Aegon Alfa Total Return Investment 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% RMAX Index
ISIN code:	HU0000715974
Start:	03/08/2016
Currency:	HUF
Total Net Asset Value of the whole Fund:	74,607,224,956 HUF
Net Asset Value of institutional series:	6,900,246,980 HUF
Net Asset Value per unit:	1.045811 HUF

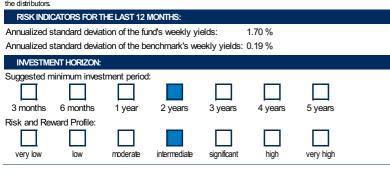
INVESTMENT POLICY OF THE FUND:

The aim of the fund is to achieve a substantial yield for investors by taking high risks and making active use of derivative positions. The fund is decidedly high-risk, particularly due to the derivative positions it takes. The fund is willing to buy or sell all available investment instruments - domestic and foreign bonds, equities and other securities, indeces and currencies - provided it sees the opportunity to make substantial gains. In this respect the fund belongs in the category of opportunistic funds that pursue a multi-strategy investment approach. Within the multi-strategy approach pursued by the fund, 'global macro', 'long-short equity', 'convertible bond arbitrage' and 'managed futures'-type transactions dominate. In terms of asset class, the fund's investments can be divided into three main groups: it takes on extra risk in the bond, currency and equity markets, and in these markets it is prepared to take up both long and short positions within the maximum limits permitted by law, which currently allow double leverage for funds of this type. In its investment decision- aking mechanism the fund assesses fundamental, pricing, technical and behaviouralpsychological factors. The fund management company, exercising all due care, based on its own judgement and decisions, nd while observing the relevant legal provisions and the limitations stipulated in the Fund Documentation, determines the means of utilising the fund's resources, and the weights of the various investments within the portfolio, with a view to ensuring that the fund - in line with our expectations with regard to future risks and returns - achieves its objective in the long term. To ensure liquidity the fund aims to hold government securities issued by the State Debt Management Centre (ÁKK) on behalf of the State of Hungary.

DISTRIBUTORS

DISTRIBUTORS		
Aegon Magyarország Befektetési Alapkezelő Zrt., Raiffeisen Bank Zrt., Unicredit Bank Hungary Zrt.		
NET YIELD PERFORMANCE OF THE SERIES:		
Yield of note	Benchmark yield	
3.99 %	1.07 %	
NET PERFORMANCE OF THE SERIES		
NET ASSET VALUE PER SHARE, 05/01/2016 - 04/30/2017		
2016.07.14. 2016.09.01. 2016.10.19. 2016.12.09. 20 ⁻	+ + 17.01.30. 2017.03.20.	
	CE OF THE SERIES: Yield of note 3.99 % ICE OF THE SERIES NET ASSET VALUE PER SHARE, 05/01/2016 - 04/30/2	

----- Aegon Alfa Total Return Investment 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.



AEGON

MARKET SUMMARY:

Main equity indices finished slightly above their last month closing prices in April thanks to the result of the French presidential election and the announcement of Trump's tax reform. In the beginning of April investors built defensive portfolios as several risks kept market participants in suspense. Intensifying North Korean and Syrian tensions, decaying US-Russian relationship, uncertainties around the timeline of Trump's tax plan and the precarious outcome of the French election made investors cautious. By the end of the month equity indices bounced back as US tax reform was unveiled and the result of the first round of the French election was favorable. Also, strong macro environment and better-than-expected corporate earnings supported the market increase. At the end of April Trump announced the main points of the long-awaited tax plan, which was welcomed by the market. However, many members of the Congress oppose against the plan as it is not clear how the government wants to raise revenues to avoid mounting debt. Centrist Emmanuel Macron and far-right populist Marine Le Pen advanced into the second round of the French presidential election, where polls suggest that Macron is the clear favorite. For this reason, European cyclical stocks surged in April, in which the financial sector was the top performing industry, as besides the improving economic growth, political risks also decrease in the region. British PM Theresa May called for a snap general election in Great Britain that will take place in June. As a consequence, the pound appreciated dramatically. Analysts believe that British government will have more room for manoeuvre in the Brexit negotiations. Due to the appreciation of pound, stock prices of export companies in the basic material sector have plunged, negatively affecting the whole British stock market. As a result of increasing geopolitical tensions, investors bought oil in the beginning of the month, but oil prices finished below their last month closing values because of rising US oil supplies.

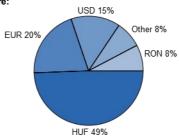
Net equity weight was reduced in April since the fund took profit from several equity positions and opened European and German short positions near the French presidential election as we believed that the effect of a negative outcome would have been more significant than a positive one. However, just before the election the weight of short positions was cut by half because of more favorable outlook. Apart from that Turkish short positions and exposure of MOL were decreased.

ASSET ALLOCATION OF THE FUND ON 04/30/2017 Weight Asset type Government bonds 30.89 % Corporate bonds 19 31 % International equities 17.10 % T-bills 14.41 % Hungarian equities 6.33 % 2.89 % Collective securities Mortgage debentures 2 20 % Current account 5.86 % Liabilities -3.13 % Deposit 2.67 % Receivables 0.95 % Market value of open derivative positions 0.54 % 100,00 % total Derivative products 57 41 % Net corrected leverage 111.85 % TOP 3 POSITIONS

2017C (Államadósság Kezelő Központ Zrt.) MFB 2020/10 6,25% USD (Magyar Fejlesztési Bank Zrt.) Fondul RO

Assets with over 10% weight

There is no such instrument in the portfolio **Currency exposure:**



EGON Befektetési Alapkezelő