

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

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

Name of product: VIG INNOVATIONTREND ESG EQUITY INVESTMENT FUND CI series

ISIN: HU0000733001

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

Date: 30 June 2024

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

Call **+36 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:** CZK **Custodian:** Erste Bank Hungary Zrt.

Benchmark: The Fund has no benchmark index. **Term:** A The fund has an indefinite term, and does not expire, so the investment fund shares can be redeemed at any time.

Objective: The purpose of the investment fund is to create an equity fund that seeks to benefit from innovation in various industries. The Fund aims to achieve long-term capital growth by investing in global companies that are at the forefront of the use of disruptive technologies and can thus play a leading role in their industries. Disruptive technology refers to innovations or developments that significantly change or disrupt existing industries, business models, products or services. The Fund seeks to achieve its objectives mainly through equity-type instruments, primarily exchange-traded funds (ETFs), equities and open-ended public investment funds. Furthermore, it may hold domestic and international equities in its portfolio in addition to domestic and international government securities, and may enter into deposit and repurchase agreements, and may also use derivatives. It invests in companies with strong fundamentals and the ability to create long-term value and competitive advantage through innovation. Trends related to technological innovation are long-term processes that extend beyond normal economic cycles and are generally global and affect the entire world. Consequently, the Fund is not subject to any geographical restrictions. Since the Fund aims to profit from long-term growth and has significant exposure to the equity market, we recommend the Fund to investors who want to invest in the longer term and have a relatively high willingness to take risk. The main factors affecting the Fund's returns are the following: changes in the prices of the financial instruments in the Fund's portfolio, the risks assumed by the Fund, the gain/loss resulting from the currency exposure of the Fund and the change in the operating and other expenses of the Fund. It is the discretionary right of the Fund Manager to decide, in light of trends in the market, whether to reduce the currency risk of positions denominated in currencies other than the target currency by entering into hedging transactions. 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 target 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.

The main factors influencing the Fund's returns: The main factors influencing the Fund's returns are: changes in the prices of financial instruments in the Fund's portfolio, the risks assumed by the Fund, gains/losses arising from the currency exposure within the Fund, and changes in the Fund's operating and other costs. The Fund can achieve returns through the appreciation of financial instruments in its portfolio. The calculation of the Fund's returns is based on Appendix 3 of Bszt. (Act CXXXVIII of 2007).

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 qualifies as a financial product promoting environmental or social characteristics, or a combination of those characteristics. (SFDR, Article 8)

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

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) végéig megtartja a termékét. 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 presented are illustrations presenting the worst, average and best performance of the product – or prior to the launch

of the product, the relevant benchmark – in the past 10 years. Future market developments may vary.

Investment: once 250,000 CZK		If you exit after 1 year	If you exit after the recommended holding period (4 years)
Stress scenario	What you might get back after costs	163,387 CZK	46,521 CZK
	Annual average return	-34.65%	-34.32%
Unfavorable scenario	What you might get back after costs	174,216 CZK	262,762 CZK
	Annual average return	-30.31%	1.25%
Moderate scenario	What you might get back after costs	280,118 CZK	401,359 CZK
	Annual average return	12.05%	12.56%
Favourable scenario	What you might get back after costs	419,514 CZK	527,502 CZK
	Annual average return	67.81%	20.52%

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 250,000 CZK. The “unfavourable” scenario type reflects the most unfavourable development of the value of the product with respect to investments made between September 2014 and March 2024. The “moderate” scenario type reflects the average development of the value of the product with respect to investments made between March 2014 and March 2024. The “favourable” scenario type reflects the most favourable development of the value of the product with respect to investments made between March 2014 and March 2024. 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 advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs 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 (where applicable)]. 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. 250,000 CZK is invested.

	If you exit after 1 year	If you exit after 2 years	If you exit after the recommended holding period (4 years)
Total costs	3,200 CZK	10,275 CZK	20 550 CZK
Annual cost impact (*)	1.28%	1.28%	1.28%

(*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 13,84% before costs and 12.56% after costs.

Composition of costs

One-off costs upon entry or exit	Entry costs	maximum 5.0%	This includes distribution costs equivalent to 5% of the invested amount (12,500 CZK) This is the maximum amount charged to you. The person selling the product to you will inform you about the actual fee.
	Exit costs	maximum 3.5%	3.5% of your investment before it is paid to you.
Ongoing	Management fees and	1.16%	1.16% of the annual value of your investment. This is an estimate based on the actual costs of the past year.

costs (taken each year)	other administrative or operative costs		
	Transaction costs	0.12%	0.12% of the annual value of your investment. This is an estimate based on the costs incurred during our purchase and sale of investments on behalf of the product. The actual amount will vary depending on how much we buy and sell.
Incidental costs	Performance fees	None.	There is no performance fee for this product.

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. If any holder of the Investment Fund Share(s) places a redemption or conversion order for the investment fund shares of the same investment fund within 10 sales days of the time of the purchase or conversion order (T+10), the distributors will charge a penalty premium of 2% in excess of the regular premium, which will be paid to the Fund. The time interval required for the penalty premium to apply shall be determined based on the FIFO principle.

How can I complain?

Orally: in VIG Asset Management Hungary Closed Company Limited by Shares 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.; Fax: +36 1 476 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 alapkezeslo@vigam.hu, by completing our complaint form available at our website (<https://www.vigam.hu/kapcsolatfelvetel-panaszbejelentes/#urlap>), or through the Online Dispute Resolution Platform: <http://ec.europa.eu/odr>

Additional important information

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-kozlemenyek/alapok-dokumentumai/. Monthly portfolio reports are available at <https://www.vigam.hu/jelentesek-kozlemenyek/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://kozvetitelek.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. **The time period considered for calculating past performance data** is 10 years. Past performance is not a reliable indicator of future performance. Markets may perform very differently in the future. There is no data available for a full calendar year yet for the Fund, so we are unable to provide useful information on past performance to our esteemed investors.