

# Aegon Domestic Bond Fund HUF 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:	HU0000702493
Start:	03/16/1998
Currency:	HUF
Total Net Asset Value of the whole Fund:	19,746,399,531 HUF
Net Asset Value of HUF series:	17,633,269,263 HUF
Net Asset Value per unit:	5.577700 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 foreign-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

Aegon Magyarország Befektetési Alapkezelő Zrt., CIB Bank Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt., Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Takarékbank Zrt., Unicredit Bank Hungary Zrt.

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	7.77 %	4.48 %
2020	0.75 %	1.41 %
2019	6.42 %	7.74 %
2018	-2.24 %	-0.95 %
2017	5.49 %	6.41 %
2016	5.72 %	6.73 %
2015	3.54 %	4.48 %
2014	11.37 %	12.58 %
2013	8.83 %	10.03 %
2012	23.83 %	21.90 %
2011	0.46 %	1.64 %

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	7.64 %
Annualized standard deviation of the benchmark's weekly yields:	7.00 %
WAM (Weighted Average Maturity):	5.69 years
WAL (Weighted Average Life):	6.34 years

## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



## MARKET SUMMARY:

In January, inflation was in line with market expectations, i.e. consumer prices were 2.7% higher than a year earlier. The central bank left the key rate unchanged at its February interest rate setting meeting, and the one-week deposit rate did not change during Thursday's tenders either. Inflation is expected to pick up in the coming months and is likely to peak in the second quarter. Due to the base-effects, a larger price increase is expected around the April-May period, however, if the reopening of the economy is scheduled for these two months, it is possible that the central bank will no longer watch it idly. The amount of the weekly government securities purchases was HUF 60 billion in February, and the central bank made a larger share of purchases on the secondary market than before. As a result of the developed markets' yield increase, the domestic yield curve also rose, with yields rising by 50 basis points at 3- and 5-year maturities and by 30 basis points at 10-year maturities. The market is currently pricing in a 75 basis point rate hike over the next two years, with the focus continuing to be on the expected inflationary effects of the reopening.

## ASSET ALLOCATION OF THE FUND ON 02/28/2021

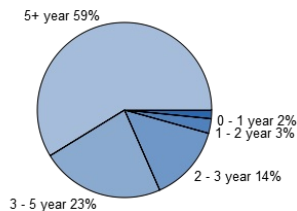
Asset type	Weight
Government bonds	93.37 %
Corporate bonds	5.06 %
T-bills	1.57 %
Current account	3.76 %
Liabilities	-3.76 %
Market value of open derivative positions	0.00 %
total	100.00 %
Derivative products	0.96 %
Net corrected leverage	100.00 %

## Assets with over 10% weight

2027A (Államadósság Kezelő Központ Zrt.)

2025B (Államadósság Kezelő Központ Zrt.)

## Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

### NET ASSET VALUE PER SHARE, 02/29/2020 - 02/28/2021



— Aegon Domestic Bond Fund HUF 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.