

Aegon Polish 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% WIBID 1M Index
ISIN code:	HU0000711619
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	32,816,109 PLN
Net Asset Value of institutional series:	312,729 PLN
Net Asset Value per unit:	1.105326 PLN

INVESTMENT POLICY OF THE FUND:

The Fund's goal is to offer a stable and predictable yield at a low risk level for the investors. According to this the fund is only allowed to hold fixed income securities, which were primarily issued or guaranteed by Poland. To a limited extent it is allowed to buy bonds issued by the European Union (and its institutions), the European Central Bank, or the European Investment Bank, if the security is denominated in PLN and its credit rating is at least equal to Poland's rating. Securities issued or guaranteed by Poland can be held regardless of the credit rating up to 100% of the NAV. Maximum allowed duration of the fund is 0.5 year, while maximum weighted average maturity of the portfolio is 1 year. The Fund must limit investment in securities to those with a residual maturity until the legal redemption date of less than or equal to 2 years, provided that the time remaining until the next interest rate reset date is less than or equal to 397 days. To ensure liquidity the fund can also place bank deposits. All of the assets held by the fund are denominated in PLN.

DISTRIBUTORS

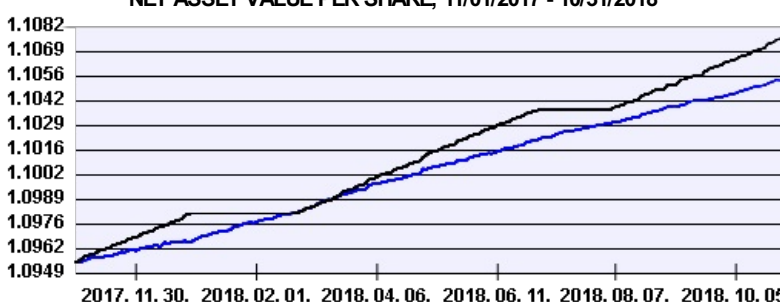
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.68 %	1.82 %
2017	1.12 %	1.47 %
2016	0.99 %	1.44 %
2015	1.12 %	1.53 %
2014	2.25 %	2.23 %
2013	3.10 %	2.71 %

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 11/01/2017 - 10/31/2018



— Aegon Polish 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.

RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	0.05 %
Annualized standard deviation of the benchmark's weekly yields:	0.09 %

MARKET SUMMARY:

October have brought some changes on the polish government bond market. Bond yields started to rise at the beginning of the month, but the short end and the belly of the yield curve ended October a bit lower than a month ago, while the long end closed the period almost unchanged. The trading range regarding the 5 year maturity widened to 25 basis points, whilst regarding the 10 year maturity it has doubled (to 20 basis points) compared to the previous month. The decrease in yields was driven by deterioration of the global market sentiment, the slowdown of the global economic activity and fears around the end of the business cycle, which caused a drop of 15 basis points in the Bund yields, what is one of the most important drivers of the polish government bond yields. Moving on with economic data, in accordance with the expectations, headline inflation decreased further to 1,7% y/y in October. According to the market consensus, inflation will move toward 2% in the spring 2019. In accordance with other indicators, the purchasing manager index decreased further from 50,5 to 50,4. Industrial production surprised to the downside: its value in September was well below market expectations. It arrived at 2,8% y/y, which was the smallest gain since March. With regard to the government budget balance, the Central Statistical Office revised its estimate of 2017 general government deficit to 1.4% of GDP from the previous 1,7%. The budget balance in 2018 has improved further in September, because the surplus increased from 1,052 bn PLN to 3,182 bn PLN, which means, that the monthly surplus amounted to 2,130 bn PLN. The deficit of this year might reach the lowest levels locally, because the slowdown of the economy and the parliamentary elections in the spring 2019 may cause further government spending. This scenario became more probable, as the Law and Justice party has not done too well in the current municipal elections, which may cause a significant year-end spending. Because of the deterioration of the global sentiment, we increased our polish interest rate exposure.

ASSET ALLOCATION OF THE FUND ON 10/31/2018

Asset type	Weight
T-bills	25.55 %
Deposit	65.18 %
Current account	9.29 %
Liabilities	-0.01 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.07 %

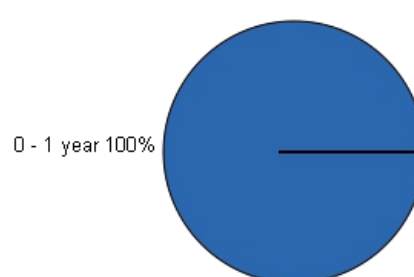
TOP 5 POSITIONS

PLGB 2019/04/25 0% (Lengyel Állam)

Assets with over 10% weight

PLGB 2019/04/25 0% (Lengyel Állam)

Bonds by tenor:



INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

