

## INVESTMENT POLICY OF THE FUND

The Fund's aim is to function as a stable, averagely low-risk form of investment, while providing investors with higher returns over the medium term than they could expect from bank deposits. In order to ensure liquidity, the Fund intends primarily to hold in its portfolio government bonds and discount treasury bills issued by the Government Debt Management Agency (ÁKK) on behalf of the Hungarian State, and bonds issued by the National Bank of Hungary (MNB). The Fund may hold in its portfolio low-risk debt securities issued by banks and companies, which are expected to provide higher returns than government securities and are denominated in HUF. The Fund may also keep its liquid assets in bank deposits. The fund may hold a limited amount of foreign currency assets in its portfolio, but only subject to the full hedging of currency risk.

## MARKET SUMMARY

In September, Hungarian inflation was below market expectations, the rate of year-on-year price increase was 3%, with which we reached the central bank target for the first time in a long time. Thus inflation could reach the bottom this year, because from October, an upward trend may begin again. At its rate-setting meeting at the end of September, the Monetary Council reduced the base rate by 25 basis points, bringing it down to 6.5%. At the press conference following the meeting, Barnabás Virág - Deputy Governor of the Central Bank - emphasized that decisions will continue to be data-driven, significantly influenced by fresh inflation data, decisions made by central banks in developed markets, risk perceptions, and consumer confidence. In its September inflation report, the central bank revised its GDP forecast for this year downward, predicting that the economy could grow by 1.4% this year. Inflation is expected to be below 4% this year, but next year the rate of price increases is projected to be slightly higher than previously thought, it could arrive between 2.7% and 3.6%, due to the rise in transaction levy. Economic fundamentals remain weak, with the industrial sector struggling, particularly affected by the decline in demand for electric vehicles. Long-term yields decreased slightly in September. On the 5 year maturity yields decreased by 23 basis points and on the 10 year maturity, yields decreased by 15 basis points compared to the beginning of the month. The valuation of domestic bonds remained mostly unchanged in a regional comparison, and the budget is progressing according to the revised deficit target. Overall, we have a positive outlook on the asset class, and the larger bond maturity due in October could support the domestic market, generating greater demand, particularly on the short end of the yield curve.

## GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Raiffeisen Bank Zrt.
Main distributor:	VIG Investment Fund Management Hungary
Benchmark composition:	100% MAX Index
ISIN code:	HU0000702493
Start:	03/16/1998
Currency:	HUF
Net Asset Value of the whole Fund:	47,589,630,378 HUF
Net Asset Value of A series:	13,588,694,575 HUF
Net Asset Value per unit:	5.449827 HUF

## DISTRIBUTORS

CIB BANK ZRT, Concorde Securities Ltd., Equilor Befektetési Zrt, Erste Investment Plc., 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
Government bonds	91.96 %
Corporate bonds	5.44 %
T-bills	1.60 %
Mortgage debentures	0.47 %
Current account	0.59 %
Liabilities	-0.08 %
Receivables	0.02 %
Market value of open derivative positions	0.01 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	3.25 %
Net corrected leverage	100.00 %

### Assets with over 10% weight

2032A (Government Debt Management Agency Pte. Ltd.)

## RISK PROFILE

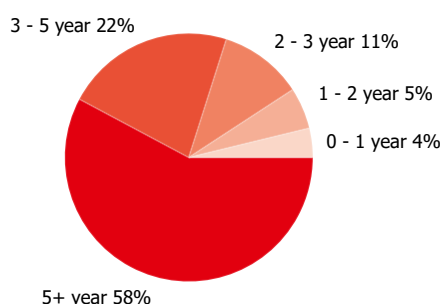
1	2	3	4	5	6	7
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← Lower risk Higher risk →

## NET YIELD PERFORMANCE OF THE SERIES

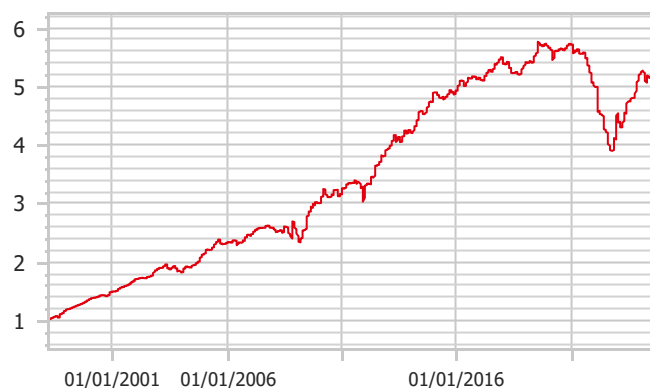
Interval	Yield of note	Benchmark yield
YTD	3.55 %	4.53 %
From launch	6.60 %	3.92 %
1 month	1.05 %	1.12 %
3 months	5.25 %	5.32 %
2023	26.54 %	26.82 %
2022	-17.45 %	-16.05 %
2021	-12.08 %	-11.36 %
2020	0.75 %	1.41 %
2019	6.42 %	7.74 %
2018	-2.24 %	-0.95 %
2017	5.49 %	6.41 %
2016	5.72 %	6.73 %
2015	3.54 %	4.48 %
2014	11.37 %	12.58 %

### Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

net asset value per share, 03/16/1998 - 09/30/2024



## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields- based on 1 year	8.54 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	7.90 %
Annualized standard deviation of the fund's weekly yields- based on 3 year	13.34 %
Annualized standard deviation of the fund's weekly yields- based on 5 year	10.98 %
WAM (Weighted Average Maturity)	5.88 years
WAL (Weighted Average Life)	6.78 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
Magyar Államkötvény 2032/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	11/24/2032	12.28 %
Magyar Államkötvény 2028/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	10/22/2028	8.99 %
Magyar Államkötvény 2030/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	08/21/2030	7.68 %
Magyar Államkötvény 2031/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	10/22/2031	6.98 %
Magyar Államkötvény 2026/D	interest-bearing	Government Debt Management Agency Pte. Ltd.	12/22/2026	6.43 %
Magyar Államkötvény 2029/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	05/23/2029	6.37 %
2035A	interest-bearing	Government Debt Management Agency Pte. Ltd.	10/24/2035	6.23 %
Magyar Államkötvény 2038/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	10/27/2038	6.16 %
Magyar Államkötvény 2027/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	10/27/2027	5.55 %
Magyar Államkötvény 2041/A	interest-bearing	Government Debt Management Agency Pte. Ltd.	04/25/2041	4.91 %

**Legal declaration**

The recent document qualifies as Portfolio Report according to the Kbfv. 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 | [alapkezeslo@am.vig](mailto:alapkezeslo@am.vig) | [www.vigam.hu](http://www.vigam.hu)