

# 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: | 74,744,909 PLN                  |
| Net Asset Value of PLN series:           | 74,431,069 PLN                  |
| Net Asset Value per unit:                | 1.092631 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

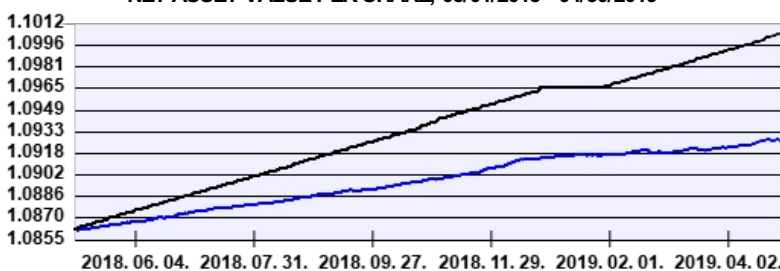
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

## NET YIELD PERFORMANCE OF THE SERIES:

| Interval   | Yield of note | Benchmark yield |
|------------|---------------|-----------------|
| From start | 1.37 %        | 1.83 %          |
| 2018       | 0.78 %        | 1.45 %          |
| 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, 05/01/2018 - 04/30/2019



— 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.

## RISK INDICATORS FOR THE LAST 12 MONTHS:

|                                                                 |            |
|-----------------------------------------------------------------|------------|
| Annualized standard deviation of the fund's weekly yields:      | 0.06 %     |
| Annualized standard deviation of the benchmark's weekly yields: | 0.07 %     |
| WAM (Weighted Average Maturity):                                | 0.18 years |
| WAL (Weighted Average Life):                                    | 0.18 years |

## CREDIT PROFILE

| Issuer                                             | Rating* | Country | Weight  |
|----------------------------------------------------|---------|---------|---------|
| Országos Takarékpénztár és Kereskedelmi Bank Nyrt. | BBB     | HU      | 14.74 % |
| Citigroup Inc.                                     | A       | US      | 14.05 % |
| ING Bank N. V. (Amszterdam)                        | A       | NL      | 12.87 % |
| Lengyel Állam                                      | A       | PL      | 49.63 % |

\*: Average rating of the big three credit rating agencies (S&P, Moody's, Fitch)

## MARKET SUMMARY:

After showing some strengthening in March, a weakening trend began to unfold on the Polish bond market in April. Bond yields rose on every maturity. Regarding the 3 year maturity, there was only a slight rise, but regarding the 5- and the 10 year maturity bond yields closed the month more than 10 basis points higher, which has led to steepening of the yield curve. Moving on with economic data, the growth outlook concerning the Polish economy has been revised slightly downward, so now according to market expectations the Polish economy will expand 4,2% in Q1. However, regarding the growth in Q2 and Q3 the market revised its forecast from 4% to 4,1% and from 3,9% to 4% respectively. In April inflation continued to increase, thus reaching the highest point in the previous year and a half. Annual inflation rate rose to 2,2% from 1,7% above market expectations, which was driven mainly by changes in food and fuel prices. The upward trend in Purchasing Managers' index also continued, because it rose to 48 from the previous 48,7. The decline of new orders and production slowed down, but employment fell at the fastest in over six years. The industrial production slowed to 5,6% year over year in March from 6,9% in the previous month, still beating market expectations. Regarding the government budget balance, the cumulative deficit in the first three months was 4488 million PLN, which means that the monthly deficit amounted to 3695,1 million PLN. Offsetting some slightly negative effect of the previously announced fiscal package, Polish PM Morawiecki announced overhaul of pension system. Assets in the amount of 160 billion PLN will be transferred either to individual pension account or to a virtual account in social security system. The transfer to individual account is burdened with 15% fee and the amount will be tax-free after retirement, while the transfer to the latter requires no fee, but income tax rates will apply when pension is paid.

## ASSET ALLOCATION OF THE FUND ON 04/30/2019

| Asset type             | Weight   |
|------------------------|----------|
| Government bonds       | 49.60 %  |
| Deposit                | 41.64 %  |
| Current account        | 8.91 %   |
| Liabilities            | -0.15 %  |
| total                  | 100,00 % |
| Derivative products    | 0.00 %   |
| Net corrected leverage | 100.00 % |

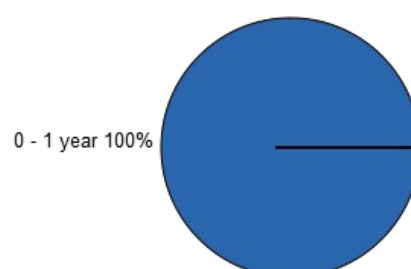
## TOP 10 POSITIONS

| Asset              | Type             | Counterparty / issuer | Maturity      |
|--------------------|------------------|-----------------------|---------------|
| PLGB 2019/07 3,25% | interest-bearing | Lengyel Állam (PL)    | 2019. 07. 25. |
| PLGB 2019/10 5,50% | interest-bearing | Lengyel Állam (PL)    | 2019. 10. 25. |
| PLN Betét          | Betét            | Citibank Hun (HU)     | 2019. 05. 20. |
| PLN Betét          | Betét            | ING Bank Hun (HU)     | 2019. 05. 07. |
| PLN Betét          | Betét            | OTP Bank (HU)         | 2019. 05. 08. |
| PLN Betét          | Betét            | OTP Bank (HU)         | 2019. 05. 07. |

## Assets with over 10% weight

PLGB 2019/07 3,25% (Lengyel Állam)  
PLGB 2019/10 5,50% (Lengyel Állam)

## Bonds by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

