

## INVESTMENT POLICY OF THE FUND

### MARKET SUMMARY

Bears dominated the US equity markets in the first half of March, with all major stock indices falling. The total capitalization of the US stock market fell by 4,000 billion dollars, a significant part of this huge sum ending up on European markets. It is difficult to say at this stage whether America has simply undergone a correction or whether we are witnessing the start of an overseas bear market, but it is clear that the belief in American exceptionalism has not prevailed. From a macroeconomic point of view, it is not clear where the United States is going either. Growth remains strong, but there are signs of weakening, for example with slowing household consumption. Inflation is more stubborn than the Fed had expected, limiting the scope for interest rate cuts. Europe, on the other hand, has received an extraordinary boost, with many investors looking for undervalued European equities after the sell-off in the US stock market. Significant money was poured into defense sector stocks on the uncertain outcome of the Russia-Ukraine war and the expected increase in defense spending. Germany's DAX stock index rose to a historic high, supported by the acceptance of Germany's economic policy turnaround and the massive infrastructure and defense spending that it entails. Long-term bond yields fell and the euro strengthened, partly due to a weakening US dollar.

European equity markets continued to rally in March. Uncertainty caused by Trump and a worsening growth picture has broken the US market's special role, while the European outlook has changed materially on the back of historic German spending increases. The recent tone of US foreign policy criticism of allies has significantly altered the European economic outlook. As a result, new defence investment plans have been outlined in the European Union and Germany has relaxed previous fiscal constraints to increase its defence and infrastructure spending - all of which could improve medium-term economic growth but also put pressure on fiscal balances and public debt. This has triggered a repricing in European markets, which has so far not been matched by profit dynamics, and in a short period of time the market has moved slightly ahead. The Sub-Fund remains overweight in the financial sector, with Spanish equities and small and mid-cap German companies added to the portfolio in response to Germany's significant increase in spending.

### GENERAL INFORMATION

|                                    |   |
|------------------------------------|---|
| Fund Manager:                      | VIG Investment Fund Management Hungary      |
| Custodian:                         | Raiffeisen Bank Zrt.                        |
| Main distributor:                  | VIG Investment Fund Management Hungary      |
| Benchmark composition:             | 100% MSCI Europe Net Total Return EUR Index |
| ISIN code:                         | HU0000734041                                |
| Start:                             | 05/02/2024                                  |
| Currency:                          | EUR   |
| Net Asset Value of the whole Fund: | 1,054,253,020 HUF                           |
| Net Asset Value of El series:      | 1,697,435 EUR                               |
| Net Asset Value per unit:          | 1.079462 EUR                                |

### DISTRIBUTORS

### SUGGESTED MINIMUM INVESTMENT PERIOD

|        |        |      |      |      |      |      |
|--------|--------|------|------|------|------|------|
| 3 mths | 6 mths | 1 yr | 2 yr | 3 yr | 4 yr | 5 yr |
|--------|--------|------|------|------|------|------|

### ASSET ALLOCATION OF THE FUND

| Asset                  | Weight          |
|------------------------|-----------------|
| Collective securities  | 97.85 %         |
| Receivables            | 1.20 %          |
| Current account        | 1.06 %          |
| Liabilities            | -0.10 %         |
| <b>Total</b>           | <b>100.00 %</b> |
| Derivative products    | 0.00 %          |
| Net corrected leverage | 100.00 %        |

#### Assets with over 10% weight

|   |
|---|
| iShares STOXX Europe 600 UCITS ETF DE EXIE GR   |
| SPDR MSCI Europe UCITS ETF                      |
| iShares Core MSCI Europe UCITS ETF              |
| Xtrackers Stoxx Europe 600 (XSX6 GY) UCITS ETF  |
| Xtrackers MSCI Europe (XMEU GY) UCITS ETF       |
| AMUNDI INDEX MSCI EUROPE (CEU2 FP) UCITS ETF DR |

### RISK PROFILE

|   |   |   |   |   |   |   |
|---|---|---|---|---|---|---|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|

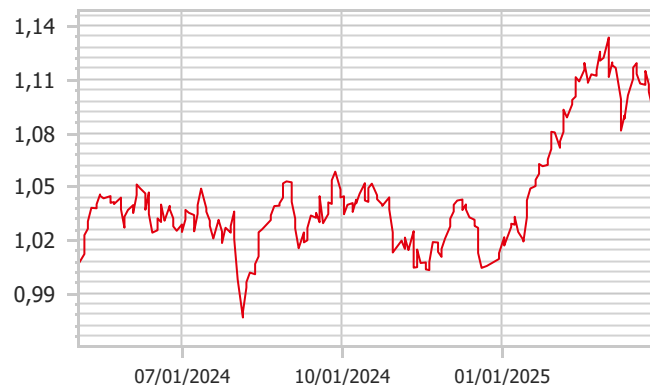
← Lower risk → Higher risk

## NET YIELD PERFORMANCE OF THE SERIES

| Interval    | Yield of note | Benchmark yield |
|-------------|---------------|-----------------|
| YTD         | 6.63 %        | 5.91 %          |
| From launch | 7.95 %        | 8.15 %          |
| 1 month     | -3.79 %       | -4.01 %         |
| 3 months    | 6.63 %        | 5.91 %          |
| 6 months    | 3.00 %        | 3.03 %          |

## NET PERFORMANCE OF THE SERIES

net asset value per share, 05/02/2024 - 03/31/2025



## RISK INDICATORS

|   |            |
|---|------------|
| Annualized standard deviation of the fund's weekly yields- based on 1 year      | 11.09 %    |
| Annualized standard deviation of the benchmark's weekly yields- based on 1 year | 11.21 %    |
| Annualized standard deviation of the fund's weekly yields- based on 3 year      | 11.09 %    |
| Annualized standard deviation of the fund's weekly yields- based on 5 year      | 11.09 %    |
| WAM (Weighted Average Maturity)   | 0.00 years |
| WAL (Weighted Average Life)   | 0.00 years |

### Legal declaration

The recent document qualifies as Portfolio Report according to the Kbtv. requirements. It contains the following elements based on the last net asset value of the reporting month: presentation of the assets of the fund regarding asset type of portfolio investment and regarding other categories detailed in its investment policy; list of assets (issuers) representing more than 10% of the portfolio; net asset value of the fund, including the cumulated and the calculated value per unit share. Investors are kindly advised, that past performance of the fund does not guarantee future performance. The returns presented are to be considered without applicable taxes, distribution fees and commissions, fees related to account keeping and other costs in relation with holding an investment fund unit. Information presented in the Portfolio Report are for information purposes only, not intended to serve as investment advice, or any other offer. Investors are kindly advised to carefully read the Key Investors Document and Prospectus of the fund, in order to understand the risks of investing into the fund, and to be able to make an informed investor decision. The referred documents are available at the distribution locations and on the official website of VIG Fund Management Zrt. VIG Investment Fund Management Hungary | 1091 Budapest, Üllői út 1. | +36 1 477 4814 | alapkezeslo@am.vig | www.vigam.hu