

# VIG Opportunity Developed Markets Equity Investment Fund

I series HUF MONTHLY report - 2024 DECEMBER (made on: 12/31/2024)



## 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

The US equity market had an average performance in December, influenced by rising bond yields and mixed economic data. Although the S&P 500 and the Nasdaq index reached new all-time highs, led mainly by the technology sector, the year-end Santa Claus rally did not deliver the expected results. The ISM services sector index showed a solid growth picture, while labor market data indicated a balanced economy. The Fed's 25 basis point interest rate decision in December was in line with expectations, but Powell's speech suggested less rate cuts next year than expected. This caused a sell-off, that markets have not been able to recover from since. Some sectors, such as semiconductors, did not perform well for other reasons, partly explained by market overpricing and sector-specific uncertainties. In Europe, the German DAX index rose to a new high, supported by a favorable yield environment and expected interest rate cuts by the European Central Bank. But the German market also fell back by the end of December, caused by a political crisis like the one in France. The French market was held back by fiscal uncertainty and tensions around political conflicts, in particular a motion of no confidence in the government. Although weak PMI data indicated a slowdown in the Eurozone economy, investment stimulus statements and expected monetary easing improved sentiment in the cyclical sectors.

The Fund achieved a negative return in December, but outperformed the benchmark index. After the presidential election, the markets corrected a little, and we tried to take advantage of this with purchases that we believe overreacted to the fall. We bought NVDA when the share price fell to very favorable technical levels. We sold this when the initial rise stalled and the share price started to move sideways. The other company we bought into was United Health. This is the company whose CEO was shot and killed in New York in December. The stock fell more than 15% and we thought the market overreacted to the event. This company is in the Dow Jones Index, is extremely profitable, and we think it is only a matter of time before it goes back to the price levels of early December. We still hold a small Tesla short position in the Fund and would like to increase this as we see tensions between Elon Musk and President Trump starting to rise. Our view is that the rise in Tesla stock since November is unwarranted and it is only a matter of time before fundamental factors start to re-determine the share price.

## 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:	HU0000712393
Start:	08/15/2013
Currency:	HUF
Net Asset Value of the whole Fund:	70,728,923,198 HUF
Net Asset Value of I series:	57,024,219,583 HUF
Net Asset Value per unit:	4.073619 HUF

## DISTRIBUTORS

Raiffeisen Bank cPlc., UniCredit Bank Hungary cPlc.

## 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	78.89 %
T-bills	17.73 %
International equities	0.56 %
Current account	3.07 %
Liabilities	-0.15 %
Receivables	0.07 %
Market value of open derivative positions	-0.17 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	20.50 %
Net corrected leverage	120.12 %

### Assets with over 10% weight

US T-Bill 02/20/25 (USA)

iShares Edge MSCI World Quality Factor UCITS ETF

## RISK PROFILE

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

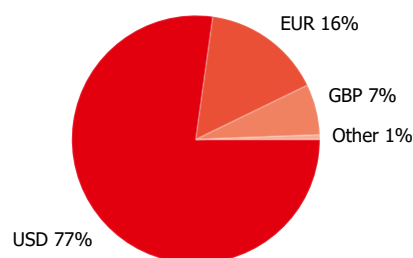
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## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
YTD	32.62 %	34.83 %
From launch	13.14 %	13.80 %
1 month	-1.84 %	-2.03 %
3 months	10.39 %	10.76 %
2024	32.62 %	34.83 %
2023	14.46 %	14.15 %
2022	-4.44 %	-5.58 %
2021	27.89 %	33.43 %
2020	14.94 %	16.93 %
2019	31.10 %	34.89 %
2018	-3.90 %	-4.51 %
2017	5.77 %	5.12 %
2016	5.54 %	4.31 %
2015	5.57 %	6.48 %
2014	20.66 %	20.20 %

### Currency exposure:



## NET PERFORMANCE OF THE SERIES

net asset value per share, 08/15/2013 - 12/31/2024



## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields- based on 1 year	12.57 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	12.90 %
Annualized standard deviation of the fund's weekly yields- based on 3 year	16.69 %
Annualized standard deviation of the fund's weekly yields- based on 5 year	19.09 %
WAM (Weighted Average Maturity)	0.02 years
WAL (Weighted Average Life)	0.02 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity	
US T-Bill 02/20/25	zero coupon	USA	02/20/2025	17.74 %
iShares Edge MSCI World Quality Factor UCITS ETF	investment note	iShares Edge MSCI World Quality		13.87 %
iShares Core MSCI World UCITS	investment note	iShares Core MSCI World UCITS ETF		9.24 %
SPDR MSCI World UCITS ETF	investment note	SPDR MSCI World UCITS ETF		9.23 %
Invesco MSCI World UCITS ETF	investment note	Invesco MSCI World UCITS ETF		9.16 %
iShares MSCI World ETF USD	investment note	iShares MSCI World ETF		7.72 %
XMWO-DB MXWO ETF	investment note	XMWO-DB MXWO ETF		7.45 %
S&P500 EMINI FUT Mar25 Buy	derivative	Erste Bef. Hun	03/21/2025	6.77 %
iShares MSCI World UCITS ETF	investment note	iShares MSCI World UCITS ETF		6.46 %
Xtrackers MSCI World UCITS ETF	investment note	Xtrackers MSCI World UCITS ETF		6.16 %

### 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 | alapkezezo@am.vig | www.vigam.hu