

# VIG Opportunity Developed Markets Equity Investment Fund

A series HUF MONTHLY report - 2024 MARCH (made on: 03/31/2024)

## INVESTMENT POLICY OF THE FUND

The Fund aims to profit from the returns on global equity market investments through stock prices and dividend income. According to the intentions of the Fund Manager, the bulk of the Fund's portfolio is made up of shares of foreign companies issued through public offerings, but the Fund may also invest in shares issued by Hungarian companies. The proportion of shares that can be held in the Fund at any given time may reach the prevailing legal maximum. The Fund Manager has the option, at its own discretion, of hedging all or part of its foreign exchange risks using forward currency positions subject to observing the applicable legal requirements.

## MARKET SUMMARY

In the US, the main market-driving event remains the Federal Reserve's interest rate meeting and subsequent press conference. As expected, the key rate was left unchanged, but Jerome Powell made waves at the press conference afterwards. The Fed chairman said, albeit implicitly, that the Fed will no longer aim to keep inflation below 2% and will focus on the unemployment rate. This is a complete reversal of previous statements. Whereas the Fed chairman had previously stressed that his priority was to reduce US inflation, he is now prepared to cut interest rates even if inflation remains higher than expected. This, in turn, puts the investment spectrum on a completely different footing. If the central bank's priority is no longer to reduce inflation, and if it is prepared to cut interest rates because of weak unemployment data, then monetary policy will effectively be reminiscent of the 1970s. Relatively low economic activity and high inflation. That would not be good for anyone, and we can be sure that the markets will test the Fed chairman. In Hungary, the Hungarian National Bank cut its key rate by 75 basis points to 8.25% in March. Vice-president Barnabás Virág said the decision was unanimous. He added that the interest rate will be lowered in smaller increments in the future and that he expects it to be between 6-7% by the summer. The MNB expects inflation to fall to around 5-6% by 2024, and that in the future the forint's appreciation and depreciation will have a greater impact on inflation rates. Following the rate decision, the forint weakened slightly against the euro, rising above the 395 level.

The fund generated a positive return and outperformed its benchmark. During the month we closed out positions in the gold and silver miners as the gold price reached a new all-time high. Despite closing the positions, we remain positive on these asset classes but believe they have rallied too far and too fast. We will buy them back when gold and silver prices fall. We maintain our short position in NVDA as we believe that while artificial intelligence could be very important in the future, the company's share price performance has far exceeded our most optimistic expectations. During the month we bought put options on SMCI shares, which we sold shortly after the option value increased by more than 30%. We are neutral on the markets, waiting to see the market reaction when the US Federal Reserve cuts interest rates.

## GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Erste Bank Hungary Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	100% MSCI World Net Total Return USD Index
ISIN code:	HU0000702485
Start:	04/21/1999
Currency:	HUF
Net Asset Value of the whole Fund:	43,276,533,821 HUF
Net Asset Value of A series:	4,134,221,993 HUF
Net Asset Value per unit:	3.083651 HUF

## DISTRIBUTORS

CIB BANK ZRT, Concorde Securities Ltd., Equilor Befektetési Zrt, Erste Investment Plc., MBH Bank Nyrt., MBH Befektetési Bank Zrt, OTP Bank Nyrt., Raiffeisen Bank cPlc., UniCredit Bank Hungary cPlc., VIG Asset Management Hungary Plc.

## SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	4 yr	5 yr
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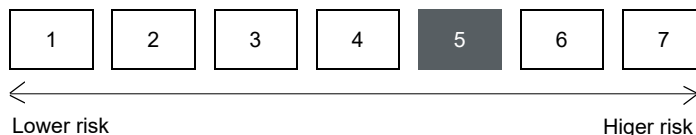
## ASSET ALLOCATION OF THE FUND

Asset	Weight
Collective securities	79.18 %
T-bills	15.10 %
Current account	5.68 %
Market value of open derivative positions	0.11 %
Liabilities	-0.10 %
Receivables	0.03 %
<b>Total</b>	<b>100.00 %</b>
Derivative products	20.47 %
Net corrected leverage	120.42 %

### Assets with over 10% weight

iShares Edge MSCI World Quality Factor UCITS ETF

## RISK PROFILE



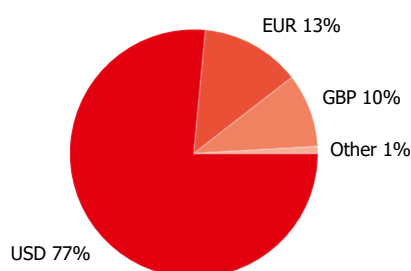
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## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
YTD	14.87 %	15.41 %
From launch	4.62 %	6.94 %
1 month	4.48 %	4.41 %
3 months	14.87 %	15.41 %
2023	13.23 %	14.15 %
2022	-5.39 %	-5.58 %
2021	26.62 %	33.43 %
2020	13.85 %	16.93 %
2019	29.85 %	34.89 %
2018	-4.62 %	-4.51 %
2017	4.95 %	5.12 %
2016	4.75 %	4.31 %
2015	4.57 %	6.48 %
2014	19.63 %	20.20 %

### Currency exposure:



## NET PERFORMANCE OF THE SERIES

net asset value per share, 04/21/1999 - 03/31/2024



## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields-based on 1 year	12.64 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	12.98 %
Annualized standard deviation of the fund's weekly yields-based on 3 year	16.95 %
Annualized standard deviation of the fund's weekly yields-based on 5 year	19.28 %
WAM (Weighted Average Maturity)	0.05 years
WAL (Weighted Average Life)	0.05 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
iShares Edge MSCI World Quality Factor UCITS ETF	investment note	iShares Edge MSCI World Quality	14.42 %
SPDR MSCI World UCITS ETF	investment note	SPDR MSCI World UCITS ETF	9.46 %
iShares MSCI World ETF USD	investment note	iShares MSCI World ETF	9.45 %
iShares MSCI World UCITS ETF	investment note	iShares MSCI World UCITS ETF	9.04 %
iShares Core MSCI World UCITS	investment note	iShares Core MSCI World UCITS ETF	8.36 %
S&P500 EMINI FUT Jun24 Buy	derivative	Equilor	06/21/2024 8.34 %
XMWO-DB MXWO ETF	investment note	XMWO-DB MXWO ETF	7.95 %
US T-Bill 10/31/24	zero coupon	USA	10/31/2024 7.76 %
US T-Bill 05/02/24	zero coupon	USA	05/02/2024 7.35 %
S&P500 EMINI FUT Jun24 Buy	derivative	Equilor	06/21/2024 6.76 %

### 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