Aegon Alfa Total Return Investment 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% RMAX Index |
| ISIN code: | HU0000715974 |
| Start: | 03/08/2016 |
| Currency: | HUF |
| Total Net Asset Value of the whole Fund: | 86,221,744,765 HUF |
| Net Asset Value of institutional series: | 7,414,028,346 HUF |
| Net Asset Value per unit: | 1.070555 HUF |
| | |

INVESTMENT POLICY OF THE FUND:

The aim of the fund is to achieve a substantial yield for investors by taking high risks and making active use of derivative positions. The fund is decidedly high-risk, particularly due to the derivative positions it takes. The fund is willing to buy or sell all available investment instruments - domestic and foreign bonds, equities and other securities, indeces and currencies - provided it sees the opportunity to make substantial gains. In this respect the fund belongs in the category of opportunistic funds that pursue a multi-strategy investment approach. Within the multi-strategy approach pursued by the fund, 'global macro', 'long-short equity, 'convertible bond arbitrage' and 'managed futures'-type transactions dominate. In terms of asset class, the fund's investments can be divided into three main groups: it takes on extra risk in the bond, currency and equity markets, and in these markets it is prepared to take up both long and short positions within the maximum limits permitted by law, which currently allow double leverage for funds of this type. In its investment decision- aking mechanism the fund assesses fundamental, pricina. technical and behaviouralpsychological factors. The fund management company, exercising all due care, based on its own judgement and decisions, nd while observing the relevant legal provisions and the limitations stipulated in the Fund Documentation, determines the means of utilising the fund's resources, and the weights of the various investments within the portfolio, with a view to ensuring that the fund - in line with our expectations with regard to future risks and returns - achieves its objective in the long term. To ensure liquidity the fund aims to hold government securities issued by the State Debt Management Centre (ÁKK) on behalf of the State of Hungary

DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt., Raiffeisen Bank Zrt., Unicredit Bank Hungary Zrt.

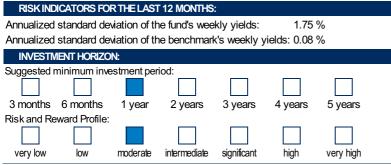
| NET YIELD PERFORMANCE OF THE SERIES: | | |
|--------------------------------------|---------------|-----------------|
| Interval | Yield of note | Benchmark yield |
| From start | 3.23 % | 0.61 % |
| 2017 | 3.91 % | 0.20 % |
| | | |

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 05/01/2017 - 04/30/2018



Aegon Alfa Total Return Investment 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



MARKET SUMMARY:

At the beginning of April, the US market hit a new low this year, the so-called 3T ("Trade-war, Trump and the sustainability of the Technology sector's pricing) was in the limelight of the investors but overall the US equity market could rise somewhat by the end of the month, while the European equity market managed to increase its value by 5%.

Numerous geopolitical tensions emerged and intensified in the last month. China and America continued to deal with trade war, America has launched a rocket attack in Syria to destroy chemical weapons capacities and the markets have been observed by the possible US termination of the Iranian nuclear agreement as well. In addition, in April, the United States announced new sanctions against Russia after the Americans presumed that the Russians had influenced the outcome of the 2016 election. The sanctions were directed against Russian oligarchs, large corporations and politicians but mostly Oleg Gyeripaszka, billionaire's interests were hit. As a result of the news, the Russian index suffered a drop of more than 10% in one day but investors also sold European stocks with significant Russian exposure. By the end of the month, the Russian market managed to rebound somewhat in accordance with the easing of the sanctions but the Rubel suffered a significant weakening against the Dollar.

In April, the Dollar appreciated against the Euro as well and the EURUSD cross managed to break out from its flat trend channel. The strengthening was explained by the Dollar's significant interest advantage, by the monetary policy divergence and the emerged euro-long positioning. In addition, the US 10-year yield reached a 5-year high and an important psychological level, the 3% thus yielding growth could also boost the US currency.

The oil prices managed to hit a 4-year high in April, after the investors priced the possible US termination of the Iranian nuclear agreement and the OPEC's (Organization of the Petroleum Exporting Countries) oil-mining has fallen to a yearly low.

In April, we increased the weight of the risky assets, thus we entered into long German, US and Polish positions, from which the German exposure were realized at the end of the month. After the big fall in the Russian market caused by the sanctions, we bought selectively some individual Russian shares, currently we hold emerging market short position and exposure for Forint weakening in the fund as well.

ASSET ALLOCATION OF THE FUND ON 04/30/2018

| Asset type | Weight | |
|---|----------|--|
| Government bonds | 43.34 % | |
| Corporate bonds | 18.13 % | |
| T-bills | 10.22 % | |
| International equities | 9.43 % | |
| Hungarian equities | 9.27 % | |
| Collective securities | 1.83 % | |
| Mortgage debentures | 0.72 % | |
| Current account | 6.53 % | |
| Receivables | 4.36 % | |
| Liabilities | -3.97 % | |
| Market value of open derivative positions | 0.15 % | |
| total | 100,00 % | |
| Derivative products | 21.77 % | |
| Net corrected leverage | 109.64 % | |
| TOP 3 POSITIONS | | |

| D181227 (Államadósság Kezelő Központ Zrt.) |
|--|
| 2021A (Államadósság Kezelő Központ Zrt.) |
| MFB 2020/10 6,25% USD (Magyar Fejlesztési Bank Zrt.) |
| Assets with over 10% weight |

There is no such instrument in the portfolio



