

Aegon Emerging Market ESG Equity Investment Fund PI 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 Emerging Net Total Return USD Index
ISIN code:	HU0000723689
Start:	06/09/2020
Currency:	PLN
Total Net Asset Value of the whole Fund:	15,034,672,358 HUF
Net Asset Value of PI series:	3,976,794 PLN
Net Asset Value per unit:	1.296817 PLN

INVESTMENT POLICY OF THE FUND:

The objective of the fund is to benefit on the economical growth of emerging countries. The fund accomplishes this goal basically via individual equity investments, however it may also hold collective investment instruments, if it is necessary for the efficient management of the portfolio. These can primarily be ETFs listed on the stock exchange, bank deposit, account money, repo transactions, and open-end public investment funds. In the course of selecting the equities the Fund dedicates special attention to the compliance of individual companies with ESG (environmental, social, governance) criteria, so in addition to analyzing the financial factors, portfolio managers also take into consideration environmental, social and governance factors during the investment decision making process. The goal of the Fund Manager is to establish a portfolio, in which the average of indicators measuring ESG compliance of the individual companies is more favorable than the aggregated indicator of the benchmark index, i.e. their operation is characterized by more advanced environmental, social and governance responsibility. Environmental criteria include elements in the course of which the company comes into contact with the environment. Besides these, no additional special goals are set by the Fund. These include for example the energy utilization, waste management, pollutant emission and/or the preservation of natural resources. Social criteria include all relations maintained by the company with its external partners, customers and internal employees. Corporate governance criteria are legal factors impacting reliable operation of a company.

DISTRIBUTORS

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 06/09/2020 - 04/30/2021



— Aegon Emerging Market ESG Equity Investment Fund PI 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.

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk & Reward Profile:



TOP 5 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
Lyxor MSCI Taiwan UCITS ETF	investment note	Lyxor MSCI Taiwan UCITS ETF (LU)	
Lyxor MSCI Korea UCITS ETF	investment note	Lyxor MSCI Korea UCITS ETF (LU)	
Xtrackers ESG MSCI EM UCITS ETF	investment note	Xtrackers ESG MSCI EM UCITS ETF (IE)	
Amundi Msci EM Asia UCITS ETF	investment note	Amundi Msci EM Asia UCITS ETF (LU)	
Xtrackers MSCI EM ESG Leaders	investment note	Xtrackers MSCI Emerging Market (US)	

MARKET SUMMARY:

In April, systematic vaccination against Covid-19 continued in the developed world. Vaccine companies have started to ramp up vaccine production, so it is probably safe to say that by the end of May or early June, those in the developed world who ask for the vaccine will get it. The most spectacular progress has been made in the United States, where more than 35% of the population has already been vaccinated, and since mid-April there have been no restrictions on vaccination, so anyone of any age can get the vaccine. In Europe, vaccine availability varies by country. In Hungary, everyone who has applied can now get the vaccine, while in Germany the same is expected by the end of June. If the vaccination schedule continues at this rate, there is a chance for the developed world to see a "normal" summer season unfold. The the major indices hit new all-time highs, thanks to the lower US yields. At the moment there is a so-called "goldie lock" scenario, which means that interest rates are higher than before but not high enough to hurt stock markets and at the same time the economy is growing. Economic forecasts remain positive and although there is already a noticeable inflation in the economy, but not high enough to cause serious damage to companies. There is finally some good news about the corona virus in Hungary. Although the mortality rate is still very high, one of the worst in the world on a population basis, but the vaccination rate is one of the best. The government has ordered a reduction in restrictions, and restaurants have been allowed to open, albeit with some restrictions. This positive change is reflected in the forint exchange rate. It moved in a relatively narrow range, closing the month near the 360 level. The fund achieved a positive return in April, but slightly underperformed its benchmark. One of the reasons for the underperformance was that the fund was underweight in the Brazilian market, after the Brazilian market was considered one of the worst emerging markets from an ESG perspective, but the largest component of the Brazilian market, which has one of the worst ESG ratings, rose more than 20%. Within the emerging markets, Taiwan and Mexico performed well in dollar terms, both markets were overweight in the fund, in the Taiwanese market we continue to trust in the chip manufacturers, while the Mexican market continues to be very attractively priced. Within the emerging markets, we are overweight countries that are highly priced but are technically and macro-supported, such as South Korea and Taiwan, but we are also overweight countries that are priced low but have a large EPS growth potential, such as South Africa and Mexico. We believe that the ex-Asia region still has the best potential this year. We remain underweight China, as Chinese equity pricing is very stretched, with much lower EPS growth than the market average this year and the next.

ASSET ALLOCATION OF THE FUND ON 04/30/2021

Asset type	Weight
Collective securities	66.38 %
International equities	24.02 %
Hungarian equities	1.99 %
Current account	7.70 %
Liabilities	-0.18 %
Receivables	0.08 %
total	100.00 %
Derivative products	6.53 %
Net corrected leverage	106.50 %

Assets with over 10% weight

There is no such instrument in the portfolio

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	29.68 %	30.00 %
1 month	-3.04 %	-2.54 %
3 months	1.41 %	2.53 %
6 months	14.52 %	17.28 %

RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	14.59 %
Annualized standard deviation of the benchmark's weekly yields:	15.10 %
WAM (Weighted Average Maturity):	0.00 years
WAL (Weighted Average Life):	0.00 years