

# Aegon Polish Money Market Fund PLN 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% WIBID 1M Index
ISIN code:	HU0000711601
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	32,139,182 PLN
Net Asset Value of PLN series:	20,525,903 PLN
Net Asset Value per unit:	1.077730 PLN

## INVESTMENT POLICY OF THE FUND:

The Fund's goal is to offer a stable and predictable yield at a low risk level for the investors. According to this the fund is only allowed to hold fixed income securities, which were primarily issued or guaranteed by Poland. To a limited extent it is allowed to buy bonds issued by the European Union (and its institutions), the European Central Bank, or the European Investment Bank, if the security is denominated in PLN and its credit rating is at least equal to Poland's rating. Securities issued or guaranteed by Poland can be held regardless of the credit rating up to 100% of the NAV. Maximum allowed duration of the fund is 0.5 year, while maximum weighted average maturity of the portfolio is 1 year. The Fund must limit investment in securities to those with a residual maturity until the legal redemption date of less than or equal to 2 years, provided that the time remaining until the next interest rate reset date is less than or equal to 397 days. To ensure liquidity the fund can also place bank deposits. All of the assets held by the fund are denominated in PLN.

## DISTRIBUTORS

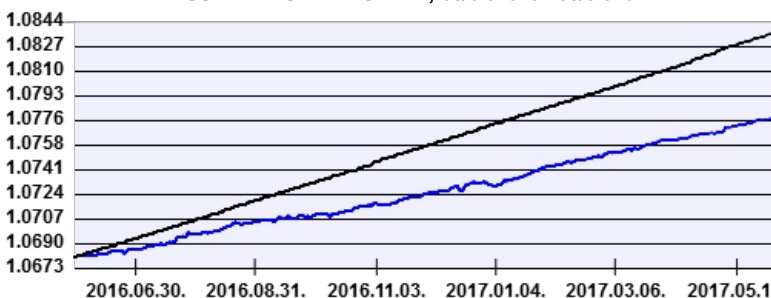
Aegon Towarzystwo Ubezpieczeń na Życie Spółka

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.64 %	2.01 %
2016	0.79 %	1.44 %
2015	0.92 %	1.53 %
2014	1.85 %	2.23 %
2013	2.89 %	2.71 %

## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 06/01/2016 - 05/31/2017



— Aegon Polish Money Market Fund PLN 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: 0.10 %  
Annualized standard deviation of the benchmark's weekly yields: 0.04 %

## MARKET SUMMARY:

Polish government bonds had a strong month again: yields decreased by 15-25bps. Rally was mainly based on supporting international environment, nicely growing tax receipts (surging VAT revenues) and very dovish Polish MPC. Although, the Polish Monetary Policy Council did not change interest rates during its late May meeting, the message was very supportive for rates. Despite the fast GDP growth was acknowledged, the Council does not expect inflation to reach the upper bound of the target, but expects inflation to stabilize below target in the medium term and Glapinski did not acknowledge wage pressure. According to the governor, rate hikes are probably not necessary both in 2017 and in 2018.

With strong growth (4% in Q1 YoY) and tight labour market (wages grew by 4,1% in April YoY) the current market pricing for the Polish rate path seems to be very optimistic (first rate hike only in late 2018).

Poland has financed 66% of 2017 gross borrowing needs in May 2017. High frequency macro data was a bit worse than expected, however it is mainly due to calendar effect. Polish credit risk premium may be close to local minimum, which means longer maturity papers may correlate more with core market yields in the coming months.

## ASSET ALLOCATION OF THE FUND ON 05/31/2017

Asset type	Weight
T-bills	44.63 %
Government bonds	35.82 %
Deposit	18.68 %
Current account	2.38 %
Liabilities	-1.50 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.02 %

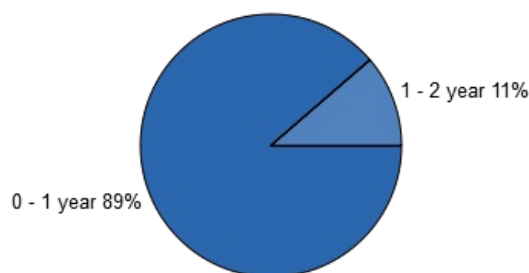
## TOP 5 POSITIONS

PLGB 2017/10 5,25% (Lengyel Állam)  
PLGB 2017/07/25 0% (Lengyel Állam)  
PLGB 2018/10/25 0% (Lengyel Állam)

## Assets with over 10% weight

PLGB 2017/10 5,25% (Lengyel Állam)  
PLGB 2017/07/25 0% (Lengyel Állam)

## Bonds by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

