

# VIG Maraton ESG Multi Asset Investment Fund

El series EUR MONTHLY report - 2023 DECEMBER (made on: 12/31/2023)

## INVESTMENT POLICY OF THE FUND

The aim of the Fund is to create an investment portfolio that achieves annualised capital growth for investors higher than the benchmark over a 3-year time horizon while achieving the Fund's Sustainability Objectives. With a view to achieving these objectives, the Fund may invest in a variety of instruments, i.e. it holds primarily equity and bond-type instruments, while it may also invest in collective securities and enter into derivative transactions, subject in each case to the relevant investment limits. The fund does not have a geographical specification. In order to realise the investment objectives, the asset groups in the Fund's portfolio may be varied freely, without having to adhere to a predetermined risk profile.

The Fund's investment strategy is based on sustainable value creation, aiming to build an actively managed and sufficiently diverse portfolio that takes into account both sustainability criteria and the fundamentals of the assets held. The Fund's asset allocation strategy is based on the asset allocation model used by the Fund Manager, the Investment Clock, used by the Fund Manager to determine the asset mix with the best risk to return potential at a given point of the economic cycle. In addition to asset allocation, the Fund Manager aims to achieve the financial and sustainability objectives of the Fund through active stock and bond selection policies. Stock selection is based on sustainable growth, through the selection of stocks of companies able to achieve outstanding performance both financially and in terms of ESG risks, thus creating long-term shareholder value. When selecting bonds, the Fund Manager seeks to maximise the proportion of green bond issues, taking into account existing market constraints.

## MARKET SUMMARY

The main event in December was the central bank's interest rate decision meeting. It is now accepted view that inflation has been contained and the year-on-year figure has been falling for months, but the big question was how the Fed would respond. At the post-meeting press briefing, investors got an answer to that question, wrapped in as a Christmas present. Based on Fed Chairman Jerome Powell's statements, investors can take it for granted that the cycle of rate hikes is over and the higher-for-longer principle on interest rates is also over. While the Chairman hinted that interest rate policy will continue to be determined by macro data, investors read between the lines that not only will there be no more rate hikes, but that there will be rate cuts in 2024. As a result, market participants have started to raise their target rates for next year. There are, of course, analysts who believe that early rate cuts are a throwback to the 1970s, when the Fed started cutting rates early and inflation started to rise again. The Hungarian National Bank cut its base rate by another 75 basis points to 10.75%, and inflation also fell further in November, now at 7.9%, and according to the Hungarian Central Statistical Office, it could fall below 7% in December. The only change in the MNB's communication was that they no longer consider it out of the question that they could cut rates by as much as 100 basis points next time. Vice President Barnabas Virág said that the rate cut would become data-dependent and that if justified, they would not rule out cutting rates by more than 75 basis points. Meanwhile, the forint remained relatively stable against the euro, it did not move significantly from around 380 level.

## 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 0.3%
ISIN code:	HU0000729579
Start:	07/21/2022
Currency:	EUR
Net Asset Value of the whole Fund:	16,587,715,718 HUF
Net Asset Value of El series:	119,755 EUR
Net Asset Value per unit:	1.111219 EUR

## DISTRIBUTORS

Conseq Investment Management, a.s.

## ASSET ALLOCATION OF THE FUND

Asset	Weight
Collective securities	21.69 %
T-bills	19.91 %
Corporate bonds	19.14 %
Government bonds	18.76 %
Hungarian equities	11.43 %
International equities	4.21 %
Receivables	2.03 %
Current account	1.88 %
Market value of open derivative positions	1.06 %
Liabilities	-0.09 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	72.01 %
Net corrected leverage	106.28 %
Assets with over 10% weight	
OBL 0 10/10/25 (German State)	

## SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	4 yr	5 yr
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## RISK PROFILE

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

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EI series EUR MONTHLY report - 2023 DECEMBER (made on: 12/31/2023)

## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
YTD	10.93 %	0.31 %
From launch	7.56 %	0.34 %
1 month	2.97 %	0.02 %
3 months	4.56 %	0.07 %
2023	10.93 %	0.31 %

## NET PERFORMANCE OF THE SERIES

net asset value per share, 07/21/2022 - 12/31/2023



— VIG Maraton ESG Multi Asset Investment Fund EI series  
— Benchmark

## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields- based on 1 year	4.71 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	0.01 %
Annualized standard deviation of the fund's weekly yields- based on 3 year	7.21 %
Annualized standard deviation of the fund's weekly yields- based on 5 year	7.21 %
WAM (Weighted Average Maturity)	2.12 years
WAL (Weighted Average Life)	2.44 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
OBL 0 10/10/25	zero coupon	German State	10/10/2025	11.13 %
US T-Bill 02/08/24	zero coupon	USA	02/08/2024	8.76 %
OTP HB 5,5% 07/13/25	interest-bearing	National Building Society and Commercial Bank Plc. (OTP Bank Plc.)	07/13/2025	7.51 %
FRTR 1,75% 06/25/39	interest-bearing	French state	06/25/2039	6.89 %
iShares Core MSCI World UCITS	investment note	iShares Core MSCI World UCITS ETF		6.75 %
Adventum MAGIS Zártkörű Alapok Alapja	investment note	Adventum MAGIS Closed-End Funds		6.16 %
Magyar Telekom Nyrt. részv.	share	Magyar Telekom Telecommunications Plc. (Budapest)		4.47 %
BTPS 4 10/30/31	interest-bearing	Italian State	10/30/2031	4.36 %
MFB 2025/06/24 1,375% EUR	interest-bearing	Hungarian Investment Bank cPlc.	06/24/2025	3.34 %
WIG20 INDEX FUT Mar24 Buy	derivative	Erste Bef. Hun	03/15/2024	2.99 %

### 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