

# Aegon Polish Money Market Fund PLN 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:	HU0000711601
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	34,382,418 PLN
Net Asset Value of PLN series:	34,069,393 PLN
Net Asset Value per unit:	1.090704 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

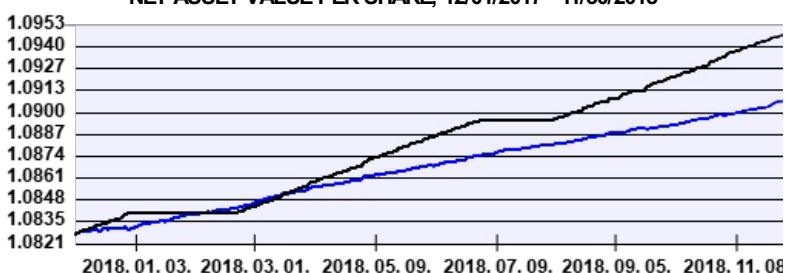
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.43 %	1.82 %
2017	0.92 %	1.47 %
2016	0.79 %	1.44 %
2015	0.92 %	1.53 %
2014	1.85 %	2.23 %
2013	2.89 %	2.71 %

## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 12/01/2017 - 11/30/2018



— Aegon Polish Money Market Fund PLN 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:

In November global developments played the most important role. Bond yields declined, oil prices plunged in a way, which was unseen over a decade. The price has fallen almost by 22% only in November, which was driven by the oversupply and the expectations regarding the lower demand. Consequently the Polish bond market experienced an eventful month. Although the trading range regarding the 3 and 5 year maturity tightened and the yields closed the period almost unchanged, the 10 year bond yields had quite an intensive month. The trading range regarding this maturity widened to 25 basis points, the yields decreased by 17 basis points by the end of the month, so the yield curve has flattened. Moving on with economic data, we experienced significant surprises. Poland's economy grew by 5,1% yoy in the third quarter, but headline inflation decreased to a great extent. In November it declined to 1,2% yoy from the previous 1,8%, which surprised the market, with a value well below expectations. The massive decline was driven mainly by changes in food-, and oil prices. Thus, it is likely to go down further next month, but according to the forecasts it will reaccelerate from January next year based on the possible rises in electricity prices among others. Core inflation fell to 0,7% yoy in line with expectations, and this confirmed that the bar will be high in Poland for a rate hike. After the inflation rate, the Purchasing Managers' Index surprised the market to the downside. In spite of the strong economic data, the PMI declined to 49,5. This is the first time since September 2014, when PMI went below the neutral 50 mark, which was due to the deterioration in new orders, production and employment. This shows that Polish economy started slowing - although the PMI, GDP and the high frequency data do not really show a unified picture. The industrial production beat expectations, surged by 7,4% yoy. Regarding the government budget balance, it improved further. The surplus increased from 3,182 bn PLN to 6,476 bn PLN in October, which means that the monthly surplus amounted to 3,286 bn PLN. This shows clearly, that the fiscal situation in Poland is favorable, thus the Ministry of Finance cancelled outright sale auction for this month and it is likely that there won't be more this year. They introduced switch auctions instead, which do not increase the cash balance of the government, but they can lengthen the maturity structure of government debt by this way.

## ASSET ALLOCATION OF THE FUND ON 11/30/2018

Asset type	Weight
T-bills	20.33 %
Deposit	73.69 %
Current account	11.84 %
Liabilities	-5.85 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.10 %

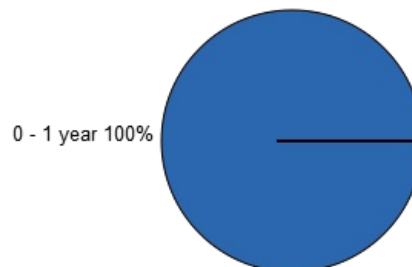
## TOP 5 POSITIONS

PLGB 2019/04/25 0% (Lengyel Állam)

## Assets with over 10% weight

PLGB 2019/04/25 0% (Lengyel Állam)

Bonds by tenor:



## 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 %