

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:	29,578,341 PLN
Net Asset Value of institutional series:	9,846,474 PLN
Net Asset Value per unit:	1.095522 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

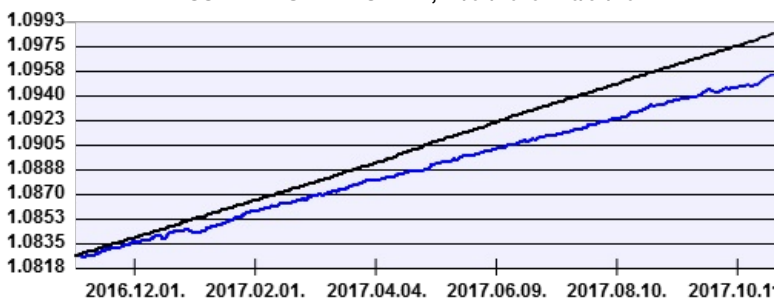
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.84 %	1.97 %
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, 11/01/2016 - 10/31/2017



— 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:	0.09 %
Annualized standard deviation of the benchmark's weekly yields:	0.04 %

MARKET SUMMARY:

Polish government bonds had a mixed month. In the first week of October yields were inching up, then decreased significantly (especially the long end). In the second part of October short term yields come down again becoming quite expensive (~30 bps below base rate - partly because of a big redemption and coupon payments worth ~18bln PLN), belly remained more or less unchanged, meanwhile long end started to sell off (partly because of the returning issuance) ending the month higher in terms of YTM. The steepness of the whole yield curve is more attractive than recently.

The high frequency data signalled that the economy may have accelerated in Q3 (GDP growth should be higher than 4%). Retail sales rose by 8,6% (consensus was 7,9%), employment in the enterprise sector rose by 4,5% (consensus was 4,6%), average gross wages rose by 6% (consensus was 6,2%).

We got some interesting comments from MPC members. Some members were claiming that a rate hike might be needed in 2018 (but someone spoke about rate cut potential too). However, Glapinski still favours stable rates and that should be the most probable path for the markets for the coming months, at least.

Issuance returned to the market: the Ministry of Finance held 2 auctions, a switch and a normal auction. Auctions were ok (almost 7 bln PLN issued on switch, 8bln PLN on normal auction), demand was ok, however long end papers circulated in the system after the auction keeping yields relatively higher.

ASSET ALLOCATION OF THE FUND ON 10/31/2017

Asset type	Weight
T-bills	20.04 %
Government bonds	17.43 %
Current account	34.38 %
Deposit	28.60 %
Liabilities	-0.44 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.15 %

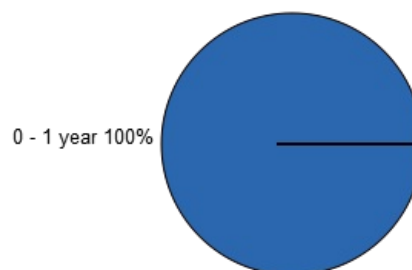
TOP 5 POSITIONS

PLGB 2018/10/25 0% (Lengyel Állam)
PLGB 2018/04/25 3,75% (Lengyel Állam)

Assets with over 10% weight

PLGB 2018/10/25 0% (Lengyel Állam)
PLGB 2018/04/25 3,75% (Lengyel Állam)

Bonds by tenor:



INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

