

Aegon Alfa Total Return Investment Fund USD 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% RMAX Index
ISIN code:	HU0000715990
Start:	03/17/2016
Currency:	USD
Total Net Asset Value of the whole Fund:	62,254,403,318 HUF
Net Asset Value of USD series:	6,453,498 USD
Net Asset Value per unit:	1.082244 USD

INVESTMENT POLICY OF THE FUND:

The aim of the fund is to achieve a substantial yield for investors by taking high risks and making active use of derivative positions. The fund is decidedly high-risk, particularly due to the derivative positions it takes. The fund is willing to buy or sell all available investment instruments - domestic and foreign bonds, equities and other securities, indexes and currencies - provided it sees the opportunity to make substantial gains. In this respect the fund belongs in the category of opportunistic funds that pursue a multi-strategy investment approach. Within the multi-strategy approach pursued by the fund, 'global macro', 'long-short equity', 'convertible bond arbitrage' and 'managed futures'-type transactions dominate. In terms of asset class, the fund's investments can be divided into three main groups: it takes on extra risk in the bond, currency and equity markets, and in these markets it is prepared to take up both long and short positions within the maximum limits permitted by law, which currently allow double leverage for funds of this type. In its investment decision-making mechanism the fund assesses fundamental, pricing, technical and behavioural/psychological factors. The fund management company, exercising all due care, based on its own judgement and decisions, and while observing the relevant legal provisions and the limitations stipulated in the Fund Documentation, determines the means of utilising the fund's resources, and the weights of the various investments within the portfolio, with a view to ensuring that the fund - in line with our expectations with regard to future risks and returns - achieves its objective in the long term. To ensure liquidity the fund aims to hold government securities issued by the State Debt Management Centre (ÁKK) on behalf of the State of Hungary.

DISTRIBUTORS

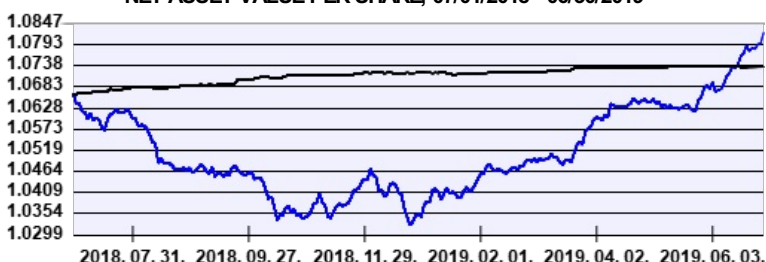
Aegon Magyarország Befektetési Alapkezelő Zrt., Budapest Hitel-és Fejlesztési Bank Zrt., CIB Bank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt., Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Unicredit Bank Hungary Zrt.

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	2.43 %	0.55 %
2018	-1.66 %	0.31 %
2017	3.93 %	0.20 %

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 07/01/2018 - 06/30/2019



— Aegon Alfa Total Return Investment Fund USD 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:

The political uncertainty is still a major factor in today's investment environment. The "Boss", meaning Donald Trump, is not kidding around, he will raise the tariffs by an additional \$300 billion on Chinese imports if the two leaders will not find a common ground on the G-20 meetings - said Wilbur Ross the U.S. Secretary of Commerce. The macroeconomic indicators are still weakening. The Chinese Caixin PMI index fell to 52,7 from 54,4 and its future expectation sub index fell to a 7 year low. Based on this, the Chinese retail consumption is slowing too, while the inflation YoY is reaching 2,7%. The U.S. economy is showing signs of a slowdown too. Although the unemployment rate is still historically very low at 3,6%, but the change in the monthly non-farm payrolls was 75,000 instead of the expected 175,000, and the U.S. PMI came in at 50,5 level which is slightly above recession levels. The German 10 year bond yield made a new all-time low at -31bp, while the Swiss 30 year yield went negative and the 50 year yield is close to 0. The fund performed well in the past month thanks to general market optimism and good stock picking. More than half of the gain was generated by the equity side, and within the equity Graphisoft was the best performer. Other than Graphisoft the Greek exposure that rallied substantially after the EU elections that helped the fund's performance. We are still holding the Greek position because we think there is still more room to go up in that sector. The credit exposure also helped the fund last month. We decreased the Turkish exposure because the stocks hit their target prices. We also bought back our shorts in the DAX and S&P 500 futures because we believe that the actions of the central banks, the result of the G-20 meeting, and the under positioning of major investors, creates some upside potential near future.

ASSET ALLOCATION OF THE FUND ON 06/30/2019

Asset type	Weight
Government bonds	37.50 %
Corporate bonds	30.04 %
Hungarian equities	11.12 %
International equities	9.29 %
Collective securities	6.03 %
Mortgage debentures	0.68 %
T-bills	0.14 %
Current account	6.40 %
Liabilities	-1.18 %
Receivables	0.21 %
Market value of open derivative positions	-0.22 %
total	100,00 %
Derivative products	60.41 %
Net corrected leverage	100.06 %

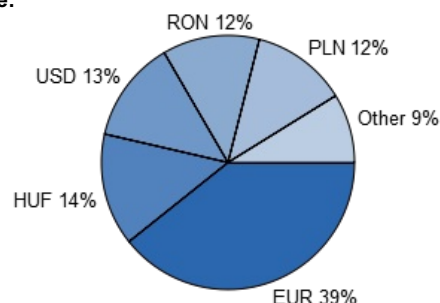
TOP 3 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
Opus Securities átváltható kötvénye	interest-bearing	Opus Securities (LU)	2099. 10. 31.
Magyar Fejlesztési Bank Zrt. 2020/10 6,25%	USD interest-bearing	Magyar Fejlesztési Bank Zrt. (HU)	2020. 10. 21.
ROGB 2029/02/12 5%	interest-bearing	Román Állam (RO)	2029. 02. 12.

Assets with over 10% weight

There is no such instrument in the portfolio

Currency exposure:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	2.44 %
Annualized standard deviation of the benchmark's weekly yields:	0.18 %
WAM (Weighted Average Maturity):	9.72 years
WAL (Weighted Average Life):	10.01 years