

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:	20,918,002,924 HUF
Net Asset Value of institutional series:	1,899,654,622 HUF
Net Asset Value per unit:	1.142628 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.

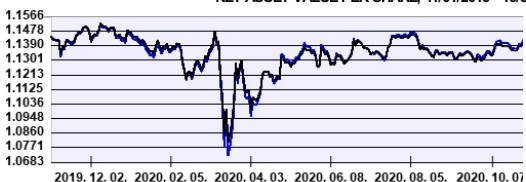
DISTRIBUTORS

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	3.46 %	3.68 %
2019	7.23 %	7.74 %
2018	-1.51 %	-0.95 %
2017	6.28 %	6.41 %

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 11/01/2019 - 10/31/2020



— 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:

The September inflation numbers hit the market as a positive surprise, as analysts were expecting 3.8% and instead the number came in at 3.4% YoY. With this, the central bank gained time, leaving both the key rate and the one-week deposit rate unchanged during the month of October. However, some parameters of the government securities purchase program were changed at the meeting. For each security series, the available-for-purchase amount was increased from 33% to 50%, and the range of available-for-purchase assets was also expanded. However, purchases are still focused on the longer maturities. During the month, the yield curve went slightly lower, with the 10-year yield closing down by 11 basis points, the 5-year yield by 6 basis points and the 3-year yield by 10 basis points. Within the region, the valuation of the Hungarian government securities increased slightly compared to the previous month. Government bond issuance is proceeding according to plan, and the rapidly deteriorating fiscal trend appears to be stalling. Investor sentiment is shaped by the second wave of the coronavirus and the approaching U.S. presidential election.

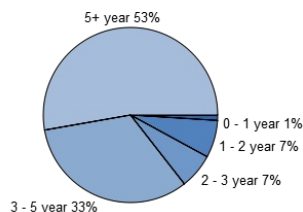
ASSET ALLOCATION OF THE FUND ON 10/31/2020

Asset type	Weight
Government bonds	90.38 %
Corporate bonds	5.76 %
Current account	4.08 %
Liabilities	-0.15 %
Receivables	0.03 %
Market value of open derivative positions	-0.08 %
total	100.00 %
Derivative products	3.06 %
Net corrected leverage	100.00 %

Assets with over 10% weight

2027A (Államadósság Kezelő Központ Zrt.)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	7.89 %
Annualized standard deviation of the benchmark's weekly yields:	7.27 %
WAM (Weighted Average Maturity):	5.31 years
WAL (Weighted Average Life):	5.87 years

INVESTMENT HORIZON:

Suggested minimum investment period:

<input type="checkbox"/> 3 months	<input type="checkbox"/> 6 months	<input checked="" type="checkbox"/> 1 year	<input type="checkbox"/> 2 years	<input type="checkbox"/> 3 years	<input type="checkbox"/> 4 years	<input type="checkbox"/> 5 years
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Risk and Reward Profile:

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