

# Aegon Central European Equity Fund CZK series

## GENERAL INFORMATION

Fund Manager: AEGON Hungary Fund Manager Ltd.  
 Custodian: Citibank Europe plc Magyarországi Fióktelepe  
 Main distributor: AEGON Hungary Fund Manager Ltd.  
 Benchmark composition: 45% MSCI Emerging Markets Poland Net Total Return Local Index + 15% MSCI Austria Net Total Return + 15% MSCI Emerging Markets Czech Republic Net Total Return Local Index + 15% MSCI Emerging Markets Hungary Net Total Return Local Index + 10% MSCI Romania Net Total Return  
 ISIN code: HU0000717392  
 Start: 09/01/2016  
 Currency: CZK  
 Total Net Asset Value of the whole Fund: 18,401,188,501 HUF  
 Net Asset Value of CZK series: 122,188 CZK  
 Net Asset Value per unit: 1.221877 CZK

## INVESTMENT POLICY OF THE FUND:

The objective of the fund is to invest in Central and Eastern European equities. The fund is offered for investors who would like to benefit from the long term performance of regional listed companies. The average equity exposure of the fund is 95%. A primary consideration when compiling the fund's portfolio is the need to optimize the aggregate risk of the securities to be included in the fund. In the interest of reducing the risk, the utmost care is taken when selecting the securities to include in the fund's portfolio. The fund buys shares issued by corporations from countries in the Central European region (primarily Hungary, Poland, the Czech Republic, Romania, Slovenia and Croatia, and secondarily, Austria, Russia and Turkey), but it may also invest in the shares of companies in other emerging and developed countries, as well as in other collective investment securities. The fund may hedge a part or all of its currency risks with forward currency positions. To ensure liquidity the fund aims to hold in its portfolio the government securities on behalf of the State of Hungary and bonds issued by the National Bank of Hungary, but in accordance with the statutory regulations the proportion of shares in the portfolio may be up to 100%.

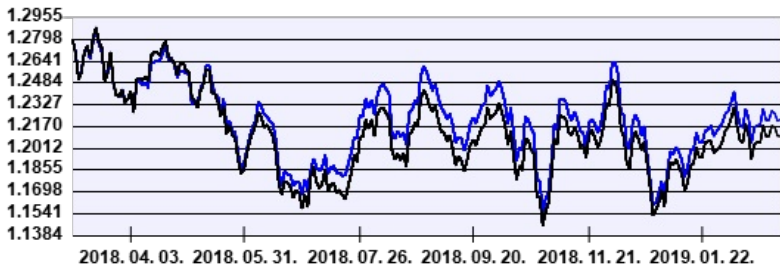
## DISTRIBUTORS

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	8.37 %	8.00 %
2018	-10.74 %	-10.42 %
2017	19.60 %	18.61 %

## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 03/01/2018 - 02/28/2019



— Aegon Central European Equity Fund CZK 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:

3 months  
  6 months  
  1 year  
  2 years  
 3 years  
 4 years  
 5 years

Risk and Reward Profile:

very low  
 low  
 moderate  
 intermediate  
 significant  
 high  
 very high

## MARKET SUMMARY:

In February, the developed market equities continued to rise with a slower pace, while the emerging market equities underperformed for the first time since October. The performance of the Central and Eastern European equities was weaker last month, the domestic equity index (BUX) closed the month in the negative territory. The rise in US equities was supported by the avoiding of the further government shutdown, positive expectations surrounding the trade negotiations and the "patient" position of the FED in further interest rate hikes. However, the 2800 point level is still a resistance for the S&P 500 index. FED decision-makers prefer the wait due to weakening inflation, depressed global growth and falling stock and corporate bond prices. However, the American last quarter GDP data was stronger than expected. The international sentiment was still mostly influenced by the trade war. However, according to the Wall Street Journal, the American and Chinese positions are getting even closer to make a formal agreement in March. The trade war optimism also helped Chinese stocks. Although it was one of the worst capital markets last year, the Shanghai Stock Exchange Composite Index is currently one of the biggest winners this year and is already showing a 25% rise. The rise was also driven by the Chinese government's stimulus measures, in addition, the MSCI index provider would also increase the weight of Chinese shares in its global indices. Brexit remains one of the most important drivers on the European markets. The market is expecting the postponement of the deadline of 29 March. It is planned that on 12 March, Theresa May again submit to the British Parliament a revised Brexit agreement to vote, if the decision-makers reject it again, they can vote on extending the deadline. After a minor correction in early February, oil prices continued to rise. The fall in US crude oil stocks, the Venezuelan political crisis and the OPEC countries' efforts to reduce production have contributed positively to the price of the "black gold". We also received positive news about Hungary in the month, both S&P and Fitch Ratings upgraded Hungary's sovereign debt rating to a stable outlook. The fund achieved a positive return in February and performed in line with its benchmark index. In the Central European region, the best month was closed by Romanian equities, which far outperformed their regional counterparts and reached a 10% return. The Romanian market was followed by the Czech and Austrian shares, while Hungarian and Polish papers have fallen in February. In the fund, the Austrian market was overweighted, which was gradually reduced during the month, within the sectors we were mainly underweight in the banking and oil sector thus also on the Polish market, while the telecommunication companies were overweighted.

## ASSET ALLOCATION OF THE FUND ON 02/28/2019

Asset type	Weight
International equities	75.22 %
Hungarian equities	19.43 %
Collective securities	1.05 %
Current account	4.71 %
Liabilities	-0.39 %
Receivables	0.00 %
total	100.00 %
Derivative products	7.00 %
Net corrected leverage	107.14 %

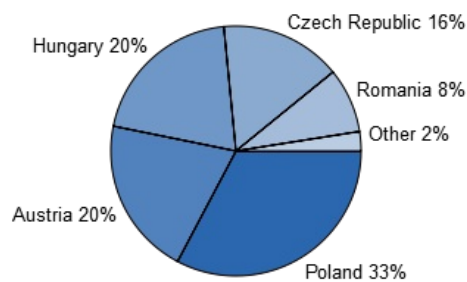
## TOP 5 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
OTP Bank tőzsrészcvény	share	Országos Takarékpénztár és Kereskedelmi Bank Nyrt. (HU)	
CEZ	share	CEZAS (CZ)	
Erste Bank	share	ERSTE BANK AG (AT)	
WIG20 INDEX FUT Mar19 Buy	derivatív	Erste Bef. Hun (HU)	2019. 03. 15.
Komerco Banka	share	Komerco Banka (CZ)	

## Assets with over 10% weight

There is no such instrument in the portfolio

Stocks by countries:



## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	15.16 %
Annualized standard deviation of the benchmark's weekly yields:	15.12 %
WAM (Weighted Average Maturity):	0.00 years
WAL (Weighted Average Life):	0.00 years