



**Semi-annual report  
as at 31st March 2018**

# **KBC RENTA**

Investment Company with Variable Capital (SICAV)  
Luxembourg

R.C.S. Luxembourg B 23 669

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No subscription can be received on the basis of these financial statements. Subscriptions are only valid if made on the basis of the current issue 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 semi-annual report, if published thereafter.

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# KBC RENTA

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# KBC RENTA

## Organisation

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### Registered office

80 route d'Esch  
L-1470 LUXEMBOURG

### Board of Directors

#### *Chairman*

Wilfried KUPERS

General Manager  
KBC GROUP N.V.  
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B-1080 BRUSSELS

#### *Directors*

Bruno NELEMANS

Conducting Officer  
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Jos LENAERTS

Senior Legal Adviser  
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### Management Company

KBC ASSET MANAGEMENT S.A.  
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L-2714 LUXEMBOURG

### Board of Directors of the Management Company

#### *Chairman*

Johan LEMA

President of the Executive Committee  
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B-1080 BRUSSELS

Ivo BAUWENS

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

Linda DEMUNTER

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

### Conducting officers of the Management Company

Lazlo BELGRADO  
Bruno NELEMANS

# KBC RENTA

## Organisation (continued)

### Delegated central administration

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

### Investment managers for the following sub-funds:

#### KBC Renta Czechrenta

CSOB ASSET MANAGEMENT A.S.  
Perlova 37115, 11000 Praha 1  
CZECH REPUBLIC

#### KBC Renta Zlotyrenta

GAMMA TFI S.A.  
Chmielna 85/87  
PL-00-805 WARSAW

#### KBC Renta Forintrenta

K & H BEFEKTETESI ALAPKEZELO Zrt.  
Vigado téer 1  
H-1051 BUDAPEST

### Socially responsible investment advisor for the following sub-funds:

#### KBC Renta Decarenta

#### KBC Renta Sekarenta

#### KBC Renta Canarenta

#### KBC Renta Sterlingrenta

#### KBC Renta AUD-Renta

#### KBC Renta NZD-Renta

#### 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*

DELOITTE Audit  
*Société à responsabilité limitée*  
560, rue de Neudorf  
L-2220 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.  
5, Grand'Place  
B-1000 BRUSSELS

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

BREMER KREDITBANK AG  
Wachtstrasse 16  
D-28195 BREMEN

#### 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 18th June 2016 and compulsory redeemed on 18th June 2016).

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Laurinska 1  
SK- 815 63 BRATISLAVA

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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 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 SA to be its Management Company within the meaning of Chapter 15 of the amended Law of 17th December 2010.

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). Within each category of shares, some sub-categories of shares can be created, characterized by their currency, their fees or by any other characteristic.

Distribution shares entitle their holder to a dividend, whereas the shares of the results 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 sub-category "Classic Shares" of distribution type is dedicated to the investment vehicles promoted by the KBC group.

The latest annual reports including audited financial statements and 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 Decarenta	in DKK
- KBC Renta Eurorenta	in EUR
- KBC Renta Sekarenta	in SEK
- KBC Renta Dollarenta	in USD
- KBC Renta Yenrenta	in JPY
- KBC Renta Canarenta	in CAD
- KBC Renta Sterlingrenta	in GBP
- KBC Renta Swissrenta	in CHF
- KBC Renta Emurenta	in EUR
- KBC Renta Czechrenta	in CZK
- KBC Renta AUD-Renta	in AUD
- KBC Renta NZD-Renta	in NZD
- KBC Renta Short EUR	in EUR
- KBC Renta Medium EUR	in EUR
- KBC Renta Long EUR	in EUR
- KBC Renta Zlotyrenta	in PLN
- KBC Renta Forintrenta	in HUF
- KBC Renta Slovakrenta	in EUR
- KBC Renta Nokrenta	in NOK
- KBC Renta TRY-Renta	in TRY
- KBC Renta Short USD	in USD
- KBC Renta Strategic Accents 1	in EUR

## KBC RENTA

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

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

The financial data concerning all the shares and the categories of shares of the sub-funds of the SICAV are available within four months following the year-end of the SICAV and may be directly visualised on the following internet site of BREMER KREDITBANK AG [www.kbcfonds.de](http://www.kbcfonds.de).

The statement of changes in the investment portfolio for the year related to the report is available free of charge at the German paying and information agent, BREMER KREDITBANK AG, Wachtstrasse 16, D-28195 BREMEN.

Moreover, the prospectus, the KIID, the articles of incorporation of the SICAV, the 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 usual business hours on any bank business day:

- the domiciliation agreement;
- the agreement of appointment of the Management Company;
- the custodian agreement;
- the paying agent agreement.

The subscription, conversion and redemption prices are available at the information 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 12139, fax 0043 (0) 50100 9 12139.

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., 5, Grand'Place B-1000 BRUSSELS.

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 the terms and conditions that apply to them.

### General Investment Climate

1st October 2017 – 31st March 2018

#### Review

##### Equity market review

The past six calendar months (to 31st March 2018) saw an increase of less than 1% on the world's stock markets (MSCI World AC, expressed in euros). Expressed in dollars, the markets continued to rise until the end of January 2018. They were a bit more nervous at the beginning of November due to high valuations and the failure of President Trump's long-awaited tax plan to materialise. Stock markets rose by a substantial 5.5% in January – measured in dollars, at least – following the approval of the tax cuts in the United States. The figure in euros was less than 2%. The strong euro also dampened the mood for investors from the euro area: little of the profit earned in strong markets outside the single currency zone was left following conversion to euros. The Japanese yen was the only currency to gain a little against the euro.

Investors were spooked in early February, however, by a 2.8% increase in US wages, which was more than expected. This sparked fears of higher American inflation and hence also of monetary tightening by the US Federal Reserve (FED), the US central bank, and substantially higher interest rates. Stock market prices fell in response and there was a spike in market volatility. A number of institutional investors decided to reduce their heightened portfolio exposure by selling extra shares. The wave of selling pushed share prices down across the world. The correction hit a level of 8% globally and 10% on Wall Street. Stock markets recovered in little in the course of February. A second correction of over 3% followed in March, however, after President Trump began to implement his expected and feared threat to impose trade sanctions, beginning with an increase in import tariffs on steel and aluminium. America's 'allies' were largely exempt. All the same, his sanctions against China, in response to the theft of intellectual property and an excessive trade surplus, risk unleashing a trade war. The barrage of threats meanwhile continued via Twitter.

The economic news remains overwhelmingly good. In spite of a slight slowdown in GDP growth in the fourth quarter, growth forecasts were revised upwards again. Corporate earnings likewise continued to expand. Fourth-quarter earnings growth worked out at 17% in the traditional markets, substantially more than forecast. US tax cuts were approved at the very end of 2017 and that too will benefit companies. Forecast US earnings growth has been raised to 20% for 2018. However, fears of a trade war have depressed producer confidence in the last three months, primarily outside the US.

Economic growth conditions are therefore still looking good for shares. Growth is clearly picking up and inflation remains below the central banks' target levels (2%). Fears of slowly rising inflation and a less flexible policy by the central banks pushed long rates considerably higher until the end of January. Yields rose sharply after their early September low, especially in the US (0.8%). Much of that increase was subsequently lost again. Volatility (the extent to which the price of a share or other financial product fluctuates over time, or to which a share index or exchange rate moves up or down) remained very low on the stock markets until the beginning of February. The volatility indices then peaked, before stabilising at their 2015 levels, slightly above the long-term average.

Euro area stock markets have lagged the global market in the past six months, losing over 3%. The market was depressed by the appreciation of the euro and the threat of US tariffs on imports such as cars. Canada brought up the rear among the traditional markets, with a loss of 7%. Uncertainty about the future of the free-trade area with the US weighed on share prices, a factor that also affected Mexico.

Shares from emerging markets (countries or regions that are expected to experience rapid economic growth to make up their lag with the West) made gains averaging 5%. Their lead over the broad world index was achieved entirely before the end of January. There were substantial regional differences too. Rising oil and commodity prices drove up markets in Brazil (+6%), Russia (+10%) and South Africa (+11%). Turkey (-5%) and especially Mexico (-11%) lost ground in euros due to a serious weakening of their currencies. Political uncertainty and overly high inflation weighed on these markets and on their exchange rates in particular.

Technology – the growth sector par excellence – was far and away the best performer until mid-March. This sector too was then hit hard by, amongst other things, privacy problems at Facebook. Investors are beginning to realise that the extremely expensive valuation of several large businesses in the new economy takes no account of potential setbacks. This sparked substantial corrections at the online retailer Amazon and at Tesla. All the same, technology remains the strongest-performing sector over the past six months, with a return of 7% in euros. Consumer discretionary was the runner-up, with a return of 5%. This reflected a 17% return for the retailers, given that media firms lost an average of 6%. Financials were the third and final sector not to end on a loss, returning 1%. Since the correction at the end of January, utilities are the only sector to remain out of the red, thanks to falling interest rates. However, this sector too stands at -5% over the past six months.

## KBC RENTA

### Financial climate (continued)

#### **Bond market review**

Since October 2017, government bond yields have put in a rather uneven performance, with a fairly steep climb at the beginning of 2018. Financial market uncertainty and intensified risk aversion caused yields in the euro area to fall by an almost equal amount in February and March.

The good economic news in the recent period, oil prices rising towards 70 USD per barrel and a low unemployment rate in the US caused markets to raise their inflation forecasts. This made itself felt at the beginning of 2018, with investors driving up bond rates. The surge was certainly visible in the US, but also in other developed countries.

The FED lifted its key rate again in March 2018. Its chair, Jerome Powell, also indicated that the FED is sticking to its route map of gradual interest rate hikes. Ten-year yields in the US remain stuck around 2.8%. The European Central Bank (ECB) adjusted its communication as anticipated. This indicates that the bond-purchasing programme will dry up by the end of 2018. German ten-year government bonds did not receive any support from the still strong economic growth and eased back towards 0.5%.

The risk premium on corporate bonds responded to the fresh turbulence by becoming more expensive over the past two months. Thanks to the strong economic growth, companies are reasonably financially healthy, which means the likelihood of bankruptcy is low. The ECB continues to act as a major buyer on the market. The yield on corporate bonds remains relatively low.

#### **Outlook**

##### **Good prospects for shares**

We have a clear preference for shares over bonds. Shares are not cheap, but the dividend yield still exceeds the higher level of interest rates. This has a lot to do with the fact that bonds are heavily overpriced due to the low level of interest rates. Shares also benefit most from strong worldwide economic growth. The markets took a hit at the beginning of February. After fairly strong pay growth figures in the US, there were mounting fears of high inflation and much higher interest rates. We believe that inflation will only rise gradually and will remain close to 2%. Salary increases can be sufficiently absorbed by increasing productivity. Fears of an escalating trade war, which weighed on shares in March would also seem to be overstated for the time being. The trade restrictions imposed by the US president are less severe than his rhetoric. The extent of the retaliatory measures announced by China and the European Union is also limited and not likely to escalate the dispute.

The economic outlook remains very good. Economic growth has picked up since the autumn of 2016, with confidence indicators in the euro area at very high levels despite a dip in growth. Global growth appeared to fall slightly in the fourth quarter, especially in Japan. However, the two previous quarters were among the strongest in the past few years. In the US, and certainly in the euro area, the economy surpassed the trend. Growth for 2018 will be revised upwards in the US due to the approval of tax cuts just before the new year and additional spending packages in February. Growth in the emerging markets (countries or regions that are expected to experience rapid economic growth to make up their lag with the West) accelerated, thanks to Chinese stimulus measures towards the end of last year. That effect has worn off to a certain extent, now that the government intends to address the issue of excessive lending. Even so, the Chinese economy continues to grow at a stable rate of over 6.5%.

Monetary policy remains supportive. The ECB extended its monetary stimulus package to the end of September 2018 (albeit at a somewhat slower pace). Interest rates are not expected to be increased before the autumn of 2019. As expected, the FED raised its key rate to 1.75% in March, but this is still well below normal levels. It has also started unwinding its balance sheet to a limited extent and will probably raise its rates three times in 2018 and 2019. The Bank of Japan continues to create money at a pace.

In the fourth quarter of 2017, corporate earnings grew by around 15% in the US and by 17% in Europe and Japan, thereby beating what were fairly high expectations. There is clearly scope for companies in the euro area to lift their margins, despite the strong euro.

Regionally, we prefer the euro area and Asia's growth markets, where we are seeing a broadly-based acceleration of nominal growth, as well as economic indicators at a high level. Expected earnings growth – especially in Asia – is higher than in the rest of the world. Both markets are, on average, much cheaper than the US, despite a substantial upward revision of US earnings growth to +18% in 2018 thanks to (the one-off effect of) tax cuts. The strong euro could put a brake on corporate earnings in the euro area, but this will be offset by vigorous domestic growth.

Within the euro area, this effect will be clearest in Germany. The country remains the region's growth engine with historically high confidence indicators. The German stock market is cheaper than the euro area average – because investors also overreacted to the threats made by President Trump – and is also quite cyclical (i.e. sensitive to changes in the economic cycle), which enables it to benefit from accelerating worldwide growth. The stronger euro clearly depresses earnings from outside the euro area, but business competitiveness means that this will not in itself adversely affect exports.

### Financial climate (continued)

Within the sectors, the cyclical (sensitive to changes in the economic cycle) and growth-oriented sectors, in particular, should benefit from the strong economy. This is primarily the case with the consumer discretionary sectors (goods and services whose consumption is influenced by the economic cycle, with consumption higher during periods of strong economic growth, e.g. cars or tourism), financials and technology companies. The technology sector continues to outperform the broad market. Expectations in the sector are very high, however, especially in the case of software, which means hefty prices and severe punishment for disappointing performance. Within materials, we are upbeat about the mining and metals sub-sector. The companies there have slashed costs and their investment budget, and so higher metal prices can significantly boost cash flow and earnings. We are also positive towards the energy sector. Energy companies have adjusted to lower oil prices and are already highly profitable when the price of oil exceeds 55 dollars a barrel. They doubled their profits in the fourth quarter of 2017, have very high free cash flows and can pay a high dividend. Defensive sectors like utilities, telecoms and consumer staples (e.g. food), are less well placed to benefit from robust economic growth. What's more, these sectors perform less well in an environment of rising interest rates. We are therefore avoiding them, even though they are relatively cheaply valued.

We are focusing on mature, stable businesses that pay out part of their earnings and especially their surplus cash to shareholders in the form of high dividends. They are an attractive alternative for bond investors, primarily in Europe where the dividend yield (at roughly 3.5%) is much higher than bond yields. The reverse holds true in the US. Moreover, they remain the cheapest segment in a stock market that has become expensive.

A selection of European family businesses presents another form of stability, namely growth and return on equity. A strong family-held shareholding where the family is involved in running the company leads to a well thought-out long-term vision. This means that the growth of family-led businesses is often more stable, and the focus is more on the success and expansion of core activities that are often found in niche segments. They focus relatively strongly on the domestic euro area market and so will suffer less from the strong euro or possible trade curbs.

Lastly, we also prefer water companies. The scarcity of drinking water – due in part to problems with obsolete and inadequate water infrastructure – and problems with water quality and waste-water treatment will boost their turnover in the long term. These companies trade at a premium that is fairly low right now, given their above-average turnover and earnings growth.

#### **Play the right bond themes**

Owing to the extremely low level of interest rates (actually negative in some cases), we are invested well below the benchmark as regards government bonds from the euro area. In addition, rates are more likely to rise due to accelerating economic growth, inflation figures that we expect to rise and central banks that are indicating they will not keep the monetary tap open forever. We are limiting the duration considerably on account of this asymmetrical risk. Whereas the FED is prioritising a very gradual normalisation of its policy, the ECB is extending its asset purchase programme and will continue to buy up bonds until September 2018, albeit at a somewhat slower pace, which will keep rates low for a time to come.

Within the government bonds segment, we are mainly seeking higher bond yields outside the euro area, as reflected in the positions held in Norway. The robust economy and higher coupon make Norwegian bonds an attractive investment.

We also remain positive towards high-interest bonds and have invested part of the portfolio in government bonds from emerging markets (countries or regions that are expected to experience rapid economic growth to make up their lag with the West). The current yield is higher than that on traditional bonds, but volatility can also run high. In an environment of rising interest rates and uncertainty regarding the potential consequences of Donald Trump's policy on the rest of the world, we are limiting the duration here, too.

Certain segments of the corporate bond market also remain attractive, especially subordinated bonds of financial companies. The expected returns are a little higher, offsetting the higher credit risk. This premium has dropped to historically low levels. However, companies from the euro area are generally healthier than ever, and often have substantial cash positions and a strong financial structure. Effective diversification within this theme also reduces the negative impact that individual companies can have. Moreover, the ECB is providing additional indirect support by purchasing corporate bonds, thereby supporting the overall economic climate.

Strong economic growth is often favourable for convertible bonds and, for this reason, they merit a place in a bond portfolio. In an environment where interest rates are rising, low sensitivity to those rates is appealing. In particular, we assume that the expected increase in market prices and slightly higher fluctuations in 2018 will cause the price of this investment to appreciate.

Luxembourg, 4th April 2018

The Board of Directors of the SICAV

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

## KBC RENTA

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

as at 31st March 2018

#### Assets

Securities portfolio at market value	1,718,852,171.00
Collateral paid	1,450,000.00
Cash at banks	74,988,270.08
Other liquid assets	6,164,248.99
Receivable on sales of securities	30,009,361.06
Receivable on issues of shares	9,457,000.95
Income receivable on portfolio	20,412,936.12
Unrealised gain on futures contracts	1,116,369.46
Prepaid expenses and other receivables	15,925.90
	<hr/>
Total assets	1,862,466,283.56
	<hr/>

#### Liabilities

Bank overdrafts and borrowings	2,957.18
Payable on purchases of securities	73,147,418.35
Payable on redemptions of shares	1,200,369.90
Unrealised loss on futures contracts	1,388,392.07
Unrealised loss on forward foreign exchange contracts	2,453,358.04
Expenses payable and other payables	1,256,012.94
	<hr/>
Total liabilities	79,448,508.48
	<hr/>
Net assets at the end of the period	1,783,017,775.08
	<hr/> <hr/>

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

## **KBC Renta Decarenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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The Danish economy began the reporting period with somewhat decelerating real GDP growth in Q3 of 2017, which went from 1.5% yoy in Q2 to 0.9% in Q3, before rebounding slightly to 1.2% in Q4. Then a significant slowdown followed to 1.9% in the second quarter of 2017. Still, with an unemployment rate of around 4%, the Danish economy is at full capacity.

Just as in the Eurozone, the economic revival and base effects of energy prices triggered inflation acceleration from close to 0% late 2016 to around 1.5% in Q3 2017, before sliding back to around 0.5% in early 2018. The Danish inflation tends to be somewhat more volatile than the figure for the Euro Area as a whole, though.

The Danish bond market is mainly influenced by developments in the euro area, because the Danish krone is linked to the euro in a policy-oriented way. The Danish 10-year yield on government bonds fluctuated around 0.5% to 0.7% over the reporting period, a bit similar to the Euro Area core rates.

#### **Investment Policy**

The sub-fund was invested in Danish government bonds with a modified duration that corresponds to that of the Danish bond market.

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

## KBC Renta Decarenta

### Statement of net assets (in DKK)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	95,135,847.50
Cash at banks	270,382.79
Receivable on issues of shares	180.58
Income receivable on portfolio	815,639.87
	<hr/>
Total assets	96,222,050.74

#### **Liabilities**

Bank overdrafts and borrowings	183.66
Expenses payable and other payables	65,916.28
	<hr/>
Total liabilities	66,099.94

Net assets at the end of the period	96,155,950.80
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Number of Category A shares outstanding	6,050.5274
Net asset value per Category A share	6,444.59
Number of Category B shares outstanding	1,810.3921
Net asset value per Category B share	31,574.80

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

## KBC Renta Decarenta

### Statistical information (in DKK)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	96,155,950.80
- as at 30.09.2017	116,088,905.94
- as at 30.09.2016	174,613,779.05
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	6,839.2632
- issued	-
- redeemed	-788.7358
- outstanding at the end of the period	<u>6,050.5274</u>
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	6,444.59
- as at 30.09.2017	6,497.74
- as at 30.09.2016	6,788.73
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	38.90
Shares outstanding at ex-dividend date	6,839.2632
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	2,263.9878
- issued	0.1827
- redeemed	-453.7784
- outstanding at the end of the period	<u>1,810.3921</u>
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	31,574.80
- as at 30.09.2017	31,647.31
- as at 30.09.2016	32,885.88

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

## KBC Renta Decarenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
DKK	2,500,000	Denmark Government Bond 0.25% 15.11.20	2,546,850.00	2,548,250.00	2.65
DKK	10,200,000	Denmark Government Bond 0.50% 15.11.27	10,138,985.79	10,171,440.00	10.58
DKK	8,700,000	Denmark Government Bond 1.50% 15.11.23	8,770,886.97	9,419,490.00	9.80
DKK	13,400,000	Denmark Government Bond 1.75% 15.11.25	14,797,994.38	14,894,100.00	15.49
DKK	13,800,000	Denmark Government Bond 3.00% 15.11.21	15,548,486.42	15,468,144.00	16.08
DKK	9,100,000	Denmark Government Bond 4.00% 15.11.19	10,325,244.95	9,784,866.00	10.18
DKK	16,600,000	Denmark Government Bond 4.50% 15.11.39	23,187,033.13	27,863,100.00	28.97
DKK	2,745,000	Denmark Government Bond 7.00% 10.11.24	4,132,693.15	3,989,857.50	4.15
DKK	1,000,000	Realkredit Danmark A/S 1.00% 01.04.27	1,003,800.00	996,600.00	1.04
Total investments in securities			90,451,974.79	95,135,847.50	98.94
Cash at banks				270,382.79	0.28
Bank overdrafts and borrowings				-183.66	0.00
Other net assets/(liabilities)				749,904.17	0.78
Total				96,155,950.80	100.00

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

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

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The economy of the Eurozone showed a strong performance in the final quarter of 2017 and the first months of 2018. Growth was broadly based with consumption, investment, domestic and foreign sales doing well. Also geographically there was a good equilibrium between the Northern and Southern members of the Eurozone. Although leading indicators like the purchasing managers index point to some moderation in the coming months, the outlook remains bright. The unemployment rate is declining rapidly as the economy expands well above its potential growth rate.

Also in the rest of the world, growth continued to surprise on the upside and the world engine was really firing on all cylinders during the reporting period.

This allowed the Central banks to shift their policy. In the US both outgoing chair Yellen and incoming chair Powell raised interest rates. The European Central Bank, still in the phase of winding down QE, decided to reduce the Purchasing Program from 60 to 30 billion EUR a month, starting in 2018. Only the Japanese Central Bank did not alter its loose monetary policy.

But how important the decisions of the Central banks were, politics remained on the center stage. Increasing trade tensions between the US and China but also between the US and the Nafta members Mexico and Canada tested the nerves of the financial markets.

Ten year Bund yields fell during the early days of the reporting period to only 0.3% but with the new year announcing the probable end of QE, yields rose rapidly during the first weeks of the new year, touching 0.75% by mid February. A solid recovery helped by widening losses on the equity market, pushed the yield back to 0.5% by the end of the reporting period. Longer maturities moved more or less in tandem but less outspoken, so the European yield curves flattened in general.

Spreads between Germany and the Southern countries, Italy and Spain remained under pressure. Despite negative political developments in Spain (separatism) and especially the Italian parliamentary elections with a very good result for the populist parties, investors remained very sanguine about the outlook for both markets.

Given the very expensive valuation of European government bonds, the fund has been underweight duration versus the market during the reporting period. The peripheral markets i.e. Spain and Italy were also underweight.

#### Outlook

We expect an ongoing recovery of the European economy with good growth and moderate inflation. The very high confidence indicators point to ongoing strength for 2018 and thereafter.

European government bond prices remain extremely expensive, an ongoing rise in yields, started at the end of 2017, is the most likely scenario. The ECB will be cautious in the unwinding of QE, but it is unlikely that there will be no impact whatsoever on the yield levels of Eurozone government bonds as the termination of QE will raise the chances for a first hike in interest rates in 2019.

## KBC Renta Eurorenta

### Statement of net assets (in EUR)

as at 31st March 2018

#### Assets

Securities portfolio at market value	119,567,180.13
Cash at banks	11,072,294.96
Other liquid assets	364,944.52
Receivable on issues of shares	4,300,730.96
Income receivable on portfolio	1,596,176.10
Unrealised gain on futures contracts	97,270.00
Total assets	136,998,596.67

#### Liabilities

Payable on purchases of securities	4,348,101.01
Payable on redemptions of shares	246,967.86
Expenses payable and other payables	88,822.25
Total liabilities	4,683,891.12

Net assets at the end of the period 132,314,705.55

Number of Category A shares outstanding	16,311.6636
Net asset value per Category A share	618.20

Number of Category B shares outstanding	23,805.9626
Net asset value per Category B share	2,935.20

Number of 'Institutional B shares' sub-category outstanding	17,779.1918
Net asset value per 'Institutional B share' sub-category	2,944.77

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

## KBC Renta Eurorenta

### Statistical information (in EUR)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	132,314,705.55
- as at 30.09.2017	98,559,942.44
- as at 30.09.2016	131,204,012.27
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	17,869.5086
- issued	101.0000
- redeemed	-1,658.8450
- outstanding at the end of the period	16,311.6636
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	618.20
- as at 30.09.2017	617.50
- as at 30.09.2016	643.22
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	6.20
Shares outstanding at ex-dividend date	17,804.5086
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	25,498.1862
- issued	201.0858
- redeemed	-1,893.3094
- outstanding at the end of the period	23,805.9626
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	2,935.20
- as at 30.09.2017	2,902.03
- as at 30.09.2016	2,998.43
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	4,649.9862
- issued	14,750.2056
- redeemed	-1,621.0000
- outstanding at the end of the period	17,779.1918
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	2,944.77
- as at 30.09.2017	2,909.48
- as at 30.09.2016	3,004.62

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	1,400,000	Austria Government International Bond 3.90% 15.07.20	1,648,182.24	1,540,364.00	1.16
EUR	1,125,000	Autonomous Community of Madrid Spain 2.88% 06.04.19	1,133,629.99	1,160,167.50	0.88
EUR	3,000,000	Bundesrepublik Deutschland 0.50% 15.02.26	3,008,670.00	3,058,620.00	2.31
EUR	1,000,000	Bundesrepublik Deutschland 1.00% 15.08.24	1,040,059.22	1,058,930.00	0.80
EUR	5,000,000	Bundesrepublik Deutschland 1.75% 04.07.22	5,459,495.56	5,433,825.00	4.11
EUR	4,700,000	Bundesrepublik Deutschland 2.25% 04.09.20	5,224,119.42	5,023,078.00	3.80
EUR	1,000,000	Bundesrepublik Deutschland 4.75% 04.07.28	1,487,387.41	1,426,950.00	1.08
EUR	800,000	Bundesrepublik Deutschland 4.75% 04.07.34	1,288,764.00	1,278,416.00	0.97
EUR	1,545,030	Deutsche Bundesrepublik Inflation Linked Bond 0.10% 15.04.46	1,727,426.18	1,826,688.97	1.38
EUR	3,000,000	Finland Government Bond 0.50% 15.04.26	2,980,165.00	3,020,100.00	2.28
EUR	2,061,020	French Republic Government Bond OAT 0.25% 25.07.24	2,192,760.02	2,269,986.82	1.72
EUR	3,000,000	French Republic Government Bond OAT 1.75% 25.11.24	3,294,670.00	3,300,810.00	2.49
EUR	2,500,000	French Republic Government Bond OAT 2.25% 25.10.22	2,769,121.60	2,769,400.00	2.09
EUR	1,400,000	French Republic Government Bond OAT 3.25% 25.05.45	1,919,772.00	1,955,954.00	1.48
EUR	4,400,000	French Republic Government Bond OAT 3.50% 25.04.20	5,084,823.42	4,766,124.00	3.60
EUR	5,500,000	French Republic Government Bond OAT 3.75% 25.10.19	6,361,449.01	5,875,842.50	4.44
EUR	1,600,000	French Republic Government Bond OAT 4.00% 25.10.38	2,207,609.00	2,399,264.00	1.81
EUR	4,900,000	French Republic Government Bond OAT 5.50% 25.04.29	7,062,096.20	7,382,193.00	5.59
EUR	550,000	Ireland Government Bond 0.80% 15.03.22	555,742.65	570,812.00	0.43
EUR	1,300,000	Ireland Government Bond 5.40% 13.03.25	1,775,483.00	1,742,221.00	1.32
EUR	7,143,890	Italy Buoni Poliennali Del Tesoro 2.10% 15.09.21	7,937,122.49	7,984,154.34	6.04
EUR	1,000,000	Italy Buoni Poliennali Del Tesoro 3.50% 01.06.18	1,074,018.43	1,006,260.00	0.76
EUR	5,500,000	Italy Buoni Poliennali Del Tesoro 4.25% 01.02.19	6,024,710.65	5,713,290.00	4.32
EUR	5,000,000	Italy Buoni Poliennali Del Tesoro 4.75% 01.08.23	6,171,539.46	6,051,850.00	4.57
EUR	3,200,000	Italy Buoni Poliennali Del Tesoro 5.00% 01.09.40	4,626,329.05	4,443,840.00	3.36
EUR	1,800,000	Italy Buoni Poliennali Del Tesoro 6.00% 01.05.31	2,394,456.46	2,602,494.00	1.97
EUR	2,500,000	Kingdom of Belgium Government Bond 0.50% 22.10.24	2,498,500.00	2,537,850.00	1.92
EUR	1,100,000	Kingdom of Belgium Government Bond 1.00% 22.06.31	1,035,711.23	1,103,135.00	0.83
EUR	2,600,000	Kingdom of Belgium Government Bond 4.25% 28.09.21	3,099,071.57	3,015,870.00	2.28
EUR	2,400,000	Netherlands Government Bond 0.25% 15.07.25	2,282,849.00	2,394,312.00	1.81
EUR	2,000,000	Netherlands Government Bond 3.50% 15.07.20	2,341,663.93	2,187,120.00	1.65
EUR	1,500,000	Netherlands Government Bond 4.00% 15.01.37	2,265,788.02	2,289,630.00	1.73
EUR	1,000,000	Republic of Austria Government Bond 0.50% 20.04.27	980,200.00	991,710.00	0.75
EUR	1,700,000	Republic of Austria Government Bond 3.50% 15.09.21	1,994,255.33	1,924,213.00	1.45
EUR	700,000	Republic of Austria Government Bond 4.15% 15.03.37	996,153.95	1,064,791.00	0.80
EUR	800,000	Spain Government Bond 1.95% 30.07.30	806,544.00	849,504.00	0.64
EUR	3,000,000	Spain Government Bond 4.10% 30.07.18	3,154,207.81	3,043,800.00	2.30
EUR	1,900,000	Spain Government Bond 4.65% 30.07.25	2,388,083.00	2,440,645.00	1.84
EUR	3,000,000	Spain Government Bond 4.80% 31.01.24	3,755,790.00	3,766,230.00	2.85
EUR	2,000,000	Spain Government Bond 4.90% 30.07.40	2,709,964.29	3,061,800.00	2.31
EUR	2,750,000	Spain Government Bond 5.50% 30.04.21	3,368,422.20	3,234,935.00	2.45
Total investments in securities			120,126,806.79	119,567,180.13	90.37
Cash at banks				11,072,294.96	8.37
Other net assets/(liabilities)				1,675,230.46	1.26
Total				132,314,705.55	100.00

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

## **KBC Renta Sekarenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

---

This sub fund is mainly invested in bonds issued by the Swedish government, supplemented with Eurobonds from a limited number of issuers with high credit ratings.

Over the period under review, economic activity in Sweden remained strong and inflation close to the target of 2%. And although the decline in housing prices is expected to dampen housing investment in the coming years, the effect on GDP growth will be limited by the stronger demand from abroad. Overall, the strong economic activity has contributed to services prices increasing faster, although wage growth has remained a bit disappointing until now.

Within this context, the central bank has remained surprisingly dovish by keeping the repo rate unchanged at -0.50% and deciding that redemptions and coupon payments in the government bond portfolio will be reinvested. Slow repo rate rises have only been put forward for the second half of 2018.

As a result, short term bond yields remained in negative territory, while longer-term bond yields mainly tracked international developments. Over the period, Swedish 10-year yields traded within a narrow range between 70 and 90 basis points.

Looking forward, the very gradual normalization of the monetary policy is likely to lead a gradual increase in bond yields. Therefore, the duration of the portfolio will continue to be monitored closely.

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

## KBC Renta Sekarenta

### Statement of net assets (in SEK)

as at 31st March 2018

#### Assets

Securities portfolio at market value	158,111,297.24
Cash at banks	91,492.86
Receivable on sales of securities	620,777.12
Receivable on issues of shares	295.31
Income receivable on portfolio	2,430,807.10

Total assets 161,254,669.63

#### Liabilities

Payable on redemptions of shares	943,612.98
Expenses payable and other payables	110,490.97

Total liabilities 1,054,103.95

Net assets at the end of the period 160,200,565.68

Number of Category A shares outstanding	23,095.7826
Net asset value per Category A share	3,356.10

Number of Category B shares outstanding	12,838.1345
Net asset value per Category B share	6,440.88

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

## KBC Renta Sekarenta

### Statistical information (in SEK)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	160,200,565.68
- as at 30.09.2017	180,926,181.30
- as at 30.09.2016	246,409,744.39
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	26,408.8542
- issued	-
- redeemed	-3,313.0716
<hr/>	<hr/>
- outstanding at the end of the period	23,095.7826
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	3,356.10
- as at 30.09.2017	3,336.54
- as at 30.09.2016	3,486.31
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	18.20
Shares outstanding at ex-dividend date	26,391.8542
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	14,579.9879
- issued	82.4052
- redeemed	-1,824.2586
<hr/>	<hr/>
- outstanding at the end of the period	12,838.1345
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	6,440.88
- as at 30.09.2017	6,365.71
- as at 30.09.2016	6,618.20

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

## KBC Renta Sekarenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
SEK	3,500,000	European Investment Bank 5.00% 01.12.20	4,108,835.88	3,963,260.00	2.48
SEK	11,800,000	Sweden Government Bond 0.75% 12.05.28	11,646,494.00	11,886,259.77	7.42
SEK	15,900,000	Sweden Government Bond 1.00% 12.11.26	16,427,862.97	16,591,015.59	10.36
SEK	22,550,000	Sweden Government Bond 1.50% 13.11.23	22,653,148.52	24,331,451.13	15.19
SEK	6,400,000	Sweden Government Bond 2.25% 01.06.32	7,108,236.40	7,434,882.56	4.64
SEK	16,900,000	Sweden Government Bond 2.50% 12.05.25	18,346,684.83	19,502,600.00	12.17
SEK	27,750,000	Sweden Government Bond 3.50% 01.06.22	32,153,183.63	32,030,161.39	19.99
SEK	12,000,000	Sweden Government Bond 3.50% 30.03.39	14,774,510.48	16,787,545.80	10.48
SEK	22,300,000	Sweden Government Bond 5.00% 01.12.20	27,571,977.73	25,584,121.00	15.97
Total investments in securities			154,790,934.44	158,111,297.24	98.70
Cash at banks				91,492.86	0.06
Other net assets/(liabilities)				1,997,775.58	1.24
Total				160,200,565.68	100.00

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

## **KBC Renta Dollarenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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During the reporting period economic growth, corporate earnings and the labour market all showed improvement in the US. With these positives in mind, the Federal Reserve continued its path of further rate hikes, even as inflation fell short of higher expectations. Following two 25 basis point rate increases, one in December and one in March, the federal funds rate ended the reporting period at the range of 1.50 – 1.75%.

After a mid-year low of almost 2.0% the 10 year US Treasury yield started from September an uninterrupted climb, accelerating in December to reach a top of almost 3.0% in February. Due to a violent sell-off of stock markets and an increase of volatility 10 year yields moved back to 2.70% by the end of the reporting period. The short end of the curve did rise even more strongly leading to a much flatter curve.

The remaining maturity of the sub-fund fluctuated during the reporting period around the duration of the US benchmark. The fund is nearly completely invested in US Treasury bonds. The long end of the curve performed in relative terms better than the short end which was permanently underweighted. The exposure to US corporate bonds is zero. The fund had only limited investments in AAA rated supranational names.

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 2018

#### **Assets**

Securities portfolio at market value	97,712,173.19
Cash at banks	810,769.32
Other liquid assets	9,467.06
Receivable on sales of securities	994,963.09
Receivable on issues of shares	394,992.00
Income receivable on portfolio	582,294.12
	<hr/>
Total assets	100,504,658.78

#### **Liabilities**

Payable on purchases of securities	1,869,683.22
Payable on redemptions of shares	74,068.77
Expenses payable and other payables	71,086.40
	<hr/>
Total liabilities	2,014,838.39

Net assets at the end of the period 98,489,820.39

Number of Category A shares outstanding 17,188.1404  
Net asset value per Category A share 482.92

Number of Category B shares outstanding 50,630.7511  
Net asset value per Category B share 1,100.72

Number of 'Institutional B shares' sub-category outstanding 1,234.0000  
Net asset value per 'Institutional B share' sub-category 1,104.86

Number of 'Institutional F shares' sub-category outstanding 33,554.0000  
Net asset value per 'Institutional F share' sub-category 986.34

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

## KBC Renta Dollarenta

### Statistical information (in USD)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	98,489,820.39
- as at 30.09.2017	77,305,686.44
- as at 30.09.2016	543,603,238.59
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	19,374.0084
- issued	105.0000
- redeemed	-2,290.8680
- outstanding at the end of the period	17,188.1404
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	482.92
- as at 30.09.2017	502.45
- as at 30.09.2016	525.27
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	12.20
Shares outstanding at ex-dividend date	19,374.0084
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	50,546.4490
- issued	18,484.3857
- redeemed	-18,400.0836
- outstanding at the end of the period	50,630.7511
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	1,100.72
- as at 30.09.2017	1,116.36
- as at 30.09.2016	1,145.47
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	9,946.0000
- issued	190.0000
- redeemed	-8,902.0000
- outstanding at the end of the period	1,234.0000
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	1,104.86
- as at 30.09.2017	1,120.38
- as at 30.09.2016	1,147.67
<b>Number of 'Institutional F shares' sub-category</b>	
- outstanding at the beginning of the period	-
- issued	36,273.0000
- redeemed	-2,719.0000
- outstanding at the beginning of the period	33,554.0000
<b>Net asset value per 'Institutional F share' sub-category</b>	
- as at 31.03.2018	986.34
- as at 30.09.2017	-
- as at 30.09.2016	-

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	1,850,000	African Development Bank 1.13% 20.09.19	1,830,328.50	1,817,756.54	1.85
USD	1,000,000	Asian Development Bank 1.75% 10.01.20	1,004,085.00	989,034.20	1.00
USD	2,100,000	Asian Development Bank 2.63% 12.01.27	2,132,727.04	2,054,884.34	2.09
USD	500,000	European Investment Bank 1.63% 16.03.20	500,505.00	492,321.55	0.50
USD	2,550,000	European Investment Bank 3.25% 29.01.24	2,682,241.50	2,610,717.29	2.65
USD	1,000,000	European Investment Bank 4.88% 15.02.36	1,306,330.00	1,252,501.85	1.27
USD	2,150,000	IBRD 1.13% 10.08.20	2,112,784.95	2,083,344.30	2.12
USD	1,000,000	IBRD 1.63% 10.02.22	975,120.00	961,448.50	0.98
USD	6,300,000	US Treasury Bond 2.25% 15.08.46	5,611,021.30	5,425,743.96	5.51
USD	3,900,000	US Treasury Bond 2.75% 15.08.42	3,859,602.65	3,759,908.10	3.82
USD	500,000	US Treasury Bond 3.00% 15.05.45	508,009.81	501,994.55	0.51
USD	600,000	US Treasury Bond 3.63% 15.02.44	697,430.64	670,671.39	0.68
USD	685,000	US Treasury Bond 4.63% 15.02.40	914,588.35	876,907.00	0.89
USD	5,100,000	US Treasury Bond 4.75% 15.02.41	7,307,319.65	6,661,476.69	6.76
USD	1,100,000	US Treasury Bond 6.25% 15.05.30	1,598,058.18	1,493,362.37	1.52
USD	3,500,000	US Treasury Bond 6.75% 15.08.26	5,055,993.97	4,564,765.63	4.63
USD	3,450,000	US Treasury Bond 7.63% 15.11.22	4,232,736.33	4,230,320.31	4.29
USD	1,000,000	US Treasury Bond 8.13% 15.08.19	1,125,472.10	1,080,898.40	1.10
USD	680,000	US Treasury Bond 8.75% 15.05.20	792,146.86	772,118.78	0.78
USD	180,000	US Treasury Bond 8.75% 15.08.20	212,280.47	206,634.38	0.21
USD	1,500,000	US Treasury Note 0.88% 15.04.19	1,481,860.34	1,480,405.65	1.50
USD	4,000,000	US Treasury Note 1.13% 15.01.19	4,043,084.38	3,969,944.40	4.03
USD	400,000	US Treasury Note 1.38% 31.03.20	395,546.86	392,890.28	0.40
USD	300,000	US Treasury Note 1.38% 30.04.20	296,472.66	294,340.50	0.30
USD	12,150,000	US Treasury Note 1.38% 31.01.21	12,243,258.20	11,815,348.30	11.99
USD	10,450,000	US Treasury Note 1.38% 30.09.23	10,098,834.94	9,794,834.12	9.95
USD	500,000	US Treasury Note 1.50% 15.06.20	498,497.77	491,318.20	0.50
USD	3,500,000	US Treasury Note 1.50% 15.08.26	3,257,846.03	3,179,342.60	3.23
USD	1,270,000	US Treasury Note 1.63% 30.06.19	1,266,651.33	1,261,390.29	1.28
USD	183,000	US Treasury Note 1.63% 31.07.20	181,684.68	180,101.87	0.18
USD	500,000	US Treasury Note 2.00% 30.04.24	493,712.94	481,777.35	0.49
USD	100,000	US Treasury Note 2.13% 31.08.20	100,554.68	99,490.78	0.10
USD	950,000	US Treasury Note 2.13% 30.06.21	958,161.38	940,951.96	0.96
USD	13,200,000	US Treasury Note 2.13% 30.06.22	13,320,260.54	12,991,687.50	13.18
USD	146,000	US Treasury Note 2.63% 15.08.20	148,708.98	146,961.70	0.15
USD	4,100,000	US Treasury Note 2.63% 15.11.20	4,369,804.71	4,126,392.11	4.19
USD	1,000,000	US Treasury Note 2.75% 15.02.24	1,044,769.63	1,006,484.35	1.02
USD	700,000	US Treasury Note 3.50% 15.05.20	734,290.73	717,094.04	0.73
USD	1,800,000	US Treasury Note 3.63% 15.02.20	1,907,209.16	1,844,607.06	1.87
Total investments in securities			101,299,992.24	97,712,173.19	99.21
Cash at banks				810,769.32	0.82
Other net assets/(liabilities)				-33,122.12	-0.03
Total				98,489,820.39	100.00

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

## KBC Renta Yenrenta

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

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Japan's economy continued to expand moderately, while global growth remained robust. In this benign environment, exports have been on an increasing trend. Domestically, business fixed investment has continued on an increasing trend with corporate profits and business sentiment improving. Private consumption increased moderately against the background of steady improvement in the employment and income situation. Meanwhile, public investment has been more or less flat, remaining at a relatively high level. Reflecting these increases in demand both at home and abroad, industrial production has been on an increasing trend and labour market conditions have continued to tighten steadily.

Over the reporting period, the Japanese Central Bank continued its highly accommodative policy stance. Inflation has very slowly increased to around 1% (excl. fresh food), but remains well below the 2% inflation target. The differing monetary policies between the US (tapering) and Japan (very accommodating) has continued to strengthen the Yen. In this environment, yields on Japanese government bonds did not change a lot, with the longer end moving down by around 20 bps over the reporting period. Up to 10 years the curve did not change much as this is the playing ground for some of the Japanese Central Bank's accommodative policies.

Against this background the fund had a slightly positive return in Yen terms, with an even better return versus EUR, given the appreciation of the Yen.

Looking forward, Japan's economy is likely to continue its moderate expansion, while inflation is likely to continue on an uptrend towards 2 percent, albeit gradually. The Central Bank is expected to maintain its accommodative monetary policies to achieve the price stability target of 2 percent, as long as it is necessary for maintaining that target in a stable manner.

Over the coming months, we expect the policy rate to remain low and we hold a neutral duration position.

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

## KBC Renta Yenrenta

### Statement of net assets (in JPY)

as at 31st March 2018

#### Assets

Securities portfolio at market value	15,089,776
Cash at banks	369,040
Receivable on sales of securities	205,896
Income receivable on portfolio	17,584
	<hr/>
Total assets	15,682,296
	<hr/>

#### Liabilities

Expenses payable and other payables	8,046
	<hr/>
Total liabilities	8,046
	<hr/>
Net assets at the end of the period	15,674,250
	<hr/> <hr/>

Number of Category A shares outstanding	28.4979
Net asset value per Category A share	78,938
Number of Category B shares outstanding	143.2384
Net asset value per Category B share	93,723

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

## KBC Renta Yenrenta

### Statistical information (in JPY)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	15,674,250
- as at 30.09.2017	896,627,482
- as at 30.09.2016	1,245,929,199
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	28.4132
- issued	0.0858
- redeemed	-0.0011
- outstanding at the end of the period	28.4979
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	78,938
- as at 30.09.2017	78,683
- as at 30.09.2016	81,160
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	297.00
Shares outstanding at dividend date	28.4132
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	425.0646
- issued	18.1742
- redeemed	-300.0004
- outstanding at the end of the period	143.2384
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	93,723
- as at 30.09.2017	93,037
- as at 30.09.2016	95,663
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	9,170.0000
- issued	18.0000
- redeemed	-9,188.0000
- outstanding at the end of the period	-
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	93,222
- as at 30.09.2016	95,808

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

## KBC Renta Yenrenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
JPY	1,000,000	Japan Government Bond 0.10% 20.12.19	1,007,410	1,004,040	6.41
JPY	800,000	Japan Government Bond 0.40% 20.06.25	838,000	826,968	5.28
JPY	700,000	Japan Government Bond 0.60% 20.03.23	741,349	724,808	4.62
JPY	700,000	Japan Government Bond 0.60% 20.03.24	730,436	728,959	4.65
JPY	2,300,000	Japan Government Bond 0.60% 20.06.37	2,324,196	2,348,553	14.98
JPY	300,000	Japan Government Bond 0.80% 20.09.20	309,966	306,909	1.96
JPY	2,000,000	Japan Government Bond 1.00% 20.12.21	2,138,726	2,083,640	13.29
JPY	200,000	Japan Government Bond 1.30% 20.06.20	211,689	206,380	1.32
JPY	650,000	Japan Government Bond 1.40% 20.03.55	760,977	763,432	4.87
JPY	600,000	Japan Government Bond 1.50% 20.06.19	638,523	611,988	3.90
JPY	300,000	Japan Government Bond 1.90% 22.03.21	333,405	318,108	2.03
JPY	1,100,000	Japan Government Bond 2.00% 20.09.40	1,228,381	1,424,654	9.09
JPY	600,000	Japan Government Bond 2.10% 20.09.27	727,229	718,278	4.58
JPY	1,900,000	Japan Government Bond 2.20% 20.09.28	2,254,192	2,324,194	14.83
JPY	500,000	Japan Government Bond 2.20% 20.03.49	534,739	698,865	4.46
Total investments in securities			14,779,218	15,089,776	96.27
Cash at banks				369,040	2.35
Other net assets/(liabilities)				215,434	1.38
Total				15,674,250	100.00

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

## **KBC Renta Canarenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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The sub-fund Canarenta invests primarily in Canadian government debt and holds only a limited number of semi-government Eurobonds.

During the reporting period Canadian 10 year government yields first went down towards a level of around 1.8%. However, from mid-December yield started to rise in sympathy with the US and peaked around 2.4% in February. Due to a violent sell-off of international stock markets and an increase of volatility, 10 year yields moved back to 2.1% by the end of the reporting period.

The Canadian curve has been flattening steadily since mid-2017. This trend halted timely late 2017 when markets started to incorporate a more aggressive tightening by the US Fed and a further move by the Bank of Canada. It is important to note that the Fed's new found hawkishness was not fully taken over by the Bank of Canada after its surprise hike from 0.75% to 1.00% in September and later in January from 1.00% towards 1.25%. Instead the market has been pricing in a modestly more aggressive tightening path for the next years.

The robust global setting continues to provide a strong backdrop to Canadian growth. The economy is moving further into excess demand in 2018, leading to more inflationary pressure and higher interest rates. Also, the unemployment rate is at its lowest level since 1974. Inflation, after disappointing on the downside for years, is now on the rebound and picking up a bit more rapidly. Based on the economic environment alone, the case for higher interest rates in Canada is pretty clear. Other factors however cloud the outlook. The Bank of Canada remains concerned about the level of household indebtedness and how that will interact with rising interest rates. There is also some worry about NAFTA trade renegotiations and stretched residential real-estate valuations.

The duration of the sub-fund Canarenta has fluctuated during the reporting period around the duration of the Canadian benchmark index. The fund is nearly completely invested in Canadian government bonds. The long end of the curve has been overweighed compared to the short end. We expect further gradual tightening by the Bank of Canada during 2018 and continue the same strategy of underweighting the short end.

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

## KBC Renta Canarenta

### Statement of net assets (in CAD)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	41,581,147.65
Cash at banks	72,984.48
Receivable on sales of securities	207,392.49
Income receivable on portfolio	381,739.67
	<hr/>
Total assets	42,243,264.29

#### **Liabilities**

Payable on redemptions of shares	59,891.04
Expenses payable and other payables	28,864.76
	<hr/>
Total liabilities	88,755.80

Net assets at the end of the period	42,154,508.49
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Number of Category A shares outstanding	18,947.3851
Net asset value per Category A share	1,055.03
Number of Category B shares outstanding	8,933.8737
Net asset value per Category B share	2,480.95

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

## KBC Renta Canarenta

### Statistical information (in CAD)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	42,154,508.49
- as at 30.09.2017	47,331,181.70
- as at 30.09.2016	66,945,033.37
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	21,818.5780
- issued	179.0000
- redeemed	-3,050.1929
<hr/>	<hr/>
- outstanding at the end of the period	18,947.3851
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	1,055.03
- as at 30.09.2017	1,061.86
- as at 30.09.2016	1,142.65
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	20.50
Shares outstanding at ex-dividend date	21,818.5780
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	9,870.3536
- issued	11.7797
- redeemed	-948.2596
<hr/>	<hr/>
- outstanding at the end of the period	8,933.8737
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	2,480.95
- as at 30.09.2017	2,448.03
- as at 30.09.2016	2,595.59

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	700,000	Austria Government International Bond 5.38% 01.12.34	694,470.00	922,201.00	2.19
CAD	1,200,000	Canada Housing Trust 3.75% 15.03.20	1,258,002.35	1,243,020.00	2.95
CAD	1,200,000	Canadian Government Bond 0.75% 01.09.20	1,214,688.00	1,169,610.00	2.77
CAD	2,420,000	Canadian Government Bond 0.75% 01.03.21	2,438,545.20	2,342,838.30	5.56
CAD	2,500,000	Canadian Government Bond 1.50% 01.06.23	2,446,899.25	2,442,312.50	5.80
CAD	1,300,000	Canadian Government Bond 1.50% 01.06.26	1,344,065.51	1,244,607.00	2.95
CAD	1,750,000	Canadian Government Bond 1.75% 01.09.19	1,814,470.00	1,751,242.50	4.15
CAD	1,200,000	Canadian Government Bond 2.25% 01.06.25	1,320,480.00	1,215,354.00	2.88
CAD	900,000	Canadian Government Bond 2.50% 01.06.24	969,449.93	924,925.50	2.19
CAD	2,900,000	Canadian Government Bond 2.75% 01.06.22	3,148,448.81	2,994,032.50	7.11
CAD	1,300,000	Canadian Government Bond 2.75% 01.12.48	1,512,166.50	1,450,520.50	3.44
CAD	600,000	Canadian Government Bond 2.75% 01.12.64	697,330.65	697,173.00	1.65
CAD	2,200,000	Canadian Government Bond 3.25% 01.06.21	2,448,437.08	2,290,552.00	5.43
CAD	2,900,000	Canadian Government Bond 3.50% 01.06.20	3,260,706.54	3,003,211.00	7.12
CAD	1,400,000	Canadian Government Bond 3.50% 01.12.45	1,715,677.34	1,762,978.00	4.18
CAD	6,700,000	Canadian Government Bond 3.75% 01.06.19	7,340,317.05	6,863,078.00	16.29
CAD	1,680,000	Canadian Government Bond 4.00% 01.06.41	2,213,952.47	2,213,089.20	5.25
CAD	1,100,000	Canadian Government Bond 5.00% 01.06.37	1,641,121.24	1,579,605.50	3.75
CAD	1,200,000	Canadian Government Bond 5.75% 01.06.29	1,746,170.23	1,629,018.00	3.86
CAD	990,000	Canadian Government Bond 5.75% 01.06.33	1,500,152.20	1,446,662.25	3.43
CAD	1,200,000	Canadian Government Bond 8.00% 01.06.27	1,918,418.45	1,789,026.00	4.25
CAD	415,000	Canadian Government Bond 9.00% 01.06.25	726,007.44	606,090.90	1.44
Total investments in securities			43,369,976.24	41,581,147.65	98.64
Cash at banks				72,984.48	0.17
Other net assets/(liabilities)				500,376.36	1.19
Total				42,154,508.49	100.00

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

## **KBC Renta Sterlingrenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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Brexit-related news dominated market reactions in UK bonds, equity and the exchange rate over the reporting period (second half of 2018). Initially, most analysts expected the shock decision to leave the European Union (EU) to have a sharp negative impact on the economy, both in the UK and in Europe. However, the initial reaction proved much less dramatic, as in fact confidence indicators only started deteriorating by the end of 2017 and the hard economic data remained relatively resilient.

The British pound however dropped sharply versus the EUR, putting upward pressure on inflation, which went from around 2% to closer to 3% in recent months. This has started to dent somewhat consumer purchasing power and confidence in the UK, although not excessively. Some crucial months of negotiations between UK and EU authorities lie ahead at the time of writing.

Despite the pressure on the Pound, the Bank of England (BoE) decided to keep the official Base Rate unchanged at 0.25% until November 2017, when it upped the rate to 0.5%. 10y government bond yields hovered around 1% to 1.5% in the reporting period, with the BoE striking a balance between controlling inflation and avoiding being too restrictive in such an uncertain environment.

#### **Investment policy**

The interest rate sensibility of the portfolio is quite high compared to the European countries but is in line with the market average. The fund invests primarily in UK government bonds and also holds a limited number of supranational bonds that are denominated in GBP.

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

## KBC Renta Sterlingrenta

### Statement of net assets (in GBP)

as at 31st March 2018

#### Assets

Securities portfolio at market value	6,634,772.98
Cash at banks	72,471.38
Other liquid assets	393.70
Receivable on issues of shares	21.48
Income receivable on portfolio	30,222.48
Prepaid expenses and other receivables	13,962.41
	<hr/>
Total assets	6,751,844.43
	<hr/>

#### Liabilities

Expenses payable and other payables	4,646.94
	<hr/>
Total liabilities	4,646.94
	<hr/>
Net assets at the end of the period	6,747,197.49
	<hr/>

Number of Category A shares outstanding	3,745.6671
Net asset value per Category A share	553.56
Number of Category B shares outstanding	4,089.2884
Net asset value per Category B share	1,142.93

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

## KBC Renta Sterlingrenta

### Statistical information (in GBP)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	6,747,197.49
- as at 30.09.2017	7,270,513.18
- as at 30.09.2016	37,711,182.53
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	4,272.6671
- issued	156.0000
- redeemed	-683.0000
- outstanding at the end of the period	<u>3,745.6671</u>
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	553.56
- as at 30.09.2017	551.68
- as at 30.09.2016	585.53
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	8.80
Shares outstanding at ex-dividend date	4,268.6671
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	4,386.0103
- issued	280.1706
- redeemed	-576.8925
- outstanding at the end of the period	<u>4,089.2884</u>
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	1,142.93
- as at 30.09.2017	1,120.24
- as at 30.09.2016	1,170.38
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	-
- issued	-
- redeemed	-
- outstanding at the end of the period	<u>-</u>
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	-
- as at 30.09.2016	1,173.32

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

## KBC Renta Sterlingrenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
GBP	650,000	African Development Bank 0.88% 20.12.21	653,698.50	642,312.13	9.52
GBP	500,000	European Investment Bank 0.63% 17.01.20	500,720.00	497,616.25	7.38
GBP	150,000	European Investment Bank 1.00% 21.09.26	142,776.00	143,334.20	2.12
GBP	250,000	United Kingdom Gilt 0.50% 22.07.22	248,597.50	244,852.50	3.63
GBP	150,000	United Kingdom Gilt 1.50% 22.07.26	154,243.50	152,581.51	2.26
GBP	110,000	United Kingdom Gilt 1.50% 22.07.47	103,206.40	104,795.90	1.55
GBP	150,000	United Kingdom Gilt 1.75% 22.07.19	155,631.00	151,972.08	2.25
GBP	170,000	United Kingdom Gilt 1.75% 07.09.22	174,883.12	175,560.70	2.60
GBP	30,000	United Kingdom Gilt 1.75% 07.09.37	29,823.00	30,275.66	0.45
GBP	40,000	United Kingdom Gilt 1.75% 22.07.57	42,477.60	42,356.40	0.63
GBP	50,000	United Kingdom Gilt 2.00% 22.07.20	52,855.50	51,348.24	0.76
GBP	200,000	United Kingdom Gilt 2.00% 07.09.25	220,696.35	211,646.00	3.14
GBP	200,000	United Kingdom Gilt 2.25% 07.09.23	218,286.00	212,280.00	3.15
GBP	100,000	United Kingdom Gilt 2.50% 22.07.65	125,457.40	133,817.00	1.98
GBP	120,000	United Kingdom Gilt 2.75% 07.09.24	136,597.20	131,956.80	1.96
GBP	150,000	United Kingdom Gilt 3.25% 22.01.44	155,054.40	197,262.00	2.92
GBP	150,000	United Kingdom Gilt 3.50% 22.01.45	189,694.75	206,640.00	3.06
GBP	130,000	United Kingdom Gilt 3.50% 22.07.68	154,320.11	221,604.50	3.28
GBP	40,000	United Kingdom Gilt 3.75% 07.09.20	45,500.80	42,829.65	0.63
GBP	140,000	United Kingdom Gilt 3.75% 22.07.52	151,563.78	217,805.00	3.23
GBP	140,000	United Kingdom Gilt 4.00% 22.01.60	205,407.45	247,077.60	3.66
GBP	150,000	United Kingdom Gilt 4.25% 07.12.27	191,407.44	189,343.50	2.81
GBP	100,000	United Kingdom Gilt 4.25% 07.06.32	127,863.04	133,670.48	1.98
GBP	150,000	United Kingdom Gilt 4.25% 07.03.36	191,974.55	210,256.50	3.12
GBP	105,000	United Kingdom Gilt 4.25% 07.09.39	132,277.51	153,095.25	2.27
GBP	120,000	United Kingdom Gilt 4.25% 07.12.40	143,521.89	177,273.60	2.63
GBP	100,000	United Kingdom Gilt 4.25% 07.12.46	156,561.00	157,149.00	2.33
GBP	100,000	United Kingdom Gilt 4.25% 07.12.49	115,999.88	163,308.00	2.42
GBP	130,000	United Kingdom Gilt 4.25% 07.12.55	186,098.11	228,707.70	3.39
GBP	190,000	United Kingdom Gilt 4.50% 07.09.34	230,227.06	268,261.93	3.98
GBP	150,000	United Kingdom Gilt 4.50% 07.12.42	180,813.36	233,733.00	3.46
GBP	135,000	United Kingdom Gilt 4.75% 07.12.30	171,397.99	184,851.45	2.74
GBP	100,000	United Kingdom Gilt 4.75% 07.12.38	147,791.61	153,638.00	2.28
GBP	145,000	United Kingdom Gilt 5.00% 07.03.25	184,425.55	182,056.20	2.70
GBP	75,000	United Kingdom Gilt 6.00% 07.12.28	109,057.60	108,915.00	1.61
GBP	25,000	United Kingdom Gilt 8.00% 07.06.21	36,254.27	30,589.25	0.45
Total investments in securities			6,167,161.22	6,634,772.98	98.33
Cash at banks				72,471.38	1.07
Other net assets/(liabilities)				39,953.13	0.60
Total				6,747,197.49	100.00

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

## **KBC Renta Swissrenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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This sub-fund is mainly invested in Eurobonds issued by a quasi-sovereign issuers with high credit ratings (e.g. European Investment Bank, Asian Development Bank, Nederlandse Waterschapsbank, Bank Nederlandse Gemeenten, KfW) in Swiss Franc.

#### **Looking back**

The Swiss economy recovered nicely during the reporting period. Growth recovered to nearly 2% on a year-over-year by the end of 2017, primarily driven by manufacturing. The unemployment rate declined overall to below 3%. The Swiss National Bank (SNB) continues to expect GDP growth of around 2% for 2018 and a further gradual decrease in unemployment.

Meanwhile inflation continued to increase gradually to around 0.8%. For 2019, the SNB now expects inflation of 0.9%, compared to 1.1% previously. For 2020, it anticipates an inflation rate of 1.9%.

The SNB left its key monetary policy settings unchanged in the past year, maintaining an expansionary policy. The Governing Board continues to view the CHF as “highly valued” and still expects its negative rate framework and its willingness to intervene in the foreign exchange market as “necessary” to exert downward pressure on the Franc.

The Swiss yield curve shifted upwards overall, with 3 year yields declining about 6 bps and 10 year yields rising around 5 bps. Against this background the performance of the fund was negative in CHF terms, and even worse in EUR terms.

#### **Preview**

We expect the economic activity to gradually continue its recovery in 2018. Inflation is set to rise because of recovering commodity prices and as the effect of the sharp CHF appreciation is fading out.

On the back of stronger GDP growth, we also expect the labour market to improve gradually. Despite the pick-up in growth we expect the SNB to leave rates on hold as the ECB continues with its dovish monetary policy. The CHF should continue to trade in recent ranges versus the Euro.

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

## KBC Renta Swissrenta

### Statement of net assets (in CHF)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	11,598,603.18
Cash at banks	41,383.83
Other liquid assets	315.90
Receivable on sales of securities	220,557.71
Receivable on issues of shares	99.01
Income receivable on portfolio	104,477.86
	<hr/>
Total assets	11,965,437.49

#### **Liabilities**

Payable on redemptions of shares	213,455.28
Expenses payable and other payables	7,130.14
	<hr/>
Total liabilities	220,585.42

Net assets at the end of the period 11,744,852.07

Number of Category A shares outstanding	3,709.2030
Net asset value per Category A share	1,099.84
Number of Category B shares outstanding	4,571.0804
Net asset value per Category B share	1,676.92

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

## KBC Renta Swissrenta

### Statistical information (in CHF)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	11,744,852.07
- as at 30.09.2017	16,272,546.58
- as at 30.09.2016	22,577,972.98
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	6,902.4295
- issued	400.0000
- redeemed	-3,593.2265
<hr/>	<hr/>
- outstanding at the end of the period	3,709.2030
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	1,099.84
- as at 30.09.2017	1,113.75
- as at 30.09.2016	1,181.74
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	2.20
Shares outstanding at ex-dividend date	6,902.4295
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	5,065.1486
- issued	48.4524
- redeemed	-542.5206
<hr/>	<hr/>
- outstanding at the end of the period	4,571.0804
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	1,676.92
- as at 30.09.2017	1,694.91
- as at 30.09.2016	1,798.31

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

## KBC Renta Swissrenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
CHF	300,000	Apple Inc 0.75% 25.02.30	312,750.00	305,521.50	2.60
CHF	1,625,000	Asian Development Bank 2.75% 12.02.30	2,049,529.37	2,083,306.88	17.74
CHF	300,000	Bank Nederlandse Gemeenten NV 2.50% 21.07.25	346,275.00	354,781.50	3.02
CHF	250,000	Coca-Cola Co 1.00% 02.10.28	268,167.50	264,032.50	2.25
CHF	200,000	Deutsche Bahn Finance BV 0.10% 01.12.25	207,800.00	199,464.00	1.70
CHF	250,000	European Investment Bank 1.38% 21.02.28	253,302.68	280,428.75	2.39
CHF	1,700,000	European Investment Bank 3.13% 30.06.36	2,272,601.65	2,467,159.00	21.01
CHF	270,000	European Investment Bank 3.38% 15.10.27	347,355.00	353,200.50	3.01
CHF	280,000	IBRD 26.11.21	250,676.97	285,250.00	2.43
CHF	450,000	Kommunekredit 2.88% 13.10.31	678,375.00	596,576.25	5.08
CHF	100,000	Kreditanstalt fuer Wiederaufbau 2.25% 12.08.20	108,522.41	107,110.50	0.91
CHF	550,000	Kreditanstalt fuer Wiederaufbau 2.50% 25.08.25	677,331.87	655,740.25	5.58
CHF	200,000	Kreditanstalt fuer Wiederaufbau 2.75% 16.02.37	314,900.00	278,792.00	2.37
CHF	300,000	Nederlandse Waterschapsbank NV 2.38% 27.01.23	275,388.62	338,371.50	2.88
CHF	450,000	Nederlandse Waterschapsbank NV 3.25% 07.08.29	582,075.00	597,998.25	5.09
CHF	150,000	Oesterreichische Kontrollbank AG 2.63% 22.11.24	160,582.16	176,736.00	1.50
CHF	260,000	Oesterreichische Kontrollbank AG 2.88% 25.02.30	342,888.00	336,025.30	2.86
CHF	300,000	Province of Quebec Canada 1.13% 22.02.23	311,777.14	318,622.50	2.71
CHF	200,000	Slovakia Government International Bond 2.75% 25.04.22	215,704.62	223,697.00	1.90
CHF	400,000	SNCF Mobilites EPIC 2.63% 13.12.21	448,000.00	442,686.00	3.77
CHF	330,000	SNCF Reseau 3.25% 30.06.32	395,627.68	446,193.00	3.80
CHF	500,000	Swiss Confederation Government Bond 0.50% 30.05.58	530,900.00	486,910.00	4.15
Total investments in securities			11,350,530.67	11,598,603.18	98.75
Cash at banks				41,383.83	0.35
Other net assets/(liabilities)				104,865.06	0.90
Total				11,744,852.07	100.00

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

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

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The economy of the Eurozone showed a strong performance in the final quarter of 2017 and the first months of 2018, although by the end of Q1, some signs of moderation have shown up. Growth was broadly based with consumption, investment, domestic and foreign sales doing well. Also geographically there was a good equilibrium between the Northern and Southern members of the Eurozone. Although leading indicators like the purchasing managers index point to some moderation in the coming months, the outlook remains bright.

The European inflation remained very well behaved during the reporting period: higher energy prices kept the headline figure in the neighbourhood of 1.5% year-on-year but the underlying or core rate remained (too low) at just 1% for the first months of 2018. But this offers the ECB ample room to phase out QE.

The combination of solid growth and moderate inflation allowed the Central banks to shift their policy in a gradual, guided way. In the US both outgoing chair Yellen and incoming chair Powell raised interest rates. The European Central Bank, still in the phase of winding down QE, decided to reduce the Purchasing Program from 60 to 30 billion EUR a month, starting in 2018. Only the Japanese Central Bank did not alter its loose monetary policy.

But how important the decisions of the Central banks were, politics remained on the center stage. Increasing trade tensions between the US and China but also between the US and the Nafta members Mexico and Canada tested the nerves of the financial markets.

Ten year Bund yields fell during the early days of the reporting period to only 0.3% but with the new year announcing the probable end of QE, yields rose rapidly during the first weeks of the new year, touching 0.75% by mid February. A solid recovery helped by widening losses on the equity market, pushed the yield back to 0.5% by the end of the reporting period. Longer maturities moved more or less in tandem but less outspoken, so the European yield curves flattened in general.

Spreads between Germany/France and the Southern countries, Italy and Spain remained under pressure. Despite negative political developments in Spain (separatism) and especially the Italian parliamentary elections with a very good result for the populist parties, investors remained very sanguine about the outlook for both markets and spreads tightened to quite low levels.

Given the expensive valuation of European government bonds, the fund has been underweight duration versus the market during the reporting period but this underweight was mainly situated in Italy and Spain.

#### Outlook

We expect an ongoing recovery of the European economy with good growth and moderate inflation. The very high confidence indicators point to ongoing strength for 2018 and thereafter.

European government bond prices remain extremely expensive, an ongoing rise in yields, started at the end of 2017, is the most likely scenario. The ECB will be cautious in the unwinding of QE, but it is unlikely that there will be no impact whatsoever on the yield levels of Eurozone government bonds as the termination of QE will raise the chances for a first hike in interest rates in the course of 2019.

## KBC Renta Emurenta

### Statement of net assets (in EUR)

as at 31st March 2018

#### Assets

Securities portfolio at market value	113,290,089.17
Cash at banks	11,510,077.41
Other liquid assets	382,138.46
Receivable on issues of shares	2,394,167.48
Income receivable on portfolio	1,625,348.17
Unrealised gain on futures contracts	78,590.00
Total assets	129,280,410.69

#### Liabilities

Payable on purchases of securities	2,351,414.89
Payable on redemptions of shares	130,919.60
Expenses payable and other payables	81,717.26
Total liabilities	2,564,051.75

Net assets at the end of the period 126,716,358.94

Number of Category A shares outstanding	14,746.0000
Net asset value per Category A share	339.87

Number of Category B shares outstanding	1,310.0480
Net asset value per Category B share	657.49

Number of 'Institutional B shares' sub-category outstanding	183,253.6217
Net asset value per 'Institutional B share' sub-category	659.43

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

## KBC Renta Emurenta

### Statistical information (in EUR)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	126,716,358.94
- as at 30.09.2017	89,785,457.84
- as at 30.09.2016	192,512,730.42
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	15,154.0000
- issued	117.0000
- redeemed	-525.0000
<hr/>	<hr/>
- outstanding at the end of the period	14,746.0000
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	339.87
- as at 30.09.2017	338.95
- as at 30.09.2016	352.16
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	3.10
Shares outstanding at ex-dividend date	15,154.0000
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	1,606.2504
- issued	5.0000
- redeemed	-301.2024
<hr/>	<hr/>
- outstanding at the end of the period	1,310.0480
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	657.49
- as at 30.09.2017	649.48
- as at 30.09.2016	669.27
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	128,436.9190
- issued	131,878.7027
- redeemed	-77,062.0000
<hr/>	<hr/>
- outstanding at the end of the period	183,253.6217
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	659.43
- as at 30.09.2017	650.95
- as at 30.09.2016	670.43

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

# KBC Renta Emurenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	400,000	Autonomous Community of Madrid Spain 2.88% 06.04.19	399,592.00	412,504.00	0.33
EUR	1,200,000	Bundesrepublik Deutschland 15.08.26	1,163,017.09	1,168,884.00	0.92
EUR	3,000,000	Bundesrepublik Deutschland 1.50% 04.09.22	3,261,861.36	3,232,326.00	2.55
EUR	1,000,000	Bundesrepublik Deutschland 2.25% 04.09.20	1,115,054.52	1,068,740.00	0.84
EUR	5,500,000	Bundesrepublik Deutschland 3.25% 04.07.21	6,488,535.33	6,163,960.00	4.86
EUR	600,000	Bundesrepublik Deutschland 3.25% 04.07.42	973,008.06	883,728.00	0.70
EUR	3,500,000	Bundesrepublik Deutschland 4.75% 04.07.28	5,089,059.90	4,994,325.00	3.94
EUR	2,060,040	Deutsche Bundesrepublik Inflation Linked Bond 0.10% 15.04.46	2,302,341.57	2,435,585.29	1.92
EUR	2,600,000	Finland Government Bond 0.88% 15.09.25	2,690,965.00	2,701,218.00	2.13
EUR	3,194,581	French Republic Government Bond OAT 0.25% 25.07.24	3,415,580.99	3,518,479.57	2.78
EUR	2,000,000	French Republic Government Bond OAT 0.75% 25.05.28	1,953,400.00	2,006,980.00	1.58
EUR	2,000,000	French Republic Government Bond OAT 1.75% 25.11.24	2,171,480.00	2,200,540.00	1.74
EUR	6,900,000	French Republic Government Bond OAT 2.25% 25.10.22	7,770,472.08	7,643,544.00	6.04
EUR	1,800,000	French Republic Government Bond OAT 3.25% 25.05.45	2,480,283.00	2,514,798.00	1.98
EUR	4,500,000	French Republic Government Bond OAT 3.50% 25.04.20	5,096,431.51	4,874,445.00	3.85
EUR	950,000	French Republic Government Bond OAT 4.00% 25.10.38	1,473,663.19	1,424,563.00	1.12
EUR	2,900,000	French Republic Government Bond OAT 5.50% 25.04.29	4,631,717.03	4,369,053.00	3.45
EUR	400,000	Ireland Government Bond 1.00% 15.05.26	403,575.69	411,912.00	0.33
EUR	1,800,000	Ireland Government Bond 5.00% 18.10.20	2,145,061.24	2,052,036.00	1.62
EUR	1,100,000	Italy Buoni Poliennali Del Tesoro 1.60% 01.06.26	1,085,552.00	1,109,955.00	0.88
EUR	3,297,180	Italy Buoni Poliennali Del Tesoro 2.10% 15.09.21	3,629,492.93	3,684,994.31	2.91
EUR	1,300,000	Italy Buoni Poliennali Del Tesoro 3.50% 01.06.18	1,400,973.38	1,308,138.00	1.03
EUR	2,300,000	Italy Buoni Poliennali Del Tesoro 3.75% 01.08.21	2,586,180.34	2,577,311.00	2.03
EUR	4,800,000	Italy Buoni Poliennali Del Tesoro 4.25% 01.02.19	5,306,429.17	4,986,144.00	3.93
EUR	2,500,000	Italy Buoni Poliennali Del Tesoro 4.75% 01.08.23	2,994,225.00	3,025,925.00	2.39
EUR	2,500,000	Italy Buoni Poliennali Del Tesoro 5.00% 01.09.40	3,504,041.12	3,471,750.00	2.74
EUR	2,750,000	Italy Buoni Poliennali Del Tesoro 5.25% 01.11.29	3,665,831.59	3,689,180.00	2.91
EUR	1,600,000	Italy Buoni Poliennali Del Tesoro 6.50% 01.11.27	2,285,533.78	2,282,496.00	1.80
EUR	2,800,000	Kingdom of Belgium Government Bond 0.50% 22.10.24	2,805,824.85	2,842,392.00	2.24
EUR	2,800,000	Kingdom of Belgium Government Bond 1.00% 22.06.31	2,788,123.78	2,807,980.00	2.22
EUR	600,000	Kingdom of Belgium Government Bond 2.25% 22.06.23	683,322.00	670,227.00	0.53
EUR	3,000,000	Netherlands Government Bond 0.25% 15.07.25	2,954,192.14	2,992,890.00	2.36
EUR	200,000	Netherlands Government Bond 2.75% 15.01.47	275,762.00	278,460.00	0.22
EUR	2,300,000	Netherlands Government Bond 3.25% 15.07.21	2,692,259.42	2,577,771.00	2.03
EUR	1,500,000	Republic of Austria Government Bond 3.50% 15.09.21	1,741,427.24	1,697,835.00	1.34
EUR	2,000,000	Republic of Austria Government Bond 4.85% 15.03.26	2,847,526.30	2,702,160.00	2.13
EUR	1,000,000	Spain Government Bond 1.45% 31.10.27	993,270.00	1,033,400.00	0.82
EUR	900,000	Spain Government Bond 2.35% 30.07.33	893,568.86	985,032.00	0.78
EUR	2,000,000	Spain Government Bond 4.10% 30.07.18	2,197,577.61	2,029,200.00	1.60
EUR	2,400,000	Spain Government Bond 4.80% 31.01.24	3,041,620.19	3,012,984.00	2.38
EUR	1,560,000	Spain Government Bond 4.90% 30.07.40	2,221,577.11	2,388,204.00	1.88
EUR	6,000,000	Spain Government Bond 5.50% 30.04.21	7,153,612.00	7,058,040.00	5.57
Total investments in securities			114,773,022.37	113,290,089.17	89.40
Cash at banks				11,510,077.41	9.08
Other net assets/(liabilities)				1,916,192.36	1.52
Total				126,716,358.94	100.00

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

## **KBC Renta Czechrenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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#### **Macroeconomic and fixed-income development**

During the reporting period, the Czech economy kept growing at a very solid pace. In the last quarter of 2017, the GDP growth reached 5,1% year on year. As a result, consumer price inflation moved above the 2% target of the Czech National Bank (the "CNB") before moderating lately. The official CNB repo rate was increased to 0.75%. The money market rates increased as well and the 6 month inter-bank rate hovered around 1,0% level in March. The Czech yield curve has moved up over the period by 60 to 80 basis points.

#### **Investment strategy and asset allocation**

The Fund invests mainly in Czech government bonds. Other investments comprise CZK, EUR or USD denominated Eurobonds. These instruments offer good accessibility and liquidity. The currency risk originating from investments in EUR-denominated securities is fully hedged. Over the reporting period, the Fund's modified duration oscillated between 3.90 and 4.05 years.

#### **Expected development**

We expect the Czech economy to grow during 2018 close to 3%. We also expect the consumer price inflation to stay around the Czech National Bank's target of 2.0%. The Czech National Bank is anticipated to increase its official interest rate in the rest of 2018 by 25 to 50 basis points. As for the long term yields, we expect gradual yields' rise during the rest of 2018 as a response to the Czech economy's growth, inflation pick-up and repo rate increases. We intend to keep the modified duration below the benchmark-neutral level.

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

## KBC Renta Czechrenta

### Statement of net assets (in CZK)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	1,184,773,832.50
Cash at banks	3,843,927.62
Receivable on issues of shares	5,445.55
Income receivable on portfolio	12,466,777.96
	<hr/>
Total assets	1,201,089,983.63

#### **Liabilities**

Payable on redemptions of shares	606,689.54
Expenses payable and other payables	1,081,617.30
	<hr/>
Total liabilities	1,688,306.84
	<hr/>
Net assets at the end of the period	1,199,401,676.79

Number of Category A shares outstanding	686.5251
Net asset value per Category A share	20,988.28
Number of Category B shares outstanding	4,138.7312
Net asset value per Category B share	39,229.83
Number of 'Institutional B shares' sub-category outstanding	25,998.5610
Net asset value per 'Institutional B share' sub-category	39,334.14

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

## KBC Renta Czechrenta

### Statistical information (in CZK)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	1,199,401,676.79
- as at 30.09.2017	1,353,786,041.76
- as at 30.09.2016	2,901,907,531.45
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	689.5251
- issued	-
- redeemed	-3.0000
- outstanding at the end of the period	686.5251
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	20,988.28
- as at 30.09.2017	21,657.39
- as at 30.09.2016	22,390.03
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	57.70
Shares outstanding at ex-dividend date	689.5251
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	5,442.8157
- issued	26.5687
- redeemed	-1,330.6532
- outstanding at the end of the period	4,138.7312
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	39,229.83
- as at 30.09.2017	40,345.21
- as at 30.09.2016	41,605.73
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	27,666.4542
- issued	9,507.1069
- redeemed	-11,175.0001
- outstanding at the end of the period	25,998.5610
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	39,334.14
- as at 30.09.2017	40,455.53
- as at 30.09.2016	41,693.48

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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 04.02.23	12,000,000.00	12,127,200.00	1.01
CZK	100,000,000	Ceska exportni banka AS 24.09.18	100,000,000.00	100,370,000.00	8.37
CZK	105,000,000	Czech Republic Government Bond 09.12.20	106,720,157.90	105,997,500.00	8.84
CZK	45,300,000	Czech Republic Government Bond 18.04.23	48,833,811.82	48,018,906.00	4.00
CZK	40,000,000	Czech Republic Government Bond 10.02.20	40,011,400.00	39,640,000.00	3.30
CZK	175,000,000	Czech Republic Government Bond 0.45% 25.10.23	175,101,157.62	168,000,000.00	14.02
CZK	61,000,000	Czech Republic Government Bond 1.00% 26.06.26	57,815,250.00	57,932,005.00	4.83
CZK	95,000,000	Czech Republic Government Bond 2.40% 17.09.25	103,518,105.11	100,769,350.00	8.40
CZK	128,000,000	Czech Republic Government Bond 2.50% 25.08.28	147,888,942.27	135,907,200.00	11.33
CZK	93,300,000	Czech Republic Government Bond 3.75% 12.09.20	102,183,974.94	100,204,666.50	8.35
CZK	126,500,000	Czech Republic Government Bond 3.85% 29.09.21	150,076,498.36	139,690,155.00	11.65
CZK	130,000,000	Czech Republic Government Bond 4.70% 12.09.22	166,999,038.52	151,028,150.00	12.59
CZK	13,000,000	Lloyds Bank Plc 01.12.21	13,000,000.00	13,076,700.00	1.09
CZK	12,000,000	Societe Generale 02.05.18	12,000,000.00	12,012,000.00	1.00
<b>Total bonds</b>			<b>1,236,148,336.54</b>	<b>1,184,773,832.50</b>	<b>98.78</b>
<b><u>Other transferable securities</u></b>					
<b>Bonds in default of payment</b>					
CZK	25,000,000	LBI HF 4.40% 03.11.09	23,218,085.77	0.00	0.00
<b>Total bonds in default of payment</b>			<b>23,218,085.77</b>	<b>0.00</b>	<b>0.00</b>
Total investments in securities			1,259,366,422.31	1,184,773,832.50	98.78
Cash at banks				3,843,927.62	0.32
Other net assets/(liabilities)				10,783,916.67	0.90
<b>Total</b>				<b>1,199,401,676.79</b>	<b>100.00</b>

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

## **KBC Renta AUD-Renta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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This sub fund invests mainly in Australian government issues, in addition to AUD denominated paper from high quality issuers.

The Australian economy grew by 2.4 per cent over 2017, reflecting the effects of low interest rates, the substantial depreciation of the exchange rate since early 2013 and the gradual recovery of commodity prices on the back of stronger global growth.

Meanwhile inflation remains low, with both CPI and underlying inflation hovering a little below 2 per cent. Inflation is likely to remain low for some time, reflecting low growth in labour costs and strong competition in retailing. We continue to expect a gradual pick-up in inflation, as the economy continues to strengthen. The base case is for CPI inflation to be a bit above 2 per cent in 2018.

The central bank has halted its easing cycle and kept the cash rate unchanged at 1.50%. In response, the yields on government bonds declined overall with 2-year yields rising by around 6 basis points, while 5-year yields declined by around 6 basis points and 10-year yields even by around 24 basis points.

Against this backdrop, the sub fund had a positive return in AUD terms, which was offset by the depreciation of the AUD in EUR terms.

Looking forward, the low level of interest rates should continue to support the Australian economy. Further progress in reducing unemployment and having inflation return to target is expected, although this progress is likely to be gradual. This would likely lead to some upward pressure on yields. A lot will however depend on the outlook for the Chinese economy and the related commodity price developments.

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

## KBC Renta AUD-Renta

### Statement of net assets (in AUD)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	29,827,749.34
Cash at banks	108,770.90
Receivable on issues of shares	23,518.85
Income receivable on portfolio	403,432.36
	<hr/>
Total assets	30,363,471.45

#### **Liabilities**

Payable on redemptions of shares	108,884.48
Expenses payable and other payables	23,244.24
	<hr/>
Total liabilities	132,128.72

Net assets at the end of the period	30,231,342.73
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Number of Category A shares outstanding	19,770.0619
Net asset value per Category A share	853.35

Number of Category B shares outstanding	6,697.4936
Net asset value per Category B share	1,961.66

Number of 'Institutional B shares' sub-category outstanding	113.0000
Net asset value per 'Institutional B share' sub-category	1,967.96

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

## KBC Renta AUD-Renta

### Statistical information (in AUD)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	30,231,342.73
- as at 30.09.2017	54,938,363.85
- as at 30.09.2016	51,206,157.94
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	22,495.3207
- issued	538.0000
- redeemed	-3,263.2588
<hr/>	<hr/>
- outstanding at the end of the period	19,770.0619
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	853.35
- as at 30.09.2017	856.28
- as at 30.09.2016	904.40
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	23.50
Shares outstanding at ex-dividend date	22,455.3207
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	7,038.5713
- issued	163.7848
- redeemed	-504.8625
<hr/>	<hr/>
- outstanding at the end of the period	6,697.4936
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	1,961.66
- as at 30.09.2017	1,913.77
- as at 30.09.2016	1,976.42
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	11,571.0000
- issued	16.0000
- redeemed	-11,474.0000
<hr/>	<hr/>
- outstanding at the end of the period	113.0000
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	1,967.96
- as at 30.09.2017	1,919.09
- as at 30.09.2016	1,980.55

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

## KBC Renta AUD-Renta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
AUD	800,000	Asian Development Bank 2.75% 19.01.22	797,136.00	804,988.00	2.66
AUD	400,000	Asian Development Bank 3.00% 14.10.26	388,072.00	397,522.00	1.31
AUD	900,000	Australia Government Bond 1.75% 21.11.20	887,967.00	893,061.00	2.95
AUD	640,000	Australia Government Bond 2.00% 21.12.21	634,510.40	635,788.80	2.10
AUD	1,300,000	Australia Government Bond 2.25% 21.05.28	1,217,684.00	1,259,687.00	4.17
AUD	1,658,000	Australia Government Bond 2.75% 21.10.19	1,683,701.76	1,678,476.30	5.55
AUD	600,000	Australia Government Bond 2.75% 21.04.24	603,411.94	610,986.00	2.02
AUD	600,000	Australia Government Bond 2.75% 21.11.27	595,602.00	607,998.00	2.01
AUD	1,000,000	Australia Government Bond 2.75% 21.11.27	1,056,970.00	1,013,330.00	3.35
AUD	1,500,000	Australia Government Bond 2.75% 21.11.28	1,488,228.00	1,518,315.00	5.02
AUD	725,000	Australia Government Bond 2.75% 21.06.35	695,807.00	705,997.75	2.34
AUD	800,000	Australia Government Bond 3.00% 21.03.47	695,812.36	770,296.00	2.55
AUD	1,593,000	Australia Government Bond 3.25% 21.04.25	1,598,100.64	1,670,260.50	5.52
AUD	1,970,000	Australia Government Bond 3.25% 21.04.29	2,017,834.38	2,086,899.80	6.90
AUD	100,000	Australia Government Bond 3.25% 21.06.39	97,617.00	102,985.00	0.34
AUD	220,000	Australia Government Bond 3.25% 21.06.39	211,084.29	226,567.00	0.75
AUD	613,000	Australia Government Bond 3.75% 21.04.37	653,753.12	680,509.69	2.25
AUD	1,915,000	Australia Government Bond 4.25% 21.04.26	2,041,738.26	2,151,196.10	7.12
AUD	1,020,000	Australia Government Bond 4.50% 15.04.20	1,099,976.40	1,070,275.80	3.54
AUD	1,105,000	Australia Government Bond 4.50% 21.04.33	1,225,364.03	1,334,353.80	4.41
AUD	1,890,000	Australia Government Bond 4.75% 21.04.27	2,097,841.86	2,219,011.20	7.34
AUD	1,795,000	Australia Government Bond 5.50% 21.04.23	2,096,124.15	2,065,111.60	6.83
AUD	1,905,000	Australia Government Bond 5.75% 15.05.21	2,250,414.95	2,112,683.10	6.99
AUD	1,491,000	Australia Government Bond 5.75% 15.07.22	1,779,930.68	1,704,138.45	5.64
AUD	730,000	European Investment Bank 6.00% 06.08.20	760,569.40	790,965.95	2.62
AUD	650,000	Landwirtschaftliche Rentenbank 4.75% 08.04.24	715,650.00	716,345.50	2.37
Total investments in securities			29,390,901.62	29,827,749.34	98.65
Cash at banks				108,770.90	0.36
Other net assets/(liabilities)				294,822.49	0.99
Total				30,231,342.73	100.00

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

## **KBC Renta NZD-Renta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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This sub-fund invests mainly in New Zealand government issues, in addition to NZD denominated paper from high quality issuers.

Although GDP growth has eased over the second half of 2017, the growth outlook remains positive supported by ongoing accommodative monetary policy, a high terms of trade, government spending and population growth. The labour market conditions continue to tighten.

At the same time, global economic growth continues to improve and global interest rates remain subdued. However, there are some signs of emerging pressures. Commodity prices have gradually recovered, although agricultural prices remain relatively soft. Inflation has remained rather low due to weakness in manufactured goods prices.

The central bank has kept the cash rate at 1.75%. Over the reporting period, yields on government bonds declined overall, with 2-year yields declining by around 22 basis points, 5-year yields by around 25 basis points and 10-year yields also by around 25 basis points.

Against this background, the fund posted a positive performance in NZD terms, which was offset versus the EUR by the depreciation of NZD.

Looking forward, the central bank is likely to continue an accommodative monetary policy for an extended period, despite the strong domestic economy and rising upward pressure on inflation. This may limit potential yield increases.

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

## KBC Renta NZD-Renta

### Statement of net assets (in NZD)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	15,781,455.37
Cash at banks	39,143.47
Receivable on sales of securities	68,470.53
Income receivable on portfolio	274,858.39
	<hr/>
Total assets	16,163,927.76

#### **Liabilities**

Payable on redemptions of shares	51,750.24
Expenses payable and other payables	12,789.20
	<hr/>
Total liabilities	64,539.44
	<hr/>
Net assets at the end of the period	16,099,388.32

Number of Category A shares outstanding	8,180.8466
Net asset value per Category A share	1,080.32
Number of Category B shares outstanding	2,695.5822
Net asset value per Category B share	2,605.61
Number of 'Institutional B shares' sub-category outstanding	91.0000
Net asset value per 'Institutional B share' sub-category	2,613.49

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

## KBC Renta NZD-Renta

### Statistical information (in NZD)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	16,099,388.32
- as at 30.09.2017	21,772,391.85
- as at 30.09.2016	35,019,641.83
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	9,900.9899
- issued	212.0000
- redeemed	-1,932.1433
<hr/>	<hr/>
- outstanding at the end of the period	8,180.8466
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	1,080.32
- as at 30.09.2017	1,090.19
- as at 30.09.2016	1,127.90
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	31.10
Shares outstanding at ex-dividend date	9,900.9899
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	2,801.6801
- issued	14.0007
- redeemed	-120.0986
<hr/>	<hr/>
- outstanding at the end of the period	2,695.5822
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	2,605.61
- as at 30.09.2017	2,553.50
- as at 30.09.2016	2,577.78
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	1,494.0000
- issued	35.0000
- redeemed	-1,438.0000
<hr/>	<hr/>
- outstanding at the end of the period	91.0000
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	2,613.49
- as at 30.09.2017	2,559.81
- as at 30.09.2016	2,582.70

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

## KBC Renta NZD-Renta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
NZD	50,000	European Investment Bank 4.75% 22.01.19	52,000.00	50,937.75	0.32
NZD	200,000	IBRD 4.63% 26.02.19	208,335.90	204,332.00	1.27
NZD	50,000	Kreditanstalt fuer Wiederaufbau 3.38% 15.02.21	50,398.34	51,017.25	0.32
NZD	1,620,000	New Zealand Government Bond 2.75% 15.04.25	1,632,264.95	1,643,344.20	10.21
NZD	1,075,000	New Zealand Government Bond 2.75% 15.04.37	993,831.23	988,344.25	6.14
NZD	2,320,000	New Zealand Government Bond 3.00% 15.04.20	2,287,454.20	2,372,455.20	14.74
NZD	1,320,000	New Zealand Government Bond 3.50% 14.04.33	1,330,795.09	1,381,419.60	8.58
NZD	1,908,000	New Zealand Government Bond 4.50% 15.04.27	2,061,886.38	2,179,107.72	13.54
NZD	2,860,000	New Zealand Government Bond 5.50% 15.04.23	3,282,745.50	3,294,577.00	20.46
NZD	3,230,000	New Zealand Government Bond 6.00% 15.05.21	3,605,681.46	3,615,920.40	22.45
Total investments in securities			15,505,393.05	15,781,455.37	98.03
Cash at banks				39,143.47	0.24
Other net assets/(liabilities)				278,789.48	1.73
Total				16,099,388.32	100.00

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

## KBC Renta Short EUR

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

The economy of the Eurozone showed a strong performance in the final quarter of 2017 and the first months of 2018, although by the end of Q1, some signs of moderation have shown up. Growth was broadly based with consumption, investment, domestic and foreign sales doing well. Also geographically there was a good equilibrium between the Northern and Southern members of the Eurozone. Although leading indicators like the purchasing managers index point to some moderation in the coming months, the outlook remains bright.

The European inflation remained very well behaved during the reporting period: higher energy prices kept the headline figure in the neighbourhood of 1.5% year-on-year but the underlying or core rate remained (too low) at just 1% for the first months of 2018. Both levels are below the ECB target of a stable inflation rate just below 2%.

The combination of solid growth and moderate inflation allowed the Central banks to shift their policy in a gradual, guided way. In the US both outgoing chair Yellen and incoming chair Powell raised interest rates. The European Central Bank, still in the phase of winding down QE, decided to reduce the Purchasing Program from 60 to 30 billion EUR a month, starting in 2018. Only the Japanese Central Bank did not alter its loose monetary policy, keeping bond yield levels close to zero %.

But how important the decisions of the Central banks were, politics remained on the center stage. Increasing trade tensions between the US and China but also between the US and the Nafta members Mexico and Canada tested the nerves of the financial markets.

The benchmark 2 year German bond yield started the new accounting year at -0.7%, climbing in the first months of the new year to -0.5%. The yield correction triggered by the weakness in equity markets had less effect than in the long end of the bond market. The 2 year Bund yield reached -0.6% by the end of Q1.

Spreads between Germany and the Southern countries, Italy and Spain remained under pressure. Despite negative political developments in Spain (separatism) and especially the Italian parliamentary elections with a very good result for the populist parties, investors remained very sanguine about the outlook for both markets and spreads tightened to quite low levels

Given the expensive valuation of European government bonds, the fund has been underweight duration versus the market during the reporting period.

#### Outlook

We expect an ongoing recovery of the European economy with good growth and moderate inflation. The very high confidence indicators point to ongoing strength for 2018 and thereafter.

European government bond prices remain extremely expensive, an ongoing rise in yields, started at the end of 2017, is the most likely scenario. The ECB will be cautious in the unwinding of QE, but it is unlikely that there will be no impact whatsoever on the yield levels of Eurozone government bonds as the termination of QE will raise the chances for a first hike in interest rates in the course of 2019.

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 2018

#### Assets

Securities portfolio at market value	339,192,664.49
Cash at banks	1,831,265.15
Other liquid assets	14,478.52
Receivable on sales of securities	28,780,264.38
Receivable on issues of shares	2,272,930.81
Income receivable on portfolio	4,210,359.21
	<hr/>
Total assets	376,301,962.56

#### Liabilities

Payable on purchases of securities	29,808,305.06
Payable on redemptions of shares	131,117.48
Expenses payable and other payables	143,250.72
	<hr/>
Total liabilities	30,082,673.26

Net assets at the end of the period 346,219,289.30

Number of Category A shares outstanding 18,829.7617  
Net asset value per Category A share 505.06

Number of Category B shares outstanding 6,095.9623  
Net asset value per Category B share 716.93

Number of 'Institutional B shares' sub-category outstanding 462,153.3085  
Net asset value per 'Institutional B share' sub-category 719.11

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

## KBC Renta Short EUR

### Statistical information (in EUR)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	346,219,289.30
- as at 30.09.2017	55,412,987.47
- as at 30.09.2016	86,812,205.79
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	17,885.7639
- issued	2,202.0000
- redeemed	-1,258.0022
- outstanding at the end of the period	18,829.7617
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	505.06
- as at 30.09.2017	507.17
- as at 30.09.2016	510.78
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	7,241.0732
- issued	7.2084
- redeemed	-1,152.3193
- outstanding at the end of the period	6,095.9623
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	716.93
- as at 30.09.2017	719.73
- as at 30.09.2016	724.86
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	57,016.0885
- issued	675,669.2200
- redeemed	-270,532.0000
- outstanding at the end of the period	462,153.3085
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	719.11
- as at 30.09.2017	721.38
- as at 30.09.2016	726.16

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	4,540,000	Bundesobligation 17.04.20	4,589,894.60	4,595,705.80	1.33
EUR	16,000,000	Bundesobligation 0.25% 11.10.19	16,316,320.00	16,222,080.00	4.69
EUR	3,000,000	Bundesrepublik Deutschland 2.25% 04.09.20	3,208,890.00	3,206,220.00	0.93
EUR	5,244,000	Bundesrepublik Deutschland 2.50% 04.01.21	5,687,327.76	5,683,499.64	1.64
EUR	1,136,000	Bundesrepublik Deutschland 3.00% 04.07.20	1,252,470.58	1,228,572.64	0.35
EUR	15,644,000	Bundesrepublik Deutschland 3.25% 04.01.20	17,046,627.93	16,726,877.68	4.83
EUR	9,246,000	Bundesrepublik Deutschland 3.50% 04.07.19	9,950,285.58	9,732,524.52	2.81
EUR	2,430,000	Finland Government Bond 0.38% 15.09.20	2,476,626.90	2,479,912.20	0.72
EUR	7,185,000	Finland Government Bond 3.38% 15.04.20	7,798,706.44	7,761,165.15	2.24
EUR	2,622,000	Finland Government Bond 4.38% 04.07.19	2,830,641.28	2,787,002.46	0.80
EUR	14,000,000	French Republic Government Bond OAT 25.02.20	14,182,840.00	14,136,220.00	4.08
EUR	5,000,000	French Republic Government Bond OAT 25.05.20	5,067,090.00	5,052,650.00	1.46
EUR	1,780,000	French Republic Government Bond OAT 25.02.21	1,797,159.20	1,798,157.78	0.52
EUR	13,000,000	French Republic Government Bond OAT 0.25% 25.11.20	13,249,420.00	13,224,380.00	3.82
EUR	4,635,000	French Republic Government Bond OAT 0.50% 25.11.19	4,733,109.53	4,717,873.80	1.36
EUR	22,724,000	French Republic Government Bond OAT 1.00% 25.05.19	23,332,507.83	23,143,644.11	6.69
EUR	13,469,000	French Republic Government Bond OAT 3.50% 25.04.20	14,704,275.52	14,589,755.49	4.21
EUR	10,156,000	French Republic Government Bond OAT 3.75% 25.10.19	10,964,126.16	10,850,010.26	3.13
EUR	1,030,000	French Republic Government Bond OAT 8.50% 25.10.19	1,186,632.10	1,177,578.40	0.34
EUR	4,600,000	Ireland Government Bond 4.40% 18.06.19	5,002,536.19	4,878,300.00	1.41
EUR	5,820,000	Ireland Government Bond 4.50% 18.04.20	6,511,884.92	6,419,692.80	1.85
EUR	4,160,000	Ireland Government Bond 5.90% 18.10.19	4,576,850.30	4,578,288.00	1.32
EUR	14,800,000	Italy Buoni Poliennali Del Tesoro 0.70% 01.05.20	15,055,938.56	15,087,842.24	4.36
EUR	1,000,000	Italy Buoni Poliennali Del Tesoro 1.05% 01.12.19	1,021,370.00	1,022,788.80	0.30
EUR	13,110,000	Italy Buoni Poliennali Del Tesoro 1.50% 01.08.19	13,508,806.20	13,442,600.70	3.88
EUR	5,000,000	Italy Buoni Poliennali Del Tesoro 3.75% 01.03.21	5,541,000.00	5,550,460.00	1.60
EUR	2,000,000	Italy Buoni Poliennali Del Tesoro 4.00% 01.09.20	2,213,800.00	2,201,285.60	0.64
EUR	4,680,000	Italy Buoni Poliennali Del Tesoro 4.25% 01.09.19	5,000,299.20	4,987,148.40	1.44
EUR	2,200,000	Italy Buoni Poliennali Del Tesoro 4.25% 01.03.20	2,449,887.00	2,390,542.00	0.69
EUR	19,315,000	Italy Buoni Poliennali Del Tesoro 4.50% 01.02.20	21,352,816.40	21,016,211.12	6.07
EUR	6,700,000	Kingdom of Belgium Government Bond 3.00% 28.09.19	7,184,598.82	7,057,780.00	2.04
EUR	9,000,000	Kingdom of Belgium Government Bond 3.75% 28.09.20	9,981,950.00	9,944,370.00	2.87
EUR	300,000	Netherlands Government Bond 0.25% 15.01.20	307,422.00	304,809.00	0.09
EUR	10,231,000	Netherlands Government Bond 3.50% 15.07.20	11,222,336.98	11,188,212.36	3.23
EUR	10,750,000	Netherlands Government Bond 4.00% 15.07.19	11,661,927.41	11,398,332.50	3.29
EUR	6,000,000	Republic of Austria Government Bond 0.25% 18.10.19	6,105,940.00	6,080,040.00	1.76
EUR	5,040,000	Republic of Austria Government Bond 1.95% 18.06.19	5,217,691.80	5,196,139.20	1.50
EUR	1,500,000	Republic of Austria Government Bond 3.90% 15.07.20	1,668,125.00	1,650,390.00	0.48
EUR	2,622,000	Spain Government Bond 0.05% 31.01.21	2,626,876.92	2,643,238.20	0.76
EUR	4,500,000	Spain Government Bond 1.15% 30.07.20	4,645,270.00	4,652,802.00	1.34
EUR	1,000,000	Spain Government Bond 1.40% 31.01.20	1,041,458.82	1,032,424.00	0.30
EUR	1,223,000	Spain Government Bond 4.00% 30.04.20	1,372,621.82	1,333,282.80	0.39
EUR	21,000,000	Spain Government Bond 4.30% 31.10.19	22,938,705.88	22,554,210.00	6.52
EUR	9,002,000	Spain Government Bond 4.60% 30.07.19	9,762,657.67	9,597,482.30	2.77
EUR	3,417,000	Spain Government Bond 4.85% 31.10.20	3,880,361.45	3,870,162.54	1.12
Total investments in securities			342,228,084.75	339,192,664.49	97.97
Cash at banks				1,831,265.15	0.53
Other net assets/(liabilities)				5,195,359.66	1.50
Total				346,219,289.30	100.00

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

## KBC Renta Medium EUR

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

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The economy of the Eurozone showed a strong performance in the final quarter of 2017 and the first months of 2018, although by the end of Q1, some signs of moderation have shown up. Growth was broadly based with consumption, investment, domestic and foreign sales doing well. Also geographically there was a good equilibrium between the Northern and Southern members of the Eurozone. Although leading indicators like the purchasing managers index point to some moderation in the coming months, the outlook remains bright.

The European inflation remained very well behaved during the reporting period: higher energy prices kept the headline figure in the neighbourhood of 1.5% year-on-year but the underlying or core rate remained (too low) at just 1% for the first months of 2018. Both levels are below the ECB target of a stable inflation rate just below 2%.

The combination of solid growth and moderate inflation allowed the Central banks to shift their policy in a gradual, guided way. In the US both outgoing chair Yellen and incoming chair Powell raised interest rates. The European Central Bank, still in the phase of winding down QE, decided to reduce the Purchasing Program from 60 to 30 billion EUR a month, starting in 2018. Only the Japanese Central Bank did not alter its loose monetary policy, keeping bond yield levels close to zero.

But how important the decisions of the Central banks were, politics remained on the center stage. Increasing trade tensions between the US and China but also between the US and the Nafta members Mexico and Canada tested the nerves of the financial markets. The tensions triggered a selloff in the equity markets and pushed government bond yields down again.

The benchmark 7 year German bond yield started the reporting period at zero %, climbing in the first months of the new year to 0.4%. The weakness in equities triggered a modest flight to safety, pushing down the seven year yield to 15 basis points by the end of Q1.

Spreads between Germany and the Southern countries, Italy and Spain remained under pressure. Despite negative political developments in Spain (separatism) and especially the Italian parliamentary elections with a very good result for the populist parties, investors remained very sanguine about the outlook for both markets and spreads tightened to quite low levels.

Given the expensive valuation of peripheral govies, the fund has been underweight Spain and Italy during the reporting period.

#### Outlook

We expect an ongoing recovery of the European economy with good growth and moderate inflation. The very high confidence indicators point to ongoing strength for 2018 and thereafter.

European government bond prices remain extremely expensive, an ongoing rise in yields, started at the end of 2017, is the most likely scenario. The ECB will be cautious in the unwinding of QE, but it is unlikely that there will be no impact whatsoever on the yield levels of Eurozone government bonds as the termination of QE will raise the chances for a first hike in interest rates in the course of 2019.

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

## KBC Renta Medium EUR

### Statement of net assets (in EUR)

as at 31st March 2018

#### Assets

Securities portfolio at market value	3,735,503.50
Cash at banks	21,424.98
Other liquid assets	5,975.58
Income receivable on portfolio	45,612.36
Unrealised gain on futures contracts	2,680.00
	<hr/>
Total assets	3,811,196.42
	<hr/>

#### Liabilities

Payable on redemptions of shares	732.11
Expenses payable and other payables	2,927.61
	<hr/>
Total liabilities	3,659.72
	<hr/>

Net assets at the end of the period	3,807,536.70
	<hr/>

Number of Category A shares outstanding	3,043.2848
Net asset value per Category A share	700.81

Number of Category B shares outstanding	1,451.6182
Net asset value per Category B share	1,153.72

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

## KBC Renta Medium EUR

### Statistical information (in EUR)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	3,807,536.70
- as at 30.09.2017	10,089,743.92
- as at 30.09.2016	19,218,659.56
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	3,693.6395
- issued	1.0000
- redeemed	-651.3547
- outstanding at the end of the period	3,043.2848
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	700.81
- as at 30.09.2017	698.29
- as at 30.09.2016	714.50
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	3.30
Shares outstanding at ex-dividend date	3,693.6395
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	1,944.6665
- issued	4.9836
- redeemed	-498.0319
- outstanding at the end of the period	1,451.6182
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	1,153.72
- as at 30.09.2017	1,143.56
- as at 30.09.2016	1,168.14
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	4,613.0000
- issued	1,584.0000
- redeemed	-6,197.0000
- outstanding at the end of the period	-
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	1,146.04
- as at 30.09.2016	1,170.06

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

## KBC Renta Medium EUR

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	160,000	Belgium Government Bond 2.60% 22.06.24	185,918.32	183,769.60	4.83
EUR	455,000	Bundesrepublik Deutschland 1.50% 15.05.24	507,787.40	495,649.70	13.02
EUR	75,000	Finland Government Bond 2.00% 15.04.24	85,319.27	83,319.75	2.19
EUR	955,000	French Republic Government Bond OAT 2.25% 25.05.24	1,085,625.68	1,077,908.50	28.30
EUR	50,000	Ireland Government Bond 3.40% 18.03.24	60,615.22	59,361.00	1.56
EUR	175,000	Italy Buoni Poliennali Del Tesoro 1.50% 01.06.25	175,232.75	177,709.00	4.67
EUR	730,000	Italy Buoni Poliennali Del Tesoro 3.75% 01.09.24	831,937.77	850,742.00	22.33
EUR	200,000	Netherlands Government Bond 2.00% 15.07.24	227,882.85	223,346.00	5.87
EUR	130,000	Republic of Austria Government Bond 1.65% 21.10.24	143,668.70	141,848.20	3.73
EUR	150,000	Spain Government Bond 2.75% 31.10.24	169,079.57	171,604.50	4.51
EUR	225,000	Spain Government Bond 3.80% 30.04.24	267,619.43	270,245.25	7.10
Total investments in securities			3,740,686.96	3,735,503.50	98.11
Cash at banks				21,424.98	0.56
Other net assets/(liabilities)				50,608.22	1.33
Total				3,807,536.70	100.00

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

## KBC Renta Long EUR

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

The economy of the Eurozone showed a strong performance in the final quarter of 2017 and the first months of 2018, although by the end of Q1, some signs of moderation have shown up. Growth was broadly based with consumption, investment, domestic and foreign sales doing well. Also geographically there was a good equilibrium between the Northern and Southern members of the Eurozone. Although leading indicators like the purchasing managers index point to some moderation in the coming months, the outlook remains bright.

The European inflation remained very well behaved during the reporting period: higher energy prices kept the headline figure in the neighbourhood of 1.5% year-on-year but the underlying or core rate remained (too low) at just 1% for the first months of 2018. Both levels are below the ECB target of a stable inflation rate just below 2%.

The combination of solid growth and moderate inflation allowed the central banks to shift their policy in a gradual, guided way. In the US both outgoing chair Yellen and incoming chair Powell raised interest rates. The European Central Bank, still in the phase of winding down QE, decided to reduce the Purchasing Program from 60 to 30 billion EUR a month, starting in 2018. Only the Japanese Central Bank did not alter its loose monetary policy, keeping bond yield levels close to zero.

But how important the decisions of the Central banks were, politics remained on the center stage. Increasing trade tensions between the US and China but also between the US and the Nafta members Mexico and Canada tested the nerves of the financial markets. The tensions triggered a selloff in the equity markets and pushed government bond yields down again.

The benchmark 10 year German bond yield started the reporting period at 0.45%, climbing in the first months of the new year to 0.75%. The weakness in equities triggered a modest flight to safety, pushing down the ten year Bund yield down to 50 basis points by the end of Q1.

Spreads between Germany and the Southern countries, Italy and Spain remained under pressure. Despite negative political developments in Spain (separatism) and especially the Italian parliamentary elections with a very good result for the populist parties, investors remained very sanguine about the outlook for both markets and spreads tightened to quite low levels

Given the expensive valuation of peripheral govies, the fund has been underweight Spain and Italy during the reporting period.

#### Outlook

We expect an ongoing recovery of the European economy with good growth and moderate inflation. The very high confidence indicators point to ongoing strength for 2018 and thereafter.

European government bond prices remain extremely expensive, an ongoing rise in yields, started at the end of 2017, is the most likely scenario. The ECB will be cautious in the unwinding of QE, but it is unlikely that there will be no impact whatsoever on the yield levels of Eurozone government bonds as the termination of QE will raise the chances for a first hike in interest rates in the course of 2019.

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

## KBC Renta Long EUR

### Statement of net assets (in EUR)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	1,534,481.53
Cash at banks	29,767.46
Other liquid assets	3,264.58
Income receivable on portfolio	26,694.32
Unrealised gain on futures contracts	2,680.00
	<hr/>
Total assets	1,596,887.89
	<hr/>

#### **Liabilities**

Payable on redemptions of shares	100.30
Expenses payable and other payables	1,227.07
	<hr/>
Total liabilities	1,327.37
	<hr/>

Net assets at the end of the period	1,595,560.52
	<hr/>

Number of Category A shares outstanding	331.2265
Net asset value per Category A share	743.44
Number of Category B shares outstanding	1,050.1763
Net asset value per Category B share	1,284.85

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

## KBC Renta Long EUR

### Statistical information (in EUR)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	1,595,560.52
- as at 30.09.2017	1,893,598.17
- as at 30.09.2016	5,247,278.58
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	409.6019
- issued	1.0130
- redeemed	-79.3884
- outstanding at the end of the period	331.2265
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	743.44
- as at 30.09.2017	737.03
- as at 30.09.2016	775.48
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	7.80
Shares outstanding at ex-dividend date	409.6019
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	1,263.4638
- issued	48.3807
- redeemed	-261.6682
- outstanding at the end of the period	1,050.1763
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	1,284.85
- as at 30.09.2017	1,259.80
- as at 30.09.2016	1,318.26
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	-
- issued	-
- redeemed	-
- outstanding at the end of the period	-
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	-
- as at 30.09.2016	1,320.97

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

## KBC Renta Long EUR

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	75,000	Austria Government Bond 6.25% 15.07.27	119,518.63	113,820.00	7.13
EUR	75,000	Bundesrepublik Deutschland 6.50% 04.07.27	125,143.18	116,808.00	7.32
EUR	58,000	Finland Government Bond 0.50% 15.04.26	58,647.89	58,388.60	3.66
EUR	40,000	French Republic Government Bond OAT 0.25% 25.11.26	38,518.28	39,110.00	2.45
EUR	105,000	French Republic Government Bond OAT 3.50% 25.04.26	131,529.06	131,026.35	8.21
EUR	192,000	French Republic Government Bond OAT 5.50% 25.04.29	300,109.23	289,261.44	18.13
EUR	54,000	Ireland Government Bond 1.00% 15.05.26	55,468.50	55,608.12	3.49
EUR	25,000	Italy Buoni Poliennali Del Tesoro 1.60% 01.06.26	24,972.25	25,226.25	1.58
EUR	223,000	Italy Buoni Poliennali Del Tesoro 4.75% 01.09.28	293,715.46	284,394.13	17.82
EUR	101,000	Kingdom of Belgium Government Bond 1.00% 22.06.26	109,606.77	105,040.00	6.58
EUR	53,000	Netherlands Government Bond 5.50% 15.01.28	81,366.13	78,206.80	4.90
EUR	60,000	Spain Government Bond 1.30% 31.10.26	58,464.60	61,834.80	3.88
EUR	162,000	Spain Government Bond 1.95% 30.04.26	169,243.86	175,757.04	11.02
Total investments in securities			1,566,303.84	1,534,481.53	96.17
Cash at banks				29,767.46	1.87
Other net assets/(liabilities)				31,311.53	1.96
Total				1,595,560.52	100.00

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

## **KBC Renta Zlotyrenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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The sub-fund Zlotyrenta invests primarily in Polish government bonds and holds a number of floating rate bonds and inflation linked bonds.

During most of the reporting period the Polish fixed income market did not move a lot. The Polish 5 year government yield for instance moved within a narrow range between 2.5% to 2.8%. However, in the beginning of March, this range was broken on the downside and the market rallied towards a yield level of 2.3%.

While underlying fundamentals and the domestic economy growth are strong, the central bank has indicated several times that it is not planning to hike rates any time soon. Inflation data surprised indeed to the downside and this seems to intensify the dovish stance of the NBP. The central bank's Governor Adam Glapinski spurred Polish bond gains and zloty weakness by hinting to a two-year-longer pause of interest rates. Political developments also remain a source of concern for markets. Tensions between the EU and the Law and Justice (PiS) government focus on the government's programme of judicial reform. The outcome can potentially jeopardize the total inflow of EU funds.

The main part of the portfolio is invested in Polish government bonds with maturities diversified all over the curve. The duration of the sub-fund was long during February and March during the sharp bond rally. At the end of the reporting period the duration was brought back to benchmark level.

As the Polish bond market has anticipated a lot of good news the duration of the portfolio will be kept neutral until yields have moved up to a more attractive level.

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

## KBC Renta Zlotyrenta

### Statement of net assets (in PLN)

as at 31st March 2018

#### Assets

Securities portfolio at market value	78,831,559.39
Cash at banks	917,977.07
Income receivable on portfolio	1,239,368.26
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Total assets	80,988,904.72
	<hr/>

#### Liabilities

Payable on redemptions of shares	219,449.11
Expenses payable and other payables	89,845.77
	<hr/>
Total liabilities	309,294.88
	<hr/>

Net assets at the end of the period	80,679,609.84
	<hr/>

Number of Category A shares outstanding	26,280.7449
Net asset value per Category A share	2,016.45
Number of Category B shares outstanding	7,137.3317
Net asset value per Category B share	3,502.04
Number of 'Institutional B shares' sub-category outstanding	766.0000
Net asset value per 'Institutional B share' sub-category	3,512.56

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

## KBC Renta Zlotyrenta

### Statistical information (in PLN)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	80,679,609.84
- as at 30.09.2017	306,102,983.57
- as at 30.09.2016	329,420,219.57
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	34,906.7301
- issued	45.0000
- redeemed	-8,670.9852
- outstanding at the end of the period	26,280.7449
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	2,016.45
- as at 30.09.2017	2,015.06
- as at 30.09.2016	2,036.44
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	60.60
Shares outstanding at ex-dividend date	34,906.7301
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	8,128.9724
- issued	212.6590
- redeemed	-1,204.2997
- outstanding at the end of the period	7,137.3317
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	3,502.04
- as at 30.09.2017	3,392.83
- as at 30.09.2016	3,350.07
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	61,205.0000
- issued	245.0000
- redeemed	-60,684.0000
- outstanding at the end of the period	766.0000
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	3,512.56
- as at 30.09.2017	3,401.41
- as at 30.09.2016	3,356.55

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

## KBC Renta Zlotyrenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
PLN	8,000,000	Republic of Poland Government Bond 25.01.24	7,688,037.32	8,013,680.00	9.93
PLN	7,000,000	Republic of Poland Government Bond 25.01.26	6,580,885.63	6,870,955.00	8.52
PLN	1,300,000	Republic of Poland Government Bond 1.75% 25.07.21	1,241,385.36	1,295,580.00	1.61
PLN	6,000,000	Republic of Poland Government Bond 2.25% 25.04.22	5,895,600.00	6,029,700.00	7.47
PLN	14,500,000	Republic of Poland Government Bond 2.50% 25.07.27	13,253,055.01	13,805,450.00	17.11
PLN	7,081,380	Republic of Poland Government Bond 2.75% 25.08.23	7,634,002.53	7,899,279.39	9.79
PLN	3,200,000	Republic of Poland Government Bond 2.75% 25.04.28	2,968,843.45	3,085,920.00	3.82
PLN	16,000,000	Republic of Poland Government Bond 4.00% 25.10.23	16,902,417.96	17,233,600.00	21.36
PLN	500,000	Republic of Poland Government Bond 4.00% 25.04.47	531,250.00	548,095.00	0.68
PLN	3,000,000	Republic of Poland Government Bond 5.50% 25.10.19	3,194,700.00	3,191,700.00	3.96
PLN	9,600,000	Republic of Poland Government Bond 5.75% 25.10.21	10,778,330.94	10,857,600.00	13.46
Total investments in securities			76,668,508.20	78,831,559.39	97.71
Cash at banks				917,977.07	1.14
Other net assets/(liabilities)				930,073.38	1.15
Total				80,679,609.84	100.00

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

## **KBC Renta Forintrenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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#### **Most important market developments of the past 12 month**

The Monetary Council of the National Bank of Hungary (NBH) continued its monetary easing in 2017 with the aim to keep interbank rates and government bond yields low. The domestic retail banks were forced towards buying Hungarian Government Bonds (HGB) instead of the 3-month NBH deposit instrument, which was gradually decreased from quarter to quarter. The new limit on the amount of the NBH's 3-month deposit instrument was set at HUF 75BN for Q4 2017 (from HUF 900BN in Q4 2016). The NBH also introduced a new program (MIRS) to control the long end of the yield curve and a new mortgage bond buying program to bring down mortgage yields. The NBH's program significantly pushed down the Hungarian yield curve: HGB yields reached new historical low levels in Q1 2018, even while the Hungarian sovereign curve remained steep. Due to the strict budget policy of the central government, the decreasing level of public debt and the steady GDP growth, the outlook on the credit rating of Hungary (BBB-) was improved to positive from stable by S&P in May 2017 and by Fitch in November 2017.

#### **The positioning of the fund**

Taking into consideration the domestic (easing measures of the NBH) and global (accelerating growth outlook, tightening Fed and probable upcoming ECB tightening) factors on the bond market, the fund was positioned particularly on the belly of the yield curve, targeting primarily the 5 to 7 years segment, keeping neutral or slight underweight duration.

#### **Outlook for the coming months**

The Monetary Council of the NBH indicated to keep the current ultra-loose monetary policy in place, as the inflation goal is not expected to be reached before the middle of 2019. The tolerance of the Monetary Council may even be higher, as a +/- 1 percentage point tolerance band was introduced previously around the 3% CPI target. As the Fed is expected to continue its rate hike cycle and the ECB is expected to move towards exiting its asset-purchase program, the HUF is expected to weaken towards the end of the year. The outlook of the Hungarian government bond market is also bearish, as core yields are expected to grind higher in line with the continuation of the Fed rate hikes and ECB tightening in 2018-19. The NBH indicated its intention to keep the spread relatively stable between long-end German and Hungarian government bond yields, thus, the gradual rise in European core yields is expected to drive HGB yields higher towards 2019. The continuation of the strict budget policy and the prosperous GDP growth outlook may result in further credit rating and outlook improvements in the coming period. The possible rating/outlook upgrades and the continuation of the NBH's facility may cap the rise of the yields in the coming period, in our view.

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

## KBC Renta Forintrenta

### Statement of net assets (in HUF)

as at 31st March 2018

#### Assets

Securities portfolio at market value	1,598,362,102.50
Cash at banks	28,299,464.81
Income receivable on portfolio	42,973,978.93
	<hr/>
Total assets	1,669,635,546.24
	<hr/>

#### Liabilities

Expenses payable and other payables	1,875,705.71
	<hr/>
Total liabilities	1,875,705.71
	<hr/>

Net assets at the end of the period	1,667,759,840.53
	<hr/>

Number of Category A shares outstanding	9,577.8147
Net asset value per Category A share	122,330.86

Number of Category B shares outstanding	1,707.0449
Net asset value per Category B share	290,617.74

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

## KBC Renta Forintrenta

### Statistical information (in HUF)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	1,667,759,840.53
- as at 30.09.2017	6,424,813,986.58
- as at 30.09.2016	1,975,227,985.75
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	10,854.8147
- issued	69.0000
- redeemed	-1,346.0000
- outstanding at the end of the period	9,577.8147
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	122,330.86
- as at 30.09.2017	124,211.24
- as at 30.09.2016	122,037.48
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	2,416.40
Shares outstanding at ex-dividend date	10,854.8147
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	1,770.4808
- issued	50.0832
- redeemed	-113.5191
- outstanding at the end of the period	1,707.0449
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	290,617.74
- as at 30.09.2017	289,264.85
- as at 30.09.2016	277,704.45
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	15,785.0000
- issued	-
- redeemed	-15,785.0000
- outstanding at the end of the period	-
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	289,159.71
- as at 30.09.2016	-

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

## KBC Renta Forintrenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
HUF	65,000,000	Hungary Government Bond 2.75% 22.12.26	66,489,215.00	67,542,995.00	4.05
HUF	230,000,000	Hungary Government Bond 3.50% 24.06.20	249,965,334.00	246,272,500.00	14.77
HUF	350,000,000	Hungary Government Bond 5.50% 24.06.25	411,492,093.40	433,051,500.00	25.96
HUF	192,000,000	Hungary Government Bond 6.00% 24.11.23	236,652,441.48	238,737,024.00	14.31
HUF	30,000,000	Hungary Government Bond 6.50% 24.06.19	34,008,720.00	32,350,020.00	1.94
HUF	65,000,000	Hungary Government Bond 6.75% 22.10.28	92,257,230.00	90,849,622.50	5.45
HUF	90,000,000	Hungary Government Bond 7.00% 24.06.22	111,614,870.78	111,848,985.00	6.71
HUF	320,000,000	Hungary Government Bond 7.50% 12.11.20	388,552,575.75	377,709,456.00	22.65
Total investments in securities			1,591,032,480.41	1,598,362,102.50	95.84
Cash at banks				28,299,464.81	1.70
Other net assets/(liabilities)				41,098,273.22	2.46
Total				1,667,759,840.53	100.00

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

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

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The economy of the Eurozone showed a strong performance in the final quarter of 2017 and the first months of 2018. Growth was broadly based with consumption, investment, domestic and foreign sales doing well. Also geographically there was a good equilibrium between the Northern and Southern members of the Eurozone. Although leading indicators like the purchasing managers index point to some moderation in the coming months, the outlook remains bright. The unemployment rate is declining rapidly as the economy expands well above its potential growth rate.

The Slovak economy with its strong export oriented sectors like car manufacturing outperformed once again the Eurozone average with a 3.5% annual growth rate. Inflation accelerated during the reporting period, in February it reached 2.1%. This is well above the Eurozone average but not alarming.

Good growth and modest inflation allowed the Central banks to shift their policy. In the US both outgoing chair Yellen and incoming chair Powell raised interest rates. The European Central Bank, still in the phase of winding down QE, decided to reduce the Purchasing Program from 60 to 30 billion EUR a month, starting in 2018. Only the Japanese Central Bank did not alter its loose monetary policy.

But how important the decisions of the Central banks were, politics remained on the center stage. Increasing trade tensions between the US and China but also between the US and the Nafta members Mexico and Canada tested the nerves of the financial markets.

Ten year Slovakia government bond yields traded in a wide trading range, starting Q4 with a yield of 0.85%, dropping to 0.6% by mid December and reaching almost 1% in February, following the selloff in the main bond markets. With a yield spread with Germany of not more than 25 basis points, Slovakian govies continue to trade as tight as high quality issuers like the Netherlands and Austria.

#### Outlook

We expect an ongoing recovery of the European economy with good growth and moderate inflation. The very high confidence indicators point to ongoing strength for 2018 and thereafter.

European government bond prices remain extremely expensive, an ongoing rise in yields, started at the end of 2017, is the most likely scenario. The ECB will be cautious in the unwinding of QE, but it is unlikely that there will be no impact whatsoever on the yield levels of Eurozone government bonds as the termination of QE will raise the chances for a first hike in interest rates in 2019.

## KBC Renta Slovakrenta

### Statement of net assets (in EUR)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	1,474,243.73
Cash at banks	5,551.68
Receivable on issues of shares	252.81
Income receivable on portfolio	24,472.36
	<hr/>
Total assets	1,504,520.58

#### **Liabilities**

Payable on redemptions of shares	5,255.68
Expenses payable and other payables	1,152.36
	<hr/>
Total liabilities	6,408.04
	<hr/>
Net assets at the end of the period	1,498,112.54

Number of Category A shares outstanding	195.0000
Net asset value per Category A share	683.66
Number of Category B shares outstanding	1,301.2796
Net asset value per Category B share	1,048.81

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

## KBC Renta Slovakrenta

### Statistical information (in EUR)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	1,498,112.54
- as at 30.09.2017	9,752,669.44
- as at 30.09.2016	27,608,139.34
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	195.0000
- issued	-
- redeemed	-
- outstanding at the end of the period	195.0000
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	683.66
- as at 30.09.2017	686.00
- as at 30.09.2016	707.28
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	5.00
Shares outstanding at ex-dividend date	195.0000
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	1,409.3488
- issued	9.9878
- redeemed	-118.0570
- outstanding at the end of the period	1,301.2796
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	1,048.81
- as at 30.09.2017	1,043.79
- as at 30.09.2016	1,072.36
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	7,787.0000
- issued	-
- redeemed	-7,787.0000
- outstanding at the end of the period	-
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	1,046.34
- as at 30.09.2016	1,074.45

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

## KBC Renta Slovakrenta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	15,000	Slovakia Government Bond 13.11.23	14,855.67	14,901.30	0.99
EUR	30,000	Slovakia Government Bond 0.63% 22.05.26	29,857.95	30,169.47	2.01
EUR	95,000	Slovakia Government Bond 1.38% 21.01.27	99,989.81	100,457.75	6.71
EUR	65,000	Slovakia Government Bond 1.63% 21.01.31	67,108.22	68,258.45	4.56
EUR	110,000	Slovakia Government Bond 1.88% 09.03.37	111,594.51	115,347.10	7.70
EUR	75,000	Slovakia Government Bond 2.00% 17.10.47	76,785.69	78,872.03	5.26
EUR	95,000	Slovakia Government Bond 3.00% 28.02.23	103,495.44	109,553.05	7.31
EUR	100,000	Slovakia Government Bond 3.38% 15.11.24	112,548.16	119,812.00	8.00
EUR	100,000	Slovakia Government Bond 3.63% 16.01.29	116,923.38	127,032.00	8.48
EUR	55,000	Slovakia Government Bond 3.88% 08.02.33	59,199.53	73,620.25	4.91
EUR	47,000	Slovakia Government Bond 4.00% 27.04.20	50,225.69	51,317.89	3.43
EUR	105,000	Slovakia Government Bond 4.35% 14.10.25	115,721.94	137,462.85	9.18
EUR	172,609	Slovakia Government Bond 4.50% 10.05.26	210,022.16	228,473.64	15.25
EUR	205,803	Slovakia Government Bond 5.30% 12.05.19	235,352.39	218,965.95	14.62
Total investments in securities			1,403,680.54	1,474,243.73	98.41
Cash at banks				5,551.68	0.37
Other net assets/(liabilities)				18,317.13	1.22
Total				1,498,112.54	100.00

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

## **KBC Renta Nokrenta**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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This sub fund is mainly invested in bonds issued by the Norwegian government, supplemented with Eurobonds from a limited number of issuers with high credit ratings.

#### **Looking back**

During the period under review, economic growth has gained a firm footing in Norway, thanks to solid growth in business investment and renewed optimism in the petroleum industry. A number of large development projects are expected to contribute to a rebound in oil investment in the coming years. At the same time, exports have been picking up thanks to the global economic recovery. On the downside, housing investment has fallen and is likely to decline further. The shift in the housing market has however reduced the risk of an abrupt and more pronounced decline further out. Household credit growth remains high, but over time lower house price inflation is expected to dampen credit growth.

From an inflation point of view, inflation has edged higher after falling markedly in the period to autumn 2017. While underlying inflation is still low, the central bank expects rising capacity utilisation to push up price and wage inflation further out.

Within these circumstances, the central bank has kept its key policy rate unchanged, but has signalled that a rise in the policy rate is most likely after the summer. This has led to an increase of the 2-year yield from 0.55% to 0.80%. Longer-term bond yields have been following the global market developments, with 10-year yields rising at the beginning of 2017 from 1.5% to 2% before falling back slightly to 1.8% at the end of the reporting period.

As a result, the sub fund closed the reporting period slightly down. In EUR terms, the performance was even slightly worse, as the NOK depreciated versus the EUR.

#### **Outlook**

Economic growth is expected to remain solid, which suggests that the key policy rate will be increased for the first time in seven years. This is likely to support the Norwegian Krone versus the Euro, but requires a cautious stance on the duration of the bond portfolio.

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

## KBC Renta Nokrenta

### Statement of net assets (in NOK)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	2,645,945,147.20
Cash at banks	37,101,291.70
Receivable on issues of shares	1,260,404.59
Income receivable on portfolio	42,392,542.18
	<hr/>
Total assets	2,726,699,385.67

#### **Liabilities**

Bank overdrafts and borrowings	28,315.10
Payable on redemptions of shares	1,346,901.86
Expenses payable and other payables	1,688,384.04
	<hr/>
Total liabilities	3,063,601.00

Net assets at the end of the period	2,723,635,784.67
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Number of Category A shares outstanding	60,766.8870
Net asset value per Category A share	4,098.47

Number of Category B shares outstanding	36,071.1981
Net asset value per Category B share	6,345.61

Number of 'Institutional B shares' sub-category outstanding	352,847.4330
Net asset value per 'Institutional B share' sub-category	6,364.48

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

## KBC Renta Nokrenta

### Statistical information (in NOK)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	2,723,635,784.67
- as at 30.09.2017	5,875,656,548.62
- as at 30.09.2016	1,288,729,424.27
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	80,526.0010
- issued	5,350.0000
- redeemed	-25,109.1140
<hr/>	<hr/>
- outstanding at the end of the period	60,766.8870
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	4,098.47
- as at 30.09.2017	4,191.80
- as at 30.09.2016	4,245.84
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	52.40
Shares outstanding at ex-dividend date	80,557.0010
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	37,733.6709
- issued	1,910.3537
- redeemed	-3,572.8265
<hr/>	<hr/>
- outstanding at the end of the period	36,071.1981
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	6,345.61
- as at 30.09.2017	6,406.62
- as at 30.09.2016	6,432.10
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	824,622.4330
- issued	337,957.0000
- redeemed	-809,732.0000
<hr/>	<hr/>
- outstanding at the end of the period	352,847.4330
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	6,364.48
- as at 30.09.2017	6,422.77
- as at 30.09.2016	6,445.23

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	36,000,000	European Investment Bank 1.00% 25.05.21	35,889,849.00	35,661,600.00	1.31
NOK	49,500,000	European Investment Bank 1.50% 26.01.24	49,270,275.00	48,700,080.00	1.79
NOK	18,000,000	IBRD 1.00% 02.02.22	17,832,240.00	17,625,870.00	0.65
NOK	31,500,000	Kreditanstalt fuer Wiederaufbau 0.88% 01.11.19	31,613,400.00	31,934,700.00	1.17
NOK	27,000,000	Kreditanstalt fuer Wiederaufbau 1.00% 04.11.20	27,083,250.00	26,806,950.00	0.98
NOK	18,000,000	Nordic Investment Bank 1.50% 31.08.22	18,203,400.00	17,851,320.00	0.66
NOK	202,000,000	Norway Government Bond 1.50% 19.02.26	202,773,085.45	197,992,320.00	7.27
NOK	275,695,000	Norway Government Bond 1.75% 13.03.25	282,554,459.02	276,709,557.60	10.16
NOK	277,000,000	Norway Government Bond 1.75% 17.02.27	278,925,034.00	275,221,646.15	10.10
NOK	358,175,000	Norway Government Bond 2.00% 24.05.23	370,878,600.33	367,351,443.50	13.49
NOK	303,000,000	Norway Government Bond 3.00% 14.03.24	333,744,956.03	327,361,200.00	12.02
NOK	515,905,000	Norway Government Bond 3.75% 25.05.21	574,526,180.95	556,511,882.55	20.43
NOK	447,545,000	Norway Government Bond 4.50% 22.05.19	489,201,336.41	466,216,577.40	17.12
Total investments in securities			2,712,496,066.19	2,645,945,147.20	97.15
Cash at banks				37,101,291.70	1.36
Bank overdrafts and borrowings				-28,315.10	0.00
Other net assets/(liabilities)				40,617,660.87	1.49
Total				<u>2,723,635,784.67</u>	<u>100.00</u>

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

## KBC Renta TRY-Renta

### Investment policy and outlook

from 1st October 2017 to 31st March 2018

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The sub-fund invests primarily in Turkish government debt.

Turkish economic growth slowed considerably by the end of 2017 and remains low compared to historical standards. However, recent indicators for the fourth quarter of 2017 suggest that economic activity is gradually strengthening. Industrial production continued to grow, albeit at a slower rate. Services and trade remains moderate while the tourism rebound bolsters economic growth. Domestic demand continues to expand, while external demand thanks to an upbeat global growth outlook contributes positively to exports.

Over the reporting period, the current account deficit weakened materially, while the Turkish Lira depreciated substantially due to geopolitical turmoil and stubbornly high inflation. The deficit remains large and financing it depends on foreign capital flows, increasing the economy's vulnerability to shocks in global investor sentiment.

Commodity prices have gradually recovered while global inflation levels remain subdued. Inflation in Turkey however remains elevated, particularly due to higher oil and food prices with annual processed food inflation hitting a nine-year high of almost 14%. Therefore, the inflation level remains well above the Central Bank's target of 5%, which makes it very difficult for the central bank to lower interest rates.

Over the reporting period the central bank decided not to change policy rates. In this environment the yield curve dramatically shifted upwards, particularly on the short end, with 2-year yields and 5-year yields both rising more than 200 bps to the highest levels since 2009.

Against this background, the sub-fund posted a slightly negative return in TRY terms, but a substantial negative return in EUR terms of more than 14%.

For the coming period, we continue to expect strong demand from EU members due to the continued recovery in the euro area. This should continue to gradually shift the growth composition towards net exports. Meanwhile a continued tight policy stance should support inflation convergence towards the 5% target. The continued Fed tightening cycle, the still large current account deficit and political tensions however, point to continued volatile bond and currency markets.

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

## KBC Renta TRY-Renta

### Statement of net assets (in TRY)

as at 31st March 2018

#### **Assets**

Securities portfolio at market value	37,052,742.50
Cash at banks	290,077.26
Receivable on issues of shares	3,539.20
Income receivable on portfolio	496,336.92
	<hr/>
Total assets	37,842,695.88

#### **Liabilities**

Payable on redemptions of shares	3,223.66
Expenses payable and other payables	45,156.85
	<hr/>
Total liabilities	48,380.51

Net assets at the end of the period	37,794,315.37
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Number of Category A shares outstanding	26,365.0358
Net asset value per Category A share	880.43
Number of Category B shares outstanding	4,482.3198
Net asset value per Category B share	3,253.17

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

## KBC Renta TRY-Renta

### Statistical information (in TRY)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	37,794,315.37
- as at 30.09.2017	254,651,394.23
- as at 30.09.2016	129,314,051.53
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	29,558.6741
- issued	876.0000
- redeemed	-4,069.6383
<hr/>	<hr/>
- outstanding at the end of the period	26,365.0358
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	880.43
- as at 30.09.2017	996.22
- as at 30.09.2016	1,053.12
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	102.20
Shares outstanding at ex-dividend date	29,515.6741
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	5,227.7264
- issued	105.9141
- redeemed	-851.3207
<hr/>	<hr/>
- outstanding at the end of the period	4,482.3198
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	3,253.17
- as at 30.09.2017	3,304.86
- as at 30.09.2016	3,198.82
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	63,142.2690
- issued	-
- redeemed	-63,142.2690
<hr/>	<hr/>
- outstanding at the end of the period	-
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	3,293.00
- as at 30.09.2016	-

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

## KBC Renta TRY-Renta

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
TRY	2,400,000	Turkey Government Bond 7.10% 08.03.23	2,039,224.88	1,906,800.00	5.05
TRY	1,500,000	Turkey Government Bond 7.40% 05.02.20	1,380,993.21	1,351,875.00	3.58
TRY	2,500,000	Turkey Government Bond 8.00% 12.03.25	2,182,085.43	2,005,000.00	5.31
TRY	2,500,000	Turkey Government Bond 8.50% 10.07.19	2,395,427.55	2,352,500.00	6.22
TRY	2,000,000	Turkey Government Bond 8.50% 14.09.22	1,845,417.00	1,701,000.00	4.50
TRY	1,700,000	Turkey Government Bond 8.80% 27.09.23	1,583,920.59	1,439,900.00	3.81
TRY	3,300,000	Turkey Government Bond 9.00% 24.07.24	3,070,852.29	2,828,100.00	7.48
TRY	1,550,000	Turkey Government Bond 9.20% 22.09.21	1,463,045.45	1,370,975.00	3.63
TRY	1,450,000	Turkey Government Bond 9.40% 08.07.20	1,396,688.22	1,333,275.00	3.53
TRY	2,760,000	Turkey Government Bond 9.50% 12.01.22	2,678,921.87	2,455,710.00	6.50
TRY	1,000,000	Turkey Government Bond 10.40% 27.03.19	996,556.75	970,500.00	2.57
TRY	1,030,000	Turkey Government Bond 10.40% 20.03.24	1,039,363.22	944,252.50	2.50
TRY	2,390,000	Turkey Government Bond 10.50% 15.01.20	2,416,289.20	2,272,890.00	6.01
TRY	5,650,000	Turkey Government Bond 10.50% 11.08.27	5,148,237.63	5,093,475.00	13.47
TRY	3,100,000	Turkey Government Bond 10.60% 11.02.26	3,124,778.43	2,825,650.00	7.48
TRY	1,150,000	Turkey Government Bond 10.70% 17.02.21	1,162,942.95	1,072,950.00	2.84
TRY	2,600,000	Turkey Government Bond 11.00% 02.03.22	2,634,820.82	2,424,500.00	6.41
TRY	2,910,000	Turkey Government Bond 11.00% 24.02.27	2,835,800.28	2,703,390.00	7.15
Total investments in securities			39,395,365.77	37,052,742.50	98.04
Cash at banks				290,077.26	0.77
Other net assets/(liabilities)				451,495.61	1.19
Total				37,794,315.37	100.00

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

## **KBC Renta Short USD**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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During the reporting period economic growth, corporate earnings and the labour market all showed improvement in the US. With these positives in mind, the Federal Reserve continued its path of further rate hikes, even as inflation fell short of higher expectations. Following two 25 basis point rate increases, one in December and one in March, the federal funds rate ended the reporting period at the range of 1.50 – 1.75%.

After a mid-year low around 1.1%, the 2-year US Treasury yield started from September an uninterrupted upward climb to reach a top of almost 2.3% in February. Due to a violent sell-off of stock markets and an increase of volatility, the 2-year yield stabilised around 2.25% by the end of the reporting period.

The remaining maturity of the sub-fund fluctuated during the reporting period slightly below the duration of the short duration US benchmark. The fund is exclusively invested in US Treasury bonds. As further tightening by the Federal Reserve is expected during 2018 and 2019, the sub-fund will continue the coming months underweighting its duration compared to the benchmark.

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

## KBC Renta Short USD

### Statement of net assets (in USD)

as at 31st March 2018

#### Assets

Securities portfolio at market value	3,546,875.00
Cash at banks	14,033.00
Income receivable on portfolio	19,552.85
	<hr/>
Total assets	3,580,460.85
	<hr/>

#### Liabilities

Expenses payable and other payables	1,845.51
	<hr/>
Total liabilities	1,845.51
	<hr/>

Net assets at the end of the period	3,578,615.34
	<hr/>

Number of Category A shares outstanding	2,380.5952
Net asset value per Category A share	502.59

Number of Category B shares outstanding	2,661.6427
Net asset value per Category B share	895.00

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

## KBC Renta Short USD

### Statistical information (in USD)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	3,578,615.34
- as at 30.09.2017	82,836,862.07
- as at 30.09.2016	1,137,033,686.79
<b>Number of Category A shares</b>	
- outstanding at the beginning of the period	2,509.5952
- issued	64.0000
- redeemed	-193.0000
- outstanding at the end of the period	2,380.5952
<b>Net asset value per Category A share</b>	
- as at 31.03.2018	502.59
- as at 30.09.2017	512.31
- as at 30.09.2016	516.27
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	6.70
Shares outstanding at ex-dividend date	2,509.5952
<b>Number of Category B shares</b>	
- outstanding at the beginning of the period	2,677.2455
- issued	41.8265
- redeemed	-57.4293
- outstanding at the end of the period	2,661.6427
<b>Net asset value per Category B share</b>	
- as at 31.03.2018	895.00
- as at 30.09.2017	900.30
- as at 30.09.2016	899.57
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	87,703.0000
- issued	-
- redeemed	-87,703.0000
- outstanding at the end of the period	-
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	-
- as at 30.09.2017	902.37
- as at 30.09.2016	901.11

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

## KBC Renta Short USD

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

as at 31st March 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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>					
USD	102,000	IBRD 1.13% 10.08.20	100,763.76	98,837.73	2.76
USD	90,000	United States Treasury Note 0.75% 15.08.19	88,741.71	88,235.20	2.47
USD	700,000	United States Treasury Note 0.88% 15.04.19	699,427.81	690,855.97	19.31
USD	200,000	United States Treasury Note 1.00% 30.06.19	201,327.87	197,066.10	5.51
USD	210,000	United States Treasury Note 1.00% 30.09.19	207,999.14	206,278.58	5.76
USD	259,000	United States Treasury Note 1.38% 31.03.20	258,417.44	254,396.46	7.11
USD	249,000	United States Treasury Note 1.38% 30.04.20	248,310.25	244,302.62	6.83
USD	200,000	United States Treasury Note 1.38% 31.10.20	196,840.51	195,076.00	5.45
USD	300,000	United States Treasury Note 1.38% 31.01.21	291,674.34	291,737.00	8.15
USD	950,000	United States Treasury Note 1.75% 31.10.20	947,249.66	935,517.63	26.14
USD	83,000	United States Treasury Note 2.00% 31.07.20	84,183.68	82,392.37	2.30
USD	174,500	United States Treasury Note 3.38% 15.11.19	183,164.24	177,611.68	4.96
USD	83,000	United States Treasury Note 3.63% 15.08.19	87,302.66	84,567.66	2.36
Total investments in securities			3,595,403.07	3,546,875.00	99.11
Cash at banks				14,033.00	0.39
Other net assets/(liabilities)				17,707.34	0.50
Total				3,578,615.34	100.00

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

## **KBC Renta Strategic Accents 1**

### **Investment policy and outlook**

from 1st October 2017 to 31st March 2018

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The aim of the fund is to profit from tactical opportunities in the money and bond markets. This may significantly alter the composition of the fund over time. During the reporting period the fund invested in the following themes.

Ahead of the national elections in Italy, a short Italy theme was added to the portfolio that would profit from widening spreads versus Germany, as we feared that the risks on a win of the populist parties were underestimated by the markets. Given Italy's huge debt, such a win may lead to an increase in the credit premium attached to Italy's bonds. The position was however closed, as the election outcome did not lead to the expected spread widening.

During the reporting period, we held on to our long SEK/short EUR position in the portfolio. The Swedish economic cycle is leading the euro zone, which should result in a faster rate hike from the Riksbank (the Swedish central bank) versus the ECB. This, in turn, should lead to an appreciation of the Swedish Krone against the Euro. Until now, the surprisingly dovish stance of the Riksbank has however prevented any strengthening, on the contrary, the SEK has been depreciating against the Euro over the reporting period.

During the reporting period, another long-short strategy has been introduced on the US and Canada yield differential, as we expected the yield differential to widen in favour of the US on the back of the fiscal stimulus in the US as well as the uncertain outcome of the NAFTA negotiations. We introduced the trade in November and took profit at the beginning of March.

In November, we also introduced a new theme, as we bought some hard currency emerging market bonds denominated in EUR in the portfolio. As such, we want to benefit from the strong global economic upswing, which also supports many emerging markets. These bonds do offer an attractive risk premium over European government bonds.

At the end of the reporting period, we re-introduced the long-short strategy on the US and German yield curves. Given the historically wide interest rate differential between these two countries, we anticipate that this difference will decrease again.

During the reporting period, we also held on to some short term European government bonds awaiting better investment opportunities.

Looking forward, we will continue to look for tactical opportunities in the money and bond markets.

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 2018

#### Assets

Securities portfolio at market value	605,846,719.94
Collateral paid	1,450,000.00
Cash at banks	45,182,588.39
Other liquid assets	5,385,032.30
Receivable on issues of shares	21,439.40
Income receivable on portfolio	5,857,197.50
Unrealised gain on futures contracts	935,149.46
	<hr/>
Total assets	664,678,126.99

#### Liabilities

Payable on purchases of securities	35,119,344.31
Unrealised loss on futures contracts	1,388,392.07
Unrealised loss on forward foreign exchange contracts	2,453,358.04
Expenses payable and other payables	552,347.52
	<hr/>
Total liabilities	39,513,441.94
	<hr/>
Net assets at the end of the period	625,164,685.05

Number of Classic Shares shares outstanding	20,908.5940
Net asset value per Classic Shares share	893.07
Number of 'Institutional B shares' sub-category outstanding	526,878.7010
Net asset value per 'Institutional B share' sub-category	1,151.10

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

## KBC Renta Strategic Accents 1

### Statistical information (in EUR)

as at 31st March 2018

<b>Total net assets</b>	
- as at 31.03.2018	625,164,685.05
- as at 30.09.2017	594,388,841.99
- as at 30.09.2016	940,387,514.69
<b>Number of Classic Shares shares</b>	
- outstanding at the beginning of the period	18,672.0940
- issued	3,087.0000
- redeemed	-850.5000
<hr/>	<hr/>
- outstanding at the end of the period	20,908.5940
<b>Net asset value per Classic Shares share</b>	
- as at 31.03.2018	893.07
- as at 30.09.2017	941.59
- as at 30.09.2016	1,008.70
<b>Dividends paid</b>	
Ex-dividend date	02.10.2017
Dividend per share	24.70
Shares outstanding at ex-dividend date	18,720.0940
<b>Number of 'Institutional B shares' sub-category</b>	
- outstanding at the beginning of the period	488,196.3243
- issued	102,138.9941
- redeemed	-63,456.6174
<hr/>	<hr/>
- outstanding at the end of the period	526,878.7010
<b>Net asset value per 'Institutional B share' sub-category</b>	
- as at 31.03.2018	1,151.10
- as at 30.09.2017	1,181.51
- as at 30.09.2016	1,243.08

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net 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	5,000,000	Argentine Republic Government International Bond 3.88% 15.01.22	5,202,765.00	5,137,500.00	0.82
EUR	3,000,000	Argentine Republic Government International Bond 5.00% 15.01.27	3,046,875.00	2,921,250.00	0.47
EUR	4,000,000	Brazilian Government International Bond 2.88% 01.04.21	4,279,850.00	4,250,000.00	0.68
EUR	20,000,000	Bundesschatzanweisungen 0.25% 13.04.18	20,126,800.00	20,003,800.00	3.20
EUR	15,000,000	Bundesschatzanweisungen 15.06.18	15,089,850.00	15,019,950.00	2.40
EUR	37,000,000	Bundesschatzanweisungen 14.09.18	37,150,770.00	37,112,850.00	5.94
EUR	20,000,000	Bundesschatzanweisungen 14.12.18	20,103,600.00	20,096,200.00	3.21
EUR	15,000,000	Bundesschatzanweisungen 15.03.19	15,106,500.00	15,100,335.00	2.42
EUR	4,000,000	Colombia Government International Bond 3.88% 22.03.26	4,655,225.00	4,595,000.00	0.74
EUR	1,500,000	Croatia Government International Bond 2.75% 27.01.30	1,498,950.00	1,512,187.50	0.24
EUR	3,500,000	Croatia Government International Bond 3.00% 11.03.25	3,750,535.00	3,766,875.00	0.60
EUR	2,500,000	Croatia Government International Bond 3.00% 20.03.27	2,656,250.00	2,643,750.00	0.42
EUR	4,500,000	Croatia Government International Bond 3.88% 30.05.22	5,029,475.00	5,003,437.50	0.80
EUR	2,531,976	French Republic Government Bond OAT 0.25% 25.07.18	2,572,801.09	2,575,855.14	0.41
EUR	25,500,000	French Republic Government Bond OAT 1.00% 25.05.18	25,686,561.70	25,558,140.00	4.09
EUR	2,400,000	French Republic Government Bond OAT 1.00% 25.11.18	2,425,824.00	2,425,032.00	0.39
EUR	25,000,000	French Republic Government Bond OAT 4.00% 25.04.18	25,356,400.00	25,067,500.00	4.01
EUR	4,000,000	Indonesia Government International Bond 2.15% 18.07.24	4,174,548.00	4,135,000.00	0.66
EUR	4,000,000	Indonesia Government International Bond 2.63% 14.06.23	4,310,500.00	4,255,000.00	0.68
EUR	3,500,000	Indonesia Government International Bond 2.88% 08.07.21	3,795,750.00	3,755,500.00	0.60
EUR	4,000,000	Indonesia Government International Bond 3.38% 30.07.25	4,496,250.00	4,402,500.00	0.70
EUR	4,500,000	Indonesia Government International Bond 3.75% 14.06.28	5,167,650.00	5,096,250.00	0.82
EUR	24,000,000	Italy Buoni Poliennali Del Tesoro 0.25% 15.05.18	24,063,120.00	24,019,200.00	3.84
EUR	2,000,000	Italy Buoni Poliennali Del Tesoro 0.30% 15.10.18	2,007,780.00	2,007,480.00	0.32
EUR	1,025,560	Italy Buoni Poliennali Del Tesoro 1.70% 15.09.18	1,048,463.66	1,049,465.80	0.17
EUR	24,000,000	Italy Buoni Poliennali Del Tesoro 3.50% 01.06.18	24,433,800.00	24,150,240.00	3.86
EUR	26,600,000	Italy Buoni Poliennali Del Tesoro 3.50% 01.12.18	27,400,576.00	27,287,078.00	4.36
EUR	1,000,000	Italy Buoni Poliennali Del Tesoro 4.25% 01.02.19	1,039,820.00	1,038,780.00	0.17
EUR	74,000,000	Kingdom of Belgium Government Bond 1.25% 22.06.18	75,649,206.83	74,307,840.00	11.90
EUR	52,000,000	Kingdom of Belgium Government Bond 4.00% 28.03.19	54,791,544.00	54,354,040.00	8.69
EUR	4,000,000	Morocco Government International Bond 3.50% 19.06.24	4,463,550.00	4,457,500.00	0.71
EUR	4,000,000	Morocco Government International Bond 4.50% 05.10.20	4,462,194.00	4,430,000.00	0.71
EUR	4,000,000	Republic of South Africa Government International Bond 3.75% 24.07.26	4,248,750.00	4,330,000.00	0.69
EUR	4,500,000	Romanian Government International Bond 2.38% 19.04.27	4,592,200.00	4,590,000.00	0.73
EUR	4,000,000	Romanian Government International Bond 2.75% 29.10.25	4,333,500.00	4,350,000.00	0.70
EUR	4,000,000	Romanian Government International Bond 2.88% 28.10.24	4,426,100.00	4,417,500.00	0.71
EUR	4,000,000	Romanian Government International Bond 2.88% 26.05.28	4,212,500.00	4,197,500.00	0.67
EUR	3,000,000	Romanian Government International Bond 3.88% 29.10.35	3,240,875.00	3,240,000.00	0.52
EUR	20,000,000	Spain Government Bond 0.25% 30.04.18	20,052,000.00	20,011,800.00	3.20
EUR	24,800,000	Spain Government Bond 3.75% 31.10.18	25,521,700.00	25,408,344.00	4.06
EUR	25,000,000	Spain Government Bond 4.10% 30.07.18	25,519,350.00	25,365,000.00	4.06
EUR	4,000,000	Turkey Government International Bond 3.25% 14.06.25	3,957,153.00	4,025,000.00	0.64
EUR	4,000,000	Turkey Government International Bond 4.13% 11.04.23	4,257,025.00	4,320,000.00	0.69
EUR	4,000,000	Turkey Government International Bond 4.35% 12.11.21	4,335,000.00	4,345,000.00	0.70
EUR	4,000,000	Turkey Government International Bond 5.13% 18.05.20	4,355,000.00	4,332,500.00	0.69
EUR	3,500,000	Turkey Government International Bond 5.88% 02.04.19	3,741,728.80	3,692,500.00	0.59
<b>Total bonds</b>			<b>551,836,666.08</b>	<b>548,160,679.94</b>	<b>87.68</b>

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 2018

Currency	Number / nominal value	Description	Cost	Market value	% of total net assets
<b><u>Money market instruments</u></b>					
<b>Money market instruments</b>					
EUR	35,000,000	ESM Treasury Bill	35,119,344.31	35,112,350.00	5.62
EUR	5,500,000	France Treasury Bill BTF	5,524,644.51	5,504,840.00	0.88
EUR	17,000,000	France Treasury Bill BTF	17,077,241.06	17,068,850.00	2.73
<b>Total money market instruments</b>			<u>57,721,229.88</u>	<u>57,686,040.00</u>	<u>9.23</u>
Total investments in securities			609,557,895.96	605,846,719.94	96.91
Cash at banks				45,182,588.39	7.23
Other net assets/(liabilities)				<u>-25,864,623.28</u>	<u>-4.14</u>
Total				<u>625,164,685.05</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 2018

### 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 or on deposit, 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 and money market instruments 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 and money market instruments in portfolio on the valuation day that are not traded or listed on a stock exchange or other regulated market, and of securities and money market instruments 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 and money market instruments, 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) Net realised gain/(loss) on sales of securities portfolio

The realised gains and losses on sales of securities portfolio are calculated on the basis of the average acquisition cost.

#### e) Investment portfolio income

Interest income accrued and payable are recorded, net of any withholding tax.

#### f) Valuation of forward foreign exchange contracts

Forward foreign exchange contracts are valued at forward market rates for the remaining period from valuation date to the maturity of the contracts. Unrealised gains or losses are recorded in the statement of net assets.

#### g) Valuation of futures contracts

Futures contracts are valued at the last settlement or close price on the stock exchanges or regulated markets. Unrealised gains or losses are recorded in the statement of net assets.

#### h) Formation expenses

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

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2018

#### Note 1 - Significant accounting policies (continued)

i) 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. Income and expenses expressed in currencies other than the reference currency of the sub-fund are converted into this currency at the exchange rates prevailing on the date of the transaction. Foreign exchange gains or losses are recorded in the statement of operations and other changes in net assets.

j) 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 statements are the following:

1	EUR	=	1.6033504	AUD	Australian Dollar
			1.5855840	CAD	Canadian Dollar
			1.1777042	CHF	Swiss Franc
			25.3849609	CZK	Czech Koruna
			7.4539975	DKK	Danish Krone
			0.8767108	GBP	Pound Sterling
			312.1799563	HUF	Hungarian Forint
			130.7945379	JPY	Japanese Yen
			9.6554897	NOK	Norwegian Krone
			1.7048100	NZD	New Zealand Dollar
			4.2126048	PLN	Polish Zloty
			10.2997468	SEK	Swedish Krona
			4.8719276	TRY	Turkish Lira
			1.2298500	USD	US Dollar

#### Note 2 - 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 amended Law of 17th December 2010 relating to Undertakings for Collective Investment in Transferable Securities.

With regard to services provided concerning portfolio management, the Management Company receives an annual fee payable monthly on the average net assets of the sub-funds to the effective rates of:

Sub-funds	Effective rates	Maximum rates
- KBC Renta Decarenta	0.60%	1.10%
- KBC Renta Eurorenta	0.70%	1.10%
- KBC Renta Sekarenta	0.60%	1.10%
- KBC Renta Dollarenta	0.70%	1.10%
- KBC Renta Yenrenta	0.40%	1.10%
- KBC Renta Canarenta	0.60%	1.10%
- KBC Renta Sterlingrenta	0.60%	1.10%
- KBC Renta Swissrenta	0.50%	1.10%
- KBC Renta Emurenta	0.70%	1.10%
- KBC Renta Czechrenta	1.00%	1.60%
- KBC Renta AUD-Renta	0.70%	1.10%

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2018

#### Note 2 - Management fees (continued)

Sub-funds	Effective rates	Maximum rates
- KBC Renta NZD-Renta	0.70%	1.10%
- KBC Renta Short EUR	0.40%	1.10%
- KBC Renta Medium EUR	0.70%	1.10%
- KBC Renta Long EUR	0.70%	1.10%
- KBC Renta Zlotyrenta	1.10%	1.10%
- KBC Renta Forintrenta	1.10%	1.10%
- KBC Renta Slovakrenta	0.70%	1.60%
- KBC Renta Nokrenta	0.60%	1.10%
- KBC Renta TRY-Renta	1.20%	1.20%
- KBC Renta Short USD	0.40%	1.10%
- KBC Renta Strategic Accents 1	0.95%	1.50%

The Management Company delegates the management of the sub-funds KBC Renta Czechrenta, KBC Renta Zlotyrenta and KBC Renta Forintrenta to CSOB ASSET MANAGEMENT A.S., KBC TFI S.A. and K & H BEFEKTETESI ALAPKEZELO Zrt. respectively and bears their remuneration.

#### Note 3 - 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.

Distribution shares and capitalisation shares are 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.

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 subscriptions/redemptions operated by these funds of funds, acquisition/realisation fees of the specific assets in favour of the sub-fund of the SICAV were created (as described in the table below):

Sub-funds	Effective rates	Maximum rates
- KBC Renta Eurorenta	0.05%	0.50%
- KBC Renta Dollarenta	0.02%	0.50%
- KBC Renta Emurenta	0.05%	0.50%
- KBC Renta Czechrenta	0.25%	1.125%
- KBC Renta AUD-Renta	0.05%	0.50%
- KBC Renta NZD-Renta	0.10%	0.50%
- KBC Renta Short EUR	0.02%	0.50%
- KBC Renta Long EUR	0.05%	0.75%
- KBC Renta Zlotyrenta	0.10%	0.50%
- KBC Renta Nokrenta	0.10%	0.75%
- KBC Renta Strategic Accents 1	0.10%	1.50%

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2018

#### Note 3 - Subscription, redemption and conversion fees (continued)

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

The sub-category "Institutional F shares" is dedicated to the Belgium investment fund Dollar Obligatiedepot (the feeder fund). No fee is applied in case of subscription, conversion or redemption of shares during the period ended 31st March 2018.

#### Note 4 - Fixed Service Fee and Depositary Fee

Apart from the portfolio management fee, each share class, unless otherwise stated in the description of the relevant sub-funds, is charged a Fixed Service Fee to cover the administration, the depositary and other on-going operating and administrative expenses, as 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 with amounts to an effective annual rate 0.0625% 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 5 - 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 amended law of 17th December 2010, 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 amended Law of 17th December 2010.

#### Note 6 - Belgian subscription tax

The Belgian regulation (the inheritance tax code, tome II bis) imposes to Undertakings for Collective Investment which were authorised to market their shares publicly in Belgium, the payment of an annual tax. This tax amounts to 0.0925% with exception of sub-categories "Institutional B Shares" and "Institutional F Shares", for which tax amounts to 0.01% on 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.

This tax is recorded in the caption "Other expenses and taxes" in the statement of operations and other changes in net assets.

#### Note 7 - Statement of changes in portfolio

A list of changes in the portfolio for the period ended 31st March 2018 is available free of charge at the registered office of the Management Company of the SICAV.

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2018

#### Note 8 - Forward foreign exchange contracts

As at 31st March 2018, the following sub-fund of the SICAV is committed in the following forward foreign exchange contracts with KBC Bank S.A.:

##### KBC Renta Strategic Accents 1

Currency	Purchases	Currency	Sales	Maturity	Unrealised result (in EUR)
SEK	9,166,915.62	EUR	900,000.00	28.05.2018	-9,997.30
SEK	18,786,054.30	EUR	1,900,000.00	08.08.2018	-75,989.22
SEK	13,478,610.60	EUR	1,400,000.00	08.08.2018	-91,309.49
SEK	31,405,515.90	EUR	3,300,000.00	08.08.2018	-250,716.81
SEK	52,958,847.60	EUR	5,400,000.00	08.08.2018	-258,020.35
SEK	70,250,864.00	EUR	7,400,000.00	08.08.2018	-579,071.49
SEK	755,101,753.00	EUR	74,500,000.00	28.05.2018	-1,188,253.38
					<b>-2,453,358.04</b>

#### Note 9 - Futures contracts

As at 31st March 2018, the sub-funds below are committed in the following futures contracts with Deutsche Bank AG, London:

##### KBC Renta Eurorenta

	Number of contracts	Denomination	Currency	Commitment (in EUR)	Unrealised result (in EUR)
Purchase	17	Euro Bund 10 Years FUT 06/18 EUX	EUR	2,710,310.00	45,560.00
Purchase	4	Euro Buxl 30 Years BND 06/18 EUX	EUR	661,520.00	22,080.00
Purchase	5	Euro OAT 10 Years FUT 06/18 EUX	EUR	772,950.00	15,150.00
Purchase	4	Euro BTP 10 Years FUT 06/18 EUX	EUR	555,160.00	14,480.00
					<b>97,270.00</b>

##### KBC Renta Emurenta

	Number of contracts	Denomination	Currency	Commitment (in EUR)	Unrealised result (in EUR)
Purchase	13	Euro OAT 10 Years FUT 06/18 EUX	EUR	2,009,670.00	39,390.00
Purchase	5	Euro BTP 10 Years FUT 06/18 EUX	EUR	693,950.00	18,400.00
Purchase	3	Euro Buxl 30 Years BND 06/18 EUX	EUR	496,140.00	16,560.00
Purchase	4	Euro Bobl 10 Years FUT 06/18 EUX	EUR	525,000.00	4,240.00
					<b>78,590.00</b>

##### KBC Renta Medium EUR

	Number of contracts	Denomination	Currency	Commitment (in EUR)	Unrealised result (in EUR)
Purchase	1	Euro Bund 10 Years FUT 06/18 EUX	EUR	159,430.00	2,680.00

## KBC RENTA

### Notes to the financial statements (continued)

as at 31st March 2018

#### Note 9 - Futures contracts (continued)

##### KBC Renta Long EUR

	Number of contracts	Denomination	Currency	Commitment (in EUR)	Unrealised result (in EUR)
Purchase	1	Euro Bund 10 Years FUT 06/18 EUX	EUR	159,430.00	2,680.00

##### KBC Renta Strategic Accents 1

	Number of contracts	Denomination	Currency	Commitment (in EUR)	Unrealised result (in EUR)
Purchase	300	US Ultra Bond CBT 06/18 XCBT	USD	39,143,493.11	471,678.45
Purchase	670	US 10 Years Ultra FUT 06/18 XCBT	USD	70,745,034.96	463,471.01
Sale	235	Euro Buxl 30 Years BND 06/18 EUX	EUR	-38,864,300.00	-104,500.01
Sale	440	Euro Bund 10 Years FUT 06/18 EUX	EUR	-70,149,200.00	-1,283,892.06
					<b>-453,242.61</b>

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 depositary 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 depositary an amount equal to the daily fluctuation in the value of the contract. The net amount payable to or receivable from the depositary as at 31st March 2018 in addition to or deducted from the collateral originally deposited is recorded under the caption "Other liquid assets" in the statement of net assets.

## **KBC RENTA**

### **Additional information**

as at 31st March 2018

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

During the period ended 31st March 2018, 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.