

## INVESTMENT POLICY OF THE FUND

The Fund aims to share in the returns of the Polish stock market, and to profit from Polish economic growth through stock prices and dividend income. In accordance with the risk characteristics of equity investments, the Fund qualifies as a high-risk investment. According to the Fund Manager's intentions, the bulk of the Fund's portfolio is made up of the shares of foreign companies issued through public offerings. The primary investment targets are the securities, traded on the stock exchange or about to be listed on the stock exchange, of companies that operate in Poland or that derive a significant portion of their revenues from Poland, or whose shares are listed on the Warsaw Stock Exchange. The Fund may also invest in equities of other Central and Eastern European companies (Austria, Czech Republic, Hungary, Russia, Romania and Turkey). When developing the portfolio, the shares determine the nature of the Fund, and thus the proportion of shares that can be held in the Fund at any given time may reach the prevailing legal maximum. The Fund holds more than 30% of its assets in currencies other than the local currency (HUF).

## MARKET SUMMARY

Data from early August show that US labor market demand has already slowed in a number of sectors, with wage growth remaining strong. However, the macro data so far show no signs of deterioration, with the Atlanta Fed raising its latest third quarter GDP growth estimate from 5 to 5.8 percent on good housing and industrial production data, which has also pushed yields higher, with the 10-year US Treasury rising to levels not seen since 2007. The FOMC's latest meeting suggests that monetary policymakers still see "significant upside risks to inflation" and may therefore consider further rate hikes necessary. FED Chair Jerome Powell's Jackson Hole speech at the end of the month seemed austere, but statements such as "caution may be the way forward" indicate that the Fed will not raise rates unless the inflation trend worsens, leaving the option of raising rates for a worse scenario. In Hungary, the MNB continued to cut interest rates. The policy rate is now at 14% and could converge to the base rate in September. Thereafter, the base rate may also be cut, but this will require a continuation of decline in inflation. It is noteworthy that, in contrast to previous rate cuts, the forint has not weakened against the euro, but has risen to a one-month high of 379 forints to 1 euro by the end of the month.

The fund's benchmark index ended the month with a negative return. Once again, the Polish market was more volatile, underperforming developed markets as well as its regional peers. The fund outperformed its benchmark, while its nominal return was negative. On the sectoral downside, banks were the laggards, with a profit due to several months of good performance and now less attractive pricing, while grocery chains also took a hit on weaker reporting from Dino. The carbon asset phase-out story showed progress, which brought buyers into these papers. The fund's relative outperformance was helped by an overweight in midcap companies and the underweight in the banking sector, while underweights in food sellers and utilities had a negative effect. We remain underweight in the banking and materials sectors, while we are overweight in consumer staples and have also increased the weight of apparel companies on the back of improving real earnings. We have been buying selectively in some toy manufacturers and telecoms companies. The fund had an average equity exposure equal to the benchmark index.

## GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	100% MSCI Poland IMI Loc Net
ISIN code:	HU0000710835
Start:	01/22/2019
Currency:	PLN
Net Asset Value of the whole Fund:	74,086,400 PLN
Net Asset Value of A series:	20,673,360 PLN
Net Asset Value per unit:	0.913949 PLN

## DISTRIBUTORS

Aegon Towarzystwo Ubezpieczen na Zycie Spolka

## 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
International equities	81.97 %
Collective securities	6.95 %
Government bonds	5.35 %
Hungarian equities	0.54 %
Current account	5.79 %
Liabilities	-1.44 %
Receivables	0.86 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	17.68 %
Net corrected leverage	118.92 %

### Assets with over 10% weight

Polski Koncern Naftowy

PKO Bank

## RISK PROFILE

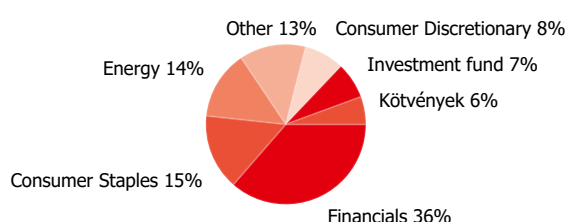
1	2	3	4	5	6	7
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← Lower risk Higher risk →

## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
From start	-1.93 %	-0.86 %
1 month	-5.76 %	-6.04 %
3 months	9.54 %	10.04 %
2022	-23.07 %	-18.45 %
2021	20.14 %	21.27 %
2020	-9.19 %	-9.83 %

### Stocks by sectors



## NET PERFORMANCE OF THE SERIES

net asset value per share, 01/22/2019 - 08/31/2023



— VIG Polish Equity Investment Fund A series  
— Benchmark

## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields- based on 1 year	21.99 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	22.40 %
Annualized standard deviation of the fund's weekly yields- based on 3 year	40.41 %
Annualized standard deviation of the fund's weekly yields- based on 5 year	50.83 %
WAM (Weighted Average Maturity)	0.03 years
WAL (Weighted Average Life)	0.03 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
Polski Koncern Naftowy	share	PL Koncern Naftowy	12.52 %
MIDWIG INDEX FUT Sep23 Buy	derivatív	Erste Bef. Hun	09/15/2023 12.40 %
PKO Bank	share	PKO Bank	10.73 %
POWSZECHNY ZAKŁAD UBEZPIECZEŃ	share	POWSZECHNY ZAKŁAD UBEZPIECZEŃ	8.48 %
Dino Polska SA	share	DINO POLSKA SA	7.53 %
VIG Polish Money Market Fund	investment note	VIG Lengyel Pénzpiaci Befektetési Alap	6.96 %
Bank Pekao SA	share	Bank Pekao SA	6.26 %
LPP	share	LPP	6.26 %
POLGB 2024/04/25 2,5%	interest-bearing	Lengyel Állam	04/25/2024 5.36 %
Allegro.eu SA	share	Allegro.eu SA	4.29 %

### 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