

# Aegon MegaTrend Equity Fund of Funds institutional 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% MSCI AC World Daily Total Return Net USD Index
ISIN code:	HU0000724638
Start:	05/19/2020
Currency:	HUF
Total Net Asset Value of the whole Fund:	77,491,818 EUR
Net Asset Value of institutional series:	9,481,815,338 HUF
Net Asset Value per unit:	1.415609 HUF

**INVESTMENT POLICY OF THE FUND:**

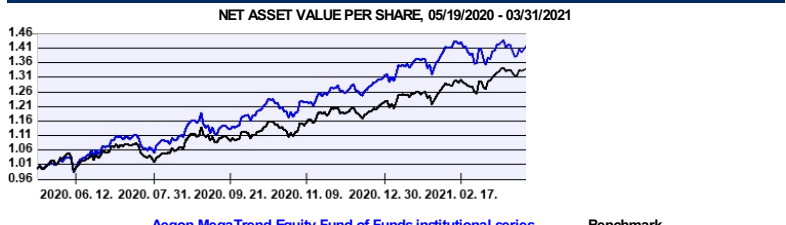
The objective of the Fund is to benefit from long term, global megatrends. These trends include demographical changes (aging society, emerging markets), efficiency improvements due to depletion of scarce resources (renewable resources, energy efficiency), urbanization, or even technical developments and innovations. To achieving the main objectives, the Fund primary invests in exchange traded funds, secondly in open-end mutual funds. Megatrends are long term changes that will permanently and significantly alter our social and economic environment. The Fund wishes to invest in companies and sectors likely to benefit from these trends. Thanks to its characteristic, the Fund mainly holds sector and thematic ETFs and mutual funds. Megatrends are very long-term, generally global trends, which are spanning economic cycles. Therefore the Fund invests in global markets without any geographical specification. As the Funds profit from very long term trends and exposed heavily to equity markets, we recommend the Fund for long term, risk seeking investors. The type of the Fund is fund of funds, which, according to their investment policy, have to invest in at least 80% of their assets into ETFs and mutual funds. At the same time, the maximum exposure of each fund is not exceeding 20% of their total assets. The Fund only invests in instruments with total expense ratio below 2.5% and intent to maintain the average expense ratio below 1%.

**DISTRIBUTORS**

**NET YIELD PERFORMANCE OF THE SERIES:**

Interval	Yield of note	Benchmark yield
From start	41.56 %	33.87 %
1 month	4.22 %	6.79 %
3 months	7.33 %	8.90 %
6 months	20.00 %	19.26 %

**NET PERFORMANCE OF THE SERIES**



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:	13.89 %
Annualized standard deviation of the benchmark's weekly yields:	12.53 %
WAM (Weighted Average Maturity):	0.00 years
WAL (Weighted Average Life):	0.00 years

**TOP 5 POSITIONS**

Asset	Type	Counterparty / Issuer	Maturity
ISHARES MSCI ACWI INDEX FUND	investment note	ISHARES MSCI ACWI INDEX FUND (US)	
EuroPE 600 Sboxx Insurance ETF	investment note	EuroPEsboxx 600 Insurance ETF (US)	
iShares Global Materials ETF	investment note	iShares Global Materials ETF (US)	
iShares PHLX Semiconductor ETF	investment note	iShares PHLX Semiconductor ETF (US)	
VanEck Vectors Video Gaming and eSports ETF	investment note	VanEck Vectors Video Gaming and eSport ETF (US)	

**MARKET SUMMARY:**

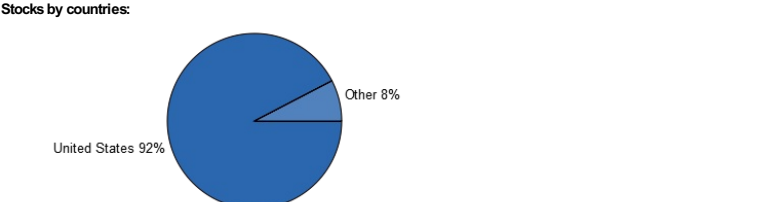
Although the major stock indices closed at new all-time highs by the end of the month, the markets were volatile in March. U.S. long-term yields hit a 2-year high, to which stock markets reacted with fierce price movements. At first, investors reallocated from the growth sector to the value-based sector because of the rate rise, but when interest rates fell slightly, money flowed back into the growth sector again. It didn't help the investment environment that after the March the FOMC decision, the Fed president could not reassure the markets. Powell has finally stated that the central bank will not raise interest rates until at least 2023, but has not been able to give a meaningful answer as to what they will do if inflation is significantly higher than the forecast. Although the virus is still not under control in Europe, economic data show that the light is already visible at the end of the tunnel. The Manufacturing Purchasing Managers' Index jumped to an all-time high of 62.4 from a previous month's 57.9 and an expected 57.6. The key interest rate and the asset purchase program were not changed by the ECB at the interest rate decision meeting, and it was heavily emphasized, that they would not intervene during a temporary rise of inflation. Although the economies of China and other Asian countries may already be behind the crisis caused by the corona virus, it seems that, even temporarily, the Chinese economy has begun to slow down. The official Chinese manufacturing PMI fell to 50.5 after 51.3 in January, while Caixin's smaller company index fell from 51.5 to 50.9. The coming months will show whether this is just a temporary slowdown or whether we can expect a more serious slowdown. The forint approached last November's high in March, but by the end of the month closed where it started. The MNB fine-tuned its framework of the asset purchase program: they announced that the 50 per cent purchase limit on bonds' series had been abolished, while the weekly purchase volume would not change. They basically expanded the room for maneuvering in longer-term papers, having previously reached the earlier limits here. What is also worth mentioning is that the central bank is already expecting inflation of 4% or more for this year. The fund achieved a positive return in March, but underperformed its benchmark. In March, we increased the weight of the agricultural and electric car-related sectors, while we further reduced the weight of the healthcare sector. The best-performing sectors in the past month were the insurance and commodities sectors, while the emerging market technology sector had a negative impact on the fund's performance. The fund's equity allocation is slightly underweight relative to the benchmark.

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

Asset type	Weight
Collective securities	93.91 %
International equities	1.95 %
Hungarian equities	0.79 %
Current account	3.45 %
Liabilities	-0.13 %
Receivables	0.03 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.00 %

**Assets with over 10% weight**

ISHARES MSCI ACWI INDEX FUND



**INVESTMENT HORIZON:**

Suggested minimum investment period:

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

Risk and Reward Profile:

very low  low  moderate  intermediate  significant  high  very high