

Aegon Polish 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% WIBID 1M Index
ISIN code:	HU0000711619
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	30,149,816 PLN
Net Asset Value of institutional series:	10,027,710 PLN
Net Asset Value per unit:	1.090911 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

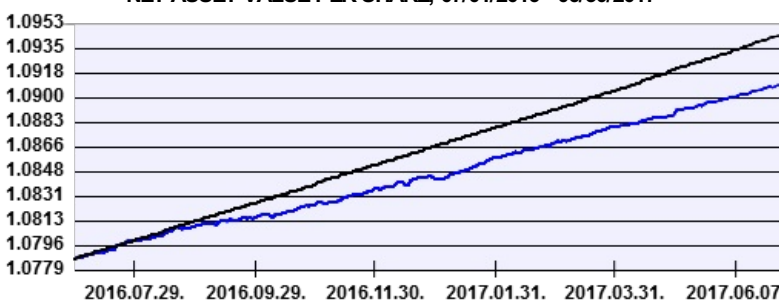
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.88 %	2.00 %
2016	0.99 %	1.44 %
2015	1.12 %	1.53 %
2014	2.25 %	2.23 %
2013	3.10 %	2.71 %

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 07/01/2016 - 06/30/2017



— Aegon Polish 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.

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:	0.05 %

MARKET SUMMARY:

Polish government bonds were more or less stable this month: yields ended June almost unchanged for the short end and belly, but moved a bit higher for the long end. Yield levels became stretched, after the rally based on the nicely growing tax receipts, supportive global environment and dovish Polish Central Bank. It was especially true for the long end: steepness of the yield curve is much more supportive for regional peers (Romania, Hungary) and the 10Y-5Y yield spread in Poland is significantly lower than the long term average. With core yields close to overbought levels, relatively hawkish statements/comments from big central banks, huge continuous inflows into EM bond funds (that may be a excessive) a weakening of the Polish bonds is on the cards for next months.

With strong growth and tight labour market the current market pricing for the Polish rate path seems to be very optimistic (first rate hike only in late 2018).

Poland has financed 70% of gross borrowing needs by June 2017. With improving tax collection and decreasing deficit, the Polish Debt Management Agency cut back the issuance for the third quarter and announced, that they are not going to hold any auctions in July. It is known, that in next month big redemptions will hit the local market, which altogether with the announcement provided a rally at the end of the quarter. But this rally may be short lived.

ASSET ALLOCATION OF THE FUND ON 06/30/2017

Asset type	Weight
T-bills	40.98 %
Government bonds	38.20 %
Deposit	19.93 %
Current account	1.03 %
Liabilities	-0.13 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.03 %

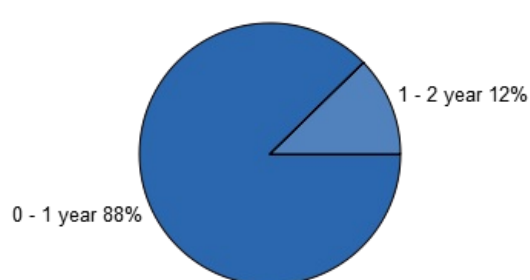
TOP 5 POSITIONS

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:

