

INVESTMENT POLICY OF THE FUND

The Fund's goal is to achieve capital growth through active portfolio management by investing in green bonds issued by governments and corporations in developed and emerging markets, while also advancing the Fund's sustainability objectives. The Fund Manager integrates sustainability risks and their management into the Fund's investment decision-making process. The Fund aims to promote environmental and/or social characteristics and pursues sustainable investment, thereby falling under Article 9 of the SFDR regulation. The Fund's credit rating restriction is that it may only purchase bonds with an investment-grade rating. With a reasonable risk approach, the Fund seeks the highest possible capital growth, primarily through asset allocation in green bonds available in global bond markets. The Fund's investment strategy is built on sustainable value creation, aiming to develop an actively managed, well-diversified portfolio that considers both sustainability criteria and the fundamentals of its assets. To achieve this, it primarily invests in developed market green corporate and government bonds issued in foreign currencies, and may also hold emerging market green corporate and government bonds. The bond portfolio may also include short- and long-term, fixed or variable rate bonds issued by mortgage banks, other financial institutions, municipalities, or other economic organizations. The Fund's goal is sustainable investment, which it plans to achieve primarily, though not exclusively, through a positive environmental impact within the ESG universe. In pursuit of this, it mainly intends to invest in bonds from countries with low greenhouse gas emission intensity, a strong exercise of civil liberties, and low rates of social violations. Additionally, the Fund plans to invest in bonds of companies with a low ecological footprint, contributing through their activities to solving global environmental issues, such as the transition to a low-carbon economy or a circular economic model. The Fund may hold assets with exposures differing from the base currency up to 100%. The Fund Manager generally hedges currency exposures to the target currency (EUR) at 100%, but may also hold open currency positions depending on market expectations. The Fund invests at least 80% in assets issued and traded outside Hungary.

MARKET SUMMARY

In January, the U.S. markets were characterized by duality: while the AI-driven rally in the technology sector pushed indices to new highs, monetary policy and geopolitical risks called for caution. As expected, the Fed did not cut interest rates, and the market is anticipating one or two 25-basis-point cuts this year. The flattening of the yield curve reflects the disappearance of expectations for short-term interest rate cuts. Stock market sentiment is also bolstered by the relative strength of small-cap companies.

Donald Trump's aggressive foreign policy dominates the narrative of global markets. The possible acquisition and strategic armament of Greenland, as well as the tough stance against Mexico and Colombia, are causing uncertainty in international trade. Due to the surge in energy demand from data centers, some analysts are warning of the inflationary impact of rising electricity prices.

The European economic outlook remains subdued. Although German PMI data was weak at the end of the year, the manufacturing index was better than expected in January. Eurozone inflation has reached or approached the 2% target, reducing the need for further monetary tightening and enabling the ECB to continue its cycle of interest rate cuts. However, most markets do not expect rapid movement but rather stability or very cautious easing in 2026.

At the end of January, Donald Trump nominated Kevin Warsh as the next Chair of the Federal Reserve, whose mandate could take effect from May this year. Warsh has previously taken a hawkish stance regarding the central bank's balance sheet, meaning he opposed further bond purchases. Following the news of the nomination, the weakening trend of the U.S. dollar came to a halt, while U.S. government bond yields rose by 5–10 basis points by the end of January. Euro area yield levels also changed little over the past month.

In terms of portfolio composition, we purchased Romanian euro-denominated bonds, which continue to offer attractive yield spreads compared with euro area government securities. In contrast, we sold Chilean government bonds, which provide significantly lower yield spreads within the emerging market universe.

GENERAL INFORMATION

| | |
|------------------------------------|--|
| Fund Manager: | VIG Investment Fund Management Hungary |
| Custodian: | Erste Bank Hungary Zrt. |
| Main distributor: | VIG Investment Fund Management Hungary |
| Benchmark composition: | Fund has no benchmark |
| ISIN code: | HU0000732177 |
| Start: | 08/05/2024 |
| Currency: | EUR |
| Net Asset Value of the whole Fund: | 1,380,577,255 HUF |
| Net Asset Value of EUR-I series: | 3,564,059 EUR |
| Net Asset Value per unit: | 1.035985 EUR |

DISTRIBUTORS

Conseq Investment Management, a.s.

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 |
|---|-----------------|
| Government bonds | 68.71 % |
| Corporate bonds | 26.75 % |
| Current account | 4.55 % |
| Receivables | 0.01 % |
| Liabilities | 0.00 % |
| Market value of open derivative positions | 0.00 % |
| Total | 100,00 % |
| Derivative products | 0.00 % |
| Net corrected leverage | 100.00 % |
| Assets with over 10% weight | |
| ROMANI EUR 2036/02/22 5,625% (Romanian State) | |
| BGB 1,25% 04/22/33 (Belgian State) | |
| BTPS 4 10/30/31 (Italian State) | |

RISK PROFILE

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

← →
Lower risk Higer risk

NET YIELD PERFORMANCE OF THE SERIES

| Interval | Yield of note | Benchmark yield |
|-------------|---------------|-----------------|
| YTD | 1.12 % | |
| From launch | 2.40 % | |
| 1 month | 1.12 % | |
| 3 months | 0.99 % | |
| 2025 | 2.46 % | |

NET PERFORMANCE OF THE SERIES

net asset value per share, 08/05/2024 - 01/31/2026



RISK INDICATORS

| | |
|---|------------|
| Annualized standard deviation of the fund's weekly yields-based on 1 year | 2.86 % |
| Annualized standard deviation of the fund's weekly yields-based on 3 year | 3.21 % |
| Annualized standard deviation of the fund's weekly yields-based on 5 year | 3.21 % |
| WAM (Weighted Average Maturity) | 5.17 years |
| WAL (Weighted Average Life) | 6.03 years |

TOP 10 POSITIONS

| Asset | Type | Counterparty / issuer | Maturity | |
|---|------------------|---|------------|---------|
| ROMANI EUR 2036/02/22 5.625% | interest-bearing | Romanian State | 02/22/2036 | 17.06 % |
| BGB 1,25% 04/22/33 | interest-bearing | Belgian State | 04/22/2033 | 15.63 % |
| BTPS 4 10/30/31 | interest-bearing | Italian State | 10/30/2031 | 13.36 % |
| REPHUN 4% 2029/07/25 EUR | interest-bearing | Government Debt Management Agency Pte. Ltd. | 07/25/2029 | 9.60 % |
| EU 02/04/33 2,75% | interest-bearing | European Union | 02/04/2033 | 5.67 % |
| FRTTR 1,75% 06/25/39 | interest-bearing | French state | 06/25/2039 | 4.99 % |
| ORSTED 3,625% 2026/03/01 visszahívható 2026/02/01 | interest-bearing | ORSTED A/S | 02/02/2026 | 4.57 % |
| Ceska Sporitelna 2028/03/08 5.737% visszah2027 | interest-bearing | Ceska Sporitelna AS | 03/08/2028 | 3.00 % |
| EUROGR 3.598 02/01/29 cal 11/01/2028 | interest-bearing | Eurogrid GmbH | 02/01/2029 | 2.93 % |
| INTNED 4,125% 2033/08/24 visszahívható 2028/05/24 | interest-bearing | ING GROEP N.V. | 08/24/2033 | 2.88 % |

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 | alapkezelo@am.vig | www.vigam.hu