

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:	7,707,468,381 HUF
Net Asset Value of institutional series:	139,721,888 HUF
Net Asset Value per unit:	1.000795 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 FUND:

Interval	Yield of note	Benchmark yield
From start	0.05 %	0.10 %
1 month	-0.06 %	0.02 %
3 months	-0.15 %	0.00 %
6 months	-0.18 %	-0.01 %
2017	0.18 %	0.11 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 07/01/2017 - 06/30/2018



— 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:

The rise in money market yields seen in May has continued further in June, and became more intensive amidst the further deterioration of international market sentiment. The Hungarian currency reached its historical low against the Euro, which led to tensions both in the Hungarian interbank market and money market, thus challenging the NBH. Although the central bank did not intervene in the market, following the sharp weakening of the HUF it signalled that it rejects to comment on transitory exchange rate movements, and in conjunction with that, neither provided guidelines to the market participants regarding a potential change of the actual dovish monetary conditions. The liquidity level injected to the banking system via FX swap tenders rose further and reached 1 989 billion HUF.

The GDMA offered 3 and 12-month T-Bills in an increased quantity to the public, and contrary to the previous years' practice, 6-weeks liquidity T-Bills were also offered. The average yields evolving at the auctions rose gradually, thus the average yield of the 3-month auctions increased from 15 to 23 basis points, while the average yield of the 12-month auctions increased from 40 to 54 basis. The 6-week liquidity auctions were bid at an average yield of 16 and 13 basis points. Regarding the 3-month auctions, the demand stayed relatively stable, with coverage ratios between 1.6 and 2.8. At the 12-month auction investors demonstrated decreased interest. Especially, at the last auction of the month, when the GDMA had to cut the issued amount in spite of the reduced offered quantity. At the liquidity T-bill auctions the quantity of bids were typically the double of the offered quantity.

The 3-month reference yield decreased from 15 to 13 basis points in June, while the 12-month reference yield increased from 25 to 62 basis points.

ASSET ALLOCATION OF THE FUND ON 06/30/2018

Asset type	Weight
T-bills	59.23 %
Government bonds	12.98 %
Corporate bonds	6.74 %
Current account	21.38 %
Receivables	0.04 %
Market value of open derivative positions	-0.36 %
total	100.00 %
Derivative products	21.35 %
Net corrected leverage	100.00 %

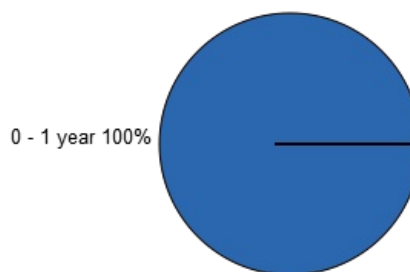
TOP 5 POSITIONS

2019B (Államadósság Kezelő Központ Zrt.)
D181227 (Államadósság Kezelő Központ Zrt.)
D180718 (Államadósság Kezelő Központ Zrt.)
D190227 (Államadósság Kezelő Központ Zrt.)
D190424 (Államadósság Kezelő Központ Zrt.)

Assets with over 10% weight

2019B (Államadósság Kezelő Központ Zrt.)
D181227 (Államadósság Kezelő Központ Zrt.)
D180718 (Államadósság Kezelő Központ Zrt.)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	0.11 %
Annualized standard deviation of the benchmark's weekly yields:	0.04 %