

VIG SocialTrend ESG Equity Investment Fund

El series EUR MONTHLY report - 2024 SEPTEMBER (made on: 09/30/2024)

INVESTMENT POLICY OF THE FUND

The purpose of the investment fund is to create an equity fund that can profit from long-term demographic changes and the related changes in consumer habits. The Fund aims to achieve long-term capital growth by investing in global companies that can benefit from the growth and aging of the population, the social and economic changes associated with a healthy lifestyle, urbanisation, the expansion of the emerging markets' middle class and the global economic trends stemming from these social changes, as well as the changing consumption habits driven by such demographic changes.

The Fund aims to achieve its objectives through equity-type instruments, primarily exchange-traded funds (ETFs), equities and open-ended public investment funds. The Fund takes a forward-looking approach and actively seeks companies in industries that can benefit from the long-term global demographic changes and related changes in consumer habits. Investments are made in companies that have strong fundamentals and are well positioned for long-term value creation and competitive advantage due to demographic and social changes. Trends related to demographic and social changes are long-term processes that go 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.

MARKET SUMMARY

US equity markets started September at near-peak levels in a seasonally weak September, but saw a significant correction in the middle of the month. The soft-landing narrative held at the beginning of the month as the inflation was lower than expected. Investors waited for the Fed rate decision with more attention than usual, and a 25 bps cut in line with the soft-landing was more likely at the beginning of the month. This was supported by positive macro data such as low inflation and GDP growth forecasts. However, the labor market data showed a worrying sign, with employment growth slowing down, leading the Fed to finally cut rates by 50 basis points. The stock market reacted positively to the higher cut. The decision contributed to a temporary weakening of the dollar and a decline in short term yields. In Hungary, the gradual moderation in inflation was a positive, but the slowdown in Hungarian exports, especially of automotive products, further worsened the economic outlook. The forint exchange rate fluctuated, mainly due to uncertainties surrounding international interest rate decisions. Overall sentiment was strongly influenced by the international economic slowdown and fears of a recession in Europe. Easing energy prices helped the Hungarian economy, but industrial production and domestic consumption remained under pressure, limiting the growth potential of markets. The MNB cut its base rate by another 25 basis points to 6.50%.

Currently, innovative healthcare companies are one of the most dominant themes in the portfolio, with a particular focus on companies that produce weight loss products. However, there has been some negative news in this industry this month. According to a new analysis, the market for weight-loss drugs could be larger than previously estimated by the end of the decade, but up to 16 new products could be launched by 2029, increasing competition and allowing new entrants to take a significant slice of a highly lucrative business. This market is currently dominated by Novo Nordisk and Eli Lilly, which currently sell their products with huge profit margins, so it is no wonder that several players are looking to enter this market. In September, as a result, we moved away from these two drugmakers towards new aspirants in the weight-loss market.

GENERAL INFORMATION

| | |
|------------------------------------|--|
| Fund Manager: | VIG Investment Fund Management Hungary |
| Custodian: | Erste Bank Hungary Zrt. |
| Main distributor: | VIG Investment Fund Management Hungary |
| Benchmark composition: | Fund has no benchmark |
| ISIN code: | HU0000733084 |
| Start: | 03/11/2024 |
| Currency: | EUR |
| Net Asset Value of the whole Fund: | 1,110,761 USD |
| Net Asset Value of El series: | 3,966 EUR |
| Net Asset Value per unit: | 1.047981 EUR |

DISTRIBUTORS

SUGGESTED MINIMUM INVESTMENT PERIOD

| | | | | | | |
|--------|--------|------|------|------|------|------|
| 3 mths | 6 mths | 1 yr | 2 yr | 3 yr | 4 yr | 5 yr |
|--------|--------|------|------|------|------|------|

ASSET ALLOCATION OF THE FUND

| Asset | Weight |
|---|-----------------|
| Collective securities | 64.67 % |
| International equities | 31.46 % |
| Current account | 4.14 % |
| Liabilities | -0.30 % |
| Receivables | 0.02 % |
| Market value of open derivative positions | 0.01 % |
| Total | 100,00 % |
| Derivative products | 0.00 % |
| Net corrected leverage | 100.00 % |

Assets with over 10% weight

There is no such instrument in the portfolio

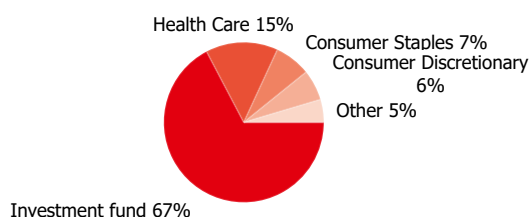
RISK PROFILE

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

NET YIELD PERFORMANCE OF THE SERIES

| Interval | Yield of note | Benchmark yield |
|-------------|---------------|-----------------|
| From launch | 4.80 % | |
| 1 month | -1.07 % | |
| 3 months | 1.41 % | |
| 6 months | 1.99 % | |

Stocks by sectors



NET PERFORMANCE OF THE SERIES

net asset value per share, 03/11/2024 - 09/30/2024



RISK INDICATORS

| | |
|---|------------|
| Annualized standard deviation of the fund's weekly yields-based on 1 year | 7.30 % |
| Annualized standard deviation of the fund's weekly yields-based on 3 year | 7.30 % |
| Annualized standard deviation of the fund's weekly yields-based on 5 year | 7.30 % |
| WAM (Weighted Average Maturity) | 0.00 years |
| WAL (Weighted Average Life) | 0.00 years |

TOP 10 POSITIONS

| Asset | Type | Counterparty / issuer | Maturity |
|--|-----------------|--|----------|
| Xtrackers MSCI World Consumer D UCITS ETF | investment note | Xtrackers MSCI World Consumer D UCITS ETF | 9.56 % |
| Xtrackers MSCI World Consumer ETF | investment note | Xtrackers MSCI World Consumer ETF | 9.46 % |
| Xtrackers MSCI World Health Care UCITS ETF | investment note | Xtrackers MSCI World Health Care UCITS ETF | 8.43 % |
| Xtrackers MSCI World Financials UCITS ETF | investment note | Xtrackers MSCI World Financials UCITS ETF | 8.25 % |
| SPDR MSCI World Health Care UCITS ETF | investment note | SPDR MSCI World Health Care UCITS ETF | 4.15 % |
| Lyxor MSCI World Health Care TR UCITS ETF USD | investment note | Lyxor MSCI World Health Care TR UCITS ETF USD | 3.63 % |
| SPDR MSCI World Consumer Discretionary UCITS ETF | investment note | SPDR MSCI World Consumer Discretionary UCITS ETF | 3.62 % |
| SPDR MSCI World Consumer Staples UCITS ETF | investment note | SPDR MSCI World Consumer Staples UCITS ETF | 3.34 % |
| iShares MSCI World Consumer Staples Sector UCITS ETF | investment note | iShares MSCI World Consumer Stapl Sector UCITS ETF | 3.23 % |
| Lyxor MSCI World Health Care TR UCITS ETF EUR | investment note | Lyxor MSCI World Health Care TR UCITS ETF EUR | 3.22 % |

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 | alapkezel@am.vig | www.vigam.hu