

ESPA WWF STOCK UMWELT

Mutual fund pursuant to the InvFG

Annual Report 2011/12

Contents

General Information about the Investment Firm	2
Development of the Fund	3
Method of Calculating Overall Risk	3
Asset Allocation.....	4
Comparative Overview (in EUR).....	4
Dividend Disbursement/Payment	5
Income Statement and Changes in Fund Assets	6
1. Value Development over the Financial Year (Fund Performance).....	6
2. Fund Result.....	6
3. Changes in Fund Assets.....	7
4. Source of the Fund Result	8
5. Use of the Fund Result.....	8
Fund Portfolio as of 30 April 2012	9
Unqualified Auditor's Opinion	17
Fund Terms and Conditions.....	19
General Terms and Conditions	19
Special Fund Terms and Conditions.....	21
Annex to the Special Fund Terms and Conditions.....	26

The Austrian Investment Fund Act (Investmentfondsgesetz [InvFG]) 2011 has been in effect since 1 September 2011. Some of the provisions and legal references in the annual report still refer to the InvFG 1993.

This also applies to the fund terms and conditions, which were approved on the basis of the legal conditions valid at the time of authorisation.

General Information about the Investment Firm

The company	ERSTE-SPARINVEST Kapitalanlagegesellschaft m. b. H. Habsburgergasse 1a, A-1010 Vienna Telephone: +43 05 0100-19881, Fax: +43 05 0100-17102
Nominal capital	EUR 4.50 million
Shareholders	Erste Asset Management GmbH (81.42%) DekaBank Deutsche Girozentrale (2.87%) Kärntner Sparkasse Aktiengesellschaft (2.87%) NÖ-Sparkassen Beteiligungsgesellschaft m. b. H. (1.37%) Salzburger Sparkasse Bank Aktiengesellschaft (2.87%) Sieben Tiroler Sparkassen Beteiligungsgesellschaft m. b. H. (2.87%) Steiermärkische Bank und Sparkassen Aktiengesellschaft (5.73%)
Supervisory Board	Wolfgang TRAINDL, Mag. (Chairman) Gerhard FABISCH, Mag. Dr. (Deputy Chairman) Wilhelm SCHULTZE, DI (Deputy Chairman) Christian AICHINGER, Dr. Birte QUITT, Dipl. BW. (FH) Franz RATZ Gabriele SEMMELROCK-WERZER Reinhard WALTl, Mag. Appointed by the Works Council: Regina HABERHAUER, Mag. (FH) Dieter KERSCHBAUM, Mag. Gerhard RAMBERGER, Mag. Herbert STEINDORFER
Managing directors	Heinz BEDNAR, Mag. Harald GASSER, Mag. Franz GSCHIEGL, Dr.
Prokuristen (proxies)	Achim ARNHOF, Mag. Winfried BUCHBAUER, Mag. Harald EGGER, Mag. Oskar ENTMAYR Dietmar JAROSCH, Dr. Günther MANDL Christian SCHÖN Paul A. SEVERIN, Mag. Jürgen SINGER, Mag.
State commissioners	Erwin GRUBER Michael MANHARD, HR Dr.
Auditor	ERNST & YOUNG WIRTSCHAFTSPRÜFUNGSGESELLSCHAFT MBH
Custodian bank	Erste Group Bank AG

Dear Shareholder,

We are pleased to present you the following annual report for the ESPA WWF STOCK UMWELT mutual fund pursuant to the InvFG for the period from 1 May 2011 to 30 April 2012.

Development of the Fund

As an actively managed and globally investing equity theme fund, ESPA WWF STOCK UMWELT followed the slightly positive trend on the world's equity markets in the reporting period. After staying mostly in step with the market as a whole until the summer of 2011, the fund was unable to profit from the upward movement beginning on the international stock exchanges in the autumn. The reason for this was the generally below-average performance of the segments contained in the fund, especially renewable energy, but also water and recycling/waste management. In particular, the fields of solar and wind energy were hit hard by the feared cuts in feed-in tariffs. ESPA WWF STOCK UMWELT's cash ratio was slightly raised due to the challenging market conditions. The fund substantially underperformed its overall market index, the MSCI World Index, in the reporting period. This deviation was the result of significant price gains particularly among the sectors not represented in the fund such as consumer goods and healthcare stocks.

The fund achieved a negative performance of -13.01% in the reporting period.

Method of Calculating Overall Risk ¹⁾

Method of calculating overall risk:	Commitment approach
Reference assets used:	-
Value at risk:	-
Lowest value:	-
Average value:	-
Highest value:	-
Model used:	-
Leverage* when using the value-at-risk calculation method:	-
Leverage** according to § 4 of the 4 th Derivatives Risk Measurement and Reporting Regulation:	-

1) For the period from 1 September 2011 to the end of the financial year.

* Total nominal values of derivative instruments without taking into account offsetting and hedging (item 8.5. Schedule B InvFG 2011).

** Total derivative risk taking offsetting and hedging into account = total of the equivalent values of the underlying assets as a percentage of the fund assets.

Asset Allocation

	30 April 2012		30 April 2011	
	EUR millions	%	EUR millions	%
Equities denominated in				
AUD	0.3	0.61	0.8	1.71
GBP	5.1	12.20	5.9	12.30
DKK	0.6	1.40	1.0	1.99
EUR	4.5	10.78	9.9	20.46
INR	-	-	-	-
JPY	6.2	14.83	6.9	14.26
CAD	0.9	2.10	0.0	0.03
KRW	0.4	1.02	-	-
NOK	1.5	3.60	1.4	2.96
SGD	-	-	2.1	4.40
CHF	0.6	1.36	-	-
USD	20.2	48.50	21.1	43.78
Securities	40.2	96.39	49.1	101.90
Dividend entitlements	0.1	0.12	0.1	0.26
Cash in banks/bank liabilities	1.5	3.49	-	1.0
Interest entitlements	0.0	0.00	0.0	0.00
Other deferred items	-	0.0	-	0.0
Fund assets	41.8	100.00	48.2	100.00

Comparative Overview (in EUR)

Financial year	Fund assets	Value change in per cent 1)
2006/07	61,296,350.66	+ 11.49
2007/08	75,757,986.86	- 7.70
2008/09	52,377,502.88	- 38.42 2)
2009/10	47,499,699.58	+ 23.24 2)
2010/11	48,155,964.67	+ 0.42 2)
2011/12	41,755,256.14	- 13.01 2)

Financial year	Dividend shares		Non-dividend shares			KESt-exempt non-dividend shares	
	Calculated value per share	Dividend disbursement	Calculated value per share	Reinvested earnings	Payment in accordance with § 58 paragraph 2 InvFG	Calculated value per share	Reinvested KESt-exempt earnings
2006/07	119.56	0.29	119.56	0.00	0.29	-	-
2007/08	110.09	0.17	110.09	0.00	0.17	110.09	0.17
2008/09	67.69	0.00	67.69	0.00	0.00	67.80	0.00
2009/10	83.42	0.00	83.42	0.00	0.00	83.55	0.00
2010/11	83.77	0.03	83.77	25.08	0.03	83.91	25.18
2011/12	72.84	0.00	72.84	5.25	0.00	72.98	5.31

1) Assuming the reinvestment of all disbursed and paid dividends at their nominal value on the day of disbursement.

2) The changes in the value of KESt-exempt non-dividend shares vary slightly from those of dividend shares and non-dividend shares because of rounding effects.

Disbursement/Payment

No dividend is being disbursed for the **dividend shares** for the 2011/12 financial year.

The amount of capital gains tax to be withheld by the bank effecting the coupon payment is EUR 0.00.

An amount of EUR 5.25 per share will be reinvested for the **non-dividend shares** for the financial year 2011/12, which represents a total of EUR 2,536,291.97 for 483,375 non-dividend shares.

Pursuant to § 58 paragraph 2 of the Austrian Investment Fund Act (InvFG), the applicable capital gains tax must be paid on the profit for the non-dividend shares, but this profit is EUR 0.00 for the period.

Pursuant to the penultimate sentence of § 58 paragraph 2 of the Austrian Investment Fund Act, no capital gains tax will be paid for **KES-exempt non-dividend shares**. An amount of EUR 5.31 per share will be reinvested for the KES-exempt non-dividend shares for the financial year 2011/12, which represents a total of EUR 40,595.29 for 7,639 KES-exempt non-dividend shares.

Income Statement and Changes in Fund Assets

1. Value Development over the Financial Year (Fund Performance)

Calculated according to the OeKB method: per share in the fund currency (EUR) not including the issue premium	Dividend shares	Non-dividend shares	KESSt-exempt non-dividend shares
Share value at the beginning of the reporting period	83.77	83.77	83.91
Disbursement on 01.08.2011 (corresponds to roughly 0.0004 shares) 1)	0.03		
Payment on 01.08.2011 (corresponds to roughly 0.0004 shares) 1)		0.03	
Share value at the end of the reporting period	72.84	72.84	72.98
Total value including (notional) shares gained through dividend disbursement/payment	72.87	72.87	72.98
Net earnings per share	- 10.90	- 10.90	- 10.93
Value development of one share in the period 2)	- 13.01 %	- 13.01 %	- 13.03 %

2. Fund Result

a. Realised fund result

Ordinary fund result

Income (without profit or loss from price changes)

Interest income (excluding income adjustment) 12,874.87

Dividend income 539,949.08

Other income 3) 77,390.79

Total income (without profit or loss from price changes) 630,214.74

Interest paid - 51.56

Expenses

Fees paid to Investment Firm - 604,417.55

Costs for the financial auditor and tax consultation - 12,757.00

Publication costs - 42,815.97

Securities account fees - 18,001.83

Custodian bank fees - 48,353.40

Costs for the external consultant 0.00

Total expenses - 726,345.75

Compensation for management costs from sub-funds 4) 0.00

Ordinary fund result (excluding income adjustment) - 96,182.57

Realised profit or loss from price changes 5) 6)

Realised gains 7) 2,994,411.96

Realised losses 8) - 8,908,274.08

Realised profit or loss from price changes (excluding income adjustment) - 5,913,862.12

Realised fund result (excluding income adjustment) - 6,010,044.69

Carryover: Realised fund result (excluding income adjustment)	- 6,010,044.69
b. Unrealised profit or loss from price changes 5) 6)	
Changes in the unrealised profit or loss from price changes	<u>- 77,712.06</u>
Result for the reporting period	- 6,087,756.75
c. Income adjustment	
Income adjustment for income in the period	107,324.51
Income adjustment for profit carried forward from dividend shares	<u>- 354,114.78</u>
Overall fund result	<u>- 6,334,547.02</u>

3. Changes in Fund Assets

Fund assets at the beginning of the reporting period 9)	48,155,964.68
Disbursement/payment	
Disbursement (for dividend shares) on 01.08.2011	- 2,902.40
Payment (for non-dividend shares) on 01.08.2011	<u>- 13,173.00</u>
Issue and return of shares	- 50,086.12
Overall fund result	
(The fund result is shown in detail under 2)	<u>- 6,334,547.02</u>
Fund assets at the end of the reporting period 10)	<u>41,755,256.14</u>

4. Source of the Fund Result

Realised fund result	- 6,010,044.69
Income adjustment for income in the period	107,324.51
Income adjustment for profit carried forward from dividend shares	- 354,114.78
Profit carried forward from prior year	2,409,781.77
Costs and losses covered by fund assets	8,908,274.08
Distributable/retainable fund result	5,061,220.89

5. Use of the Fund Result

Disbursement on 01.08.2012 for 82,229 dividend shares at EUR 0.00 each	0.00
Payment on 01.08.2012 for 483,375 non-dividend shares at EUR 0.00 each	0.00
Reinvestment for 483,375 non-dividend shares at EUR 5.25 each	2,536,291.97
Reinvestment for 7,639 KEST-exempt non-dividend shares at EUR 5.31 each	40,595.29
Profit carried forward for dividend shares	2,484,333.63
Total use	5,061,220.89

The way in which interest income is recognised was changed due to amendments to the tax regulations that went into force on 1.4.2012. This has no effect on the calculated value of the fund.

- 1) Calculated value on 28.07.2011 (ex-date): One dividend share EUR 78.58, one non-dividend share EUR 78.58.
- 2) The changes in the value of KEST-exempt non-dividend shares vary slightly from those of dividend shares and non-dividend shares because of rounding effects.
- 3) The earnings reported under this item can be attributed entirely to lending fees from securities lending transactions.
- 4) Reimbursements (in the sense of commissions) paid by third parties are forwarded to the Investment Fund after deduction of any associated costs. Erste Bank der oesterreichischen Sparkassen AG receives 20% of the calculated commissions to cover administrative costs.
- 5) Realised profits and losses are not calculated precisely for the specific periods, which means that they, as is the case for the changes in the unrealised profit or loss, are not necessarily congruent with the changes in the value of the fund in the reporting year.
- 6) Total profit or loss from price changes without income adjustment (realised profit or loss from price changes, without income adjustment, plus changes in the unrealised profit or loss): EUR -5,991,574.17.
- 7) Thereof profits from transactions with derivative financial instruments: EUR 0.00.
- 8) Thereof losses from transactions with derivative financial instruments: EUR 0.00.
- 9) Shares outstanding at the beginning of the reporting period: 98,128 dividend shares, 473,027 non-dividend shares, 3,677 KEST-exempt non-dividend shares.
- 10) Shares outstanding at the end of the reporting period: 82,229 dividend shares, 483,375 non-dividend shares, 7,639 KEST-exempt non-dividend shares.

Fund Portfolio as of 30 April 2012

(including changes in securities assets from 1 May 2011 to 30 April 2012)

Security designation	ISIN number	Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
				Shares/nominal (nom. in 1,000, rounded)			

Publicly traded securities

Equities denominated in GBP

Issue country Great Britain

PENNON GROUP NEW LS -.407	GB00B18V8630	0	104,000	196,000	7.420000	1,783,723.85	4.27
SEVERN TRENT LS-.9789	GB00B1FH8J72	0	39,000	96,000	16.830000	1,981,631.93	4.75
SHANKS GROUP PLC LS-.10	GB0007995243	110,000	0	210,000	0.957000	246,489.76	0.59
Total						4,011,845.54	9.61
Total equities denominated in GBP translated at a rate of 0.815328						4,011,845.54	9.61

Equities denominated in EUR

Issue country Germany

ASIAN BAMBOO AG BEARER.NP	DE000A0M6M79	21,500	0	21,500	11.308000	243,122.00	0.58
SCHALTBAU HOLDING N.P.	DE0007170300	4,350	0	4,350	83.000000	361,050.00	0.86
SOLARWORLD AG N.P.	DE0005108401	28,000	0	108,000	1.590000	171,720.00	0.41
Total						775,892.00	1.86

Issue country France

SCHNEIDER ELEC. BEARER EO 4	FR0000121972	41,000	41,000	20,000	46.410000	928,200.00	2.22
Total						928,200.00	2.22

Issue country Austria

BWT AG	AT0000737705	1,000	0	16,000	13.250000	212,000.00	0.51
KAPSCH TRAFFICOM AG	AT000KAPSCH9	440	0	8,440	67.500000	569,700.00	1.36
Total						781,700.00	1.87

Issue country Spain

EDP RENOVAVEIS EO 5	ES0127797019	20,000	0	80,000	3.218000	257,440.00	0.62
Total						257,440.00	0.62
Total equities denominated in EUR						2,743,232.00	6.57

Equities denominated in JPY

Issue country Japan

DAISEKI CO. LTD	JP3485600005	3,000	0	68,600	1,367.000000	884,529.18	2.12
KOBELCO ECO SOLUT.	JP3376000000	10,000	0	95,000	335.000000	300,184.28	0.72
OYO CORP.	JP3174600001	5,000	0	55,000	868.000000	450,300.00	1.08
Total						1,635,013.46	3.92
Total equities denominated in JPY translated at a rate of 106.018210						1,635,013.46	3.92

ESPA WWF STOCK UMWELT

Security designation	ISIN number	Purch./ additions Shares/nominal (nom. in 1,000, rounded)	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
Equities denominated KRW							
Issue country Korea, Republic of							
WOONGJIN COWAY SW 500	KR7021240007	17,650	0	17,650	36,200.000000	427,495.08	1.02
Total						427,495.08	1.02
Total equities denominated in KRW translated at a rate of 1494.590310						427,495.08	1.02
Equities denominated in USD							
Issue country USA							
MET-PRO CORP. DL-.10	US5908763064	46,500	0	46,500	9.970000	350,551.98	0.84
Total						350,551.98	0.84
Total equities denominated in USD translated at a rate of 1.322500						350,551.98	0.84
Total publicly traded securities						9,168,138.06	21.96
Securities admitted to organised markets							
Equities denominated in AUD							
Issue country Australia							
SIMS METAL MGMT LTD. DEF.	AU000000SGM7	18,000	0	23,000	14.100000	253,763.81	0.61
Total						253,763.81	0.61
Total equities denominated in AUD translated at a rate of 1.277960						253,763.81	0.61
Equities denominated in GBP							
Issue country Great Britain							
RPS GRP PLC LS-.03	GB0007594764	27,520	157,520	370,000	2.385000	1,082,325.15	2.59
Total						1,082,325.15	2.59
Total equities denominated in GBP translated at a rate of 0.815328						1,082,325.15	2.59
Equities denominated in DKK							
Issue country Denmark							
VESTAS WIND SYST. REG.DK1	DK0010268606	65,000	20,000	85,000	51.000000	582,781.14	1.40
Total						582,781.14	1.40
Total equities denominated in DKK translated at a rate of 7.438470						582,781.14	1.40
Equities denominated in EUR							
Issue country Finland							
LASSILA + TIKANOJA EO-.50	FI0009010854	2,500	0	15,000	10.640000	159,600.00	0.38
Total						159,600.00	0.38

Security designation	ISIN number	Purch./ additions Shares/nominal	Sales/ disposals (nom. in 1,000, rounded)	Holding	Price	Value in EUR	% share of fund assets
Issue country France							
BOIRON SA BEARER EO 1	FR0000061129	1,320	0	25,290	23.330000	590,015.70	1.41
Total						590,015.70	1.41
Issue country Italy							
ANSALDO STS S.P.A. EO-.50	IT0003977540	11,080	0	59,080	6.670000	394,063.60	0.94
PRYSMIAN S.P.A. EO 0.10	IT0004176001	50,000	0	50,000	12.300000	615,000.00	1.47
Total						1,009,063.60	2.42
Total equities denominated in EUR						1,758,679.30	4.21
Equities denominated in JPY							
Issue country Japan							
ASAHI HOLDINGS INC.	JP3116700000	0	0	73,800	1,558.000000	1,084,534.44	2.60
KURITA WATER IND.	JP3270000007	0	20,000	80,000	1,918.000000	1,447,298.53	3.47
SHIMANO INC.	JP3358000002	1,000	0	40,980	5,240.000000	2,025,455.82	4.85
Total						4,557,288.79	10.91
Total equities denominated in JPY translated at a rate of 106.018210						4,557,288.79	10.91
Equities denominated in CAD							
Issue country Canada							
STANTEC INC.	CA85472N1096	20,000	0	20,000	31.720000	487,373.91	1.17
WESTPORT INNOVAT.INC. NEW	CA9609083097	16,500	0	16,500	30.780000	390,168.01	0.93
Total						877,541.92	2.10
Total equities denominated in CAD translated at a rate of 1.301670						877,541.92	2.10
Equities denominated in NOK							
Issue country Norway							
TOMRA SYSTEMS ASA NK 1	N00005668905 lent*	9,000	0	255,000	44.600000	1,503,074.74	3.60
Total						1,503,074.74	3.60
Total equities denominated in NOK translated at a rate of 7.566490						1,503,074.74	3.60
Equities denominated in CHF							
Issue country Switzerland							
GEBERIT AG NA DISP. SF-10	CH0030170408	3,550	0	3,550	191.900000	566,938.80	1.36
Total						566,938.80	1.36
Total equities denominated in CHF translated at a rate of 1.201620						566,938.80	1.36

ESPA WWF STOCK UMWELT

Security designation	ISIN number		Purch./ additions	Sales/ disposals	Holding	Price	Value in EUR	% share of fund assets
Equities denominated in USD								
Issue country Cayman Islands								
TRINA SOLAR ADR/100 DL-01	US89628E1047	lent*	31,000	40,000	81,000	7.480000	458,132.33	1.10
YINGLI GREEN ADR DL-.01	US98584B1035	lent*	65,000	40,000	145,000	3.830000	419,924.39	1.01
Total							878,056.72	2.10
Issue country Canada								
BALLARD PWR SYS (NEW)	CA0585861085		109,100	51,475	200,000	1.410000	213,232.51	0.51
Total							213,232.51	0.51
Issue country USA								
AGILENT TECHS INC. DL-.01	US00846U1016		18,400	0	18,400	42.970000	597,843.48	1.43
AMERICAN STAT.WTR DL 2.50	US0298991011		2,710	0	51,910	36.150000	1,418,938.75	3.40
AMERICAN WATER WKS DL-.01	US0304201033		22,000	0	22,000	34.470000	573,413.99	1.37
AQUA AMERICA INC. DL-.50	US03836W1036		36,000	0	36,000	22.740000	619,009.45	1.48
CALGON CARBON DL-.01	US1296031065		0	30,000	120,000	14.790000	1,342,003.78	3.21
CONN.WATER SERVICE INC.	US2077971016		910	5,700	11,719	27.360000	242,443.74	0.58
COVANTA HLDG CORP. DL-.10	US22282E1029		45,000	0	45,000	16.220000	551,909.26	1.32
CREE INC. DL-.00125	US2254471012		2,750	15,650	37,100	31.500000	883,667.30	2.12
DARLING INTL INC. DL-.01	US2372661015		46,400	0	46,400	16.420000	576,096.79	1.38
FIRST SOLAR INC. D -.001	US3364331070	lent*	13,000	5,000	26,000	18.420000	362,132.33	0.87
FUELCELL ENERGY DL-.0001	US35952H1068		140,000	0	340,000	1.220000	313,648.39	0.75
GT ADVANCED TECHS DL-.01	US36191U1060		120,000	0	120,000	6.730000	610,661.63	1.46
INTERFACE INC. A DL-.10	US4586651063		4,400	33,400	51,000	14.070000	542,586.01	1.30
ITC HOLDINGS CORP. DL-.01	US4656851056		7,000	0	7,000	77.310000	409,202.27	0.98
ITRON INC.	US4657411066		3,000	0	18,000	41.050000	558,714.56	1.34
KADANT INC. DL-.01	US48282T1043		17,250	0	17,250	25.760000	336,000.00	0.80
KANS.CIT.SO.	US4851703029		1,500	15,800	15,700	78.300000	929,534.97	2.23
LINDSAY CORP. DL 1	US5355551061		11,100	0	21,100	66.200000	1,056,196.60	2.53
METALICO INC. DL-.001	US5911761022		3,850	0	73,850	3.150000	175,899.81	0.42
MILLER (HERMAN) DL-.20	US6005441000		2,200	0	42,200	19.760000	630,527.03	1.51
PENTAIR INC. DL-.1666	US7096311052		22,500	13,125	39,375	43.390000	1,291,857.28	3.09
QUANTA SVCS DL-.00001	US74762E1029		26,900	0	26,900	22.310000	453,791.30	1.09
STERICYCLE INC. DL-.01	US8589121081		0	12,900	24,600	87.540000	1,628,343.29	3.90
TRIMBLE NAVIGATION	US8962391004		13,800	0	13,800	53.950000	562,956.52	1.35
UNION PAC. DL 2.50	US9078181081		550	0	10,550	114.810000	915,875.61	2.19
WABTEC CORP. DL-.01	US9297401088		3,200	0	10,200	77.530000	597,962.95	1.43
WATTS WATER TEC. A DL-.10	US9427491025		12,800	0	22,800	36.360000	626,849.15	1.50
Total							18,808,066.24	45.04
Total equities denominated in USD translated at a rate of 1.322500							19,899,355.47	47.66
Total securities admitted to organised markets							31,081,749.12	74.44

Breakdown of fund assets

Securities	40,249,887.18	96.39
Dividend entitlements	50,352.88	0.12
Cash in banks	1,456,566.12	3.49
Interest entitlements	335.60	0.00
Other deferred items	-1,885.64	- 0.00
Fund assets	41,755,256.14	100.00

Dividend shares outstanding	shares	82,229
Non-dividend shares outstanding	shares	483,375
KEST-exempt non-dividend shares outstanding	shares	7,639
Share value for dividend share	EUR	72.84
Share value for non-dividend share	EUR	72.84
Share value for KEST-exempt non-dividend share	EUR	72.98

* As of 30 April 2012, the securities marked with "lent" in the fund portfolio and the following securities were registered as lent in the following amounts and at the following fees in the securities lending system of Erste Group Bank AG:

Security designation	ISIN number	Lent amount	Fee rate in %
		Shares/nominal (nom. in 1,000, rounded)	
FIRST SOLAR INC. D -.001	US3364331070	11,000	2.00
SOLARWORLD AG N.P.	DE0005108401	10,000	10.00
SOLARWORLD AG N.P.	DE0005108401	21,500	6.00
SOLARWORLD AG N.P.	DE0005108401	13,600	7.00
SOLARWORLD AG N.P.	DE0005108401	50,000	7.25
TOMRA SYSTEMS ASA NK 1	N00005668905	240,000	3.68
TRINA SOLAR ADR/100 DL-01	US89628E1047	48,000	1.50
YINGLI GREEN ADR DL-.01	US98584B1035	71,000	0.38

Investor note:

The values of assets in illiquid markets may deviate from their actual selling prices.

Purchases and sales of securities in the reporting period not listed in the fund portfolio

Security designation	ISIN number	Purch./ additions Shares/nominal (nom. in 1,000, rounded)	Sales/ disposals
Publicly traded securities			
Equities denominated in EUR			
Issue country Germany			
INTERSEROH SE N.P.	DE0006209901	0	14,000
PHOENIX SOLAR AG N.P.	DE000A0BVU93	0	10,000
REPOWER SYSTEMS SE	DE0006177033	0	5,500
VOSSLOH AG N.P.	DE0007667107	6,100	6,100
Issue country Spain			
IBERDROLA RENOVAB. EO-.50	ES0147645016	0	500,000
Equities denominated in JPY			
Issue country Japan			
DAIKI ATAKA ENGINE.CO.LTD	JP3120000009	0	40,000
Equities denominated in USD			
Issue country USA			
PLUG POWER INC. DL-.01	US72919P1030	0	172,743
SANCON RES RECOV. DL-.001	US79970T1060	0	390,870
Securities admitted to organised markets			
Equities denominated in AUD			
Issue country Australia			
CERAMIC FUEL CELLS LTD.	AU000000CFU6	100,000	1,331,495
INFIGEN ENERGY	AU000000IFN8	0	2,000,000
Equities denominated in EUR			
Issue country Netherlands			
GRONTMIJ N.V. CVA EO-.25	NL0000853034	4,476	40,000
Issue country Spain			
IBERDROLA BEARER EO -.75	ES0144580Y14	75,688	75,688

Security designation	ISIN number	Purch./ additions Shares/nominal (nom. in 1,000, rounded)	Sales/ disposals
Equities denominated in JPY			
Issue country Japan			
EBARA JITSUGYO	JP3165950001	1,000	19,000
Equities denominated in CAD			
Issue country Canada			
BALLARD PWR SYS (NEW)	CA0585861085	69,100	69,100
HYDROGENICS CORP.	CA4488832078	0	4,000
Equities denominated in SGD			
Issue country Singapore			
HYFLUX LTD	SG1J47889782	0	1,440,000
SOUND GLOBAL LTD NEW	SG1W63939514	0	1,000,000
Equities denominated in USD			
Issue country Cayman Islands			
LDK SOL.SHS B ADR YC -.10	US50183L1070	0	75,000
Issue country USA			
AMER. SUPERCOND. DL-.01	US0301111086	0	50,000
COMVERGE INC. DL-.01	US2058591015	0	30,000
CVS CAREMARK DL 1	US1266501006	13,700	13,700
ENERNOC INC. DL-.001	US2927641074	6,000	36,000
MEMC ELECTR. MAT. DL-.01	US5527151048	50,000	50,000
PLUG POWER INC.NEW DL-.01	US72919P2020	17,274	17,274
QUANTUM FUEL NEW DL-.001	US74765E2081	0	40,000
SATCON TECH. CORP. DL-.01	US8038931064	0	15,000
Unlisted securities			
Equities denominated in EUR			
Issue country Netherlands			
GRONTMIJ N.V.-INT.CERT.WAHL.D.-	NL0009704691	35,524	35,524
Issue country Spain			
IBERDROLA -INT.CERT.-	ES0644580922	75,688	75,688

ESPA WWF STOCK UMWELT

Security designation	ISIN number	Purch./ additions Shares/nominal (nom. in 1,000, rounded)	Sales/ disposals
----------------------	----------------	---	---------------------

Equities denominated in USD

Issue country USA

GT SOLAR INTERNATIONAL	US3623E02092	0	95,000
------------------------	--------------	---	--------

Vienna, May 2012

ERSTE-SPARINVEST
Kapitalanlagegesellschaft m.b.H.

Bednar

Gasser

Gschiegl

Unqualified Auditor's Opinion*

We have audited the attached annual report as of 30 April 2012 prepared by ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H. for the fund under its management designated ESPA WWF STOCK UMWELT, mutual fund pursuant to the InvFG, for the financial year from 1 May 2011 to 30 April 2012, including the accounting records for the fund.

Management responsibility for the annual report, managing the fund assets and accounting

The legal representatives of the Management Company and the custodian bank are responsible for maintaining the fund's accounting records, valuing the fund assets, calculating withholding taxes, preparing the annual report and managing the fund assets, all in accordance with the provisions of the InvFG, the supplementary provisions in the fund terms and conditions, and the tax regulations. This responsibility includes: designing, implementing and maintaining an internal control system as needed for documenting and valuing the fund assets and for preparing the annual report in such a way that ensures that the report is free of material misstatements resulting from intentional or unintentional errors; the selection and application of suitable valuation methods; and the completion of estimates deemed appropriate in accordance with the prevailing conditions.

Auditor responsibility and description of the type and scope of the mandatory audit of the annual report

It is our responsibility to state an opinion on this report on the basis of our audit.

We conducted our audit in accordance with § 49 paragraph 5 InvFG 2011, in accordance with the legal requirements that apply in Austria, and in accordance with Austrian generally accepted accounting principles. These principles obligate us to follow the standards of our profession and to plan and conduct our audit in a way that enables us to ascertain with a reasonable degree of certainty whether or not the annual report is free of material misstatements.

An audit includes the completion of audit steps to obtain evidence of the amounts and other information disclosed in the annual report. These steps must be selected by the auditor at his or her own discretion and taking into account the auditor's expectations of the risk of material misstatements resulting from intentional or unintentional errors. In assessing this risk, the auditor considers the internal control system as it is relevant for the preparation of the annual report and the valuation of the fund assets so as to be able to select audit steps that are appropriate for the specific situation. An ascertainment of the effectiveness of the Management Company's or custodian bank's internal control system is not part of the audit. The audit also includes an assessment of the appropriateness of the applied valuation methods and material estimates made by management, as well as evaluating the overall presentation of the annual report.

We believe that we have collected sufficient and suitable evidence over the course of our audit, and that our audit provides a sufficient basis for our opinion.

Audit opinion

Our audit revealed no cause for objection. Based on the information obtained during the audit, we believe that the annual report as of 30 April 2012 for ESPA WWF STOCK UMWELT, mutual fund pursuant to the InvFG, complies with the legal requirements.

Statements regarding compliance with the Austrian Investment Fund Act and the fund terms and conditions

In accordance with § 49 paragraph 5 InvFG 2011, the audit must also include a determination of whether the provisions of the Austrian Investment Fund Act (Investmentfondsgesetz, InvFG) and the fund terms and conditions were complied with. We conducted our audit according to the aforementioned principles in such a way that we are able to form an opinion with sufficient certainty as to whether the provisions of the InvFG and the fund terms and conditions were complied with in general.

According to the information obtained during the audit, the provisions of the Austrian Investment Fund Act and the fund terms and conditions were complied with.

Statements regarding the report on activities in the reporting period

The descriptions included in the annual report by the management of the Management Company about the activities in the reporting period were examined critically by us, but were not subject to special audit steps according to the aforementioned principles. Therefore, our audit opinion is not based on this information. Overall, the descriptions regarding the reporting period are in line with the figures indicated in the annual report.

Vienna, 18 July 2012

ERNST & YOUNG
WIRTSCHAFTSPRÜFUNGSGESELLSCHAFT

Mag. Ernst Schönhuber
(Certified Public
Accountant)

Dr. Robert Wauschek
(Certified Public
Accountant)

* In the case of the publication or dissemination of the annual report with our auditor's opinion in a form that deviates from the confirmed (unabridged German) version (e.g. an abridged version or translation), reference may not be made to the auditor's opinion or our audit without our approval.

Fund Terms and Conditions for ESPA WWF STOCK UMWELT

Mutual fund pursuant to the InvFG General Terms and Conditions

governing the contractual relationship between the Shareholders and ERSTE-SPARINVEST KAG (hereinafter the "Investment Firm") for the mutual funds administered by the Investment Firm, which are only valid in combination with the Special Fund Terms and Conditions issued for each individual fund:

§ 1 Basic Terms

The Investment Firm is subject to the provisions of the 1993 Austrian Investment Fund Act as amended (hereinafter "InvFG").

§ 2 Fund Shares

1. Ownership in the assets held by the Investment Fund is divided into equal shares.

The number of shares is unlimited.

2. The partial ownership of the fund assets is evidenced by certificates having the characteristics of a security.

Fund shares may be issued as different classes of shares in accordance with the Special Fund Terms and Conditions.

The shares are depicted as global certificates (§ 24 Austrian Securities Deposit Act [Depotgesetz] as amended) and/or as effective individual shares.

3. Every purchaser of a share acquires proportionate ownership of all assets contained in the Investment Fund in accordance with the share of ownership assigned to the share. Every purchaser of a fraction of a global certificate acquires proportionate ownership of all assets contained in the Investment Fund in accordance with his fractional ownership of the global certificate.
4. The Investment Firm shall be permitted to split the shares in the fund with the approval of its Supervisory Board and issue additional share certificates to the Shareholders or replace the old share certificates with new ones when the Investment Firm deems that such a split would be in the interests of the Shareholders on the basis of the calculated share value (§ 6).

§ 3 Share Certificates and Global Certificates

1. The share certificates are bearer shares.
2. The global certificates bear the original signature of a managing director or a duly authorised employee of the custodian bank and the original or facsimile signature of two managing directors of the Investment Firm.
3. The individual share certificates bear the original signature of a managing director or a duly authorised employee of the custodian bank and the original or facsimile signature of two managing directors of the Investment Firm.

§ 4 Administration of the Investment Fund

1. The Investment Firm shall be authorised to dispose of the assets in the Investment Fund and to exercise the rights associated with ownership of these assets. In this, it shall act in its own name for the account of the Shareholders. It shall protect the interests of the Shareholders and the integrity of the market, shall exercise the prudence of an ordinary and conscientious businessman as defined by § 84 paragraph 1 Austrian Stock Corporation Act (Aktiengesetz), and shall comply with the provisions of the InvFG and the fund terms and conditions.

The Investment Firm shall be authorised to employ third parties in the management of the Investment Fund and shall be authorised to permit such third parties to dispose of the fund assets in the name of the Investment Firm or in their own name for the account of the Shareholders.

2. The Investment Firm shall not be permitted to grant loans or enter into guarantee commitments of any kind for the account of the Investment Fund.
3. Assets in the Investment Fund may not be pledged or subject to liens of any kind, provided as collateral or transferred to another party except in those cases explicitly permitted in the Special Fund Terms and Conditions.
4. The Investment Firm shall not be permitted to sell securities, money market instruments or other financial investments pursuant to § 20 InvFG that are not fund assets at the time of sale for the account of the Investment Fund.

§ 5 Custodian Bank

The custodian bank (§ 13) appointed pursuant to § 23 InvFG shall manage the deposit and other accounts of the Investment Fund and shall exercise all other functions specified for it in the InvFG and in the fund terms and conditions.

§ 6 Issue and Share Value

1. The custodian bank shall calculate the value (share value) of a single share for every class of share certificate and publish the issue and return price (§ 7) every time that a share is issued or returned, but in any case at least twice per month.

The value of a share shall be determined by dividing the total value of the Investment Fund including earnings by the number of shares. The custodian bank shall determine the total value of the Investment Fund on the basis of the prices of the securities and subscription rights contained in the Investment Fund plus the value of the money market instruments and financial investments, cash and cash equivalents, account balances, claims and other rights held by the Investment Fund, less any liabilities.

The prices of the securities shall be based on the last-known exchange or other set prices as per § 7 paragraph 1 InvFG.

2. The issue price shall be made up of the share value plus a premium per share to cover the costs incurred by the Investment Firm in issuing the share. The resulting price shall be rounded up. The amount of this premium and the rules for rounding are specified in the Special Fund Terms and Conditions (§ 23).
3. In accordance with § 18 InvFG in connection with § 10 paragraph 3 Austrian Capital Market Act (Kapitalmarktgesetz, KMG), the issue and return prices for every class of share certificate will be published in a business or daily newspaper that is published within Austria and has sufficient circulation and/or in electronic form on the web site of the issuing Investment Firm.

§ 7 Return

1. Upon request by the Shareholder, his shares shall be redeemed at the current return price. In this event, the share certificate, outstanding coupons and the renewal certificate shall also be collected if necessary.
2. The return price shall be the value of one share less a discount and/or rounded down as specified in the Special Fund Terms and Conditions (§ 23). The payment of the return price and the calculation and publication of the return price as specified in § 6 may be suspended temporarily when the Austrian Financial Market Authority is informed of this fact and a corresponding notice published as per § 10 and made dependent on the sale of assets in the Investment Fund and the receipt of the proceeds from the sale of assets by the Investment Firm under extraordinary conditions and when this is deemed necessary to protect justified Shareholder interests. Investors shall also be informed when the Investment Firm resumes accepting returned shares as specified in § 10.

This shall especially apply when the Investment Fund has invested 5% or more of its total value in assets whose valuations clearly do not correspond to their actual values as a result of political or economic conditions, and not only in individual cases.

§ 8 Accounting

1. The Investment Firm shall publish an annual report pursuant to § 12 InvFG within four months after the end of the Investment Fund's financial year.
2. The Investment Firm shall publish a semi-annual report pursuant to § 12 InvFG within two months after the end of the first six months of the Investment Fund's financial year.
3. The annual report and the semi-annual report shall be made available for viewing at the offices of the Investment Firm and at the custodian bank.

§ 9 Forfeiture of Earnings

Shareholder entitlements to the payment of their proportionate earnings shall expire after five years. After the lapse of this period, the earnings shall be treated as earnings generated by the Investment Fund.

§ 10 Publication

All notices pertaining to the share certificates, except for the notices pertaining to the calculated share values under § 6, are governed by § 10 paragraph 3 and paragraph 4 of the Austrian Capital Market Act (Kapitalmarktgesetz, KMG). The notices may be published

- by full printing in *Amtsblatt zur Wiener Zeitung*, or
- by making a sufficient number of copies of the notice available at the Investment Firm and the payment offices free of charge and printing the date of publication and the locations where the notice can be obtained in *Amtsblatt zur Wiener Zeitung*, or
- in electronic form on the web site of the issuing Investment Firm pursuant to § 10 paragraph 3 item 3 KMG.

The notice pursuant to § 10 paragraph 4 KMG shall be published in *Amtsblatt zur Wiener Zeitung* or in another newspaper that is distributed throughout Austria.

For changes to the prospectus pursuant to § 6 paragraph 2 InvFG, notice according to § 10 paragraph 4 KMG may also be made in electronic form only on the web site of the issuing Investment Firm.

§ 11 Amendment of the Fund Terms and Conditions

The Investment Firm shall be authorised to amend the fund terms and conditions with the approval of the Supervisory Board and the approval of the custodian bank. The amendments must also be approved by the Austrian Financial Market Authority. The amendments must be published. Such amendments shall take effect on the date indicated in the published notice, but in any case no earlier than three months after publication.

§ 12 Termination and Liquidation

1. The Investment Firm shall be authorised to terminate the administration of the Investment Fund after obtaining approval from the Financial Market Authority with a period of notice of at least six months (§ 14 paragraph 1 InvFG), or immediately upon publication of a corresponding public notice (§ 10) if the fund assets fall below EUR 1,150,000 (§ 14 paragraph 2 InvFG). The termination of the fund pursuant to § 14 paragraph 2 InvFG is not permitted during the period of notice for termination pursuant to § 14 paragraph 1 InvFG.
2. If the Investment Firm loses its right to administer the Investment Fund, the administration or liquidation of the fund shall be handled in accordance with the provisions of the InvFG.

§ 12a Merger or Transfer of Fund Assets

The Investment Firm shall, in compliance with § 3 paragraph 2 and § 14 paragraph 4 InvFG, be authorised to merge the assets of the Investment Fund with the assets of other investment funds, to transfer the assets of the Investment Fund to another investment fund, or to incorporate assets from other investment funds into the portfolio of the Investment Fund.

Special Fund Terms and Conditions

for ESPA WWF STOCK UMWELT, mutual fund pursuant to § 20 InvFG (the "Investment Fund" in the following).

The Investment Fund is compliant with Directive 85/611/EEC.

§ 13 Custodian Bank

The custodian bank is Erste Group Bank AG, Vienna.

§ 14 Payment and Submission Offices, Share Certificates

1. The payment and submission office for the share certificates and coupons is Erste Group Bank AG, Vienna.
2. The Investment Fund features three different share classes and the corresponding certificates: dividend shares, non-dividend shares with capital gains tax withholding and non-dividend shares without capital gains tax withholding, with certificates being issued for one share each and also for fractional shares. A fractional share can be one tenth (0.10), one hundredth (0.01) or one thousandth (0.001) of a share certificate.

Non-dividend shares without capital gains tax deduction are not sold in Austria.

The share certificates are depicted in global certificates. For this reason, individual share certificates cannot be issued.

3. If the share certificates are depicted in global certificates, the dividend payments according to § 26 and the payouts according to § 27 are made by the bank managing the Shareholder's securities account.

§ 15 Investment Instruments and Principles

1. The Investment Firm shall be authorised as defined by §§ 4, 20 and 21 InvFG and §§ 16ff of the fund terms and conditions to purchase all types of securities, money market instruments and other liquid financial investments for the Investment Fund, provided that the principle of risk diversification is maintained and no justified Shareholder interests are violated.
2. ESPA WWF STOCK UMWELT is an equity fund. The fund assets are invested according to the following investment policy principles:
 - a) the assets selected must predominantly be equities issued by companies in the environmental sector. There are no limitations with regards to the domicile of the issuers of the assets in the fund. The fund may purchase shares in companies with small market capitalisations or mid-sized market capitalisations as well as shares in large, strong and important companies that are internationally known (blue chips). The exclusion criteria include atomic energy (especially the manufacture of the components of the reactor core and the sale of the generated energy), the manufacture of genetically manipulated seed, child labour (in the form of the knowing use of child labour to maximise profits), proven (major) manipulation of business dealings or conditions (such as balance sheet fraud), pornography (producers and specialised dealers aside from conventional retail), armaments/weapons (manufacturers of military arms, or in particular special atomic, biological and chemical weapons), discrimination against persons on the basis of their religion, ethnicity, gender or origin, support for inhumane working conditions, serious human rights violations or support for such violations.
 - b) shares in investment funds pursuant to § 17 of these fund terms and conditions may not be purchased.

- c) investments in assets according to § 18 of these fund terms and conditions play a minor role.
- d) the Investment Firm reserves the right to invest in other assets as per item 1 to a limited extent in addition to those specified in letters a) through c).
- e) derivative instruments in accordance with § 19 and § 19a of these fund terms and conditions (including swaps and OTC derivatives) may be purchased for risk mitigation (hedging) purposes and also for speculative purposes. Derivatives may play a major role relative to the total net value of the fund assets for hedging purposes. Derivatives held for speculative purposes generally play a minor role relative to the total net value of the fund assets.

Within the framework of the hedging concept, the Investment Firm reserves the right, among other things, to hedge against price losses on the fund's equities positions using appropriate strategies as dictated by the prevailing market conditions (especially through futures contracts on stock indices).

Depending on the Investment Firm's assessment of market conditions, derivative financial instruments may also be used as part of the investment strategy, particularly for the purposes of governing leverage, controlling earnings or substituting securities.

- 3. If securities and money market instruments containing an embedded derivative are purchased for the Investment Fund, the Investment Firm must take this into account in compliance with §§ 19 and 19a. Investments in index-based derivatives are not taken into account in the investment limits in § 20 paragraph 3 items 5, 6, 7 and 8d InvFG.
- 4. The Investment Fund may purchase equities and money market instruments that are not fully paid up as well as subscription rights for these types of instruments and other financial instruments that are not fully paid up amounting to a maximum of 10% of the Investment Fund assets.

§ 15a Securities and Money Market Instruments

Securities are

- a) equities and other equivalent securities,
- b) bonds and other debt that is evidenced by certificates,
- c) all other fungible financial instruments (such as stock rights) that entitle the holder to purchase financial instruments as defined by the InvFG by means of subscription or exchange, with the exception of the techniques and instruments specified in § 21 InvFG.

The criteria in § 1a paragraph 3 InvFG must be met for an instrument to be considered a security.

Securities also include the following pursuant to § 1a paragraph 4 InvFG:

- 1. Shares in closed funds in the form of an investment company or investment fund,
- 2. Shares in closed funds in contractual form,
- 3. Financial instruments pursuant to § 1a paragraph 4 item 3 InvFG.

Money market instruments are instruments that are customarily traded on the money market, that are liquid, whose value can be determined exactly at any time, and that meet the requirements of § 1a paragraph 5 to 7 InvFG.

§ 16 Exchanges and Organised Markets

- 1. Securities and money market instruments may only be purchased for the Investment Fund when they
 - are listed or traded on a regulated market pursuant to § 2 item 37 of the Austrian Banking Act (BWG), or
 - are traded on another recognised, regulated securities market in a Member State that is open to the public and that is functioning properly, or
 - are officially listed on one of the non-Member State exchanges listed in the Annex, or
 - are traded on another recognised, regulated securities market in a non-Member State as listed in the Annex that is open to the public and that is functioning properly, or
 - when the issue terms include the obligation to apply for public listing or admission for trading on one of the above-named exchanges or admission for trading on one of the above-mentioned other markets, and approval is granted by no later than one year after the issue of the security.
- 2. Freely transferable money market instruments that are not traded on a regulated market and that are customarily traded on the money market, that are liquid and whose value can be determined exactly at any time, for which sufficient information is available, including information that allows the suitably accurate assessment of the credit risks associated with an investment in the instrument, may be

purchased for the Investment Fund if the instrument or the issuer itself is subject to the legal deposit and investor protection regulations and the instrument

- was issued or is guaranteed by a national, regional or municipal political entity or the central bank of a Member State, the European Central Bank, the European Union, or the European Investment Bank, a non-Member State, or, if it is a federal state, a member state of the federation, or an international organisation with public sector character and of which at least one Member State is a member, or
 - was issued by a company whose securities are traded on one of the regulated markets listed under item 1, with the exception of new issues, or
 - was issued or is guaranteed by an institution that is subject to supervisory regulations according to the criteria set forth in Community law, or that was issued or is guaranteed by an institution that is subject to and complies with supervisory regulations that in the opinion of the Financial Market Authority are at least as strict as those laid down in Community law, or
 - was issued by another party belonging to a category approved by the Financial Market Authority, provided that equivalent investor protection regulations apply to investments in these instruments, and provided that the issuer is either a business entity with capital stock of at least EUR 10 million that prepares and publishes its annual financial statements in accordance with the regulations of Directive 78/660/EEC, or is another legal entity that is responsible for finance management in a group of one or more listed companies, or is a legal entity that finances the collateralisation of debt in company or contractual form by using a line of credit granted by a bank that meets the criteria listed in item 2, sub-item 3.
3. A total of 10% of the fund assets may be invested in securities and money market instruments not meeting the requirements of items 1 and 2.

§ 17 Shares in Investment Funds

May not be purchased.

§ 18 Demand Deposits or Callable Deposits

1. The Investment Fund may hold bank deposits in the form of demand deposits or callable deposits for a maximum term of 12 months. No minimum or maximum limits apply to bank deposits.
2. The provisions in item 1 are general in nature. The Investment Fund may purchase assets outlined in item 1 in accordance with the investment principles in § 15.

§ 19 Derivative Financial Instruments

1. Derivative financial instruments, including equivalent instruments settled in cash, may be purchased for the Investment Fund when they are traded on one of the regulated markets specified in § 16, and when the underlying instruments are instruments as defined in § 15a or financial indices, interest rates, exchange rates or currencies in which the Investment Fund is permitted to invest according to its investment principles (§ 15). This also includes instruments designed to transfer the credit risk of one of the above-mentioned instruments.
2. The overall risk associated with the derivative instruments may not exceed the total net value of the Investment Fund assets. In calculating the risk, the fair values of the underlying instruments, the default risk, future market fluctuations, and the time available to liquidate the positions must be taken into account.
3. The Investment Fund may hold derivative financial instruments within the limits specified by § 20 paragraph 3 items 5, 6, 7, 8a and 8d InvFG as part of its investment strategy, provided that the overall risk of the underlying instruments does not exceed these investment limits.
4. The provisions in items 1 to 3 are general in nature. The Investment Fund may purchase financial instruments outlined in item 1 in accordance with the investment principles in § 15.

§ 19a OTC Derivatives

1. The Investment Fund may purchase derivative financial instruments that are not traded on an exchange (OTC derivatives) provided that
 - a) the underlying instruments are among those described in § 19 item 1,
 - b) the counterparties are banks subject to supervision and from a category approved by ordinances enacted by the Financial Market Authority,
 - c) the OTC derivatives are subject to reliable and transparent daily valuation and can be sold, liquidated, or settled by means of an offsetting transaction at a reasonable fair value at any time at the initiative of the Investment Fund,
 - d) they are held within the limits specified in § 20 paragraph 3 items 5, 6, 7, 8a and 8d InvFG and the overall risk of the underlying instruments does not exceed these investment limits.
2. The default risk for OTC derivative transactions by the Investment Fund may not exceed the following levels:

- a) 10% of the Investment Fund assets when the counterparty is a bank,
 - b) otherwise 5% of the fund assets.
3. The provisions in items 1 and 2 are general in nature. The Investment Fund may purchase financial instruments outlined in item 1 in accordance with the investment principles in § 15.

§ 19b Value at Risk

Does not apply.

§ 20 Loans

The Investment Firm may accept short-term loans for the account of the Investment Fund up to an amount of 10% of the total fund assets.

§ 21 Repurchase Agreements

The Investment Firm is authorised within the investment limits laid down in the InvFG to purchase assets for the account of the Investment Fund containing an obligation on the part of the seller to purchase the assets back at a specific time in the future and at a specific price.

§ 22 Securities Lending

The Investment Firm is authorised within the investment limits laid down in the InvFG to sell securities up to an amount of 30% of the total Investment Fund assets to another party through a recognised securities lending system for a limited time under the condition that the third party is obligated to return the securities after an agreed period of time.

§ 23 Issue and Return Procedure

The share value shall be calculated in EUR in accordance with § 6.

The issue premium to cover the costs incurred by the Investment Firm in issuing the share shall be 4%; the resulting amount will be rounded up to the next cent to determine the final issue price. The return price is the share value.

There is no limit on the issue of shares in principle. However, the Investment Firm reserves the right to temporarily or permanently suspend the issue of share certificates.

§ 24 Financial Year

The financial year of the Investment Fund is from 1 May to 30 April of the following calendar year.

§25 Administration Fee, Compensation for Expenses

The Investment Firm shall receive a monthly fee for its management activities amounting to up to 0.15% of the fund assets as calculated using the month-end values.

The Investment Firm shall also be entitled to compensation for all expenses incurred in the administration of the Investment Fund, especially costs for mandatory publications, custodial fees, fees charged by the custodian bank, auditing and consulting costs, and costs for the preparation of period-end financial statements.

If the Investment Firm exercises its right pursuant to § 3 (3) InvFG, monthly remuneration for the services of an external fund manager or advisor may also be deducted from the fund assets, but this remuneration together with the monthly remuneration to which the Investment Firm is entitled may not exceed 0.18% of the fund assets at the end of the respective month.

§ 26 Use of Earnings for Dividend Shares

The earnings generated during the financial year (interest and dividends) less all costs can be distributed as deemed appropriate by the Investment Firm. Dividends may also be paid at the discretion of the Investment Firm from earnings generated by the sale of Investment Fund assets, including subscription rights. Fund assets may be paid out. The fund assets may not fall below EUR 1,150,000 after dividend payments in any case. The amounts shall be paid to the holders of dividend shares on or after 1 August of the following financial year, against collection of a coupon if necessary. The remaining amount shall be carried forward.

An amount calculated in accordance with § 13 sentence 3 InvFG must also be paid out on or after 1 August to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the Investment Fund shares.

§ 27 Use of Earnings for Non-Dividend Shares with Capital Gains Tax Withholding (non-dividend tranche)

The earnings generated by the Investment Fund during the financial year less all costs will not be paid out. Unless the preconditions specified in § 13 InvFG for the exemption of payment apply to all Shareholders, an amount calculated in accordance with § 13 sentence 3 InvFG must also be paid out on or after 1 August of the following financial year to cover the capital gains tax assessed by the tax authorities on the dividend-equivalent earnings from the Investment Fund shares.

§ 27a Use of Earnings for Non-Dividend Shares without Capital Gains Tax Withholding (KESt-exempt non-dividend foreign tranche)

The earnings generated by the Investment Fund during the financial year less all costs will not be paid out. No payment pursuant to § 13 sentence 3 InvFG will be made.

The Investment Firm shall provide suitable proof to the banks managing the corresponding securities accounts that the share certificates could only be held by Shareholders who are not subject to Austrian personal or corporate income tax or who met the conditions for exemption from capital gains tax according to § 94 of the Austrian Income Tax Act (Einkommensteuergesetz) at the time of payment.

§ 28 Liquidation

The custodian bank shall receive a fee in the amount of 0.5% of the fund assets upon liquidation.

Annex to the Special Fund Terms and Conditions

List of exchanges with official trading and organised markets (As of July 2008)

1. Exchanges with official trading and organised markets in the Member States of the EEA

According to Article 16 of Directive 93/22/EEC (Investment Services Directive), every Member State must maintain a current list of the authorised markets within its territory. This list must be submitted to the other Member States and the Commission.

According to this provision, the Commission is required to publish a list of the regulated markets registered with it by the Member States once per year.

Because of lower entry barriers and specialisation in different trading segments, the list of "regulated markets" is subject to significant changes. For this reason, the Commission will publish an up-to-date version of the list on its official web site in addition to the annual publication of a list in the Official Journal of the European Union.

1.1. The currently valid list of regulated markets can be found at

<http://www.fma.gv.at/cms/site/attachments/2/0/2/CH0230/CMS1140105592256/listegeregmaerkte.pdf> *)

under "Verzeichnis der Geregelten Märkte (pdf)" (List of Regulated Markets).

1.2. The following exchanges are included in the list of regulated markets:

1.2.1	Finland	OMX Nordic Exchange Helsinki
1.2.2	Sweden:	OMX Nordic Exchange Stockholm AB
1.2.3	Luxembourg:	Euro MTF Luxembourg

1.3. Recognised markets in the EU according to § 20 paragraph 3 item 1 lit. b InvFG:

1.3.1	Great Britain:	London Stock Exchange Alternative Investment Market (AIM)
-------	----------------	---

2. Exchanges in European countries outside of the EEA

2.1	Bosnia and Herzegovina:	Sarajevo, Banja Luka
2.2	Croatia:	Zagreb Stock Exchange
2.3	Switzerland:	SWX Swiss Exchange
2.4	Serbia and Montenegro:	Belgrade
2.5	Turkey:	Istanbul (only "National Market" on the stock market)
2.6	Russia:	Moscow (RTS Stock Exchange)

3. Exchanges in non-European countries

3.1	Australia:	Sydney, Hobart, Melbourne, Perth
3.2	Argentina:	Buenos Aires
3.3	Brazil:	Rio de Janeiro, Sao Paulo
3.4	Chile:	Santiago
3.5	China:	Shanghai Stock Exchange, Shenzhen Stock Exchange
3.6	Hong Kong:	Hong Kong Stock Exchange
3.7	India:	Bombay
3.8	Indonesia:	Jakarta
3.9	Israel:	Tel Aviv
3.10	Japan:	Tokyo, Osaka, Nagoya, Kyoto, Fukuoka, Niigata, Sapporo, Hiroshima
3.11	Canada:	Toronto, Vancouver, Montreal
3.12	Korea:	Seoul
3.13	Malaysia:	Kuala Lumpur
3.14	Mexico:	Mexico City
3.15	New Zealand:	Wellington, Christchurch/Invercargill, Auckland
3.16	Philippines:	Manila
3.17	Singapore:	Singapore Stock Exchange
3.18	South Africa:	Johannesburg
3.19	Taiwan:	Taipei
3.20	Thailand:	Bangkok
3.21	USA:	New York, American Stock Exchange (AMEX), New York Stock Exchange (NYSE), Los Angeles/Pacific Stock Exchange, San Francisco/Pacific Stock Exchange, Philadelphia, Chicago, Boston, Cincinnati
3.22	Venezuela:	Caracas
3.23	United Arab Emirates:	Abu Dhabi Securities Exchange (ADX)

4. Organised markets in countries outside of the European Community

4.1	Japan:	over the counter market
4.2	Canada:	over the counter market
4.3	Korea:	over the counter market
4.4	Switzerland:	SWX Swiss Exchange, BX Berne eXchange; over the counter market of the members of the International Securities Market Association (ISMA), Zurich
4.5	USA:	over the counter market in the NASDAQ system, over the counter market (markets organised by NASD such as the over the counter equity market, municipal bond market, government securities market, corporate bonds and public direct participation programs), over the counter market for agency mortgage-backed securities

5. Exchanges with futures and options markets

5.1	Argentina:	Bolsa de Comercio de Buenos Aires
5.2	Australia:	Australian Options Market, Australian Securities Exchange (ASX)
5.3	Brazil:	Bolsa Brasileira de Futuros, Bolsa de Mercadorias & Futuros, Rio de Janeiro Stock Exchange, Sao Paulo Stock Exchange
5.4	Hong Kong:	Hong Kong Futures Exchange Ltd.
5.5	Japan:	Osaka Securities Exchange, Tokyo International Financial Futures Exchange, Tokyo Stock Exchange
5.6	Canada:	Montreal Exchange, Toronto Futures Exchange
5.7	Korea:	Korea Futures Exchange
5.8	Mexico:	Mercado Mexicano de Derivados
5.9	New Zealand:	New Zealand Futures & Options Exchange
5.10	Philippines:	Manila International Futures Exchange
5.11	Singapore:	Singapore International Monetary Exchange
5.12	Slovakia:	RM System Slovakia
5.13	South Africa:	Johannesburg Stock Exchange (JSE), South African Futures Exchange (SAFEX)
5.14	Switzerland:	EUREX
5.15	Turkey:	TurkDEX
5.16	USA:	American Stock Exchange, Chicago Board Options Exchange, Chicago Board of Trade, Chicago Mercantile Exchange, Comex, FINEX, Mid America Commodity Exchange, New York Futures Exchange, Pacific Stock Exchange, Philadelphia Stock Exchange, New York Stock Exchange, Boston Options Exchange (BOX)

*) The link can be changed by the Austrian Financial Market Authority (FMA) at any time. You can find the current link on the web site of the FMA: www.fma.gv.at, Anbieter, "Informationen zu Anbietern am österreichischen Finanzmarkt", Börse, Übersicht, Downloads, Verzeichnis der Regierten Märkte.

Note regarding the data used

The sections Income Statement and Changes in Fund Assets, Fund Portfolio and Tax Treatment in this annual report were prepared on the basis of data from the custodian bank for the Investment Fund.

The data and information provided by the custodian bank were collected with the greatest possible care and were checked solely for plausibility.

Unless indicated otherwise, source: ERSTE-SPARINVEST Kapitalanlagegesellschaft m.b.H. Our languages of communication are German and English. Both the full prospectus and the simplified prospectus as well as the Key Investor Information (and any applicable changes to these documents) were published in *Amtsblatt zur Wiener Zeitung* in accordance with the provisions of the InvFG 2011 in the currently amended version and are available for free at the domicile of the Investment Firm and at the head office of the custodian bank. The exact date of the most recent publication, the languages in which the simplified prospectus and the Key Investor Information are available, and any additional locations where the documents can be obtained can be viewed on the web site www.sparinvest.com.

www.sparinvest.com

www.erstesparinvest.at