

Aegon 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% ZMAX Index
ISIN code:	HU0000718135
Start:	12/01/2016
Currency:	HUF
Total Net Asset Value of the whole Fund:	6,891,641,117 HUF
Net Asset Value of institutional series:	116,077,618 HUF
Net Asset Value per unit:	1.002744 HUF

INVESTMENT POLICY OF THE FUND:

The aim of the fund is to function as a stable, very low-risk investment vehicle, but to offer investors better returns than bank deposits. The portfolio elements are selected in accordance with these principles. To ensure liquidity the fund manager primarily aims to hold government bonds and discount treasury bills distributed by the State Debt Management Centre (ÁKK), and bonds issued by the National Bank of Hungary. The average duration of the assets in the portfolio is 6 months, and the average remaining life of the assets may not exceed 12 months. The fund is low-risk, but its portfolio may also contain forint-denominated debt securities issued by banks and corporations, which are expected to ensure a higher return than government securities. In the case of floating rate, forint denominated debt securities the average duration is equal to the number of days remaining until the next interest payment day. The fund may also invest its liquid assets in bank deposits. Besides this, the fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk. Aegon Money Market Fund must hold minimum 80% of its assets in HUF-denominated bonds issued by the members of European Economic Area.

DISTRIBUTORS

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	0.27 %	0.16 %
1 month	0.03 %	0.00 %
3 months	0.12 %	0.04 %
6 months	0.07 %	0.07 %

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 12/01/2016 - 10/31/2017



— Aegon 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

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



MARKET SUMMARY:

Compared to that of previous months, the NBH decreased the amount of the 3-month deposit facility by 25 billion HUF, thus a significantly smaller amount of liquidity squeezed out to the market. In order to reach the year-end target of 75 billion HUF, an additional 200 billion HUF is to be poured on the interbank market. On its meeting held at the 24th of October, the MPC did not change the base rate, neither announced any new measures, but anticipated a possibility of further loosening in the future.

In contrast to the tendency seen in the previous months, money market yields were set to rise, and returned to the positive domain. The increase in yields was basically driven by the larger issuance of T-Bills announced by the GDMA. Contrarily to the prior months, six 3-month T-Bill auctions were announced, three with the usual offered amount of 15 billion HUF, while 25 billion HUF was offered on 1 and 40 billion HUF on two auctions. The increase was made necessary by the pre-financing of EU tenders. Average auction yields ended up between -5 and 1 basis points, with coverage ratios around 1.18x-2.56x. Apart from the 3-month T-Bill auctions, two 12-month T-bill auctions were held as well, with average yields creeping up to 3 basis points. As a usual practice for the year end, the GDMA also issued 6 week T-Bills for which average auction yields were around 0 and 1 basis point.

The 3 month reference yield stagnated at -4 basis points for the month, while the 12 month reference yield increased from -4 to 0 basis points.

ASSET ALLOCATION OF THE FUND ON 10/31/2017

Asset type	Weight
Corporate bonds	37.89 %
Government bonds	18.66 %
T-bills	15.35 %
Current account	22.57 %
Deposit	4.83 %
Market value of open derivative positions	0.85 %
Liabilities	-0.14 %
total	100.00 %
Derivative products	54.05 %
Net corrected leverage	100.00 %

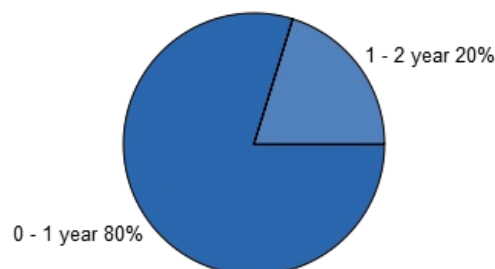
TOP 5 POSITIONS

MFB 2018/03/28 0,01% (Magyar Fejlesztési Bank Zrt.)
2019B (Államadósság Kezelő Központ Zrt.)
MAEXIM 2018/02 5,5% USD (Magyar Export-Import Bank Zrt.)
MFB 2018/04/16 1,875% (Magyar Fejlesztési Bank Zrt.)
D180718 (Államadósság Kezelő Központ Zrt.)

Assets with over 10% weight

MFB 2018/03/28 0,01% (Magyar Fejlesztési Bank Zrt.)
2019B (Államadósság Kezelő Központ Zrt.)
MAEXIM 2018/02 5,5% USD (Magyar Export-Import Bank Zrt.)
MFB 2018/04/16 1,875% (Magyar Fejlesztési Bank Zrt.)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	0.19 %
Annualized standard deviation of the benchmark's weekly yields:	0.04 %