

# 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% WBID 1M Index
ISIN code:	HJ0000711601
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	106,459,876 PLN
Net Asset Value of PLN series:	106,143,698 PLN
Net Asset Value per unit:	1.098930 PLN

## INVESTMENT POLICY OF THE FUND:

The aim of the fund is to function as a stable, low-risk investment vehicle, but to offer investors better returns than the performance of the current benchmark index. The fund is a standard variable net asset value money market fund. The portfolio elements are selected in accordance with these and the Money Market Funds' principles. The portfolio elements are selected in accordance with the above mentioned principles and based on the EU wide regulation on money market funds. To ensure liquidity the fund manager primarily aims to hold government bonds and discount treasury bills issued by the Polish Debt Management Agency, and short-term instruments (e.g. deposits, repos) available on the interbank market. The fund is allowed to invest in securities issued or guaranteed by any EU member state, and in money market instruments issued or guaranteed by a supranational institution established in the EU in accordance with the Money Market Funds Regulation. The fund is only allowed to invest in debt securities, which are classified as investment grade on average by the external credit rating agencies. In addition, some financial assets, which are particularly addressed by the EU wide money market regulation, shall have a favourable assessment based on the internal credit quality assessment procedure. The fund may also hold investment units or shares within the framework of the Money Market Funds Regulation. The Fund invests at least 50% of its assets in PLN denominated assets (money market instruments issued or guaranteed by the Polish state; deposits; cash), also fulfilling the diversification requirements of the Money Market Funds Regulation. The Fund shall have a weighted average maturity no more than 6 months, and a weighted average life no more than 12 months. Moreover, the Fund shall also be allowed to invest in money market instruments 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. The fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk (the difference between the currency risk exposure of the derivative instrument and the hedged instrument can be maximum 5%). Aegon Polish Money Market Fund is not a guaranteed investment. The risk of loss of the principal is to be borne by the investor. An investment in Aegon Polish Money Market Fund is different from an investment in deposits, with particular reference to the risk that the principal invested in Aegon Polish Money Market Fund is capable of fluctuation. Aegon Polish Money Market Fund does not rely on external support for guaranteeing the liquidity of the fund or stabilising the NAV per unit or share.

## DISTRIBUTORS

Aegon Towarzystwo Ubezpieczeń na Życie Spółka

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.29 %	1.76 %
2019	0.57 %	1.18 %
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 %

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	0.13 %
Annualized standard deviation of the benchmark's weekly yields:	0.08 %
WAM (Weighted Average Maturity):	0.11 years
WAL (Weighted Average Life):	0.11 years

## CREDIT PROFILE:

Issuer	Rating*	Country	Weight
Államadósság Kezelő Központ Zrt.	BBB	HU	28.32 %
Citigroup Inc.	A	US	4.70 %
ERSTE BANK AG	A	AT	4.70 %
ING Bank N.V. (Amsterdam)	A	NL	9.40 %
Lengyel Állam	A	PL	36.08 %

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

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
POLGB2020/04/25 1.5%	interest-bearing	Lengyel Állam (PL)	2020.04.25
PLN Betét	Betét	ING Bank Hun (HU)	2020.03.04
D200429	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.04.29
D200325	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.03.25
POLGB2020/07/25 0%	zero coupon	Lengyel Állam (PL)	2020.07.25
PLN Betét	Betét	Citibank Hun (HU)	2020.03.04
PLN Betét	Betét	Erste Bank Hun (HU)	2020.03.04
D200603	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.06.03
D200318	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.03.18
D200311	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.03.11

## MARKET SUMMARY:

In February, the Polish bond market saw a sharp decline in yields, mainly due to the risk aversion surrounding the coronavirus. Yields were down 20 basis points at the 3-year maturity, 27 bps at the 5-year maturity and 37 bps at the 10-year maturity. Thus, the yield curve has flattened. Moving further on the economic data, the Polish economy expanded by 3.2% in the last quarter of 2019, thus slightly outperforming market expectations. Forecasts for the first and second quarters of 2020 have been revised downwards, from 3.6% to 3% and 3.4% to 3% respectively. Forecasts for both 2020 and 2021 show an increase of 3.3%. Year-on-year inflation accelerated to 4.4% in January, ahead of expectations. This has been the highest inflation rate increase since October 2011, mainly due to rising food prices. The Purchasing Management Index rose 48.2 points in February from 47.8 points in January, thus exceeding expectations of 48 points. For the 16th consecutive month, this is below the 50-point mark, which was mainly due to the fact that new orders and exports continued to fall in February. Industrial production grew 1.1% in the first month of the year, although slower than in the previous month, but still exceeded market expectations. As far as the government's budget, according to the Ministry of Finance, the 2019 deficit was PLN 13.67 billion. In the first month of the New Year, a budget surplus of PLN 3.477 billion was recorded.

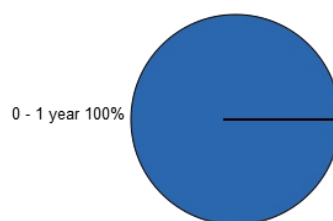
## ASSET ALLOCATION OF THE FUND ON 02/29/2020

Asset type	Weight
T-bills	33.49 %
Government bonds	30.95 %
Current account	20.52 %
Deposit	18.81 %
Liabilities	-4.39 %
Market value of open derivative positions	0.61 %
Receivables	0.02 %
total	100.00 %
Derivative products	42.20 %
Net corrected leverage	100.04 %

## Assets with over 10% weight

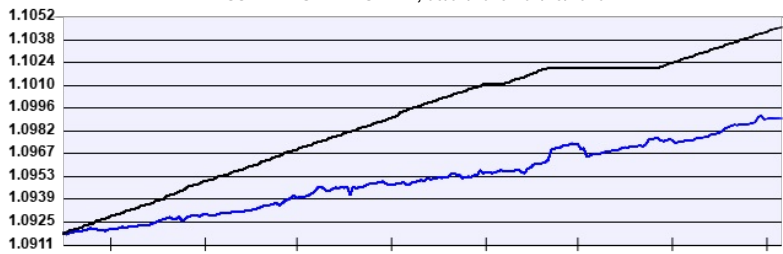
POLGB 2020/04/25 1,5% (Lengyel Állam)

Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 03/01/2019 - 02/29/2020



— 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.

## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

