



**Semi-annual report**  
**As at 31st March 2022**

# **KBC RENTA**

Investment Company with Variable Capital (SICAV)  
Luxembourg

---

No subscription can be received on the basis of these financial statements. Subscriptions are only valid if made on the basis of the current prospectus and the key investor information document ("KIID") accompanied by the subscription form, the latest annual report including audited financial statements and the most recent unaudited semi-annual report, if published thereafter.

---

# KBC RENTA

## Contents

|   |           |
|---|-----------|
| <b>Organisation</b> .....   | <b>2</b>  |
| <b>General information</b> .....  | <b>6</b>  |
| <b>Additional information for the investors in Germany, in Austria and in Belgium</b> ..... | <b>7</b>  |
| <b>Financial climate</b> .....  | <b>8</b>  |
| <b>Combined statement of net assets</b> .....   | <b>13</b> |
| <b>KBC Renta Eurorenta</b> .....  | <b>14</b> |
| Investment policy and outlook .....   | 14        |
| Statement of net assets .....   | 15        |
| Statistical information .....   | 16        |
| Statement of investments and other net assets .....   | 17        |
| <b>KBC Renta Dollarenta</b> .....   | <b>21</b> |
| Investment policy and outlook .....   | 21        |
| Statement of net assets .....   | 22        |
| Statistical information .....   | 23        |
| Statement of investments and other net assets .....   | 24        |
| <b>KBC Renta Canarenta</b> .....  | <b>26</b> |
| Investment policy and outlook .....   | 26        |
| Statement of net assets .....   | 27        |
| Statistical information .....   | 28        |
| Statement of investments and other net assets .....   | 29        |
| <b>KBC Renta Czechrenta</b> .....   | <b>30</b> |
| Investment policy and outlook .....   | 30        |
| Statement of net assets .....   | 31        |
| Statistical information .....   | 32        |
| Statement of investments and other net assets .....   | 33        |
| <b>KBC Renta Short EUR</b> .....  | <b>34</b> |
| Investment policy and outlook .....   | 34        |
| Statement of net assets .....   | 35        |
| Statistical information .....   | 36        |
| Statement of investments and other net assets .....   | 37        |
| <b>KBC Renta Nokrenta</b> .....   | <b>38</b> |
| Investment policy and outlook .....   | 38        |
| Statement of net assets .....   | 39        |
| Statistical information .....   | 40        |
| Statement of investments and other net assets .....   | 41        |
| <b>KBC Renta Strategic Accents 1</b> .....  | <b>42</b> |
| Investment policy and outlook .....   | 42        |
| Statement of net assets .....   | 43        |
| Statistical information .....   | 44        |
| Statement of investments and other net assets .....   | 45        |
| <b>Notes to the financial statements</b> .....  | <b>47</b> |
| <b>Additional Information</b> .....   | <b>52</b> |

# KBC RENTA

## Organisation

---

### Registered office

80, route d'Esch  
L-1470 LUXEMBOURG

### Board of Directors

#### *Chairman*

Johan TYTECA

Independent Director  
Rolandstraat 5 GV 01  
B-8670 KOKSIJDE

#### *Directors*

Lazlo BELGRADO

Conducting Officer  
KBC ASSET MANAGEMENT S.A.  
4, rue du Fort Wallis  
L-2714 LUXEMBOURG

Bruno NELEMANS

Senior Project Manager  
KBC ASSET MANAGEMENT N.V.  
2, avenue du Port  
B- 1080 BRUXELLES

Patrick DALLEMAGNE

General Manager  
CBC BANQUE & ASSURANCES  
60, avenue Albert I  
B-5000 NAMUR

### Management Company

KBC ASSET MANAGEMENT S.A.  
4, rue du Fort Wallis  
L-2714 LUXEMBOURG

### Board of Directors of the Management Company

#### *Chairman*

Johan LEMA

President of the Executive Committee  
KBC ASSET MANAGEMENT N.V.  
2, avenue du Port  
B-1080 BRUSSELS

#### *Directors*

Ivo BAUWENS

General Manager  
KBC GROUP RE S.A.  
4, rue du Fort Wallis  
L-2714 LUXEMBOURG

Lazlo BELGRADO

Conducting Officer  
KBC ASSET MANAGEMENT S.A.  
4, rue du Fort Wallis  
L-2714 LUXEMBOURG

## **KBC RENTA**

### **Organisation (continued)**

---

#### **Conducting officers of the Management Company**

Lazlo BELGRADO  
Koen VANDERAUWERA

#### **Delegated central administration**

BROWN BROTHERS HARRIMAN (LUXEMBOURG) S.C.A.  
80, route d'Esch  
L-1470 LUXEMBOURG

#### **Investment managers**

KBC ASSET MANAGEMENT N.V.  
2, avenue du Port  
B-1080 BRUSSELS

Except for the sub-fund KBC Renta Czechrenta for which the Investment manager is:

CSOB ASSET MANAGEMENT A.S.  
Radlicka 333/150, 150 57 Praha 5  
CZECH REPUBLIC

#### **Socially responsible investment advisor for the following sub-fund:**

##### **KBC Renta Nokrenta**

KBC ASSET MANAGEMENT N.V.  
2, avenue du Port  
B-1080 BRUSSELS

#### **Depository and principal paying agent**

BROWN BROTHERS HARRIMAN (LUXEMBOURG) S.C.A.  
80, route d'Esch  
L-1470 LUXEMBOURG

#### ***Cabinet de révision agréé***

MAZARS LUXEMBOURG  
5, rue Guillaume J. Kroll  
L-1882 LUXEMBOURG

#### **Financial services and paying agents**

##### **in Austria**

ERSTE BANK DER ÖSTERREICHISCHEN SPARKASSEN AG  
Graben 21  
A-1010 VIENNA

##### **in Belgium**

CBC BANQUE S.A.  
60, avenue Albert I  
B-5000 NAMUR

KBC BANK N.V.  
2, avenue du Port  
B-1080 BRUSSELS

## **KBC RENTA**

### **Organisation (continued)**

---

#### **Financial services and paying agents (continued)**

##### **in Czech Republic**

ČESKOSLOVENSKÁ OBCHODNÍ BANKA, A.S.  
Praha 5, Radlická 333/150  
CZ-15057 PRAGUE 5

##### **in France**

CM-CIC SECURITIES  
6, avenue de Provence  
F-75009 PARIS

##### **in Germany**

OLDENBURGISCHE LANDESBANK AG  
Stau 15/17  
D-26122 OLDENBURG

##### **in Luxembourg**

BROWN BROTHERS HARRIMAN (LUXEMBOURG) S.C.A.  
80, route d'Esch  
L-1470 LUXEMBOURG

BANQUE INTERNATIONALE À LUXEMBOURG S.A.  
69 route d'Esch  
L-1470 LUXEMBOURG

(for coupons of certificated bearer shares issued before 17th February 2016 and compulsory redeemed on 17th February 2016).

##### **in Slovakia**

ČESKOSLOVENSKÁ OBCHODNÍ BANKA, A.S.  
Laurinska 1  
SK- 815 63 BRATISLAVA

#### **Legal representatives**

##### **in Austria**

ERSTE BANK DER ÖSTERREICHISCHEN SPARKASSEN AG  
Graben 21  
A-1010 VIENNA

##### **in Belgium**

KBC ASSET MANAGEMENT N.V.  
2, avenue du Port  
B-1080 BRUSSELS

##### **in Czech Republic**

ČESKOSLOVENSKÁ OBCHODNÍ BANKA, A.S.  
Praha 5, Radlická 333/150  
CZ-15057 PRAGUE 5

##### **in Germany**

OLDENBURGISCHE LANDESBANK AG  
Stau 15/17  
D-26122 OLDENBURG

## **KBC RENTA**

### **Organisation (continued)**

---

#### **Legal representatives (continued)**

##### **in France**

CM-CIC SECURITIES  
6, avenue de Provence  
F-75009 PARIS

##### **in Slovakia**

KBC ASSET MANAGEMENT N.V.  
Pobočka zahraničnej správ.spol.  
Medená 22  
SK-811 02 BRATISLAVA

## KBC RENTA

### General information

---

KBC RENTA (hereafter the "SICAV") is a Luxembourg *Société d'Investissement à Capital Variable* ("SICAV") established in Luxembourg on 6th January 1986 for an unlimited period. The SICAV is governed by Part I of the amended Law of 17th December 2010 relating to Undertakings for Collective Investment in Transferable Securities (the "2010 Law") and to the Council Directive 2009/65/EC as amended.

Under the terms of the contract that took effect on 1st May 2006, the SICAV appointed KBC Asset Management S.A. to be its Management Company within the meaning of Chapter 15 of the 2010 Law.

The Articles of Incorporation of the SICAV were published in the "*Mémorial C, Recueil des Sociétés et Associations*" and have been filed with the "*Registre de Commerce et des Sociétés de Luxembourg*", where copies are available. The SICAV is registered under number B 23 669.

#### Distribution policy

Within each sub-fund of the SICAV, all shares issued are either distribution shares (category A) or capitalisation shares (category B). Additionally, distribution shares have been defined as Classic Shares for the sub-fund KBC Strategic Accents 1. Within each category of shares, some sub-categories of shares can be created, characterised by their currency, their fees or by any other characteristic.

Distribution shares entitle their holder to a dividend, whereas the shares attributable to capitalisation shares are not paid out but are accumulated.

The sub-category "Institutional B shares" of capitalisation type is dedicated to the investment vehicles promoted by the KBC Group.

The sub-category "Institutional F shares" of capitalisation type is dedicated to the Belgian Investment Fund Dollar Obligatiedepot (the feeder fund).

The latest annual reports including audited financial statements and unaudited semi-annual reports, the complete prospectus, the KIID and the Articles of Incorporation may be obtained free of charge from the SICAV's registered office, from the institutions responsible for providing financial services, from the paying agents and from the legal representatives.

At the closing date, the following sub-funds are active:

|                                 |        |
|---------------------------------|--------|
| - KBC Renta Eurorenta           | in EUR |
| - KBC Renta Dollarenta          | in USD |
| - KBC Renta Canarenta           | in CAD |
| - KBC Renta Czechrenta          | in CZK |
| - KBC Renta Short EUR           | in EUR |
| - KBC Renta Nokrenta            | in NOK |
| - KBC Renta Strategic Accents 1 | in EUR |



## **KBC RENTA**

### **Additional information for the investors in Germany, in Austria and in Belgium**

---

#### **Additional information for the investors in Germany**

The statement of changes in the investment portfolio for the year in reference to the report is available free of charge at the German paying and information agent, OLDENBURGISCHE LANDESBANK AG, Stau 15/17, D-26122 OLDENBURG.

Moreover, the prospectus, the KIID, the Articles of Incorporation of the SICAV, the unaudited semi-annual and annual reports including audited financial statements in paper form are available there free of charge. In supplement, copies of the following documents may be inspected there during business hours on any bank business day:

- the domiciliation agreement;
- the Management Company agreement;
- the depositary agreement;
- the paying agent agreement.

The subscription, conversion and redemption prices are available at the paying agent.

#### **Supplementary information for the investors in Austria**

**Place where the shareholders ("investors") may obtain the prescribed documents and information in reference to §§ 141, 142 InvFG 2011:**

ERSTE BANK DER ÖSTERREICHISCHEN SPARKASSEN AG, Graben 21, A-1010 VIENNA, phone 0043 (0) 50100 20111, fax 0043 (0) 50100 9 20111.

The prospectus, the KIID, the Articles of Incorporation of the SICAV, the semi-annual and annual reports including audited financial statements as well as the prices of subscriptions and redemptions are available and other data and documents may be consulted there.

#### **Supplementary information for the investors in Belgium**

In Belgium, the financial services for the SICAV are provided by:

- KBC Bank N.V., 2, avenue du Port, B-1080 BRUSSELS,
- CBC Banque S.A., 60, avenue Albert I, B-5000 NAMUR.

The investors may contact any of these institutions' branches to obtain the prospectus, subscribe to shares in the SICAV, redeem their shares or obtain payment on their coupons.

The investors are asked to refer to the Belgian appendix of the prospectus, which explains all terms and conditions that apply to them.

### General Investment Climate

1st October 2021 – 31st March 2022

#### General overview

##### **Economic context**

Although Covid-19 was not fully tamed due to developments such as the worldwide spread of the Delta variant, followed by the Omicron variant later in the year, the reporting period was dominated by the 'reopening' of economies. Particularly in Europe, where the winter of 2020-21 was still marked by a new Covid-19 wave, no risks were taken until the vaccination programmes were sufficiently advanced. A normal economic life only became possible again in the course of the second quarter, which then led to a strong rebound.

During the third quarter, it became clear that the peak of the recovery was behind us. In the US, especially, the pace of expansion slowed down from the very high levels seen around the turn of the year. The end of the very generous income support, combined with high inflation rates, tempered consumers' spending impulses. It also became clear that the stop-go scenario of the Covid-19 lockdowns had seriously unsettled the world economy. Disrupted supply channels caused delays in deliveries of cars, building materials, furniture, etc. The fact that the Chinese government was also working to reduce the growth in debt in the local economy, and that some countries in Asia where vaccination rates were still low had to partially pause economic life again in order to contain Covid-19, also contributed to the slowdown in growth.

The fourth quarter of 2021, and especially the first weeks of 2022, were marked by rising tensions between Russia and Ukraine. These tensions culminated in an invasion of Ukraine by Russian forces on 24th February, towards the end of the reporting period. The war caused economic growth forecasts to be revised downwards.

##### **Monetary policy**

The robust economic recovery and the spike in energy prices due to the war in Ukraine pushed up inflation further and made clear that the very accommodative monetary policy introduced during the Covid-19 crisis could not be sustained indefinitely.

A number of central banks (for example in Latin America, Northern Europe and Central Europe) have already implemented their first rate hike.

The US Federal Reserve ("Fed") also changed tack during the reporting period. Since last summer, there have been hints of a tapering of the bond purchase programme, and in December it became clear that this process would be more rapid than initially expected. As a result of the war, the Fed announced that it would be raising interest rates as early as the first quarter of this year. By contrast, the European Central Bank ("ECB") announced that it would adjust its stimulus policy to suit market conditions, acknowledging that inflation might remain higher for longer. The ECB stated that it stood ready to adjust its policy instruments if necessary to ensure that inflation hits the target level of 2% in the medium term.

##### **Currency markets**

Differing expectations on monetary policy caused the euro to lose ground during the reporting period. Ultimately, it lost 4.4% against the US dollar and 2% against sterling, while the Swiss franc strengthened by 5.3%. The euro appreciated against the Japanese yen (+4.5%).

##### **Stock markets**

The global stock markets (euro-denominated MSCI World AC) fell by 5.4% over the reporting period. Share prices climbed in the second half of 2021 in particular, fuelled by a strong economic picture and robust corporate earnings growth. Around the turn of the year, high inflation and more aggressive communications from central banks, especially in the US began to weigh on market sentiment. Russia's invasion of Ukraine and the accompanying sharp rise in energy prices initially pushed share prices sharply lower. However, after bottoming out on 8th March, they began to rally on the back of falling oil prices.

There were very wide differences in regional performance. The emerging markets in Eastern Europe, led by Russia (where the market was closed for a while and then remained inaccessible to foreign investors because of Western sanctions), unsurprisingly fell sharply. The euro area, as a major consumer of Russian energy and therefore very vulnerable in this conflict, was also hit (-4.1% over the reporting period). The North American market performed significantly better (+8.7% over the period), partly thanks to the strengthening of the US dollar. Commodity exporters, such as Brazil and Australia, also performed better than average. Far removed from the violence of war, the Chinese stock market fell sharply (-15.8%) due to a cocktail of regulatory intervention in a number of high-flying technology sectors, a property crisis and a new Covid wave that is being fought with strict lockdowns, severely impacting economic life.

Sector dispersion was also high. The sharp rise in commodity prices (with energy leading the way) translated into large price gains for companies active in these sectors. The Energy sector ended the reporting period 29.8% higher, while basic materials closed at +14.7%. Other positive outliers were in the Semiconductor sector (+11.1%), where companies took advantage of supply constraints to increase prices. The overall IT sector delivered a performance of 5.2%. At the other end of the spectrum, it the consumption-related sectors in particular had a difficult half year. The Communications sector lost 8.3% and Consumer Discretionary 2.1%. Defensive sectors such as Health Care (+7.0%), Consumer Staples (+8.3%) and Utilities (+16.1%) benefited from the increased uncertainty, especially towards the end of the reporting period.

**Bond markets**

The picture on the bond markets was mixed during the period under review. Bond yields eased in the spring and summer of 2021 when it appeared that inflation would remain under control and that central bank intervention would be limited overall. This picture changed abruptly at the turn of the year. Inflation proved more persistent and central banks adjusted their messaging accordingly.

The communications from the Fed became more aggressive, especially as the war in Ukraine began driving up energy prices and the US labour market squeeze intensified, with concomitant upward pressure on wages. The market was pricing in a more substantial rise in interest rates, and this pushed bond yields up further. The ECB tried to hold back, but it became clear that here, too, an adjustment would follow that would extend beyond the end of the bond purchase programme that was initiated during the Covid crisis. Overall, US bond yields climbed 0.9% during the period under review, and yields in Germany rose by 0.8%.

Increased uncertainty about the economy translated into higher yield spreads in the riskier segments of the bond market during the reporting period. As an example, the spread between high-grade corporate bonds and German government bonds with the same maturity increased from 0.9% at the beginning of the reporting period to 1.3% at the end. Spreads between German government bonds and paper issued by the peripheral euro area countries also widened.

**Outlook****Economic context**

The Russian invasion of Ukraine has fundamentally changed the geopolitical landscape, with considerable consequences for the economy and financial markets. There is still great uncertainty as to how and when the conflict will be resolved, but the war and the West's severe sanctions against Russia have led to significant risk aversion on financial markets, a sharp rise in the price of energy and other commodities, and a sudden and severe isolation of the Russian economy.

Climbing energy prices reflect Russia's crucial role as the world's second largest oil producer and exporter, and a crucial supplier of gas to the EU. Several factors are contributing to the price increases, including concerns that supply may be severely disrupted by Western embargoes or Russian retaliation, as well as the fact that companies are shunning Russian oil because of reputational risks and uncertainty. The situation remains highly uncertain and the risk of energy shortages in the EU cannot be ruled out. We have raised our forecast for a barrel of Brent crude to 130 USD by the end of the first quarter of 2022 and 90 USD by the end of the year. However, there is still a considerable risk that the oil price could go even higher.

Higher commodity prices, and especially higher energy prices, are putting additional and prolonged upward pressure on the already high inflation in both the euro area and the US. We have raised our inflation forecast for the euro area from 3.6% to 5.5% on average for 2022 and from 1.6% to 2.3% in 2023. For the US, we have raised our forecast for 2022 from 4.2% to 5.8%.

The war in Ukraine and the sanctions against Russia are expected to have a negative impact on economic growth in the euro area, largely due to high energy prices which will affect purchasing power and weigh on confidence. The government will absorb some of the shock, but that will have only a gradual impact. We have therefore lowered our real gross domestic product ("GDP") growth forecast from 3.5% to 2.7% for this year and from 2.4% to 2.1% for 2023.

The US economy continues to enjoy a strong recovery. On the labour market, the positive evolution of the pandemic allowed for the creation of a further 678 000 jobs. While the US economy is less directly exposed to developments in Ukraine, higher energy prices and the resultant higher inflation may weigh on consumer confidence and spending. We have therefore lowered our real GDP growth forecast for 2022 from 3.3% to 3.1%, with an unchanged growth forecast of 2.3% for 2023.

### Financial climate (continued)

#### Monetary policy

In general, the war in Ukraine and the energy shock are causing higher inflation and lower economic growth. This makes the path to normalising the policies of the major central banks more complex. However, in line with our expectations, the ECB has signalled a faster tapering of its asset purchase programme ("APP"), provided that figures for the euro area do not deteriorate significantly in the coming weeks and months. We are still expecting a first rate hike by the end of 2022. Regarding the Fed, we maintain our expectation of five 25 bps hikes in the base rate this year, starting in March, followed by four more hikes in 2023.

#### Currency markets

The developments in Ukraine have strengthened the USD. The US dollar is expected to depreciate to 1.17 against the euro by year-end. This pronounced weakening will be driven largely by the growing twin deficit, i.e. a current account deficit and a budget deficit, and the resultant increased borrowing requirements.

#### Financial markets

Many factors continue to point in the direction of shares:

- With the exception of China, where the spread of the Omicron variant is only now surging, the number of infections worldwide has fallen sharply. Restrictions on mobility are disappearing rapidly. The reopenings are boosting the economy, benefiting the service sector in particular.
- Although growth is inevitably slowing somewhat in the wake of the spectacular recovery following the reopening of economies in 2021, growth figures remain above average and are opening the way for a further increase in corporate earnings. Moreover, the fact that analysts are currently estimating earnings growth for 2022 very conservatively leaves scope for positive surprises.
- The fact that central banks have now changed tack and are scaling back the generous policies introduced during the crisis period should not pose an obstacle for the stock markets. Experience shows that the first steps towards interest rate increases such as those now being planned by the Fed (the ECB is still a long way from taking this step) are more of a confirmation of the strength of the economy and do not pose a threat to growth.

Nevertheless, our equity positions are now slightly below the benchmark weightings.

A rapid end to the war in Ukraine is still a possibility. Given the unpredictability of war and of geopolitics in general, however, we also need to factor in a more dramatic scenario. This situation does not have to develop into a full-scale European war, but any scenario in which Russian oil and gas supplies would be cut off (whether through sanctions or through retaliatory action on the part of Moscow) would cause enormous economic damage. Europe is heavily dependent on Russian oil and gas, and replacing them, even by the winter of 2022-23, seems an impossible task. The world is facing a supply shock, which analysts believe will push up the price of oil to at least 140 dollars a barrel. That will cause inflation to rise sharply, leading almost inevitably to a serious erosion of consumer and investor confidence. The rest of the world might be able to shield itself a little better from the effects of such a scenario, but it would probably push Europe into an economic downturn. This prospect is undoubtedly causing the financial markets to adopt a defensive position, which could trigger a significant decline in share prices.

To be clear, the scenario of an energy shock is not the one we regard as being most likely at the moment and there is no question of acting in panic. However, ignoring such a scenario completely would be imprudent. The actions we have taken in our investment portfolios over recent days and weeks should be seen in this context. We first reduced shareholdings from well above their benchmark level to well below it. Now that oil prices have fallen somewhat and a negotiated solution to the conflict does not seem to have been ruled out, we have again reduced this underweighting. Continuously making adjustments in response to the political and economic reality is more important than ever.

Interest rates have climbed sharply higher in recent weeks and are now above their level before the Russian invasion of Ukraine. Nevertheless, interest rates are still very low compared to the projected rate of inflation. Further interest rate increases are therefore on the cards, especially now that the Fed has embarked on a cycle of rate hikes, so we remain invested below the benchmark level for bonds.

The cash position in euros enables us to respond to opportunities as they arise.

#### Stock markets

The Russian invasion of Ukraine caused a spike in energy prices, negatively impacting both investor and consumer confidence. As a result, we recently opted to underweight equities. Positive signals from negotiations between Russia and Ukraine could mark a new, tentative step towards an improved outlook. We are raising our view on equities from negative to neutral. We are still slightly underweight in the euro area and neutral in the US. We also remain slightly overweight in UK equities, which have become fairly cheap after performing poorly for several years.

### Financial climate (continued)

We raised our recommendation for Emerging Asia and China to positive in mid-February. The significant uncertainty for investors in China prompted us to somewhat reduce the weighting of Asian emerging markets in the summer of last year. This move was prompted primarily by the new regulations for Chinese technology companies, weak Chinese economic growth and real estate issues (Evergrande). Better figures have been published in recent months, while the central bank has also decided to support the economy and a number of infrastructure projects are in the pipeline. For these reasons, Chinese equities are now slightly overweight. Due to the crisis in Ukraine, we have raised Japan and the wider Pacific region to slightly overweight. Japan has one of the highest vaccination rates, the Omicron variant has not gained a foothold there, the economy is recovering and the government seems willing to support the economic recovery.

At sector level, too, we have become somewhat more cautious, especially in Europe. We are broadly at the midpoint in the economic cycle, with economic growth still strong but starting to slow down. Higher inflation and interest rate hikes are also prompting some shifts in the portfolio, with considerable differences at sector level, too.

Consequently, we still see return-generating opportunities not only for equities that stand to benefit from the further reopening of the economy (hospitality, tourism, etc.), but also for luxury and sports goods. However, this Consumer Discretionary sector also includes e-commerce companies, which have lost some of their attraction after their robust growth of the past two years, and traditional retailers, which are coming under pressure from higher inflation and waning consumer confidence in the US. We have further reduced the proportion of retailers because of the potential negative impact, especially in Europe, of the crisis in Ukraine. We have reduced the holdings in the automotive subsegment following the strong rally and fears of a fall in consumer confidence. We remain underweight in the US automotive industry, which is heavily dominated by Tesla. Our recommendation for the Consumer Discretionary sectors as a whole is to be slightly underweight.

In the meantime, we are maintaining our neutral stance on industrial companies. Demand for capital goods remains high, partly thanks to (green) investment programmes and digitalisation, but in the short term the conflict in Ukraine combined with high energy and input prices are weighing on the earnings outlook for the sector. We are also adopting a neutral stance towards the transportation subsector, although these companies stand to benefit from higher logistics demand and prices. The weighting of the Materials sector (mining and chemicals) was increased slightly in January. It appears that the Chinese government is looking to stimulate the economy in order to boost growth, which is a key driver of this sector. However, we are maintaining our cautiously neutral position on Materials, as high energy prices and logistical problems continue to weigh on the sector.

We also increased our positioning in the Energy sector in January. Higher energy prices could hold for a while, given the increasing demand and the scarcity of supply on both the oil and gas markets, plus the war in Ukraine.

Media companies are well positioned to benefit in difficult as well as recovering economic environments, including through increased advertising revenues. We did however reduce the overweighting of Internet stocks at the end of last year. We are maintaining a fairly neutral stance on traditional technology stocks, with a limited overweight position in semiconductors (chip manufacturers). Demand for these chips remains sky-high, while supply is unable to keep up. Prices therefore remain high, which benefits these companies. We have however reduced our position slightly in response to the lower growth outlook in the short term. Within the Technology sector, we raised software companies to a slightly overweight position. Their outlook has improved somewhat due to the potentially slower rise in interest rates due to the conflict in Ukraine.

As regards financial stocks, the outlook in the US and especially in Europe has deteriorated, in particular for banks, and to a lesser extent insurers. Due to developments in Ukraine, we have reduced the substantial overweighting of financial stocks, and the sector is now only slightly overweight in the US. The Fed, meanwhile, has raised interest rates in the US, which is good news for the sector. The ECB also indicated that it would tighten its policy a little, which led to a slight rise in interest rates in the euro area, too.

In the defensive sectors, we recently increased the weighting of Consumer Staples and Health Care, reflecting the high level of uncertainty. We remain underweight in Utilities and Real Estate. Companies, such as food and beverage producers, and household and personal products manufacturers reported poorer results in the fourth quarter due to logistical problems. We were significantly underweight in this sector, but because of the situation in Ukraine, we have decided to move to a slightly underweight position. Health Care is a defensive sector, which can post good corporate earnings and for which the risk of regulation has decreased. In the light of these defensive qualities, we have increased our position in pharmaceuticals to slightly overweight.

As regards investment themes, the focus is on water companies. Drinking water is in very short supply due to obsolete and inadequate water infrastructure, climate change and problems with water quality and waste-water processing. This offers opportunities for water companies to achieve robust turnover growth in the long term. In addition, our focus is also on companies that invest in alternative energy. The energy transition is being accelerated by the war in Ukraine and the need to reduce our dependence on Russian oil and gas. The new investments in the Green Deal and RePowerEU will give this theme the boost it needs.

#### **Bond markets**

The conflict between Russia and Ukraine is putting pressure on the economic environment. In addition to increased uncertainties, higher commodity prices in particular are weighing on consumers' purchasing power. The risk of a supply shock with even higher oil and gas prices has increased. Extremely high inflation, which has been above the target levels for many months now, is forcing central banks to adjust their monetary policy more quickly despite the somewhat less favourable economic growth outlook. Because of this, a gradual rise in bond yields in the coming months still seems the most likely scenario.

The Fed is growing increasingly concerned about this high inflation. In March, the bond purchase programme was halted and the Fed raised interest rates by 0.25%, the first increase since 2015 and the start what could be a cycle of sharp but incremental rate hikes this year and next. The Fed's assessment is that the economy is strong enough for the money tap to be gradually turned off.

The ECB continues to support the economy and financial markets by pursuing a very accommodative monetary policy, but in the euro area, too, inflation is far too high compared to the target level. The bond purchase programme is being tapered more quickly and could end as early as July, which would open the door to an initial rate hike by the end of this year. Though less rapid than in the US, the trend towards higher bond yields seems to have started in the euro area, too. Geopolitical uncertainties and the possibility of a recession due to a supply shock could again affect the economic landscape in the coming weeks.

We remain invested below the benchmark level both as regards the allocation in bonds and the average maturities. The intention here is to limit the interest rate risk (loss in value when interest rates are rising) so that it weighs less heavily on returns. We are adding a limited number of inflation-indexed bonds as a hedge against higher than expected inflation. Due to the relatively attractive yield and the ECB's support, corporate bonds occupy a prominent place in the portfolio.

Luxembourg, 12th April 2022

The Board of Directors of the SICAV

## KBC RENTA

### Combined statement of net assets (in EUR)

as at 31st March 2022

#### Assets

|                                      |                  |
|--------------------------------------|------------------|
| Securities portfolio at market value | 2,704,161,912.19 |
| Cash at banks                        | 61,977,569.88    |
| Other liquid assets                  | 2,500,179.10     |
| Receivable on sales of securities    | 26,862,103.79    |
| Receivable on issues of shares       | 633,175.57       |
| Receivable on futures contracts      | 44,792.66        |
| Income receivable on portfolio       | 14,522,963.99    |
| Unrealised gain on futures contracts | 116,105.00       |
|                                      | <hr/>            |
| Total assets                         | 2,810,818,802.18 |

#### Liabilities

|                                      |               |
|--------------------------------------|---------------|
| Bank overdrafts and borrowings       | 11,298,589.62 |
| Payable on purchases of securities   | 36,792,031.16 |
| Payable on redemptions of shares     | 2,955,718.34  |
| Unrealised loss on futures contracts | 567,064.58    |
| Expenses payable and other payables  | 1,212,134.29  |
|                                      | <hr/>         |
| Total liabilities                    | 52,825,537.99 |

|   |                              |
|---|------------------------------|
| Total net assets at the end of the period | <hr/> <hr/> 2,757,993,264.19 |
|---|------------------------------|

The accompanying notes are an integral part of these financial statements.

### Investment policy and outlook

from 1st October 2021 to 31st March 2022

---

The sub-fund invests primarily in EUR denominated government bonds and bonds issued by agencies, supranational institutions and regional governments.

In the reporting period, most government bond yield curves shifted upwards as the vaccination-led promise of an economic recovery boosted growth and inflation expectations everywhere. However, inflation fears started getting especially outspoken due to not abating supply chain bottlenecks, constructive growth and rising commodity prices. On top of this, the invasion of Ukraine by Russia added to the uncertainty both on global growth and inflation expectations.

In Europe, the ECB turned more hawkish as the Pandemic Emergency Purchase Programme ("PEPP") came to an end in March and the pace of the APP was also dialed down. The APP is expected to end later this year. The ECB has not raised the policy rates yet. Eurozone government bond yields moved higher, whereas intra-EMU spreads widened amid a more volatile and less "central bank-friendly" environment. German 10-year yield kicked off the period at -0.20% and returned well into positive territory and ended the period around 0.55%.

In the US, the Fed ended its asset purchase program in March and hiked rates (by 25 bps) for the first time since the outbreak of the pandemic. The Fed Funds Rate Target Range stood at 0.25-0.50% as of the end of the reporting period. Due to very high inflationary pressure, the Fed already signaled several further hikes for the rest of the year. US 10-year yield increased by around 85 bps and ended the reporting period around 2.35%. Due to hawkish monetary policy expectations, 2-year yield rose by more than 200 bps to similar levels seen in case of the 10-year yield. At the end of the reporting period, 2y-10y spreads mildly inverted.

In the reporting period, the sub-fund posted negative absolute returns due to significantly rising yields. However, since the modified duration was kept lower, the blow caused by the market environment could be softened. An out-of-benchmark position in EUR denominated inflation linked bonds helped to mitigate negative returns.

Looking forward, we expect upward pressure on yields as monetary policy turns more hawkish as inflation is running well above target rates in most parts of the world.



## KBC Renta Eurorenta

### Statement of net assets (in EUR)

as at 31st March 2022

#### Assets

|                                      |                  |
|--------------------------------------|------------------|
| Securities portfolio at market value | 2,009,368,680.08 |
| Cash at banks                        | 37,060,962.75    |
| Other liquid assets                  | 2,451,084.60     |
| Receivable on sales of securities    | 20,108,101.61    |
| Receivable on issues of shares       | 389,632.15       |
| Income receivable on portfolio       | 9,696,640.74     |
| Unrealised gain on futures contracts | 116,105.00       |
|                                      | <hr/>            |
| Total assets                         | 2,079,191,206.93 |

#### Liabilities

|                                      |               |
|--------------------------------------|---------------|
| Payable on purchases of securities   | 36,625,183.97 |
| Payable on redemptions of shares     | 241,176.23    |
| Unrealised loss on futures contracts | 546,000.00    |
| Expenses payable and other payables  | 743,258.60    |
|                                      | <hr/>         |
| Total liabilities                    | 38,155,618.80 |

Total net assets at the end of the period 

---

---

 2,041,035,588.13

|   |             |
|---|-------------|
| Number of Category A shares outstanding | 18,674.9645 |
| Net asset value per Category A share    | 605.77      |

|   |             |
|---|-------------|
| Number of Category B shares outstanding | 20,356.3847 |
| Net asset value per Category B share    | 2,945.06    |

|   |              |
|---|--------------|
| Number of 'Institutional B shares' sub-category outstanding | 655,883.8183 |
| Net asset value per 'Institutional B share' sub-category    | 3,003.23     |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Eurorenta

### Statistical information (in EUR)

as at 31st March 2022

|   |                  |
|---|------------------|
| <b>Total net assets</b>   |                  |
| - as at 31.03.2022  | 2,041,035,588.13 |
| - as at 30.09.2021  | 1,671,237,775.02 |
| - as at 30.09.2020  | 607,170,985.65   |
| <b>Number of Category A shares</b>                              |                  |
| - outstanding at the beginning of the period                    | 20,009.3532      |
| - issued  | 2.0000           |
| - redeemed  | -1,336.3975      |
| - reinvested  | 0.0088           |
| - outstanding at the end of the period                          | 18,674.9645      |
| <b>Net asset value per Category A share</b>                     |                  |
| - as at 31.03.2022  | 605.77           |
| - as at 30.09.2021  | 640.49           |
| - as at 30.09.2020  | 655.84           |
| <b>Dividends paid</b>   |                  |
| Ex-dividend date  | 01.10.2021       |
| Dividend per share  | 0.92             |
| Shares outstanding at ex-dividend date                          | 20,009.3532      |
| <b>Number of Category B shares</b>                              |                  |
| - outstanding at the beginning of the period                    | 21,370.2456      |
| - issued  | 106.0702         |
| - redeemed  | -1,119.9311      |
| - outstanding at the end of the period                          | 20,356.3847      |
| <b>Net asset value per Category B share</b>                     |                  |
| - as at 31.03.2022  | 2,945.06         |
| - as at 30.09.2021  | 3,109.36         |
| - as at 30.09.2020  | 3,170.51         |
| <b>Number of 'Institutional B shares' sub-category</b>          |                  |
| - outstanding at the beginning of the period                    | 503,532.7044     |
| - issued  | 535,351.1140     |
| - redeemed  | -383,000.0001    |
| - outstanding at the end of the period                          | 655,883.8183     |
| <b>Net asset value per 'Institutional B share' sub-category</b> |                  |
| - as at 31.03.2022  | 3,003.23         |
| - as at 30.09.2021  | 3,161.61         |
| - as at 30.09.2020  | 3,208.49         |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Eurorenta

### Statement of investments and other net assets (in EUR)

as at 31st March 2022

| Currency  | Number /<br>nominal value | Description  | Cost          | Market value  | % of<br>total net<br>assets |
|---|---------------------------|--|---------------|---------------|-----------------------------|
| <b>Investments in securities</b>  |                           |  |               |               |                             |
| <b>Transferable securities admitted to an official stock exchange listing or traded on another regulated market</b> |                           |  |               |               |                             |
| <b>Bonds</b>  |                           |  |               |               |                             |
| EUR   | 3,200,000                 | African Development Bank 22.03.27                            | 3,180,992.00  | 3,145,552.00  | 0.15                        |
| EUR   | 6,500,000                 | Agence Francaise de Developpement EPIC 0.50% 31.05.35        | 6,405,815.00  | 5,793,653.78  | 0.28                        |
| EUR   | 2,500,000                 | BNG Bank NV 0.25% 12.01.32                                   | 2,488,675.00  | 2,298,924.25  | 0.11                        |
| EUR   | 5,000,000                 | BNG Bank NV 1.25% 30.03.37                                   | 4,991,850.00  | 4,949,622.50  | 0.24                        |
| EUR   | 6,000,000                 | BPCE SFH SA 0.01% 08.11.26                                   | 6,033,300.00  | 5,745,534.00  | 0.28                        |
| EUR   | 10,000,000                | Bundesobligation 07.10.22                                    | 10,041,500.00 | 10,032,800.00 | 0.49                        |
| EUR   | 17,734,000                | Bundesobligation 05.04.24                                    | 17,941,841.70 | 17,762,019.72 | 0.87                        |
| EUR   | 21,354,000                | Bundesobligation 18.10.24                                    | 21,658,085.14 | 21,328,311.14 | 1.04                        |
| EUR   | 5,000,000                 | Bundesobligation 10.10.25                                    | 5,071,750.00  | 4,964,200.00  | 0.24                        |
| EUR   | 2,712,000                 | Bundesrepublik Deutschland Bundesanleihe 15.11.28            | 2,688,758.16  | 2,637,406.44  | 0.13                        |
| EUR   | 5,000,000                 | Bundesrepublik Deutschland Bundesanleihe 15.02.30            | 5,279,018.74  | 4,828,625.00  | 0.24                        |
| EUR   | 9,000,000                 | Bundesrepublik Deutschland Bundesanleihe 15.08.31            | 9,296,010.00  | 8,577,962.10  | 0.42                        |
| EUR   | 22,000,000                | Bundesrepublik Deutschland Bundesanleihe 15.05.35            | 21,644,871.19 | 20,291,352.40 | 0.99                        |
| EUR   | 45,000,000                | Bundesrepublik Deutschland Bundesanleihe 15.05.36            | 43,091,450.00 | 41,157,459.00 | 2.02                        |
| EUR   | 4,000,000                 | Bundesrepublik Deutschland Bundesanleihe 15.08.50            | 3,674,000.00  | 3,379,268.40  | 0.17                        |
| EUR   | 23,500,000                | Bundesrepublik Deutschland Bundesanleihe 15.08.50            | 22,356,883.09 | 19,685,999.35 | 0.96                        |
| EUR   | 15,000,000                | Bundesrepublik Deutschland Bundesanleihe 15.08.52            | 13,696,550.00 | 12,308,920.50 | 0.60                        |
| EUR   | 20,000,000                | Bundesrepublik Deutschland Bundesanleihe 0.25% 15.02.27      | 20,573,200.00 | 19,918,936.00 | 0.98                        |
| EUR   | 766,000                   | Bundesrepublik Deutschland Bundesanleihe 0.25% 15.02.29      | 772,595.26    | 756,942.05    | 0.04                        |
| EUR   | 30,000,000                | Bundesrepublik Deutschland Bundesanleihe 0.50% 15.02.25      | 30,657,300.00 | 30,346,500.00 | 1.49                        |
| EUR   | 24,000,000                | Bundesrepublik Deutschland Bundesanleihe 0.50% 15.02.26      | 24,952,833.26 | 24,228,480.00 | 1.19                        |
| EUR   | 23,397,000                | Bundesrepublik Deutschland Bundesanleihe 0.50% 15.08.27      | 24,785,524.62 | 23,533,755.47 | 1.15                        |
| EUR   | 12,000,000                | Bundesrepublik Deutschland Bundesanleihe 1.00% 15.08.25      | 12,528,681.82 | 12,328,320.00 | 0.60                        |
| EUR   | 9,876,000                 | Bundesrepublik Deutschland Bundesanleihe 1.50% 04.09.22      | 9,994,215.72  | 9,962,908.80  | 0.49                        |
| EUR   | 30,000,000                | Bundesrepublik Deutschland Bundesanleihe 1.50% 15.02.23      | 30,664,304.88 | 30,534,300.00 | 1.50                        |
| EUR   | 22,000,000                | Bundesrepublik Deutschland Bundesanleihe 1.50% 15.05.24      | 22,911,240.00 | 22,715,440.00 | 1.11                        |
| EUR   | 5,056,000                 | Bundesrepublik Deutschland Bundesanleihe 2.00% 15.08.23      | 5,351,119.32  | 5,222,190.72  | 0.26                        |
| EUR   | 3,000,000                 | Bundesrepublik Deutschland Bundesanleihe 4.75% 04.07.28      | 4,030,470.00  | 3,807,105.00  | 0.19                        |
| EUR   | 4,000,000                 | Bundesrepublik Deutschland Bundesanleihe 6.25% 04.01.30      | 6,622,920.00  | 5,785,500.00  | 0.28                        |
| EUR   | 4,000,000                 | Caisse d'Amortissement de la Dette Sociale 25.05.31          | 3,898,640.00  | 3,613,296.20  | 0.18                        |
| EUR   | 5,000,000                 | Caisse d'Amortissement de la Dette Sociale 0.45% 19.01.32    | 4,686,500.00  | 4,663,429.50  | 0.23                        |
| EUR   | 5,000,000                 | Caisse d'Amortissement de la Dette Sociale 4.13% 25.04.23    | 5,802,350.00  | 5,223,426.75  | 0.26                        |
| EUR   | 5,000,000                 | Council Of Europe Development Bank 20.01.31                  | 5,001,000.00  | 4,565,157.25  | 0.22                        |
| EUR   | 11,398,900                | Deutsche Bundesrepublik Inflation Linked Bond 0.10% 15.04.23 | 11,919,536.97 | 12,124,512.94 | 0.59                        |
| EUR   | 5,278,750                 | Deutsche Bundesrepublik Inflation Linked Bond 0.10% 15.04.33 | 6,394,753.14  | 6,601,922.53  | 0.32                        |
| EUR   | 6,000,000                 | DNB Boligkreditt AS 0.01% 21.01.31                           | 5,952,000.00  | 5,401,549.80  | 0.26                        |
| EUR   | 13,650,000                | European Investment Bank 15.11.27                            | 13,204,910.00 | 13,097,425.48 | 0.64                        |
| EUR   | 5,000,000                 | European Investment Bank 0.01% 15.11.35                      | 4,259,000.00  | 4,240,594.00  | 0.21                        |
| EUR   | 10,000,000                | European Union 02.06.28                                      | 9,727,050.00  | 9,502,550.00  | 0.47                        |
| EUR   | 1,750,000                 | European Union 04.07.31                                      | 1,734,967.50  | 1,589,192.15  | 0.08                        |
| EUR   | 2,500,000                 | European Union 0.10% 04.10.40                                | 2,484,750.00  | 2,015,757.00  | 0.10                        |
| EUR   | 5,000,000                 | European Union 1.13% 04.06.37                                | 4,931,700.00  | 4,922,950.00  | 0.24                        |
| EUR   | 1,500,000                 | Finland Government Bond 15.09.23                             | 1,529,130.00  | 1,505,745.00  | 0.07                        |
| EUR   | 2,000,000                 | Finland Government Bond 15.09.24                             | 2,052,655.15  | 1,993,980.00  | 0.10                        |
| EUR   | 500,000                   | Finland Government Bond 0.13% 15.04.52                       | 436,825.00    | 381,871.30    | 0.02                        |
| EUR   | 2,500,000                 | Finland Government Bond 0.25% 15.09.40                       | 2,383,290.00  | 2,150,749.25  | 0.11                        |
| EUR   | 4,500,000                 | Finland Government Bond 0.50% 15.09.29                       | 4,843,867.50  | 4,426,222.50  | 0.22                        |
| EUR   | 1,500,000                 | Finland Government Bond 0.75% 15.04.31                       | 1,633,850.00  | 1,492,657.50  | 0.07                        |
| EUR   | 6,000,000                 | Finland Government Bond 0.88% 15.09.25                       | 6,394,290.46  | 6,116,340.00  | 0.30                        |
| EUR   | 1,000,000                 | Finland Government Bond 1.13% 15.04.34                       | 1,117,040.00  | 1,016,151.60  | 0.05                        |
| EUR   | 1,500,000                 | Finland Government Bond 1.38% 15.04.47                       | 1,982,630.53  | 1,630,320.15  | 0.08                        |
| EUR   | 1,100,000                 | Finland Government Bond 1.50% 15.04.23                       | 1,140,112.71  | 1,122,132.00  | 0.05                        |
| EUR   | 1,000,000                 | Finland Government Bond 1.63% 15.09.22                       | 1,034,100.54  | 1,009,910.00  | 0.05                        |
| EUR   | 1,000,000                 | Finland Government Bond 2.00% 15.04.24                       | 1,096,330.00  | 1,040,500.00  | 0.05                        |
| EUR   | 2,000,000                 | Finland Government Bond 2.75% 04.07.28                       | 2,514,340.00  | 2,264,430.00  | 0.11                        |
| EUR   | 1,600,000                 | Finland Government Bond 4.00% 04.07.25                       | 1,931,728.00  | 1,796,944.00  | 0.09                        |
| EUR   | 16,933,000                | French Republic Government Bond OAT 25.03.24                 | 17,067,521.98 | 16,927,581.44 | 0.83                        |
| EUR   | 31,786,000                | French Republic Government Bond OAT 25.03.25                 | 32,259,808.18 | 31,510,097.52 | 1.54                        |
| EUR   | 10,000,000                | French Republic Government Bond OAT 25.02.27                 | 10,026,200.00 | 9,721,050.00  | 0.48                        |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Eurorenta

### Statement of investments and other net assets (in EUR) (continued)

as at 31st March 2022

| Currency                 | Number /<br>nominal value | Description  | Cost          | Market value  | % of<br>total net<br>assets |
|--------------------------|---------------------------|--|---------------|---------------|-----------------------------|
| <b>Bonds (continued)</b> |                           |  |               |               |                             |
| EUR                      | 40,000,000                | French Republic Government Bond OAT 25.11.29         | 40,522,933.33 | 37,736,800.00 | 1.85                        |
| EUR                      | 5,000,000                 | French Republic Government Bond OAT 25.11.30         | 4,970,100.00  | 4,648,050.00  | 0.23                        |
| EUR                      | 7,000,000                 | French Republic Government Bond OAT 25.11.31         | 6,983,480.00  | 6,402,842.60  | 0.31                        |
| EUR                      | 19,338,480                | French Republic Government Bond OAT 0.10% 01.03.25   | 20,788,865.74 | 21,135,218.18 | 1.04                        |
| EUR                      | 10,725,700                | French Republic Government Bond OAT 0.10% 01.03.28   | 11,900,301.77 | 12,143,977.54 | 0.59                        |
| EUR                      | 10,595,600                | French Republic Government Bond OAT 0.10% 01.03.29   | 11,909,983.86 | 12,282,675.93 | 0.60                        |
| EUR                      | 30,000,000                | French Republic Government Bond OAT 0.25% 25.11.26   | 30,190,306.07 | 29,618,700.00 | 1.45                        |
| EUR                      | 10,000,000                | French Republic Government Bond OAT 0.50% 25.05.25   | 10,262,000.00 | 10,053,200.00 | 0.49                        |
| EUR                      | 32,216,000                | French Republic Government Bond OAT 0.50% 25.05.26   | 33,373,694.89 | 32,257,236.48 | 1.58                        |
| EUR                      | 34,000,000                | French Republic Government Bond OAT 0.50% 25.05.29   | 34,247,608.33 | 33,479,290.00 | 1.64                        |
| EUR                      | 15,000,000                | French Republic Government Bond OAT 0.50% 25.05.72   | 11,011,560.00 | 9,587,406.00  | 0.47                        |
| EUR                      | 14,000,000                | French Republic Government Bond OAT 0.75% 25.05.28   | 14,812,382.09 | 14,092,960.00 | 0.69                        |
| EUR                      | 25,000,000                | French Republic Government Bond OAT 0.75% 25.05.52   | 23,537,022.22 | 21,028,610.00 | 1.03                        |
| EUR                      | 27,187,000                | French Republic Government Bond OAT 1.00% 25.11.25   | 28,783,299.00 | 27,778,589.12 | 1.36                        |
| EUR                      | 28,000,000                | French Republic Government Bond OAT 1.00% 25.05.27   | 29,279,012.34 | 28,595,000.00 | 1.40                        |
| EUR                      | 12,500,000                | French Republic Government Bond OAT 1.25% 25.05.34   | 13,111,405.00 | 12,751,342.50 | 0.62                        |
| EUR                      | 2,500,000                 | French Republic Government Bond OAT 1.50% 25.05.31   | 2,858,262.50  | 2,643,965.25  | 0.13                        |
| EUR                      | 10,737,000                | French Republic Government Bond OAT 1.75% 25.05.23   | 11,159,676.11 | 10,998,231.21 | 0.54                        |
| EUR                      | 6,966,000                 | French Republic Government Bond OAT 1.75% 25.11.24   | 7,553,893.79  | 7,249,098.24  | 0.35                        |
| EUR                      | 1,000,000                 | French Republic Government Bond OAT 1.75% 25.05.66   | 1,424,800.00  | 1,087,500.80  | 0.05                        |
| EUR                      | 9,429,440                 | French Republic Government Bond OAT 2.10% 25.07.23   | 10,221,175.97 | 10,300,403.43 | 0.50                        |
| EUR                      | 26,452,000                | French Republic Government Bond OAT 2.25% 25.10.22   | 26,976,278.64 | 26,869,941.60 | 1.32                        |
| EUR                      | 10,000,000                | French Republic Government Bond OAT 2.25% 25.05.24   | 11,050,700.00 | 10,463,800.00 | 0.51                        |
| EUR                      | 8,874,000                 | French Republic Government Bond OAT 3.00% 25.04.22   | 8,936,029.26  | 8,892,369.18  | 0.44                        |
| EUR                      | 5,000,000                 | French Republic Government Bond OAT 3.50% 25.04.26   | 6,067,450.00  | 5,620,550.00  | 0.28                        |
| EUR                      | 4,000,000                 | French Republic Government Bond OAT 4.00% 25.04.60   | 8,187,353.33  | 6,994,487.60  | 0.34                        |
| EUR                      | 3,550,000                 | French Republic Government Bond OAT 8.50% 25.04.23   | 4,082,109.50  | 3,886,682.00  | 0.19                        |
| EUR                      | 5,000,000                 | International Development Association 0.70% 17.01.42 | 4,957,500.00  | 4,433,242.00  | 0.22                        |
| EUR                      | 3,000,000                 | Ireland Government Bond 0.20% 18.10.30               | 3,138,000.00  | 2,836,275.00  | 0.14                        |
| EUR                      | 3,000,000                 | Ireland Government Bond 0.55% 22.04.41               | 2,970,330.00  | 2,626,950.00  | 0.13                        |
| EUR                      | 5,000,000                 | Ireland Government Bond 0.90% 15.05.28               | 5,429,120.00  | 5,059,175.00  | 0.25                        |
| EUR                      | 1,500,000                 | Ireland Government Bond 1.00% 15.05.26               | 1,615,069.41  | 1,534,087.50  | 0.07                        |
| EUR                      | 2,000,000                 | Ireland Government Bond 1.50% 15.05.50               | 2,654,480.00  | 2,033,360.00  | 0.10                        |
| EUR                      | 1,400,000                 | Ireland Government Bond 2.00% 18.02.45               | 1,847,009.43  | 1,585,150.00  | 0.08                        |
| EUR                      | 1,200,000                 | Ireland Government Bond 2.40% 15.05.30               | 1,453,476.55  | 1,351,590.00  | 0.07                        |
| EUR                      | 4,700,000                 | Ireland Government Bond 3.40% 18.03.24               | 5,318,663.25  | 5,014,278.66  | 0.25                        |
| EUR                      | 2,150,000                 | Ireland Government Bond 3.90% 20.03.23               | 2,369,214.50  | 2,237,494.25  | 0.11                        |
| EUR                      | 4,000,000                 | Ireland Government Bond 5.40% 13.03.25               | 5,059,884.94  | 4,595,900.00  | 0.22                        |
| EUR                      | 10,000,000                | Italy Buoni Poliennali Del Tesoro 15.12.24           | 9,809,500.00  | 9,789,443.00  | 0.48                        |
| EUR                      | 5,000,000                 | Italy Buoni Poliennali Del Tesoro 0.05% 15.01.23     | 5,023,800.00  | 5,015,075.00  | 0.25                        |
| EUR                      | 10,839,200                | Italy Buoni Poliennali Del Tesoro 0.10% 15.05.23     | 11,337,624.62 | 11,550,052.08 | 0.57                        |
| EUR                      | 10,000,000                | Italy Buoni Poliennali Del Tesoro 0.50% 01.02.26     | 10,022,100.00 | 9,805,054.00  | 0.48                        |
| EUR                      | 17,500,000                | Italy Buoni Poliennali Del Tesoro 0.50% 15.07.28     | 16,767,200.00 | 16,392,461.75 | 0.80                        |
| EUR                      | 27,500,000                | Italy Buoni Poliennali Del Tesoro 0.60% 01.08.31     | 25,975,450.00 | 24,322,012.00 | 1.19                        |
| EUR                      | 7,875,525                 | Italy Buoni Poliennali Del Tesoro 0.65% 15.05.26     | 8,456,131.93  | 8,683,009.67  | 0.43                        |
| EUR                      | 30,000,000                | Italy Buoni Poliennali Del Tesoro 0.95% 01.03.23     | 30,489,295.00 | 30,330,678.00 | 1.49                        |
| EUR                      | 1,000,000                 | Italy Buoni Poliennali Del Tesoro 0.95% 15.03.23     | 1,021,580.00  | 1,011,466.70  | 0.05                        |
| EUR                      | 15,000,000                | Italy Buoni Poliennali Del Tesoro 0.95% 01.08.30     | 14,697,150.00 | 13,971,204.00 | 0.68                        |
| EUR                      | 10,000,000                | Italy Buoni Poliennali Del Tesoro 0.95% 01.12.31     | 9,686,900.00  | 9,095,321.00  | 0.45                        |
| EUR                      | 2,748,525                 | Italy Buoni Poliennali Del Tesoro 1.30% 15.05.28     | 3,066,421.69  | 3,168,130.49  | 0.16                        |
| EUR                      | 20,500,000                | Italy Buoni Poliennali Del Tesoro 1.35% 01.04.30     | 20,913,028.12 | 19,851,330.80 | 0.97                        |
| EUR                      | 30,000,000                | Italy Buoni Poliennali Del Tesoro 1.50% 01.06.25     | 31,536,244.40 | 30,612,372.00 | 1.50                        |
| EUR                      | 43,000,000                | Italy Buoni Poliennali Del Tesoro 1.65% 01.03.32     | 45,496,420.00 | 41,848,726.60 | 2.05                        |
| EUR                      | 10,000,000                | Italy Buoni Poliennali Del Tesoro 1.75% 01.07.24     | 10,624,600.00 | 10,257,956.00 | 0.50                        |
| EUR                      | 25,000,000                | Italy Buoni Poliennali Del Tesoro 2.00% 01.02.28     | 27,305,000.00 | 25,774,940.00 | 1.26                        |
| EUR                      | 28,500,000                | Italy Buoni Poliennali Del Tesoro 2.05% 01.08.27     | 31,116,935.31 | 29,472,179.18 | 1.44                        |
| EUR                      | 12,000,000                | Italy Buoni Poliennali Del Tesoro 2.15% 01.03.72     | 10,686,220.00 | 10,234,080.00 | 0.50                        |
| EUR                      | 6,000,000                 | Italy Buoni Poliennali Del Tesoro 2.50% 01.12.24     | 6,605,820.00  | 6,287,020.80  | 0.31                        |
| EUR                      | 5,150,000                 | Italy Buoni Poliennali Del Tesoro 2.80% 01.12.28     | 6,028,257.50  | 5,558,198.27  | 0.27                        |
| EUR                      | 5,000,000                 | Italy Buoni Poliennali Del Tesoro 3.00% 01.08.29     | 5,531,750.00  | 5,462,997.50  | 0.27                        |
| EUR                      | 5,000,000                 | Italy Buoni Poliennali Del Tesoro 4.50% 01.05.23     | 5,409,400.00  | 5,253,476.75  | 0.26                        |
| EUR                      | 5,000,000                 | Italy Buoni Poliennali Del Tesoro 4.50% 01.03.24     | 5,780,850.00  | 5,399,229.00  | 0.26                        |
| EUR                      | 4,000,000                 | Italy Buoni Poliennali Del Tesoro 4.75% 01.08.23     | 4,937,231.57  | 4,257,751.60  | 0.21                        |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Eurorenta

### Statement of investments and other net assets (in EUR) (continued)

as at 31st March 2022

| Currency                 | Number /<br>nominal value | Description  | Cost          | Market value  | % of<br>total net<br>assets |
|--------------------------|---------------------------|--|---------------|---------------|-----------------------------|
| <b>Bonds (continued)</b> |                           |  |               |               |                             |
| EUR                      | 4,000,000                 | Italy Buoni Poliennali Del Tesoro 4.75% 01.08.23   | 4,494,894.85  | 4,257,751.60  | 0.21                        |
| EUR                      | 5,000,000                 | Italy Buoni Poliennali Del Tesoro 7.25% 01.11.26   | 7,015,411.66  | 6,360,786.00  | 0.31                        |
| EUR                      | 6,000,000                 | Italy Buoni Poliennali Del Tesoro 9.00% 01.11.23   | 7,589,607.27  | 6,837,341.40  | 0.33                        |
| EUR                      | 1,999,000                 | Kingdom of Belgium Government Bond 22.10.27        | 1,962,288.37  | 1,936,501.27  | 0.09                        |
| EUR                      | 1,045,000                 | Kingdom of Belgium Government Bond 22.10.31        | 977,759.48    | 955,281.53    | 0.05                        |
| EUR                      | 5,000,000                 | Kingdom of Belgium Government Bond 0.20% 22.10.23  | 5,093,650.00  | 5,029,650.00  | 0.25                        |
| EUR                      | 3,500,000                 | Kingdom of Belgium Government Bond 0.40% 22.06.40  | 3,174,628.97  | 2,968,947.45  | 0.15                        |
| EUR                      | 1,738,000                 | Kingdom of Belgium Government Bond 0.50% 22.10.24  | 1,768,866.88  | 1,755,779.74  | 0.09                        |
| EUR                      | 10,000,000                | Kingdom of Belgium Government Bond 0.65% 22.06.71  | 7,933,980.00  | 6,703,639.00  | 0.33                        |
| EUR                      | 14,651,000                | Kingdom of Belgium Government Bond 0.80% 22.06.25  | 15,437,349.79 | 14,888,492.71 | 0.73                        |
| EUR                      | 28,026,000                | Kingdom of Belgium Government Bond 0.80% 22.06.27  | 29,929,252.23 | 28,393,560.99 | 1.39                        |
| EUR                      | 4,607,000                 | Kingdom of Belgium Government Bond 0.80% 22.06.28  | 4,831,365.65  | 4,660,556.38  | 0.23                        |
| EUR                      | 1,045,000                 | Kingdom of Belgium Government Bond 0.90% 22.06.29  | 1,078,643.78  | 1,058,799.23  | 0.05                        |
| EUR                      | 11,830,000                | Kingdom of Belgium Government Bond 1.00% 22.06.26  | 12,516,816.79 | 12,097,594.60 | 0.59                        |
| EUR                      | 2,000,000                 | Kingdom of Belgium Government Bond 1.00% 22.06.31  | 2,191,080.00  | 2,022,570.00  | 0.10                        |
| EUR                      | 3,000,000                 | Kingdom of Belgium Government Bond 1.70% 22.06.50  | 3,879,550.00  | 3,152,244.60  | 0.15                        |
| EUR                      | 6,250,000                 | Kingdom of Belgium Government Bond 4.25% 28.09.22  | 6,696,530.40  | 6,400,062.50  | 0.31                        |
| EUR                      | 1,999,000                 | Kingdom of Belgium Government Bond 4.50% 28.03.26  | 2,364,457.18  | 2,325,276.78  | 0.11                        |
| EUR                      | 6,000,000                 | Kingdom of Belgium Government Bond 5.00% 28.03.35  | 8,731,560.00  | 8,793,061.20  | 0.43                        |
| EUR                      | 2,520,000                 | Kingdom of Belgium Government Bond 5.50% 28.03.28  | 3,324,220.20  | 3,261,321.00  | 0.16                        |
| EUR                      | 2,050,000                 | Kommuninvest I Sverige AB 0.88% 01.09.29           | 2,042,107.50  | 2,020,714.11  | 0.10                        |
| EUR                      | 3,000,000                 | Kreditanstalt fuer Wiederaufbau 15.09.28           | 3,062,910.00  | 2,849,521.20  | 0.14                        |
| EUR                      | 4,500,000                 | Kreditanstalt fuer Wiederaufbau 09.11.28           | 4,453,155.00  | 4,260,483.90  | 0.21                        |
| EUR                      | 5,000,000                 | Kreditanstalt fuer Wiederaufbau 10.01.31           | 5,062,250.00  | 4,586,375.75  | 0.22                        |
| EUR                      | 2,500,000                 | Nederlandse Waterschapsbank NV 0.25% 19.01.32      | 2,308,650.00  | 2,292,582.13  | 0.11                        |
| EUR                      | 10,000,000                | Netherlands Government Bond 15.01.24               | 10,225,800.00 | 10,011,100.00 | 0.49                        |
| EUR                      | 5,482,000                 | Netherlands Government Bond 15.01.27               | 5,435,293.36  | 5,362,602.04  | 0.26                        |
| EUR                      | 2,000,000                 | Netherlands Government Bond 15.07.30               | 2,060,170.91  | 1,897,030.00  | 0.09                        |
| EUR                      | 13,500,000                | Netherlands Government Bond 15.01.52               | 12,348,210.00 | 10,618,744.95 | 0.52                        |
| EUR                      | 5,477,000                 | Netherlands Government Bond 0.25% 15.07.25         | 5,653,987.78  | 5,475,302.13  | 0.27                        |
| EUR                      | 2,900,000                 | Netherlands Government Bond 0.25% 15.07.29         | 3,029,773.36  | 2,830,095.50  | 0.14                        |
| EUR                      | 20,005,000                | Netherlands Government Bond 0.50% 15.07.26         | 20,898,888.70 | 20,117,228.05 | 0.99                        |
| EUR                      | 5,173,000                 | Netherlands Government Bond 0.75% 15.07.27         | 5,507,670.78  | 5,249,482.81  | 0.26                        |
| EUR                      | 12,781,000                | Netherlands Government Bond 0.75% 15.07.28         | 13,732,794.52 | 12,959,614.48 | 0.63                        |
| EUR                      | 5,000,000                 | Netherlands Government Bond 2.00% 15.07.24         | 5,487,070.00  | 5,224,100.00  | 0.26                        |
| EUR                      | 10,000,000                | Netherlands Government Bond 2.25% 15.07.22         | 10,241,900.00 | 10,081,600.00 | 0.49                        |
| EUR                      | 452,000                   | Netherlands Government Bond 2.50% 15.01.33         | 548,004.80    | 531,897.78    | 0.03                        |
| EUR                      | 3,500,000                 | Netherlands Government Bond 2.75% 15.01.47         | 6,162,762.67  | 5,045,133.45  | 0.25                        |
| EUR                      | 6,000,000                 | Netherlands Government Bond 4.00% 15.01.37         | 9,364,080.00  | 8,625,933.00  | 0.42                        |
| EUR                      | 7,694,000                 | Netherlands Government Bond 5.50% 15.01.28         | 10,380,142.42 | 9,893,214.49  | 0.48                        |
| EUR                      | 2,600,000                 | Nordic Investment Bank 0.25% 09.03.29              | 2,589,756.00  | 2,411,775.00  | 0.12                        |
| EUR                      | 2,000,000                 | Portugal Obrigacoes do Tesouro OT 1.00% 12.04.52   | 1,837,680.00  | 1,553,020.00  | 0.08                        |
| EUR                      | 4,000,000                 | Portugal Obrigacoes do Tesouro OT 1.95% 15.06.29   | 4,676,238.89  | 4,236,931.20  | 0.21                        |
| EUR                      | 7,650,000                 | Portugal Obrigacoes do Tesouro OT 2.88% 15.10.25   | 8,882,399.60  | 8,297,960.36  | 0.41                        |
| EUR                      | 5,000,000                 | Portugal Obrigacoes do Tesouro OT 2.88% 21.07.26   | 5,871,200.00  | 5,475,509.00  | 0.27                        |
| EUR                      | 2,000,000                 | Portugal Obrigacoes do Tesouro OT 3.88% 15.02.30   | 2,649,400.00  | 2,418,281.40  | 0.12                        |
| EUR                      | 1,200,000                 | Portugal Obrigacoes do Tesouro OT 4.10% 15.02.45   | 1,966,170.08  | 1,731,804.00  | 0.08                        |
| EUR                      | 5,000,000                 | Portugal Obrigacoes do Tesouro OT 5.65% 15.02.24   | 5,840,013.85  | 5,517,575.50  | 0.27                        |
| EUR                      | 10,000,000                | Republic of Austria Government Bond 20.09.22       | 10,063,900.00 | 10,026,500.00 | 0.49                        |
| EUR                      | 3,000,000                 | Republic of Austria Government Bond 15.07.23       | 3,045,516.92  | 3,012,000.00  | 0.15                        |
| EUR                      | 12,000,000                | Republic of Austria Government Bond 15.07.24       | 12,276,940.00 | 11,989,200.00 | 0.59                        |
| EUR                      | 1,390,000                 | Republic of Austria Government Bond 20.04.25       | 1,389,708.10  | 1,378,782.70  | 0.07                        |
| EUR                      | 2,000,000                 | Republic of Austria Government Bond 20.02.30       | 2,045,313.33  | 1,876,700.00  | 0.09                        |
| EUR                      | 2,856,000                 | Republic of Austria Government Bond 20.02.31       | 2,705,603.04  | 2,640,886.08  | 0.13                        |
| EUR                      | 8,912,000                 | Republic of Austria Government Bond 0.50% 20.04.27 | 9,338,750.78  | 8,902,597.84  | 0.44                        |
| EUR                      | 18,811,000                | Republic of Austria Government Bond 0.50% 20.02.29 | 19,841,206.65 | 18,543,977.86 | 0.91                        |
| EUR                      | 6,000,000                 | Republic of Austria Government Bond 0.70% 20.04.71 | 5,170,840.00  | 4,538,298.60  | 0.22                        |
| EUR                      | 1,738,000                 | Republic of Austria Government Bond 0.75% 20.10.26 | 1,783,535.60  | 1,759,134.08  | 0.09                        |
| EUR                      | 11,086,000                | Republic of Austria Government Bond 0.75% 20.02.28 | 11,761,319.58 | 11,186,938.03 | 0.55                        |
| EUR                      | 9,000,000                 | Republic of Austria Government Bond 0.85% 30.06.20 | 6,696,250.00  | 5,912,370.00  | 0.29                        |
| EUR                      | 10,738,000                | Republic of Austria Government Bond 1.20% 20.10.25 | 11,506,667.80 | 11,083,664.81 | 0.54                        |
| EUR                      | 1,564,000                 | Republic of Austria Government Bond 1.65% 21.10.24 | 1,640,417.04  | 1,628,045.80  | 0.08                        |
| EUR                      | 5,700,000                 | Republic of Austria Government Bond 2.10% 20.09.17 | 9,946,363.02  | 6,985,578.00  | 0.34                        |
| EUR                      | 15,350,000                | Republic of Austria Government Bond 3.40% 22.11.22 | 15,833,833.00 | 15,736,820.00 | 0.77                        |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Eurorenta

### Statement of investments and other net assets (in EUR) (continued)

as at 31st March 2022

| Currency                        | Number /<br>nominal value | Description   | Cost             | Market value     | % of<br>total net<br>assets |
|---------------------------------|---------------------------|---|------------------|------------------|-----------------------------|
| <b>Bonds (continued)</b>        |                           |   |                  |                  |                             |
| EUR                             | 1,738,000                 | Republic of Austria Government Bond 4.85% 15.03.26    | 2,081,258.65     | 2,049,553.88     | 0.10                        |
| EUR                             | 1,738,000                 | Republic of Austria Government Bond 6.25% 15.07.27    | 2,308,863.48     | 2,270,062.63     | 0.11                        |
| EUR                             | 5,000,000                 | Slovakia Government Bond 0.38% 21.04.36               | 4,195,500.00     | 4,154,625.00     | 0.20                        |
| EUR                             | 4,000,000                 | Slovenia Government Bond 1.18% 13.02.62               | 3,989,800.00     | 3,376,290.00     | 0.17                        |
| EUR                             | 17,000,000                | Spain Government Bond 30.04.23                        | 17,107,913.70    | 17,072,778.70    | 0.84                        |
| EUR                             | 2,000,000                 | Spain Government Bond 31.05.24                        | 2,003,669.20     | 1,991,151.60     | 0.10                        |
| EUR                             | 30,000,000                | Spain Government Bond 31.01.25                        | 30,227,907.74    | 29,679,948.00    | 1.45                        |
| EUR                             | 5,000,000                 | Spain Government Bond 31.01.28                        | 4,810,300.00     | 4,732,996.50     | 0.23                        |
| EUR                             | 10,000,000                | Spain Government Bond 0.25% 30.07.24                  | 10,245,113.40    | 10,006,045.00    | 0.49                        |
| EUR                             | 12,000,000                | Spain Government Bond 0.60% 31.10.29                  | 12,058,411.76    | 11,579,536.80    | 0.57                        |
| EUR                             | 2,000,000                 | Spain Government Bond 1.25% 31.10.30                  | 2,167,890.59     | 2,006,266.40     | 0.10                        |
| EUR                             | 21,000,000                | Spain Government Bond 1.30% 31.10.26                  | 22,838,034.80    | 21,538,784.40    | 1.06                        |
| EUR                             | 15,000,000                | Spain Government Bond 1.45% 31.10.27                  | 16,503,370.78    | 15,443,274.00    | 0.76                        |
| EUR                             | 9,000,000                 | Spain Government Bond 1.45% 30.04.29                  | 10,013,981.23    | 9,248,225.40     | 0.45                        |
| EUR                             | 16,000,000                | Spain Government Bond 1.45% 31.10.71                  | 14,093,250.00    | 11,726,400.00    | 0.57                        |
| EUR                             | 17,000,000                | Spain Government Bond 1.60% 30.04.25                  | 18,483,825.60    | 17,617,312.50    | 0.86                        |
| EUR                             | 2,000,000                 | Spain Government Bond 1.90% 31.10.52                  | 1,990,240.00     | 1,914,673.20     | 0.09                        |
| EUR                             | 3,000,000                 | Spain Government Bond 1.95% 30.07.30                  | 3,549,000.00     | 3,181,523.10     | 0.16                        |
| EUR                             | 10,000,000                | Spain Government Bond 2.15% 31.10.25                  | 11,077,500.00    | 10,544,077.00    | 0.52                        |
| EUR                             | 4,500,000                 | Spain Government Bond 2.35% 30.07.33                  | 5,464,153.86     | 4,920,750.00     | 0.24                        |
| EUR                             | 2,000,000                 | Spain Government Bond 3.45% 30.07.66                  | 3,065,800.00     | 2,612,920.00     | 0.13                        |
| EUR                             | 7,000,000                 | Spain Government Bond 3.80% 30.04.24                  | 7,981,650.00     | 7,521,901.10     | 0.37                        |
| EUR                             | 1,000,000                 | Spain Government Bond 4.20% 31.01.37                  | 1,385,410.00     | 1,347,580.00     | 0.07                        |
| EUR                             | 7,000,000                 | Spain Government Bond 4.40% 31.10.23                  | 7,913,491.47     | 7,486,724.70     | 0.37                        |
| EUR                             | 6,000,000                 | Spain Government Bond 4.80% 31.01.24                  | 7,341,681.15     | 6,514,629.60     | 0.32                        |
| EUR                             | 7,500,000                 | Spain Government Bond 5.15% 31.10.28                  | 9,630,550.00     | 9,476,404.50     | 0.46                        |
| EUR                             | 15,800,000                | Spain Government Bond 5.40% 31.01.23                  | 17,163,560.43    | 16,559,032.00    | 0.81                        |
| EUR                             | 1,500,000                 | Spain Government Bond 5.75% 30.07.32                  | 2,192,983.80     | 2,137,503.75     | 0.10                        |
| EUR                             | 5,405,500                 | Spain Government Inflation Linked Bond 0.15% 30.11.23 | 5,755,266.84     | 5,857,359.26     | 0.29                        |
| EUR                             | 5,405,500                 | Spain Government Inflation Linked Bond 0.70% 30.11.33 | 6,178,444.86     | 6,464,715.83     | 0.32                        |
| EUR                             | 5,496,700                 | Spain Government Inflation Linked Bond 1.00% 30.11.30 | 6,405,684.50     | 6,646,587.10     | 0.33                        |
| EUR                             | 5,000,000                 | SR-Boligkreditt AS 02.09.28                           | 4,989,400.00     | 4,661,929.00     | 0.23                        |
| EUR                             | 5,000,000                 | State of Brandenburg 0.50% 21.11.39                   | 4,986,750.00     | 4,366,204.25     | 0.21                        |
| EUR                             | 5,000,000                 | State of Bremen 0.45% 15.03.29                        | 4,993,150.00     | 4,840,205.00     | 0.24                        |
| EUR                             | 4,000,000                 | State of Hesse 0.88% 10.12.24                         | 4,248,840.00     | 4,033,362.60     | 0.20                        |
| EUR                             | 4,500,000                 | UNEDIC ASSEO 0.01% 25.05.31                           | 4,458,330.00     | 4,063,992.53     | 0.20                        |
| Total investments in securities |                           |   | 2,104,423,510.94 | 2,009,368,680.08 | 98.45                       |
| Cash at banks                   |                           |   |                  | 37,060,962.75    | 1.82                        |
| Other net assets/(liabilities)  |                           |   |                  | -5,394,054.70    | -0.27                       |
| Total                           |                           |   |                  | 2,041,035,588.13 | 100.00                      |

The accompanying notes are an integral part of these financial statements.

## **KBC Renta Dollarenta**

### **Investment policy and outlook**

from 1st October 2021 to 31st March 2022

---

Over the period under review, the sub-fund posted a negative return, as US Treasury yields rose substantially. During the last three months of 2021, yields moved mostly sideways, as inflationary pressures were still believed to be transitory.

However, in Q1 2022 US Treasury yields spiked, causing bond valuation losses by a degree not seen in many years, with the exception of a brief period during the most turbulent part of the Q1 2020 'Covid crash'.

The Q1 2022 yield rise acceleration was caused by a hawkish turn in the Fed policy and communication, after recognition that the temporary inflation narrative proved to be wrong.

Looking forward, the outlook for a further rise in US Treasury yields has become a consensus view, although the degree and timing is highly uncertain, which is likely to cause continued volatility. Not only is there uncertainty about how long inflationary pressures will persist, but also – related to that – is the length and intensity of the Russian-Ukraine conflict a big question mark in terms of economic impact.

The sub-fund is nearly fully invested in the US Treasury bonds, but takes also small positions in USD denominated agency bonds for yield enhancement. The exposure to US corporate bonds is zero.

Note: The information in this report represents historical data and is not an indication of future results.

## KBC Renta Dollarenta

### Statement of net assets (in USD)

as at 31st March 2022

#### Assets

|                                      |                |
|--------------------------------------|----------------|
| Securities portfolio at market value | 163,523,613.32 |
| Cash at banks                        | 1,031,255.92   |
| Other liquid assets                  | 54,625.00      |
| Receivable on sales of securities    | 6,423,444.24   |
| Receivable on futures contracts      | 49,838.55      |
| Income receivable on portfolio       | 865,531.75     |
|                                      | <hr/>          |
| Total assets                         | 171,948,308.78 |

#### Liabilities

|                                      |              |
|--------------------------------------|--------------|
| Payable on redemptions of shares     | 2,943,429.51 |
| Unrealised loss on futures contracts | 23,437.50    |
| Expenses payable and other payables  | 271,826.95   |
|                                      | <hr/>        |
| Total liabilities                    | 3,238,693.96 |

Total net assets at the end of the period 

---

---

 168,709,614.82

Number of Category A shares outstanding 36,246.7048  
Net asset value per Category A share 470.57

Number of Category B shares outstanding 114,982.0411  
Net asset value per Category B share 1,164.30

Number of 'Institutional B shares' sub-category outstanding 3,249.6606  
Net asset value per 'Institutional B share' sub-category 1,186.63

Number of 'Institutional F shares' sub-category outstanding 13,312.2934  
Net asset value per 'Institutional F share' sub-category 1,045.93

The accompanying notes are an integral part of these financial statements.



## KBC Renta Dollarenta

### Statistical information (in USD)

as at 31st March 2022

|   |                |
|---|----------------|
| <b>Total net assets</b>   |                |
| - as at 31.03.2022  | 168,709,614.82 |
| - as at 30.09.2021  | 198,504,971.89 |
| - as at 30.09.2020  | 153,282,679.44 |
| <b>Number of Category A shares</b>                              |                |
| - outstanding at the beginning of the period                    | 39,865.8663    |
| - issued  | 211.0000       |
| - redeemed  | -3,830.5142    |
| - reinvested  | 0.3527         |
| - outstanding at the end of the period                          | 36,246.7048    |
| <b>Net asset value per Category A share</b>                     |                |
| - as at 31.03.2022  | 470.57         |
| - as at 30.09.2021  | 505.75         |
| - as at 30.09.2020  | 535.19         |
| <b>Dividends paid</b>   |                |
| Ex-dividend date  | 01.10.2021     |
| Dividend per share  | 6.79           |
| Shares outstanding at ex-dividend date                          | 39,865.8663    |
| <b>Number of Category B shares</b>                              |                |
| - outstanding at the beginning of the period                    | 127,957.2725   |
| - issued  | 29,916.4929    |
| - redeemed  | -42,891.7243   |
| - outstanding at the end of the period                          | 114,982.0411   |
| <b>Net asset value per Category B share</b>                     |                |
| - as at 31.03.2022  | 1,164.30       |
| - as at 30.09.2021  | 1,234.64       |
| - as at 30.09.2020  | 1,288.52       |
| <b>Number of 'Institutional B shares' sub-category</b>          |                |
| - outstanding at the beginning of the period                    | 3,123.0000     |
| - issued  | 2,468.6608     |
| - redeemed  | -2,342.0002    |
| - outstanding at the end of the period                          | 3,249.6606     |
| <b>Net asset value per 'Institutional B share' sub-category</b> |                |
| - as at 31.03.2022  | 1,186.63       |
| - as at 30.09.2021  | 1,254.57       |
| - as at 30.09.2020  | 1,303.52       |
| <b>Number of 'Institutional F shares' sub-category</b>          |                |
| - outstanding at the beginning of the period                    | 14,840.2934    |
| - issued  | -              |
| - redeemed  | -1,528.0000    |
| - outstanding at the end of the period                          | 13,312.2934    |
| <b>Net asset value per 'Institutional F share' sub-category</b> |                |
| - as at 31.03.2022  | 1,045.93       |
| - as at 30.09.2021  | 1,108.01       |
| - as at 30.09.2020  | 1,155.85       |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Dollarenta

### Statement of investments and other net assets (in USD)

as at 31st March 2022

| Currency  | Number /<br>nominal value | Description                     | Cost         | Market value | % of<br>total net<br>assets |
|---|---------------------------|---------------------------------|--------------|--------------|-----------------------------|
| <b>Investments in securities</b>  |                           |                                 |              |              |                             |
| <b>Transferable securities admitted to an official stock exchange listing or traded on another regulated market</b> |                           |                                 |              |              |                             |
| <b>Bonds</b>  |                           |                                 |              |              |                             |
| USD   | 5,000,000                 | IBRD 0.63% 22.04.25             | 4,868,715.00 | 4,707,245.75 | 2.79                        |
| USD   | 3,750,000                 | US Treasury Bond 1.88% 15.11.51 | 3,649,251.04 | 3,286,182.94 | 1.95                        |
| USD   | 5,600,000                 | US Treasury Bond 2.00% 15.08.51 | 5,669,612.25 | 5,050,060.68 | 2.99                        |
| USD   | 2,000,000                 | US Treasury Bond 2.25% 15.08.46 | 1,814,540.55 | 1,874,248.50 | 1.11                        |
| USD   | 2,500,000                 | US Treasury Bond 2.25% 15.02.52 | 2,503,808.59 | 2,394,531.25 | 1.42                        |
| USD   | 4,250,000                 | US Treasury Bond 2.38% 15.05.51 | 4,763,984.61 | 4,166,353.84 | 2.47                        |
| USD   | 2,500,000                 | US Treasury Bond 3.00% 15.05.45 | 3,340,300.97 | 2,661,264.13 | 1.58                        |
| USD   | 2,000,000                 | US Treasury Bond 3.13% 15.11.41 | 2,354,172.01 | 2,160,072.70 | 1.28                        |
| USD   | 8,000,000                 | US Treasury Bond 3.13% 15.02.42 | 9,079,062.50 | 8,651,474.40 | 5.13                        |
| USD   | 2,000,000                 | US Treasury Bond 3.13% 15.02.43 | 2,471,328.12 | 2,155,788.60 | 1.28                        |
| USD   | 1,800,000                 | US Treasury Bond 3.63% 15.02.44 | 2,070,949.60 | 2,096,079.57 | 1.24                        |
| USD   | 1,900,000                 | US Treasury Bond 4.25% 15.11.40 | 2,485,882.81 | 2,376,324.11 | 1.41                        |
| USD   | 2,000,000                 | US Treasury Bond 5.25% 15.11.28 | 2,500,468.75 | 2,344,172.80 | 1.39                        |
| USD   | 3,000,000                 | US Treasury Bond 6.00% 15.02.26 | 3,761,496.38 | 3,387,002.40 | 2.01                        |
| USD   | 2,500,000                 | US Treasury Bond 6.25% 15.05.30 | 3,692,570.61 | 3,214,825.75 | 1.91                        |
| USD   | 2,100,000                 | US Treasury Bond 6.75% 15.08.26 | 2,844,738.73 | 2,467,943.94 | 1.46                        |
| USD   | 55,000                    | US Treasury Note 0.13% 30.06.22 | 55,030.08    | 54,950.87    | 0.03                        |
| USD   | 4,000,000                 | US Treasury Note 0.13% 15.01.24 | 3,945,625.00 | 3,848,418.20 | 2.28                        |
| USD   | 1,000,000                 | US Treasury Note 0.25% 31.05.25 | 992,219.75   | 930,390.85   | 0.55                        |
| USD   | 5,000,000                 | US Treasury Note 0.38% 31.12.25 | 4,829,492.19 | 4,615,276.75 | 2.74                        |
| USD   | 7,070,000                 | US Treasury Note 0.50% 15.03.23 | 7,067,191.10 | 6,994,328.73 | 4.15                        |
| USD   | 4,000,000                 | US Treasury Note 0.50% 30.04.27 | 3,897,333.99 | 3,625,581.00 | 2.15                        |
| USD   | 2,750,000                 | US Treasury Note 0.50% 31.10.27 | 2,725,400.39 | 2,466,866.33 | 1.46                        |
| USD   | 4,000,000                 | US Treasury Note 0.63% 31.12.27 | 3,863,593.75 | 3,603,212.60 | 2.14                        |
| USD   | 1,500,000                 | US Treasury Note 1.13% 31.10.26 | 1,492,031.25 | 1,410,121.73 | 0.84                        |
| USD   | 94,000                    | US Treasury Note 1.25% 31.07.23 | 96,195.78    | 93,035.48    | 0.05                        |
| USD   | 5,000,000                 | US Treasury Note 1.25% 15.08.31 | 4,808,613.75 | 4,541,337.00 | 2.69                        |
| USD   | 60,000                    | US Treasury Note 1.38% 15.02.23 | 61,271.49    | 59,891.71    | 0.04                        |
| USD   | 4,500,000                 | US Treasury Note 1.38% 30.09.23 | 4,397,532.55 | 4,450,329.00 | 2.64                        |
| USD   | 72,000                    | US Treasury Note 1.50% 15.01.23 | 73,596.10    | 72,001.17    | 0.04                        |
| USD   | 2,000,000                 | US Treasury Note 1.50% 30.11.24 | 2,058,185.27 | 1,947,253.90 | 1.15                        |
| USD   | 3,900,000                 | US Treasury Note 1.50% 15.08.26 | 3,622,291.30 | 3,736,413.33 | 2.21                        |
| USD   | 60,000                    | US Treasury Note 1.63% 15.11.22 | 61,308.98    | 60,138.28    | 0.04                        |
| USD   | 74,000                    | US Treasury Note 1.63% 15.12.22 | 75,708.36    | 74,144.53    | 0.04                        |
| USD   | 38,000                    | US Treasury Note 1.63% 31.10.23 | 39,297.34    | 37,681.55    | 0.02                        |
| USD   | 5,300,000                 | US Treasury Note 1.63% 15.05.26 | 5,389,437.71 | 5,112,734.57 | 3.03                        |
| USD   | 3,500,000                 | US Treasury Note 1.75% 15.11.29 | 3,672,776.71 | 3,346,847.00 | 1.98                        |
| USD   | 50,000                    | US Treasury Note 1.88% 31.07.22 | 51,029.30    | 50,188.84    | 0.03                        |
| USD   | 100,000                   | US Treasury Note 1.88% 31.08.22 | 102,191.41   | 100,404.89   | 0.06                        |
| USD   | 60,000                    | US Treasury Note 1.88% 31.10.22 | 61,485.94    | 60,239.39    | 0.04                        |
| USD   | 1,000,000                 | US Treasury Note 1.88% 15.02.32 | 1,001,210.94 | 959,670.50   | 0.57                        |
| USD   | 8,539,000                 | US Treasury Note 2.00% 30.04.24 | 8,955,251.60 | 8,472,258.32 | 5.02                        |
| USD   | 3,000,000                 | US Treasury Note 2.00% 15.08.25 | 3,173,437.50 | 2,945,587.65 | 1.75                        |
| USD   | 100,000                   | US Treasury Note 2.13% 29.02.24 | 105,089.85   | 99,623.56    | 0.06                        |
| USD   | 50,000                    | US Treasury Note 2.13% 31.03.24 | 52,603.52    | 49,777.86    | 0.03                        |
| USD   | 3,050,000                 | US Treasury Note 2.25% 31.12.23 | 3,242,976.57 | 3,049,226.22 | 1.81                        |
| USD   | 2,900,000                 | US Treasury Note 2.25% 15.11.25 | 3,100,699.30 | 2,870,158.71 | 1.70                        |
| USD   | 6,000,000                 | US Treasury Note 2.25% 15.08.27 | 6,282,890.62 | 5,935,374.00 | 3.52                        |
| USD   | 5,000,000                 | US Treasury Note 2.38% 15.08.24 | 5,295,312.50 | 4,988,777.50 | 2.96                        |
| USD   | 6,500,000                 | US Treasury Note 2.50% 31.01.25 | 6,941,289.06 | 6,495,274.50 | 3.85                        |
| USD   | 3,000,000                 | US Treasury Note 2.50% 28.02.26 | 3,323,437.50 | 2,995,159.65 | 1.77                        |
| USD   | 76,000                    | US Treasury Note 2.75% 31.05.23 | 79,911.32    | 76,760.00    | 0.04                        |
| USD   | 45,000                    | US Treasury Note 2.75% 31.08.23 | 47,578.71    | 45,415.44    | 0.03                        |
| USD   | 6,000,000                 | US Treasury Note 2.75% 15.02.24 | 6,120,694.30 | 6,046,434.60 | 3.58                        |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Dollarenta

### Statement of investments and other net assets (in USD) (continued)

as at 31st March 2022

| Currency                        | Number /<br>nominal value | Description                     | Cost                | Market value          | % of<br>total net<br>assets |
|---------------------------------|---------------------------|---------------------------------|---------------------|-----------------------|-----------------------------|
| <b>Bonds (continued)</b>        |                           |                                 |                     |                       |                             |
| USD                             | 9,000,000                 | US Treasury Note 2.88% 31.10.23 | 9,652,589.85        | 9,095,726.25          | 5.39                        |
| USD                             | 5,000,000                 | US Treasury Note 2.88% 15.05.28 | <u>5,492,072.58</u> | <u>5,113,029.50</u>   | <u>3.03</u>                 |
| Total investments in securities |                           |                                 | 174,176,767.73      | 163,523,613.32        | 96.93                       |
| Cash at banks                   |                           |                                 |                     | 1,031,255.92          | 0.61                        |
| Other net assets/(liabilities)  |                           |                                 |                     | <u>4,154,745.58</u>   | <u>2.46</u>                 |
| Total                           |                           |                                 |                     | <u>168,709,614.82</u> | <u>100.00</u>               |

The accompanying notes are an integral part of these financial statements.

## **KBC Renta Canarenta**

### **Investment policy and outlook**

from 1st October 2021 to 31st March 2022

---

The sub-fund Canarenta invests mainly in Canadian government debt and follows closely the Canadian yield curve and modified duration of the benchmark.

In the reporting period, Canada's economy was strongly rebounding from the shock that Covid-19 had brought upon the world. A new variant of the virus (omicron) started to dominate the headlines and while it continued to circulate among the population, restrictions were eased thanks to a successful vaccination progress. All these translated to higher growth and inflation expectations. Inflation fears started getting especially outspoken due to not abating supply chain bottlenecks and rising commodity prices. On top of this, the invasion of Ukraine by Russia added to the uncertainty both on global growth and inflation expectations.

The Bank of Canada signalled in September that monetary tightening was around the corner. Indeed, the central bank ended the quantitative easing program in October and hiked rates for the first time in March, pushing the benchmark rate to 0.50% from 0.25%. The overall holdings of Canadian bonds on the central bank's balance sheet remains steady for the time being as they continue to reinvest maturing securities. It is expected that the balance sheet will be wound down gradually, starting at a later point. Further hikes are expected in the coming months to fight heightened inflationary pressures.

The yield curve moved significantly upwards, and bear flattened as 3-month yield rose by 60 bps, 2-year yields rose by 175 bps, and 10-year yields rose by 90 bps. 10-year yields ended the quarter at around 2.40% levels. For European based investors, the general decline of bond prices was more than offset by the appreciation of the Canadian currency compared to the euro.

Looking forward, we expect upward pressure on yields as monetary policy turns more hawkish as inflation is running well above the target rate.

## KBC Renta Canarenta

### Statement of net assets (in CAD)

as at 31st March 2022

#### **Assets**

|                                      |               |
|--------------------------------------|---------------|
| Securities portfolio at market value | 24,458,804.56 |
| Cash at banks                        | 66,401.27     |
| Receivable on sales of securities    | 161,024.26    |
| Income receivable on portfolio       | 108,634.13    |
|                                      | <hr/>         |
| Total assets                         | 24,794,864.22 |
|                                      | <hr/>         |

#### **Liabilities**

|                                     |            |
|-------------------------------------|------------|
| Payable on purchases of securities  | 107,125.74 |
| Payable on redemptions of shares    | 15,064.14  |
| Expenses payable and other payables | 21,563.06  |
|                                     | <hr/>      |
| Total liabilities                   | 143,752.94 |
|                                     | <hr/>      |

|   |               |
|---|---------------|
| Total net assets at the end of the period | 24,651,111.28 |
|   | <hr/> <hr/>   |

|   |             |
|---|-------------|
| Number of Category A shares outstanding | 10,782.7134 |
| Net asset value per Category A share    | 1,001.70    |
| Number of Category B shares outstanding | 5,503.2756  |
| Net asset value per Category B share    | 2,516.70    |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Canarenta

### Statistical information (in CAD)

as at 31st March 2022

|  |               |
|--|---------------|
| <b>Total net assets</b>                      |               |
| - as at 31.03.2022                           | 24,651,111.28 |
| - as at 30.09.2021                           | 28,794,173.89 |
| - as at 30.09.2020                           | 34,517,881.07 |
| <b>Number of Category A shares</b>           |               |
| - outstanding at the beginning of the period | 12,121.9176   |
| - issued                                     | 4.0000        |
| - redeemed                                   | -1,343.2042   |
| - outstanding at the end of the period       | 10,782.7134   |
| <b>Net asset value per Category A share</b>  |               |
| - as at 31.03.2022                           | 1,001.70      |
| - as at 30.09.2021                           | 1,064.46      |
| - as at 30.09.2020                           | 1,133.99      |
| <b>Dividends paid</b>                        |               |
| Ex-dividend date                             | 01.10.2021    |
| Dividend per share                           | 13.28         |
| Shares outstanding at ex-dividend date       | 12,121.9176   |
| <b>Number of Category B shares</b>           |               |
| - outstanding at the beginning of the period | 6,017.9134    |
| - issued                                     | 0.2201        |
| - redeemed                                   | -514.8579     |
| - outstanding at the end of the period       | 5,503.2756    |
| <b>Net asset value per Category B share</b>  |               |
| - as at 31.03.2022                           | 2,516.70      |
| - as at 30.09.2021                           | 2,640.60      |
| - as at 30.09.2020                           | 2,780.63      |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Canarenta

### Statement of investments and other net assets (in CAD)

as at 31st March 2022

| Currency   | Number /<br>nominal value | Description                             | Cost          | Market value  | % of<br>total net<br>assets |
|--|---------------------------|---|---------------|---------------|-----------------------------|
| <b><u>Investments in securities</u></b>  |                           |   |               |               |                             |
| <b><u>Transferable securities admitted to an official stock exchange listing or traded on another regulated market</u></b> |                           |   |               |               |                             |
| <b>Bonds</b>   |                           |   |               |               |                             |
| CAD  | 115,000                   | Canadian Government Bond 0.25% 01.11.22 | 114,536.55    | 114,238.70    | 0.46                        |
| CAD  | 1,070,000                 | Canadian Government Bond 0.25% 01.02.23 | 1,069,293.80  | 1,057,234.90  | 4.29                        |
| CAD  | 600,000                   | Canadian Government Bond 0.25% 01.05.23 | 593,040.00    | 589,205.97    | 2.39                        |
| CAD  | 1,035,000                 | Canadian Government Bond 0.25% 01.04.24 | 1,024,809.10  | 994,541.80    | 4.03                        |
| CAD  | 195,000                   | Canadian Government Bond 0.25% 01.03.26 | 187,198.05    | 179,585.57    | 0.73                        |
| CAD  | 920,000                   | Canadian Government Bond 0.50% 01.09.25 | 922,733.77    | 863,945.96    | 3.51                        |
| CAD  | 1,180,000                 | Canadian Government Bond 0.50% 01.12.30 | 1,143,674.14  | 1,006,168.36  | 4.08                        |
| CAD  | 1,220,000                 | Canadian Government Bond 1.00% 01.09.26 | 1,203,408.16  | 1,149,246.16  | 4.66                        |
| CAD  | 345,000                   | Canadian Government Bond 1.00% 01.06.27 | 348,357.84    | 322,123.05    | 1.31                        |
| CAD  | 900,000                   | Canadian Government Bond 1.25% 01.03.25 | 891,324.00    | 872,810.96    | 3.54                        |
| CAD  | 1,990,000                 | Canadian Government Bond 1.25% 01.06.30 | 2,093,804.80  | 1,823,228.15  | 7.40                        |
| CAD  | 1,090,000                 | Canadian Government Bond 1.50% 01.06.23 | 1,071,360.79  | 1,083,694.30  | 4.40                        |
| CAD  | 400,000                   | Canadian Government Bond 1.50% 01.09.24 | 408,325.50    | 392,636.02    | 1.59                        |
| CAD  | 1,380,000                 | Canadian Government Bond 1.50% 01.06.26 | 1,455,351.72  | 1,333,155.90  | 5.41                        |
| CAD  | 1,530,000                 | Canadian Government Bond 1.50% 01.06.31 | 1,537,858.64  | 1,417,843.27  | 5.75                        |
| CAD  | 325,000                   | Canadian Government Bond 1.50% 01.12.31 | 317,793.50    | 299,827.66    | 1.22                        |
| CAD  | 1,515,000                 | Canadian Government Bond 1.75% 01.03.23 | 1,556,086.80  | 1,514,139.03  | 6.14                        |
| CAD  | 275,000                   | Canadian Government Bond 1.75% 01.12.53 | 265,692.00    | 236,728.25    | 0.96                        |
| CAD  | 1,970,000                 | Canadian Government Bond 2.00% 01.09.23 | 2,071,251.49  | 1,966,956.35  | 7.98                        |
| CAD  | 390,000                   | Canadian Government Bond 2.00% 01.06.28 | 418,294.31    | 381,646.22    | 1.55                        |
| CAD  | 1,595,000                 | Canadian Government Bond 2.00% 01.12.51 | 1,888,399.75  | 1,470,015.80  | 5.96                        |
| CAD  | 750,000                   | Canadian Government Bond 2.25% 01.03.24 | 797,137.50    | 749,767.50    | 3.04                        |
| CAD  | 700,000                   | Canadian Government Bond 2.25% 01.06.25 | 751,666.92    | 698,485.69    | 2.83                        |
| CAD  | 65,000                    | Canadian Government Bond 2.25% 01.06.29 | 69,114.60     | 64,487.58     | 0.26                        |
| CAD  | 725,000                   | Canadian Government Bond 2.50% 01.06.24 | 770,695.93    | 728,258.91    | 2.95                        |
| CAD  | 330,000                   | Canadian Government Bond 2.75% 01.12.48 | 391,592.36    | 352,291.50    | 1.43                        |
| CAD  | 379,000                   | Canadian Government Bond 2.75% 01.12.64 | 467,805.91    | 412,564.24    | 1.67                        |
| CAD  | 460,000                   | Canadian Government Bond 3.50% 01.12.45 | 571,391.57    | 549,079.00    | 2.23                        |
| CAD  | 430,000                   | Canadian Government Bond 4.00% 01.06.41 | 566,666.40    | 530,841.45    | 2.15                        |
| CAD  | 253,000                   | Canadian Government Bond 5.00% 01.06.37 | 373,475.53    | 333,951.15    | 1.36                        |
| CAD  | 220,000                   | Canadian Government Bond 5.75% 01.06.29 | 310,602.08    | 268,561.33    | 1.09                        |
| CAD  | 435,000                   | Canadian Government Bond 5.75% 01.06.33 | 645,630.82    | 574,458.83    | 2.33                        |
| CAD  | 100,000                   | Canadian Government Bond 8.00% 01.06.27 | 138,127.48    | 127,085.00    | 0.52                        |
| Total investments in securities  |                           |   | 26,436,501.81 | 24,458,804.56 | 99.22                       |
| Cash at banks  |                           |   |               | 66,401.27     | 0.27                        |
| Other net assets/(liabilities)   |                           |   |               | 125,905.45    | 0.51                        |
| Total  |                           |   |               | 24,651,111.28 | 100.00                      |

The accompanying notes are an integral part of these financial statements.

### Investment policy and outlook

from 1st October 2021 to 31st March 2022

---

#### Macroeconomic and fixed-income development

The Czech economy grew 3.6% y-o-y in the 4th quarter of 2021. Automotive led export rebound as a key driver of good economy performance and the growth was driven by external demand. The consumer price inflation has increased over the last six months, rising to values close to the 11% and well above the 2% inflation target of Czech National Bank ("CNB"). Czech bond yields have increased following the development in developed countries and because of some local specifics, such as the basic rate increases by CNB and high inflation. CNB increased the repo rate from 0.75% to 5.00%. Czech yield curve rose significantly during the last six months. Short-term yields increased by 2.90% to 4.75% while long term yields increased by 1.50% to 3.75%.

#### Investment strategy and asset allocation

The sub-fund invests mainly in Czech government bonds. Other investments comprise CZK, EUR or USD denominated Eurobonds. These instruments offer good accessibility and liquidity. Sub-fund's modified duration oscillated between 4.6 and 6.0 during the last six months.

#### Expected development

We expect the consumer price inflation to stay well above the CNB's target of 2.00% and remain elevated in 2022. The key interest rate in the Czech Republic is currently at 5.00% and we expect further basic rate increases close to the 6% level. We keep the portfolio's sensitivity to interest rate movements below the neutral level. In the long run, our main scenario envisages a stabilisation of the inflation situation, accompanied by yield stabilisation later in 2022.



## KBC Renta Czechrenta

### Statement of net assets (in CZK)

as at 31st March 2022

#### **Assets**

|                                      |                  |
|--------------------------------------|------------------|
| Securities portfolio at market value | 5,813,220,290.00 |
| Cash at banks                        | 318,487,421.20   |
| Receivable on issues of shares       | 4,964,188.77     |
| Income receivable on portfolio       | 57,184,723.35    |
|                                      | <hr/>            |
| Total assets                         | 6,193,856,623.32 |

#### **Liabilities**

|   |                  |
|---|------------------|
| Bank overdrafts and borrowings            | 240,530,386.65   |
| Expenses payable and other payables       | 2,228,347.70     |
|   | <hr/>            |
| Total liabilities                         | 242,758,734.35   |
|   | <hr/>            |
| Total net assets at the end of the period | 5,951,097,888.97 |

|   |              |
|---|--------------|
| Number of Category A shares outstanding                     | 224.0591     |
| Net asset value per Category A share                        | 18,259.85    |
| Number of Category B shares outstanding                     | 2,111.3147   |
| Net asset value per Category B share                        | 35,998.61    |
| Number of 'Institutional B shares' sub-category outstanding | 158,763.5438 |
| Net asset value per 'Institutional B share' sub-category    | 36,979.54    |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Czechrenta

### Statistical information (in CZK)

as at 31st March 2022

|   |                  |
|---|------------------|
| <b>Total net assets</b>   |                  |
| - as at 31.03.2022  | 5,951,097,888.97 |
| - as at 30.09.2021  | 4,689,841,396.72 |
| - as at 30.09.2020  | 1,901,791,367.85 |
| <b>Number of Category A shares</b>                              |                  |
| - outstanding at the beginning of the period                    | 223.7471         |
| - issued  | –                |
| - redeemed  | –                |
| - reinvested  | 0.3120           |
| - outstanding at the end of the period                          | 224.0591         |
| <b>Net asset value per Category A share</b>                     |                  |
| - as at 31.03.2022  | 18,259.85        |
| - as at 30.09.2021  | 20,066.64        |
| - as at 30.09.2020  | 21,676.89        |
| <b>Dividends paid</b>   |                  |
| Ex-dividend date  | 01.10.2021       |
| Dividend per share  | 296.96           |
| Shares outstanding at ex-dividend date                          | 223.7471         |
| <b>Number of Category B shares</b>                              |                  |
| - outstanding at the beginning of the period                    | 2,397.8538       |
| - issued  | 35.6531          |
| - redeemed  | -322.1922        |
| - outstanding at the end of the period                          | 2,111.3147       |
| <b>Net asset value per Category B share</b>                     |                  |
| - as at 31.03.2022  | 35,998.61        |
| - as at 30.09.2021  | 38,982.41        |
| - as at 30.09.2020  | 41,607.52        |
| <b>Number of 'Institutional B shares' sub-category</b>          |                  |
| - outstanding at the beginning of the period                    | 115,184.4729     |
| - issued  | 65,274.0731      |
| - redeemed  | -21,695.0022     |
| - outstanding at the end of the period                          | 158,763.5438     |
| <b>Net asset value per 'Institutional B share' sub-category</b> |                  |
| - as at 31.03.2022  | 36,979.54        |
| - as at 30.09.2021  | 39,865.42        |
| - as at 30.09.2020  | 42,246.30        |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Czechrenta

### Statement of investments and other net assets (in CZK)

as at 31st March 2022

| Currency   | Number /<br>nominal value | Description                                   | Cost             | Market value            | % of<br>total net<br>assets |
|--|---------------------------|---|------------------|-------------------------|-----------------------------|
| <b><u>Investments in securities</u></b>  |                           |   |                  |                         |                             |
| <b><u>Transferable securities admitted to an official stock exchange listing or traded on another regulated market</u></b> |                           |   |                  |                         |                             |
| <b>Bonds</b>   |                           |   |                  |                         |                             |
| CZK  | 12,000,000                | BPCE SA 4.62% 04.02.23                        | 12,000,000.00    | 12,019,200.00           | 0.20                        |
| CZK  | 460,000,000               | Czech Republic Government Bond 0.25% 10.02.27 | 420,419,695.06   | 382,954,600.00          | 6.43                        |
| CZK  | 380,000,000               | Czech Republic Government Bond 0.43% 31.10.31 | 385,022,531.25   | 382,850,000.00          | 6.43                        |
| CZK  | 320,000,000               | Czech Republic Government Bond 0.45% 25.10.23 | 303,756,779.13   | 299,702,400.00          | 5.04                        |
| CZK  | 450,000,000               | Czech Republic Government Bond 0.95% 15.05.30 | 417,568,176.83   | 363,152,250.00          | 6.10                        |
| CZK  | 365,000,000               | Czech Republic Government Bond 1.00% 26.06.26 | 343,576,202.88   | 320,433,500.00          | 5.38                        |
| CZK  | 470,000,000               | Czech Republic Government Bond 1.20% 13.03.31 | 445,615,334.66   | 380,702,350.00          | 6.40                        |
| CZK  | 440,000,000               | Czech Republic Government Bond 1.25% 14.02.25 | 423,827,328.81   | 402,952,000.00          | 6.77                        |
| CZK  | 90,000,000                | Czech Republic Government Bond 1.50% 24.04.40 | 75,321,072.00    | 63,954,450.00           | 1.07                        |
| CZK  | 180,000,000               | Czech Republic Government Bond 1.75% 23.06.32 | 176,429,302.32   | 150,355,800.00          | 2.53                        |
| CZK  | 365,000,000               | Czech Republic Government Bond 2.00% 13.10.33 | 374,739,919.47   | 307,005,150.00          | 5.16                        |
| CZK  | 490,000,000               | Czech Republic Government Bond 2.40% 17.09.25 | 503,459,437.26   | 459,179,000.00          | 7.71                        |
| CZK  | 370,000,000               | Czech Republic Government Bond 2.50% 25.08.28 | 385,382,360.69   | 341,436,000.00          | 5.74                        |
| CZK  | 485,000,000               | Czech Republic Government Bond 2.75% 23.07.29 | 503,301,700.66   | 453,911,500.00          | 7.63                        |
| CZK  | 950,000,000               | Czech Republic Government Bond 3.20% 19.11.27 | 951,621,778.86   | 958,046,500.00          | 16.10                       |
| CZK  | 250,000,000               | Czech Republic Government Bond 3.50% 30.05.35 | 258,910,000.00   | 244,375,000.00          | 4.11                        |
| CZK  | 260,000,000               | Czech Republic Government Bond 4.20% 04.12.36 | 327,600,000.00   | 273,759,200.00          | 4.60                        |
| CZK  | 18,000,000                | MONETA Money Bank 3.30% 25.09.29              | 18,000,000.00    | 16,431,390.00           | 0.28                        |
| Total investments in securities  |                           |   | 6,326,551,619.88 | 5,813,220,290.00        | 97.68                       |
| Cash at banks  |                           |   |                  | 318,487,421.20          | 5.35                        |
| Bank overdrafts and borrowings   |                           |   |                  | -240,530,386.65         | -4.04                       |
| Other net assets/(liabilities)   |                           |   |                  | 59,920,564.42           | 1.01                        |
| Total  |                           |   |                  | <u>5,951,097,888.97</u> | <u>100.00</u>               |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Short EUR

### Investment policy and outlook

from 1st October 2021 to 31st March 2022

The sub-fund invests mainly in eurozone government bonds with a remaining maturity between 6 months and 3 years. The average modified duration of these bonds is close to 1.8. During the first half of 2021 the roll-out of the covid vaccine spurred a recovery leading the rates higher. First in the US but followed in Europe we saw a rebound of the inflation expectations but later also a (limited) rise in real interest rates. But after a peak in rates in May 2021, they declined again. As the inflation and the inflation expectation continue to rise, this led to unprecedented negative real rates at the start of the reporting period. The slow increase in long term nominal rates in October 2021 happened as the market started incorporating the end of Quantitative Easing ("QE") or bond purchasing programs by the central banks) and even rate hikes as early as the end of 2022, in reaction to high inflation. But with the deposit rate of the ECB still at -0.55%, the 2-year German bond rate moved only slightly between -0.70% at the start of October to -0.65% at the end of December 2021.

From December onwards the Fed and to a lesser extent the ECB, changed their rhetoric. They admitted that the very high inflation was not only temporary. They announced the building down of the QE. The Fed first announced the end of QE from March 2022 onwards. It started raising the policy rate on 16th March with 0.25% to 0.375%. The ECB ends its Pandemic emergency buying program in March and will probably end all QE in the third quarter. Markets expect the ECB will raise interest rates from September 2022 onwards. This was driving interest rates higher. The German 10-year yields started rising into positive territory and reached +0.30% on 15th February, an increase with 0.48%. US 10-year rates followed a bit later and increased with 0.54% since the start of 2022 to 2.04% on 15th February. But now the shorter end of the curve also started moving with the 2-year German bond yield increasing 0.39% to -0.26% on 4th February.

The start of the Russian invasion of the Ukraine was an unexpected game-changer for the financial markets. The direct effects of the war and from the sanctions put by the international community on Russian assets and markets are twofold. They lead to higher prices especially for those products where Russia is a large supplier for Europe and the world, such as food, energy and commodities. Natural gas prices in Europe, already 50% higher end of January 2022 compared to the start of October 2021, jumped another 250% till 7th March, and ended 150% higher over the 6-month period end of March. The second effect is much lower growth especially in the eurozone due to the halt in trade relations, closing of investments and the negative effect of higher prices on the confidence and purchasing power of families and companies. The ghost of a 1970's style stagflation scenario makes the work of the central banks more hazardous and uncertain. They should counter the increased inflation threat with higher policy rates but risk then pushing the economy into a recession.

The initial effect of the start of the war was a flight out of risky asset towards safe government bonds. The German 2-year rate dropped back to -0.75% on 1st March. As the war lingered on and the fear of direct conflict of the Nato with Russia receded, the market focused again on the increased inflation in the eurozone, heading for 7.5% in March. This is the highest level since the start of the Monetary Union. The German 2-year rate increased to -0.01% on 30th March, an increase with 0.69% since the end of September 2021 and the highest level since March 2018.

#### Investment policy

Given the low interest rates at the start of the period and the strong rise in inflation, an end to the QE by the ECB and rise in the policy rate could be expected. Even as the ECB itself tried to deny this up to the end of December 2021. The investment policy of the sub-fund has always been to protect the value of the assets with a short duration position. We have been increasing the duration step by step as the rates went higher but decided to keep it around 90% since the start of the year 2022. The yield curve has steepened, so a shorter duration protects the portfolio better against rate increases but at the cost of a lower yield to maturity of the portfolio.

Absolute portfolio performance was negative, as rising yields are reflective of falling bond prices. However, portfolio performance relative to the benchmark was positive as lower duration is an effective insurance in a 'rising rate' climate. At the start of the reporting period, we had an overweight position in Italian and Spanish bonds to profit from the higher spread compared to Germany.

With the start of the Russian invasion in the Ukraine we saw higher inflation and a possible risk off reaction in the market, leading to a flight to the safe German bonds. With the increased risks and the imminent end of the government bond buying program of the ECB, which highly favoured the Italian and Spanish government bonds, we also decided to go towards an underweight of these bonds and go overweight German Bonds.

We still expect that rates will increase in the near future. In the light of an inflation that runs higher than the 2% target of the ECB and that undermines its price stability target even on the medium term, we expect the ECB to increase its policy rates and perhaps even reverse its QE. The underweight position in duration will then be maintained but adjusted in size as the rates rise faster than forecasted or if they decline. There will also be a focus on relative value opportunities in country allocation and in the steepness of the yield curves.

Note: The information in this report represents historical data and is not an indication of future results.

## KBC Renta Short EUR

### Statement of net assets (in EUR)

as at 31st March 2022

#### **Assets**

|                                      |              |
|--------------------------------------|--------------|
| Securities portfolio at market value | 7,379,752.27 |
| Cash at banks                        | 1,204.58     |
| Receivable on sales of securities    | 837,763.84   |
| Income receivable on portfolio       | 48,105.31    |
|                                      | <hr/>        |
| Total assets                         | 8,266,826.00 |

#### **Liabilities**

|                                     |           |
|-------------------------------------|-----------|
| Payable on redemptions of shares    | 28,409.79 |
| Expenses payable and other payables | 4,908.96  |
|                                     | <hr/>     |
| Total liabilities                   | 33,318.75 |

|   |              |
|---|--------------|
| Total net assets at the end of the period | 8,233,507.25 |
|---|--------------|

|   |            |
|---|------------|
| Number of Category A shares outstanding | 4,556.7617 |
| Net asset value per Category A share    | 487.67     |

|   |            |
|---|------------|
| Number of Category B shares outstanding | 2,252.4392 |
| Net asset value per Category B share    | 692.76     |

|   |            |
|---|------------|
| Number of 'Institutional B shares' sub-category outstanding | 6,363.0000 |
| Net asset value per 'Institutional B share' sub-category    | 699.50     |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Short EUR

### Statistical information (in EUR)

as at 31st March 2022

|   |                |
|---|----------------|
| <b>Total net assets</b>   |                |
| - as at 31.03.2022  | 8,233,507.25   |
| - as at 30.09.2021  | 29,576,527.40  |
| - as at 30.09.2020  | 566,653,283.03 |
| <b>Number of Category A shares</b>                              |                |
| - outstanding at the beginning of the period                    | 4,957.7617     |
| - issued  | -              |
| - redeemed  | -401.0000      |
| - outstanding at the end of the period                          | 4,556.7617     |
| <b>Net asset value per Category A share</b>                     |                |
| - as at 31.03.2022  | 487.67         |
| - as at 30.09.2021  | 494.12         |
| - as at 30.09.2020  | 498.49         |
| <b>Number of Category B shares</b>                              |                |
| - outstanding at the beginning of the period                    | 2,657.3258     |
| - issued  | 0.4389         |
| - redeemed  | -405.3255      |
| - outstanding at the end of the period                          | 2,252.4392     |
| <b>Net asset value per Category B share</b>                     |                |
| - as at 31.03.2022  | 692.76         |
| - as at 30.09.2021  | 701.81         |
| - as at 30.09.2020  | 707.90         |
| <b>Number of 'Institutional B shares' sub-category</b>          |                |
| - outstanding at the beginning of the period                    | 35,677.3262    |
| - issued  | 16,080.9449    |
| - redeemed  | -45,395.2711   |
| - outstanding at the end of the period                          | 6,363.0000     |
| <b>Net asset value per 'Institutional B share' sub-category</b> |                |
| - as at 31.03.2022  | 699.50         |
| - as at 30.09.2021  | 708.07         |
| - as at 30.09.2020  | 712.75         |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Short EUR

### Statement of investments and other net assets (in EUR)

as at 31st March 2022

| Currency   | Number /<br>nominal value | Description   | Cost         | Market value | % of<br>total net<br>assets |
|--|---------------------------|---|--------------|--------------|-----------------------------|
| <b><u>Investments in securities</u></b>  |                           |   |              |              |                             |
| <b><u>Transferable securities admitted to an official stock exchange listing or traded on another regulated market</u></b> |                           |   |              |              |                             |
| <b>Bonds</b>   |                           |   |              |              |                             |
| EUR  | 300,000                   | Bundesobligation 18.10.24                               | 304,506.53   | 299,639.10   | 3.64                        |
| EUR  | 190,000                   | Bundesrepublik Deutschland Bundesanleihe 1.50% 04.09.22 | 199,438.60   | 191,672.00   | 2.33                        |
| EUR  | 450,000                   | Bundesrepublik Deutschland Bundesanleihe 1.50% 15.05.24 | 474,483.03   | 464,634.00   | 5.64                        |
| EUR  | 420,000                   | Bundesrepublik Deutschland Bundesanleihe 2.00% 15.08.23 | 443,715.32   | 433,805.40   | 5.27                        |
| EUR  | 300,000                   | Bundesrepublik Deutschland Bundesanleihe 6.25% 04.01.24 | 344,075.71   | 334,203.00   | 4.06                        |
| EUR  | 90,000                    | European Stability Mechanism 16.12.24                   | 90,389.70    | 88,825.68    | 1.08                        |
| EUR  | 70,000                    | European Union 0.63% 04.11.23                           | 71,029.00    | 70,677.14    | 0.86                        |
| EUR  | 50,000                    | European Union 1.88% 04.04.24                           | 52,091.50    | 51,643.38    | 0.63                        |
| EUR  | 34,000                    | Finland Government Bond 15.09.24                        | 34,611.47    | 33,897.66    | 0.41                        |
| EUR  | 70,000                    | Finland Government Bond 1.50% 15.04.23                  | 74,077.78    | 71,408.40    | 0.87                        |
| EUR  | 170,000                   | French Republic Government Bond OAT 25.05.22            | 171,394.78   | 170,156.40   | 2.07                        |
| EUR  | 435,000                   | French Republic Government Bond OAT 25.03.23            | 440,932.64   | 436,722.60   | 5.30                        |
| EUR  | 471,000                   | French Republic Government Bond OAT 25.02.24            | 477,850.61   | 471,202.53   | 5.72                        |
| EUR  | 80,000                    | French Republic Government Bond OAT 25.02.25            | 80,836.80    | 79,276.00    | 0.96                        |
| EUR  | 241,000                   | French Republic Government Bond OAT 2.25% 25.10.22      | 250,910.92   | 244,807.80   | 2.97                        |
| EUR  | 290,000                   | French Republic Government Bond OAT 2.25% 25.05.24      | 312,147.38   | 303,450.20   | 3.69                        |
| EUR  | 77,000                    | Ireland Government Bond 3.40% 18.03.24                  | 84,707.83    | 82,148.82    | 1.00                        |
| EUR  | 60,000                    | Ireland Government Bond 3.90% 20.03.23                  | 67,281.58    | 62,441.70    | 0.76                        |
| EUR  | 9,000                     | Italy Buoni Poliennali Del Tesoro 0.05% 15.01.23        | 8,995.89     | 9,027.14     | 0.11                        |
| EUR  | 250,000                   | Italy Buoni Poliennali Del Tesoro 0.05% 15.01.23        | 250,455.74   | 250,753.75   | 3.05                        |
| EUR  | 455,000                   | Italy Buoni Poliennali Del Tesoro 0.30% 15.08.23        | 459,788.85   | 457,243.06   | 5.55                        |
| EUR  | 100,000                   | Italy Buoni Poliennali Del Tesoro 0.35% 01.02.25        | 100,421.00   | 98,909.11    | 1.20                        |
| EUR  | 195,000                   | Italy Buoni Poliennali Del Tesoro 1.45% 15.09.22        | 200,620.21   | 196,653.60   | 2.39                        |
| EUR  | 300,000                   | Italy Buoni Poliennali Del Tesoro 1.75% 01.07.24        | 316,810.70   | 307,738.68   | 3.74                        |
| EUR  | 224,000                   | Italy Buoni Poliennali Del Tesoro 2.50% 01.12.24        | 238,473.19   | 234,715.44   | 2.85                        |
| EUR  | 150,000                   | Italy Buoni Poliennali Del Tesoro 4.50% 01.05.23        | 164,735.27   | 157,604.30   | 1.91                        |
| EUR  | 110,000                   | Kingdom of Belgium Government Bond 0.20% 22.10.23       | 112,135.51   | 110,652.30   | 1.34                        |
| EUR  | 34,000                    | Kingdom of Belgium Government Bond 0.80% 22.06.25       | 35,443.30    | 34,551.14    | 0.42                        |
| EUR  | 76,000                    | Kingdom of Belgium Government Bond 4.25% 28.09.22       | 81,233.76    | 77,824.76    | 0.94                        |
| EUR  | 120,000                   | Netherlands Government Bond 1.75% 15.07.23              | 126,709.13   | 123,260.40   | 1.50                        |
| EUR  | 70,000                    | Netherlands Government Bond 2.00% 15.07.24              | 74,620.62    | 73,137.40    | 0.89                        |
| EUR  | 40,000                    | Netherlands Government Bond 3.75% 15.01.23              | 44,731.67    | 41,362.80    | 0.50                        |
| EUR  | 48,000                    | Portugal Obrigacoes do Tesouro OT 2.20% 17.10.22        | 50,640.78    | 48,697.92    | 0.59                        |
| EUR  | 70,000                    | Portugal Obrigacoes do Tesouro OT 4.95% 25.10.23        | 76,128.50    | 75,480.91    | 0.92                        |
| EUR  | 72,000                    | Portugal Obrigacoes do Tesouro OT 5.65% 15.02.24        | 83,687.40    | 79,453.09    | 0.96                        |
| EUR  | 115,000                   | Republic of Austria Government Bond 15.07.23            | 117,049.30   | 115,460.00   | 1.40                        |
| EUR  | 134,000                   | Republic of Austria Government Bond 15.07.24            | 136,043.98   | 133,879.40   | 1.63                        |
| EUR  | 96,000                    | Republic of Austria Government Bond 3.40% 22.11.22      | 106,246.72   | 98,419.20    | 1.20                        |
| EUR  | 190,000                   | Spain Government Bond 31.05.24                          | 192,236.94   | 189,159.40   | 2.30                        |
| EUR  | 50,000                    | Spain Government Bond 31.01.25                          | 49,772.50    | 49,466.58    | 0.60                        |
| EUR  | 192,000                   | Spain Government Bond 0.45% 31.10.22                    | 196,178.58   | 193,065.60   | 2.34                        |
| EUR  | 311,000                   | Spain Government Bond 4.40% 31.10.23                    | 351,949.29   | 332,624.48   | 4.04                        |
| Total investments in securities  |                           |   | 7,549,590.01 | 7,379,752.27 | 89.63                       |
| Cash at banks  |                           |   |              | 1,204.58     | 0.01                        |
| Other net assets/(liabilities)   |                           |   |              | 852,550.40   | 10.36                       |
| Total  |                           |   |              | 8,233,507.25 | 100.00                      |

The accompanying notes are an integral part of these financial statements.

### Investment policy and outlook

from 1st October 2021 to 31st March 2022

---

In the reporting period, Norway's economy was strongly rebounding from the shock that Covid-19 had brought upon the world. Although a new variant of the virus (omicron) started to dominate the headlines at the start of the reporting period, restrictions were eased thanks to a successful vaccination progress. All this translated into higher growth and inflation expectations with supply chain bottlenecks and a general rise in commodity prices as the main drivers.

The Norwegian Central Bank raised its deposit rate mid-December by 25 bps to 0.5%. The first hike late September 2021 made the Norges Bank among the first developed market central banks to hike rates. A third hike by the same amount followed in late March, bringing the deposit rate to 0.75%, well above the policy rates of both the Eurozone and the US.

Norwegian bond yields continued to track international markets to a large extent with a sideways behaviour until mid-December, when a hawkish speech of Fed chair Powell gave the starting signal for bond yields to move decisively higher. Five-year Norwegian govie yields rose from 1.4% to 2.55% as investors became aware of the more structural nature of the inflation spike. With economic growth in Norway benefitting from higher oil and especially gas prices, a tighter monetary policy seems fully justified.

#### Investment Strategy and Outlook

The sub-fund Nokrenta invests mainly in Norwegian government debt and follows closely the Norwegian yield curve and modified duration of the benchmark.

Looking forward, we expect upward pressure on yields to continue as monetary policy stays hawkish with inflation running above target.



## KBC Renta Nokrenta

### Statement of net assets (in NOK)

as at 31st March 2022

#### Assets

|                                      |                |
|--------------------------------------|----------------|
| Securities portfolio at market value | 249,445,573.44 |
| Cash at banks                        | 14,241,735.25  |
| Receivable on sales of securities    | 265,301.42     |
| Receivable on issues of shares       | 392,127.85     |
| Income receivable on portfolio       | 1,905,142.91   |
|                                      | <hr/>          |
| Total assets                         | 266,249,880.87 |

#### Liabilities

|                                     |               |
|-------------------------------------|---------------|
| Bank overdrafts and borrowings      | 14,117,340.29 |
| Payable on purchases of securities  | 873,322.38    |
| Payable on redemptions of shares    | 290,608.04    |
| Expenses payable and other payables | 196,413.30    |
|                                     | <hr/>         |
| Total liabilities                   | 15,477,684.01 |

|   |                |
|---|----------------|
| Total net assets at the end of the period | 250,772,196.86 |
|---|----------------|

|   |             |
|---|-------------|
| Number of Category A shares outstanding | 32,135.3973 |
| Net asset value per Category A share    | 3,845.87    |
| Number of Category B shares outstanding | 20,352.4818 |
| Net asset value per Category B share    | 6,249.04    |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Nokrenta

### Statistical information (in NOK)

as at 31st March 2022

|  |                |
|--|----------------|
| <b>Total net assets</b>                      |                |
| - as at 31.03.2022                           | 250,772,196.86 |
| - as at 30.09.2021                           | 296,116,753.85 |
| - as at 30.09.2020                           | 393,795,503.25 |
| <b>Number of Category A shares</b>           |                |
| - outstanding at the beginning of the period | 36,824.2619    |
| - issued                                     | 406.5567       |
| - redeemed                                   | -5,095.4213    |
| - outstanding at the end of the period       | 32,135.3973    |
| <b>Net asset value per Category A share</b>  |                |
| - as at 31.03.2022                           | 3,845.87       |
| - as at 30.09.2021                           | 4,052.24       |
| - as at 30.09.2020                           | 4,274.97       |
| <b>Dividends paid</b>                        |                |
| Ex-dividend date                             | 01.10.2021     |
| Dividend per share                           | 39.03          |
| Shares outstanding at ex-dividend date       | 36,786.2619    |
| <b>Number of Category B shares</b>           |                |
| - outstanding at the beginning of the period | 22,533.6008    |
| - issued                                     | 121.5356       |
| - redeemed                                   | -2,302.6546    |
| - outstanding at the end of the period       | 20,352.4818    |
| <b>Net asset value per Category B share</b>  |                |
| - as at 31.03.2022                           | 6,249.04       |
| - as at 30.09.2021                           | 6,518.98       |
| - as at 30.09.2020                           | 6,817.79       |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Nokrenta

### Statement of investments and other net assets (in NOK)

as at 31st March 2022

| Currency   | Number /<br>nominal value | Description                           | Cost           | Market value          | % of<br>total net<br>assets |
|--|---------------------------|---------------------------------------|----------------|-----------------------|-----------------------------|
| <b><u>Investments in securities</u></b>  |                           |                                       |                |                       |                             |
| <b><u>Transferable securities admitted to an official stock exchange listing or traded on another regulated market</u></b> |                           |                                       |                |                       |                             |
| <b>Bonds</b>   |                           |                                       |                |                       |                             |
| NOK  | 19,150,000                | Norway Government Bond 1.25% 17.09.31 | 18,650,952.43  | 17,085,995.77         | 6.81                        |
| NOK  | 29,650,000                | Norway Government Bond 1.38% 19.08.30 | 30,964,106.78  | 27,022,612.69         | 10.78                       |
| NOK  | 24,100,000                | Norway Government Bond 1.50% 19.02.26 | 24,410,225.94  | 23,212,818.75         | 9.26                        |
| NOK  | 28,750,000                | Norway Government Bond 1.75% 13.03.25 | 29,779,934.81  | 28,214,531.25         | 11.25                       |
| NOK  | 20,900,000                | Norway Government Bond 1.75% 17.02.27 | 21,469,210.90  | 20,146,022.05         | 8.03                        |
| NOK  | 21,615,000                | Norway Government Bond 1.75% 06.09.29 | 22,335,151.97  | 20,427,121.74         | 8.15                        |
| NOK  | 43,200,000                | Norway Government Bond 2.00% 24.05.23 | 44,814,738.52  | 43,394,628.96         | 17.30                       |
| NOK  | 20,000,000                | Norway Government Bond 2.00% 26.04.28 | 20,858,391.23  | 19,365,450.00         | 7.72                        |
| NOK  | 13,750,000                | Norway Government Bond 2.13% 18.05.32 | 13,833,425.00  | 13,246,102.38         | 5.28                        |
| NOK  | 36,750,000                | Norway Government Bond 3.00% 14.03.24 | 40,109,932.32  | 37,330,289.85         | 14.89                       |
| Total investments in securities  |                           |                                       | 267,226,069.90 | 249,445,573.44        | 99.47                       |
| Cash at banks  |                           |                                       |                | 14,241,735.25         | 5.68                        |
| Bank overdrafts and borrowings   |                           |                                       |                | -14,117,340.29        | -5.63                       |
| Other net assets/(liabilities)   |                           |                                       |                | 1,202,228.46          | 0.48                        |
| Total  |                           |                                       |                | <u>250,772,196.86</u> | <u>100.00</u>               |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Strategic Accents 1

### Investment policy and outlook

from 1st October 2021 to 31st March 2022

After a peak in rates in May 2021, bond yields declined again in the run up to the new accounting period. As the published inflation and the inflation expectations continued to rise, this led to unprecedented negative real rates at the start of the reporting period. The slow increase in nominal rates in October 2021, with European rates in the lead, happened as the market started incorporating the end of QE or bond purchasing programs by the central banks) and even rate hikes as early as the end of 2022, in reaction to high inflation, mainly driven by higher energy prices. Verbal reaction by the ECB and the new covid wave removed some of these expectation for a short while, pushing German 10-year rates lower again towards -0.40% by the end of November 2021.

From December onwards the Fed and to a lesser extent the ECB changed their rhetoric, becoming more hawkish. They admitted that the very high inflation was not only temporary. They announced the building down of the QE. The Fed first announced the end of QE from March 2022 onwards. It started raising the policy rate on 16th March with 0.25% hike to 0.375%. The ECB ends its PEPP in March and will probably end all QE in the third quarter of this year. Markets expect it will raise interest rates from September onwards. This drove bond yields higher. The German 10-year yields started rising from mid- December into positive territory and reached +0.30% on 15th February. US 10-year rates followed a bit later and increased with 0.54% since the start of 2022 to 2.04% on 15th February. The announced end of the quantitative easing by the ECB, the higher German rates and the political uncertainty accompanying the presidential elections in Italy all led to a widening of the spread between Italian and German 10-year bond yields from 1.04% early October to 1.68% mid of February.

The start of the Russian invasion of the Ukraine in February of this year was an unexpected game-changer for the financial markets. The direct effects of the war and from the sanctions put by the international community on Russian assets and markets are twofold. They lead to higher prices especially for those products where Russia is a large supplier for Europe and the world, such as food, energy and commodities. Natural gas prices in Europe, already 50% higher at the end of January 2022 compared to the start of October 2021, jumped another 250% till 7th March, and ended 150% higher over the 6 month period end of March. The second effect is much lower growth especially in the eurozone due to the halt in trade relations, closing of investments and the negative effect of higher prices on the confidence and purchasing power of families and companies. The ghost of a 1970ties style stagflation scenario makes the work of the central banks more hazardous and uncertain. They should counter the increased inflation threat with higher policy rates but risk then pushing the economy into a recession.

The initial effect of the start of the war was a flight out of risky asset towards safe government bonds. The German 10-year rate dropped back below zero to -0.08% on 1st March. As the war lingered on and the fear of direct conflict of the Nato with Russia receded, the market focused again on the increased inflation in the eurozone, heading for 7.5% in March. This is the highest level since the start of the Monetary Union in 1999. The German 10-year rate increased to 0.64% on 30th March, an increase with 0.85% since the end of September 2021, the highest level since March 2018.

#### Investment policy

The investment policy of the sub-fund is always directed at adjusting the combined strategy of the entire strategy bond portfolio in the required direction. The average maturity of the Government bond portfolio within the strategy was always between 6 and 8 years. The duration of the sub-fund's eurozone government bond position was continuously adjusted to reach this target. In October, bond yields were so low that the portfolio had a very short duration position in the strategy. We have been increasing the duration step by step as the rates went higher to keep it now steady at 87.5%. Since September we had an overweight in Italian and Spanish bonds to benefit from the higher spread compared to Germany. Absolute portfolio performance was negative, as rising yields are reflective of falling bond prices. But portfolio performance relative to the benchmark was positive and lower duration is an effective insurance in a 'rising rate' climate. In order to profit from the expected rise in the US treasury rates especially in the 7- to 10-year segment, a short position in US treasury futures was implemented for a value of 5% of the total bond strategy portfolio in the second half of 2021.

With the start of the Russian invasion in the Ukraine, the short US rate futures position was closed as a precaution to a possible risk off reaction in the market leading to a flight to the safe US bonds and lower US interest rates. With the increased risks and the imminent end of the government bond buying program of the ECB, which highly favoured the Italian and Spanish government bonds, we also decided to go towards an underweight of these countries.

As we still expect that rates will increase in the near future, certainly in the light of an inflation that runs higher than the 2% target of the ECB and undermines its price stability target even on the medium term, the underweight position in duration will probably be maintained but adjusted in size as the rates rise faster than forecasted or if they decline. There will be also further focus on relative value opportunities in country allocation and yield curves. And we also keep searching for out of bench positions that can yield a profit.

Note: The information in this report represents historical data and is not an indication of future results.

## KBC Renta Strategic Accents 1

### Statement of net assets (in EUR)

as at 31st March 2022

#### Assets

|                                      |                |
|--------------------------------------|----------------|
| Securities portfolio at market value | 259,208,518.90 |
| Cash at banks                        | 9,437,769.00   |
| Income receivable on portfolio       | 1,385,133.35   |
|                                      | <hr/>          |
| Total assets                         | 270,031,421.25 |
|                                      | <hr/>          |

#### Liabilities

|   |                |
|---|----------------|
| Expenses payable and other payables       | 92,726.12      |
|   | <hr/>          |
| Total liabilities                         | 92,726.12      |
|   | <hr/>          |
| Total net assets at the end of the period | 269,938,695.13 |
|   | <hr/> <hr/>    |

|   |              |
|---|--------------|
| Number of Classic Shares shares outstanding                 | 119.0000     |
| Net asset value per Classic Shares share                    | 758.22       |
| Number of 'Institutional B shares' sub-category outstanding | 266,225.2329 |
| Net asset value per 'Institutional B share' sub-category    | 1,013.61     |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Strategic Accents 1

### Statistical information (in EUR)

as at 31st March 2022

|   |                  |
|---|------------------|
| <b>Total net assets</b>   |                  |
| - as at 31.03.2022  | 269,938,695.13   |
| - as at 30.09.2021  | 840,800,124.26   |
| - as at 30.09.2020  | 1,043,388,897.40 |
| <b>Number of Classic Shares shares</b>                          |                  |
| - outstanding at the beginning of the period                    | 119.0000         |
| - issued  | -                |
| - redeemed  | -                |
| - outstanding at the end of the period                          | 119.0000         |
| <b>Net asset value per Classic Shares share</b>                 |                  |
| - as at 31.03.2022  | 758.22           |
| - as at 30.09.2021  | 818.05           |
| - as at 30.09.2020  | 845.35           |
| <b>Dividends paid</b>   |                  |
| Ex-dividend date  | 01.10.2021       |
| Dividend per share  | 2.77             |
| Shares outstanding at ex-dividend date                          | 119.0000         |
| <b>Number of 'Institutional B shares' sub-category</b>          |                  |
| - outstanding at the beginning of the period                    | 774,686.0344     |
| - issued  | 43,859.1988      |
| - redeemed  | -552,320.0003    |
| - outstanding at the end of the period                          | 266,225.2329     |
| <b>Net asset value per 'Institutional B share' sub-category</b> |                  |
| - as at 31.03.2022  | 1,013.61         |
| - as at 30.09.2021  | 1,085.22         |
| - as at 30.09.2020  | 1,112.14         |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Strategic Accents 1

### Statement of investments and other net assets (in EUR)

as at 31st March 2022

| Currency  | Number /<br>nominal value | Description   | Cost          | Market value  | % of<br>total net<br>assets |
|---|---------------------------|---|---------------|---------------|-----------------------------|
| <b>Investments in securities</b>  |                           |   |               |               |                             |
| <b>Transferable securities admitted to an official stock exchange listing or traded on another regulated market</b> |                           |   |               |               |                             |
| <b>Bonds</b>  |                           |   |               |               |                             |
| EUR   | 4,000,000                 | Bundesobligation 18.10.24                               | 4,039,400.00  | 3,995,188.00  | 1.48                        |
| EUR   | 10,031,000                | Bundesrepublik Deutschland Bundesanleihe 15.11.27       | 10,564,348.27 | 9,808,863.51  | 3.63                        |
| EUR   | 1,792,000                 | Bundesrepublik Deutschland Bundesanleihe 15.08.31       | 1,809,579.52  | 1,707,967.56  | 0.63                        |
| EUR   | 6,449,000                 | Bundesrepublik Deutschland Bundesanleihe 0.25% 15.08.28 | 6,949,764.85  | 6,378,222.23  | 2.36                        |
| EUR   | 6,449,000                 | Bundesrepublik Deutschland Bundesanleihe 0.50% 15.02.28 | 7,049,788.84  | 6,483,469.91  | 2.40                        |
| EUR   | 2,700,000                 | Bundesrepublik Deutschland Bundesanleihe 2.00% 15.08.23 | 2,807,028.00  | 2,788,749.00  | 1.03                        |
| EUR   | 7,523,000                 | Bundesrepublik Deutschland Bundesanleihe 2.50% 04.07.44 | 11,742,349.78 | 10,563,550.97 | 3.91                        |
| EUR   | 1,000,000                 | Finland Government Bond 15.09.23                        | 1,007,200.00  | 1,003,830.00  | 0.37                        |
| EUR   | 315,000                   | Finland Government Bond 0.25% 15.09.40                  | 282,693.60    | 270,994.41    | 0.10                        |
| EUR   | 500,000                   | Finland Government Bond 0.50% 15.09.29                  | 503,800.00    | 491,802.50    | 0.18                        |
| EUR   | 200,000                   | Finland Government Bond 0.75% 15.04.31                  | 203,982.00    | 199,021.00    | 0.07                        |
| EUR   | 400,000                   | Finland Government Bond 0.88% 15.09.25                  | 413,172.00    | 407,756.00    | 0.15                        |
| EUR   | 400,000                   | Finland Government Bond 2.63% 04.07.42                  | 539,152.00    | 515,486.16    | 0.19                        |
| EUR   | 4,000,000                 | French Republic Government Bond OAT 25.03.23            | 4,027,320.00  | 4,015,840.00  | 1.49                        |
| EUR   | 15,762,000                | French Republic Government Bond OAT 25.11.29            | 16,227,767.10 | 14,870,186.04 | 5.51                        |
| EUR   | 5,912,000                 | French Republic Government Bond OAT 25.11.30            | 6,059,800.00  | 5,495,854.32  | 2.04                        |
| EUR   | 2,150,000                 | French Republic Government Bond OAT 0.50% 25.05.25      | 2,244,213.00  | 2,161,438.00  | 0.80                        |
| EUR   | 12,000,000                | French Republic Government Bond OAT 0.50% 25.05.26      | 12,233,520.00 | 12,015,360.00 | 4.45                        |
| EUR   | 7,344,000                 | French Republic Government Bond OAT 0.50% 25.05.29      | 7,913,720.65  | 7,231,526.64  | 2.68                        |
| EUR   | 2,508,000                 | French Republic Government Bond OAT 1.25% 25.05.34      | 2,826,445.78  | 2,558,429.36  | 0.95                        |
| EUR   | 10,747,000                | French Republic Government Bond OAT 1.50% 25.05.31      | 12,763,889.49 | 11,365,877.82 | 4.21                        |
| EUR   | 2,000,000                 | French Republic Government Bond OAT 2.25% 25.05.24      | 2,117,340.00  | 2,092,760.00  | 0.78                        |
| EUR   | 1,400,000                 | Ireland Government Bond 0.20% 18.10.30                  | 1,358,644.00  | 1,323,595.00  | 0.49                        |
| EUR   | 1,200,000                 | Ireland Government Bond 0.55% 22.04.41                  | 1,096,272.00  | 1,050,780.00  | 0.39                        |
| EUR   | 1,300,000                 | Ireland Government Bond 0.90% 15.05.28                  | 1,352,208.00  | 1,315,385.50  | 0.49                        |
| EUR   | 1,800,000                 | Ireland Government Bond 3.40% 18.03.24                  | 1,939,572.00  | 1,920,362.04  | 0.71                        |
| EUR   | 4,299,000                 | Italy Buoni Poliennali Del Tesoro 0.95% 01.08.30        | 4,454,045.82  | 4,004,147.07  | 1.48                        |
| EUR   | 1,598,000                 | Italy Buoni Poliennali Del Tesoro 1.35% 15.04.22        | 1,638,762.74  | 1,599,162.55  | 0.59                        |
| EUR   | 4,657,000                 | Italy Buoni Poliennali Del Tesoro 1.35% 01.04.30        | 4,995,191.34  | 4,509,641.34  | 1.67                        |
| EUR   | 5,374,000                 | Italy Buoni Poliennali Del Tesoro 1.60% 01.06.26        | 5,816,495.16  | 5,481,434.32  | 2.03                        |
| EUR   | 6,807,000                 | Italy Buoni Poliennali Del Tesoro 1.65% 01.03.32        | 7,476,944.94  | 6,624,750.74  | 2.46                        |
| EUR   | 6,663,000                 | Italy Buoni Poliennali Del Tesoro 1.85% 15.05.24        | 7,134,740.40  | 6,852,243.19  | 2.54                        |
| EUR   | 5,374,000                 | Italy Buoni Poliennali Del Tesoro 1.85% 01.07.25        | 5,834,336.84  | 5,536,558.66  | 2.05                        |
| EUR   | 7,881,000                 | Italy Buoni Poliennali Del Tesoro 2.05% 01.08.27        | 8,784,846.81  | 8,149,833.13  | 3.02                        |
| EUR   | 5,553,000                 | Italy Buoni Poliennali Del Tesoro 2.45% 01.09.33        | 6,608,736.36  | 5,781,617.01  | 2.14                        |
| EUR   | 720,000                   | Italy Buoni Poliennali Del Tesoro 2.45% 01.09.50        | 877,255.20    | 718,610.40    | 0.27                        |
| EUR   | 3,090,000                 | Italy Buoni Poliennali Del Tesoro 2.50% 01.12.24        | 3,413,646.60  | 3,237,815.71  | 1.20                        |
| EUR   | 5,559,000                 | Italy Buoni Poliennali Del Tesoro 2.80% 01.12.28        | 6,598,310.64  | 5,999,616.35  | 2.22                        |
| EUR   | 580,000                   | Italy Buoni Poliennali Del Tesoro 2.80% 01.03.67        | 704,281.92    | 587,064.40    | 0.22                        |
| EUR   | 2,016,000                 | Italy Buoni Poliennali Del Tesoro 3.25% 01.09.46        | 2,797,341.12  | 2,343,458.88  | 0.87                        |
| EUR   | 3,941,000                 | Italy Buoni Poliennali Del Tesoro 5.00% 01.08.39        | 6,438,332.88  | 5,482,916.25  | 2.03                        |
| EUR   | 359,000                   | Kingdom of Belgium Government Bond 0.40% 22.06.40       | 357,154.74    | 304,529.18    | 0.11                        |
| EUR   | 2,150,000                 | Kingdom of Belgium Government Bond 0.80% 22.06.25       | 2,274,248.50  | 2,184,851.50  | 0.81                        |
| EUR   | 1,792,000                 | Kingdom of Belgium Government Bond 0.80% 22.06.27       | 1,927,142.99  | 1,815,502.08  | 0.67                        |
| EUR   | 1,075,000                 | Kingdom of Belgium Government Bond 0.90% 22.06.29       | 1,175,395.59  | 1,089,195.38  | 0.40                        |
| EUR   | 2,150,000                 | Kingdom of Belgium Government Bond 1.25% 22.04.33       | 2,458,385.25  | 2,219,111.75  | 0.82                        |
| EUR   | 717,000                   | Kingdom of Belgium Government Bond 1.60% 22.06.47       | 872,084.71    | 739,010.04    | 0.28                        |
| EUR   | 3,000,000                 | Netherlands Government Bond 15.01.24                    | 3,026,160.00  | 3,003,330.00  | 1.11                        |
| EUR   | 6,449,000                 | Netherlands Government Bond 15.07.31                    | 6,622,141.32  | 6,050,161.60  | 2.24                        |
| EUR   | 1,362,000                 | Netherlands Government Bond 0.50% 15.07.26              | 1,425,293.57  | 1,369,640.82  | 0.51                        |
| EUR   | 2,150,000                 | Netherlands Government Bond 0.50% 15.01.40              | 2,306,348.00  | 2,031,598.86  | 0.75                        |
| EUR   | 2,700,000                 | Netherlands Government Bond 0.75% 15.07.28              | 2,805,354.00  | 2,737,732.50  | 1.02                        |
| EUR   | 2,508,000                 | Portugal Obrigacoes do Tesouro OT 3.88% 15.02.30        | 3,224,811.48  | 3,032,524.88  | 1.12                        |
| EUR   | 5,900,000                 | Republic of Austria Government Bond 20.02.30            | 5,691,081.00  | 5,536,265.00  | 2.05                        |
| EUR   | 1,700,000                 | Republic of Austria Government Bond 20.02.31            | 1,619,862.00  | 1,571,956.00  | 0.58                        |
| EUR   | 2,750,000                 | Republic of Austria Government Bond 0.25% 20.10.36      | 2,532,447.50  | 2,429,824.10  | 0.90                        |
| EUR   | 2,700,000                 | Republic of Austria Government Bond 0.75% 20.02.28      | 2,783,619.00  | 2,724,583.50  | 1.01                        |
| EUR   | 425,000                   | Republic of Austria Government Bond 0.75% 20.03.51      | 402,691.75    | 382,955.52    | 0.14                        |

The accompanying notes are an integral part of these financial statements.

## KBC Renta Strategic Accents 1

### Statement of investments and other net assets (in EUR) (continued)

as at 31st March 2022

| Currency                        | Number /<br>nominal value | Description                          | Cost           | Market value          | % of<br>total net<br>assets |
|---------------------------------|---------------------------|--------------------------------------|----------------|-----------------------|-----------------------------|
| <b>Bonds (continued)</b>        |                           |                                      |                |                       |                             |
| EUR                             | 5,374,000                 | Spain Government Bond 0.35% 30.07.23 | 5,476,052.26   | 5,411,907.12          | 2.01                        |
| EUR                             | 3,583,000                 | Spain Government Bond 0.60% 31.10.29 | 3,724,229.91   | 3,457,456.70          | 1.28                        |
| EUR                             | 4,657,000                 | Spain Government Bond 1.00% 31.10.50 | 4,394,409.68   | 3,702,640.99          | 1.37                        |
| EUR                             | 1,433,000                 | Spain Government Bond 1.20% 31.10.40 | 1,523,465.29   | 1,297,180.26          | 0.48                        |
| EUR                             | 3,702,000                 | Spain Government Bond 1.25% 31.10.30 | 4,067,207.38   | 3,713,599.11          | 1.38                        |
| EUR                             | 3,941,000                 | Spain Government Bond 1.30% 31.10.26 | 4,272,756.96   | 4,042,111.87          | 1.50                        |
| EUR                             | 3,583,000                 | Spain Government Bond 1.85% 30.07.35 | 4,202,321.55   | 3,701,310.66          | 1.37                        |
| EUR                             | 7,165,000                 | Spain Government Bond 1.95% 30.07.30 | 8,369,484.27   | 7,598,537.67          | 2.82                        |
| EUR                             | 7,165,000                 | Spain Government Bond 4.65% 30.07.25 | 8,701,176.00   | 8,119,835.84          | 3.01                        |
| Total investments in securities |                           |                                      | 279,881,564.35 | 259,208,518.90        | 96.02                       |
| Cash at banks                   |                           |                                      |                | 9,437,769.00          | 3.50                        |
| Other net assets/(liabilities)  |                           |                                      |                | 1,292,407.23          | 0.48                        |
| Total                           |                           |                                      |                | <u>269,938,695.13</u> | <u>100.00</u>               |

The accompanying notes are an integral part of these financial statements.



## Notes to the financial statements

as at 31st March 2022

### Note 1 - Significant accounting policies

#### a) Presentation of the financial statements

The financial statements of the SICAV are established in accordance with the legal and regulatory requirements in force and with generally accepted accounting principles in Luxembourg concerning Undertakings for Collective Investment in Transferable Securities.

#### b) Valuation of assets

- 1) The value of cash in hand, bills and demand notes payable and accounts receivable, prepaid expenses, received dividends and interest declared or accrued but not yet received is formed by the nominal value of such assets, unless it appears unlikely that the full value can be received at maturity, in which case the value will be determined by making such deduction as the Board of Directors of the SICAV considers appropriate to reflect the fair value thereof.
- 2) The value of all transferable securities traded or listed on a stock exchange or on another regulated market is determined on the basis of the last available price unless this price is not representative.
- 3) The value of transferable securities in portfolio on the valuation day that are not traded or listed on a stock exchange or other regulated market, and of securities traded or listed on a stock exchange or other regulated market where the price determined according to the stipulations of the above indent is not representative of the fair value of such transferable securities, will be determined on the basis of the foreseeable sale price, as estimated by the Board of Directors of the SICAV prudently and in good faith.

#### c) Acquisition cost of securities in the portfolio

The acquisition cost of the securities held by each sub-fund that are denominated in currencies other than the reference currency of the sub-fund is converted into this currency at the exchange rates prevailing on the date of purchase.

#### d) Valuation of futures contracts

Futures contracts are valued at the last settlement or close price on the stock exchanges or regulated markets. Valuation method used for futures contracts is First-in-First-out (FIFO). Unrealised gain or loss is recorded in the statement of net assets.

#### e) Formation expenses

Formation expenses are amortised on a straight line basis over a period of 5 years.

#### f) Conversion of foreign currencies

Cash at banks, other net assets and liabilities, and the market value of the securities in portfolio expressed in currencies other than the reference currency of the sub-fund are converted into this currency at the exchange rates prevailing on the closing date.

#### g) Combined financial statements

The combined financial statements of the SICAV are expressed in EUR and are equal to the sum of the corresponding captions in the financial statements of each sub-fund converted into this currency at the exchange rate prevailing at the closing date.

At the closing date, the exchange rates used for the combined financial statements are the following:

|   |     |   |            |     |                 |
|---|-----|---|------------|-----|-----------------|
| 1 | EUR | = | 1.3897555  | CAD | Canadian Dollar |
|   |     |   | 24.4254443 | CZK | Czech Koruna    |
|   |     |   | 9.7290120  | NOK | Norwegian Krone |
|   |     |   | 1.1126500  | USD | US Dollar       |

### Note 2 - Cash at banks

All cash at banks balances as at 31st March 2022 were held with Brown Brothers Harriman (Luxembourg) S.C.A. or on overnight deposit directly with sub-custodians, that have short-term credit rating above investment grade.

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2022

#### Note 3 - Management fees

The Board of Directors of the SICAV is responsible for the general investment policy.

The SICAV has appointed KBC Asset Management S.A. as Management Company according to the provisions of Chapter 15 of the 2010 Law.

The Management Company receives, for its services concerning portfolio management an annual management fee payable monthly on the average net asset value of each sub-fund during the relevant month. The effective annual rates as at 31st March 2022 are as follows:

| Sub-fund                      | Effective Management Fee                                     | Maximum Management Fee |
|-------------------------------|--|------------------------|
| KBC Renta Eurorenta           | 0.70%<br>0.30% for the sub-category "Institutional B shares" | 1.10% <sup>(1)</sup>   |
| KBC Renta Dollarenta          | 0.70%<br>0.30% for the sub-category "Institutional B shares" |                        |
| KBC Renta Canarenta           | 0.60%  |                        |
| KBC Renta Short EUR           | 0.25%<br>0.30% for the sub-category "Institutional B shares" |                        |
| KBC Renta Nokrenta            | 0.60%  |                        |
| KBC Renta Czechrenta          | 1.00%<br>0.30% for the sub-category "Institutional B shares" | 1.60% <sup>(1)</sup>   |
| KBC Renta Strategic Accents 1 | 0.95%<br>0.30% for the sub-category "Institutional B shares" | 1.50% <sup>(1)</sup>   |

<sup>(1)</sup> Max. fee per year calculated on the average of the sub-fund's net assets. The management fee cannot be negative. For the portion of net assets corresponding to an investment in undertakings for collective investment managed by a financial institution belonging to the KBC Group, the fee for managing the investment portfolio equals the difference between the fee for managing the investment portfolio of the aforementioned undertakings for collective investment and the percentage that is paid for managing the investment portfolio. The fee for the management of the investment portfolio of the undertakings for collective investment in which the sub-fund invests will amount to a maximum of 1.70% per year.

The Management Company delegates the management of the sub-fund KBC Renta Czechrenta to CSOB Asset Management A.S. and bears their remuneration.

#### Note 4 - Subscription, redemption and conversion fees

##### a) Subscription fee in favour of the financial intermediaries

The shares, except the ones of the sub-category "Institutional B shares" and "Institutional F shares" are issued at a price corresponding to the net asset value per share, plus a subscription fee up to 2.50% payable by the subscriber in favour of the financial intermediaries.

##### b) Redemption, conversion fee in favour of the sub-funds of the SICAV

All shares submitted to redemption, except the ones of the sub-category "Institutional B shares" and "Institutional F shares", will be redeemed at the net asset value per share at the date of the redemption order receipt subject to deduction of a fee up to 1.00% payable by the seller in favour of the SICAV.

For distribution shares and capitalisation shares issued and in circulation, the shareholders are entitled to convert all or part of them at a price equal to the respective net asset values at the date of the conversion order receipt, less a conversion fee in favour of the respective sub-funds. No subscription, redemption and conversion fees are applied for distribution shares and capitalisation shares as at 31st March 2022.

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2022

#### Note 4 - Subscription, redemption and conversion fees (continued)

c) Subscription, redemption, conversion fee for the sub-category "Institutional B shares"

The sub-category "Institutional B shares" is dedicated to investment vehicles, promoted by the KBC group (in this case, the funds of funds). Given the frequency of the transactions operated by these funds, acquisition/realisation costs of the specific assets in favour of the sub-fund of the SICAV were created (as described below).

The effective rates as at 31st March 2022 are listed in the following table:

| Sub-funds                     | Effective rates | Maximum rates |
|-------------------------------|-----------------|---------------|
| KBC Renta Eurorenta           | 0.06%           | 0.50%         |
| KBC Renta Dollarenta          | 0.05%           |               |
| KBC Renta Short EUR           | 0.015%          |               |
| KBC Renta Czechrenta          | 0.30%           | 1.125%        |
| KBC Renta Strategic Accents 1 | 0.03%           | 1.50%         |

d) Subscription, redemption, conversion fee for the sub-category "Institutional F shares"

The sub-category "Institutional F shares" of the sub-fund KBC Renta Dollarenta is dedicated to the Belgian Investment Fund Horizon Dollar Obligatiedepot (the feeder fund). No fee is applied in case of subscription, conversion or redemption of shares during the period ended 31st March 2022 for this share class.

#### Note 5 - Fixed Service Fees and Depositary Fees

Apart from the portfolio management fee, each share class, unless otherwise stated in the description of the relevant sub-fund, is charged a Fixed Service Fee to cover the administration, the depositary and other on-going operating and administrative expenses, as it is indicated for each share class in the latest prospectus. The Fixed Service Fee is paid to the Management Company, KBC Asset Management S.A. The Fixed Service Fee is charged at the level of the share class of each sub-fund. The Fixed Service Fee is determined on each calculation of the net asset value and is paid on a monthly basis.

This Fixed Service Fee is fixed to the extent that the Management Company will bear any real expense above the aforementioned fee invoiced to the share class. Furthermore, the Management Company may retain any portion of the Fixed Service Fee charged to the share class over and above the relevant expenses as actually incurred by the share class in question.

All sub-funds pay to the Management Company a Fixed Service Fee which amounts to an effective annual rate of the net asset value. For all sub-funds, the effective rate as at 31st March 2022 amounts to 0.0615% of the net asset value. The maximum Fixed Service Fee for each sub-fund amounts to 0.125% annually of the net asset value.

#### Note 6 - Subscription tax ("*taxe d'abonnement*")

The SICAV is governed by Luxembourg law.

Pursuant to the legislation and regulations in force, the SICAV is subject to an annual subscription duty ("*taxe d'abonnement*") of 0.05% which is payable quarterly and calculated on the basis of the net assets of each sub-fund on the last day of each quarter.

Pursuant to Article 175 (a) of the 2010 Law, the net assets invested in investment funds already subject to the "*taxe d'abonnement*" are exempt from this tax.

The sub-categories of shares "Institutional B shares" and "Institutional F shares" benefit from the reduced tax of 0.01% in conformity with Article 174 (2) of the 2010 Law.

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2022

#### Note 7 - Belgian subscription tax

The Belgian regulation imposes to Undertakings for Collective Investment which were authorised to market their shares publicly in Belgium, the payment of an annual tax.

As from 1st January 2020, the relevant provisions regarding the annual tax on collective investments vehicles have been transferred from the Succession Duties Code (Book IIbis, Articles 161 to 162/1) to the Code of miscellaneous duties and taxes (Book II, Title XII, Articles 201/20 to 201/28).

This tax amounts to 0.0925% with exception of the sub-categories "Institutional B shares" and "Institutional F shares", for which this tax amounts to 0.01% of the total of the net sums distributed in Belgium at 31st December of the previous year, starting from their registration with the "Financial Services and Markets Authority" ("FSMA").

The SICAV is required to pay this tax by 31st March of each year at the latest.

#### Note 8 - Statement of changes in investments

The list of changes in the portfolio for the period ended 31st March 2022 is available free of charge at the registered office of the Management Company of the SICAV.

#### Note 9 - Futures contracts

As at 31st March 2022, the sub-funds below are committed in the following futures contracts with J. P. Morgan:

##### KBC Renta Eurorenta

|          | Number of contracts | Denomination                 | Currency | Commitment (in EUR) | Unrealised result (in EUR) |
|----------|---------------------|------------------------------|----------|---------------------|----------------------------|
| Sale     | 338                 | Euro Schatz Future 06/22     | EUR      | -37,428,430.00      | 116,105.00                 |
| Purchase | 200                 | Euro Buxl 30 Years BND 06/22 | EUR      | 37,240,000.00       | -546,000.00                |
|          |                     |                              |          |                     | <b>-429,895.00</b>         |

##### KBC Renta Dollarenta

|      | Number of contracts | Denomination                   | Currency | Commitment (in USD) | Unrealised result (in USD) |
|------|---------------------|--------------------------------|----------|---------------------|----------------------------|
| Sale | 20                  | US 10 Years Ultra Future 06/22 | USD      | -2,709,375.00       | -23,437.50                 |

The caption "Other liquid assets" in the statement of net assets contains principally margin calls and guarantee deposits serving to guarantee operations on futures contracts.

When the SICAV concludes futures contracts, it deposits and maintains, as collateral, a guarantee deposit with the broker in accordance with the requirements set by the stock exchange on which the transaction is made. In accordance with the contract, the SICAV agrees to receive from, or pay to, the broker an amount equal to the daily fluctuation in the value of the contract. The net amount payable to or receivable from the broker as at the closing date in addition to or deducted from the collateral originally deposited is recorded under the caption "Other liquid assets" in the statement of net assets.

#### Note 10 - Events

On 15th November 2019, KBC Asset Management S.A. ("KBC AM S.A.") announced its intention to transfer all its Luxembourg-based activities to Belgium. The Management Company's restructuring is currently scheduled to take place in the first half of 2022. As of then, KBC AM S.A. will no longer be present in Luxembourg.

### Notes to the financial statements (continued)

as at 31st March 2022

#### Note 10 - Events (continued)

This restructuring will have no impact on the investments of retail or professional investors in the SICAV:

- KBC AM S.A. will continue to manage the SICAV in the best interest of the investors on a cross-border basis from Belgium.
- Brown Brothers Harriman (Luxembourg) S.C.A. will remain the delegated central administration, depositary and principal paying agent of the SICAV.

On 7th September 2021, Brown Brothers Harriman & Co. ("BBH") has entered into an agreement with State Street Corporation ("State Street") under which State Street will acquire BBH's Investor Services business which includes its custody, fund accounting and administration, transfer agency, depositary, foreign exchange, trustee and securities lending services. The transaction is expected to be completed in the second quarter of 2022, subject to customary closing conditions and regulatory approvals.

The Annual General Meeting of Shareholders appointed on 8th December 2021 Mazars Luxembourg in replacement of Deloitte Audit S.à.r.l. for the exercise ending 30th September 2022 and the CSSF approval was received by letter dated 28th April 2021.

Since 24th February 2022, daily monitoring of operational processes and in particular of Russian and Ukrainian positions has been activated. In addition, the Investment Committee was convened on 25th and 28th February 2022, and the decision was made to reduce positions to the maximum extent possible.

However, regarding the funds in scope, there is no significant exposure to Russian and/or Ukrainian positions. The main risk related to the Russian-Ukrainian conflict is market and performance risks, as we observe increased volatility in global financial markets. Obviously, countries, sectors and companies more closely linked to the conflict are more heavily impacted than others.

There were no other events affecting the SICAV during the period ended 31st March 2022.

#### Note 11 - Subsequent events

With effect as of 1st April 2022, KBC AM S.A., the UCITS Management Company of the SICAV, has transferred its registered office from Luxembourg to Belgium and has changed its name into IVESAM NV (limited liability company) to which authorisation has been granted by the Belgian regulator FSMA in accordance with the Belgian Law of the 3rd August 2012 on undertakings for collective investment which comply with the conditions of Directive 2009/65/EC and on undertakings for investment in debt securities. In addition, the Fixed Service Fee which was used to be paid to KBC AM S.A. and which covered the fund administration services, the depositary services and other ongoing operating and administrative costs, except some costs and charges explicitly mentioned in the prospectus, has been replaced, with effect as of 1st April 2022, by:

- a maximum fund administration fee paid to IVESAM NV;
- a maximum depositary fee paid to Brown Brothers Harriman (Luxembourg) S.C.A. as depositary;
- a maximum research fee, if applicable; and
- an estimate of other costs which were included in the Fixed Service Fee but not included in the abovementioned fees.

Shareholders of the SICAV have been informed of these changes by a letter dated 1st April 2022.

There were no other subsequent events affecting the SICAV after the period ended 31st March 2022.

## KBC RENTA

### Additional Information

as at 31st March 2022

#### I. Securities Financing Transaction Regulation (EU Regulation n°2015/2365)

During the period ended 31st March 2022, the SICAV did not engage in transactions which are subject to EU Regulation n°2015/2365 on the transparency of securities financing transactions and reuse. Accordingly, no global, concentration and transactions data or information on the reuse of safekeeping is required to be reported.

#### II. EU Sustainable Finance Disclosure Regulation / EU Taxonomy Regulation

The following sub-funds of KBC Renta promote, among other characteristics, environmental and/or social characteristics and are categorized under Article 8 of the EU Sustainable Finance Disclosure Regulation (Regulation EU/2019/2088) ("SFDR"):

- KBC Renta Eurorenta; and
- KBC Renta Nokrenta.

Within the limits of their respective investment policies, these sub-funds seek to invest as much as possible in assets that form part of the socially responsible universe. In order to create this socially responsible universe, issuers are subjected to a negative and positive screening procedure, the details of which are included in the KBC Renta prospectus. These sub-funds do not undertake to ensure that their underlying investments take into account the EU criteria for environmentally sustainable economic activities as defined by the EU Taxonomy Regulation (Regulation EU/2020/852) ("EU Taxonomy") but it cannot be excluded that some of the underlying investments are aligned with this criteria.

Other than the above-listed sub-funds, all other remaining sub-funds of KBC Renta are categorised under Article 6 of the SFDR and their underlying investments do not take into account the EU criteria for environmentally sustainable economic activities as defined by the EU Taxonomy.

#### III. Index-Tracking UCITS

In accordance to ESMA Regulation (ESMA/2012/832EN) and CSSF Circular 14/592, the following table represents information on the anticipated level of tracking error in normal market conditions and realised tracking error as at 31st March 2022.

| Sub-fund            | Benchmark                                    | Realised tracking error | Anticipated level of tracking error |
|---------------------|--|-------------------------|-------------------------------------|
| KBC Renta Canarenta | JP Morgan Government Bond Index (GBI) Canada | 0.49%                   | <0.5%                               |
| KBC Renta Nokrenta  | ICE BofA Norway Government Index             | 0.30%                   | <0.5%                               |