1ZOTA4	EUR	2,000,000	2,000,000	0	105.2030	2,104,060.00	0.69
1.75 Nasdaq Inc. 20.05.2016-19.05.2023	XS1418630023	EUR	2,000,000	2,000,000	0	106.4060	2,128,120.00	0.70
1.75 REN Finance BV 01.06.2016-01.06.2023	XS1423826798	EUR	400,000	400,000	0	105.3660	421,464.00	0.14
1.85 Bunge Finance Europe BV 16.06.2016-2023	XS1405777316	EUR	2,750,000	2,750,000	0	105.6670	2,905,842.50	0.95
1.875 Albemarle Corp. 08.12.2014-08.12.2021	XS1148074518	EUR	4,450,000	0	0	106.0820	4,720,649.00	1.54
1.875 Carnival Corporation 06.11.2015-07.11.2022	XS1317305198	EUR	4,200,000	4,200,000	0	107.1700	4,501,140.00	1.47
1.875 Ceske Drahy 25.05.2016-25.05.2023	XS1415366720	EUR	4,400,000	4,400,000	0	104.8750	4,614,500.00	1.51
1.875 CDP RETI SPA 29.05.2015-29.05.2022	IT0005117095	EUR	2,200,000	0	0	107.1100	2,356,420.00	0.77
1.875 Havas SA 08.12.2015-08.12.2020	FR0013066669	EUR	4,400,000	4,400,000	0	104.3480	4,591,312.00	1.50
1.875 Perkinelmer Inc. 19.07.2016-19.07.2026	XS1405780617	EUR	975,000	975,000	0	104.9270	1,023,038.25	0.33
1.875 Societe Fonciere Lyonnaise 26.11.14-26.11.21	FR0012346856	EUR	1,600,000	0	0	107.2790	1,716,464.00	0.56
1.875 Wendel SA 12.10.2015-10.04.2020	FR0013005196	EUR	2,900,000	2,900,000	0	104.9460	3,043,434.00	1.00
1.90 Discovery Communications 19.3.2015-19.3.2027	XS1117298247	EUR	2,875,000	1,000,000	2,125,000	98.4860	2,831,472.50	0.93
1.944 Aigues De Barcelona 15.09.2014-15.09.2021	XS1107552959	EUR	3,000,000	0	0	105.3090	3,159,270.00	1.03
2.00 FGA Capital Ireland 23.09.2014-23.10.2019	XS1111858756	EUR	900,000	0	0	104.7300	942,570.00	0.31
2.00 Harman Finance Int. SCA 27.05.2015-27.05.2022	XS1238991480	EUR	5,200,000	500,000	0	104.4480	5,431,296.00	1.78
2.00 Wp Carey Inc. 21.01.2015-20.01.2023	XS1117300084	EUR	4,800,000	0	700,000	103.4250	4,964,400.00	1.62
2.125 ITV PLC 21.09.2015-21.09.2022	XS1292425664	EUR	2,800,000	0	0	105.0630	2,941,764.00	0.96
2.125 JAB Holdings BV 16.09.2015-16.09.2022	DE000A1Z6C06	EUR	1,300,000	0	0	109.2330	1,420,029.00	0.46
2.225 Merlin Properties Soc. 25.04.2016-25.04.2023	XS1398336351	EUR	1,500,000	1,500,000	0	106.2110	1,593,165.00	0.52
2.25 DS Smith PLC 16.09.2015-16.09.2022	XS1291448824	EUR	5,000,000	5,000,000	0	106.9240	5,346,200.00	1.75
2.25 SATO-OYJ 10.09.2015-10.09.2020	XS1245554859	EUR	2,675,000	0	0	104.8890	2,805,780.75	0.92
2.25 Xylem Incorporation 11.03.2016-11.03.2023	XS1378780891	EUR	2,050,000	2,050,000	0	108.4170	2,222,548.50	0.73
2.375 Citycon Treasury BV 16.09.2015-2022	XS1291367313	EUR	1,850,000	0	0	110.2490	2,039,606.50	0.67
2.375 Discovery Communications 07.3.2014-07.3.2022	XS0982708686	EUR	1,000,000	1,000,000	0	105.7490	1,057,490.00	0.35
2.375 Mahle GmbH 20.05.2015-20.05.2022	XS1233299459	EUR	4,400,000	400,000	0	106.5920	4,690,048.00	1.53
2.375 Metrovacesa SA 23.05.2016-23.05.2022	XS1416688890	EUR	1,800,000	1,800,000	0	105.7560	1,903,608.00	0.62
2.375 SATO-OYJ 24.03.2016-24.03.2021	XS1384762271	EUR	2,650,000	2,650,000	0	105.7110	2,801,341.50	0.92
2.45 Pentair Finance S.A. 17.09.2015-17.09.2019	XS1117287398	EUR	4,850,000	2,200,000	0	105.2340	5,103,849.00	1.67
2.50 Citycon Treasury BV 01.10.2014-01.10.2024	XS1114434167	EUR	1,400,000	0	0	112.1310	1,569,834.00	0.51
2.50 Net4GAS SRO 28.07.2014-28.07.2021	XS1090450047	EUR	4,700,000	0	0	107.6450	5,059,315.00	1.66
2.50 Orlen Capital AB 07.06.2016-07.06.2023	XS1429673327	EUR	5,150,000	5,150,000	0	106.0760	5,462,914.00	1.79
2.625 Acea Spa 15.07.2014-15.07.2024	XS1087831688	EUR	2,800,000	0	0	114.6700	3,210,760.00	1.05
2.625 Digital Euro Finco 15.4.2016-15.04.2024	XS1395180802	EUR	5,100,000	5,100,000	0	106.5610	5,434,611.00	1.78
2.625 FGA Capital Ireland 17.04.2014-17.04.2019	XS1057487875	EUR	1,200,000	0	0	105.7100	1,268,520.00	0.41
2.625 SPP Infrastructure Fin. 12.02.2015-2025	XS1185941850	EUR	4,200,000	0	1,000,000	110.7490	4,651,458.00	1.52
2.728 Inmobiliaria Colonial SA 5.6.2015-5.6.2023	XS1241701413	EUR	3,900,000	3,900,000	0	110.6080	4,313,712.00	1.41
2.75 Iren SPA 02.11.2015-02.11.2022	XS1314238459	EUR	2,050,000	2,050,000	0	113.2670	2,321,973.50	0.76
2.75 Redexis Gas Finance BV 08.04.2014-2021	XS1050547931	EUR	4,165,000	0	0	110.7560	4,612,987.40	1.51
2.75 Vestas Wind Systems 11.03.2015-11.03.2022	XS1197336263	EUR	5,000,000	0	0	106.3250	5,316,250.00	1.74
2.75 Wendel SA 02.10.2014-02.10.2024	FR0012199156	EUR	400,000	0	0	110.9850	443,940.00	0.15
2.798 Casino Guichard Perrach 05.08.2014-2026	FR0012074284	EUR	2,500,000	2,500,000	0	106.4290	2,660,725.00	0.87
2.875 Elenia Finance 17.12.2013-17.12.2020	XS1005068587	EUR	4,680,000	0	0	108.9560	5,099,140.80	1.67
2.875 SPCM SA 22.04.2015-15.06.2023	XS1221105759	EUR	1,200,000	1,200,000	0	100.3260	1,203,912.00	0.39
2.875 TDF Infrastructure SAS 19.10.2015-19.10.2022	FR0013016631	EUR	3,700,000	3,700,000	0	111.7450	4,134,565.00	1.35
3.248 Casino Guichard Perrach 07.03.14-07.03.2024	FR0011765825	EUR	3,000,000	3,000,000	0	108.6290	3,258,870.00	1.07
3.25 Rentokil Initial PLC 07.10.2013-07.10.2021	XS0976892611	EUR	2,600,000	1,000,000	0	113.2930	2,945,618.00	0.96
3.375 Akelius Residential AB 23.09.2015-2020	XS1295537077	EUR	2,550,000	0	0	106.4910	2,715,520.50	0.89
3.375 Mondi Finance Ltd. 27.09.2012-28.09.2020	XS0834719303	EUR	3,200,000	0	1,500,000	112.7390	3,607,648.00	1.18

NAME OF SECURITIES	SEC.I NUMB.	CURRENCY	ASSETS	PURCHASES	SALES	MARKET	MARKET	TOTAL
			30/09/2016 PIECES /NOM.	ADDITIONS IN REPORTING PERIOD	DISPOSALS	PRICE	VALUE IN EUR	FUND'S ASSETS (IN PERCENT)
3.375 Societa Iniz Autostradal 13.02.2014-2024	XS1032529205	EUR	3,090,000	2,000,000	0	118.1310	3,650,247.90	1.19
3.50 Adient Global Holdings 19.08.2016-15.08.2024	XS1468662801	EUR	4,500,000	4,500,000	0	100.1050	4,504,725.00	1.47
3.50 ADIF - Alta Velocidad 27.05.2014-27.05.2024	XS1072141861	EUR	2,400,000	400,000	0	120.5820	2,893,968.00	0.95
3.625 Faurecia S.A. 01.04.2016-15.06.2023	XS1384278203	EUR	1,775,000	1,775,000	0	102.9380	1,827,149.50	0.60
3.75 Schaeffler Verwaltung 22.09.2016-15.09.2026	XS1490159495	EUR	3,525,000	3,525,000	0	99.8690	3,520,382.25	1.15
3.75 Worldplay Finance 10.11.2015-2022	XS1319701451	EUR	1,300,000	1,300,000	0	107.8380	1,401,894.00	0.46
3.875 BRISA-Concessao Rodov.SA 01.04.14-01.04.21	PTBSSBOE0012	EUR	2,900,000	0	2,000,000	114.2940	3,314,526.00	1.08
3.875 Linea Group Hldg SPA 28.11.2013-28.11.2018	XS0997829519	EUR	4,230,000	0	700,000	107.9510	4,566,327.30	1.49
4.00 Ferrovie Dello Stato 22.07.2013-22.07.2020	XS0954248729	EUR	1,500,000	0	1,041,000	113.8730	1,708,095.00	0.56
4.00 MPT Oper Partnersp.19.08.2015-19.08.2022	XS1278084147	EUR	3,825,000	1,125,000	0	108.5460	4,151,884.50	1.36
4.00 Softbank Group Corporation 28.07.15-30.07.2022	XS1266662763	EUR	2,575,000	2,250,000	1,800,000	108.4650	2,792,973.75	0.91
4.375 A2A Spa 10.07.2013-10.01.2021	XS0951567030	EUR	650,000	0	3,700,000	118.2710	768,761.50	0.25
4.625 Unitymedia Hessen GmbH 23.12.2015-15.02.2026	XS1334248223	EUR	2,750,000	2,750,000	0	106.6870	2,933,892.50	0.96
4.75 REN Finance BV 17.10.2013-16.10.2020	XS0982774399	EUR	3,100,000	1,500,000	0	117.0360	3,628,116.00	1.19
5.125 Mediaset S.p.A. 24.10.2013-24.01.2019	XS0985395655	EUR	4,300,000	0	700,000	109.0000	4,687,000.00	1.53
5.75 Intl Personal Finance PLC 7.4.2014-7.4.2021	XS1054714248	EUR	1,582,000	0	500,000	88.7190	1,403,534.58	0.46
7.75 Telecom Italia Fin SA 24.1.2003-2033	XS0161100515	EUR	2,100,000	3,900,000	1,800,000	133.5770	2,805,117.00	0.92
							230,930,558.23	75.55
1.625 FCA Capital Ireland PLC 29.09.16-29.09.21	XS1497682036	GBP	1,475,000	1,475,000	0	99.1790	1,698,309.98	0.56
2.125 Intercontinental Hotels 2016-24.08.2026	XS1480022315	GBP	2,250,000	2,250,000	0	99.5560	2,600,489.91	0.85
3.95 Kennedy Wilson Europe 30.06.2015-30.06.2022	XS1117292554	GBP	4,000,000	0	0	103.1880	4,791,752.77	1.57
4.565 RAC Bond Co. 06.05.2016-06.05.2023	XS1404980846	GBP	3,580,000	3,580,000	0	112.4170	4,672,187.19	1.53
4.625 Morrison Supermarkets 08.12.2011-2023	XS0717069073	GBP	450,000	450,000	0	114.6320	598,857.65	0.20
5.625 Vodafone Group PLC 04.12.2003-2025	XS0181816652	GBP	1,700,000	1,700,000	0	130.7390	2,580,235.20	0.84
8.75 Firstgroup PLC 08.04.2009-2021	XS0422620566	GBP	2,500,000	2,500,000	0	129.6420	3,762,625.09	1.23
							20,704,457.79	6.77
3.05 Kinder Morgan 26.11.2014-01.12.2019	US49456BAE11	USD	2,700,000	2,700,000	0	102.4930	2,466,189.29	0.81
3.30 Columbia Pipeline Group 12.05.2016-01.06.2020	US198280AD16	USD	4,100,000	4,100,000	0	103.8650	3,95,085.11	1.24
3.30 Discovery Communications 17.05.2012-15.05.2022	US25470DAF69	USD	1,500,000	0	0	102.5410	1,370,746.81	0.45
3.80 Walgreens Boots Alliance 18.11.2014-18.11.2024	US931427AH10	USD	2,800,000	5,000,000	2,200,000	107.8600	2,691,453.52	0.88
4.20 Newell Rubbermaid Inc. 30.03.2016-01.04.2026	US651229AW64	USD	2,850,000	4,700,000	1,850,000	109.5810	2,783,226.54	0.91
4.25 Ford Motor Credit Co 25.09.2012-20.09.2022	US345397WF64	USD	5,000,000	0	0	108.4020	4,830,318.15	1.58
5.15 Verizon Communications 18.09.13-15.09.23	US92343VBR42	USD	3,600,000	0	2,000,000	116.8000	3,747,259.60	1.23
5.25 EDP Finance B.V. 14.01.2014-14.01.2021	US26835PAD24	USD	4,500,000	5,500,000	1,000,000	108.6930	4,358,956.42	1.43
5.50 Barry Callebaut SVCS NV 20.06.2013-15.06.2023	BE6254003252	USD	4,496,000	1,826,000	0	109.7090	4,395,790.61	1.44
5.75 UBM PLC 03.11.2010-03.11.2020	US90969QAA04	USD	1,765,000	0	0	108.5900	1,708,059.44	0.56
							32,147,085.49	10.52
Total officially listed securities / regular markets		EUR					283,782,101.51	92.84
New issues								
Admission to officially listed securities scheduled								
Bonds								
3.875 LKQ Italia Bondco SPA 14.04.16-01.04.2024	XS1395004408	EUR	3,075,000	3,075,000	0	107.0100	3,290,557.50	1.08
3.00 Telecom Italia Spa 30.09.2016-30.09.2025	XS1497606365	EUR	2,375,000	2,375,000	0	100.1700	2,379,037.50	0.78
							5,669,595.00	1.86
Total new issues		EUR					5,669,595.00	1.86
Not listed securities								
Bonds								
10.00 KPNQWEST NV conv. 15.03.2002-2012 reg.	XS0143136488	EUR	39,000	0	0	0.1250	48.75	0.00
							48.75	0.00
Total not listed issues		EUR					48.75	0.00
Total securities assets		EUR					289,451,745.26	94.69

NAME	CURRENCY	ASSETS		MARKET VALUE IN EUR	TOTAL FUND'S ASSETS (IN PERCENT)	
		30/09/2016				
		PIECES./NOM.				
Currency hedging transactions						
Sale of currency on appointment						
Open position						
	GBP	16,100,000.00		0.8629	47,930.38	0.02
	USD	49,650,000.00		1.1230	-59,251.04	-0.02
Closed position						
	USD	1,900,000.00		1.1178	-10,142.77	0.00
Total currency hedging transactions	EUR				-21,463.43	-0.01
Bank deposits						
EUR deposits current account						
	EUR	893,523.11			893,523.11	0.29
Deposits current account in any further EU-currencies						
	GBP	39,044.14			45,327.43	0.01
Deposits current account in non EU-currencies						
	USD	13,780,132.41			12,280,663.41	4.02
Total bank deposits	EUR				13,219,513.95	4.32
Further assets						
Interest claims current account deposits						
	USD	430.82			383.94	0.00
Interest claims securities						
	EUR	2,600,217.53			2,600,217.53	0.85
	GBP	300,380.93			348,720.58	0.11
	USD	366,607.00			326,715.09	0.11
Debit interest of current account overdrafts						
	EUR	-6,622.76			-6,622.76	0.00
	GBP	-1,134.90			-1,317.54	0.00
Administrations fee						
	EUR	-229,360.81			-229,360.81	-0.08
Deposit fee						
	EUR	-9,574.38			-9,574.38	0.00
Custodian fee						
	EUR	-4,583.33			-4,583.33	0.00
Total further assets	EUR				3,024,578.32	0.99
TOTAL ASSETS OF THE FUND				EUR	305,674,374.10	100.00
Distributing share value	AT0000819487			EUR	6.83	
Distributing shares outstanding	AT0000819487			STK	12,648,648	
Distributing share value	AT0000A1NQT7			EUR	99.99	
Distributing shares outstanding	AT0000A1NQT7			STK	1	
Accumulating share value	AT0000746938			EUR	11.95	
Accumulating shares outstanding	AT0000746938			STK	18,356,471	

Conversion rates/exchange rates

Assets in foreign currencies were evaluated EUR by using conversation rates and exchange rates per September 29th, 2016:

Currency	Units	Price	
US Dollar	1 EUR =	1,12210	USD
British Pound	1 EUR =	0,86138	GBP

NOTE:

The value of a unit is calculated by dividing the entire value of the fund inclusive of its income by the number of units, The total value of the investment fund is calculated based on 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 liabilities to the custodian bank,

The fund's net assets are determined according to the following principles:

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

Calculation method for overall risk: Commitment approach

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.

The fund does not apply securities financing transactions and total return swaps during this reporting period. (Regulation (EU) 2015/2365 on transparency of securities financing transactions and of reuse and amending).

Transactions during reporting period, not mentioned in the statement of fund's assets:

NAME OF SECURITIES	SEC.I.NUMB.	CURRENCY	PURCHASES	SALES
			ADDITIONS	DISPOSALS
Officially listed securities/ regular markets				
Bonds				
0.50 Daimler AG 09.03.2016-09.09.2019	DE000A2AAL23	EUR	3,500,000	3,500,000
0.568 Societe des Autoroutes FRN 20.11.2015	FR0013054020	EUR	5,200,000	5,200,000
0.75 WPP Finance 2013 18.11.2015-2019	XS1321974740	EUR	1,300,000	1,300,000
0.81 Cap Gemini S.A. FRN 01.07.2015- 02.07.2018	FR0012821924	EUR	0	4,500,000
1.00 Hemso Fastighets AB 09.09.2016-09.09.2026	XS1488494987	EUR	1,200,000	1,200,000
1.125 ISS Global A/S 02.12.2014-09.01.2020	XS1145526585	EUR	0	4,000,000
1.125 Teva Pharma.Finance NL 25.07.2016-15.10.2024	XS1439749281	EUR	610,000	610,000
1.24 Cap Gemini SA 01.07.2015-01.07.2020	FR0012821932	EUR	0	1,000,000
1.25 Infra Park SAS 16.10.2014-16.10.2020 ¹⁾	FR0012236677	EUR	0	1,800,000
1.25 Sysco Corporation 23.06.2016-23.06.2023	XS1434170426	EUR	2,000,000	2,000,000
1.75 Fonciere Des Regions 10.09.2014-10.09.2021	FR0012146744	EUR	0	4,300,000
1.75 Gelf Bond Issuer I SA 21.11.2014-22.11.2021	XS1140299048	EUR	2,500,000	2,500,000
1.75 Vesteda Finance BV 22.07.2014-22.07.2019	XS1089859505	EUR	0	4,995,000
1.863 Inmobiliaria Colonial SA 5.6.2015-5.6.2019	XS1241699922	EUR	0	3,900,000
1.875 Coca Cola HBC Finance B.V. 10.03.2016-2024	XS1377682676	EUR	2,275,000	2,275,000
1.875 CRH Funding 02.12.2015-09.01.2024	XS1328173080	EUR	700,000	700,000
1.875 Fonciere Des Regions 20.05.2016-20.05.2026	FR0013170834	EUR	500,000	500,000
1.875 General Motors Financial 15.10.2014-2019	XS1121198094	EUR	0	1,400,000
1.875 Ryanair Ltd. 17.06.2014-17.06.2021	XS1077584024	EUR	0	2,250,000
2.00 Grand City Properties SA 29.10.2014-29.10.2021	XS1130507053	EUR	0	5,000,000
2.15 Thermo Fisher Scientific 21.7.2015-21.7.2022	XS1250034276	EUR	0	675,000
2.25 Alstria Office Reit AG 24.11.2015-24.03.2021	XS1323052180	EUR	2,400,000	2,400,000
2.25 HeidelbergCement AG 30.03.2016-30.03.2023	XS1387174375	EUR	2,225,000	2,225,000
2.25 Morrison Supermarkets 19.06.2013-19.06.2020	XS0945158821	EUR	0	4,000,000
2.25 ZF NA Capital 27.04.2015-26.04.2019	DE000A14J7F8	EUR	0	900,000
2.375 Priceline Group Inc. 23.9.2014-23.9.2024	XS1112850125	EUR	0	2,000,000
2.50 Origin Energy Finance 23.04.2013-23.10.2020	XS0920705737	EUR	1,500,000	4,225,000
2.75 Smurfit Kappa Acquisitio 16.2.2015-1.2.2025	XS1117298759	EUR	0	1,300,000
3.00 2l Rete Gas SPA 16.07.2014-16.07.2024	XS1088274672	EUR	0	2,000,000
3.125 Gelf Bond Issuer I SA 03.04.2013-03.04.2018	XS0911806692	EUR	0	2,800,000
3.125 Vonovia Finance BV 25.07.13-25.07.19	DE000A1HNNW52	EUR	0	4,200,000

¹⁾ formerly: 1.25 Infra Foch SAS 16.10.2014-16.10.2020

NAME OF SECURITIES	SEC.I.NUMB.	CURRENCY	PURCHASES		SALES	
			ADDITIONS	DISPOSALES		
3.25 Aeroporti di Roma SPA 10.12.2013-20.02.2021	XS1004236185	EUR		0		4,500,000
3.25 Hera S.p.A. 04.10.2013-04.10.2021	XS0976307040	EUR		0		1,700,000
3.25 Poste Italiane S.p.A. 18.06.2013-18.06.2018	XS0944435121	EUR		0		2,456,000
3.25 Volvo Car AB 18.05.2016-18.05.2021	XS1409634612	EUR	1,150,000			1,150,000
3.5 Beni Stabili SPA 31.03.2014-01.04.2019	XS1050546883	EUR		0		1,475,000
3.75 Citycon Oyj 24.06.2013-24.06.2020	XS0946179529	EUR		0		850,000
3.75 Ziggo Bond Finance BV 04.02.2015-2025	XS1175813655	EUR		0		4,125,000
3.994 Casino Guichard Perracho 8.3.2012-9.3.2020	FR0011215508	EUR		0		2,800,000
4.00 FGA Capital Ireland 17.10.2013-17.10.2018	XS0982584004	EUR		0		2,500,000
4.00 Unitymedia Hessen / NRW 17.12.2014-15.01.2025	XS1150437579	EUR		0		1,575,000
4.00 Wind Acquisition Fin SA 10.07.2014-15.07.2020	XS1082636876	EUR		0		1,429,000
4.125 Eutelsat SA 26.03.2010-27.03.2017	FR0010877183	EUR		0		300,000
4.375 Ball Corp. 14.12.2015-15.12.2023	XS1330978567	EUR	3,025,000			3,025,000
4.75 Lafarge S.A. 30.09.2013-30.09.2020	XS0975113498	EUR		0		1,350,000
4.875 Amadeus Cap Markt 15.07.2011-15.07.2016	XS0647188605	EUR		0		2,000,000
5.50 Global Switch Holdings 18.04.2011-18.4.2018	XS0617785943	EUR		0		2,600,000
5.50 Lafarge S.A. 16.12.2009-16.12.2019	XS0473114543	EUR		0		219,000
5.75 MPT Oper Partnersp.10.10.2013-01.10.2020	XS0975547141	EUR		0		2,000,000
5.875 Wendel SA 17.09.2012-17.09.2019	FR0011321256	EUR		0		4,000,000
6.5872 DAA Finance PLC 09.07.2008-09.07.2018	XS0375220588	EUR		0		2,750,000
6.75 RPG BYTY SRO 02.05.2013-26.09.2016	XS0808638539	EUR		0		3,700,000
7.50 Kon. KPN N.V. 04.02.2009 - 04.02.2019	XS0411850075	EUR		0		425,000
4.50 Travis Perkins Plc 12.05.2016-07.09.2023	XS1407695680	GBP	1,400,000			1,400,000
5.25 Debenhams PLC 02.07.2014-15.07.2021	XS1081972850	GBP	2,300,000			2,300,000
6.25 Virgin Media Secured Finance 28.3.14-28.3.29	XS1047556664	GBP	1,700,000			1,700,000
6.75 MEIF Renewable Energy UK 5.2.2015-1.2.2020	XS1179248825	GBP		0		350,000
8.125 Firstgroup PLC 19.09.2008-19.09.2018	XS0388470154	GBP		0		2,750,000
1.3655 Baxalta Inc. FRN 23.06.2015-22.06.2018	US07177MAH60	USD		0		1,050,000
3.00 AT & T Inc. 04.05.2015-30.06.2022	US00206RCM25	USD		0		4,000,000
3.157 Ford Motor Credit Co LLC 04.08.2015-2020	US345397XK41	USD		0		1,000,000
3.30 Columbia Pipeline Group 22.05.2015-01.06.2020	US198280AC33	USD		0		4,100,000
3.30 Walgreens Boots Alliance 18.11.2014-18.11.2021	US931427AF53	USD		0		800,000
3.50 General Motors Co.21.07.2014-02.10.2018	US37045VAD29	USD	2,000,000			2,000,000
3.50 RCI Banque 03.04.2013-2018/Reg.S	USF48957AB45	USD	3,648,000			3,648,000
3.80 Actavis Funding SCS 12.03.2015-15.03.2025	US00507UAS06	USD	5,000,000			5,000,000
3.95 Enterprise Products 13.04.2016-15.02.2027	US29379VBL62	USD	525,000			525,000
4.375 General Motors 25.09.2014-25.09.2021	US37045XQA97	USD		0		2,300,000
4.75 Time Warner Inc. 01.04.2011-29.03.2021	US887317AK12	USD		0		3,725,000

Graz, December 21st 2016

Security Kapitalanlage Aktiengesellschaft

Mag. Dieter Rom

MMag. DDr. Hans Peter Ladreiter

6. Bestätigungsvermerk ^{*)}

Via consideration of bookkeeping we audited the enclosed annual report per September 30th, 2016 from the Security Kapitalanlage Aktiengesellschaft, Graz with respect to "Apollo Euro Corporate Bond Fund", co-ownership fund pursuant to Austrian Investment Fund Act (=InvFG), for the fiscal year from October 1st, 2015 to September 30th, 2016.

Responsibilities of legal representatives for the annual report, management of the separate asset and for bookkeeping

Legal representatives from the management company and/or the custodian bank are responsible for bookkeeping, valuation of the separate asset, calculation of withholding tax, generation of annual reports and management of the separate asset according to the relevant regulations of the investment fund act, amendatory rules in the fund regulations and fiscal provisions. This responsibility includes: creation, development and maintenance of an internal controlling system, as far as necessary for coverage, pricing of the separate asset and establishing annual reports to ensure accuracy in respect of substantial volitional and unintentional mistakes, choice and use of valid pricing models as well as use of appraisals in reasonable circumstances.

Responsibility of the bank auditor and description of manner and extent of statutory assessment of the annual report

Based on our examinations it is our responsibility to give a conclusion to this annual statement.

We finished our audit according to Section 49 clause 5 InvFG in consideration of legal directives and all principles for proper annual audit. This principles postulate compliance with ethics of profession and ensure adequate planning and operating of audit to grant a qualified opinion by proper certainty that this annual report is exempt from essential mistakes.

An examination includes the execution of audit operations to achieve documented evidence of conformity in respect of amounts and sundry statements in the annual report. The bank auditor has to choose audit operations dutifully according his own assessment of risk of incidence of substantial volitional and unintentional mistakes. In his assessment of risk the bank auditor considers internal controlling systems, as far as relevant for creating the annual report and pricing the separate assets, to find fitting audit operations within the relevant circumstances, but does not audit the effectiveness of internal controls of the management company and the custodian bank. Further the audit includes an estimation of adequacy of used pricing methods and by the legal agents used substantial computations as well as appraisal of the overall conclusion of the annual statement.

In our opinion we have sufficient documents of evidence to ensure an adequate basis for our audit.

Audit opinion

Our audit did not show any reason for objection. As a result of the audit the annual report per September 30th, 2016 regarding "Apollo Euro Corporate Bond Fund", co-ownership fund pursuant to InvFG, complies with the legal provisions.

Statement to consideration of the Austrian Investment Fund Act and the fund regulations

According to § 49 clause 5 Austrian InvFG the audit has to contain an inspection of compliance with the Investment Fund Act and the fund provisions. Due to above mentioned principles we have performed our examinations via considering appropriate certainty to ensure compliance with the Investment Fund Act and the fund provisions.

As a result of the audit compliance with the Investment Fund Act (=InvFG) and the fund provisions was considered.

Statement regarding the report to operations within the past fiscal year

Included statements from the managing board of the investment management company regarding operations within the past fiscal year are subject to critical inspection but not part of specific examination according to above mentioned principles, Our audit certificate does not include this data, In consideration of an overall picture this statement corresponds with the figures in this annual report.

Vienna, December 13th, 2016

Ernst & Young
Wirtschaftsprüfungsgesellschaft m.b.H.

Mag, Friedrich O. Hief e.h.
Wirtschaftsprüfer

ppa MMag. Roland Unterweger e.h.
Wirtschaftsprüfer

*) The publication or dissemination of the annual report in a version different to the audited (unabridged in German) version (eg shortened version or translation) must not be referred to the auditor's certificate or the examination without our approval of the auditor.

Tax treatment for Apollo Euro Corporate Bond Fund

AT0000819487

For private investors all earnings of the funds are subject of end taxation via deduction of EUR 0.0554KESt (capital gains tax) per distributing share.

AT0000A1NQT7

For private investors all earnings of the funds are subject of end taxation via deduction of EUR 0.81KESt (capital gains tax) per distributing share.

AT0000746938

For private investors all earnings of the funds are subject of end taxation via deduction of EUR 0.0968 KESt (capital gains tax) per accumulating share.

For private investors no action is required.

The tax treatment is based on this proved statement of accounts and is described in detail at www.securitykag.at.

Fund conditions
Apollo Euro Corporate Bond Fund

The fund conditions for the **Apollo Euro Corporate Bond Fund**, a co-ownership fund according to the current version of the Investmentfondsgesetz 2011 (InvFG - Austrian Investment Fund Act) have been approved by the Finanzmarktaufsicht ("FMA" - Austrian Financial Markets Supervisory Authority).

The investment fund is an organism for joint investments in securities (Organismus zur gemeinsamen Veranlagung in Wertpapieren – OGAW = "UCITS") and is managed by Security Kapitalanlage AG (hereinafter: the "Management Company"), with its registered office in Graz, Austria.

Article 1 Co-ownership shares

The co-ownership shares are embodied using share certificates with the character of securities. These are bearer share certificates.

The share certificates are represented by global certificates for each type of share. As a result, actual securities can thus not be issued.

Article 2 Custodian bank

The custodian bank appointed for the investment fund is SEMPER CONSTANTIA PRIVATBANK AKTIENGESELLSCHAFT, Vienna.

The paying agent for share certificates is the custodian bank.

Article 3 Investment instruments and principles

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

The majority of fund assets acquired for the fund (i.e., at least **51 per cent** of the fund assets) are **international bonds from companies** with a rating of **at least BB-** in the form of directly acquired individual securities. The majority of the fund assets acquired for the fund (i.e., at least **51 per cent** of the fund assets) are euro securities, with hedged foreign securities being equivalent to euro investments.

In all other respects, the management company is not subject to any restrictions with regard to investment categories, currencies, issuers, regions, etc.

The following investment instruments are acquired for the fund's assets, while upholding the investment focus detailed above.

- **Securities**

Securities (including securities with embedded derivatives) are acquired for at least 51 per cent of the fund's assets.

- **Money market instruments**

Money market instruments may be acquired for up to **49 per cent** of the fund's assets.

- **Securities and money market instruments**

Securities or money market instruments that are issued or guaranteed by a member state, including its territorial communities, a third-party country or international public law organisations which belong to one or several member states (states, see Annex 1 to the Fund conditions) may be acquired to constitute more than **35 per cent** of the fund's assets if the investment is made in at least six different issues. The investment in one single issue may not exceed **30 per cent** of the fund's assets.

The acquisition of securities or money market instruments that have not been fully paid in, and also subscription rights for such instruments or other financial instruments which have not been fully paid in is not permitted.

Securities and money market instruments may be acquired if these meet the criteria for listing or trading on a regulated market or a stock exchange according to the InvFG.

Securities and money market instruments that do not meet the criteria in the above paragraph may be acquired for up to **10 per cent** of the fund's assets.

- **Interests in investment funds**

Interests in investment funds (OGAW, OGA) may be acquired in each case up to **10 per cent** and in total up to **10 per cent** of the fund's assets to the extent that these (OGAW or OGA) in turn do not invest more than **10 per cent** of the fund's assets in interests in other investment funds.

- **Derivative instruments**

Derivative instruments may be employed in the amount of up to **49 per cent** of the fund's assets and for hedging purposes as part of the investment strategy.

- **Risk measurement methods for the investment fund**

The investment fund uses the following risk measurement method:

Commitment approach

The commitment value is calculated according to the 3rd section of the 4th Derivative-Risikoberechnungs- und MeldeV (Risk calculation and reporting directive; current version).

- **Demand deposits or cancellable deposits**

Demand deposits or cancellable deposits with a maximum term of 12 months may be acquired for up to **49 per cent** of the fund's assets. No minimum bank balance must be held.

As part of restructuring of the fund's portfolio and/or a well-founded reason to believe that there are threatened losses for securities, the investment fund can restructure the proportion of securities and have a higher proportion of demand deposits or cancellable deposits with a maximum term of 12 months.

- **Loans taken out temporarily**

The management company may take out temporary loans of up to **10 per cent** of the fund's assets for the investment fund's account.

- **Repos**

Repos may be employed for up to **49 per cent** of the fund's assets.

- **Securities lending**

Securities lending transactions may be employed for up to **30 per cent** of the fund's assets.

The acquisition of investment interests is only permitted in a uniform manner for the entire investment fund and not for an individual type of shares or a group of share types.

However, this does not apply to security hedges. These can only be concluded for a single type of shares. Expenses and income as a result of a securities hedge are exclusively allocated to the respective type of shares.

Article 4 Modalities for issuing and redemption

Share values are calculated in EUR.

The value of the shares is calculated each stock market day.

- **Issuing and issue premium**

The issue price results from the value of the share plus a premium per share in the amount of up to **5.25 per cent** to cover the management company's issuing costs, rounded to the nearest cent.

As a rule, share issues are not restricted, however, the management company reserves the right to temporarily or fully discontinue the issue of share certificates.

Staggering the issue premium is at the management company's discretion.

- **Redemption and redemption premium**

The redemption price is the value of the share rounded to the nearest cent.

No redemption premium has been agreed.

At a shareholder's request, his interest in the investment fund must be paid out to him at the respective redemption price against the return of the share certificate.

Article 5 Accounting year

The investment fund's accounting year is the period from 1 October to 30 September.

Article 6 Share types and appropriation of earnings

Coupons and/or unit certificates can be issued with a KEST deduction.

Various types of share certificates can be issued for this investment fund. The formation of share types and the issue of shares in a share type is at the management company's discretion.

- **Appropriation of earnings for coupons (disbursers)**

The earnings received during the accounting year (interest and dividends) can be disbursed at the management company's discretion after costs have been covered. Disbursements may be omitted considering the unit holders' interests. In addition, the disbursement of income from the sale of the investment fund's assets including subscription rights is at the management company's discretion. Disbursements from the fund's substance and interim disbursements are permitted.

The fund's assets may not fall below, in any case, the statutory minimum volume for termination as a result of disbursements.

The amounts are to be disbursed to the coupon holders from **1 December** of the following accounting year, the remainder will be carried forward to new account.

In any event, the amount calculated according to the InvFG must be paid out from **1 December** which may be used to cover any obligation to deduct capital gains tax on the amount of the share certificate equal to the amount to be disbursed, unless the management company can prove to the custodian banks by providing corresponding proof, that on the date of the payment the share certificates could only be held by shareholders who were either not subject to Austrian income or corporation tax or for whom the conditions for exemption according to Section 94 of the "Einkommenssteuergesetz" (Austrian Income Tax Act) or an exemption from capital gains tax apply.

- **Appropriation of earnings for unit certificates with KEST deductions (accumulators)**

The earnings received during the accounting year (interest and dividends) are not disbursed. In the case of unit certificates, the amount calculated according to the InvFG must be paid out from **1 December** which may be used to cover any obligation to deduct capital gains tax on the amount of the share certificates certificate equal to the amount to be disbursed, unless the management company can prove to the custodian banks by providing corresponding proof, that on the date of the payment the share certificates could only be held by shareholders who were either not subject to Austrian income or corporation tax or for whom the conditions for exemption according to Section 94 of the "Einkommenssteuergesetz" (Austrian Income Tax Act) or an exemption from capital gains tax apply.

Article 7 Management fee, reimbursement of expenses, processing fee

The management company receives annual remuneration of up to **1.5 per cent** of the fund assets for its management activities. This amount is calculated based on the month-end figures.

Staggering the management fee is at the management company's discretion.

The management company is entitled to reimbursement of all of the expenses resulting from management.

The costs of introducing new share types for existing special funds are charged to the share prices for the new share types.

When liquidating the investment fund, the custodian bank receives remuneration of up to **0.5 per cent** of the fund's assets.

ANNEX

Annex 1: States according to section 76 no. 2 InvFG

Austria
Germany
France
Netherlands
USA
Canada
Japan

Annex 2: List of stock Exchanges with official trade and of organized markets (version 6.2015)

1. Stock Exchanges with official trade and organized markets in the member states of the EEA

Every member country has to conduct an up-to-date catalogue of its authorized markets. This catalogue has to be communicated to the Commission and to all other member countries.

According to this regulation the Commission has to publish a catalogue of all of the regulated markets that have been notified to the Commission every year.

Due to reduced entry barriers and specialized trading segments the catalogue "regulated markets" can be subject to material changes. Therefore the Commission will also publish an updated version on its official Web site.

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

http://mifidatabase.esma.europa.eu/Index.aspx?sectionlinks_id=23&language=0&pageName=REGULATED_MARKETS_Display&subsection_id=0¹

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

1.2.1. Luxembourg Euro MTF Luxembourg

¹ 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"]

1.3. Recognized markets in the EEA 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 countries outside the EEA

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

3. Stock Exchanges in non-European countries

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:	Bombay
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	Columbia:	Borsa de Valores de Colombia
3.13	Korea:	Korea Exchange (Seoul, Busan)
3.14	Malaysia:	Kuala Lumpur, Bursia Malaysia Berhad
3.15	Mexico:	Mexico City
3.16	New Zealand:	Wellington, Christchurch/Invercargill, Auckland
3.17	Peru:	Borsa de Valores de Lima
3.18	Philippines:	Manila
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 outside 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), Zürich
4.5	USA	Over the Counter Market (markets under official supervision like SEC, FINRA)

5. Stock Exchanges with futures and options markets

5.1	Argentina:	Bolsa de Comercio de Buenos Aires
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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:	Singapore International Monetary Exchange
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, New York Futures Exchange, Pacific Stock Exchange, Philadelphia Stock Exchange, New York Stock Exchange, Boston Options Exchange (BOX)