VIG Central European Equity Investment Fund

EI series EUR MONTHLY report - 2025 JULY (made on: 07/31/2025)

INVESTMENT POLICY OF THE FUND

The aim of the Fund is to invest on the stock market of the Central and Eastern European Region. It is for investors who would like a share in the long-term performance of listed companies in the region. In the development of the portfolio of this Fund, the priority is to optimise the aggregate risk of the securities added to the Fund. In order to reduce risks, the Fund Manager exercises the highest degree of diligence when selecting the securities to be included in the portfolio. It analyses the risk factors of the securities, and supports its decisions with in-depth calculations.
The Fund purchases stocks issued by companies in Central and Eastern European region (primarily Hungary, the Czech Republic, Poland, Austria, Romania, secondarily Slovenia, Croatia, Slovakia), but it may also invest in the stocks of other developing and developed foreign companies as well as other collective investment securities. Due to the strategy of the Fund, it may also invest in assets denominated in foreign currency. The Fund may hedge some or all of its foreign currency risk using forward currency positions against the target currency. The Fund Manager has the discretionary right to reduce the foreign currency risk of the currency positions differing from the Fund's target currency, based on the market processes by concluding hedge transactions. In addition, the use of equity and index futures is permitted in order to effectively build the Fund's portfolio. To ensure liquidity, the Fund wishes to add government securities issued by member states of the EU, OECD, or G20 to its portfolio.

MARKET SUMMARY

Several factors supported the rise of the US stock market in July: the weakening of the dollar, algorithmic position building due to declining realized volatility, and the continued strong growth narrative in the technology sector, particularly among AI and semiconductor companies. The economic slowdown – for example, weak consumer spending and labor market data, as well as low private sector growth estimates by ADP Research, the global leader in employment performance measurement – did not cause panic.
The passage of the budget bill known as the "Big Beautiful Bill" provided a significant fiscal stimulus, which supported the stock market in the short term but raised concerns among bond market investors about the already controversial sustainability of public debt in the longer term. The yield on the 10-year US government bonds rose, along with the rest of the yield curve, reflecting uncertainty about the solvency of the government.
European markets showed similarly mixed performance. Favorable developments in trade negotiations supported stock indices, but bond markets saw a significant sell-off, mainly due to expectations of a slowdown in interest rate cuts by the European Central Bank. Inflation rose slightly but remains around the 2% target. The ECB's communication remained cautious, but Vice-President De Guindos warned of the dangers of the EUR/USD rate reaching 1.20, which somewhat halted the euro's appreciation.
Central European regional equities closed an extremely strong month, continuing the upward trend that has been ongoing since the beginning of the year. This time, the Austrian and Slovenian markets rose the most, the former mainly due to Erste's strong performance, while the latter saw a very broad-based rise. At the sector level, consumer staples, financials and healthcare performed exceptionally well. In contrast, the raw materials and retail sectors ended the month in negative territory. The banking sector continues to report strong results, while other sectors reported mixed results. The Fund's equity weighting rose to 105% by the end of the month, and we remain confident in the strong performance of the Hungarian and Polish markets.

GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Erste Bank Hungary Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	100% CETOP 5/10/40 Index
ISIN code:	HU0000730361
Start:	07/18/2022
Currency:	EUR
Net Asset Value of the whole Fund:	54,572,514,895 HUF
Net Asset Value of EI series:	7,207,901 EUR
Net Asset Value per unit:	2.169967 EUR

DISTRIBUTORS

Compensa Life Vienna Insurance Group SE Lithuanian branch, Concorde Securities Ltd., WVP FUND MANAGEMENT a.d. Banja Luka

ASSET ALLOCATION OF THE FUND

Asset	Weight
International equities	81.84 %
Hungarian equities	13.34 %
Government bonds	0.82 %
Collective securities	0.00 %
Current account	3.83 %
Receivables	0.27 %
Liabilities	-0.11 %
Market value of open derivative positions	0.02 %
Total	**100,00 %**
Derivative products	9.94 %
Net corrected leverage	110.66 %

Assets with over 10% weight

There is no such instrument in the portfolio

SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	**4 yr**	5 yr

RISK PROFILE

1	2	3	4	**5**	6	7

Lower risk — Higer risk

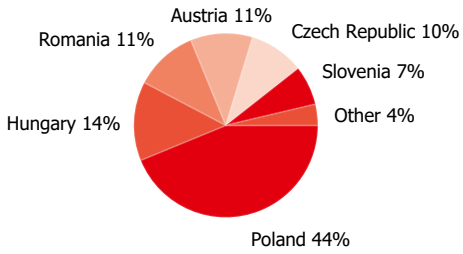
VIG Central European Equity Investment Fund

EI series EUR MONTHLY report - 2025 JULY (made on: 07/31/2025)

NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
YTD	34.85 %	32.99 %
From launch	29.07 %	28.26 %
1 month	4.77 %	5.11 %
3 months	13.73 %	14.22 %
2024	10.21 %	10.98 %
2023	40.13 %	37.38 %

Stocks by countries



NET PERFORMANCE OF THE SERIES

net asset value per share, 07/18/2022 - 07/31/2025

RISK INDICATORS

Annualized standard deviation of the fund's weekly yields- based on 1 year	20.54 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	19.31 %
Annualized standard deviation of the fund's weekly yields- based on 3 year	18.63 %
Annualized standard deviation of the fund's weekly yields- based on 5 year	18.59 %
WAM (Weighted Average Maturity)	0.05 years
WAL (Weighted Average Life)	0.07 years

TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
Erste Bank	share	ERSTE Group Bank AG Austria		9.22 %
Polski Koncern Naftowy	share	PL Koncern Naftowy		7.53 %
PKO Bank	share	PKO Bank Polski SA		7.24 %
OTP Bank törzsrészvény	share	OTP Bank Nyrt.		7.11 %
CEZ	share	CEZ A.S		4.64 %
WIG20 INDEX FUT Sep25 Buy	derivative	Erste Bef. Hun	09/19/2025	4.21 %
Bank Pekao SA	share	Bank Pekao Sa		4.16 %
KRKA	share	KRKA		4.05 %
BANCA TRANSILVANIA	share	Banca Transilvania SA		3.76 %
Dino Polska SA	share	DINO POLSKA SA		3.72 %

Legal declaration

The recent document qualifies as Portfolio Report according to the Kbftv. 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 | alapkezelo@am.vig | www.vigam.hu