

# Aegon Money Market Fund HUF 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:                               | HU0000702303                    |
| Start:                                   | 09/25/2002                      |
| Currency:                                | HUF                             |
| Total Net Asset Value of the whole Fund: | 7,719,740,276 HUF               |
| Net Asset Value of HUF series:           | 7,590,681,659 HUF               |
| Net Asset Value per unit:                | 2.279980 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

Aegon Magyarország Befektetési Alapkezelő Zrt., Codex Tőzsdeügynökség és Értéktár Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt., Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., SPB Befektetési Zrt., Takarékbank Zrt, Unicredit Bank Hungary Zrt.

## NET YIELD PERFORMANCE OF THE SERIES:

| Interval   | Yield of note | Benchmark yield |
|------------|---------------|-----------------|
| From start | 5.44 %        | 5.91 %          |
| 1 month    | -0.01 %       | 0.01 %          |
| 3 months   | -0.01 %       | 0.01 %          |
| 6 months   | 0.07 %        | 0.05 %          |
| 2017       | 0.05 %        | 0.11 %          |
| 2016       | 0.83 %        | 0.81 %          |
| 2015       | 1.33 %        | 1.25 %          |
| 2014       | 2.21 %        | 2.46 %          |
| 2013       | 4.54 %        | 5.23 %          |
| 2012       | 8.32 %        | 8.52 %          |
| 2011       | 4.65 %        | 5.17 %          |
| 2010       | 4.94 %        | 5.53 %          |
| 2009       | 9.20 %        | 9.30 %          |
| 2008       | 8.78 %        | 8.95 %          |

## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 03/01/2017 - 02/28/2018



— Aegon Money Market Fund HUF 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.

## MARKET SUMMARY:

By the end of 2017, the amount of the 3-month deposits kept at the NBH reached the previously targeted level of 75 billion HUF. Since the central bank has not modified the quantitative constraint regarding the depo facility, the amount outstanding remained at the level of 75 billion HUF for both January and February. At the same time, this implies that no excess liquidity has been squeezed out to the market from the central bank's balance sheet. Unlike the previous months, the NBH announced FX-swap tenders that provide HUF liquidity of the 12-month maturity only. Therefore, the pressure on money market yields has not increased further.

The MPC meeting held at the 27th of February proved to be a non-event, neither the communication published afterwards the meeting contained any surprise. The tone of the communication remained dovish, and there was only one slight change: namely, the sentence referring to the intention to increase the proportion of fixed-rate loans was dropped. In its forward guidance, the NBH has reinstated its commitment to maintain loose monetary conditions for a prolonged period.

The T-Bill auctions held in February were neither eventful. 3-month average auction yields were equal to 0 basis point while 12-month auction yields fluctuated between 0 and 1 basis point. The only interesting event was the auction 40 billion HUF of 6-week liquidity T-Bills, which was later raised to 60 billion HUF.

The 3-month reference yield increased from -3 to -2 basis points in February, while the 12-month reference yield decreased from 0 to -2 basis points.

## ASSET ALLOCATION OF THE FUND ON 02/28/2018

| Asset type                                | Weight   |
|---|----------|
| T-bills                                   | 43.41 %  |
| Corporate bonds                           | 23.33 %  |
| Government bonds                          | 12.96 %  |
| Current account                           | 20.38 %  |
| Market value of open derivative positions | -0.07 %  |
| total                                     | 100,00 % |
| Derivative products                       | 33.77 %  |
| Net corrected leverage                    | 100.00 % |

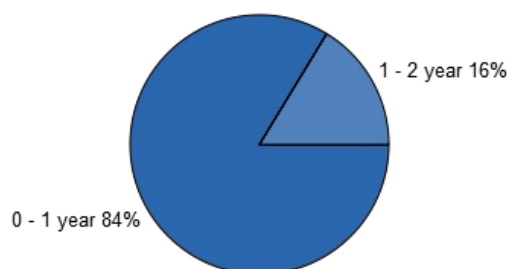
## TOP 5 POSITIONS

MFB 2018/03/28 0,01% (Magyar Fejlesztési Bank Zrt.)  
 2019B (Államadósság Kezelő Központ Zrt.)  
 D181227 (Államadósság Kezelő Központ 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.)  
 D181227 (Államadósság Kezelő Központ 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: 0.03 %

## INVESTMENT HORIZON:

Suggested minimum investment period:

3 months  6 months  1 year  2 years  3 years  4 years  5 years

Risk and Reward Profile:

very low  low  moderate  intermediate  significant  high  very high