

1. Annual Report of Merged Funds (UCITS)

Raiffeisen fond dluhopisové stability, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Raiffeisen fond dluhopisových trendů, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Raiffeisen fond akciových trhů, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Raiffeisen fond pravidelných investic, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Raiffeisen fond dluhopisové stability, open-ended mutual fund
Raiffeisen investiční společnost a.s.

Denomination:	CZK
ISIN – Capitalisation class:	CZ0008474293
ISIN – Dividend class:	CZ0008474301
Share certificate nominal value:	n.a.
Fund format:	open-ended mutual fund
Fund type (AKAT classification):	bond fund
Date of incorporation:	17 March 2014

The underlying assets of the Raiffeisen fond dluhopisové stability were allocated in 2014 in particular in medium-term sovereign and corporate bonds with duration (simply speaking: the average term to maturity) slightly less than one and a half years. As far as their credit-worthiness is concerned, the bond investments of the Fund have had so-called "investment rating" (i.e., BBB-/Baa3 rating and higher). The purchased bonds were denominated in CZK, EUR, and PLN; however, the majority of such purchased bonds have been hedged against exchange rate risks.

Beside changes duly mentioned in the financial statements, no substantial alterations occurred during the accounting period/financial year in respect of the information pursuant to Article 23 of Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers, and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No 1060/2009 and (EU) No 1095/2010 (hereinafter the "AIFMD Directive"), as specified in the Prospectus.

Financial indicators **31 December 2014**

Profit/loss, after tax, in CZK `000 (285)

CZ0008474293

Mutual fund equity, in CZK `000 2,827,705

Equity per share certificate, in CZK 1.0070

Number of share certificates, in pieces 2,808,126,262

CZ0008474301

Mutual fund equity, in CZK `000 11,676

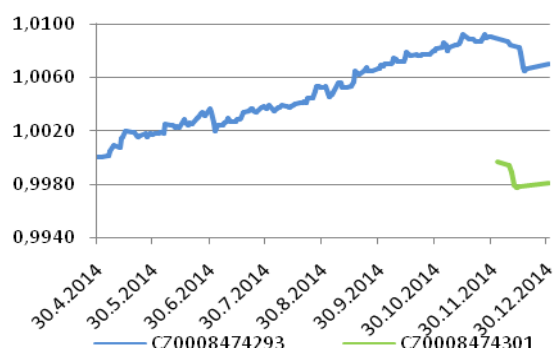
Equity per share certificate, in CZK 0.9981

Number of share certificates, in pieces 11,698,086

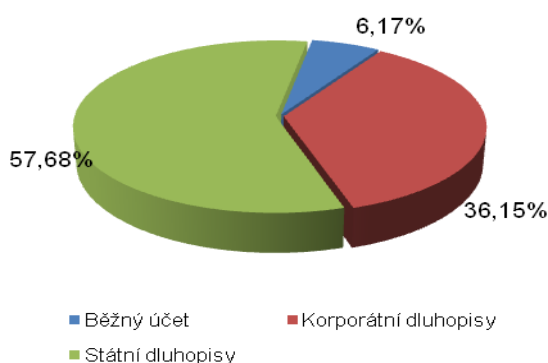
Number of share certificates issued and redeemed in 2014

ISIN	Issued share certificates		Redeemed share certificates		BALANCE (+/-)	
	in pieces	in CZK'000	in pieces	in CZK'000	in pieces	in CZK'000
CZ0008474293	2,875,487,022	2,895,753	67,360,760	67,785	2,808,126,262	2,827,968
CZ0008474301	11,698,086	11,698	0	0	11,698,086	11,698

Vývoj hodnoty podílového listu



Údaje o skladbě majetku



Legend: Share certificate value curve

Legend: Asset composition
Current account / Treasury bonds / Corporate bonds

List of securities held in excess of 1% as on 31.12.2014

COUNTRY	ISIN	SECURITY NAME	PURCHASE PRICE in CZK '000	FAIR VALUE in CZK '000	STAKE IN ASSETS IN %
RU	XS0442330295	GAZPRU 8.125 02/04/15	91,515	98,215	3.45
RU	XS0984191360	VTB Float 10/28/16	34,009	31,023	1.09
ASIA TOTAL			125,524	129,238	4,54
AT	AT000B119839	ERSTBK Float 09/20/16	132,840	133,066	4.68
BG	XS0802005289	BGARIA 4.25 07/09/17	40,291	40,966	1.44
CZ	CZ0001000822	CZGB 4.6 08/18/18	230,676	233,016	8.19
CZ	CZ0001001903	CZGB 4.00/17	77,243	78,152	2.75
CZ	CZ0001002471	CZGB 5 04/11/19	60,127	62,031	2.18
CZ	CZ0001003123	CZGB Float 04/18/23	32,116	32,480	1.14
CZ	CZ0001003438	CZGB Float 07/23/17	82,835	82,777	2.91
CZ	CZ0001003834	CZGB 1.50/19	38,782	39,395	1.39
CZ	CZ0001003842	CZGB 0.5/16	135,854	136,133	4.79
CZ	CZ0001004113	CZGB Float 12/09/20	569,103	570,265	20.05
CZ	CZ0001004246	CZGB 0.85 03/17/18	40,597	41,134	1.45
CZ	CZ0003501884	CESKY 3.9 04/18/17	36,943	37,828	1.33
FR	FR0011734961	BPCEGP Float 02/14/19	40,172	40,265	1.42
FR	XS0841882128	BREPW 2.75 10/12/15	139,118	139,931	4.92
FR	XS1040279462	ACAFP Float 02/28/19	80,641	80,806	2.84
LT	XS0212170939	LITHUN 3.75 02/10/16	146,516	151,654	5.33
LV	XS0350977244	LATVIA 5.5 03/05/18	32,153	33,583	1.18
RO	XS0638742485	ROMANI 5.25 06/17/16	44,463	45,746	1.61
SE	XS0746259323	PGNPW 4 02/14/17	43,988	45,610	1.60
SE	XS1019818787	PKOBP 2.324 01/23/19	121,484	124,345	4.37
SK	SK4120008400	SLOVGB Float 09/02/15	31,388	31,477	1.11
EUROPE TOTAL			2,157,330	2,180,660	76,68
US	XS0211034540	GS 4 02/02/15	36,093	37,461	1.32
NORTH AMERICA TOTAL			36,093	37,461	1,32
TOTAL			2,318,947	2,347,359	82.54

(LOGO KPMG)

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Independent Auditor's Report to the Shareholders of the Fund named: Raiffeisen fond dluhopisové stability, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Financial Statements

Based upon our audit, we have issued the following audit report dated 13 February 2015 on the financial statements, which are included in the present Annual Report:

“We have audited the accompanying financial statements compiled in respect of the fund named: Raiffeisen fond dluhopisové stability, otevřený podílový fond, Raiffeisen investiční společnost a.s., i.e., which comprise its Balance Sheet as of 31 December 2014, its Income Statement for the year 2014, and the Notes to the Financial Statements, and a summary of significant accounting policies applied and other explanatory notes. Information about the fund named: Raiffeisen fond dluhopisové stability, otevřený podílový fond, Raiffeisen investiční společnost a.s. is shown in Item 1 of an enclosure to the present Financial Statements.

Responsibility of the Authorised Representative Body of the Accounting Entity for the Financial Statements

The authorised representative body of Raiffeisen investiční společnost a.s. is responsible for the compilation of financial statements, which give a true and fair view in accordance with the Czech accounting legislation, and for such internal control as the management determines is necessary in order to enable the preparation of financial statements that are free from any material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express, on the basis of performed audit, an opinion on the Financial Statements. We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing, and any related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit in order to obtain reasonable assurance that the Financial Statements are free from material misstatements.

An audit involves performing procedures to obtain evidence about the amounts and disclosures contained in the Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatements of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Financial Statements that give a true and fair view. The goal of such assessment is to propose audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Companies Register administered
by the Municipal Court in
Prague, Section C, File no.
24185.

KPMG Česká republika Audit, s.r.o., a Czech limited liability company and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG International”), a Swiss entity.

Company no. (IČ) 49619187
VAT no. CZ699001996

(LOGO KPMG)

Auditor's Opinion

In our opinion, the Financial Statements give a true and fair view of the assets and liabilities of the fund named: Raiffeisen fond dluhopisové stability, otevřený podílový fond, Raiffeisen investiční společnost a.s. as of 31 December 2014, and of its costs, income, and profit and loss generated in the year 2014, in accordance with the Czech accounting standards.“

Annual Report

We have also audited the Annual Report for consistency with the Financial Statements referred to above. Correctness of this Annual Report is the responsibility of the authorised representative body of the company. Our responsibility is to express an opinion on the consistency of the Annual Report and the Financial Statements based on our audit.

We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that the auditor plan and perform the audit to obtain reasonable assurance whether information included in the Annual Report describing matter that are also presented in the Financial Statements is, in all material respects, consistent with the relevant Financial Statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the information included in the Annual Report of the Company is consistent, in all material respects, with the Financial Statements referred to above.

Prague, dated 24 April 2015

KPMG Česká republika Audit
KPMG Česká republika Audit, s.r.o.
Licence number: 71

(Signed)
Ing. Veronika Strolená
Director
Licence number: 2195

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**BALANCE SHEET
as of 31 December 2014**

CZK '000	Item	31.12.2014
ASSETS		
2	Treasury bonds without coupon and other securities accepted by the central bank for refinancing <i>including: (a) issued by government institutions</i>	8 1,317,258
3	Receivables from banks and cooperative savings banks <i>including: (a) payable on demand</i>	7 175,422
5	Debt securities <i>including: (a) issued by government institutions (b) issued by other persons/entities</i>	9 1,350,190 322,543 1,027,647
11	Other assets	10 1,497
Total assets		2,844,387

CZK '000	Item	31.12.2014
LIABILITIES		
4	Other liabilities	12 3,631
5	Accrued/deferred income and costs	13 1,375
12	Capital funds	11 2,839,666
15	Profit or loss in financial year	15 (285)
Total liabilities		2,844,387

CZK '000	Item	31.12.2014
OFF-BALANCE ITEMS		
Off-balance assets		
1	Receivables from fixed term transactions	14 768,176
8	Values placed under management	17 2,842,890
Off-balance liabilities		
12	Liabilities from fixed term transactions	14 771,725

The enclosure shown on pages 1 to 11 form an integral part of the present Financial Statements.

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**INCOME STATEMENT
for the period ending on 31 December 2014**

CZK '000		Item	18.06.-31.12.2014
1	Yield of interest and similar incomes <i>including: interest from debt securities</i>	3	2,684 2,681
5	Costs of fees and commissions	4	(3,331)
6	Profit or loss from financial transactions	5	598
9	Administrative costs <i>(b) other administrative costs</i>	6	(85) (85)
19	Profit or loss before tax from regular activities in financial year		(134)
23	Corporate tax	16	(151)
24	Profit or loss after tax in financial year		(285)

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

1. GENERAL INFORMATION

(a) Fund characteristics

Fund emergence and characteristics

Raiffeisen fond dluhopisové stability, otevřený podílový fond, Raiffeisen investiční společnost a.s. (hereinafter the “Fund”) represents an accounting entity without legal personality founded by Raiffeisen investiční společnost a.s. (hereinafter the “Company”) pursuant to Act no. 240/2013 Coll., on management companies and investment funds (hereinafter the “Act”). The Fund was established on the date of its registration in the list maintained by the CNB pursuant to Section 597(b) of the Act on 17 March 2014. The Fund started operation on 24 April 2014.

The Fund represents a standard securities fund pursuant to the Act in compliance with the laws of the European Communities.

The Fund merged with Raiffeisen – Český fond konzervativních investic as of 10 December 2014 (hereinafter the “Merging fund/UCITS”). The Merging fund/UCITS transferred under dissolution without liquidation all its assets to the Fund. The shareholders of the Merging fund/UCITS were issued share certificates in the Fund according to an established exchange ratio.

Up to three different types of share certificates – classes – may be issued in keeping with the Fund Prospectus. The individual classes differ according to the manner in which they handle the Fund yields, the amount of the entry charge (surcharge), the minimum invested amount, and the distribution channels. Each such type of the share certificates shall be assigned a separate ISIN.

Type of share certificates	Class A1	Class A2	Class A3
	Capitalisation	Dividend	RSTS *
Raiffeisen fond dluhopisové stability			
ISIN	CZ0008474293	CZ0008474301	CZ0008474319

*Class A3 share certificates may be distributed exclusively by Raiffeisen stavební spořitelna a.s.

Neither the number of such issued share certificates nor the term of the duration of the Fund are limited.

The Fund has no employees and all administration relating to the business activities of the Fund have been supplied by the Company.

Information about the management company

The Fund assets are administered and managed by Raiffeisen investiční společnost a.s., Company no. (IČ) 29146739, with registered office at Hvězdova 1716/2b, Praha 4 – Nusle, Postal code 140 78.

The Company is a management company in the sense of the existing legislation and it acts in its capacity of a legal entity, which collects pecuniary funds from both legal entities and natural persons (individuals), for the purpose of using them to participate in business (collective investing).

The Company was founded on 21 December 2012. Its managing company licence was issued by the Czech National Bank by its decision ref. no. 2013/4256/570 dated 9 April 2013, which acquired legal force on 9 April 2013.

Company objects

The Company, pursuant to the Act and to such extent as licensed by the Czech National Bank, has been authorised to:

- *manage investment funds or international investment funds;*
- *administer investment funds or international investment funds.*

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

Depository information

The services of a depository have been provided by UniCredit Bank Czech Republic and Slovakia, a.s., Company no (IČ) 64948242, with registered office at Želetavská 1525/1, Praha 4, Postal code 140 92 (hereinafter the “Depository”) under a Depository Agreement dated 6 February 2014.

(b) Basis for the drafting of financial statements

The financial statements were drafted on the basis of accounting books maintained in compliance with:

- Accounting Act no. 563/1991, as amended by further legislation;
- Decree No. 501/2002 of the Ministry of Finance, as amended by further legislation;
- Czech Accounting Standards for Financial Institutions issued by the Ministry of Finance.

The financial statements were drafted using the principles of accrued/deferred costs and revenues, and historical prices, with the exception of some selected financial instruments valued at their fair values.

The Fund started operation on 24 April 2014; therefore, no comparable information is supplied. The financial year extending from 24 April 2014 to 31 December 2014, applied to items contained in the profit and loss account, is hereinafter described as “2014”.

The financial statements are based on the presumption that the accounting entity will continue in its activities without interruption and that no developments have occurred in respect of it that would restrict or otherwise prevent it from continuing such activities in the near future as well.

All information is carried in thousands of CZK (CZK ‘000), unless specified otherwise. Figures shown in brackets represent negative values.

The present financial statements represent unconsolidated financial statements.

2. IMPORTANT ACCOUNTING METHODS

(a) Transaction date

Depending on the transaction type, the transaction date refers to, without limitation:

- date of payment or receipt of cash;
- date of purchase or sale of foreign currencies, and/or securities;
- date of payment;
- date of crediting (foreign) funds as shown in the account statement;
- trade date and settlement date of spot transactions, i.e., purchase or sale of financial instruments or commodities with such delivery date, where the period from the trade date to the settlement date does not exceed five days;
- trade date and settlement date of derivative transactions.

The accounting entity has opted that spot transactions (i.e., accounting purchases and sales of financial assets with usual terms of delivery) should be reported as the relevant assets or liabilities on the trade date.

The Fund will remove any financial assets or any part thereof from its balance sheet if it should lose control over any contractual title to such financial assets or any part thereof. The Fund loses such control if it exercises any titles to benefits defined in the contract, if such titles expire or if such titles are waived.

If a financial liability or any part thereof expires (e.g., if a duty defined in the contract is fulfilled, cancelled or if it expires), the accounting entity will no longer report such financial liability or any part thereof in its balance sheet. The difference between the value of the financial liability in the accounting books, and/or any part thereof, that have expired or that have been transferred to another entity, and the amount of payment in respect of the debt in question, will be reported as costs or revenues.

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

(b) Securities

In compliance with the Fund strategy, all securities have been classified as securities valued at their fair value. Securities are re-valued on a daily basis during the financial year, pursuant to Decree no. 244/2013 Coll., of the Ministry of Finance of the Czech Republic, on detailed issues related to Act on Management Companies and Investment Funds, as amended (hereinafter the "Decree"). Pursuant to the Decree, securities are valued with help of prices derived from public markets, which may be further adjusted in keeping with the provisions of the Decree. If no market price is available, such value shall be applied as determined according to valuation models based on discounted future cash flows according to the yield curve.

Upon their first reporting, securities shall be valued at their acquisition price. Such acquisition price also includes direct transaction costs related to the acquisition of such securities.

Yield of interest

The term 'yield of interest' means the following:

- a) as regards debt securities with coupon, the accrued coupon as determined in the issue terms and conditions and the accrued difference between the nominal value and the net purchase price, known as a premium or discount;
- b) as regards debt securities without coupon and bills of exchange, the accrued difference between the nominal value and the purchase price.

Yield of interest on debt securities is reported in the profit and loss account commencing on the purchase using the effective interest rate method.

Debiting of securities

Upon sales of securities, the accounting entity values such securities outflow by way of the 'average price method'.

(c) Receivables and provisions

Operating receivables are reported in their nominal value less any provisions. Bad debts (receivables) are written off upon the completion of bankruptcy proceedings against the debtor or in the event that the likelihood of their recovery is not realistic.

Creation of provisions is reported as expenses; their use is reported together with expenses or losses associated with the loss of assets in the profit and loss account. Unnecessary provision dilutions are reported as income.

(d) Financial derivatives

Derivatives are financial instruments meeting the following conditions:

- a) their fair value varies depending on changes in interest rates, security prices, commodity prices, foreign exchange rates, price indices, credit assessments (ratings) or indices, and/or depending on any other variables (so-called underlying assets);
- b) as compared to other types of contracts, which show similar responses to changing market conditions, they require little or no initial investments;
- c) they will be settled in the future and the term from the trade date to settlement exceeds that of spot transactions.

Derivatives are reported in the balance sheet at their fair values. Positive fair values of derivatives are reported in assets under the tile of 'Other assets'. Negative fair values of derivatives are reported in liabilities under the tile of 'Other liabilities'.

**Raiffeisen fond dlouhodobé stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

Fair value of financial derivatives is determined as the present value of future cash flows from these transactions. The present value is determined with the help of parameters identified on the active market, such as exchange rates, interest rates for a given maturity based on the yield curve, etc.

In the off-balance sheet, derivatives are reported at contractual undiscounted values of the underlying instrument under the titles of 'Receivables from fixed term operations' and 'Liabilities from fixed term operations'.

(e) Funds invested by shareholders

The Fund has no registered capital. The share certificates have been assigned any nominal values. The Fund does not charge any share premium.

Capital funds

The selling price of share certificates is determined as a ratio of the class equity and the number of issued share certificates of that class. Share certificates are sold to investors for selling prices determined on the daily basis.

(f) Creation of reserves

Reserves represent probable cash outflows of uncertain timing and amount. Reserves are charged to expenses in such amounts, which are the best estimate of expenditures required in order to settle existing liabilities.

Reserves are created subject to the fulfilment of the following criteria:

- a) an obligation (legal or matter-of-fact) exists resulting from past events;
- b) it is probable or certain that an event will occur and will require an outflow of resources representing economic benefits; the term 'probable' meaning probability greater than 50 percent;
- c) it is possible to make a reliable estimate of such fulfilment.

(g) Foreign currency conversion

Transactions reported in foreign currencies are accounted for in the local currency, to be converted with the help of foreign exchange rates announced by the Czech National Bank and valid on the transaction day or on the transaction date.

Assets and liabilities denominated in foreign currencies together with foreign exchange spot transactions prior to the maturity date are converted into local currency at the exchange rate announced by the Czech National Bank and valid on the balance sheet date. The resulting profit or loss from such conversion of assets and liabilities denominated in foreign currencies, except for net investments in foreign currencies, and/or items that hedge currency risk resulting from agreements not yet recorded in the balance sheet of the Fund, or from anticipated future transactions, are reported in the profit and loss account as 'Profit or loss from financial operations'.

(h) Taxation

Tax due

The corporate tax base is calculated from profits for the current period before tax, increased by non-deductible expenses, less the revenues that are not subject to income tax, and further adjusted for tax allowances and any relevant credits. Under applicable tax regulations, the corporate tax rate imposed on mutual funds amounts to 5 percent.

Deferred tax

Deferred tax is based on all temporary differences between accounting and tax values of assets and liabilities, using the expected tax rate for the following period. Deferred tax is accounted for only if there is no doubt that it will be realized in subsequent accounting periods.

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

(i) **Interest received and interest paid and dividend income**

Interest received and interest paid are reported on the accrual basis.

Dividend income is reported on the effective date of entitlement to receive its payment (ex-dividend date).

Dividend income from domestic securities is reported after the deduction of withholding tax. Dividend income from foreign securities is reported prior to the deduction of withholding tax.

3. YIELD OF INTEREST AND SIMILAR INCOMES

The item entitled 'Yield of interest and similar incomes' represents interest from debt securities in the amount of CZK 2,684,000.

4. COST OF FEES AND COMMISSIONS

In CZK '000	2014
Management fee	2,814
Depository fee	341
Securities administration	62
Other fees and commissions	114
Total	3,331

Management fee paid by the Fund to the Company amounts, according to the Fund Prospectus, to 0.5 percent of the average annual value of the Fund equity.

Under the Depository Agreement, the Fund pays a fee in the amount of 0.07 percent of the average annual value of the Fund equity.

5. PROFIT OR LOSS FROM FINANCIAL OPERATIONS

In CZK '000	2014
Profit from securities valued in their fair value	1 821
Profit from exchange rate differences	2 728
Loss from spot and fixed term transactions	(3 951)
Total	598

Profit or loss from securities at fair value mainly represents daily revaluation of securities to fair value.

Profit or loss on exchange rate differences mainly represents both realised and unrealised exchange rate differences from revaluation of bond securities.

Profit or loss from spot and fixed term transactions includes profit and loss from settlements of spot transactions and fixed term transactions with financial instruments and also revaluation of open derivatives at fair value.

6. ADMINISTRATIVE COSTS

The item entitled 'Administrative costs' represents audit costs in the amount of CZK 85,000.

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

7. CASH IN BANKS

The item entitled 'Cash in banks' represents current accounts in the amount of CZK 175,442,000.

The current accounts are repayable on demand.

**8. TREASURY BONDS WITHOUT COUPON AND OTHER SECURITIES
ACCEPTED BY THE CENTRAL BANK FOR REFINANCING**

All securities held by the Fund are listed on Burza cenných papírů Praha (Prague Stock Exchange) or on foreign exchanges. All securities are classified into portfolio of securities at fair value.

CZK '000	31.12.2014
Treasury bonds	1,317,258
Net book value	1,317,258

9. DEBT SECURITIES

CZK '000	31.12.2014
Sovereign bonds	322,543
Other bonds	1,027,647
Net book value	1,350,190

10. OTHER ASSETS

The item entitled 'Other assets' mainly includes receivables from bond coupons in the amount of CZK 1,497,000.

11. SHAREHOLDERS' EQUITY

Review of shareholders' equity changes

CZK '000	Capital funds	Profit (Loss)	Total
Balance as of 24.04.2014	-	-	-
Net profit/loss in financial year	-	(285)	(285)
Sold share certificates	2,907,451	-	2,907,451
Redeemed share certificates	(67,785)	-	(67,785)
Balance as of 31.12.2014	2,839,666	(285)	2,839,381

Number of issued share certificates

(in pieces)	31.12.2014
Dividend class	11,698,086
Capitalisation class	2,808,126,262
Total	2,819,824,348

No other classes were issued in 2014.

Shareholders' equity according to share certificate classes

CZK '000	31.12.2014
Dividend class	11,676
Capitalisation class	2,827,705
Total	2,839,381

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

The dividend-class share certificate value on the last trading day of 2014 amounted to CZK 0.9981. The capitalisation-class share certificate value on the last trading day of 2014 amounted to CZK 1.0070. This is the last share certificate value in the year, in which purchases and redemptions of the Fund share certificates were realised.

12. OTHER LIABILITIES

CZK '000	31.12.2014
Negative value of derivatives	3,568
Other liabilities	63
Total	3,631

13. ACCRUED/DEFERRED INCOME AND EXPENSES

The item entitled 'Accrued expenses' mainly includes not yet invoices December management fee in the amount of CZK 1,183,000.

14. FINANCIAL DERIVATIVES

Nominal value of derivatives:

CZK '000	31.12.2014	
	Receivable	Liability
Currency forwards	768,176	771,725
Total	768,176	771,725

Off-balance sheet assets and liabilities represent the nominal (contractual) undiscounted values. All the above financial instruments were concluded on the inter-bank market (OTC).

Fair value of derivatives:

CZK '000	31.12.2014	
	Positive	Negative
Currency forwards	-	3,568
Total	-	3,568

All currency derivatives mature within one year.

15. PROPOSED LOSS SETTLEMENT

The Company Board of Directors proposes the settlement of the 2014 loss as follows:

CZK '000	Profit / (Loss)	Retained profit or accumulated loss from previous periods
2014 loss	(285)	
Proposed 2014 loss settlement:		
Transfer to retained profit/accumulated loss	285	(285)
Total	-	(285)

Due to generated loss, the Company does not expect to pay dividends for 2014.

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

16. CORPORATE TAX

CZK '000	2014
Tax payable for the current financial year	-
Withholding tax	151
Total	151

17. TRANSACTIONS WITH RELATED PERSONS/ENTITIES

CZK '000	31.12.2014
Liabilities	
Management fee payable to the Company	1,183
CZK '000	2014
Costs	
Management fee payable to the Company	2,814
CZK '000	31.12.2014
Off-balance sheet assets	
Values placed under management	2,842,890

18. VALUES PLACED UNDER MANAGEMENT

The Fund has surrendered its entire assets to be managed by the Company. The item entitled 'Values placed under management' covers both international and local securities, term deposits, as well as current account balances, with the exception of the current accounts designed to accept funds invested by shareholders. These current accounts are not included because they represent liabilities for not yet issued share certificates.

19. FINANCIAL INSTRUMENTS – MARKET RISK

The Fund is exposed to market risks arising from open positions in interest rate, equity and currency instrument transactions that are sensitive to changes in financial market conditions.

(a) Risk management

The basic risk management instrument is represented by imposing limits regarding the ratio of different types of financial instruments in the portfolio, which are determined in accordance with legal requirements, the Fund Prospectus, and its investment strategy. The key risks, which are evaluated on a daily basis, include foreign currency exposures and sensitivity to interest rate fluctuations.

Market risks are measured using the Value at Risk ("VaR") method. Value at Risk represents a potential loss resulting from unfavourable developments on the market within a certain time period and at a certain level of reliability. The 'Value at Risk' value is measured on the basis of a one-year holding period and a 95-percent reliability level.

(b) Liquidity risk

'Liquidity risk' represents the risk that the Fund will not have sufficient cash resources to meet its commitments associated with its financial contracts. Liquidity is monitored and managed on the basis of expected cash flows; in this context, the structure of the securities and the term deposits portfolio is adjusted.

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

Residual maturity of the Fund assets and debts

CZK '000	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	No specifications	Total
On 31 December 2014						
Treasury bonds without coupon and other securities	724	14,036	667,397	635,101	-	1,317,258
Cash in banks	175,442	-	-	-	-	175,442
Debt securities	189,875	174,148	971,782	14,385	-	1,350,190
Other assets	1,497	-	-	-	-	1,497
Total	367,538	188,184	1,639,179	649,486	-	2,844,387
Other liabilities	3,631	-	-	-	-	3,631
Accrued/deferred income and expenses	1,375	-	-	-	-	1,375
Shareholders' equity	-	-	-	-	2,839,381	2,839,381
Total	5,006	-	-	-	2,839,381	2,844,387
GAP	362,532	188,184	1,639,179	649,486	(2,839,381)	-
Cumulative GAP	362,532	550,716	2,189,895	2,839,381	-	-

The above table shows residual maturities of the book values of the individual financial instruments, rather than of all cash flows resulting from such instruments.

(c) Interest rate risk

The Fund is exposed to interest rate risk due to the impact of fluctuations in prevailing market interest rates. Both the fair value and income from financial assets may either grow or drop as a result of such fluctuation.

The following table sums up discrepancies related to the Fund assets and liabilities sensitive to interest rate fluctuations. The book value of these assets and liabilities is included in the period, in which they mature or in which the interest rate changes occur, whichever comes earlier.

Interest rate sensitivity of the Fund assets and debts

CZK '000	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	Total
On 31 December 2014					
Treasury bonds without coupon and other securities	83,046	619,500	582,060	32,652	1,317,258
Cash in banks	175,442	-	-	-	175,442
Debt securities	648,831	183,112	503,862	14,385	1,350,190
Total	907,319	802,612	1,085,922	47,037	2,842,890

The above summary includes only interest-rate sensitive assets and liabilities and therefore it is not identical with the values presented in the Fund balance sheet.

(d) Currency risk

Assets and Liabilities denominated in foreign currencies, including off-balance sheet exposures, represent the Fund's exposure to currency risk. Both realised and unrealised foreign exchange profit and loss is reported directly in the profit and loss account. The foreign exchange positions of the Fund in the most significant currencies are as follows:

**Raiffeisen fond dluhopisové stability, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

Foreign exchange positions of the Fund

CZK '000	EUR	PLN	CZK	Total
On 31 December 2014				
Treasury bonds without coupon and other securities	-	-	1,317,258	1,317,258
Cash in banks	164	-	175,278	175,442
Debt securities	796,310	19,116	534,764	1,350,190
Other assets	-	-	1,497	1,497
Total	796,474	19,116	2,028,797	2,844,387
Other liabilities	3,568	-	63	3,631
Accrued/deferred income and expenses	-	-	1,375	1,375
Shareholders' equity	-	-	2,839,381	2,839,381
Total	3,568	-	2,840,819	2,844,387
Long off-balance instruments positions			768,176	768,176
Short off-balance instruments positions	771,725			771,725
Net foreign exchange position	21,181	19,116	(43,846)	-

20. FINANCIAL INSTRUMENTS – CREDIT RISK

Fund investments are implemented so that the rating structure of the securities complied with the Fund Prospectus and its investment strategy. Credit risk management includes monitoring of diversification of investments in terms of their geographical distribution and in terms of exposure of individual issuers to credit risk.

21. EVENTS AFTER THE BALANCE SHEET DATE

No events occurred after the balance sheet date that would have a significant impact on the financial statements of the fund as of 31 December 2014.

Compiled on:	Signature of the authorised representative body:	Officer in charge of accounting
	(Signed) Ing. Jaromír Sladkovský	
13.02.2015	(Signed) Ing. Michal Ondruška	(Signed) Ing. Petra Tomisová

**Raiffeisen fond dluhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Denomination:	CZK
ISIN - Capitalisation class:	CZ0008474376
ISIN - Dividend class:	CZ0008474384
Share certificate nominal value:	n.a.
Fund format:	open-ended mutual fund
Fund type (AKAT classification):	bond fund
Date of incorporation:	21 May 2014

The underlying assets of the Raiffeisenopisových trendů were allocated in 2014 in particular in medium-term sovereign and corporate bonds with duration (simply speaking: the average term to maturity) of approximately four years. As far as their credit-worthiness is concerned, the bond investments of the Fund have had so-called "investment rating" (i.e., BBB-/Baa3 rating and higher). The purchased bonds were denominated in CZK, EUR, and PLN; however, the majority of such purchased bonds have been hedged against exchange rate risks.

Beside changes duly mentioned in the financial statements, no substantial alterations occurred during the accounting period/financial year in respect of the information pursuant to Article 23 of Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers, and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No 1060/2009 and (EU) No 1095/2010 (hereinafter the "AIFMD Directive"), as specified in the Prospectus.

Financial indicators 31 December 2014

Profit/loss, after tax, in CZK '000 CZK (1,810)

CZ0008474376

Mutual fund equity, in CZK '000 CZK 1,308,592

Equity per share certificate, in CZK 1.0068

Number of share certificates, in pieces 1,299,698,750

CZ0008474384

Mutual fund equity, in CZK '000 CZK 11

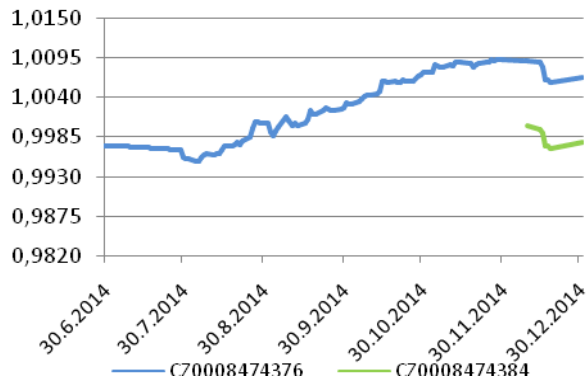
Equity per share certificate, in CZK 0.9977

Number of share certificates, in pieces 10,992

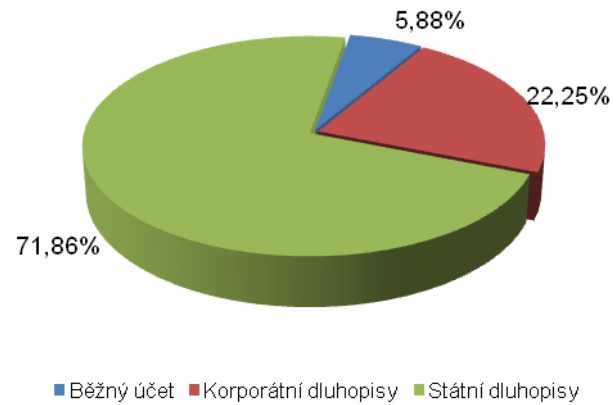
Number of share certificates issued and redeemed in 2014

ISIN	Issued share certificates		Redeemed share certificates		BALANCE (+/-)	
	in pieces	in CZK '000	in pieces	in CZK '000	in pieces	in CZK '000
CZ0008474376	1,301,952,619	1,312,672	2,253,869	2,270	1,299,698,750	1,310,402
CZ0008474384	10,992	11	0	0	10,992	11

Vývoj hodnoty podílového listu



Údaje o skladbě majetku



Legend: Share certificate value curve

Legend: Asset composition
Current account / Corporate bonds / Treasury bonds

List of securities held in excess of 1% as on 31.12.2014

COUNTRY	ISIN	SECURITY NAME	PURCHASE PRICE in CZK '000 CZK	FAIR VALUE in CZK '000	STAKE IN ASSETS IN %
KR	XS0943004878	EIBKOR Float 06/17/18	14,000	14,005	1.07
RU	XS0442330295	GAZPRU 8.125 02/04/15	22,185	23,810	1.82
RU	XS0984191360	VTB Float 10/28/16	25,507	23,267	1.77
ASIA TOTAL			61 692	61,082	4,66
AT	AT0000A14QE4	ERSTBK Float 01/28/19	19,892	19,920	1.52
BG	XS0802005289	BGARIA 4.25 07/09/17	65,659	66,759	5.09
CZ	CZ0001000822	CZGB 4.6 08/18/18	68,712	69,434	5.29
CZ	CZ0001001317	CZGB 3.75 09/12/20	276,396	279,581	21.32
CZ	CZ0001001903	CZGB 4.00/17	20,283	20,654	1.58
CZ	CZ0001002471	CZGB 5 04/11/19	67,633	69,475	5.30
CZ	CZ0001002851	CZGB 3.85 09/29/21	110,381	111,878	8.53
CZ	CZ0001003834	CZGB 1.50/19	28,627	29,036	2.21
CZ	CZ0001004246	CZGB 0.85 03/17/18	136,919	137,800	10.51
CZ	CZ0001004253	CZGB 2.4 09/17/25	47,359	48,832	3.72
CZ	XS0641963839	CESDRA 4.5 06/24/16	21,797	22,300	1.70
CZ	XS0911304326	CESKA 2.905 04/08/25	15,610	16,226	1.24
EE	XS0763379343	ESTONE 4.25 10/02/18	19,845	20,112	1.53
FR	XS0841882128	BREPW 2.75 10/12/15	15,458	15,548	1.19
IT	IT0004292691	ENELIM Float 01/14/15	13,820	13,940	1.06
LT	XS0212170939	LITHUN 3.75 02/10/16	14,364	14,868	1.13
PL	PL0000105441	POLGB 5.5 10/25/19	29,019	28,678	2.19
PL	XS1082660744	PKNPW 2.5 06/30/21	21,901	22,172	1.69
RO	XS0638742485	ROMANI 5.25 06/17/16	44,463	45,746	3.49
SE	XS0746259323	PGNPW 4 02/14/17	14,663	15,203	1.16
SE	XS1019818787	PKOBP 2.324 01/23/19	23,140	23,685	1.81
EUROPE TOTAL			1 075 941	1,091,847	83,26
TOTAL			1,137,633	1,152,929	87.92

Translated from the Czech language.

(LOGO KPMG)

KPMG Česká republika Audit, s.r.o.
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Czech Republic

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Internet www.kpmg.cz

Independent Auditor's Report to the Shareholders of the Fund named: Raiffeisen fond dluhopisových trendů, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Financial Statements

Based upon our audit, we have issued the following audit report dated 13 February 2015 on the financial statements, which are included in the present Annual Report:

“We have audited the accompanying financial statements compiled in respect of the fund named: Raiffeisen fond dluhopisových trendů, otevřený podílový fond, Raiffeisen investiční společnost a.s., i.e., which comprise its Balance Sheet as of 31 December 2014, its Income Statement for the year 2014, and the Notes to the Financial Statements, and a summary of significant accounting policies applied and other explanatory notes. Information about the fund named: Raiffeisen fond dluhopisových trendů, otevřený podílový fond, Raiffeisen investiční společnost a.s. is shown in Item 1 of an enclosure to the present Financial Statements.

Responsibility of the Authorised Representative Body of the Accounting Entity for the Financial Statements

The authorised representative body of Raiffeisen investiční společnost a.s. is responsible for the compilation of financial statements, which give a true and fair view in accordance with the Czech accounting legislation, and for such internal control as the management determines is necessary in order to enable the preparation of financial statements that are free from any material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express, on the basis of performed audit, an opinion on the Financial Statements. We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing, and any related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit in order to obtain reasonable assurance that the Financial Statements are free from material misstatements.

An audit involves performing procedures to obtain evidence about the amounts and disclosures contained in the Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatements of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Financial Statements that give a true and fair view. The goal of such assessment is to propose audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Companies Register administered
by the Municipal Court in
Prague, Section C, File no.
24185.

KPMG Česká republika Audit, s.r.o., a Czech limited liability company and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG International”), a Swiss entity.

Company no. (IČ) 49619187
VAT no. CZ699001996

(LOGO KPMG)

Auditor's Opinion

In our opinion, the Financial Statements give a true and fair view of the assets and liabilities of the fund named: Raiffeisen fond dluhopisových trendů, otevřený podílový fond, Raiffeisen investiční společnost a.s. as of 31 December 2014, and of its costs, income, and profit and loss generated in the year 2014, in accordance with the Czech accounting standards.“

Annual Report

We have also audited the Annual Report for consistency with the Financial Statements referred to above. Correctness of this Annual Report is the responsibility of the authorised representative body of the company. Our responsibility is to express an opinion on the consistency of the Annual Report and the Financial Statements based on our audit.

We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that the auditor plan and perform the audit to obtain reasonable assurance whether information included in the Annual Report describing matter that are also presented in the Financial Statements is, in all material respects, consistent with the relevant Financial Statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the information included in the Annual Report of the Company is consistent, in all material respects, with the Financial Statements referred to above.

Prague, dated 24 April 2015

KPMG Česká republika Audit
KPMG Česká republika Audit, s.r.o.
Licence number: 71

(Signed)
Ing. Veronika Strolená
Director
Licence number: 2195

Translated from the Czech language.

**Raiffeisen fond dluhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**BALANCE SHEET
as of 31 December 2014**

CZK '000	Item	31.12.2014
ASSETS		
2	Treasury bonds without coupon and other securities accepted by the central bank for refinancing <i>including: (a) issued by government institutions</i>	8 786,278 786,278
3	Receivables from banks and cooperative savings banks <i>including: (a) payable on demand</i>	7 77,122 77,122
5	Debt securities <i>including: (a) issued by government institutions (b) issued by other persons/entities</i>	9 447,861 159,051 291,810
11	Other assets	10 129
Total assets		1,311,390

CZK '000	Item	31.12.2014
LIABILITIES		
4	Other liabilities	12 1,690
5	Accrued/deferred income and costs	13 1,097
12	Capital funds	11 1,310,413
15	Profit or loss in financial year	15 (1,810)
Total liabilities		1,390,311

CZK '000	Item	31.12.2014
OFF-BALANCE ITEMS		
Off-balance assets		
4	Receivables from fixed term transactions	14 361,803
8	Values placed under management	17 1,311,262
Off-balance liabilities		
12	Liabilities from fixed term transactions	14 363,475

The enclosure shown on pages 1 to 11 forms an integral part of the present financial statements.

Translated from the Czech language.

**Raiffeisen fond dluhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**INCOME STATEMENT
for the period ending on 31 December 2014**

CZK '000	Item	18.06.-31.12.2014
1	Yield of interest and similar incomes <i>including: interest from debt securities</i>	779 779
5	Costs of fees and commissions	(1,213)
6	Profit or loss from financial transactions	(1,291)
9	Administrative costs <i>(b) other administrative costs</i>	(85) (85)
19	Profit or loss from regular activities in financial year, before tax	(1,810)
23	Corporate tax	-
24	Profit or loss in financial year, after tax	(1,810)

**Raiffeisen fond dluhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

1. GENERAL INFORMATION

(a) Fund characteristics

Fund emergence and characteristics

Raiffeisen fond dluhopisových trendů, otevřený podílový fond, Raiffeisen investiční společnost a.s. (hereinafter the “Fund”) represents an accounting entity without legal personality founded by Raiffeisen investiční společnost a.s. (hereinafter the “Company”) pursuant to Act no. 240/2013 Coll., on management companies and investment funds (hereinafter the “Act”). The Fund was established on the date of its registration in the list maintained by the CNB pursuant to Section 597(b) of the Act, on 21 May 2014. The Fund started operation on 18 June 2014.

The Fund represents a standard securities fund pursuant to the Act in compliance with the laws of the European Communities.

The Fund merged with Raiffeisen – Český dluhopisový fond (hereinafter the “Merging fund/UCITS”). The Merging fund/UCITS transferred under dissolution without liquidation all its assets to the Fund. The shareholders of the Merging fund/UCITS were issued share certificates in the Fund according to an established exchange ratio.

Up to three different types of share certificates – classes – may be issued in keeping with the Fund Prospectus. The individual classes differ according to the manner in which they handle the Fund yields, the amount of the entry charge (surcharge), the minimum invested amount, and the distribution channels. Each such type of the share certificates shall be assigned a separate ISIN.

Type of share certificates	Class A1	Class A2	Class A3
	Capitalisation	Dividend	RSTS *
	Raiffeisen fond dluhopisových trendů		
ISIN	CZ0008474376	CZ0008474384	CZ0008474392

*Class A3 share certificates may be distributed exclusively by Raiffeisen stavební spořitelna a.s.

Neither the number of such issued share certificates nor the term of the duration of the Fund are limited.

The Fund has no employees and all administration relating to the business activities of the Fund have been supplied by the Company.

Information about the management company

The Fund assets are administered and managed by Raiffeisen investiční společnost a.s., Company no. (IČ) 29146739, with registered office at Hvězdova 1716/2b, Praha 4 – Nusle, Postal code 140 78.

The Company is a management company in the sense of the existing legislation and it acts in its capacity of a legal entity, which collects pecuniary funds from both legal entities and natural persons (individuals), for the purpose of using them to participate in business (collective investing).

The Company was founded on 21 December 2012. Its managing company licence was issued by the Czech National Bank by its decision ref. no. 2013/4256/570 dated 9 April 2013, which acquired legal force on 9 April 2013.

Company objects

The Company, pursuant to the Act and to such extent as licensed by the Czech National Bank, has been authorised to:

- manage investment funds or international investment funds;
- administer investment funds or international investment funds.

**Raiffeisen fond dlouhodobých trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

Depository information

The services of a depository have been provided by UniCredit Bank Czech Republic and Slovakia, a.s., Company no. (IČ) 64948242, with registered office at Želetavská 1525/1, Praha 4, Postal code 140 92 (hereinafter the “Depository”) under a Depository Agreement dated 6 February 2014.

(b) Basis for the drafting of financial statements

The financial statements were drafted on the basis of accounting books maintained in compliance with:

- Accounting Act no. 563/1991, as amended by further legislation;
- Decree no. 501/2002 of the Ministry of Finance, as amended by further legislation;
- Czech Accounting Standards for Financial Institutions issued by the Ministry of Finance.

The financial statements were drafted using the principles of accrued/deferred costs and revenues, and historical prices, with the exception of some selected financial instruments valued at their fair values.

The Fund started operation on 18 June 2014; therefore, no comparable information is supplied. The financial year extending from 18 June 2014 to 31 December 2014, applied to items contained in the profit and loss account, is hereinafter described as “2014”.

The financial statements are based on the presumption that the accounting entity will continue in its activities without interruption and that no developments have occurred in respect of it that would restrict or otherwise prevent it from continuing such activities in the near future as well.

All information is carried in thousands of CZK (CZK ‘000), unless specified otherwise. Figures shown in brackets represent negative values.

The present financial statements represent unconsolidated financial statements.

2. IMPORTANT ACCOUNTING METHODS

(a) Transaction date

Depending on the transaction type, the transaction date refers to, without limitation:

- date of payment or receipt of cash;
- date of purchase or sale of foreign currencies, and/or securities,
- date of payment;
- date of crediting (foreign) funds as shown in the account statement;
- trade date and settlement date of spot transactions, i.e., purchase or sale of financial instruments or commodities with such delivery date, where the period from the trade date to the settlement date does not exceed five days;
- trade date and settlement date of derivative transactions.

The accounting entity has opted that spot transactions (i.e., accounting purchases and sales of financial assets with usual terms of delivery) should be reported as the relevant assets or liabilities on the trade date.

The Fund will remove any financial assets or any part thereof from its balance sheet if it should lose control over any contractual title to such financial assets or any part thereof. The Fund loses such control if it exercises any titles to benefits defined in the contract, if such titles expire or if such titles are waived.

If a financial liability or any part thereof expires (e.g., if a duty defined in the contract is fulfilled, cancelled or if it expires), the accounting entity will no longer report such financial liability or any part thereof in its balance sheet. The difference between the value of the financial liability in the accounting books, and/or any part thereof, that have expired or that have been transferred to another entity, and the amount of payment in respect of the debt in question, will be reported as costs or revenues.

**Raiffeisen fond dlouhodobých trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

(b) Securities

In compliance with the Fund strategy, all securities have been classified as securities valued at their fair value. Securities are re-valued on a daily basis during the financial year, pursuant to Decree no. 244/2013 Coll., of the Ministry of Finance of the Czech Republic, on detailed issues related to Act on management companies and investment funds, as amended (hereinafter the "Decree"). Pursuant to the Decree, securities are valued with help of prices derived from public markets, which may be further adjusted in keeping with the provisions of the Decree. If no market price is available, such value shall be applied as determined according to valuation models based on discounted future cash flows according to the yield curve.

Upon their first reporting, securities shall be valued at their acquisition price. Such acquisition price also includes direct transaction costs related to the acquisition of the securities.

Yield of interest

The term 'yield of interest' means the following:

- a) as regards debt securities with coupon, the accrued coupon as determined in the issue terms and conditions and the accrued difference between the nominal value and the net purchase price, known as a premium or discount;
- b) as regards debt securities without coupon and bills of exchange, the accrued difference between the nominal value and the purchase price.

Yield of interest on debt securities is reported in the profit and loss account commencing on the purchase using the effective interest rate method.

Debiting of securities

Upon sales of securities, the accounting entity values such securities outflow by way of the 'average price method'.

(c) Receivables and provisions

Operating receivables are reported in their nominal value less any provisions. Bad debts (receivables) are written off upon the completion of bankruptcy proceedings against the debtor or in the event that the likelihood of their recovery is not realistic.

Creation of provisions is reported as expenses; their use is reported together with expenses or losses associated with the loss of assets in the profit and loss account. Unnecessary provision dilutions are reported as income.

(d) Financial derivatives

Derivatives are financial instruments meeting the following conditions:

- a) their fair value varies depending on changes in interest rates, security prices, commodity prices, foreign exchange rates, price indices, credit assessments (ratings) or indices, and/or depending on any other variables (so-called underlying assets);
- b) as compared to other types of contracts, which show similar responses to changing market conditions, they require little or no initial investments;
- c) they will be settled in the future and the term from the trade date to settlement exceeds that of spot transactions.

Derivatives are reported in the balance sheet at their fair values. Positive fair values of derivatives are reported in assets under the tile of 'Other assets'. Negative fair values of derivatives are reported in liabilities under the tile of 'Other liabilities'.

**Raiffeisen fond dlouhodobých trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

Fair value of financial derivatives is determined as the present value of future cash flows from these transactions. The present value is determined with the help of parameters identified on the active market, such as exchange rates, interest rates for a given maturity based on the yield curve, etc.

In the off-balance sheet, derivatives are reported at contractual undiscounted values of the underlying instrument under the titles of 'Receivables from fixed term operations' and 'Liabilities from fixed term operations'.

(e) Funds invested by shareholders

The Fund has no registered capital. The share certificates have been assigned any nominal values. the Fund does not charge any share premium.

Capital funds

The selling price of share certificates is determined as a ratio of the class equity and the number of issued share certificates of that class. Share certificates are sold to investors for selling prices determined on the daily basis.

(f) Creation of reserves

Reserves represent probable cash outflows of uncertain timing and amount. Reserves are charged to expenses in such amounts, which are the best estimate of expenditures required in order to settle existing liabilities.

Reserves are created subject to fulfilment of the following criteria:

- a) an obligation (legal or matter-of-fact) exists resulting from past events;
- b) it is probable or certain that an event will occur and will require an outflow of resources representing economic benefits; the term 'probable' meaning probability greater than 50 percent;
- c) it is possible to make a reliable estimate of such fulfilment.

(g) Foreign currency conversion

Transactions reported in foreign currencies are accounted for in the local currency, to be converted with the help of foreign exchange rates announced by the Czech National Bank and valid on the transaction day or on the transaction date.

Assets and liabilities denominated in foreign currencies together with foreign exchange spot transactions prior to the maturity date are converted into local currency at the exchange rate announced by the Czech National Bank and valid on the balance sheet date. The resulting profit or loss from such conversion of assets and liabilities denominated in foreign currencies, except for share certificates denominated in foreign currencies, and/or items that hedge currency risk resulting from agreements not yet recorded in the balance sheet of the Fund, or from anticipated future transactions, are reported in the profit and loss account as 'Profit or loss from financial operations'.

(h) Taxation

Tax due

The corporate tax base is calculated from profits for the current period before tax, increased by non-deductible expenses, less the revenues that are not subject to income tax, and further adjusted for tax allowances and any relevant credits. Under applicable tax regulations, the corporate tax rate imposed on mutual funds amounts to 5 percent.

Deferred tax

Deferred tax is based on all temporary differences between accounting and tax values of assets and liabilities, using the expected tax rate for the following period. Deferred tax is accounted for only if there is no doubt that it will be realized in subsequent accounting periods.

**Raiffeisen fond dlouhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
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(i) **Interest received and interest paid and dividend income**

Interest received and interest paid are reported on the accrual basis.
Dividend income is reported on the effective date of entitlement to receive its payment (ex-dividend date).
Dividend income from domestic securities is reported after the deduction of withholding tax. Dividend income from foreign securities is reported prior to the deduction of withholding tax.

3. YIELD OF INTEREST AND SIMILAR INCOMES

The item entitled 'Yield of interest and similar incomes' represents interest from debt securities in the amount of CZK 779,000.

4. COST OF FEES AND COMMISSIONS

CZK '000	2014
Management fee	1,096
Depository fee	95
Securities administration	15
Other fees and commissions	7
Total	1,213

Management fee paid by the Fund to the Company amounts, according to the Fund Prospectus, to 0.9 percent of the average annual value of the Fund equity.

Under the Depository Agreement, the Fund pays a fee in the amount of 0.07 percent of the average annual value of the Fund equity.

5. PROFIT OR LOSS FROM FINANCIAL OPERATIONS

CZK '000	2014
Loss from securities valued at fair value	(31)
Profit from exchange rate differences	601
Loss from spot and fixed term transactions	(1 861)
Total	(1 291)

Profit or loss from securities at fair value mainly represents daily revaluation of securities to fair value.

Profit or loss on exchange rate differences mainly represents both realised and unrealised exchange rate differences from revaluation of bond securities.

Profit or loss from spot and fixed term transactions includes profit and loss from settlements of spot transactions and fixed term transactions with financial instruments and also revaluation of open derivatives at fair value.

6. ADMINISTRATIVE COSTS

The item entitled 'Administrative costs' represents audit costs in the amount of CZK 85,000.

7. CASH IN BANKS

The item entitled 'Cash in banks' represents current accounts maintained by UniCredit Bank Czech Republic and Slovakia, a.s. in the amount of CZK 77,122,000.
The current accounts are repayable on demand.

**Raiffeisen fond dlouhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

**8. TREASURY BONDS WITHOUT COUPON AND OTHER SECURITIES
ACCEPTED BY THE CENTRAL BANK FOR REFINANCING**

All securities held by the Fund are listed on Burza cenných papírů Praha (Prague Stock Exchange) or on foreign exchanges. All securities are classified into portfolio of securities at fair value.

CZK '000	31.12.2014
Treasury bonds	786,278
Net book value	786,278

9. DEBT SECURITIES

CZK '000	31.12.2014
Other bonds	291,810
Net book value	447,861

10. OTHER ASSETS

The item entitled 'Other assets' mainly serves the accounting of receivables from unpaid bond coupons in the amount of CZK 128,000.

11. SHAREHOLDERS' EQUITY

Review of shareholders' equity changes

CZK '000	Capital funds	Profit (Loss)	Total
Balance as of 18.06.2014	-	-	-
Net profit/loss in financial year	-	(1,810)	(1,810)
Sold share certificates	1 312 683	-	1,312,683
Redeemed share certificates	(2 270)	-	(2,270)
Balance as of 31.12.2014	1,310,413	(1,810)	1,308,603

Number of issued share certificates

(in pieces)	31.12.2014
Dividend class	10,992
Capitalisation class	1,299,698,750
Total	1,299,709,742

No other classes were issued in 2014.

Shareholders' equity according to share classes

CZK '000	31.12.2014
Dividend class	11
Capitalisation class	1,308,592
Total	1,308,603

The dividend-class share certificate value on the last trading day of 2014 amounted to CZK 0.9977. The capitalisation-class share certificate value on the last trading day of 2014 amounted to CZK 1.0068. This is the last share certificate value in the year, in which purchases and redemptions of the Fund share certificates were realised.

Raiffeisen fond dluhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Financial year ending 31 December 2014

12. OTHER LIABILITIES

CZK '000	31.12.2014
Negative value of derivatives	1,681
Other liabilities	9
Total	1,690

13. ACCRUED/DEFERRED INCOME AND EXPENSES

The item entitled 'Accrued expenses' mainly includes not yet invoices December management fee in the amount of CZK 982,000.

14. FINANCIAL DERIVATIVES

Nominal value of derivatives:

CZK '000	31.12.2014	
	Receivable	Liability
Currency forwards	361,803	363,475
Total	361,803	363,475

Off-balance sheet assets and liabilities represent the nominal (contractual) undiscounted values. All the above financial instruments were concluded on the inter-bank market (OTC).

Fair value of derivatives:

CZK '000	31.12.2014	
	Positive	Negative
Currency forwards	-	(1,681)
Total	-	(1,681)

All currency derivatives mature within one year.

**Raiffeisen fond dlouhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

15. PROPOSED LOSS SETTLEMENT

The Company Board of Directors proposes the settlement of the 2014 loss as follows:

CZK '000	Profit / (Loss)	Retained profit or accumulated loss from previous periods
2014 loss	(1,810)	-
<i>Proposed 2014 loss settlement:</i>		
Transfer to retained profit/accumulated loss	1,810	(1,810)
Total	-	(1,810)

Due to generated loss, the Company does not expect to pay dividends for 2014.

16. TRANSACTIONS WITH RELATED PERSONS/ENTITIES

CZK '000	31.12.2014
Liabilities	
Management fee payable to the Company	982

CZK '000	2014
Costs	
Management fee payable to the Company	1,096

CZK '000	31.12.2014
Off-balance sheet assets	
Values placed under management	1,311,262

17. VALUES PLACED UNDER MANAGEMENT

The Fund has surrendered its entire assets to be managed by the Company. The item entitled 'Values placed under management' covers both international and local securities, term deposits, as well as current account balances, with the exception of the current accounts designed to accept funds invested by shareholders. These current accounts are not included because they represent liabilities for not yet issued share certificates.

18. FINANCIAL INSTRUMENTS – MARKET RISK

The Fund is exposed to market risks arising from open positions in interest rate, equity and currency instrument transactions that are sensitive to changes in financial market conditions.

(a) Risk management

The basic risk management instrument is represented by imposing limits regarding the ratio of different types of financial instruments in the portfolio, which are determined in accordance with legal requirements, the Fund Prospectus, and its investment strategy. The key risks, which are evaluated on a daily basis, include foreign currency exposures and sensitivity to interest rate fluctuations.

**Raiffeisen fond dluhopisových trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

Market risks are measured using the Value at Risk (“VaR”) method. Value at Risk represents a potential loss resulting from unfavourable developments on the market within a certain time period and at a certain level of reliability. The ‘Value at Risk’ value is measured on the basis of a one-year holding period and a 95-percent reliability level.

(b) Liquidity risk

‘Liquidity risk’ represents the risk that the Fund will not have sufficient cash resources to meet its commitments associated with its financial contracts. Liquidity is monitored and managed on the basis of expected cash flows; in this context, the structure of the securities and the term deposits portfolio is adjusted.

Residual maturity of the Fund assets and debts

CZK ‘000	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	No specifications	Total
On 31 December 2014						
Treasury bonds without coupon and other securities	942	7,900	333,114	444,322	-	786,278
Cash in banks	77,122	-	-	-	-	77,122
Debt securities	50,236	19,474	340,328	37,823	-	447,861
Other assets	129	-	-	-	-	129
Total	128,429	27,374	673,442	482,145		1,311,390
Other liabilities	1,690	-	-	-	-	1,690
Accrued/deferred income and expenses	1,097	-	-	-	-	1,097
Shareholders’ equity	-	-	-	-	1,308,603	1,308,603
Total	2,787	-	-	-	1,308,603	1,311,390
GAP	125,642	27,374	673,442	482,145	(1,308,603)	-
Cumulative GAP	125,642	153,016	826,458	1,308,603	-	-

The above table shows residual maturities of the book values of the individual financial instruments, rather than of all cash flows resulting from such instruments.

(c) Interest rate risk

The Fund is exposed to interest rate risk due to the impact of fluctuations in prevailing market interest rates. Both the fair value and income from financial assets may either grow or drop as a result of such fluctuation.

The following table sums up discrepancies related to the Fund assets and liabilities sensitive to interest rate fluctuations. The book value of these assets and liabilities is included in the period, in which they mature or in which the interest rate changes occur, whichever comes earlier.

Interest rate sensitivity of the Fund assets and debts

CZK ‘000	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	Total
On 31 December 2014					
Treasury bonds without coupon and other securities	8,145	16,177	325,911	436,045	786,278
Cash in banks	77,122	-	-	-	77,122
Debt securities	127,613	19,474	262,951	37,823	447,861
Total	212,880	35,651	588,862	473,868	1,311,261

The above summary includes only interest-rate sensitive assets and Liabilities and therefore it is not identical with the values presented in the Fund balance sheet.

**Raiffeisen fond dlouhodobých trendů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending 31 December 2014

(d) Currency risk

Assets and Liabilities denominated in foreign currencies, including off-balance sheet exposures, represent the Fund's exposure to currency risk. Both realised and unrealised foreign exchange profit and loss is reported directly in the profit and loss account. The foreign exchange positions of the Fund in the most significant currencies are as follows:

Foreign exchange positions of the Fund

CZK '000	EUR	PLN	CZK	Total
On 31 December 2014				
Treasury bonds without coupon and other securities	-	-	786,278	786,278
Cash in banks	-	-	77,122	77,122
Debt securities	313,455	28,678	105,728	447,861
Other assets	-	-	129	129
Total	313,455	28,678	969,257	1,311,390
Other liabilities	1,681	-	9	1,690
Accrued/deferred income and expenses	-	-	1,097	1,097
Shareholders' equity	-	-	1,308,603	1,308,603
Total	1,681	-	1,309,709	1,311,390
Long off-balance instruments positions	-	-	361,803	361,803
Short off-balance instruments positions	363,475	-	-	363,475
Net foreign exchange position	(51,701)	28,678	21,351	-

19. FINANCIAL INSTRUMENTS – CREDIT RISK

Fund investments are implemented so that the rating structure of the securities complied with the Fund Prospectus and its investment strategy. Credit risk management includes monitoring of diversification of investments in terms of their geographical distribution and in terms of exposure of individual issuers to credit risk.

20. Events after the balance sheet date

No events occurred after the balance sheet date that would have a significant impact on the financial statements of the Fund as of 31 December 2014.

Compiled on:	Signature of the authorised representative body:	Officer in charge of accounting
	(Signed) Ing. Jaromír Sladkovský	
13.02.2015	(Signed) Ing. Michal Ondruška	(Signed) Ing. Petra Tomisová

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Denomination:	CZK
ISIN - Capitalisation class:	CZ0008474442
ISIN - Dividend class:	CZ0008474459
Share certificate nominal value:	n.a.
Fund format:	open-ended mutual fund
Fund type (AKAT classification):	equity fund
Date of incorporation:	21 May 2014

The underlying assets of the Raiffeisen fond akciových trhů were allocated in 2014 in particular in equities of certain companies; only less than one-tenth of the assets has been invested in other funds. More than a half of the assets have been allocated in the region of Central and Eastern Europe (Czech Republic, Poland) and certain other emerging markets (mainly China, South Korea, India, Brazil, Taiwan, Thailand, Indonesia, etc.). The regional allocations of the remaining assets in the Fund have been shared almost equally among companies in Western Europe and the United States.

Beside changes duly mentioned in the financial statements, no substantial alterations occurred during the accounting period/financial year in respect of the information pursuant to Article 23 of Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers, and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No 1060/2009 and (EU) No 1095/2010 (hereinafter the „AIFMD Directive“), as specified in the Prospectus.

Financial indicators **31 December 2014**

Profit/loss, after tax, in CZK '000 (6,642)

CZ0008474442

Mutual fund equity, in CZK '000 330,727
Equity per share certificate, in CZK 0.9537
Number of share certificates, in pieces 346,798,209

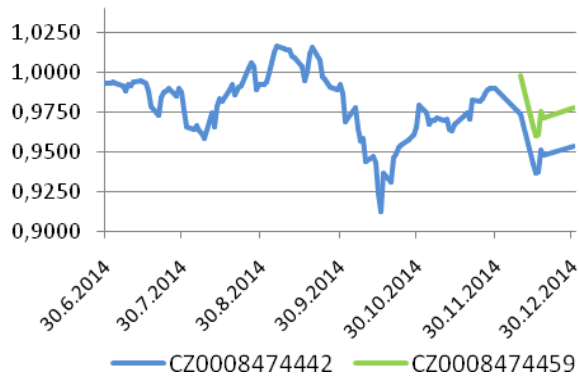
CZ0008474459

Mutual fund equity, in CZK '000 7
Equity per share certificate, in CZK 0.9779
Number of share certificates, in pieces 6,897

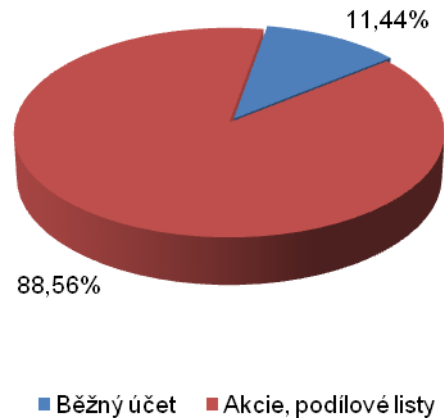
Number of share certificates issued and redeemed in 2014

ISIN	Issued share certificates		Redeemed share certificates		BALANCE (+/-)	
	in pieces	in CZK '000	in pieces	in CZK '000	in pieces	in CZK '000
CZ0008474442	353,892,275	344,111	7,094,066	6,742	346,798,209	337,369
CZ0008474459	6,897	7	0	0	6,897	7

Vývoj hodnoty podílového listu



Údaje o skladbě majetku



Legend: Share certificate value curve

Legend: Asset composition
Current account / Equity, share certificates

List of securities held in excess of 1% as on 31.12.2014

COUNTRY	ISIN	SECURITY NAME	PURCHASE PRICE in CZK '000	FAIR VALUE in CZK '000	STAKE IN ASSETS IN %
AT	AT0000652011	Erste Group Bank AG	28,085	26,040	7.86
AT	AT0000908504	Vienna Insurance Group AG	16,274	15,841	4.78
CZ	CS0008418869	PHILIP MORRIS CR	13,434	14,066	4.24
CZ	CZ0005112300	ČEZ AS	29,541	28,516	8.60
CZ	CZ0008019106	KOMERČNÍ BANKA	28,857	28,189	8.50
CZ	CZ0009093209	TELEFONICA CZECH REPUBLIC AS	15,757	14,520	4.38
DE	DE0005140008	DEUTSCHE BANK AG-REGISTERED	3,416	3,325	1.00
DE	DE0005557508	DEUTSCHE TELEKOM AG-REG	3,773	3,857	1.16
DE	DE0007100000	DAIMLER AG-REGISTERED SHARE CERTIFICATES	5,548	5,660	1.71
DE	DE0007164600	SAP SE	4,629	4,781	1.44
DE	DE0007236101	SIEMENS AG	6,402	6,498	1.96
DE	DE0008404005	Allianz SE-REG	5,527	5,636	1.70
DE	DE000BASF111	BASF SE	5,965	5,677	1.71
DE	DE000BAY0017	BAYER AG-REG	6,476	6,516	1.97
LU	LU0292107645	db x-trackers MSCI Emerging M. Index	8,439	8,595	2.59
LU	LU0292107991	db x-trackers MSCI E. AsiaT.I.UCITS ETF	15,130	15,474	4.67
LU	LU0292108619	db x-trackers MSCI E. LatamTR.I.U. ETF	5,627	5,471	1.65
PL	PLPEKAO00016	BANK PEKAO SA	10,262	9,629	2.90
PL	PLPGER000010	PGE SA	4,247	4,047	1.22
PL	PLPKN0000018	POLSKI KONCERN NAFTOWY ORLEN	3,232	3,335	1.01
PL	PLPKO0000016	PKO BANK POLSKI SA	8,756	8,172	2.47
PL	PLPZU0000011	PZU	6,339	6,310	1.90
EUROPE TOTAL			235,716	230,155	69,42
TOTAL			235,716	230,155	69,42

Translated from the Czech language.

(LOGO KPMG)

KPMG Česká republika Audit. s.r.o.
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Czech Republic

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Internet www.kpmg.cz

Independent Auditor's Report to the Shareholders of the Fund named: Raiffeisen fond akciových trhů, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Financial Statements

Based upon our audit, we have issued the following audit report dated 13 February 2015 on the financial statements, which are included in the present Annual Report:

“We have audited the accompanying financial statements compiled in respect of the fund named: Raiffeisen fond akciových trhů, otevřený podílový fond, Raiffeisen investiční společnost a.s., i.e., which comprise its Balance Sheet as of 31 December 2014, its Income Statement for the year 2014, and the Notes to the Financial Statements, and a summary of significant accounting policies applied and other explanatory notes. Information about the fund named: Raiffeisen fond akciových trhů, otevřený podílový fond, Raiffeisen investiční společnost a.s. is shown in Item 1 of an enclosure to the present Financial Statements.

Responsibility of the Authorised Representative Body of the Accounting Entity for the Financial Statements

The authorised representative body of Raiffeisen investiční společnost a.s. is responsible for the compilation of financial statements, which give a true and fair view in accordance with the Czech accounting legislation, and for such internal control as the management determines is necessary in order to enable the preparation of financial statements that are free from any material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express, on the basis of performed audit, an opinion on the Financial Statements. We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing, and any related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit in order to obtain reasonable assurance that the Financial Statements are free from material misstatements.

An audit involves performing procedures to obtain evidence about the amounts and disclosures contained in the Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatements of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Financial Statements that give a true and fair view. The goal of such assessment is to propose audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Companies Register administered
by the Municipal Court in
Prague, Section C, File no.
24185.

KPMG Česká republika Audit, s.r.o., a Czech limited liability company and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG International”), a Swiss entity.

Company no. (IČ) 49619187
VAT no. CZ699001996

(LOGO KPMG)

Auditor's Opinion

In our opinion, the Financial Statements give a true and fair view of the assets and liabilities of the fund named: Raiffeisen fond akciových trhů, otevřený podílový fond, Raiffeisen investiční společnost a.s. as of 31 December 2014, and of its costs, income, and profit and loss generated in the year 2014, in accordance with the Czech accounting standards.“

Annual Report

We have also audited the Annual Report for consistency with the Financial Statements referred to above. Correctness of this Annual Report is the responsibility of the authorised representative body of the company. Our responsibility is to express an opinion on the consistency of the Annual Report and the Financial Statements based on our audit.

We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that the auditor plan and perform the audit to obtain reasonable assurance whether information included in the Annual Report describing matter that are also presented in the Financial Statements is, in all material respects, consistent with the relevant Financial Statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the information included in the Annual Report of the Company is consistent, in all material respects, with the Financial Statements referred to above.

Prague, dated 24 April 2015

KPMG Česká republika Audit
KPMG Česká republika Audit, s.r.o.
Licence number: 71

(Signed)
Ing. Veronika Strolená
Director
Licence number: 2195

Translated from the Czech language.

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**BALANCE SHEET
as of 31 December 2014**

CZK '000	Item	31.12.2014
ASSETS		
3	Receivables from banks and cooperative savings banks <i>including: (a) payable on demand</i>	7 37,881
3	Equity, share certificates, and other participations	8 293,332
11	Other assets	9 279
Total assets		331,492

CZK '000	Item	31.12.2014
LIABILITIES		
4	Other liabilities	11 138
5	Accrued/deferred income and costs	12 620
12	Capital funds	10 337,376
15	Profit or loss in financial year	14 (6,642)
Total liabilities		331,492

CZK '000	Item	31.12.2014
OFF-BALANCE ITEMS		
Off-balance assets		
4	Receivables from fixed term transactions	13 25,942
8	Values placed under management	17 331,213
Off-balance liabilities		
12	Liabilities from fixed term transactions	13 26,062

The enclosure shown on pages 1 to 11 forms an integral part of the present financial statements.

Translated from the Czech language.

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**INCOME STATEMENT
for the period ending on 31 December 2014**

CZK '000	Item	21.05.-31.12.2014
1	Income from equities and participations	181
	<i>including: (c) other income from equity and participations</i>	<i>181</i>
5	Costs of fees and commissions	(933)
6	Profit or loss from financial transactions	(5,779)
9	Administrative costs	(85)
	<i>(b) other administrative costs</i>	<i>(85)</i>
19	Profit or loss from regular activities in financial year, before tax	(6,616)
23	Corporate tax	(26)
24	Profit or loss in financial year, after tax	(6,642)

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending on 31 December 2014

1. GENERAL INFORMATION

(a) Fund characteristics

Fund emergence and characteristics

Raiffeisen fond akciových trhů, otevřený podílový fond, Raiffeisen investiční společnost a.s. (hereinafter the "Fund") represents an accounting entity without legal personality founded by Raiffeisen investiční společnost a.s. (hereinafter the "Company") pursuant to Act no. 240/2013 Coll., on management companies and investment funds (hereinafter the „Act“). The Fund was established on the date of its registration in the list maintained by the CNB pursuant to Section 597(b) of the Act on 21 May 2014. The Fund started operation on 18 June 2014.

The Fund represents a standard securities fund pursuant to the Act in compliance with the laws of the European Communities.

The Fund merged with Raiffeisen – Český akciový fond (hereinafter the "Merging fund/UCITS"). The Merging fund/UCITS transferred under dissolution without liquidation all its assets to the Fund. The shareholders of the Merging fund/UCITS were issued share certificates in the Fund according to an established exchange ratio.

Up to three different types of share certificates – classes – may be issued in keeping with the Fund Prospectus. The individual classes differ according to the manner in which they handle the Fund yields, the amount of the entry charge (surcharge), the minimum invested amount, and the distribution channels. Each such type of the share certificates shall be assigned a separate ISIN.

Type of share certificates	Class A1	Class A2	Class A3
	Capitalisation	Dividend	RSTS *
	Raiffeisen fond akciových trhů		
ISIN	CZ0008474442	CZ0008474459	CZ0008474467

*Class A3 share certificates may be distributed exclusively by Raiffeisen stavební spořitelna a.s.

Neither the number of such issued share certificates nor the term of the duration of the Fund are limited.

The Fund has no employees and all administration relating to the business activities of the Fund have been supplied by the Company.

Information about the management company

The Fund assets are administered and managed by Raiffeisen investiční společnost a.s., Company no. (IČ) 29146739, with registered office at Hvězdova 1716/2b, Praha 4 – Nusle, Postal code 140 78.

The Company is a management company in the sense of the existing legislation and it acts in its capacity of a legal entity, which collects pecuniary funds from both legal entities and natural persons (individuals), for the purpose of using them to participate in business (collective investing).

The Company was founded on 21 December 2012. Its managing company licence was issued by the Czech National Bank by its decision ref. no. 2013/4256/570 dated 9 April 2013, which acquired legal force on 9 April 2013.

Company objects

The Company, pursuant to the Act and to such extent as licensed by the Czech National Bank, has been authorised to:

- *manage investment funds or international investment funds;*
- *administer investment funds or international investment funds.*

**Raiffeisen fond akciových trhů, otevřený podílový fond,
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Depository information

The services of a depository have been provided by UniCredit Bank Czech Republic and Slovakia, a.s., Company no. (IČ) 64948242, with registered office at Želetavská 1525/1, Praha 4, Postal code 140 92 (hereinafter the “Depository”) under a Depository Agreement dated 6 February 2014.

(b) Basis for the drafting of financial statements

The financial statements were drafted on the basis of accounting books maintained in compliance with:

- Accounting Act no. 563/1991, as amended by further legislation;
- Decree no. 501/2002 of the Ministry of Finance, as amended by further legislation;
- Czech Accounting Standards for Financial Institutions issued by the Ministry of Finance.

The financial statements were drafted using the principles of accrued/deferred costs and revenues, and historical prices, with the exception of some selected financial instruments valued at their fair values.

The Fund started operation on 21 May 2014; therefore, no comparable information is supplied. The financial year extending from 21 May 2014 to 31 December 2014, applied to items contained in the profit and loss account, is hereinafter described as “2014”.

The financial statements are based on the presumption that the accounting entity will continue in its activities without interruption and that no developments have occurred in respect of it that would restrict or otherwise prevent it from continuing such activities in the near future as well.

All information is carried in thousands of CZK (CZK ‘000), unless specified otherwise. Figures shown in brackets represent negative values.

The present financial statements represent unconsolidated financial statements.

2. IMPORTANT ACCOUNTING METHODS

(a) Transaction date

Depending on the transaction type, the transaction date refers to, without limitation:

- date of payment or receipt of cash;
- date of purchase or sale of foreign currencies, and/or securities;
- date of payment;
- date of crediting (foreign) funds as shown in the account statement;
- trade date and settlement date of spot transactions, i.e., purchase or sale of financial instruments or commodities with such delivery date, where the period from the trade date to the settlement date does not exceed five days;
- trade date and settlement date of derivative transactions.

The accounting entity has opted that spot transactions (i.e., accounting purchases and sales of financial assets with usual terms of delivery) should be reported as the relevant assets or liabilities on the trade date.

The Fund will remove any financial assets or any part thereof from its balance sheet if it should lose control over any contractual title to such financial assets or any part thereof. The Fund loses such control if it exercises any titles to benefits defined in the contract, if such titles expire or if such titles are waived.

If a financial liability or any part thereof expires (e.g., if a duty defined in the contract is fulfilled, cancelled or if it expires), the accounting entity will no longer report such financial liability or any part thereof in its balance sheet. The difference between the value of the financial liability in the accounting books, and/or any part thereof, that have expired or that have been transferred to another entity, and the amount of payment in respect of the debt in question, will be reported as costs or revenues.

**Raiffeisen fond akciových trhů, otevřený podílový fond,
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(b) Securities

In compliance with the Fund strategy, all securities have been classified as securities valued at their fair value. Securities are re-valued on a daily basis during the financial year, pursuant to Decree no. 244/2013 Coll., of the Ministry of Finance of the Czech Republic, on detailed issues related to Act on management companies and investment funds, as amended (hereinafter the "Decree"). Pursuant to the Decree, securities are valued with help of prices derived from public markets, which may be further adjusted in keeping with the provisions of the Decree. If no market price is available, such value shall be applied as determined according to valuation models based on discounted future cash flows according to the yield curve.

Upon their first reporting, securities shall be valued at their acquisition price. Such acquisition price also includes direct transaction costs related to the acquisition of the securities.

Yield of interest

The term 'yield of interest' means the following:

- a) as regards debt securities with coupon, the accrued coupon as determined in the issue terms and conditions and the accrued difference between the nominal value and the net purchase price, known as a premium or discount;
- b) as regards debt securities without coupon and bills of exchange, the accrued difference between the nominal value and the purchase price.

Yield of interest on debt securities is reported in the profit and loss account commencing on the purchase using the effective interest rate method.

Debiting of securities

Upon sales of securities, the accounting entity values such securities outflow by way of the 'average price method'.

(c) Receivables and provisions

Operating receivables are reported in their nominal value less any provisions. Bad debts (receivables) are written off upon the completion of bankruptcy proceedings against the debtor or in the event that the likelihood of their recovery is not realistic.

Creation of provisions is reported as expenses; their use is reported together with expenses or losses associated with the loss of assets in the profit and loss account. Unnecessary provision dilutions are reported as income.

(d) Financial derivatives

Derivatives are financial instruments meeting the following conditions:

- a) their fair value varies depending on changes in interest rates, security prices, commodity prices, foreign exchange rates, price indices, credit assessments (ratings) or indices, and/or depending on any other variables (so-called underlying assets);
- b) as compared to other types of contracts, which show similar responses to changing market conditions, they require little or no initial investments;
- c) they will be settled in the future and the term from the trade date to settlement exceeds that of spot transactions.

Derivatives are reported in the balance sheet at their fair values. Positive fair values of derivatives are reported in assets under the tile of 'Other assets'. Negative fair values of derivatives are reported in liabilities under the tile of 'Other liabilities'.

**Raiffeisen fond akciových trhů, otevřený podílový fond,
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Fair value of financial derivatives is determined as the present value of future cash flows from these transactions. The present value is determined with the help of parameters identified on the active market, such as exchange rates, interest rates for a given maturity based on the yield curve, etc.

In the off-balance sheet, derivatives are reported at contractual undiscounted values of the underlying instrument under the titles of 'Receivables from fixed term operations' and 'Liabilities from fixed term operations'.

(e) Funds invested by shareholders

The Fund has no registered capital. The share certificates have been assigned any nominal values. The Fund does not charge any share premium.

Capital funds

The selling price of share certificates is determined as a ratio of the class equity and the number of issued share certificates of that class. Share certificates are sold to investors for selling prices determined on the daily basis.

(f) Creation of reserves

Reserves represent probable cash outflows of uncertain timing and amount. Reserves are charged to expenses in such amounts, which are the best estimate of expenditures required in order to settle existing liabilities.

Reserves are created subject to fulfilment of the following criteria:

- a) an obligation (legal or matter-of-fact) exists resulting from past events;
- b) it is probable or certain that an event will occur and will require an outflow of resources representing economic benefits; the term 'probable' meaning probability greater than 50 percent;
- c) it is possible to make a reliable estimate of such fulfilment.

(g) Foreign currency conversion

Transactions reported in foreign currencies are accounted for in the local currency, to be converted with the help of foreign exchange rates announced by the Czech National Bank and valid on the transaction day or on the transaction date.

Assets and liabilities denominated in foreign currencies together with foreign exchange spot transactions prior to the maturity date are converted into local currency at the exchange rate announced by the Czech National Bank and valid on the balance sheet date. The resulting profit or loss from such conversion of assets and liabilities denominated in foreign currencies, except for share certificates denominated in foreign currencies, and/or items that hedge currency risk resulting from agreements not yet recorded in the balance sheet of the Fund, or from anticipated future transactions, are reported in the profit and loss account as 'Profit or loss from financial operations'.

(h) Taxation

Tax due

The corporate tax base is calculated from profits for the current period before tax, increased by non-deductible expenses, less the revenues that are not subject to income tax, and further adjusted for tax allowances and any relevant credits. Under applicable tax regulations, the corporate tax rate imposed on mutual funds amounts to 5 percent.

Deferred tax

Deferred tax is based on all temporary differences between accounting and tax values of assets and liabilities, using the expected tax rate for the following period. Deferred tax is accounted for only if there is no doubt that it will be realized in subsequent accounting periods.

**Raiffeisen fond akciových trhů, otevřený podílový fond,
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(i) **Interest received and interest paid and dividend income**

Interest received and interest paid are reported on the accrual basis.
Dividend income is reported on the effective date of entitlement to receive its payment (ex-dividend date).
Dividend income from domestic securities is reported after the deduction of withholding tax. Dividend income from foreign securities is reported prior to the deduction of withholding tax.

3. INCOME FROM EQUITY AND SHARES

The item entitled 'Income from equity and shares' represents dividends in the amount of CZK 181,000.

4. COST OF FEES AND COMMISSIONS

CZK '000	2014
Management fee	856
Depository fee	45
Securities administration	9
Other fees and commissions	23
Total	933

Management fee paid by the Fund to the Company amounts, according to the Fund Prospectus, to 2 percent of the average annual value of the Fund equity.

Under the Depository Agreement, the Fund pays a fee in the amount of 0.07 percent of the average annual value of the Fund equity.

5. PROFIT OR LOSS FROM FINANCIAL OPERATIONS

CZK '000	2014
Loss from securities valued at fair value	(5,555)
Loss from exchange rate differences	(112)
Loss from spot and fixed term transactions	(112)
Total	(5,779)

Profit or loss from securities at fair value mainly represents daily revaluation of securities to fair value.

Profit or loss from spot and fixed term transactions includes profit and loss from settlements of spot transactions and fixed term transactions with financial instruments and also revaluation of open derivatives at fair value.

6. ADMINISTRATIVE COSTS

The item entitled 'Administrative costs' represents audit costs in the amount of CZK 85,000.

7. CASH IN BANKS

The item entitled 'Cash in banks' represents current accounts maintained by UniCredit Bank Czech Republic and Slovakia, a.s. in the amount of CZK 37,881,000.

The current accounts are repayable on demand.

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
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8. EQUITY, SHARE CERTIFICATES AND OTHER PARTICIPATIONS

All securities held by the Fund are listed on Burza cenných papírů Praha (Prague Stock Exchange) or on foreign exchanges. All securities are classified into portfolio of securities at fair value.

CZK '000	31.12.2014
Equity	247,951
Share certificates	45,381
Net book value	293,332

9. OTHER ASSETS

The item entitled 'Other assets' mainly serves the accounting of receivables from unpaid dividends in the amount of CZK 264,000.

10. SHAREHOLDERS' EQUITY

Review of shareholders' equity changes

CZK '000	Capital funds	Profit (Loss)	Total
Balance as of 18.06.2014	-	-	-
Net profit/loss in financial year	-	(6,642)	(6,642)
Sold share certificates	344,118	-	344,118
Redeemed share certificates	(6,742)	-	(6,742)
Balance as of 31.12.2014	337,376	(6,642)	330,734

Number of issued share certificates

(in pieces)	31.12.2014
Dividend class	6,897
Capitalisation class	346,798,209
Total	346,805,106

No other classes were issued in 2014.

Shareholders' equity according to share classes

CZK '000	31.12.2014
Dividend class	7
Capitalisation class	330,727
Total	330,734

The dividend-class share certificate value on the last trading day of 2014 amounted to CZK 0.9779. The capitalisation-class share certificate value on the last trading day of 2014 amounted to CZK 0.9537. This is the last share certificate value in the year, in which purchases and redemptions of the Fund share certificates were realised.

11. OTHER LIABILITIES

CZK '000	31.12.2014
Negative value of derivatives	121
Other liabilities	17
Total	138

**Raiffeisen fond akciových trhů, otevřený podílový fond,
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12. ACCRUED/DEFERRED INCOME AND EXPENSES

The item entitled 'Accrued expenses' mainly includes not yet invoices December management fee in the amount of CZK 552,000.

13. FINANCIAL DERIVATIVES

Nominal value of derivatives:

CZK '000	31.12.2014	
	Receivable	Liability
Currency forwards	25,942	26,062
Total	25,942	26,062

Off-balance sheet assets and liabilities represent the nominal (contractual) undiscounted values. All the above financial instruments were concluded on the inter-bank market (OTC).

Fair value of derivatives:

CZK '000	31.12.2014	
	Positive	Negative
Currency forwards	-	(121)
Total	-	(121)

All currency derivatives mature within one year.

14. PROPOSED LOSS SETTLEMENT

The Company Board of Directors proposes the settlement of the 2014 loss as follows:

CZK '000	Profit / (Loss)	Retained profit or accumulated loss from previous periods
2014 loss	(6,642)	-
Proposed 2014 loss settlement:		
Transfer to retained profit/accumulated loss	6,642	(6,642)
Total	-	(6,642)

Due to generated loss, the Company does not expect to pay dividends for 2014.

15. CORPORATE TAX

Corporate tax

CZK '000	2014
Tax payable for the current financial year	0
Withholding tax	26
Total	26

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
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16. TRANSACTIONS WITH RELATED PERSONS/ENTITIES

CZK '000	31.12.2014
Liabilities	
Management fee payable to the Company	552
CZK '000	2014
Costs	
Management fee payable to the Company	856
CZK '000	31. 12. 2014
Off-balance sheet assets	
Values placed under management	331,213

17. VALUES PLACED UNDER MANAGEMENT

The Fund has surrendered its entire assets to be managed by the Company. The item entitled 'Values placed under management' covers both international and local securities, term deposits, as well as current account balances, with the exception of the current accounts designed to accept funds invested by shareholders. These current accounts are not included because they represent liabilities for not yet issued share certificates.

18. FINANCIAL INSTRUMENTS – MARKET RISK

The Fund is exposed to market risks arising from open positions in interest rate, equity and currency instrument transactions that are sensitive to changes in financial market conditions.

(a) Risk management

The basic risk management instrument is represented by imposing limits regarding the ratio of different types of financial instruments in the portfolio, which are determined in accordance with legal requirements, the Fund Prospectus, and its investment strategy. The key risks, which are evaluated on a daily basis, include foreign currency exposures and sensitivity to interest rate fluctuations.

Market risks are measured using the Value at Risk ("VaR") method. Value at Risk represents a potential loss resulting from unfavourable developments on the market within a certain time period and at a certain level of reliability. The 'Value at Risk' value is measured on the basis of a one-year holding period and a 95-percent reliability level.

(b) Liquidity risk

'Liquidity risk' represents the risk that the Fund will not have sufficient cash resources to meet its commitments associated with its financial contracts. Liquidity is monitored and managed on the basis of expected cash flows; in this context, the structure of the securities and the term deposits portfolio is adjusted.

Residual maturity of the Fund assets and debts

CZK '000	Up to 3 months	From 3 months do 1 year	From 1 year do 5 years	Over 5 years	No specification	Total
On 31 December 2014						
Cash in banks	37,881	-	-	-	-	37,881
Equity, share certificates	-	-	-	-	293,332	293,332
Other assets	279	-	-	-	-	279
Total	38,160	-	-	-	293,332	331,492

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
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Other liabilities	138	-	-	-	-	138
Accrued/deferred income and expenses	620	-	-	-	-	620
Shareholders' equity	-	-	-	-	330,734	330,734
Total	758	-	-	-	330,734	331,492
GAP	37,402	-	-	-	(37,402)	-
Cumulative GAP	37,402	37,402	37,402	37,402	-	-

The above table shows residual maturities of the book values of the individual financial instruments, rather than of all cash flows resulting from such instruments.

(c) Interest rate risk

The Fund is exposed to interest rate risk due to the impact of fluctuations in prevailing market interest rates. Both the fair value and income from financial assets may either grow or drop as a result of such fluctuation.

The following table sums up discrepancies related to the Fund assets and liabilities sensitive to interest rate fluctuations. The book value of these assets and liabilities is included in the period, in which they mature or in which the interest rate changes occur, whichever comes earlier.

Interest rate sensitivity of the Fund assets and debts

CZK '000	Up to 3 months	From 3 months do 1 year	From 1 year do 5 years	Over 5 years	Total
On 31 December 2014					
Cash in banks	37,881	-	-	-	37,881
Total	37,881	-	-	-	37,881

The above summary includes only interest-rate sensitive assets and liabilities and therefore it is not identical with the values presented in the Fund balance sheet.

(d) Currency risk

Assets and Liabilities denominated in foreign currencies, including off-balance sheet exposures, represent the Fund's exposure to currency risk. Both realised and unrealised foreign exchange profit and loss is reported directly in the profit and loss account. The foreign exchange positions of the Fund in the most significant currencies are as follows:

Foreign exchange positions of the Fund

CZK '000	USD	EUR	PLN	CZK	Total
On 31 December 2014					
Cash in banks	123	7,602	5,258	24,898	37,881
Equity, share certificates	15,985	105,575	38,928	132,844	293,332
Other assets	29	-	235	15	279
Total	16,137	113,177	44,421	157,757	331,492
Other liabilities	-	121	-	17	138
Accrued/deferred income and expenses	-	-	-	620	620
Shareholders' equity	-	-	-	330,734	330,734
Total	-	121	-	331,371	331,492
Long off-balance instruments positions	-	-	-	25,942	25,942
Short off-balance instruments positions	-	26,062	-	-	26,062
Net foreign exchange position	16,137	86,994	44,421	(147,672)	-

**Raiffeisen fond akciových trhů, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**
Financial year ending on 31 December 2014

19. FINANCIAL INSTRUMENTS – CREDIT RISK

Fund investments are implemented so that the rating structure of the securities complied with the Fund Prospectus and its investment strategy. Credit risk management includes monitoring of diversification of investments in terms of their geographical distribution and in terms of exposure of individual issuers to credit risk.

20. EVENTS AFTER THE BALANCE SHEET DATE

No events occurred after the balance sheet date that would have a significant impact on the financial statements of the Fund as of 31 December 2014.

Compiled on:	Signature of the authorised representative body:	Officer in charge of accounting
	(Signed) Ing. Jaromír Sladkovský	
13.02.2015	(Signed) Ing. Michal Ondruška	(Signed) Ing. Petra Tomisová

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Denomination:	CZK
ISIN - Capitalisation class:	CZ0008474400
ISIN - regular investments class:	CZ0008474434
Share certificate nominal value:	n.a.
Fund format:	open-ended mutual fund
Fund type (AKAT classification):	mixed fund
Date of incorporation:	21 May 2014

The underlying assets of the Raiffeisen fond pravidelných investic were allocated in 2014 in particular to medium-term Czech treasury bonds with duration (simply speaking: the average term to maturity) of approximately four years. To a lesser extent, investments were made in corporate bonds with so-called "investment rating" (i.e., BBB-/Baa3 rating and higher). Roughly two-fifths of the fund assets have been invested in instruments bearing equity risks, while the regional allocation of that portion of the invested assets have been global, with priority given to the Central European region.

Beside changes duly mentioned in the financial statements, no substantial alterations occurred during the accounting period/financial year in respect of the information pursuant to Article 23 of Directive 2011/61/EU of the European Parliament and of the Council of 8 June 2011 on Alternative Investment Fund Managers, and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No 1060/2009 and (EU) No 1095/2010 (hereinafter the "AIFMD Directive"), as specified in the Prospectus.

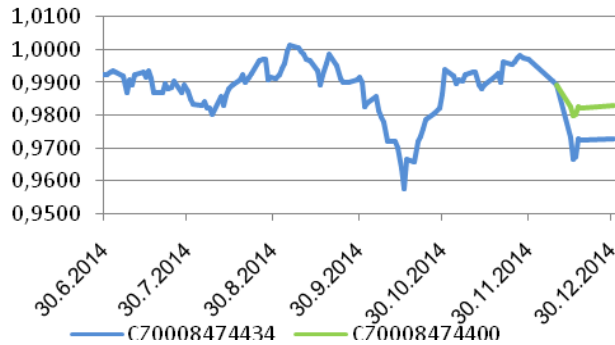
Financial indicators 31 December 2014

Profit/loss, after tax, in CZK '000	(5,679)
CZ0008474400	
Mutual fund equity, in CZK '000	234,165
Equity per share certificate, in CZK	0.9822
Number of share certificates, in pieces	238,408,068
CZ0008474434	
Mutual fund equity, in CZK '000	98,031
Equity per share certificate, in CZK	0.9727
Number of share certificates, in pieces	100,779,052

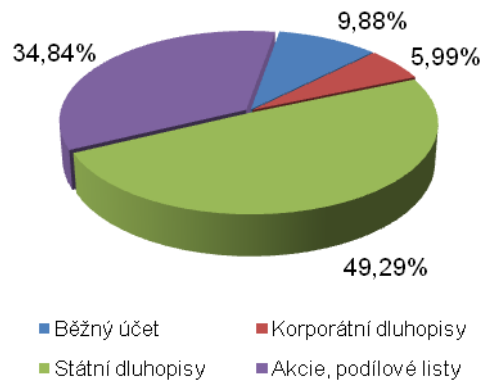
Number of share certificates issued and redeemed in 2014

ISIN	Issued share certificates		Redeemed share certificates		BALANCE (+/-)	
	in pieces	in CZK '000	in pieces	in CZK '000	in pieces	in CZK '000
CZ0008474400	241,209,503	241,170	2,801,435	2,733	238,408,068	238,437
CZ0008474434	101,851,885	100,504	1,072,833	1,066	100,779,052	99,438

Vývoj hodnoty podílového listu



Údaje o skladbě majetku



Legend: Share certificate value curve

Legend: Asset composition
Current account / Treasury bonds / Corporate bonds / Equity, share certificates

List of securities held in excess of 1% as on 31.12.2014

COUNTRY	ISIN	SECURITY NAME	PURCHASE PRICE in CZK `000	FAIR VALUE in CZK `000	STAKE IN ASSETS IN %
RU	XS0984191360	VTB Float 10/28/16	5,668	5,170	1.55
ASIA TOTAL			5 668	5,170	1,55
AT	AT0000652011	Erste Group Bank AG	9,763	9,188	2.76
AT	AT0000908504	Vienna Insurance Group AG	10,159	9,947	2.99
CZ	CZ0001000822	CZGB 4.6 08/18/18	67,449	68,257	20.51
CZ	CZ0001001317	CZGB 3.75 09/12/20	26,559	26,904	8.09
CZ	CZ0001002851	CZGB 3.85 09/29/21	6,073	6,250	1.88
CZ	CZ0001003834	CZGB 1.50/19	7,346	7,453	2.24
CZ	CZ0001004113	CZGB Float 12/09/20	5,959	5,971	1.79
CZ	CZ0001004246	CZGB 0.85 03/17/18	14,280	14,397	4.33
CZ	CZ0001004253	CZGB 2.4 09/17/25	20,792	21,439	6.44
CZ	CZ0003703555	CBJCP 1.83 12/13/17	4,569	4,574	1.37
CZ	CZ0005112300	ČEZ AS	10,885	10,567	3.18
CZ	CZ0008019106	KOMERČNÍ BANKA	11,186	10,930	3.29
FR	FR0010326140	LYXOR UCITS ETF RUSSIA	9,268	8,518	2.56
PL	PLKGHM000017	KGHM POLSKA MIEDZ SA	3,624	3,392	1.02
PL	PLPEKAO00016	BANK PEKAO SA	6,203	5,801	1.74
PL	PLPGNIG00014	POLSKIE GORNICTWO NAFT.	3,997	3,741	1.12
PL	PLPKN0000018	POLSKI KONCERN NAFT. O.	4,691	4,669	1.40
PL	PLPKO0000016	PKO BANK POLSKI SA	7,194	6,686	2.01
PL	PLPZU0000011	PZU	5,388	5,364	1.61
EUROPE TOTAL			235 385	234,048	70,33
TOTAL			241,053	239,218	71.88

Translated from the Czech language.

(LOGO KPMG)

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Independent Auditor's Report to the Shareholders of the Fund named: Raiffeisen fond pravidelných investic, otevřený podílový fond, Raiffeisen investiční společnost a.s.

Financial Statements

Based upon our audit, we have issued the following audit report dated 13 February 2015 on the financial statements, which are included in the present Annual Report:

“We have audited the accompanying financial statements compiled in respect of the fund named: Raiffeisen fond pravidelných investic, otevřený podílový fond, Raiffeisen investiční společnost a.s., i.e., which comprise its Balance Sheet as of 31 December 2014, its Income Statement for the year 2014, and the Notes to the Financial Statements, and a summary of significant accounting policies applied and other explanatory notes. Information about the fund named: Raiffeisen fond pravidelných investic, otevřený podílový fond, Raiffeisen investiční společnost a.s. is shown in Item 1 of an enclosure to the present Financial Statements.

Responsibility of the Authorised Representative Body of the Accounting Entity for the Financial Statements

The authorised representative body of Raiffeisen investiční společnost a.s. is responsible for the compilation of financial statements, which give a true and fair view in accordance with the Czech accounting legislation, and for such internal control as the management determines is necessary in order to enable the preparation of financial statements that are free from any material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express, on the basis of performed audit, an opinion on the Financial Statements. We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing, and any related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that we comply with ethical requirements and plan and perform the audit in order to obtain reasonable assurance that the Financial Statements are free from material misstatements.

An audit involves performing procedures to obtain evidence about the amounts and disclosures contained in the Financial Statements. The procedures selected depend on the auditor's judgement, including the assessment of risks of material misstatements of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the Financial Statements that give a true and fair view. The goal of such assessment is to propose audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the overall presentation of the Financial Statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Companies Register administered
by the Municipal Court in
Prague, Section C, File no.
24185.

KPMG Česká republika Audit, s.r.o., a Czech limited liability company and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative (“KPMG International”), a Swiss entity.

Company no. (IČ) 49619187
VAT no. CZ699001996

(LOGO KPMG)

Auditor's Opinion

In our opinion, the Financial Statements give a true and fair view of the assets and liabilities of the fund named: Raiffeisen fond pravidelných investic, otevřený podílový fond, Raiffeisen investiční společnost a.s. as of 31 December 2014, and of its costs, income, and profit and loss generated in the year 2014, in accordance with the Czech accounting standards.“

Annual Report

We have also audited the Annual Report for consistency with the Financial Statements referred to above. Correctness of this Annual Report is the responsibility of the authorised representative body of the company. Our responsibility is to express an opinion on the consistency of the Annual Report and the Financial Statements based on our audit.

We conducted our audit in accordance with the Act on Auditors, the International Standards on Auditing and the related application guidelines issued by the Chamber of Auditors of the Czech Republic. Those standards require that the auditor plan and perform the audit to obtain reasonable assurance whether information included in the Annual Report describing matter that are also presented in the Financial Statements is, in all material respects, consistent with the relevant Financial Statements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the information included in the Annual Report of the Company is consistent, in all material respects, with the Financial Statements referred to above.

Prague, dated 24 April 2015

KPMG Česká republika Audit
KPMG Česká republika Audit, s.r.o.
Licence number: 71

(Signed)
Ing. Veronika Strolená
Director
Licence number: 2195

Translated from the Czech language.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**BALANCE SHEET
as of 31 December 2014**

CZK '000	Item	31.12.2014
ASSETS		
2	Treasury bonds without coupon and other securities accepted by the central bank for refinancing <i>including: (a) issued by government institutions</i>	8 160,890
3	Receivables from banks and cooperative savings banks <i>including: (a) payable on demand</i>	10 32,854
5	Debt securities <i>including: (a) issued by government institutions (b) issued by other persons/entities</i>	9 22,888 2,967 19,921
11	Other assets	12 264
Total assets		332,723

CZK '000	Item	31.12.2014
LIABILITIES		
4	Other liabilities	14 45
5	Accrued/deferred income and costs	15 482
12	Capital funds	13 337,875
15	Profit or loss in financial year	13 (5,679)
Total liabilities		332,723

CZK '000	Item	31.12.2014
OFF-BALANCE ITEMS		
Off-balance assets		
4	Receivables from fixed term transactions	16 4,664
8	Values placed under management	20 332,459
Off-balance liabilities		
12	Liabilities from fixed term transactions	16 4,686

The enclosure shown on pages 1 to 11 forms an integral part of the present financial statements.

Translated from the Czech language.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.**

Management company: Raiffeisen investiční společnost a.s.
Registered office: Hvězdova 1716/2b, Praha 4-Nusle, 140 78
Company no. (IČO): 29146739
Company objects: Administration and management of funds
Financial statements compiled on: 13 February 2015

**INCOME STATEMENT
for the period ending on 31 December 2014**

CZK '000	Item	21.05.-31.12.2014
1	Yield of interest and similar incomes <i>including: interest from debt securities</i>	99 99
3	Income from equity and participations <i>Including: (c) other income from equity and participations</i>	144 144
5	Costs of fees and commissions	(830)
6	Profit or loss from financial transactions	(4,994)
9	Administrative costs <i>(b) other administrative costs</i>	(85) (85)
19	Profit or loss from regular activities in financial year, before tax	(5,666)
23	Corporate tax	(13)
24	Profit or loss in financial year, after tax	(5,679)

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Financial year ending 31 December 2014**

1. General information

(a) Fund characteristics

Fund emergence and characteristics

Raiffeisen fond pravidelných investic, otevřený podílový fond, Raiffeisen investiční společnost a.s. (hereinafter the “Fund”) represents an accounting entity without legal personality founded by Raiffeisen investiční společnost a.s. (hereinafter the “Company”) pursuant to Act no. 240/2013 Coll., on management companies and investment funds (hereinafter the “Act”). The Fund was established on the date of its registration in the list maintained by the CNB pursuant to Section 597(b) of the Act on 21 May 2014. The Fund started operation on 17 June 2014.

The Fund represents a standard securities fund pursuant to the Act in compliance with the laws of the European Communities.

The Fund merged with Raiffeisen – Český balancovaný fund and also with Raiffeisen-CZK-LifeCycle Fund 2040 (hereinafter the “Merged funds/UCITS”). The Merged funds/UCITS transferred under dissolution without liquidation all its assets to the Fund. The shareholders of the Merged funds/UCITS were issued share certificates in the Fund according to an established exchange ratio.

Up to four different types of share certificates – classes – may be issued in keeping with the Fund Prospectus. The individual classes differ according to the manner in which they handle the Fund yields, the amount of the entry charge (surcharge), the minimum invested amount, and the distribution channels. Each such type of the share certificates shall be assigned a separate ISIN.

Type of share certificates	Class A1	Class A2	Class A3	Class A4
	Capitalisation	Dividend	RSTS *	Regular investments
	Raiffeisen fond pravidelných investic			
ISIN	CZ0008474400	CZ0008474418	CZ0008474426	CZ0008474434

*Class A3 share certificates may be distributed exclusively by Raiffeisen stavební spořitelna a.s.

Neither the number of such issued share certificates nor the term of the duration of the Fund are limited.

The Fund has no employees and all administration relating to the business activities of the Fund have been supplied by the Company.

Information about the management company

The Fund assets are administered and managed by Raiffeisen investiční společnost a.s., Company no. (IČ) 29146739, with registered office at Hvězdova 1716/2b, Praha 4 – Nusle, Postal code 140 78.

The Company is a management company in the sense of the existing legislation and it acts in its capacity of a legal entity, which collects pecuniary funds from both legal entities and natural persons (individuals), for the purpose of using them to participate in business (collective investing).

The Company was founded on 21 December 2012. Its managing company licence was issued by the Czech National Bank by its decision ref. no. 2013/4256/570 dated 9 April 2013, which acquired legal force on 9 April 2013.

Company objects:

The Company, pursuant to the Act and to such extent as licensed by the Czech National Bank, has been authorised to:

- *manage investment funds or international investment funds;*
- *administer investment funds or international investment funds.*

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

Depository information

The services of a depository have been provided by UniCredit Bank Czech Republic and Slovakia, a.s., Company no. (IČ) 64948242, with registered office at Želetavská 1525/1, Praha 4, Postal code 140 92 (hereinafter the “Depository”) under a Depository Agreement dated 6 February 2014.

(b) Basis for the drafting of financial statements

The financial statements were drafted on the basis of accounting books maintained in compliance with:

- Accounting Act no. 563/1991, as amended by further legislation,
- Decree no. 501/2002 of the Ministry of Finance, as amended by further legislation,
- Czech Accounting Standards for Financial Institutions issued by the Ministry of Finance.

The financial statements were drafted using the principles of accrued/deferred costs and revenues, and historical prices, with the exception of some selected financial instruments valued at their fair values.

The Fund started operation on 21 May 2014; therefore, no comparable information is supplied. The financial year extending from 21 May 2014 to 31 December 2014, applied to items contained in the profit and loss account, is hereinafter described as “2014”.

The financial statements are based on the presumption that the accounting entity will continue in its activities without interruption and that no developments have occurred in respect of it that would restrict or otherwise prevent it from continuing such activities in the near future as well.

All information is carried in thousands of CZK (CZK ‘000), unless specified otherwise. Figures shown in brackets represent negative values.

The present financial statements represent unconsolidated financial statements.

2. IMPORTANT ACCOUNTING METHODS

(a) Transaction date

Depending on the transaction type, the transaction date refers to, without limitation:

- date of payment or receipt of cash;
- date of purchase or sale of foreign currencies, and/or securities;
- date of payment;
- date of crediting (foreign) funds as shown in the account statement;
- trade date and settlement date of spot transactions, i.e., purchase or sale of financial instruments or commodities with such delivery date, where the period from the trade date to the settlement date does not exceed five days;
- trade date and settlement date of derivative transactions.

The accounting entity has opted that spot transactions (i.e., accounting purchases and sales of financial assets with usual terms of delivery) should be reported as the relevant assets or liabilities on the trade date.

The Fund will remove any financial assets or any part thereof from its balance sheet if it should lose control over any contractual title to such financial assets or any part thereof. The Fund loses such control if it exercises any titles to benefits defined in the contract, if such titles expire or if such titles are waived.

If a financial liability or any part thereof expires (e.g., if a duty defined in the contract is fulfilled, cancelled or if it expires), the accounting entity will no longer report such financial liability or any part thereof in its balance sheet. The difference between the value of the financial liability in the accounting books, and/or any part thereof, that have expired or that have been transferred to another entity, and the amount of payment in respect of the debt in question, will be reported as costs or revenues.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

(b) Securities

In compliance with the Fund strategy, all securities have been classified as securities valued at their fair value. Securities are re-valued on a daily basis during the financial year, pursuant to Decree no. 244/2013 Coll., of the Ministry of Finance of the Czech Republic, on detailed issues related to Act on management companies and investment funds, as amended (hereinafter the "Decree"). Pursuant to the Decree, Securities are valued with help of prices derived from public markets, which may be further adjusted in keeping with the provisions of the Decree. If no market price is available, such value shall be applied as determined according to valuation models based on discounted future cash flows according to the yield curve.

Upon their first reporting, securities shall be valued at their acquisition price. Such acquisition price also includes direct transaction costs related to the acquisition of the securities.

Yield of interest

The term 'yield of interest' means the following:

- a) as regards debt securities with coupon, the accrued coupon as determined in the issue terms and conditions and the accrued difference between the nominal value and the net purchase price, known as a premium or discount;
- b) as regards debt securities without coupon and bills of exchange, the accrued difference between the nominal value and the purchase price.

Yield of interest on debt securities is reported in the profit and loss account commencing on the purchase using the effective interest rate method.

Debiting of securities

Upon sales of securities, the accounting entity values such securities outflow by way of the 'average price method'.

(c) Receivables and provisions

Operating receivables are reported in their nominal value less any provisions. Bad debts (receivables) are written off upon the completion of bankruptcy proceedings against the debtor or in the event that the likelihood of their recovery is not realistic.

Creation of provisions is reported as expenses; their use is reported together with expenses or losses associated with the loss of assets in the profit and loss account. Unnecessary provision dilutions are reported as income.

(d) Financial derivatives

Derivatives are financial instruments meeting the following conditions:

- a) their fair value varies depending on changes in interest rates, security prices, commodity prices, foreign exchange rates, price indices, credit assessments (ratings) or indices, and/or depending on any other variables (so-called underlying assets);
- b) as compared to other types of contracts, which show similar responses to changing market conditions, they require little or no initial investments;
- c) they will be settled in the future and the term from the trade date to settlement exceeds that of spot transactions.

Derivatives are reported in the balance sheet at their fair values. Positive fair values of derivatives are reported in assets under the tile of 'Other assets'. Negative fair values of derivatives are reported in liabilities under the tile of 'Other liabilities'.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

Fair value of financial derivatives is determined as the present value of future cash flows from these transactions. The present value is determined with the help of parameters identified on the active market, such as exchange rates, interest rates for a given maturity based on the yield curve, etc.

In the off-balance sheet, derivatives are reported at contractual undiscounted values of the underlying instrument under the titles of 'Receivables from fixed term operations' and 'Liabilities from fixed term operations'.

(e) Funds invested by shareholders

The Fund has no registered capital. The share certificates have been assigned any nominal values. the Fund does not charge any share premium.

Capital funds

The selling price of share certificates is determined as a ratio of the class equity and the number of issued share certificates of that class. Share certificates are sold to investors for selling prices determined on the daily basis.

(f) Creation of reserves

Reserves represent probable cash outflows of uncertain timing and amount. Reserves are charged to expenses in such amounts, which are the best estimate of expenditures required in order to settle existing liabilities.

Reserves are created subject to fulfilment of the following criteria:

- a) an obligation (legal or matter-of-fact) exists resulting from past events;
- b) it is probable or certain that an event will occur and will require an outflow of resources representing economic benefits; the term 'probable' meaning probability greater than 50 percent;
- c) it is possible to make a reliable estimate of such fulfilment.

(g) Foreign currency conversion

Transactions reported in foreign currencies are accounted for in the local currency, to be converted with the help of foreign exchange rates announced by the Czech National Bank and valid on the transaction day or on the transaction date.

Assets and liabilities denominated in foreign currencies together with foreign exchange spot transactions prior to the maturity date are converted into local currency at the exchange rate announced by the Czech National Bank and valid on the balance sheet date. The resulting profit or loss from such conversion of assets and liabilities denominated in foreign currencies, except for share certificates denominated in foreign currencies, and/or items that hedge currency risk resulting from agreements not yet recorded in the balance sheet of the Fund, or from anticipated future transactions, are reported in the profit and loss account as 'Profit or loss from financial operations'.

(h) Taxation

Tax due

The corporate tax base is calculated from profits for the current period before tax, increased by non-deductible expenses, less the revenues that are not subject to income tax, and further adjusted for tax allowances and any relevant credits. Under applicable tax regulations, the corporate tax rate imposed on mutual funds amounts to 5 percent.

Deferred tax

Deferred tax is based on all temporary differences between accounting and tax values of assets and liabilities, using the expected tax rate for the following period. Deferred tax is accounted for only if there is no doubt that it will be realized in subsequent accounting periods.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

(i) Interest received and interest paid and dividend income

Interest received and interest paid are reported on the accrual basis.
Dividend income is reported on the effective date of entitlement to receive its payment (ex-dividend date).
Dividend income from domestic securities is reported after the deduction of withholding tax. Dividend income from foreign securities is reported prior to the deduction of withholding tax.

3. YIELD OF INTEREST AND SIMILAR INCOMES

The item entitled 'Yield of interest and similar incomes' represents interest from debt securities in the amount of CZK 99,000.

4. INCOME FROM EQUITY AND SHARES

The item entitled 'Income from equity and shares' represents dividends in the amount of CZK 144,000.

5. COST OF FEES AND COMMISSIONS

CZK '000	2014
Management fee	750
Depository fee	45
Securities administration	19
Other fees and commissions	16
Total	830

Management fee paid by the Fund to the Company amounts, according to the Fund Prospectus, to 1.5 percent of the average annual value of the Fund equity.

Under the Depository Agreement, the Fund pays a fee in the amount of 0.07 percent of the average annual value of the Fund equity.

6. PROFIT OR LOSS FROM FINANCIAL OPERATIONS

CZK '000	2014
Loss from securities valued at fair value	(5 008)
Profit from exchange rate differences	73
Loss from spot and fixed term transactions	(59)
Total	(4 994)

Profit or loss from securities at fair value mainly represents daily revaluation of securities to fair value.

Profit or loss from spot and fixed term transactions includes profit and loss from settlements of spot transactions and fixed term transactions with financial instruments and also revaluation of open derivatives at fair value.

7. ADMINISTRATIVE COSTS

The item entitled 'Administrative costs' represents audit costs in the amount of CZK 85,000.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

**8. TREASURY BONDS WITHOUT COUPON AND OTHER SECURITIES
ACCEPTED BY THE CENTRAL BANK FOR REFINANCING**

All securities held by the Fund are listed on Burza cenných papírů Praha (Prague Stock Exchange) or on foreign exchanges. All securities are classified into portfolio of securities at fair value.

CZK '000	31.12.2014
Treasury bonds	160,890
Net book value	160,890

9. DEBT SECURITIES

CZK '000	31.12.2014
Sovereign bonds	2,967
Other bonds	19,921
Net book value	22,888

10. CASH IN BANKS

The item entitled 'Cash in banks' represents current accounts maintained by UniCredit Bank Czech Republic and Slovakia, a.s. in the amount of CZK 32,854,000.

The current accounts are repayable on demand.

11. EQUITY, SHARE CERTIFICATES AND OTHER PARTICIPATIONS

CZK '000	31.12.2014
Equity	94,111
Share certificates	21,716
Net book value	115,827

12. OTHER ASSETS

The item entitled 'Other assets' mainly serves the accounting of receivables from unpaid dividends in the amount of CZK 264,000.

13. SHAREHOLDERS' EQUITY

Review of shareholders' equity changes

CZK '000	Capital funds	Profit (Loss)	Total
Balance as of 17.06.2014	-	-	-
Net profit/loss in financial year	-	(5,679)	(5,679)
Sold share certificates	341,674	-	341,674
Redeemed share certificates	(3,799)	-	(3,799)
Balance as of 31.12.2014	337,875	(5,679)	332,196

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

Number of issued share certificates

(in pieces)	31.12.2014
Regular investments class	100,779,052
Capitalisation class	238,408,068
Total	339,187,120

No other classes were issued in 2014.

Shareholders' equity according to share classes

CZK '000	31.12.2014
Regular investments class	98,031
Capitalisation class	234,165
Total	332,196

The capitalisation-class share certificate value on the last trading day of 2014 amounted to CZK 0.9822. The regular investments-class share certificate value on the last trading day of 2014 amounted to CZK 0.9727. This is the last share certificate value in the year, in which purchases and redemptions of the Fund share certificates were realised.

14. OTHER LIABILITIES

CZK '000	31.12.2014
Negative value of derivatives	22
Other liabilities	23
Total	45

15. ACCRUED/DEFERRED INCOME AND EXPENSES

The item entitled 'Accrued expenses' mainly includes not yet invoices December management fee in the amount of CZK 416CZK '000.

16. FINANCIAL DERIVATIVES

Nominal value of derivatives:

	31.12.2014	
CZK '000	Receivable	Liability
Currency forwards	4,664	4,686
Total	4,664	4,686

Off-balance sheet assets and liabilities represent the nominal (contractual) undiscounted values. All the above financial instruments were concluded on the inter-bank market (OTC).

Fair value of derivatives:

	31.12.2014	
CZK '000	Positive	Negative
Currency forwards	-	(22)
Total	-	(22)

All currency derivatives mature within one year.

Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
 Období končící 31. prosince 2014

17. PROPOSED LOSS SETTLEMENT

The Company Board of Directors proposes the settlement of the 2014 loss as follows:

CZK '000	Profit / (Loss)	Retained profit or accumulated loss from previous periods
2014 loss	(5,679)	-
<i>Proposed 2014 loss settlement:</i>		
Transfer to retained profit/accumulated loss	5,679	(5,679)
Total	-	(5,679)

Due to generated loss, the Company does not expect to pay dividends for 2014.

18. CORPORATE TAX

CZK '000	2014
Tax payable for the current financial year	-
Withholding tax	13
Total	13

19. TRANSACTIONS WITH RELATED PERSONS/ENTITIES

CZK '000	31.12.2014
Liabilities	
Management fee payable to the Company	416
Costs	
CZK '000	2014
Management fee payable to the Company	750
Off-balance sheet assets	
CZK '000	31.12.2014
Values placed under management	332 459

20. VALUES PLACED UNDER MANAGEMENT

The Fund has surrendered its entire assets to be managed by the Company. The item entitled 'Values placed under management' covers both international and local securities, term deposits, as well as current account balances, with the exception of the current accounts designed to accept funds invested by shareholders. These current accounts are not included because they represent liabilities for not yet issued share certificates.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

21. FINANCIAL INSTRUMENTS – MARKET RISK

The Fund is exposed to market risks arising from open positions in interest rate, equity and currency instrument transactions that are sensitive to changes in financial market conditions.

(a) Risk management

The basic risk management instrument is represented by imposing limits regarding the ratio of different types of financial instruments in the portfolio, which are determined in accordance with legal requirements, the Fund Prospectus, and its investment strategy. The key risks, which are evaluated on a daily basis, include foreign currency exposures and sensitivity to interest rate fluctuations.

Market risks are measured using the Value at Risk („VaR“) method. Value at Risk represents a potential loss resulting from unfavourable developments on the market within a certain time period and at a certain level of reliability. The ‘Value at Risk’ value is measured on the basis of a one-year holding period and a 95-percent reliability level.

(b) Liquidity risk

‘Liquidity risk’ represents the risk that the Fund will not have sufficient cash resources to meet its commitments associated with its financial contracts. Liquidity is monitored and managed on the basis of expected cash flows; in this context, the structure of the securities and the term deposits portfolio is adjusted.

Residual maturity of the Fund assets and debts

CZK ‘000	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	No specification	Total
On 31 December 2014						
Treasury bonds without coupon and other securities	144	2,067	98,756	59,923	-	160,890
Cash in banks	32,854	-	-	-	-	32,854
Debt securities	5,103	65	17,720	-	-	22,888
Equity, share certificates	-	-	-	-	115,827	115,827
Other assets	264	-	-	-	-	264
Total	38,365	2,132	116,476	59,923	115,827	332,723
Other liabilities	45	-	-	-	-	45
Accrued/deferred income and expenses	482	-	-	-	-	482
Shareholders’ equity	-	-	-	-	332,196	332,196
Total	527	-	-	-	332,196	332,723
GAP	37,838	2,132	116,476	59,923	(216,369)	-
Cumulative GAP	37,838	39,970	156,446	216,369	-	-

The above table shows residual maturities of the book values of the individual financial instruments, rather than of all cash flows resulting from such instruments.

(c) Interest rate risk

The Fund is exposed to interest rate risk due to the impact of fluctuations in prevailing market interest rates. Both the fair value and income from financial assets may either grow or drop as a result of such fluctuation.

**Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014**

The following table sums up discrepancies related to the Fund assets and liabilities sensitive to interest rate fluctuations. The book value of these assets and liabilities is included in the period, in which they mature or in which the interest rate changes occur, whichever comes earlier.

Interest rate sensitivity of the Fund assets and debts

CZK '000	Up to 3 months	From 3 months to 1 year	From 1 year to 5 years	Over 5 years	Total
On 31 December 2014					
Treasury bonds without coupon and other securities	3,231	8,038	95,669	53,952	160,890
Cash in banks	32,854	-	-	-	32,854
Debt securities	10,249	3,086	9,553	-	22,888
Total	46,334	11,124	105,222	53,952	216,632

The above summary includes only interest-rate sensitive assets and liabilities and therefore it is not identical with the values presented in the Fund balance sheet.

(d) Currency risk

Assets and Liabilities denominated in foreign currencies, including off-balance sheet exposures, represent the Fund's exposure to currency risk. Both realised and unrealised foreign exchange profit and loss is reported directly in the profit and loss account. The foreign exchange positions of the Fund in the most significant currencies are as follows:

Foreign exchange positions of the Fund

CZK '000	USD	EUR	PLN	CZK	Other	Total
On 31 December 2014						
Treasury bonds without coupon and other securities	-	-	-	160,890	-	160,890
Cash in banks	291	173	-	32,390	-	32,854
Debt securities	-	5,943	-	16,945	-	22,888
Equity, share certificates	10,000	15,725	40,546	47,582	1,974	115,827
Other assets	16	-	159	89	-	264
Total	10,307	21841	40,705	257,896	1,974	332,723
Other liabilities	-	22	-	-	23	45
Accrued/deferred income and expenses	-	-	-	-	482	482
Shareholders' equity	-	-	-	-	332,196	332,196
Total	-	22	-	-	332,701	332,723
Long off-balance instruments positions	-	-	-	4,664	-	4,664
Short off-balance instruments positions	-	4,686	-	-	-	4,686
Net foreign exchange position	10,307	17,133	40,705	262,560	(330,727)	-

22. FINANCIAL INSTRUMENTS – CREDIT RISK

Fund investments are implemented so that the rating structure of the securities complied with the Fund Prospectus and its investment strategy. Credit risk management includes monitoring of diversification of investments in terms of their geographical distribution and in terms of exposure of individual issuers to credit risk.

Raiffeisen fond pravidelných investic, otevřený podílový fond,
Raiffeisen investiční společnost a.s.
Období končící 31. prosince 2014

23. EVENTS AFTER THE BALANCE SHEET DATE

No events occurred after the balance sheet date that would have a significant impact on the financial statements of the Fund as of 31 December 2014.

Compiled on:	Signature of the authorised representative body:	Officer in charge of accounting
	(Signed) Ing. Jaromír Sladkovský	
13.02.2015	(Signed) Ing. Michal Ondruška	(Signed) Ing. Petra Tomisová