

# 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:	58,894,830 PLN
Net Asset Value of PLN series:	58,581,533 PLN
Net Asset Value per unit:	1.091479 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

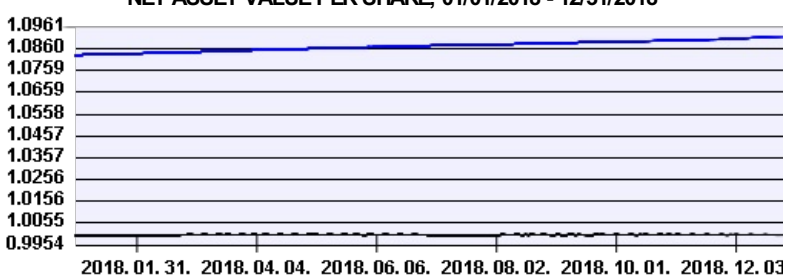
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.43 %	1.80 %
2018	0.78 %	1.07 %
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, 01/01/2018 - 12/31/2018



— 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 December, Polish government bonds had a stellar month. Driven by the decrease in yields on the bond markets of the core countries and the local developments, in Poland yields regarding the 10 and 5 year maturity declined by 20-25 basis points and regarding the 3 year maturity by approximately 10 basis points, so the yield curve has flattened. Moving on with economic data, the Polish economy did well in 2018. Consumption was the main catalyst of the growth, supported by growing wages and record-low unemployment. Thus, according to the market consensus GDP growth can reach 5% in 2018, the highest since 2011. Headline inflation decreased further from the previous 1,3% to 1,1% in December, in line with expectations. Core inflation stood flat at 0,7% y/y, thus both indicators closed the year meaningfully below the inflation target. The current inflation value can be considered as the local trough, as according to the expectations it will show an upward move next year driven by base effects. At the same time, the Purchasing Managers' Index declined further from the previous 49,5 to 47,6, reaching the lowest level since April 2013. The downturn is caused by the fast declines in output and new orders, which reflects the fact, that the trade war has negative impact on export-oriented countries. Consequently, industrial production decreased further from 7,4% to 4,7% in December. Regarding the government budget balance, the surplus rose by almost 70% in a month, as it increased from 6,476 bn PLN to 11,060 bn PLN in November, which means that the monthly surplus amounted to 4,584 bn PLN. Thus, it is possible to achieve the first surplus ever in the Polish state budget in the whole year. However, it will depend on the decision of the Ministry of Finance, because usually December brings an increase in budget spending. Even if the surplus will not be achieved, the government deficit for the year will probably be the lowest (0,2% of GDP) in history.

## ASSET ALLOCATION OF THE FUND ON 12/31/2018

Asset type	Weight
T-bills	11.83 %
Current account	48.39 %
Deposit	40.28 %
Liabilities	-0.49 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.00 %

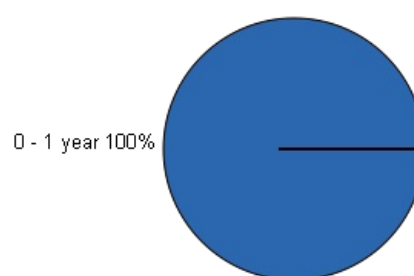
## TOP 5 POSITIONS

PLGB 2019/04/25 0%
PLN Betét
PLN Betét
PLN Betét
PLN Betét

## Assets with over 10% weight

PLGB 2019/04/25 0% (Lengyel Állam)
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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:	0.10 %