

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:	2,136,609,627 HUF
Net Asset Value of P series:	1,965,653 PLN
Net Asset Value per unit:	1.088310 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

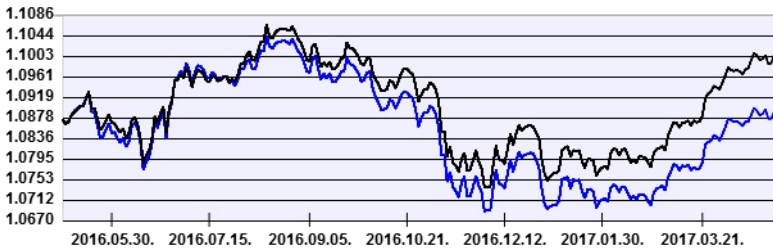
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	2.78 %	3.87 %
2016	-0.38 %	0.25 %
2015	0.22 %	1.68 %

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 05/01/2016 - 04/30/2017



— 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.

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



MARKET SUMMARY:

Polish government bonds had a calmer month after the big rally in March: yields moved sideways and ended the period almost unchanged. Polish Monetary Policy Council did not change interest rates during its April meeting and the statement was also almost unchanged.

Poland has financed 61% of 2017 gross borrowing needs after the last auction and fiscal data - with nicely growing tax receipts - continued to come on the positive side too.

Despite weaker Polish Manufacturing PMI (dropped from 54,2 to 53,5) and CPI (dropped from 2,2% to 2% with lower food prices and higher core inflation) in March, high frequency data was very strong (average gross wages grew by 5,2%, industrial output grew by 11,1% and retail sales accelerated to 9,7% all beating the consensus expectations) and may prompt a change in market expectations about stable rates for a long period (market is pricing in only one full rate hike until the end of 2018). The MPC is unlikely to become more dovish than it is now. The change in the tone seems more likely after July inflation projection.

However, Polish bond yields were supported in April by core markets and risk off mode due to geopolitical tensions during the month.

ASSET ALLOCATION OF THE FUND ON 04/30/2017

Asset type	Weight
Government bonds	77.29 %
T-bills	20.59 %
Current account	3.52 %
Liabilities	-1.39 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.00 %

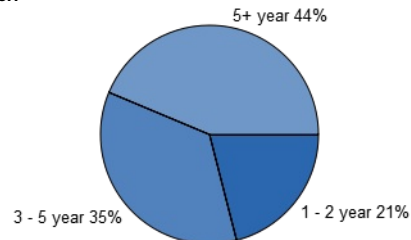
TOP 5 POSITIONS

PLGB 2021/07/25 1,75% (Lengyel Állam)
 PLGB 2022/09 5,75% (Lengyel Állam)
 PLGB 2019/04/25 0% (Lengyel Állam)
 PLGB 2025/07 3,25% (Lengyel Állam)
 PLGB 2022/04/25 2,25% (Lengyel Állam)

Assets with over 10% weight

PLGB 2021/07/25 1,75% (Lengyel Állam)
 PLGB 2022/09 5,75% (Lengyel Állam)
 PLGB 2019/04/25 0% (Lengyel Állam)
 PLGB 2025/07 3,25% (Lengyel Állam)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 2.86 %
 Annualized standard deviation of the benchmark's weekly yields: 2.83 %