

# AEGON Polish Bond Fund

## P series

### GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	100% TBSP Index
ISIN code:	HU0000713565
Start:	03/28/2014
Currency:	PLN
Total Net Asset Value of the whole Fund:	1,890,118,864 HUF
Net Asset Value of P series:	1,522,210 PLN
Net Asset Value per unit:	1.032722 PLN

### INVESTMENT POLICY OF THE FUND:

The aim of the investment fund is to give investors access to the Polish bond market and to function as a relatively stable, medium-risk investment already medium term, offering our customers stable real returns without the need to tie up their savings for a fixed period. The fund primarily invests into Zloty denominated Polish government bonds but the portfolio manager has some room to use other fixed income investments. We aim to maximise returns with the given risk level. Our investment decisions are based on fundamental research extended by technical research while we also take into account global market sentiment. Expected shifts in the yield curve based on our macro expectations are at the core of our investment process. Risk/return characteristics are also considered when we select suitable and safe investments. We aim to totally hedge any currency risk in the fund.

### DISTRIBUTORS

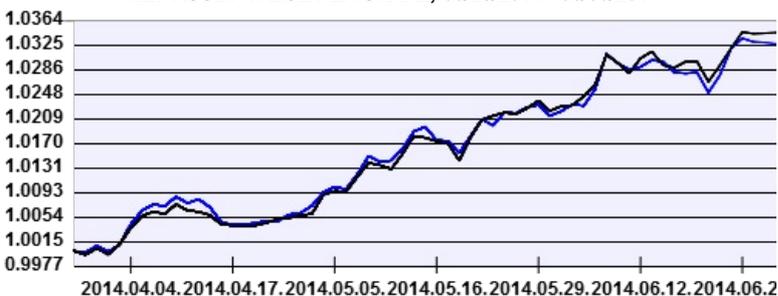
AEGON Towarzystwo Ubezpieczen na Zycie Spolka

### NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	3.27 %	3.45 %
1 month	1.11 %	1.21 %
3 months	3.30 %	3.51 %

### NET PERFORMANCE OF THE FUND

#### NET ASSET VALUE PER SHARE, 03/28/2014 - 06/30/2014



— AEGON Polish Bond Fund P series — Benchmark

Past performance is no guarantee of future results. This report should not be considered as an offer or investment advisory. The Fund Prospectus contains the detailed conditions of the investment. The distribution costs of the fund purchase can be found at the distributors.

### RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	1.28 %
Annualized standard deviation of the benchmark's weekly yields:	1.07 %

### MARKET SUMMARY:

Polish market traded stronger in June. Among the persisting low inflation environment the economy now showed signs of a slowdown as both manufacturing PMI and industrial production data were weaker than expected. After the rate cut of ECB voices that expect the restart of monetary easing cycle became louder. The wire-tapping scandal which negatively affected many politicians from the governing party and also the president of the central bank broke out in this relatively benign environment. This only brought a small and short correction in yields and the zloty's exchange rate but definitely reduced the chance of a fast rate cut. After all we still give a higher chance for a rate cut in autumn than previously.

### ASSET ALLOCATION OF THE FUND ON 06/30/2014

Asset type	Weight
Government bonds	77.51 %
Corporate bonds	22.21 %
Current account	5.22 %
Liabilities	-4.85 %
Market value of open derivative positions total	-0.08 %
Derivative products	15.34 %
Net corrected leverage	115.70 %

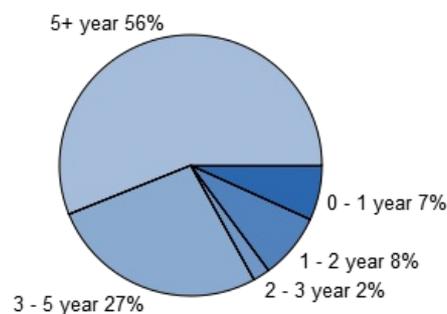
### TOP 5 POSITIONS

PLGB 2018/07/25 2,5% (Lengyel Állam)
PLGB 2021/10 5,75% (Lengyel Állam)
PLGB 2019/07 3,25% (Lengyel Állam)
PLGB 2020/10 5,25% (Lengyel Állam)
PLGB 2019/10 5,50% (Lengyel Állam)

### Assets with over 10% weight

PLGB 2018/07/25 2,5% (Lengyel Állam)
PLGB 2021/10 5,75% (Lengyel Állam)
PLGB 2019/07 3,25% (Lengyel Állam)
PLGB 2020/10 5,25% (Lengyel Állam)

### Bonds by tenor:



### INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

