

## INVESTMENT POLICY OF THE FUND

## MARKET SUMMARY

The Iranian conflict that broke out at the end of February and has continued since then shaped the performance of bond markets in March. Rising global oil prices led to increasing inflation concerns, which in turn resulted in higher bond yields. In the Central and Eastern European region, a significant yield increase of 50– 100 basis points was observed. In Hungary, short-term yields rose from around 6% to nearly 7% due to the war, before declining somewhat later. Instead of the previously expected 3– 4 rate cuts, the market is now pricing in 3 rate hikes for 2026. Following the rate cut in February, the Monetary Council left the base rate unchanged in March, keeping it at 6.25%. Due to rising oil prices, the Hungarian government has reintroduced a fuel price cap for an indefinite period. Nevertheless, inflation in March may have returned to an upward trend according to market expectations, as although fuel prices do not increase further in Hungary, a monthly price rise of 5– 6% was still observed at petrol stations. Geopolitical tensions have increased uncertainty, and the outcome of the war remains unclear. Volatility at the long end of the curve was even more pronounced. While the war with Iran triggered a sharp upward repricing in yields, opinion polls released on Hungary’s electoral prospects pushed yields lower in several waves. Overall, by late March the 5-year point on the curve was trading around 70 bps above the pre-conflict February lows, although at one stage it had been 120– 160 bps higher. At the very long end, government bond yields retraced to within roughly 15 bps of their February local lows, after having traded as much as 110 bps above those levels. The Hungarian yield curve inverted, and the further decline in curve steepness did not support fund performance. The fund’s interest rate exposure was not materially above that of the benchmark; underperformance was driven primarily by the change in the shape of the yield curve. We used the sell-off in yields to add to long-duration government bond positions.

## GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Raiffeisen Bank Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	90% MAX Index + 10% RMAX Index
ISIN code:	HU0000718127
Start:	12/01/2016
Currency:	HUF
Net Asset Value of the whole Fund:	48,372,211,322 HUF
Net Asset Value of I series:	40,403,693,056 HUF
Net Asset Value per unit:	1.182828 HUF

## DISTRIBUTORS

SPB Befektetési Zrt., VIG Investment Fund Management Hungary

## SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	4 yr	5 yr
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## ASSET ALLOCATION OF THE FUND

Asset	Weight
Government bonds	87.06 %
Corporate bonds	9.25 %
T-bills	3.39 %
Mortgage debentures	0.46 %
Liabilities	-1.17 %
Current account	0.76 %
Receivables	0.24 %
Market value of open derivative positions	0.03 %
<b>Total</b>	<b>100.00 %</b>
Derivative products	5.63 %
Net corrected leverage	100.09 %

Assets with over 10% weight
2032A (Government Debt Management Agency Pte. Ltd.)
2033A (Government Debt Management Agency Pte. Ltd.)
2035A (Government Debt Management Agency Pte. Ltd.)

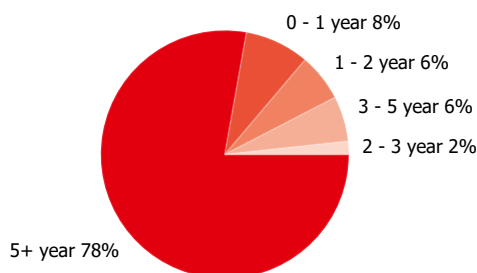
## RISK PROFILE



## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
YTD	-1.48 %	-0.85 %
From launch	1.82 %	2.03 %
1 month	-3.78 %	-3.21 %
3 months	-1.48 %	-0.85 %
2025	6.06 %	6.03 %
2024	3.16 %	3.77 %
2023	27.87 %	26.82 %
2022	-16.66 %	-16.05 %
2021	-11.24 %	-11.36 %
2020	1.55 %	1.41 %
2019	7.23 %	7.74 %
2018	-1.51 %	-0.95 %
2017	6.28 %	6.41 %

### Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

net asset value per share, 12/01/2016 - 03/31/2026



## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields- based on 1 year	5.08 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	4.28 %
Annualized standard deviation of the fund's weekly yields- based on 3 year	7.16 %
Annualized standard deviation of the fund's weekly yields- based on 5 year	10.75 %
WAM (Weighted Average Maturity)	5.65 years
WAL (Weighted Average Life)	6.54 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
Magyar Államkötvény 2032/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	11/24/2032	22.33 %
Magyar Államkötvény 2033/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	04/20/2033	20.31 %
2035A	interest-bearing	Government Debt Management Agency Pte. Ltd.	10/24/2035	15.02 %
2032G	interest-bearing	Government Debt Management Agency Pte. Ltd.	05/27/2032	9.49 %
Magyar Államkötvény 2031/B	interest-bearing	Government Debt Management Agency Pte. Ltd.	07/23/2031	5.60 %
MFB 2028/02/02 6,3% HUF	interest-bearing	MFB Magyar Fejlesztési Bank Zrt.	02/02/2028	4.08 %
ROMANI EUR 2029/09/27 6,625%	interest-bearing	Romanian State	09/27/2029	4.07 %
Zöld Magyar Államkötvény 2051/G	interest-bearing	Government Debt Management Agency Pte. Ltd.	04/28/2051	2.45 %
D260624	zero coupon	Government Debt Management Agency Pte. Ltd.	06/24/2026	2.12 %
Magyar Államkötvény 2041/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	04/25/2041	1.68 %

### 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 | alapkezele@am.vig | www.vigam.hu