

# Aegon Money Market Fund institutional 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% ZMAX Index
ISIN code:	HU0000718135
Start:	12/01/2016
Currency:	HUF
Total Net Asset Value of the whole Fund:	8,722,783,947 HUF
Net Asset Value of institutional series:	53,392,735 HUF
Net Asset Value per unit:	1.001525 HUF

## INVESTMENT POLICY OF THE FUND:

The aim of the fund is to function as a stable, very low-risk investment vehicle, but to offer investors better returns than bank deposits. The portfolio elements are selected in accordance with these principles. To ensure liquidity the fund manager primarily aims to hold government bonds and discount treasury bills distributed by the State Debt Management Centre (ÁKK), and bonds issued by the National Bank of Hungary. The average duration of the assets in the portfolio is 6 months, and the average remaining life of the assets may not exceed 12 months. The fund is low-risk, but its portfolio may also contain forint-denominated debt securities issued by banks and corporations, which are expected to ensure a higher return than government securities. In the case of floating rate, forint denominated debt securities the average duration is equal to the number of days remaining until the next interest payment day. The fund may also invest its liquid assets in bank deposits. Besides this, the fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk. Aegon Money Market Fund must hold minimum 80% of its assets in HUF-denominated bonds issued by the members of European Economic Area.

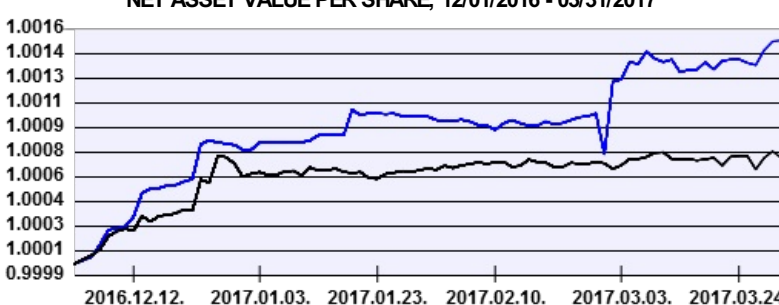
## DISTRIBUTORS

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	0.15 %	0.07 %
1 month	0.05 %	0.00 %
3 months	0.07 %	0.01 %
6 months		0.07 %

## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 12/01/2016 - 03/31/2017



— Aegon Money Market Fund institutional 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

## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



## MARKET SUMMARY:

Momentum in yield decrease did not seem to cease during the month of March as well. The key drivers of the trend are the increasing liquidity of the banking system and the latest measure of the NBH. Irregularly, there were two 3-month deposit maturities in the month, which also led to a squeeze out of approximately 50 billion HUF from the reference instrument. Additionally, around 150 billion HUF of excess liquidity was injected to the system through the FX-swap tenders provided by the NBH. Finally, on its meeting held at the 28th of March, the NBH left the base rate unchanged, but limited the amount of the 3-month depo to 500 billion HUF by the end of Q2. As a consequence of this latter measure, money market yields are expected to stay at the current level for a longer horizon, and approach the zero bound. However, the possibility of negative yields cannot be ruled out as well, which already appeared at the secondary market in the last weeks of the month. Though, market participants have already been seeking for possible alternatives of Hungarian T-bills, in order to avoid negative yields.

As usual, the GDMA announced four 3-month T-bill auction for the month, with an offered amount of 20 billion HUF per each. Average auction yields decreased from 6 bps to 1 bp by the end of the month, with coverage between 0.71-3.34. Investors showed more appetite for the 12-month T-bills, where yields decreased to 12 and 13 basis points, with coverage ratios of 2.4x and 3.2x, respectively. 3-month reference yields decreased by 2 basis points to 7 basis points, meanwhile 12-month reference yields decreased from 13 to 9 basis points.

## ASSET ALLOCATION OF THE FUND ON 03/31/2017

Asset type	Weight
T-bills	41.68 %
Corporate bonds	30.84 %
Government bonds	0.25 %
Current account	23.56 %
Deposit	3.53 %
Market value of open derivative positions	0.19 %
Liabilities	-0.05 %
total	100.00 %
Derivative products	48.96 %
Net corrected leverage	100.01 %

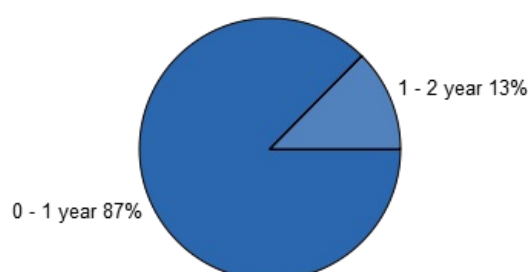
## TOP 5 POSITIONS

MFB 2018/03/28 0,01% (Magyar Fejlesztési Bank Zrt.)
D170719 (Államadósság Kezelő Központ Zrt.)
MAEXIM 2018/02 5,5% USD (Magyar Export-Import Bank Zrt.)
MFB 2018/04/16 1,875% (Magyar Fejlesztési Bank Zrt.)
D170531 (Államadósság Kezelő Központ Zrt.)

## Assets with over 10% weight

MFB 2018/03/28 0,01% (Magyar Fejlesztési Bank Zrt.)
D170719 (Államadósság Kezelő Központ Zrt.)
MAEXIM 2018/02 5,5% USD (Magyar Export-Import Bank Zrt.)

## Bonds by tenor:



## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	0.05 %
Annualized standard deviation of the benchmark's weekly yields:	0.03 %