

## INVESTMENT POLICY OF THE FUND

The aim of the Fund is to create an investment portfolio through asset allocation between and within asset classes that achieves annualised capital growth for investors higher than the benchmark over a 3-year time horizon. The Fund seeks investment opportunities primarily in emerging markets. 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 is a "total return" fund, which can invest in several asset classes, i.e. instead of focusing on just one sub-sector of the money or capital market, it concentrates its investments within a combination of assets that promises the highest possible return at any given time. The Fund does not aim to track a fixed index, nor does it adhere to a fixed equity-to-bond portfolio ratio, but seeks to vary this ratio within broad boundaries, with the composition of the portfolio changing dynamically in order to achieve the Fund's return target. The Fund's investments focus on emerging markets. The Fund primarily allocates its assets between emerging-market local currency government securities, hard currency government and corporate bonds, and equity markets, in accordance with the latest market expectations. The Fund may thus assume interest rate risk, currency risk, credit risk, as well as equity market risk. The Fund may take positions in other regions and markets (e.g. commodity markets) besides the emerging markets. The Fund hedges most of its currency positions, but it may also take open currency positions. In the interest of efficient portfolio design, the Fund may also assume forward and futures positions. The Fund Manager minimises the currency risk of the Fund's currency series against the base currency by means of foreign exchange futures allocated only to this series. In the interest of an efficient portfolio design, the Fund may also assume futures positions as well as OTC foreign exchange and interest rate derivatives. No individual investor's decisions can be made in the Fund. The Fund Manager minimizes the currency risk of the current series of the Fund against the Fund's base currency using currency forward contracts allocated exclusively to this series. The Fund Manager commits to maintaining the coverage level between 90% and 110% of the asset value of the respective series, which qualifies as effective hedging

## MARKET SUMMARY

Several factors supported the rise of the US stock market in July: the weakening of the dollar, algorithmic position building due to declining realized volatility, and the continued strong growth narrative in the technology sector, particularly among AI and semiconductor companies. The economic slowdown – for example, weak consumer spending and labor market data, as well as low private sector growth estimates by ADP Research, the global leader in employment performance measurement – did not cause panic.

The passage of the budget bill known as the "Big Beautiful Bill" provided a significant fiscal stimulus, which supported the stock market in the short term but raised concerns among bond market investors about the already controversial sustainability of public debt in the longer term. The yield on the 10-year US government bonds rose, along with the rest of the yield curve, reflecting uncertainty about the solvency of the government.

European markets showed similarly mixed performance. Favorable developments in trade negotiations supported stock indices, but bond markets saw a significant sell-off, mainly due to expectations of a slowdown in interest rate cuts by the European Central Bank. Inflation rose slightly but remains around the 2% target. The ECB's communication remained cautious, but Vice-President De Guindos warned of the dangers of the EUR/USD rate reaching 1.20, which somewhat halted the euro's appreciation.

The Fund closed the month with a positive return. Regional and other emerging market equities accounted for most of the Fund's performance, while developed market bonds and Indian equities were significant underperformers. We further increased the equity weighting in the Fund and began to hedge part of the risk with S&P puts. Anticipating a further weakening of the dollar, we opened a short position in USDJPY.

## GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	100% WIBOR o/n + 1.7%
ISIN code:	HU0000712385
Start:	07/29/2013
Currency:	PLN
Net Asset Value of the whole Fund:	12,185,387,799 HUF
Net Asset Value of P series:	245,814 PLN
Net Asset Value per unit:	1.230475 PLN

## DISTRIBUTORS

ERSTE Group Bank AG Austria, Vienna Life TU na Zycie S.A. Vienna Insurance Group

## ASSET ALLOCATION OF THE FUND

Asset	Weight
Government bonds	38.18 %
Collective securities	23.98 %
Corporate bonds	19.77 %
Hungarian equities	7.15 %
International equities	5.54 %
T-bills	0.05 %
Current account	7.46 %
Liabilities	-2.03 %
Receivables	0.02 %
Market value of open derivative positions	-0.11 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	113.09 %
Net corrected leverage	121.64 %

### Assets with over 10% weight

Lyxor MSCI Emerging Markets Ex China UCITS ETF

## SUGGESTED MINIMUM INVESTMENT PERIOD

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

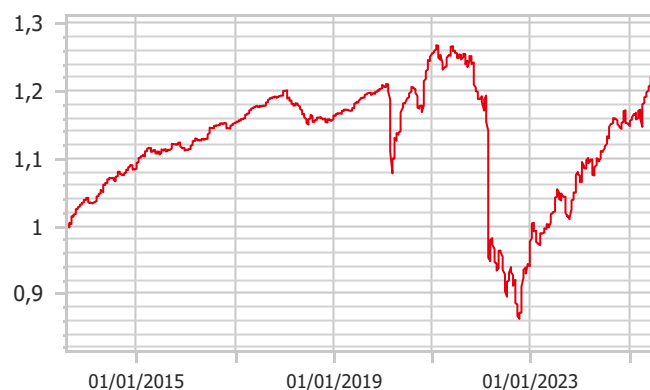
1	2	3	4	5	6	7
←			→			
Lower risk			Higer risk			

## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
YTD	7.15 %	4.16 %
From launch	1.74 %	2.06 %
1 month	0.72 %	0.56 %
3 months	3.78 %	1.73 %
2024	6.05 %	6.75 %
2023	15.36 %	4.49 %
2022	-20.72 %	1.71 %
2021	-5.29 %	-0.60 %
2020	3.89 %	0.41 %
2019	4.12 %	0.23 %
2018	-3.06 %	0.31 %
2017	3.59 %	0.20 %
2016	3.27 %	1.22 %
2015	2.82 %	1.50 %

## NET PERFORMANCE OF THE SERIES

net asset value per share, 07/29/2013 - 07/31/2025



## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields-based on 1 year	4.58 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	0.17 %
Annualized standard deviation of the fund's weekly yields-based on 3 year	6.71 %
Annualized standard deviation of the fund's weekly yields-based on 5 year	9.86 %
WAM (Weighted Average Maturity)	3.93 years
WAL (Weighted Average Life)	5.08 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
US 5YR NOTE (CBT) Sep25 Buy	derivative	Raiffeisen Hun	09/30/2025	18.60 %
POLGB 2034/10/25/34 5%	interest-bearing	Polish State	10/25/2034	9.33 %
2035A	interest-bearing	Government Debt Management Agency Pte. Ltd.	10/24/2035	5.49 %
WIG20 INDEX FUT Sep25 Buy	derivative	Erste Bef. Hun	09/19/2025	5.38 %
EUR/RON 25.08.11 Forward Buy	derivative	ING Bank Hun	08/11/2025	4.92 %
USD/JPY 25.08.18 Forward Sell	derivative	ING Bank Hun	08/18/2025	4.87 %
US 10YR NOTE (CBT)Sep25 Buy	derivative	Raiffeisen Hun	09/19/2025	4.77 %
MVMHU 2027/11/18 0,875% EUR	interest-bearing	MVM Energetika Zártkörűen Működő Részvénytársaság	11/18/2027	4.71 %
MOL 2027/10/08 1,5%	interest-bearing	MOL Magyar Olaj- és Gázipari Nyilvánosan Működő Részvénytársaság	10/08/2027	4.67 %
ANY Biztonsági Nyomda Nyrt.	share	ANY Biztonsági Nyomda Nyilvánosan Működő Részvénytársaság		4.24 %

## 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 | [alapkezo@am.vig](mailto:alapkezo@am.vig) | [www.vigam.hu](http://www.vigam.hu)