

Purpose

This document presents key information about this investment product. This document is not a marketing material. The provision of information is required by law, in order to help you understand the nature, risks and costs of this product, as well as the potential profit or loss that may be realised, and to compare the product with other products.

Product

Name of product: **VIG CENTRAL EUROPEAN EQUITY INVESTMENT FUND series B**

ISIN-code: HU0000705926

You are about to buy a product that is complex and may be difficult to understand.

Manufacturer: VIG Asset Management Hungary Closed Company Limited by Shares, VIG Group

Date: 16/03/2024

Website: <https://www.vigam.hu>

Call 06-1-477-4814 for more information!

VIG Asset Management Hungary Closed Company Limited by Shares is supervised by the **National Bank of Hungary** with respect to this document containing key information.

What is this product?

Type: public, open-ended, harmonised in accordance with the UCITS Directive.

Currency of the series: Euro (EUR)

Benchmark: 15% MSCI Emerging Markets Hungary Net Total Return Local Index + 15% MSCI Emerging Markets Czech Republic Net Total Return Local Index + 45% MSCI Emerging Markets Poland Net Total Return Local Index + 15% MSCI Austria Net Total Return Local Index + 10% MSCI Romania Net Total Return Local Index

Turn: The fund has an indefinite term, and does not expire, so the investment fund shares can be redeemed at any time.

Objectives: The aim of the Fund is to invest on the stock market of the Central and Eastern European Region. It is for investors who would like a share in the long-term performance of listed companies in the region. In the development of the portfolio of this Fund, the priority is to optimise the aggregate risk of the securities added to the Fund. In order to reduce risks, the Fund Manager exercises the highest degree of diligence when selecting the securities to be included in the portfolio. It analyses the risk factors of the securities, and supports its decisions with in-depth calculations.

The Fund purchases stocks issued by companies in Central and Eastern European region (primarily Hungary, the Czech Republic, Poland, Austria, Romania, secondarily Slovenia, Croatia, Slovakia), but it may also invest in the stocks of other developing and developed foreign companies as well as other collective investment securities. Due to the strategy of the Fund, it may also invest in assets denominated in foreign currency. The Fund may hedge some or all of its foreign currency risk using forward currency positions against the target currency composition of the Fund, i.e. the current settlement currency of the benchmark (CEE region currencies). The Fund Manager has the discretionary right to reduce the foreign currency risk of the currency positions differing from the Fund's target currency composition based on the market processes by concluding hedge transactions. In addition, the use of equity and index futures is permitted in order to effectively build the Fund's portfolio. The Fund records its assets in Hungarian forint (HUF). To ensure liquidity, the Fund wishes to add government securities issued by member states of the EU, OECD, or G20 to its portfolio. No individual investor's decisions can be made in the Fund.

The most important factors influencing the return of the Fund are: changes in the prices of financial instruments in the Fund's portfolio, the risks undertaken by the Fund, gains/losses resulting from the currency exposure in the Fund, and changes in the operational and other expenses of the Fund. The Fund achieves returns through the appreciation of financial instruments in its portfolio. The calculation of the Fund's return is based on Appendix 3 of Act CXXXVIII of 2007 (Hungarian Securities Act).

Yield, yield payment: The Fund does not pay yield against the capital growth, and the entire capital growth will be reinvested in accordance with the Fund's investment policy. Investors can realise the capital growth as the difference between the purchase and redemption prices of the Investment Fund Shares they own, as a price gain.

Information about sustainability: The Fund does not qualify as a financial product promoting environmental or social characteristics, or a combination of those characteristics, or a financial product intended to facilitate sustainable investment. (SFDR, Article 6)

Intended retail investor: in certain cases, this fund is not suitable for investors, who want to withdraw their money within the recommended retention period.

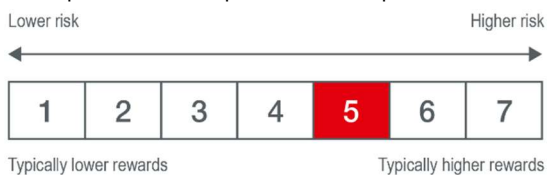
Az Termination of the Fund: The fund manager is obligated to terminate the public open-ended investment fund if the average equity of the fund is lower than twenty million forints over a period of three months. The rules concerning the termination of the Fund, the sale of the Fund's assets, and the disbursement of the estate are set out in Sections 75-79 of Act XVI of 2014 on Collective Investment Trusts and Their Managers and on the Amendment of Financial Regulations.

What are the risks and what could I get in return?

Risk indicator: The summary risk indicator provides guidance regarding the risk level of this product compared to other products. It shows the likelihood that the product will cause financial loss due to the movements of the markets or because we are unable to pay you.

The summary risk indicator presents the risk/profit ratio of the product based on the summary of the market risk indicator calculated from past returns. Historic data are not necessarily reliable indicators of the future risk profile, however, so this may change over time. Not even the lowest risk category can be understood as a fully risk-free investment.

This product does not include protection against future market performance, so you may lose a part or all of your investment. If we are unable to pay the amount due to you, you may lose your entire investment.



The risk indicator assumes that you keep the product until the end of the recommended retention period (4 years). The actual risk may be significantly higher if you redeem the product earlier, and it is possible that you get back a lower amount. The product is classified into the fifth, medium-high risk class of the 7-tier risk scale, because bad market conditions during the implementation of the Fund's investment policy will likely affect the Fund's ability to pay you.

The yield that you may realise from this product depends on future market performance. Future market developments are uncertain and cannot be predicted accurately.

The unfavourable, moderate and favourable scenarios are illustrations presenting the worst, average and best performance of the product in the past 10 years. Future market developments may vary. The stress test scenario demonstrates the amount that you might get back under extreme market conditions.

| Investment: once 10.000 EUR | | 1 year | 4 years (recommended holding period) |
|------------------------------|-------------------------------------|-----------|--------------------------------------|
| Stress scenario | What you might get back after costs | 1697 EUR | 1600 EUR |
| | Average return each year | -83,02% | -36,74% |
| Unfavourable scenario | What you might get back after costs | 6529 EUR | 6554 EUR |
| | Average return each year | -34,7% | -10,02% |
| Moderate scenario | What you might get back after costs | 10424 EUR | 11057 EUR |
| | Average return each year | 4,24% | 2,54% |
| Favourable scenario | What you might get back after costs | 17515 EUR | 14171 EUR |
| | Average return each year | 75,15% | 9,1% |

This table shows the amount of money you can get back at the end of the first year and at the end of the recommended holding period in accordance with the different scenarios, assuming that you invest 10.000 EUR amount. The "unfavourable" scenario type reflects the most unfavourable development of the value of the product with respect to investments made between November 2013 and November 2023. The "moderate" scenario type reflects the average development of the value of the product with respect to investments made between November 2013 and November 2023. The "favourable" scenario type reflects the most favourable development of the value of the product with respect to investments made between November 2013 and November 2023. The yield that you may realise from this product depends on future market performance. Future market developments are uncertain and cannot be predicted accurately. The numbers presented include all costs of the product itself (though they may not include all the costs that you may be paying to your consultant or distributor). The numbers do not take into account your personal tax situation, which may also influence the amount you get back. The stress scenario shows the amount you can get back from the invested capital in case of extreme market circumstances.

What happen if the Fund Manager is unable to pay?

The potential insolvency of the Fund Manager does not jeopardise the repayment of the investors' savings in the Fund. If, based on the contract between the investor and the VIG Asset Manager – as Head Distributor – or the investment service provider managing the securities account, the VIG Asset Manager or the contracted service provider is unable to release to the investor the security held for the investor, the Investment Protection Fund (by its Hungarian abbreviation: "BEVA") undertakes to be liable for indemnification. BEVA's indemnity obligation will become effective if the Supervisory Authority initiates liquidation proceedings against the BEVA member based on the law, or a court orders the liquidation of the BEVA member. The insurance provided by BEVA will not cover losses arising from the change of value of the investment. BEVA will pay the claim of the investor entitled to indemnification for up to an amount of one hundred thousand euros (in aggregate per person and investment enterprise, i.e., per BEVA member). The rate of the indemnity to be paid by the Fund is one hundred percent up to an amount of one million forints, and is one million forints and ninety percent of the portion above one million forints in the case of claims exceeding one million forints.

What are the costs?

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time. The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods. We have assumed: In the first year you would get back the amount that you invested (0 % annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario. EUR 10.000 is invested.

| Costs over time: investment once 10.000 EUR | 1 year | 2 years | 4 years (recommended holding period) |
|---|---------|---------|--------------------------------------|
| Total costs | 270 EUR | 561 EUR | 1123 EUR |
| Impact on return (RIY) per year (*) | 2,7% | 2,7% | 2,7% |

(*) This illustrates how costs reduce your return each year over the holding period. The example shows that if you exit at the recommended holding period, your average return per year is expected to be 4,83% before costs and 2,13% after costs.

Composition of Costs

| | | | |
|------------------|-----------------------------|--------------|--|
| One-off costs | Entry costs | maximum 5,0% | These figures include the maximum distribution fee that the person selling the product to you can charge (5% of the invested amount / 500 EUR). This person will inform you about the actual distribution fee. |
| | Exit costs | maximum 3,5% | The impact of costs paid when selling your investment. This is the maximum you will pay. The person selling the product will inform you about the actual fees. For example, in the case of a one-time redemption of your investment in 10.000 EUR, the fees would be 350 EUR |
| Ongoing costs | Portfolio transaction costs | 0,13% | The impact of the costs of us buying and selling underlying investments for the product. This is an estimate based on actual costs over the last year. |
| | Other ongoing costs | 2,7% | The impact of the costs that we take each year for managing your investments. This is an estimate based on actual costs over the last year. |
| Incidental costs | Performance fees | 0,03% | The impact of the performance fee. We take these from your investment if the product overperforms its benchmark. |

How long should I hold it and can I take money out early?

Recommended holding period: 4 years

The Product has no cooling-off or withdrawal period, as its term is indefinite being open-ended, i.e., it can be redeemed at any time. This Fund is not suitable for investors who intend to reclaim their money from the fund within the minimum recommended investment time. 12:00:00 AM

How can I complain?

Orally: in VIG Befektetési Alapkezelő Magyarország Zrt's premises, customer services and contractual partners' premises open for customers, during their business hours: <https://www.vigam.hu/ugyfelszolgalati-irodak>, at the central phone number: +36 1 477 4814 (on business days, from 8 am to 4 pm; extended complaints reporting: Monday, 8 am to 8 pm), at the central customer service office: H-1091 Budapest, Üllői út 1.; phone: +36 1 477 4814; fax: 476-2030, order of customer service: only subject to preliminary appointment. **In writing:** in person or via an instrument submitted by proxy (see the place for oral complaints), via post – at the address H-1091 Budapest, Üllői út 1, or via email, at the address alapkezelo@am.vig, by completing our complaint form available at our website (<https://www.vigam.hu/kapcsolatfelvetel-panaszbejelentés/#urlap>), or through the Online Dispute Resolution Platform: <http://ec.europa.eu/odr>

Additional important Information

Custodian: Erste Bank Hungary Zrt.

Places for notices: This document, Information and Operating Manual, the annual and semi-annual reports, can be viewed in Hungarian for free on the website www.vigam.hu/jelentesek-kozlemlenyek/alapok-dokumentumai/. Monthly portfolio reports are available at <https://www.vigam.hu/jelentesek-kozlemlenyek/havi-jelentesek/>, and official announcements can be found at www.vigam.hu/cat/hirek/. Additionally, they are accessible at the registered office of the Fund Manager (1091 Budapest, Üllői út 1), at distribution points, and on the website <https://kozzetetelek.mnb.hu/>. The data concerning the net asset value per share are available at the Fund Manager's website. **Taxation:** The effective tax laws of Hungary may affect the Investor's personal tax situation. **Liability:** Please be advised that no claims may be asserted based solely on the document containing key information, except if the information is misleading, inaccurate, or is not in line with other parts of the notice. VIG Asset Management Hungary Closed Company Limited by Shares may only be held liable for any statement made in this document if it is misleading, inaccurate, or is not in accordance with the relevant parts of the Fund's Prospectus and Management Regulations. It is strongly recommended that you familiarise yourself with the Fund's Prospectus and Management Regulations before purchasing the investment fund shares of the Fund. The Fund presented in this document is authorised in Hungary, and is supervised by the National Bank of Hungary. VIG Asset Management Hungary Closed Company Limited by Shares is authorised to operate in Hungary, and is supervised by the National Bank of Hungary.