

# Aegon International Bond Fund

## institutional series

### GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarországi Fióktelepe
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	80% Merrill Lynch Global Government Bond Index II ex-Japan USD (total return) + 20% ZMAX Index
ISIN code:	HU0000724224
Start:	03/19/2021
Currency:	HUF
Total Net Asset Value of the whole Fund:	4,153,255,492 HUF
Net Asset Value of institutional series:	995,548 HUF
Net Asset Value per unit:	0.995548 HUF

### INVESTMENT POLICY OF THE FUND:

The fund aims to create an explicitly defensive investment portfolio for its investors, and typically invests in developed-market government bonds, and related exchange-traded derivative transactions, in the interest of achieving the highest possible return with the assumption of currency risk. The fund primarily aims for a portfolio consisting of the publicly issued bonds of foreign governments and foreign-domiciled companies. When building the fund's portfolio, beyond the minimum statutory requirements, the principles of safety and maximum diversification (the spreading of risk) are observed. Accordingly, when purchasing international securities the fund only selects publicly issued securities that are listed on foreign stock exchanges. The proportion of non-investment-grade securities is maintained at a low level, and if the planned ratio is overstepped due to the downgrading of a given issuer the fund restores it under the conditions stipulated by the relevant legal provisions. The fund management company, exercising all due care, based on its own judgement and decisions, and while observing the relevant legal provisions and the limitations stipulated in the Fund Documentation, determines the means of utilising the fund's resources, and the weights of the various investments within the portfolio, with a view to ensuring that the fund - in line with our expectations with regard to future risks and returns - achieves its objective in the long term. In the course of its operation, however, the fund is managed on the premise that when compiling the portfolio, it is bonds that determine the nature of the fund. Accordingly, the proportion of bonds that may be kept in the fund at any given moment may reach the prevailing statutory maximum. When compiling the bond portfolio, taking into account the macroeconomic environment of the investment markets, the aim is to build up a long-term investment portfolio primarily on the basis of fundamental analyses. To ensure liquidity, the fund may purchase Hungarian government securities (primarily discount treasury bills) and MNB bonds; however, in accordance with the current statutory regulations the proportion of foreign bonds in the portfolio may be up to 100%. The fund management company is permitted, at its own discretion, to hedge all or a part of its currency risks with forward currency positions, in compliance with the statutory conditions.

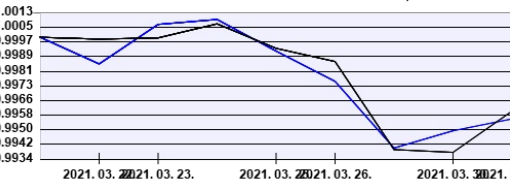
### DISTRIBUTORS

### NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	-0.45 %	-0.40 %

### NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 03/19/2021 - 03/31/2021



— Aegon International 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.

### RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	no data
Annualized standard deviation of the benchmark's weekly yields:	no data
WAM (Weighted Average Maturity):	6.02 years
WAL (Weighted Average Life):	7.18 years

### TOP 5 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
US Treasury 2022/08 1,625%	interest-bearing	Amerikai Egyesült Államok (US)	2022. 08. 15.
US 10YR NOTE (CBT) Jun21 Sell	derivativ	Raiffeisen Hun (HU)	2021. 06. 21.
USGB 2042/02 3,125%	interest-bearing	Amerikai Egyesült Államok (US)	2042. 02. 15.
BTPS 1.45 09/15/22	interest-bearing	Olasz Állam (IT)	2022. 09. 15.
EURO-BUND FUTURE Jun21 Buy	derivativ	Raiffeisen Hun (HU)	2021. 06. 08.

### MARKET SUMMARY:

Germany, France, Italy, and other Eurozone countries decided to suspend the use of AstraZeneca's COVID-19 vaccine as a temporary, precautionary measure. Following the EMA's ruling that AstraZeneca's vaccine is safe and effective, restart of usage is still unclear. The Fed didn't make changes to monetary policy, while raised its forecast for GDP growth significantly for this year but inflation in the medium term only modestly, and continued to signal no rate hike through 2023. The blocking of the Suez Canal by a large ship increased concerns about a further tightening of the global supply bottlenecks faced by companies. The lockdown in Germany was extended until Apr 18th, but a planned shutdown over Easter was cancelled. US President Joe Biden outlined his proposal for a USD 2trillion package of infrastructure spending to be funded with higher corporate taxes. Government bond markets were rather quiet ahead of the Easter break in the last week of the month; but, 10Y UST and Bund yields rose by 32 and 5bp, respectively. EUR-USD slipped further, to the edge of 1.17, while USD-JPY broke back above 110. Credit spreads remained range bound, with high yield outperforming over the past few days. We made minor change into portfolio composition by selling some short-term British government papers during the month.

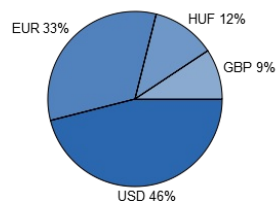
### ASSET ALLOCATION OF THE FUND ON 03/31/2021

Asset type	Weight
Government bonds	77.00 %
T-bills	13.58 %
Current account	8.52 %
Receivables	1.11 %
Liabilities	-0.21 %
total	100.00 %
Derivative products	27.81 %
Net corrected leverage	113.62 %

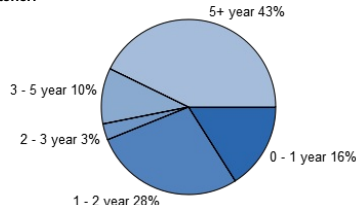
### Assets with over 10% weight

USGB 2022/08 1,625% (Amerikai Egyesült Államok)  
USGB 2042/02 3,125% (Amerikai Egyesült Államok)

### Currency exposure:



### Bonds by tenor:



### INVESTMENT HORIZON:

Suggested minimum investment period:

<input type="checkbox"/> 3 months	<input type="checkbox"/> 6 months	<input 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 type="checkbox"/> moderate	<input type="checkbox"/> intermediate	<input type="checkbox"/> significant	<input type="checkbox"/> high	<input type="checkbox"/> very high
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Befektetési Alapkezelő