

Aegon Maraton Active Mixed Investment Fund

CZK series

GENERAL INFORMATION

| | |
|--|---------------------------------|
| Fund Manager: | AEGON Hungary Fund Manager Ltd. |
| Custodian: | Raiffeisen Bank Zrt. |
| Main distributor: | AEGON Hungary Fund Manager Ltd. |
| Benchmark composition: | 100% RMAX Index |
| ISIN code: | HU0000716055 |
| Start: | 03/17/2016 |
| Currency: | CZK |
| Total Net Asset Value of the whole Fund: | 13,554,072,970 HUF |
| Net Asset Value of CZK series: | 318,122 CZK |
| Net Asset Value per unit: | 1.060405 CZK |

INVESTMENT POLICY OF THE FUND:

The objective of the Fund is to provide capital return for the investors within the appropriate risk limits. The aim of the Fund is to achieve the highest possible return for a given risk level by buying undervalued stocks and fixed income assets and selling overvalued instruments. The Fund is allowed to buy shares, bonds and other instruments, to open short positions on the spot market, to take long and short forward and future positions. Moreover, the Fund can trade on the option market. The portfolio of the Fund is separated into three classes according to their investment objective: Instruments of the first class consist of long positions of long term, fundamentally undervalued, and short positions of overvalued equities. The method of stock picking is identical with the applied methods of Aegon equity related funds and mainly concentrate to the CEE regional markets, although the Fund is allowed to invest in other emerging and developed market instruments. The second class of the Fund's instruments implement the top-down equity strategy of Aegon Asset Management Co., mainly with long and short positions on the futures markets. These positions are based on the scores of the so-called "quadrant model", which is the internal asset allocation model of the Asset Management Company. Instruments of the third class involve the fixed income part of the Fund. The aim of the third class is to reach or exceed the performance of the RMAX Index. The target weight of the first and second classes altogether is 45%.

DISTRIBUTORS

Raiffeisen Bank Zrt.

NET YIELD PERFORMANCE OF THE SERIES:

| Interval | Yield of note | Benchmark yield |
|------------|---------------|-----------------|
| From start | 3.89 % | 0.87 % |

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 10/01/2016 - 09/30/2017



— Aegon Maraton Active Mixed Investment Fund CZK 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:

Positive market sentiment continued in the markets in September thus the American main equity indices reached an absolute peak and the German DAX and the French CAC 40 indices broke out from their decreasing trend channel.

In September, rhetorical conflict between the United States and North-Korea continued after the Phenjan regime exploded an underground hydrogen bomb at the beginning of the month. The experimental explosion has increased risk aversion somewhat but investors are getting used to this kind of news. The United Nations Security Council endorsed the tightening of the sanctions against North-Korea; first, the country's textile import has been banned, second, the oil import has been limited and Chinese banks began restricting the financial operations of North-Korean companies. The FOMC (Federal Open Market Committee) is about to start reducing its balance sheet by \$ 10 billion in October. Despite the lower inflation rates, the market expects an interest rate rise in December. Donald Trump agreed with Congressional Democrats to raise the debt limit to 3 months, generating an internal conflict within the Republican Party.

Among the European Union member states, for the first time Austria issued a 100-year government bond this month. In the German parliamentary election, the CDU/CSU won by 32.8 percent which is lower than expected, while the anti-immigration and anti-euro AfD proved to be stronger and got 13 percent of the votes. First a "Jamaican" coalition is expected by the market, meaning CDU/CSU, FDP and Greens agreement. All of these have a neutral effect on the Euro, however the British could have more difficulties in dealing with Brexit.

In the middle of the month, S&P surprised the market expectations and upgraded the Portuguese government debt to the lowest grade of the investment category (BBB-), while China's long-term government debt was degraded to "A +". Because of the uncertainty of Brexit and deteriorating growth prospects, the British government debt was also degraded to "Aa2" by Moody's. As a result the British currency has plunged. In September, oil price reached a 5-month peak due to the rumor of falling oil exports in the Kurdistan region, the rise in global oil demand and the decline in inventories.

Profit was realized during the month in Globaltrans, Fondul and Wienerberger positions, and we increased our exposure in the telecommunications sector. In line with the weakening Forint, some of the fund's foreign currency exposure was covered. In the future, we expect strengthening Dollar against Forint, that could affect the fund's performance positively.

ASSET ALLOCATION OF THE FUND ON 09/30/2017

| Asset type | Weight |
|---|----------|
| T-bills | 36.79 % |
| International equities | 16.28 % |
| Government bonds | 16.01 % |
| Hungarian equities | 11.69 % |
| Corporate bonds | 5.19 % |
| Mortgage debentures | 1.58 % |
| Collective securities | 0.73 % |
| Current account | 11.11 % |
| Receivables | 1.50 % |
| Liabilities | -0.39 % |
| Market value of open derivative positions | -0.49 % |
| total | 100.00 % |
| Derivative products | 34.01 % |
| Net corrected leverage | 115.99 % |

TOP 5 POSITIONS

| |
|--|
| D171206 (Államadósság Kezelő Központ Zrt.) |
| D171018 (Államadósság Kezelő Központ Zrt.) |
| D171011 (Államadósság Kezelő Központ Zrt.) |
| 2020A (Államadósság Kezelő Központ Zrt.) |
| D171025 (Államadósság Kezelő Központ Zrt.) |

Assets with over 10% weight

| |
|--|
| D171206 (Államadósság Kezelő Központ Zrt.) |
|--|

RISK INDICATORS FOR THE LAST 12 MONTHS:

| | |
|---|--------|
| Annualized standard deviation of the fund's weekly yields: | 3.05 % |
| Annualized standard deviation of the benchmark's weekly yields: | 0.16 % |