

# Aegon Maraton Active Mixed Investment Fund EUR series

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Raiffeisen Bank Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	100% RMAX Index
ISIN code:	HU0000714894
Start:	10/06/2015
Currency:	EUR
Total Net Asset Value of the whole Fund:	31,449,095,081 HUF
Net Asset Value of EUR series:	11,371,849 EUR
Net Asset Value per unit:	1.083231 EUR

## INVESTMENT POLICY OF THE FUND:

The objective of the Fund is to provide capital return for the investors within the appropriate risk limits. The aim of the Fund is to achieve the highest possible return for a given risk level by buying undervalued stocks and fixed income assets and selling overvalued instruments. The Fund is allowed to buy shares, bonds and other instruments, to open short positions on the spot market, to take long and short forward and future positions. Moreover, the Fund can trade on the option market. The portfolio of the Fund is separated into three classes according to their investment objective: Instruments of the first class consist of long positions of long term, fundamentally undervalued, and short positions of overvalued equities. The method of stock picking is identical with the applied methods of Aegon equity related funds and mainly concentrate to the CEE regional markets, although the Fund is allowed to invest in other emerging and developed market instruments. The second class of the Fund's instruments implement the top-down equity strategy of Aegon Asset Management Co., mainly with long and short positions on the futures markets. These positions are based on the scores of the so-called "quadrant model", which is the internal asset allocation model of the Asset Management Company. Instruments of the third class involve the fixed income part of the Fund. The aim of the third class is to reach or exceed the performance of the RMAX Index. The target weight of the first and second classes altogether is 45%.

## DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt., CIB Bank 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	2.88 %	0.48 %
2017	3.71 %	0.20 %
2016	4.79 %	1.22 %

## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 08/01/2017 - 07/31/2018



----- Aegon Maraton Active Mixed Investment Fund EUR 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:

During July, a slight increase was observable in the price of the main equity indices; both developed and emerging markets managed to increase their value, moreover the US NASDAQ index hit a new historical peak. The second quarterly flash report season started last month, thus market movements were influenced not only by the "trade war" but also by the results of companies. Facebook's shares fell more than 20% after publishing its results because the number of users of the social media site grew less than analysts' expectations.

At the beginning of the month, the "trade war" between Washington and Beijing came to a new level after the tariffs that affect more than 800 Chinese products worth \$34 billion came into effect, in addition, Donald Trump continued to say that the final amount could reach \$550 billion. Nevertheless, by the end of the month the tension decreased, after the Trump-Juncker meeting in Washington ended with the approach of positions that reduced trade-war fears.

In July, Donald Trump and Vladimir Putin met in Helsinki, which was closed without any substantial progress but Trump's contradictory statements made a big turmoil in the American politics.

In Turkey, new negative news have emerged, which put pressure on the performance of the Turkish equity market. In the middle of the month, Fitch downgraded Turkish debt rating to "BB", outlook negative, moreover, the Turkish central bank left the interest rates unchanged, bucking market expectations and causing further lira weakening.

The British people started to lose faith in the success of the May-led Brexit negotiation, which is further enhanced by the resignation of Boris Johnson and David Davis, the Minister of Foreign Affairs and the Brexit Secretary. Although the British Parliament voted for Theresa May's Brexit plan but the EU has rejected May Brexit's proposal.

In July, investors realized profit in the oil market, after the US government is willing to negotiate with Iran's oil buyers about the zero oil import from November. Furthermore, OPEC'S (Organization of the Petroleum Exporting Countries) oil production in July hit a new yearly high and grew to 32.64 million barrels a day, which put also pressure on the price of oil.

In July, we closed our short positions in the US and emerging markets as a result of the Chinese growth-enhancing actions and the not clearly negative investor sentiment; we are expecting underperformance from emerging markets but we see the chances of a stock market rebound. In the first half of the month, we increased our exposure in the Polish videogame developer company (PlayWay) but at the end of the month, we realized profit on this exposure because the company's price approached its historical peak. Moreover, we also increased our exposure in the Richter and OTP bank, while some long Russian position was also opened. The performance of the fund in July was negatively influenced by the tactical Turkish stock market exposure and the strengthening of the Forint against the developed and regional currencies. In June, the fund reached its target asset value of 30 billion Forint, thus from 3th of September the fund can be purchase only with a commission.

## ASSET ALLOCATION OF THE FUND ON 07/31/2018

Asset type	Weight
T-bills	46.68 %
International equities	15.15 %
Government bonds	10.21 %
Hungarian equities	8.75 %
Corporate bonds	6.11 %
Collective securities	3.94 %
Mortgage debentures	0.68 %
Current account	9.97 %
Liabilities	-3.00 %
Market value of open derivative positions	0.91 %
Receivables	0.60 %
total	100.00 %
Derivative products	24.35 %
Net corrected leverage	108.10 %

## TOP 5 POSITIONS

D181227 (Államadósság Kezelő Központ Zrt.)  
 D190227 (Államadósság Kezelő Központ Zrt.)  
 D180905 (Államadósság Kezelő Központ Zrt.)  
 D180912 (Államadósság Kezelő Központ Zrt.)  
 D181121 (Államadósság Kezelő Központ Zrt.)

## Assets with over 10% weight

D181227 (Államadósság Kezelő Központ Zrt.)

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 2.32 %

Annualized standard deviation of the benchmark's weekly yields: 0.14 %