

## INVESTMENT POLICY OF THE FUND

The Fund's objective is to create an investment portfolio that is intended to achieve capital growth through active portfolio management, investing predominantly in US and European companies. Accordingly, the Fund Manager's investment portfolio is composed of developed-market equities, predominantly securities issued by US and European companies and short-term developed-market government bonds. The Fund pursues an active asset allocation policy. If the Fund Manager considers the prevailing capital market conditions to be unfavourable, it may significantly reduce equity exposure in order to protect capital. If capital market conditions appear ideal for taking equity exposure, the Fund Manager may invest the Fund's assets entirely in equities. On average over a full market cycle, the portfolio maintains an equity ratio of approximately 70%.

The Fund's investment universe includes the developed equity, bond and money markets. The Fund intends to hold liquidity related to trading needs in bank deposits or short-term developed-market government securities. As a general rule, of all the equities in the investment universe, the Fund intends to hold those that are considered the most popular among business partners, employees and investors.

The Fund Manager may significantly reduce equity exposure in the event of a break in a rising trend. In this situation, the Fund mainly holds foreign-currency money-market instruments in its portfolio. In the event of a rising market trend and increasing global risk appetite, the Fund will invest in developed-market equities as mentioned above.

The Fund invests at least 80% in assets that are issued and traded outside Hungary.

## MARKET SUMMARY

January was a rollercoaster month for the US stock market. The month began with the major indices slightly lower following disappointing news from Tesla regarding its annual deliveries. The market also came under renewed pressure from rising Treasury yields. A strong employment report raised concerns that the Federal Reserve might keep interest rates high for an extended period. A week later, however, a softer-than-expected inflation report and positive bank earnings reignited the rally.

Anticipation surrounding President-elect Trump's economic strategies, particularly in relation to tariffs, kept investors on edge. The tech sector faced challenges due to high valuations and competitive pressures, particularly from emerging players in the AI space. Chinese start-up DeepSeek claimed to have developed a more cost-effective way of building AI models, which led to a 15-20% drop in the share price of US AI-related names such as NVDA, Marvell Technologies, Broadcom and Constellation Energy.

In Europe, political uncertainties, potential US tariffs and a sluggish Chinese economic growth posed significant risks to the economy. These challenges are likely already reflected in prices, and weak investor sentiment may create opportunities in the future. The European Central Bank (ECB) is expected to have more room to cut interest rates than the Fed.

In Asia, particularly Japan, the market is experiencing a cautious normalization of monetary policy, with expectations of a rate hike from the Bank of Japan (BOJ). The Japanese yen has remained stable, reflecting a careful approach to policy changes. Japan is benefiting from a return to mild inflation and significant wage growth, which is expected to support corporate earnings and improve business sentiment. The BOJ's cautious stance is crucial as it navigates the delicate balance between stimulating growth and controlling inflation.

At the end of December, our quantitative models suggested taking no risk on European markets while maintaining exposure to US equities. The AI story was still one of the most popular investment themes during the month and we had allocations to some of the companies in the space. The sell-off in AI following the DeepSeek news had a negative impact on the Fund. Most of our holdings recovered, with the exception of Nvidia, which we sold during the month-end portfolio rebalancing.

## GENERAL INFORMATION

Fund Manager:	VIG Investment Fund Management Hungary
Custodian:	Erste Bank Hungary Zrt.
Main distributor:	VIG Investment Fund Management Hungary 70% MSCI World Net Total Return
Benchmark composition:	EUR Index + 30% BBG Euro Tre Bills Index TR Index Value Unh EUR
ISIN code:	HU0000734553
Start:	08/07/2024
Currency:	HUF
Net Asset Value of the whole Fund:	8,625,621,441 HUF
Net Asset Value of A series:	4,364,619,909 HUF
Net Asset Value per unit:	1.114987 HUF

## ASSET ALLOCATION OF THE FUND

Asset	Weight
International equities	69.86 %
T-bills	20.26 %
Current account	14.23 %
Liabilities	-13.31 %
Receivables	8.97 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	0.00 %
Net corrected leverage	100.00 %
<b>Assets with over 10% weight</b>	
BTF 0 05/07/25 (French state)	

## DISTRIBUTORS

CIB BANK ZRT, Concorde Securities Ltd., Erste Investment Plc., MBH Befektetési Bank Zrt, Raiffeisen Bank 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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## RISK PROFILE

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

# VIG Active Beta Flexible Allocation Inv Fund

A series HUF MONTHLY report - 2025 JANUARY (made on: 01/31/2025)

## NET YIELD PERFORMANCE OF THE SERIES

Interval	Yield of note	Benchmark yield
YTD	0.17 %	
From launch	11.50 %	
1 month	0.17 %	
3 months	5.31 %	

## NET PERFORMANCE OF THE SERIES

net asset value per share, 08/07/2024 - 01/31/2025



## RISK INDICATORS

Annualized standard deviation of the fund's weekly yields- based on 1 year	9.80 %
Annualized standard deviation of the benchmark's weekly yields- based on 1 year	5.52 %
Annualized standard deviation of the fund's weekly yields- based on 3 year	9.80 %
Annualized standard deviation of the fund's weekly yields- based on 5 year	9.80 %
WAM (Weighted Average Maturity)	0.04 years
WAL (Weighted Average Life)	0.04 years

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