# Aegon Polish Money Market Fund







## MARKET SUMMARY

May saw a rise in yields in the Polish bond market. Compared to the beginning of the month yields were up 23 basis points on the 3-year maturity, 36 basis points on the 5-year maturity and 19 basis points on the 10-year maturity. Moving on to the economic data, Polish GDP grew by 1.1% in Q1 compared to the previous quarter, bringing year-on-year growth to -0.9%, beating expectations. In May, the Polish economy is expected to grow by 4.3% this year and by 5% in 2022. Second quarter GDP growth was revised upwards from 8.5% to 9.2% and third quarter GDP growth was also revised upwards from 4.1% to 4.2%. Inflation on a year-on-year basis was estimated to have accelerated to 4.8% in May, in line with expectations. The two main price drivers were fuel and food. Inflationary pressures thus remain high in Poland, with some members of the Monetary Council already starting to signal the need for an interest rate hike, which may be further away in the future, still changing expectations were mainly behind yield rise this month. The Purchasing Managers' Index rose sharply in May, from 53.7 points in April to 57.2 points, beating market expectations. All components of the index contributed positively to the reading. Industrial production rose 44.5% in April, helped largely by last year's low base. On a month-on-month basis, we saw a decline of 9.2% compared to March. As for the general government, the state generated a surplus of PLN 12 572.7 million in April, reducing the 12-month rolling budget deficit to 2.35% of GDP.

#### INVESTMENT POLICY OF THE FUND

The aim of the fund is to function as a stable, low-risk investment vehicle, but to offer investors better returns than the performance of the current benchmark index. The fund is a standard variable net asset value money market fund.

The portfolio elements are selected in accordance with these and the Money Market Funds' principles.

The portfolio elements are selected in accordance with the above mentioned principles and based on the EU wide regulation on money market funds. To ensure liquidity the fund manager primarily aims to hold government bonds and discount treasury bills issued by the Polish Debt Management Agency, and short-term instruments (e.g. deposits, repos) available on the interbank market.

The fund is allowed to invest in securities issued or guaranteed by any EU member state, and in money market instruments issued or guaranteed by a supranational institution established in the EU in accordance with the Money Market Funds Regulation. The fund is only allowed to invest in debt securities, which are classified as investment grade on average by the external credit rating agencies.

In addition, some financial assets, which are particularly addressed by the EU wide money market regulation, shall have a favourable assessment based on the internal credit quality assessment procedure.

The fund may also hold investment units or shares within the framework of the Money Market Funds Regulation. The Fund invests at least 50% of its assets in PLN denominated assets (money market instruments issued or guaranteed by the Polish state; deposits; cash), also fulfilling the diversification requirements of the Money Market Funds Regulation.

The Fund shall have a weighted average maturity no more than 6 months, and a weighted average life no more than 12 months. Moreover, the Fund shall also be allowed to invest in money market instruments with a residual maturity until the legal redemption date of less than or equal to 2 years, provided that the time remaining until the next interest rate reset date is less than or equal to 397 days.

The fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk (the difference between the currency risk exposure of the derivative instrument and the hedged instrument can be maximum 5%).

Aegon Polish Moneymarket Fund is not a guaranteed investment. The risk of loss of the principal is to be borne by the investor. An investment in Aegon Polish Moneymarket Fund is different from an investment in deposits, with particular reference to the risk that the principal invested in Aegon Polish Moneymarket Fund is capable of fluctuation. Aegon Polish Moneymarket Fund does not rely on external support for guaranteeing the liquidity of the fund or stabilising the NAV per unit or share.

### **GENERAL INFORMATION**

Fund Manager: AEGON Hungary Fund Manager Ltd.

Custodian: Unicredit Bank Hungary Zrt.

Main distributor: AEGON Hungary Fund Manager Ltd.

Benchmark composition: 100% WIBID 1M Index

ISIN code: HU0000711619
Start: 10/26/2012

Currency: PLN

Net Asset Value of the whole Fund: 114,573,525 PLN

Net Asset Value of institutional 315.347 PLN

series: S15,347 PLN

Net Asset Value per unit: 1.114581 PLN

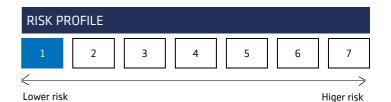
#### **DISTRIBUTORS**

Aegon Towarzystwo Ubezpieczen na Zycie Spolka

SUGGESTED MINIMUM INVESTMENT PERIOD	
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3 mths 6 mths 1 yr 2 yr 3 yr 4 yr 5 yr

NET YIELD PERFORMANCE OF THE SERIES					
Interval	Yield of note	Benchmark yield			
From start	1.27 %	1.53 %			
2020	0.14 %	0.42 %			
2019	0.78 %	1.18 %			
2018	0.98 %	1.45 %			
2017	1.12 %	1.47 %			
2016	0.99 %	1.44 %			
2015	1.12 %	1.53 %			
2014	2.25 %	2.23 %			
2013	3.10 %	2.71 %			



# Aegon Polish Money Market Fund



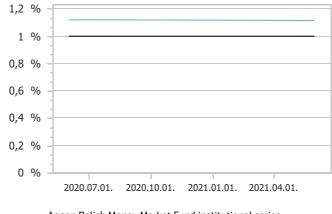
### institutional series

# MONTHLY report - 2021 MAY (made on: 05/31/2021)

ASSET ALLOCATION OF THE FUND	
Asset	Weight
Government bonds	62.75 %
T-bills	10.84 %
Deposit	18.25 %
Current account	9.26 %
Liabilities	-0.79 %
Market value of open derivative positions	-0.30 %
total	100,00 %
Derivative products	22.36 %
Net corrected leverage	100.12 %
Assets with over 10% weight	
POLGB 2021/07/25 1,75% (Lengyel Állam)	
POLGB 2021/10/25 5,75% (Lengyel Állam)	
POLGB 2022/04/25 2,25% (Lengyel Állam)	

# NET PERFORMANCE OF THE SERIES

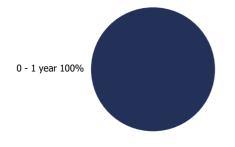
net asset value per share, 06/01/2020 - 05/31/2021



— Aegon Polish Money Market Fund institutional series

Benchmark

#### Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS	
Annualized standard deviation of the fund's weekly yields	0.09 %
Annualized standard deviation of the benchmark's weekly yields	0.00 %
WAM (Weighted Average Maturity)	0.25 years
WAL (Weighted Average Life)	0.25 years

TOP 10 POSITIONS			
Asset	Туре	Counterparty / issuer	Maturity
POLGB 2021/07/25 1,75%	interest-bearing	Lengyel Állam	2021. 07. 25.
POLGB 2021/10/25 5,75%	interest-bearing	Lengyel Állam	2021. 10. 25.
POLGB 2022/04/25 2,25%	interest-bearing	Lengyel Állam	2022. 04. 25.
PLN Betét	Betét	Citibank Hun	2021. 06. 07.
HUF Betét	Betét	OTP Bank	2021. 06. 01.
D210609	zero coupon	Államadósság Kezelő Központ Zrt.	2021. 06. 09.
D210630	zero coupon	Államadósság Kezelő Központ Zrt.	2021. 06. 30.
D210602	zero coupon	Államadósság Kezelő Központ Zrt.	2021. 06. 02.
D210707	zero coupon	Államadósság Kezelő Központ Zrt.	2021. 07. 07.
D210714	zero coupon	Államadósság Kezelő Központ Zrt.	2021. 07. 14.

#### Legal declaration

The recent document qualifies as Portfolio Report according to the Kbftv. requirements. It contains the following elements based on the last net asset value of the reporting month: presentation of the assets of the fund regarding asset type of portfolio investment and regarding other categories detailed in its investment policy; list of assets (issuers) representing more than 10% of the portfolio; net asset value of the fund, including the cumulated and the calculated value per unit share. Investors are kindly advised, that past performance of the fund does not guarantee future performance. The returns presented are to be considered without applicable taxes, distribution fees and commissions, fees related to account keeping and other costs in relation with holding an investment fund unit. Information presented in the Portfolio Report are for information purposes only, not intended to serve as investment advice, or any other offer. Investors are kindly advised to carefully read the Key Investors Document and Prospectus of the fund, in order to understand the risks of investing into the fund, and to be able to make an informed investor decision. The referred documents are available at the distribution locations and on the official website of Aegon Alapkezelő Zrt. | 1085 Budapest, Kálvin tér 12-13. | +36 1 477 4814 | alapkezeló@aegon.hu | www.aegonalapkezelo.hu