

# Aegon Polish Money Market Fund institutional 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:	HU0000711619
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	92,258,652 PLN
Net Asset Value of institutional series:	314,337 PLN
Net Asset Value per unit:	1.111011 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

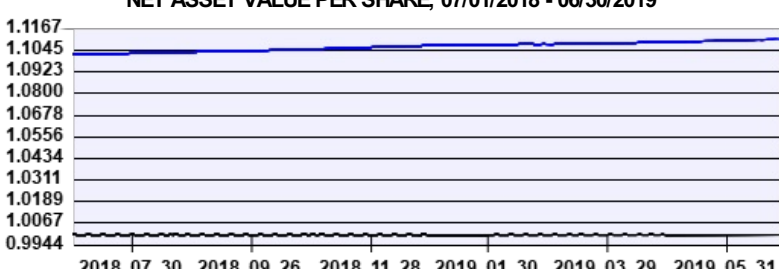
Aegon Towarzystwo Ubezpieczeń na Życie Spółka

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.59 %	1.78 %
2018	0.98 %	1.45 %
2017	1.12 %	1.47 %
2016	0.99 %	1.44 %
2015	1.12 %	1.53 %
2014	2.25 %	2.23 %
2013	3.10 %	2.71 %

## NET PERFORMANCE OF THE SERIES

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



— Aegon Polish Money Market Fund institutional 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:	0.09 %
WAM (Weighted Average Maturity):	0.29 years
WAL (Weighted Average Life):	0.29 years

## CREDIT PROFILE

Issuer	Rating*	Country	Weight
Országos Takarékpénztár és Kereskedelmi Bank Nyrt.	BBB	HU	7.05 %
Citigroup Inc.	A	US	7.59 %
Lengyel Állam	A	PL	77.95 %

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

## MARKET SUMMARY:

The Polish government bond yields continued to decline in June. Regarding the 3- and the 5 year maturity, the bond yields decreased by 9 and 11 basis points respectively, but regarding the 10 year maturity, bond yields closed the month almost 24 basis points lower. So the yield curve has flattened significantly. Moving on with economic data, the economic growth in the second quarter has been revised to 4,4% from the previous 4,3%, and regarding the third quarter the market expectation is 4,3%. The annual growth outlook has also been revised upward to 4,1%. The rise of inflation continued further in June, it arrived at 2,6% year over year from 2,4% in the previous month, thus breaching the central bank's inflation target first time for a very long time. The main driver was the increased food price growth. Further increase of inflation pressure might give a challenge to Governor Glapiński, who did not plan to have any interest rate increases in the foreseeable future. The Purchasing managers' index decreased to 48,4 in June from 48,8 in the previous month, and was below market expectations. New orders declined further and by the most in 2019 so far, mainly due to domestic demand, so this is the 8th consecutive month of contraction in the manufacturing sector. However this is not reflected in high frequency data. Industrial output growth slowed to 7,7% in May from 9,2% in April, still beating the market expectations. Regarding the government budget balance, the cumulative deficit in the first five months was 2158 million PLN, which means that the monthly deficit amounted to 2083 million PLN. As part of the earlier announced fiscal package, the government accepted the law regarding the tax allowance for people below the age of 26. The government plans to exempt all such employees, whose annual income is below roughly PLN 85 000, from paying personal income tax. The new law is going to come into force on 1 August, 2019.

## ASSET ALLOCATION OF THE FUND ON 06/30/2019

Asset type	Weight
Government bonds	77.94 %
Deposit	14.64 %
Current account	7.77 %
Liabilities	-0.34 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.00 %

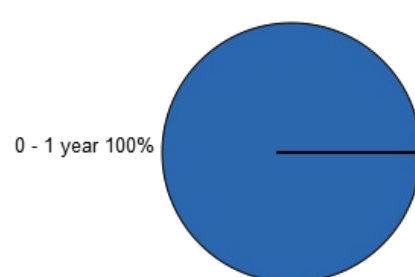
## TOP 10 POSITIONS

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.
PLGB 2020/04 1,5%	interest-bearing	Lengyel Állam (PL)	2020. 04. 25.
PLN Betét	Betét	Citibank Hun (HU)	2019. 07. 05.
PLN Betét	Betét	OTP Bank (HU)	2019. 07. 03.

## Assets with over 10% weight

PLGB 2019/07 3,25% (Lengyel Állam)  
PLGB 2019/10 5,50% (Lengyel Állam)  
PLGB 2020/04 1,5% (Lengyel Állam)

## Bonds by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:

<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
3 months	6 months	1 year	2 years	3 years	4 years	5 years

Risk and Reward Profile:

<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
very low	low	moderate	intermediate	significant	high	very high