



Genossenschaftliche FinanzGruppe
Volksbanken Raiffeisenbanken



Semi-annual report as at March 31st, 2017

UniEuroSTOXX 50

Management Company:
Union Investment Luxembourg S.A.

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

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Preface

Union Investment – devoted to your interests

With managed assets of roughly EUR 293 billion the Union Investment Group is one of the largest German fund management companies for private and institutional investors. It is a fund management expert within the cooperative finance association. About 4.2 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 our main concern and, together with our approximately 2,900 employees, we are committed to looking after them. About 1,260 public-investment and specialist funds offer private and institutional investors solutions tailored to their individual requirements. These include share, bond and money-market funds, and open-end real estate funds as well as 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 orientation. In approximately 11,800 branches our employees are able to provide personalised advice on all investment matters.

Our awards for individual funds – and our solid performance in industry ratings – provide the best evidence of the quality of our fund management. For instance, at the 2017 FERI EuroRating Awards Union Investment won the award for best asset manager in the "Socially Responsible Investing" category for the third year in a row. In addition, in January 2017 at the Euro Fund Awards 2017 sponsored by publishers Finanzen Verlag we again won "2017 Fund Management Company of the Year" at the "Golden Bull" awards. Many of our funds came away from this event with awards. Moreover, industry magazine Capital once again awarded Union Investment five stars in February 2017. This makes us the only fund management company to have received this prestigious award every year since it was first awarded in 2003. What's more, in December 2016 at the Scope Awards 2017 the Scope Group gave us the "Best Asset Manager Retail Real Estate European" award in the open-end real estate funds category.

Dealing with the change in the markets

Over the last six months developments in the international capital markets have been shaped by several important events. Central banks have also continued to act in a supportive role. The trend in equity markets was initially sideways because positive and negative announcements were evenly balanced. The most important milestone was the Donald Trump's victory in the US presidential election on 9th November – a result that surprised most people. This caused a significant rise in share prices, above all in the USA, while international bond markets came under considerable pressure due to expectations of increased inflation. In the USA the subject that dominated the market for some time was the question of whether and/or when the US Federal Reserve would take the first step towards increasing interest rates since the end of 2015. In Europe the picture was very different: the European Central Bank (ECB) bolstered the markets with its wide-ranging bond purchasing programme, which also included corporate bonds from June onwards. In December 2016 the Fed increased the US base rate as had been expected, while the European Central Bank announced an extension of its bond purchasing programme. Following Trump's inauguration it soon became apparent that expectations regarding his zeal for economic reform and his ability to implement his political agenda were too high. Nevertheless, positive announcements by companies and good overall economic data ensured that stock exchanges were able to continue their upward trend in the first quarter of 2017. Another important issue was the elections in Europe. Following the victory of mainstream parties in the Netherlands the spotlight moved to the presidential election in France. Fears of a victory for Marine Le Pen caused a noticeable increase in risk premiums for French government bonds, whereas German bunds were in demand as a safe haven. Elsewhere, Italian bond prices also suffered price falls due to the political turmoil.

Bond markets hit by deflation fears

Good economic data and higher inflation expectations due to a rising oil price led to higher returns on the US bond market right from the start of the reporting period. Donald Trump's surprising victory in the presidential election gave this trend additional impetus. Although he avoided setting out a definite manifesto, he did repeatedly say that he was in favour of an economic stimulus plan. Hopes of a fiscal stimulus and associated expectations that additional US government bonds would be issued to finance it led to falls in prices. Prices started to recover slightly mid-December. New issues placed at the start of the year sold very well, above all in other countries. In his first days as president Donald Trump acted in a very unconstrained manner.

Initially his words were followed by more action than had been expected, which also increased the likelihood of an economic stimulus. Due to action by the Fed, the associated rise in bond yields picked up speed again from the middle of January. The Fed was preparing for an unexpected interest rate increase; it finally raised the base rate in March 2017. The second increase within three months gave many market participants the impression that the Fed would pursue a much tighter monetary policy from now on. However, a maximum of two further interest rate changes are expected over the rest of the year, and this has led to bond prices increasing again. A more sober view of the new US government's policies also soon took hold. The culmination of this process came at the end of March 2017 when Congress voted down the US health reform package. In index terms (JP Morgan Global Bond US Index), this resulted in a loss of 3.4% for US Treasuries over the reporting period.

In Europe speculation about a possible reduction in bond purchases by the European Central Bank (tapering) initially depressed prices. This was exacerbated by the fact that it was difficult for the securities to break free of the negative signals coming from the USA. In November bonds in other countries also came under pressure ahead of the Italian referendum on reform of the Senate. Investors were primarily concerned about the prospect of fresh elections if the reform plans were not backed, which could give a further boost to strongly Eurosceptic parties. On top of all this, there was protracted uncertainty regarding the fate of the stricken Monte dei Paschi bank. However, a change in trend started in Europe too from December 2016 onwards. The ECB extended the bond purchase programme, which finally put an end to the tapering debate. Good economic data, an initial pick-up in inflation rates, the elections in the Netherlands and France, and not least the British government's formal application to leave the European Union then exerted an adverse effect on European government bonds in the second half of the reporting period. This meant that European government bonds fell by 4.5% as measured by the iBoxx Euro Sovereign Index.

There was also a slight fall in the market for European corporate bonds. However, the European Central Bank's bond purchase programme repeatedly had a supportive effect, and the decline in values was consequently limited to one percent as measured by the BofA Merrill Lynch Euro Corporate Index.

Securities from emerging economies were initially hit particularly badly by the interest rate increases in the USA and the resulting strength of the US dollar. However, in the second half of the reporting period almost all the lost ground was recovered due to a noticeable pick-up in global trade. At index level (JPMorgan EMBI Global Diversified Index), the final outcome was a fall of just 0.3%.

Political events affect share markets

Over the last six months there have been significant price increases in global equity markets. The uncertainty surrounding the Fed's monetary policy, changes in oil prices and the US presidential election were the main factors influencing the markets. In the new year the focus then switched to the elections in Europe. The MSCI World Index was able to add 9.5% in local currency terms.

In the Eurozone, the EURO STOXX 50 rose on balance by 16.6%. The benchmark German DAX rose by 17.1%. In October attention again focused on European monetary policy. Fears surfaced that the European Central Bank might soon begin a gradual scaling back of its bond purchases (tapering). However in December the central bankers made it clear that they were (still) not considering this. They extended the bond purchase programme until the end of 2017, although at a reduced level. At the end of the year, euro equity markets rallied in the aftermath of the US presidential election and the Senate reform referendum in Italy. At the start of 2017 the markets suffered due to the increasing political and economic uncertainties in the Eurozone where several important elections were due to be held, and due to the strain the Italian banks were under. Thanks to strong economic data and an increasing probability that one of the mainstream parties would win the French presidential elections, prices started to rise again in February.

In the USA stock markets were initially on a downward trend. The question of a possible interest rate increase by the Fed again came to the fore. Then, in November and December, Donald Trump's surprising victory in the presidential election triggered huge price surges. The background to this was increased hopes of a government economic stimulus programme and tax cuts. However, after taking office Trump repeatedly caused uncertainty with his travel ban decrees and the announcement of punitive import tariffs. Nevertheless, overall sentiment was positive, partly due to good figures coming in for the corporate sector and the economy as a whole. Overall, the market-wide S&P 500 Index rose by 9.0% over the reporting period. The Dow Jones Industrial Average Index simultaneously climbed 12.9%.

In Japan, the Nikkei 225 Index rose by 15.0%. The equities market posted considerable price gains from October onwards as a result of a lower yen exchange rate. There was strong upswing, particularly after the US presidential elections. Then in the first quarter of 2017 the Nikkei Index flat-lined, not least due to a stronger yen exchange rate.

Stock markets in emerging countries initially performed well against the backdrop of the continued relaxed US interest-rate policy and increasing commodity prices. From November onwards they initially came under pressure following the US elections. The strong US dollar combined with the interest rate rise in the USA and the prospect of trade restrictions being imposed by Trump hit prices noticeably. However, in the first quarter of 2017 prices picked up sharply again. Trump had not so far followed through on any of his threats to the emerging economies. The MSCI Emerging Markets Index gained 5.5% overall in local currency terms.

Important information:

Unless otherwise specified, the data source for the financial indices is Datastream. 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.

The performance of all the indices referred to in the preface always relates to local currency.

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.

Class A
Security Ident. No. 988475
ISIN-Code LU0090707612

Class -net- A
Security Ident. No. 989797
ISIN-Code LU0096427496

Class C
Security Ident. No. 632961
ISIN-Code LU0125236025

Class I
Security Ident. No. A0YCZ5
ISIN-Code LU0458547873

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Performance in percent ¹⁾

	6 months	1 year	3 years	10 years
Class A	16.12	18.59	20.35	11.26
Class -net- A	15.94	18.23	19.27	8.00
Class C	15.91	18.18	19.10	7.45
Class I	16.43	19.24	22.35	-

1) Based on published unit values (BVI method).

Breakdown by country ¹⁾

France	34.51 %
Germany	33.44 %
Netherlands	12.29 %
Spain	10.30 %
Italy	3.66 %
Belgium	3.45 %
Ireland	1.24 %
Finland	0.71 %
Portfolio assets	99.60 %
Options	0.09 %
Bank deposits	0.32 %
Other assets/Other liabilities	-0.01 %
Fund assets	100.00 %

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

Breakdown by sector ¹⁾

Banks	14.05 %
Capital Goods	13.09 %
Pharmaceuticals, Biotechnology & Life Sciences	7.88 %
Raw materials and supplies	7.66 %
Energy	6.99 %
Food, Beverage & Tobacco	5.82 %
Household & Personal Products	5.69 %
Insurance	5.38 %
Automobiles & Components	4.98 %
Telecommunication Services	4.74 %
Software & Services	4.54 %
Consumer Durables & Apparel	4.26 %
Utilities	3.53 %
Semiconductors & Semiconductor Equipment	2.63 %
Health Care Equipment & Services	2.35 %
Retailing	1.56 %
Transportation	1.30 %
Food & Staples Retailing	1.29 %
Real Estate	0.94 %
Technology Hardware & Equipment	0.71 %
Media	0.21 %
Portfolio assets	99.60 %
Options	0.09 %
Bank deposits	0.32 %
Other assets/Other liabilities	-0.01 %
Fund assets	100.00 %

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

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Composition of the fund's assets as at March 31st, 2017

	EUR
Portfolio assets (Cost of securities: EUR 1,270,494,406.06)	1,574,476,442.07
Options	1,529,800.00
Bank deposits	5,102,549.72
Dividends receivable	2,929,546.46
Receivable on sale of units	3,021,688.56
Receivable on security trades	5,114,885.40
	1,592,174,912.21
Liabilities on repurchase of units	-2,374,427.15
Interest liabilities	-6,376.26
Liabilities on security trades	-6,887,730.00
Other liabilities	-1,720,984.26
	-10,989,517.67
Fund assets	1,581,185,394.54

Attribution to the unit classes

Class A

Proportional fund assets	925,328,683.25 EUR
Units in circulation	18,418,898.000
Unit value	50.24 EUR

Class -net- A

Proportional fund assets	337,749,575.94 EUR
Units in circulation	7,981,927.000
Unit value	42.31 EUR

Class C

Proportional fund assets	2,304,453.60 EUR
Units in circulation	83,758.000
Unit value	27.51 EUR

Class I

Proportional fund assets	315,802,681.75 EUR
Units in circulation	6,243,137.000
Unit value	50.58 EUR

Schedule of assets

Prices as at March 31st, 2017

ISIN	Securities		Additions	Disposals	Volume	Price	Market Value	Per cent of fund assets
							EUR	% ¹⁾

Equities, rights on equities and profit-participation certificates

Stock-exchange-traded securities

Belgium

BE0974293251	Anheuser-Busch InBev S.A./NV	EUR	641,500	112,000	529,500	102.9000	54,485,550.00	3.45
							54,485,550.00	3.45

Finland

FI0009000681	Nokia Oyj	EUR	2,305,000	2,381,000	2,224,000	5.0300	11,186,720.00	0.71
							11,186,720.00	0.71

France

FR0000120628	AXA S.A.	EUR	0	128,000	1,341,832	24.2550	32,546,135.16	2.06
FR0000131104	Banque Nationale de Paris Paribas S.A. ³⁾	EUR	46,000	125,000	727,000	62.4300	45,386,610.00	2.87
FR0000125007	Compagnie de Saint-Gobain S.A.	EUR	208,000	0	551,000	48.1350	26,522,385.00	1.68
FR0000120644	Danone S.A.	EUR	68,000	31,000	587,000	63.7600	37,427,120.00	2.37
FR0010208488	Engie S.A.	EUR	0	0	559,000	13.2800	7,423,520.00	0.47
FR0000121667	Essilor International S.A.	EUR	0	93,000	77,000	113.9000	8,770,300.00	0.55
FR0000120073	L'Air Liquide S.A.	EUR	123,449	1	335,038	107.1000	35,882,569.80	2.27
FR0000120321	L'Oreal S.A.	EUR	0	41,962	182,038	180.1500	32,794,145.70	2.07
FR0000121014	LVMH Moët Hennessy Louis Vuitton SE	EUR	68,500	7,500	200,000	205.8500	41,170,000.00	2.60
FR0000133308	Orange S.A.	EUR	0	0	1,343,000	14.5650	19,560,795.00	1.24
FR0000073272	Safran S.A.	EUR	0	22,000	78,000	70.0300	5,462,340.00	0.35
FR0000120578	Sanofi S.A.	EUR	0	71,000	624,000	84.6200	52,802,880.00	3.34
FR0000121972	Schneider Electric SE	EUR	109,800	74,000	432,800	68.6300	29,703,064.00	1.88
FR0000130809	Société Générale S.A.	EUR	225,000	68,000	666,000	47.5500	31,668,300.00	2.00
FR0000120271	Total S.A.	EUR	201,000	0	1,787,000	47.4150	84,730,605.00	5.36
FR0000124711	Unibail-Rodamco SE	EUR	13,500	0	67,500	219.1000	14,789,250.00	0.94
FR0000125486	Vinci S.A.	EUR	44,000	66,000	479,000	74.3000	35,589,700.00	2.25
FR0000127771	Vivendi S.A.	EUR	287,000	274,133	184,000	18.2250	3,353,400.00	0.21
							545,583,119.66	34.51

Germany

DE000A1EWWW0	adidas AG	EUR	0	0	147,000	178.3000	26,210,100.00	1.66
DE0008404005	Allianz SE	EUR	39,000	9,000	265,000	173.6500	46,017,250.00	2.91
DE000BASF111	BASF SE	EUR	66,500	0	706,500	92.9200	65,647,980.00	4.15
DE000BAY0017	Bayer AG	EUR	57,000	0	664,000	108.0500	71,745,200.00	4.54
DE0005190003	Bayerische Motoren Werke AG	EUR	128,000	101,000	174,000	85.5100	14,878,740.00	0.94
DE0007100000	Daimler AG	EUR	91,000	0	677,000	69.2000	46,848,400.00	2.96
DE0005552004	Dte. Post AG	EUR	0	43,000	641,000	32.1050	20,579,305.00	1.30
DE0005557508	Dte. Telekom AG	EUR	530,000	602,000	2,109,000	16.4250	34,640,325.00	2.19
DE000ENAG999	E.ON SE	EUR	0	0	690,000	7.4510	5,141,190.00	0.33
DE0005785604	Fresenius SE & Co. KGaA	EUR	0	0	377,000	75.3300	28,399,410.00	1.80
DE0008430026	Münchener Rückversicherungs - Gesellschaft AG	EUR	0	73,500	35,000	183.4000	6,419,000.00	0.41
DE0007164600	SAP SE	EUR	69,000	0	781,000	91.9800	71,836,380.00	4.54
DE0007236101	Siemens AG	EUR	42,500	13,000	570,500	128.4000	73,252,200.00	4.63
DE0007664039	Volkswagen AG -VZ-	EUR	12,000	17,000	124,500	136.6000	17,006,700.00	1.08
							528,622,180.00	33.44

Ireland

IE0001827041	CRH Plc.	EUR	44,000	0	594,000	33.0700	19,643,580.00	1.24
							19,643,580.00	1.24

Italy

IT0003128367	ENEL S.p.A.	EUR	0	0	4,124,000	4.4140	18,203,336.00	1.15
IT0003132476	ENI S.p.A.	EUR	200,000	0	1,684,000	15.3500	25,849,400.00	1.63
IT0000072618	Intesa Sanpaolo S.p.A.	EUR	0	2,850,000	5,450,000	2.5460	13,875,700.00	0.88
							57,928,436.00	3.66

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

ISIN	Securities		Additions	Disposals	Volume	Price	Market Value	Per cent of fund assets % ¹⁾
							EUR	
Netherlands								
NL0000235190	Airbus Group SE (Airbus) ²⁾	EUR	136,000	231,000	254,000	71.3300	18,117,820.00	1.15
NL0010273215	ASML Holding NV	EUR	0	0	334,500	124.4000	41,611,800.00	2.63
NL0011821202	ING Groep NV	EUR	0	0	2,730,568	14.1700	38,692,148.56	2.45
NL0011794037	Koninklijke Ahold Delhaize NV	EUR	430,000	274,000	1,016,000	20.0600	20,380,960.00	1.29
NL0000009538	Koninklijke Philips NV	EUR	0	104,000	606,000	30.1300	18,258,780.00	1.15
NL0000009355	Unilever NV	EUR	0	127,000	1,227,613	46.5700	57,169,937.41	3.62
							194,231,445.97	12.29
Spain								
ES0113211835	Banco Bilbao Vizcaya Argentaria S.A.	EUR	668,642	1,127,000	4,072,076	7.2700	29,603,992.54	1.87
ES0113900J37	Banco Santander S.A.	EUR	2,858,080	0	10,956,080	5.7450	62,942,679.60	3.98
ES0144580Y14	Iberdrola S.A.	EUR	86,319	750,000	3,720,675	6.7050	24,947,125.90	1.58
ES0148396007	Industria de Diseño Textil S.A.	EUR	0	159,000	746,000	33.0400	24,647,840.00	1.56
ES0178430E18	Telefonica S.A.	EUR	93,840	1,090,000	1,969,840	10.4850	20,653,772.40	1.31
							162,795,410.44	10.30
Stock-exchange-traded securities							1,574,476,442.07	99.60
Equities, rights on equities and profit-participation certificates							1,574,476,442.07	99.60
Portfolio assets							1,574,476,442.07	99.60
Options								
Long positions								
EUR								
Call on AXA S.A. September 2017/25.00			3,000	0	3,000		255,000.00	0.02
Call on BASF SE September 2017/92.00			850	0	850		358,700.00	0.02
Call on Daimler AG Dezember 2017/70.00			1,000	0	1,000		457,000.00	0.03
Call on Daimler AG Juni 2017/75.00			1,000	0	1,000		65,000.00	0.00
Call on Société Générale S.A. September 2017/50.00			1,600	0	1,600		340,800.00	0.02
Call on Vivendi S.A. Dezember 2017/18.00			3,500	0	3,500		476,000.00	0.03
Call on Volkswagen AG -VZ- September 2017/150.00			600	0	600		228,000.00	0.01
							2,180,500.00	0.13
Long positions							2,180,500.00	0.13
Short positions								
EUR								
Call on Banque Nationale de Paris Paribas S.A. Juni 2017/64.00			0	1,400	-1,400		-338,800.00	-0.02
Put on Anheuser-Busch InBev S.A./NV September 2017/90.00			0	800	-800		-147,200.00	-0.01
Put on Banque Nationale de Paris Paribas S.A. Juni 2017/42.00			0	1,400	-1,400		-30,800.00	0.00
Put on Danone S.A. September 2017/56.00			0	1,300	-1,300		-133,900.00	-0.01
							-650,700.00	-0.04
Short positions							-650,700.00	-0.04
Options							1,529,800.00	0.09
Bank deposits - current account							5,102,549.72	0.32
Other assets/Other liabilities							76,602.75	-0.01
Fund assets in EUR							1,581,185,394.54	100.00

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

2) The security indicated has been lent either in part or in full.

3) This security is wholly or partly subject of a standstill business in securities.

Exchange rates

As at March 31st, 2017 there were only assets in the fund currency Euro.

Purchases and sales from October 1st, 2016 to March 31st, 2017

Purchases and sales of securities, loans evidenced by promissory notes and derivatives, including changes without money movements, made during the reporting period insofar as they are not specified in the schedule of assets.

ISIN	Securities	Additions	Disposals
Equities, rights on equities and profit-participation certificates			
Stock-exchange-traded securities			
Belgium			
BE0003793107	Anheuser-Busch InBev NV/S.A.	0	626,500
France			
FR0013201381	Air Liquide S.A. BZR 28.09.16	0	211,590
Germany			
DE0005140008	Dte. Bank AG	0	434,000
Spain			
ES06132119D1	Banco Bilbao Vizcaya Argent. BZR 17.10.2016	4,530,434	4,530,434
ES0613900904	Banco Santander S.A. BZR 01.11.16	8,098,000	8,098,000
ES06445809D9	Iberdrola S.A. BZR 19.01.17	3,884,356	3,884,356
ES06784309B3	Telefónica S.A. BZR 29.11.16	2,346,000	2,346,000
Unquoted securities			
Spain			
ES0113902292	Banco Santander S.A.	93,080	93,080
ES0144583152	Iberdrola S.A.	86,319	86,319
ES0178430056	Telefónica S.A.	93,840	93,840
Options			
EUR			
Call on Banco Santander S.A. Dezember 2016/4.50		8,000	8,000
Call on Banque Nationale de Paris Paribas S.A. Oktober 2016/49.00		1,000	0
Call on Bayerische Motoren Werke AG Dezember 2016/78.00		600	600
Call on Daimler AG Dezember 2016/66.00		700	700
Call on ENEL S.p.A. Dezember 2016/3.80		3,500	3,500
Call on ENI S.p.A. Januar 2017/13.00		500	500
Call on Euro Stoxx 50 Oktober 2016/3,050.00		0	250
Call on Intesa Sanpaolo S.p.A. Dezember 2016/2.30		3,200	3,200
Call on Nokia Corporation Dezember 2016/4.60		16,000	16,000
Call on Unibail-Rodamco SE Februar 2017/220.00		450	450
Call on Vivendi S.A. März 2017/19.00		4,000	4,000
Call on Volkswagen AG -VZ- Dezember 2016/125.00		500	500
Call on Volkswagen AG -VZ- Dezember 2016/130.00		0	300
Put on Anheuser-Busch InBev S.A./NV Dezember 2016/92.00		1,500	0
Put on Banque Nationale de Paris Paribas S.A. Oktober 2016/38.00		1,000	0
Put on BASF SE März 2017/86.00		800	800
Put on Bayer AG Dezember 2016/78.00		800	0
Put on Bayerische Motoren Werke AG Dezember 2016/62.00		0	500
Put on Daimler AG Dezember 2016/50.00		0	700
Put on Daimler AG Dezember 2016/56.00		700	700
Put on Euro Stoxx 50 Februar 2017/3,200.00		460	460
Put on LVMH Moët Hennessy Louis Vuitton SE Februar 2017/185.00		390	390
Put on Nokia Corporation November 2016/4.00		16,000	16,000
Put on SAP SE Februar 2017/82.00		900	900
Put on Total S.A. Dezember 2016/42.00		0	750

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

Additional disclosures in accordance with Regulation (EU) 2015/2365 on securities financing transactions

	Securities Lending	Repurchase Transactions	Total Return Swaps
Used assets			
absolute	16,833,880.00	N.A.	N.A.
as a percentage of the fund's assets	1.06 %	N.A.	N.A.
Ten largest counterparties			
1. Name	Bayern LB, München	N.A.	N.A.
1. Gross volume of open transactions	16,833,880.00	N.A.	N.A.
1. Country of residence	Germany	N.A.	N.A.
Types of settlement and clearing (e.g. bilateral, trilateral, CCP)			
	bilateral	N.A.	N.A.
Transactions sorted by remaining term (absolute amounts)			
less than 1 day	N.A.	N.A.	N.A.
1 day to 1 week (= 7 days)	N.A.	N.A.	N.A.
1 week to 1 month (=30 days)	N.A.	N.A.	N.A.
1 to 3 months	N.A.	N.A.	N.A.
3 months to 1 year (=365 days)	N.A.	N.A.	N.A.
more than 1 year	N.A.	N.A.	N.A.
unlimited	16,833,880.00	N.A.	N.A.
Type(s) and quality(ies) of the collateral received			
Types	Shares	N.A.	N.A.
Qualities ¹⁾	AA-	N.A.	N.A.
Currency(ies) of the collateral received			
	EUR	N.A.	N.A.
Collateral sorted by remaining term (absolute sums)			
less than 1 day	N.A.	N.A.	N.A.
1 day to 1 week (= 7 days)	N.A.	N.A.	N.A.
1 week to 1 month (=30 days)	N.A.	N.A.	N.A.
1 to 3 months	N.A.	N.A.	N.A.
3 months to 1 year (=365 days)	N.A.	N.A.	N.A.
more than 1 year	N.A.	N.A.	N.A.
unlimited	17,496,755.10	N.A.	N.A.
Income share and expenses			
The fund's income share			
absolute	162,392.69	N.A.	N.A.
as a percentage of gross income	50.59 %	N.A.	N.A.
the fund's expenses	158,634.35	N.A.	N.A.
of which the KVG's expenses / income			
absolute	156,024.35	N.A.	N.A.
as a percentage of gross income	48.60 %	N.A.	N.A.
of which third-party expenses / income			
absolute	2,610.00	N.A.	N.A.
as a percentage of gross income	0.81 %	N.A.	N.A.
Returns for the fund from reinvested cash collateral, calculated based on all securities financing transactions and total return swaps (absolute amount)			
			N.A.

Securities financing transactions and Total Return Swaps

Lended securities as a percentage of all the fund's lendable assets			
			1.07 %
The ten largest issuers of collateral, calculated based on all securities financing transactions and total return swaps			
1. Name			Allianz SE

1. Volumes collateral received (absolute)	17,496,755.10
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Reinvested collateral as a percentage of received collateral, calculated based on all securities financing transactions and total return swaps

No re-invested collateral;
According to the sales prospect, a reinvestment of 100% is possible for bank deposits

Depository / account manager for received collateral from securities financing transactions and total return swaps

Total number depositaries / account managers	1
1. Name	DZ Privatbank S.A.
1. Deposit amount absolute	17,496,755.10

Type of custody for issued collateral from securities financing transactions and total return swaps

As a percentage of all issued collateral from securities financing transactions and total return swaps	
separate accounts / securities accounts	N.A.
collective accounts / securities accounts	N.A.
other accounts / securities accounts	N.A.
Type of custody for certain recipients	N.A.

- 1) Only securities are accepted as collateral, which can also be acquired for the fund.

Notes on the report as at the end of March 2017

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 other exchange-listed derivatives reflects the relevant stock exchange or market value at the end of March 2017. Securities traded on a regulated market are valued at the market prices published for the relevant market.

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 were estimated at par value.

If the fund has the position interest on bonds, it also includes pro rata income from issue yields, where applicable.

The fund shows various unit classes which participate in the fund's performance in proportion to the net asset value and after deduction of attributable expenses.

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.

The fees of the Management Company and the all-in fee are calculated based on the net 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.

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.

Earnings and expense 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.

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 net 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.

As at 31 March 2017, the fund has lent securities as per the information provided in the list of assets. The fund has received collateral to the amount of the market value of the securities lent in the form of transferable securities or other liquid assets.

The performance of the fund's units is calculated based on the unit values published on the closing dates, according to the BVI formula. In individual cases, it may vary slightly from the performance of the units as shown in the fund report.

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.

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

Securities transactions are only ever carried out with counterparties, which have been included in a list of approved parties by the Fund Management. The composition of this 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 transferable securities transactions are given precedence. Furthermore, the annual reports of the counterparties are inspected.

Management Company and Main Management Company

Union Investment Luxembourg S.A.
308, route d'Esch
L-1471 Luxembourg
Grand Duchy of Luxembourg
R.C.S.L. B 28679

Equity capital as at 31/12/2016:
Euro 162.737 million
after profit appropriation

Management body of Union Investment Luxembourg S.A.:

Board of Directors

Chairman of the Board of Directors

Hans Joachim REINKE
Chairman of the Executive Board of
Union Asset Management Holding AG
Frankfurt / Main

Deputy Chairman of the Board of Directors

Giovanni GAY
Member of the Board of Management of
Union Investment Privatfonds GmbH
Frankfurt / Main

Other Members of the Board of Directors

Björn JESCH
Member of the Management Board of
Union Investment Privatfonds GmbH
Frankfurt / Main

Nikolaus SILLEM
Member of the Management Board of
Union Investment Institutional GmbH
Frankfurt / Main

Maria LÖWENBRÜCK
Member of the Management Board of
Union Investment Luxembourg S.A.
Luxembourg

Rudolf KESSEL
Member of the Management Board of
Union Investment Luxembourg S.A.
Luxembourg

Dr. Joachim VON CORNBERG
Member of the Management Board of
Union Investment Luxembourg S.A.
Luxembourg

Bernd SCHLICHTER
Independent member of the
Board of Directors
Luxembourg

Chief Executive of Investment Luxembourg S.A.

Maria LÖWENBRÜCK
Rudolf KESSEL
Dr. Joachim VON CORNBERG

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)

Ernst & Young S.A.
35E avenue John F. Kennedy,
L-1855 Luxembourg

also the auditor of
Union Investment Luxembourg S.A.

Depositary and Main Paying Agent

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

Paying and sales agent in the Grand Duchy of Luxembourg

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

Paying Agents, Distributors and Information Agents in the Federal Republic of Germany

DZ BANK AG
Deutsche Zentral-Genossenschaftsbank
Platz der Republik
D-60265 Frankfurt / Main
Registered Office: Frankfurt / Main

BBBank eG
Herrenstraße 2-10
D-76133 Karlsruhe
Registered Office: Karlsruhe

Deutsche Apotheker- und Ärztebank eG
Richard-Oskar-Mattern-Str. 6
D-40547 Düsseldorf
Registered Office: Düsseldorf

Further Distributors in the Federal Republic of Germany

Banks affiliated to the abovementioned banks and cooperative central banks are additional distributors in the Federal Republic of Germany.

Paying Agent and Distributor in Austria

VOLKSBANK WIEN AG
Kolingasse 14-16
A-1090 Vienna

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L-1471 Luxembourg
service@union-investment.com
privatkunden.union-investment.de