

# Aegon Domestic Bond Fund institutional series

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Raiffeisen Bank Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	100% MAX Index
ISIN code:	HU0000718127
Start:	12/01/2016
Currency:	HUF
Total Net Asset Value of the whole Fund:	23,841,122,553 HUF
Net Asset Value of institutional series:	1,239,803,953 HUF
Net Asset Value per unit:	1.141706 HUF

## INVESTMENT POLICY OF THE FUND:

The fund is intended to serve as a stable, moderately low-risk form of investment, and to offer investors higher returns than bank deposits over the medium term. The portfolio elements are selected in accordance with the above principles. To ensure liquidity, the fund primarily aims to hold bonds and discount treasury bills issued by the State Debt Management Centre on behalf of the State of Hungary, as well as bonds issued by the National Bank of Hungary. The fund has a low risk profile, but its portfolio may also contain forint-denominated debt securities issued by banks and corporations, which are expected to yield a higher return than government securities. The fund may also keep its liquid assets in bank deposits. Besides this, the fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk. Aegon Domestic Bond Fund must hold minimum 80% of its assets in HUF-denominated bonds issued by the members of European Economic Area.

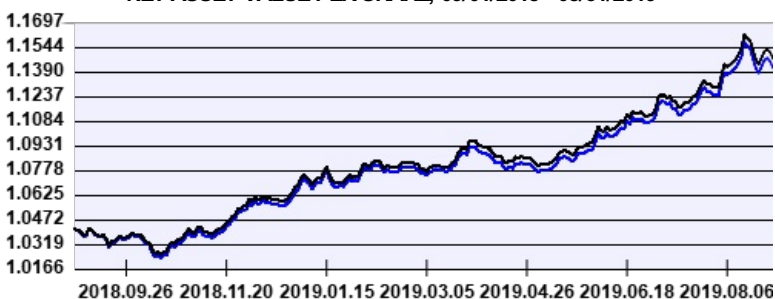
## DISTRIBUTORS

## NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	4.94 %	5.27 %
2018	-1.51 %	-0.95 %
2017	6.28 %	6.41 %

## NET PERFORMANCE OF THE FUND

### NET ASSET VALUE PER SHARE, 09/01/2018 - 08/31/2019



— Aegon Domestic Bond 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.

## MARKET SUMMARY:

August proved to be a volatile month: the US president imposed new tariffs on chinese goods, pushing core market yields to local low, and this was followed by domestic yields. After this, we saw some correction until the end of the month. Inflation figures are slightly improving in Hungary, but the comments of NBH, according to which they see downside risks to the longer-term inflation outlook, have taken its toll on the EURHUF exchange rate. During the month, 10 year bond yields fell about 40 basis points, but in the middle of the month long end bond yields were 65 basis points lower.

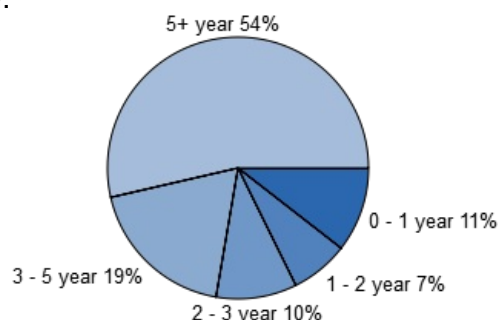
## ASSET ALLOCATION OF THE FUND ON 08/31/2019

Asset type	Weight
Government bonds	92.34 %
T-bills	2.89 %
Corporate bonds	2.89 %
other assets	0.97 %
Mortgage debentures	0.94 %
Liabilities	-1.60 %
Receivables	1.39 %
Current account	0.28 %
Market value of open derivative positions	-0.09 %
total	100.00 %
Derivative products	2.97 %
Net corrected leverage	100.00 %

## Assets with over 10% weight

2025B (Államadósság Kezelő Központ Zrt.)  
 2027A (Államadósság Kezelő Központ Zrt.)  
 2026D (Államadósság Kezelő Központ Zrt.)  
 2022A (Államadósság Kezelő Központ Zrt.)

## Bonds by tenor:



## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 3.62 %  
 Annualized standard deviation of the benchmark's weekly yields: 3.55 %

## 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