

# VIG BondMaxx Total Return Bond Investment Fund

R series HUF MONTHLY report - 2023 MAY (made on: 05/31/2023)

## INVESTMENT POLICY OF THE FUND

The Fund is a total return investment fund that aims to create a portfolio consisting of bond-type assets through active portfolio management that achieves annualised capital growth for investors higher than the benchmark over a 3-year time horizon. It intends to achieve this objective primarily through asset allocation in global bond markets.

The Fund invests exclusively in bond-type instruments. The Fund's investment universe focuses on developed market government bonds, developed market corporate bonds, local currency emerging market government bonds and hard currency emerging market government and corporate bonds. The primary source of return for the Fund is asset allocation across bond-type asset classes. The asset allocation is based on an "investment clock" approach that uses economic data analysis to determine the position of major regions within a growth cycle. This is complemented by the forecasting of expected movements in real interest rates and inflation expectations, which are also crucial for the allocation across bond markets. Portfolio managers use all these as the basis for making allocation decisions, overweighting the best performing bond asset class in any current economic cycle based on experience and expectations. In the investment process, portfolio managers optimise the interest rate and credit risk of the overall fund and of the exposures to individual bond markets in order to achieve the investment objective.

## MARKET SUMMARY

The US suspended the government's debt ceiling through Jan 1st, 2025. Fed Governor Philip Jefferson (who has been nominated to Vice Chair) indicated the FOMC will likely pause at its 13-14 June meeting. In the Eurozone, headline inflation fell sharply, to 6.1% YoY last month, with core CPI down moderately, to 5.3% YoY, amid broad-based disinflation. China official PMIs softened in May as the reopening boost slowed down. EGBs and USTs saw a pronounced rally, while European investment grade corporate credit risk premia moved range bound, although high yield and subordinated debt spreads saw a slight increase in volatility. In FX, the USD was ultimately forced to give back some of its early gains, allowing EUR-USD to recover back to around 1.0750.

## GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Raiffeisen Bank Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	Hurdle rate, annual 9%
ISIN code:	HU0000712260
Start:	07/16/2013
Currency:	HUF
Net Asset Value of the whole Fund:	16,371,644,947 HUF
Net Asset Value of R series:	1,052,704,008 HUF
Net Asset Value per unit:	1.282823 HUF

## DISTRIBUTORS

Raiffeisen Bank Zrt., VIG Befektetési Alapkezelő Magyarország Zrt.

## 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	30.17 %
T-bills	27.34 %
Corporate bonds	18.67 %
Collective securities	12.53 %
Mortgage debentures	1.15 %
Receivables	8.08 %
Liabilities	-6.99 %
Market value of open derivative positions	6.83 %
Current account	2.24 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	99.42 %
Net corrected leverage	112.84 %

Assets with over 10% weight

There is no such instrument in the portfolio

## RISK PROFILE

1	2	3	4	5	6	7
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← Lower risk Higher risk →

# VIG BondMaxx Total Return Bond Investment Fund

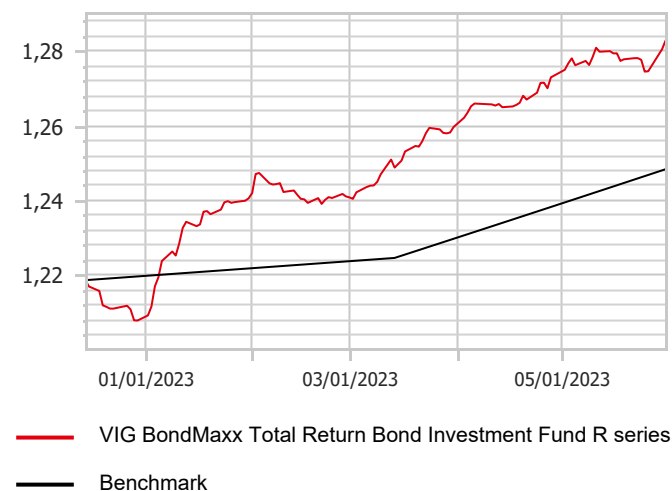
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## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
From start	2.55 %	2.21 %
1 month	0.78 %	0.82 %
3 months	3.37 %	2.02 %
2022	-0.89 %	2.01 %
2021	0.00 %	0.40 %
2020	0.00 %	1.42 %
2019	3.88 %	1.25 %
2018	-1.36 %	1.31 %
2017	1.92 %	1.20 %
2016	3.11 %	2.23 %
2015	2.96 %	2.52 %
2014	5.74 %	4.34 %

## NET PERFORMANCE OF THE SERIES

net asset value per share, 12/15/2022 - 05/31/2023



## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields-based on 1 year	1.79 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	0.36 %
Annualized standard deviation of the fund's weekly yields-based on 3 year	1.79 %
Annualized standard deviation of the fund's weekly yields-based on 5 year	2.24 %
WAM (Weighted Average Maturity)	2.75 years
WAL (Weighted Average Life)	3.14 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
BTF 0 11/29/23	zero coupon	Francia Állam	11/29/2023	7.81 %
LONG GILT FUTURE Sep23 Buy	derivatív	Raiffeisen Hun	09/27/2023	6.35 %
US LONG BOND(CBT) Sep23 Buy	derivatív	Raiffeisen Hun	09/20/2023	5.46 %
BTF 0 04/17/24	zero coupon	Francia Állam	04/17/2024	4.73 %
US T-Bill 07/27/23	zero coupon	Amerikai Egyesült Államok	07/27/2023	4.22 %
US T-Bill 08/17/23	zero coupon	Amerikai Egyesült Államok	08/17/2023	4.20 %
iShares USD Short Duration Corp Bond UCITS ETF	investment note	iShares USD Short Duration Corp Bond UCITS ETF		4.03 %
BTF 0 01/24/24	zero coupon	Francia Állam	01/24/2024	3.88 %
OTPHB 2,875 07/15/29 visszahívható 2024	interest-bearing	Országos Takarékpénztár és Kereskedelmi Bank Nyrt.	07/15/2024	3.79 %
iShares USD TIPS UCITS ETF	investment note	iShares USD TIPS UCITS ETF		3.69 %

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