

Aegon Polish Bond 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% TBSP Index
ISIN code:	HU0000705256
Start:	05/11/2007
Currency:	HUF
Total Net Asset Value of the whole Fund:	10,990,294,837 HUF
Net Asset Value of HUF series:	116,304,973 HUF
Net Asset Value per unit:	1.593274 HUF

INVESTMENT POLICY OF THE FUND:

The aim of the investment fund is to give investors access to the Polish bond market and to function as a relatively stable, medium-risk investment already medium term, offering our customers stable real returns without the need to tie up their savings for a fixed period. The fund primarily invests into Zloty denominated Polish government bonds but the portfolio manager has some room to use other fixed income investments. We aim to maximise returns with the given risk level. Our investment decisions are based on fundamental research extended by technical research while we also take into account global market sentiment. Expected shifts in the yield curve based on our macro expectations are at the core of our investment process. Risk/return characteristics are also considered when we select suitable and safe investments. We aim to totally hedge any currency risk in the fund.

DISTRIBUTORS

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

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	4.34 %	7.27 %
2017	9.53 %	10.82 %
2016	-4.68 %	-4.08 %
2015	-0.35 %	1.10 %
2014	11.85 %	12.94 %
2013	-0.50 %	2.13 %
2012	12.10 %	15.01 %
2011	8.99 %	9.57 %
2010	11.80 %	14.15 %
2009	16.47 %	28.27 %
2008	-16.10 %	-2.99 %

NET PERFORMANCE OF THE SERIES

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



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:

Local news played a less important role in April. Low issuance, redemptions in PLN, low inflation, dovish central bank helped, but this affect faded during the month. According to our opinion most of the good news were already in the price so we took profit on our long positions during the month, taking the stretched levels into consideration too. Global bond yields shaped the Polish bond market too. At the beginning of the month global bond yields could decrease, but mostly based on the commodity price spike yields started to increase from stretched levels. Key levels (3% in case of Treasury, 60-65 bps in case of Bund) proved to be a strong resistance level for now, but we are less bullish on Polgbs for the next months.

ASSET ALLOCATION OF THE FUND ON 04/30/2018

Asset type	Weight
Government bonds	77.23 %
T-bills	13.36 %
Current account	5.27 %
Deposit	3.94 %
Receivables	0.23 %
Liabilities	-0.03 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.00 %

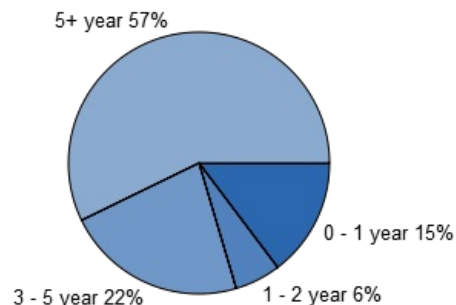
TOP 5 POSITIONS

PLGB 2025/07 3,25% (Lengyel Állam)
PLGB 2021/07/25 1,75% (Lengyel Állam)
PLGB 2023/10/25 4% (Lengyel Állam)
PLGB 2019/04/25 0% (Lengyel Állam)
PLGB 2027/07/25 2,5% (Lengyel Állam)

Assets with over 10% weight

PLGB 2025/07 3,25% (Lengyel Állam)
PLGB 2021/07/25 1,75% (Lengyel Állam)
PLGB 2023/10/25 4% (Lengyel Állam)
PLGB 2019/04/25 0% (Lengyel Állam)
PLGB 2027/07/25 2,5% (Lengyel Állam)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	3.76 %
Annualized standard deviation of the benchmark's weekly yields:	3.75 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

