

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:	145,132,045 PLN
Net Asset Value of PLN series:	144,815,195 PLN
Net Asset Value per unit:	1.100712 PLN

INVESTMENT POLICY OF THE FUND:

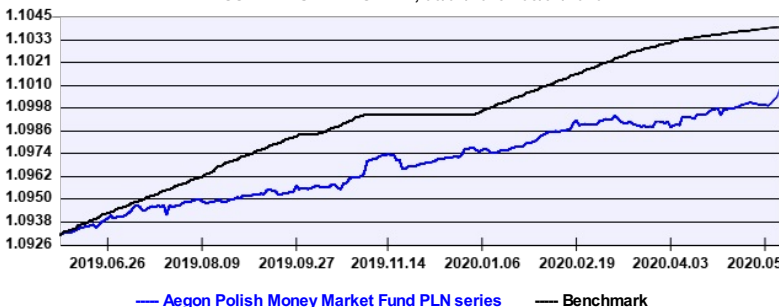
The aim of the fund is to function as a stable, low-risk investment vehicle, but to offer investors better returns than the performance of the current benchmark index. The fund is a standard variable net asset value money market fund. The portfolio elements are selected in accordance with these and the 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 Moneymarket 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 Moneymarket Fund is different from an investment in deposits, with particular reference to the risk that the principal invested in Aegon Polish Moneymarket Fund is capable of fluctuation. Aegon Polish Moneymarket 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 PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 06/01/2019 - 05/31/2020



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:	0.16 %
Annualized standard deviation of the benchmark's weekly yields:	0.08 %
WAM (Weighted Average Maturity):	0.23 years
WAL (Weighted Average Life):	0.23 years

CREDIT PROFILE:

Issuer	Rating*	Country	Weight
Államadósság Kezelő Központ Zrt.	BBB	HU	41.44 %
ERSTE BANK AG	A	AT	6.89 %
Lengyel Állam	A	PL	42.80 %

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

TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
POLGB2020/07/25 0%	zero coupon	Lengyel Állam (PL)	2020.07.25
POLGB2020/10/25 5,25%	interest-bearing	Lengyel Állam (PL)	2020.10.25
D200624	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.06.24
D210224	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2021.02.24
PLN Betét	Betét	Erste Bank Hun (HU)	2020.06.03
Magyar Államkötvény 2020/A	interest-bearing	Államadósság Kezelő Központ Zrt. (HU)	2020.11.12
D200610	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.06.10
D200603	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.06.03
D200617	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.06.17
D200826	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.08.26

MARKET SUMMARY:

The Polish bond market continued to rally in May. Yields were stable for most of the month, but fell by 33 basis points at the 3-year maturity, by 36 basis points at the 5-year maturity and by 35 basis points at the 10-year maturity as a result of the cut in interest rates at the end of the month. Moving on to the economic data, the Polish economy is expected to face a deep recession this year. The forecast in May is that the 2020 GDP is expected to contract by 3.7%, with growth of 3.6% in 2021 and 3.1% in 2022. GDP expectations for the second and third quarters were also revised downwards, the former from -8.3% down to -8.4% and the latter from -4.3% to -5.9%. According to preliminary data, the YoY of inflation slowed to 2.9% in May from 3.4% in April. Food price inflation has slowed and fuel prices have fallen further as a result of the fall in oil prices. While the accelerating inflation was the problem before the corona virus outbreak, it is a bigger concern now whether the rate of price growth will reach the 2.5% target set by the central bank. Thus, due to the risk of declining economic activity and inflation, the central bank lowered the key rate to 0.1% at the end of May - timing was surprising for market participants. The Purchasing Managers Index rose to 40.6 points in May from 31.9 points in April, exceeding the expectations of 35.4 points. The indicator is still below the 50-point marker for the 19th consecutive month, which was caused in May mainly by the closure of the economy due to the corona virus. However, new orders and employment have already started to rise from their April lows. Industrial production produced a record decline of 24.6% in April, which was below market expectations. As for the government budget, the accumulated deficit for the first three months was PLN 18,882.9 million, so that in April the government generated a deficit of PLN 9,528.4 million.

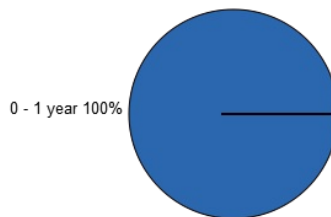
ASSET ALLOCATION OF THE FUND ON 05/31/2020

Asset type	Weight
T-bills	63.98 %
Government bonds	20.11 %
Current account	10.59 %
Deposit	6.88 %
Liabilities	-1.43 %
Market value of open derivative positions	-0.12 %
total	100.00 %
Derivative products	40.59 %
Net corrected leverage	100.00 %

Assets with over 10% weight

POLGB 2020/07/25 0% (Lengyel Állam)
POLGB 2020/10/25 5,25% (Lengyel Állam)
D200624 (Államadósság Kezelő Központ Zrt.)
D210224 (Államadósság Kezelő Központ Zrt.)

Bonds by tenor:



NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
Fromstart	1.27 %	1.73 %
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 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

