

# 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:	19,620,758,910 HUF
Net Asset Value of institutional series:	2,294,931,507 HUF
Net Asset Value per unit:	1.135039 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 front-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	2.97 %	3.17 %
2020	1.55 %	1.41 %
2019	7.23 %	7.74 %
2018	-1.51 %	-0.95 %
2017	6.28 %	6.41 %

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	3.72 %
Annualized standard deviation of the benchmark's weekly yields:	3.54 %
WAM (Weighted Average Maturity):	5.77 years
WAL (Weighted Average Life):	6.45 years

## INVESTMENT HORIZON:

Suggested minimum investment period:

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3 months	6 months	1 year	2 years	3 years	4 years	5 years

Risk and Reward Profile:

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

## MARKET SUMMARY:

In March, YoY inflation rose to 3.7% from 3.1% in February, in line with market expectations, driven mainly by rising fuel prices. In the coming months, due to base effects, the pace of inflation may increase even further, approaching the 5% level. In March the central bank left the key rate unchanged at its interest rate decision meeting, and the one-week deposit rate did not change during Thursday's tenders either. The central bank's communication continues to be hawkish, they pay special attention to inflation developments, and they are ready to use the appropriate tools if the risks warrants it. The rules of the asset purchase program have been slightly changed, the 50% limit for each bond series has been abolished and the corporate bond purchase has been extended. As a result of the developed markets' yield increases and the introduction of new restrictive measures, the domestic yield curve also moved up. Making the asset purchase program more flexible brought some adjustments to the yields, but yields were still 14 basis points higher at 10-year maturities and 4 basis points higher at 5-year maturities than at the beginning of the month. The market is already pricing in a 100 basis point rate hike over the next two years, with the focus continuing to be on the expected inflationary effects of the reopening.

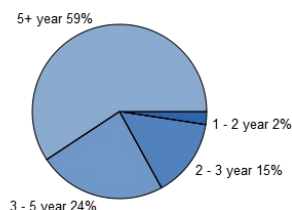
## ASSET ALLOCATION OF THE FUND ON 03/31/2021

Asset type	Weight
Government bonds	92.43 %
Corporate bonds	5.16 %
Current account	2.53 %
Liabilities	-0.13 %
total	100.00 %
Derivative products	0.00 %
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, 04/01/2020 - 03/31/2021



— 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.