



Genossenschaftliche FinanzGruppe
Volksbanken Raiffeisenbanken



Semi-annual **report as at 31 March 2023** **UniEM Osteuropa**

Management Company:
Union Investment Luxembourg S.A.

In case of discrepancy between the English and German version, the German version shall prevail.

Contents

	Page
Preface	3
UniEM Osteuropa	5
Performance of the fund	5
Breakdown by country	5
Breakdown by sector	5
Composition of the fund's assets	5
Schedule of assets	6
Exchange rates	8
Notes on the report as at 31 March 2023 (attachment)	9
Other information of the Management Company	12
Management and Organisation	13

Note

Units may be acquired only on the basis of the current sales prospectus and the key investor information accompanied by the most recent annual report and, if available, the semi-annual report.

Union Investment Luxembourg S.A. has decided for the Fund in the interest of all unitholders to suspend the issue and redemption of units as well as the unit value calculation with effect from March 1, 2022 until further notice.

Preface

Union Investment – devoted to your interests

The Union Investment Group manages assets of about EUR 425 billion, making it one of Germany's largest investment companies for both private and institutional investors. It is the expert for fund management within the cooperative finance association. Around 5.3 million private and institutional investors have placed their trust in us as their partner for fund-based investments.

Today, the idea behind the foundation of the group in 1956 is more topical than ever: private investors should have the opportunity to benefit from economic developments –even with only small monthly savings contributions. The interests of these investors have always been one of our primary concerns and, together with our roughly 4,430 employees, we are committed to looking after them. Around 1,350 public-investment and specialist funds offer private and institutional investors solutions tailored to their individual requirements. These include share, bond and money-market funds, open-end real estate funds, and intelligent solutions for asset accumulation, risk management and private and corporate pension schemes.

Partner cooperation with advisers from the Volksbanken and Raiffeisen banks forms the basis of Union Investment's strong investor focus. In approximately 7,500 branches, our employees provide personalised advice on all investment matters.

The best proof of our fund management's quality: Our awards for individual funds –and solid performance in sector ratings. Coalition Greenwich recognised Union Investment as a "Greenwich Quality Leader" in overall German institutional investment management for the fifth time. The trade journal Capital again gave Union Investment the highest rating of five stars in its Fund Compass in February 2023 and recognised it as the top fund management company. This makes us the only fund management company to have received this prestigious award for the 21st time in a row since it was first awarded in 2002.

Union Investment Real Estate also received the Scope Alternative Investment Award 2023 in the Retail Real Estate Germany category. Union Investment was also named the best fund management company for dividend equity funds at the Scope Investment Awards 2023. UniGlobal also won an award in the international equity fund category. We won the German Fund Champions 2023 award again in the "Equities" category, which was awarded by f-fex and finanzen.net. The TELOS ESG Company Check 2022 also confirms that Union Investment meets the highest standards in sustainability. We consider the "PLATINUM" rating level to be a very professional and clearly comprehensible integration of sustainability aspects at various levels.

Bond markets driven by monetary policy

The central banks continued to be the focus of the bond markets in the half year under review. Weak economic data initially gave rise to hopes that the monetary authorities might be less restrictive in future. In addition, there were initial signs of decreasing inflation momentum. Investors therefore looked very closely at the US inflation rate. In October and November 2022, this declined, and inflation also rose less rapidly in the eurozone. The result was significantly lower yields accompanied by high price gains. Towards the end of the year, however, the government bond markets came under considerable pressure, especially in Europe. After unexpectedly robust economic data, global central banks held out the prospect of further interest rate steps.

At the beginning of 2023, investors initially reacted with relief to the easing of inflationary pressure. Expectations of a less restrictive monetary policy initially led to declining yields. In the further course, some economic data turned out better than expected. For example, company purchasing managers were more optimistic about the future again. Furthermore, fear of a shortage of skilled workers has so far not led to waves of redundancies. With these requirements, more and more doubts arose as to whether monetary policy was already restrictive enough. In addition, core inflation proved to be persistent, suggesting high underlying price pressures. Yields quickly rose again significantly. In the USA, the yield on two-year government bonds climbed above the five percent mark at times.

But only a short time later, the Silicon Valley Bank (SVB) from the USA caused a stir and uncertainty. A little later, the globally networked Swiss bank Credit Suisse also stumbled. Both institutions had run into difficulties due to high outflows on the deposit side and ultimately had to be rescued by the state. In this context, memories of the 2008 financial crisis came up and investors took refuge in government bonds. Yields fell significantly in a very short space of time. At the same time, many market participants adjusted their expectations for monetary policy, as the bankruptcy of the SVB was also favoured by the rapid rise in interest rates. Investors therefore began to doubt that the monetary authorities would raise interest rates significantly further, as the turmoil had already caused a tightening of financing conditions.

Measured against the J.P. Morgan Global Bond US Index, US government bonds ultimately rose 3.7% during the reporting period. Euro government bonds, as measured by the iBoxx Euro Sovereigns Index, only went up by 0.3%.

For a long time, the higher risk appetite boosted European corporate bonds. These rose by 2.9% as measured by the ICE BofA Merrill Lynch Euro Corporate Index (ER00). Emerging market bonds saw declining risk premiums and recorded high demand at the beginning of the year. Measured by the J.P. Morgan EMBI Global Diversified Index, there was a strong increase of 10.1% here.

Global equities trending positive

Hopes of an imminent end to the cycle of interest rate hikes by the major central banks boosted share prices in October and November 2022. The weakening of inflationary pressures in the USA gave cause for optimism. Inflation had peaked at 9.1% month-on-month in June and had since entered a slow but steady decline. Since the beginning of the fourth quarter of 2022, core inflation, which is adjusted for food and energy prices that are highly susceptible to fluctuations, has also been declining at a high level. In the eurozone, too, there were initially more indications that inflation might have peaked.

Nevertheless, the central banks remained on their path of interest rate hikes, but slowed down the pace in December. While the US Federal Reserve and the European Central Bank (ECB) raised key interest rates in the US and the eurozone by 75 basis points each at the beginning of October, both only followed up with a 50 basis point increase in December. The central bankers emphasised that an end to the interest rate hikes is not yet in sight, as the path of inflation back to near the central bank's targets (around two percent) is still a long one. The clear recovery on the capital markets was thus dampened again in December.

The start of 2023 was generally positive on the global stock markets, but was marked by strong turbulence and losses in the banking sector in March. While at the beginning of the year a good reporting season and an easing of energy prices, among other things, boosted share prices, the difficulties of the US Silicon Valley Bank in March and a few days later concerns about the stability of Credit Suisse led to significant market distortions. Overall, the great concern about a renewed banking crisis unsettled market participants. However, the rapid and decisive intervention and effective relief measures by central banks, governments and regulators were able to stabilise the market again in the further course of the year.

Despite the turbulence in March, the global stock markets recorded positive price gains overall in the half year under review. The MSCI World index gained 14.6% in local currency. In the USA, the S&P 500 Index also climbed by 14.6% and the Dow Jones Industrial Average improved by 15.8% (both in local currency). The gains in Europe were even more pronounced. The EURO STOXX 50 Index gained 30%, and the leading German index DAX 40 gained 29%. The Nikkei 225 Index in Japan increased by 8.1% in local currency. The stock exchanges of the emerging markets rose by 9.7% (as measured by the MSCI Emerging Markets Index in local currency).

Important information:

Unless otherwise specified, the data source for the financial indices is Refinitiv. All unit performance data on the following pages is taken from Union Investment's own calculations in accordance with the method applied by the German Investment Funds Association (BVI), unless otherwise specified. The ratios illustrate past performance. Future results may be either higher or lower.

Detailed information on the Management Company and the Depositary of the investment fund (the "Fund") can be found on the last pages of this report.

UniEM Osteuropa

Security Ident. No. 973821
ISIN-Code LU0054734388

Semi-annual report
01.10.2022 - 31.03.2023

Performance in percent ¹⁾

6 months	1 year	3 years	10 years
23.39	-15.54 ²⁾	-39.25	-51.75

- 1) Based on published unit values (BVI method). The information and figures contained in this report are based on the past and do not provide any indication of future developments.
- 2) Based on the unit value of February 28, 2022 (date of suspension of the net asset value calculation).

Breakdown by country ¹⁾

Poland	28.37 %
Luxembourg	11.45 %
Czech Republic	10.22 %
Turkey	10.09 %
Greece	6.73 %
Russia	6.41 %
Slovenia	5.89 %
Hungary	3.91 %
Kazakhstan	3.91 %
Netherlands	1.05 %
Cyprus	0.04 %
Virgin Islands (GB)	0.02 %
Kuwait	0.00 %
Oman	0.00 %

Portfolio assets	88.09 %
Bank deposits	11.97 %
Other assets/Other liabilities	-0.06 %
Fund assets	100.00 %

1) Due to rounding differences in each position, the sum may deviate from the actual value.

Composition of the fund's assets

as at 31 March 2023

	EUR
Portfolio assets	37,230,201.36
(Cost of securities: EUR 87,076,948.47)	
Bank deposits	5,059,652.66
Unrealised gains from forward exchange transactions	69,355.44
Interest receivable	39,384.24
Interest receivable on securities	113.14
Dividends receivable	263,158.44
	42,661,865.28
Other liabilities	-391,466.24
	-391,466.24
Fund assets	42,270,399.04
Units in circulation	46,988.464
Unit value	899.59 EUR

Breakdown by sector ¹⁾

Banks	28.86 %
Investment fund units	9.25 %
Energy	8.08 %
Food & Staples Retailing	5.54 %
Insurance	5.50 %
Retailing	5.09 %
Food, Beverage & Tobacco	4.53 %
Raw materials and supplies	4.20 %
Consumer Services	3.96 %
Pharmaceuticals, Biotechnology & Life Sciences	3.58 %
Capital Goods	3.47 %
Consumer Durables & Apparel	3.05 %
Diversified Financials	1.64 %
Media & Entertainment	1.05 %
Telecommunication Services	0.29 %

Portfolio assets	88.09 %
Bank deposits	11.97 %
Other assets/Other liabilities	-0.06 %
Fund assets	100.00 %

1) Due to rounding differences in each position, the sum may deviate from the actual value.

UniEM Osteuropa

Schedule of assets as at 31 March 2023

ISIN	Securities		Additions	Disposals	Volume	Price	Market Value EUR	Per cent of fund assets % ¹⁾
Equities, rights on equities and profit-participation certificates								
Stock-exchange-traded securities								
Cyprus								
US87238U2033	TCS Group Holding Plc. GDR	USD	0	0	25,000	0.7985	18,376.60	0.04
							18,376.60	0.04
Czech Republic								
CZ0008019106	Komerční Banka AS	CZK	10,000	0	70,000	717.5000	2,139,874.74	5.06
CZ0008040318	Moneta Money Bank A.S.	CZK	90,000	0	360,000	87.0000	1,334,412.68	3.16
CS0008418869	Philip Morris CR AS	CZK	125	0	1,125	17,620.0000	844,552.85	2.00
							4,318,840.27	10.22
Greece								
GRS294003009	Folli Follie S.A.	EUR	0	0	50,000	0.0001	5.00	0.00
GRS419003009	Greek Organisation of Football Prognostics S.A. [OPAP]	EUR	23,132	0	113,132	14.7900	1,673,222.28	3.96
GRS282183003	Jumbo S.A.	EUR	0	0	60,000	19.5000	1,170,000.00	2.77
							2,843,227.28	6.73
Hungary								
HU0000153937	MOL Magyar Olaj- és Gázipari Nyrt.	HUF	245,000	0	245,000	2,564.0000	1,652,279.12	3.91
							1,652,279.12	3.91
Kazakhstan								
US46627J3023	Halyk Savings Bank of Kazakhstan JSC GDR	USD	0	0	90,000	11.5600	957,746.48	2.27
US48581R2058	Kaspi.kz JSC GDR	USD	0	0	10,000	75.5000	695,019.79	1.64
							1,652,766.27	3.91
Luxembourg								
LU2237380790	Allegro.eu S.A.	PLN	148,464	35,000	148,464	29.3050	929,684.50	2.20
							929,684.50	2.20
Netherlands								
NL0009805522	Yandex NV	USD	0	0	20,000	0.8240	15,170.76	0.04
NL0009805522	Yandex NV	RUB	0	0	90,000	397.6685	425,120.41	1.01
							440,291.17	1.05
Poland								
PLPEKA000016	Bank Polska Kasa Opieki S.A.	PLN	0	0	100,000	85.4600	1,826,146.42	4.32
PLDINPL00011	Dino Polska S.A.	PLN	0	2,000	28,000	391.1000	2,340,014.53	5.54
PLKETY000011	Grupa Kety S.A.	PLN	3,000	0	10,000	530.0000	1,132,527.03	2.68
PLLPP0000011	LPP S.A.	PLN	429	0	629	9,580.0000	1,287,623.40	3.05
PLPKO0000016	Powszechna Kasa Oszczednosci [PKO] Bank Polski S.A.	PLN	0	0	300,000	28.5200	1,828,283.26	4.33
PLPZU0000011	Powszechny Zakład Ubezpieczeń S.A.	PLN	0	40,000	310,000	35.0800	2,323,774.52	5.50
PLBZ00000044	Santander Bank Polska S.A.	PLN	0	0	20,000	291.8000	1,247,061.84	2.95
							11,985,431.00	28.37
Russia								
RU0007252813	Aksionernaya Kompaniya 'ALROSA' PAO	RUB	0	0	1,900,000	5.4665	123,370.47	0.29
RU000A0HL5M1	Beluga Group	RUB	0	0	55,000	141.6821	92,560.53	0.22
RU000A0JSQ90	Detskiy Mir PJSC	RUB	0	0	800,000	5.4410	51,703.15	0.12
RU0009062467	Gazprom Neft PJSC	RUB	0	0	200,000	77.6927	184,568.93	0.44
RU0007661625	Gazprom PJSC	RUB	0	0	2,180,000	10.1385	262,529.71	0.62
RU0009024277	LUKOIL PJSC	RUB	0	0	127,000	283.7439	428,034.18	1.01
RU0007288411	Mining and Metallurgical Company Norilsk Nickel PJSC	RUB	0	0	20,000	852.9658	202,632.85	0.48
RU0007775219	Mobile Telesystems PJSC	RUB	0	0	700,000	14.9373	124,199.26	0.29
RU000A0JPGA0	M.Video PJSC	RUB	0	0	140,000	16.8060	27,947.35	0.07
RU000A0DKV55	NOVATEK PJSC	RUB	57,870	0	207,870	43.3285	106,982.74	0.25
RU0009046452	Novolipetsk Steel PJSC	RUB	0	0	1,000,000	10.5065	124,797.63	0.30
RU000A0JRK8	PhosAgro PJSC	RUB	0	0	16,560	168.0850	33,062.64	0.08

The notes on the report form an integral part of this report.

UniEM Osteuropa

ISIN	Securities		Additions	Disposals	Volume	Price	Market Value	Per cent of fund assets % ¹⁾
							EUR	
RU000A0JNAA8	Polyus PJSC	RUB	0	0	21,000	530.1354	132,237.43	0.31
RU000A0J2Q06	Rosneft Oil Company	RUB	0	0	600,000	72.0365	513,395.57	1.21
RU0009029540	Sberbank of Russia PJSC	RUB	0	0	2,100,000	1.4005	34,934.19	0.08
RU0009029557	Sberbank of Russia PJSC -VZ-	RUB	0	0	700,000	1.4005	11,644.73	0.03
RU0009046510	Severstal PAO	RUB	0	0	30,000	53.3605	19,014.70	0.04
RU0009029524	Surgutneftegas PJSC -VZ-	RUB	0	0	3,500,000	5.7895	240,689.62	0.57
							2,714,305.68	6.41
Slovenia								
SI0031102120	KRKA, tovarna zdravil, d.d., Novo Mesto	EUR	0	0	14,000	108.0000	1,512,000.00	3.58
SI0021117344	Nova Ljubljanska Banka d.d.	EUR	0	0	14,000	69.8000	977,200.00	2.31
							2,489,200.00	5.89
Turkey								
TRECOLA00011	Coca Cola Icecek A.S.	TRY	10,000	10,000	100,000	203.7000	977,414.39	2.31
TRAKCHOL91Q8	Koc Holding AS	TRY	50,000	450,000	400,000	76.5000	1,468,280.82	3.47
TRASISEW91Q3	Türkiye Sise ve Cam Fabrikalari A.S.	TRY	100,000	402,000	898,000	42.3200	1,823,516.48	4.31
							4,269,211.69	10.09
Stock-exchange-traded securities							33,313,613.58	78.82
Unquoted securities								
Kuwait								
KW0EQ0207401	Gulf National Holding Co.	KWD	0	0	19,741	0.0200	1,184.58	0.00
							1,184.58	0.00
Russia								
US71922G4073	PhosAgro PJSC GDR	USD	0	0	320	0.0001	0.03	0.00
							0.03	0.00
Virgin Islands (GB)								
VGG825261073	Soil Biogenics Ltd.	USD	0	0	1,000,000	0.0080	7,364.45	0.02
							7,364.45	0.02
Unquoted securities							8,549.06	0.02
Equities, rights on equities and profit-participation certificates							33,322,162.64	78.84
Bonds								
Stock-exchange-traded securities								
OMR								
OM0000008892	4.250 % Bank Muscat [SAOG] Perp.		3,081	0	3,081	0.7800	57.50	0.00
							57.50	0.00
Stock-exchange-traded securities							57.50	0.00
Bonds							57.50	0.00
Investment fund units ²⁾								
Luxembourg								
LU0059863547	UniReserve: USD A	USD	4,000	0	4,000	1,061.3100	3,907,981.22	9.25
							3,907,981.22	9.25
Investment fund units							3,907,981.22	9.25
Portfolio assets							37,230,201.36	88.09
Bank deposits - current account							5,059,652.66	11.97
Other assets/Other liabilities							-19,454.98	-0.06
Fund assets in EUR							42,270,399.04	100.00

1) Due to rounding differences in each position, the sum may deviate from the actual value.

2) Information about selling fees, redemption fees and the maximum amount of the management fee for target fund units can be obtained on application free of charge from the registered office of the management company, from the depositary and the paying agents. No management fee or a reduced one is calculated for units held of a target fund, which are managed directly or on the basis of a transfer from the same management company or from a company with to the management company is related by means of joint management or domination or significant direct or indirect interests.

The notes on the report form an integral part of this report.

Forward exchange transactions

On the 31st of March, 2023 the following open forward exchange transactions were outstanding:

Currency		Monetary amount	Market Value	Per cent of fund assets
			EUR	%
HUF/EUR	Currency buys	2,151,475,150.00	5,569,592.08	13.18

Exchange rates

For the valuation of assets in a foreign currency, the following exchange rate for 31 March 2023 was used for conversion into Euro.

Czech koruna	CZK	1	23.4710
Hungarian forint	HUF	1	380.1900
Kuwaiti dinar	KWD	1	0.3333
Omani rial	OMR	1	0.4179
Polish zloty	PLN	1	4.6798
Russian ruble	RUB	1	84.1883
Turkish lira	TRY	1	20.8407
US dollar	USD	1	1.0863

Notes on the report as at 31 March 2023 (appendix)

Significant accounting and valuation principles

The fund's accounts are kept in Euro.

The fund's semi-annual accounts were prepared based on the applicable classification and valuation principles in the country of domicile.

The price of securities and, if available, other exchange-listed derivatives reflects the relevant stock exchange or market value at the end of March 2023. Securities traded on a regulated market are valued at the market prices published for the relevant market. If Investments in target funds are made, these are valued at their most recent redemption prices.

If the fund holds OTC derivatives on the closing date, these are valued daily on the basis of indicative quotes from brokers or mathematical valuation models.

If the fund has pending forward exchange transactions, these are valued based on the forward rates applicable to the residual maturity.

Securities whose prices are not in line with market conditions and all assets for which no representative market value can be obtained are valued at a price established by the Management Company in good faith using recognised valuation rules.

Bank deposits and possibly existing fixed-term deposits were estimated at par value.

The assets and liabilities denominated in currencies other than the fund currency were converted to Euro on the basis of the exchange rate determined in the WM/Reuters fixing at 5 p.m. (4 p.m London time) of the trading day preceding the valuation day. Business transactions in foreign currencies are converted into the Fund currency at the time of recognition. Realised and unrealised foreign exchange gains and losses are recognised in profit or loss.

The deferred interest includes accrued interest as at the end of the reporting period.

Dividends are posted as receivables on the date on which the respective securities are first quoted as "ex-dividend".

The issue or redemption price of the fund units are determined from the net asset value per unit on the respective valid trading days and, if relevant, plus any initial sales charge and/or redemption fee as defined in the sales prospectus. The initial sales charge shall be levied in favour of the Management Company and the sales agent and can be scaled according to the size of the order. The redemption fee is credited to the fund.

Taxation of the Fund

Fund assets are currently subject to a "taxe d'abonnement" of 0.05 % p.a. in Luxembourg, payable quarterly and based on the respective reported fund assets at the end of the quarter. Insofar as fund assets are invested in other Luxembourg investment funds that are already subject to the taxe d'abonnement, the portion of fund assets invested in such Luxembourg investment funds is exempt from this tax.

Income from the investments of the fund's assets will not be taxed in Luxembourg. However, it may be subject to withholding or other tax in the countries in which the fund assets are invested. Neither the Management Company nor the Depositary will obtain individual or collective receipts for such taxes.

Application of income

Further details on the use of income are contained in the sales prospectus.

Information on fees and expenses

The fees of the Management Company and the all-in fee are calculated based on the fund assets per calendar day and paid out on a monthly basis. The all-in fee covers the depositary fee, general custody and bearing fees for holding assets in custody, auditors' fees, costs of appointing proxies and costs of principal management activities, such as fund accounting and reporting. The calculation is based on a contractual agreement.

The fund is subject to a performance-related fee which is charged by the Management Company based on the terms defined in the prospectus.

If profit and loss includes other expenses, these expenses consist of the costs referred to in the prospectus, such as government fees, collateral management fees, or cost of changes to the prospectus.

Income and expenditure adjustment

Income and expenditure adjustments have been charged to the ordinary net income. These include net income generated during the reporting period, which purchasers of units pay as part of the issue price, and sellers of units receive in the redemption price.

Collateral

In conjunction with transactions in listed and/or OTC derivatives, the fund is required to provide or receive collateral in the form of bank deposits or securities.

If available, the positions "Other bank deposits/bank liabilities" include collateral provided/received by the fund in the form of bank deposits for listed derivatives and/or collateral provided for OTC derivatives. Collateral provided in the form of securities is recorded in the schedule of assets. Collateral received in the form of securities as well as collateral for OTC derivatives in the form of bank deposits are not recorded in the composition of the fund's assets and the schedule of assets.

Soft commissions

The Management Company, in its role as the management company of the fund, may benefit from "soft commissions" (e.g. broker research, financial analyses, market and price information systems) in connection with trade transactions. Said commissions are used in the interests of unitholders when making investment decisions. Transactions of this type cannot be conducted with natural persons; the service providers concerned may trade only in the interests of the fund and the services provided must be directly associated with fund activities.

Significant events during the reporting period

Russia-Ukraine conflict

The invasion of Ukraine by Russian forces has significantly aggravated the geopolitical situation in Europe and led to sanctions against Russia by the West. In response, Russia imposed counter-sanctions and greatly reduced or completely stopped exports of energy raw materials to Europe. This has led to a sharp rise in inflation and a slump in the economy.

The Russian Central Bank kept the Moscow Stock Exchange closed between 25 February 2022 and 24 March 2022. After the reopening of the stock exchange, purchases and sales by foreign market participants were prohibited, which led to severe restrictions on these market participants. In addition, the Russian Central Bank introduced capital controls that curbed cross-border transfers from Russia.

Union Investment Luxembourg S.A. has decided for the Fund in the interest of all unitholders to suspend the issue and redemption of units as well as the unit value calculation with effect from 1 March 2022 until further notice. The last official net asset value was thus calculated for 28 February 2022. This measure was deemed necessary due to the prevailing market situation and the fact that a significant portion of the Fund's assets are listed or traded on the Russian stock market and the Management Company is currently unable to dispose of a large portion of the investments.

In the current situation it is not possible to foresee how long the suspension of the calculation of the net asset value (including the issue and redemption of units) will last. The board of directors of the management company will keep an eye on the situation and check the decision in the interests of all investors on an ongoing basis. Any future decision that will result in a change in that status will be communicated to investors in due course.

At the time of suspension, the Russian exposure represented approximately 35% of the Fund's net assets.

The net asset value as at 31 March 2023 was calculated solely for the purpose of preparing the semi-annual financial statements and does not entitle the holder to issue or redeem units.

The calculation is based on the following assumptions:

Valuation of Russian and Russia-related equities

The following valuation principles are applicable to Russian and Russia-related equities in this Fund as of the reporting date of these semi-annual financial statements on 31 March 2023:

- Russian equities - Based on the latest available price on the Moscow Stock Exchange as at 25 February 2022 and a valuation discount of approximately 95%. The valuation adjustment has an impact of approximately EUR 14.2 million on the fund.

Fee accrual

The fee accruals of the management fee and the flat fee were calculated on the basis of the net asset value as at 31 March 2023 retrospectively. The *taxe d'abonnement* was accrued retrospectively for six months based on the net asset value as at 31 March 2023.

Performance fee

The calculation of the performance fee has been suspended since the suspension on 28 February 2022 until further notice.

Dividends from Russian equities - booking to blocked accounts

Cash inflows from dividends from Russian companies are booked in so-called blocked accounts, as these are cash inflows that the Fund cannot dispose of.

As at 31 March 2023, EUR 3,427,791.76 is held in these blocked accounts.

In the concluded reporting period, the Fund UniEM Osteuropa did not make a distribution.

Significant events after the reporting period

After the reporting period, there were no major changes or significant events.

Changes in the composition of the portfolio over the course of the year during the reporting period

During the reporting period, any changes made to the composition of the portfolio of the Fund over the course of the year are available free of charge upon request at the registered office of the Management Company.

General explanations in the context of the COVID-19 pandemic

Thanks to the development of effective vaccines and the spread of less dangerous virus variants, many countries have significantly reduced or lifted containment measures. However, China stuck to its zero-Covid policy over large parts of 2022 and reacted to the spread of the Omicron variant with repeated complete lockdowns of cities with millions of inhabitants. It was not until the end of the year that the government in Beijing reacted to the growing discontent among the population and surprisingly lifted the restrictions. The risks for the Chinese economy in 2023 are therefore likely to decrease. From a global perspective, the risks to economic growth resulting from the coronavirus have already gradually declined in the course of 2022. The Management Board of the Management Company continues to monitor the development of the capital markets in order to limit any economic impact on the fixed assets.

Explanation in connection with banking risk

The fastest rate hikes by the major central banks in 60 years had an impact on stability in the financial markets and led to turmoil in the banking sector. Initially, after the insolvency of Silicon Valley Bank, a US specialist institution, had a major impact on the US regional banking sector following a large outflow of deposits, Credit Suisse came under pressure in Europe and, on the initiative of the Swiss authorities, was taken over by its competitor UBS at a fraction of its book value. In the course of this, the financial supervisory authority in Switzerland ordered a complete write-off of the nominal value of AT1 subordinated bonds. As a result, there is likely to be a repricing of banking risks in the equity and bond markets. The Management Board of the Management Company is monitoring the developments in order to limit possible consequences for the fixed assets here too.

Note on the Law of 17 December 2010

The fund was set up in accordance with Part I of the Luxembourg Law of 17 December 2010 relating to undertakings for collective investment ("Law of 17 December 2010") and fulfils the conditions laid down by Directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009 on the coordination of legal and administrative provisions relating to undertakings for collective investment in transferable securities ("Directive 2009/65/EC").

Other information of the Management Company

Disclosures in accordance with Regulation (EU) 2015/2365

During the period under review, no transactions were entered in accordance to Regulation (EU) 2015/2365 on securities financing transactions and overall yield swaps.

Other information

Securities transactions are only ever carried out with counterparties included in a list of approved parties by the fund management. The list is reviewed on an ongoing basis. Criteria such as quality of execution, level of transaction costs, quality of research and reliability in the settlement of securities transactions are given precedence. Furthermore, the annual reports of the counterparties are examined.

Management and Organisation

Management Company and Main Management Company

Union Investment Luxembourg S.A.
3, Heienhaff
L-1736 Senningerberg
Grand Duchy of Luxembourg
R.C.S.L. B 28679

Equity capital as at 31.12.2022:
Euro 344.343 million
after profit appropriation

LEI of the Management Company
529900FSORICM1ERBP05

Committee of Union Investment Luxembourg S.A.

Maria LÖWENBRÜCK
Union Investment Luxembourg S.A.
Luxembourg

Rolf KNIGGE
Union Investment Luxembourg S.A.
Luxembourg

Supervisory Board of Union Investment Luxembourg S.A.

Chairman of the Supervisory Board

Dr. Gunter HAUEISEN
Union Asset Management Holding AG
Frankfurt / Main

Other Members of the Supervisory Board

Dr. Carsten FISCHER
Union Asset Management Holding AG
Frankfurt / Main

Karl-Heinz MOLL
Independent member of the
Supervisory Board

Shareholders of Union Investment Luxembourg S.A.

Union Asset Management Holding AG
Frankfurt / Main

Outsourcing of portfolio management to the following companies belonging to the Union Investment Group:

Union Investment Privatfonds GmbH
Weißfrauenstraße 7
D-60311 Frankfurt / Main

Union Investment Institutional GmbH
Weißfrauenstraße 7
D-60311 Frankfurt / Main

Auditor (Réviseur d'entreprises agréé)

PriceWaterhouseCoopers,
Société coopérative
2, rue Gerhard Mercator
L-2182 Luxembourg

also the auditor of
Union Investment Luxembourg S.A.

Depository and Main Paying Agent

DZ PRIVATBANK S.A.
4, rue Thomas Edison
L-1445 Strassen
Grand Duchy of Luxembourg

Paying and sales agent in the Grand Duchy of Luxembourg

DZ PRIVATBANK S.A.
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L-1445 Strassen
Grand Duchy of Luxembourg

Paying Agent, Distributor and Information Agent in the Federal Republic of Germany

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D-60265 Frankfurt / Main
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Additional information for investors in Austria

Institution within the meaning of Article 92(1)(a), (b), (d) and (e) of Directive 2009/65/EC (UCITS) - Distributor and Paying Agent:

VOLKSBANK WIEN AG
Dietrichgasse 25
A-1030 VIENNA
Email: filialen@volksbankwien.at

The sales prospectus with the investment terms and conditions and the Key Investor Information Document ("KIID"), the annual and semi-annual reports as well as the issue and redemption prices for this Fund are available from VOLKSBANK WIEN AG and other information and documents may be inspected.

In addition, VOLKSBANK WIEN AG will forward certain payments to unitholders on their behalf and process subscriptions and redemptions of units as soon as it receives the corresponding subscription and redemption orders.

All of the funds and/or investment companies currently authorised for public distribution in Austria and managed by Union Investment Luxembourg S.A. can be viewed on the Union Investment website at www.union-investment.com, which is intended for unit holders and shareholders resident in Austria.

Important notices to unitholders shall be published in the official gazette "Amtsblatt zur Wiener Zeitung" in the cases prescribed by the Austrian Investment Fund Act of 2011 as well as on the website www.union-investment.com, which is intended for unitholders and shareholders resident in Austria.

Institution within the meaning of Article 92(1)(c) and (f) of Directive 2009/65/EC (UCITS) - Contact point for communication with the relevant authorities:

Union Investment Luxembourg S.A.
3, Heienhaff
L-1736 Senningerberg

The information on dealing with investor complaints and the exercise of investor rights arising from investments in these funds will also be made available by Union Investment Luxembourg S.A.

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