

## INVESTMENT POLICY OF THE FUND

The aim of the investment fund is to give investors access to the Polish bond market and to function as a relatively stable, medium-risk investment already medium term, offering our customers stable real returns without the need to tie up their savings for a fixed period. The fund primarily invests into Zloty denominated Polish government bonds but the portfolio manager has some room to use other fixed income investments. We aim to maximise returns with the given risk level. Our investment decisions are based on fundamental research extended by technical research while we also take into account global market sentiment. Expected shifts in the yield curve based on our macro expectations are at the core of our investment process. Risk/return characteristics are also considered when we select suitable and safe investments. We aim to totally hedge any currency risk in the fund.

## MARKET SUMMARY

The Polish bond market had a mixed performance in August. Polish bond yields also moved upwards on the back of an end-of-month sell-off in developed markets. Compared to the beginning of the month, yields were up 6 basis points on the three-year maturity and 16-17 basis points on the five- and ten-year maturities. Moving on to economic data, Polish GDP grew by 11.1% year-on-year in the second quarter, beating market expectations. Thus, expectations for this year were revised upwards from 4.8% to 5%. According to Bloomberg's August survey, third-quarter growth will be 4.9%, and quarterly GDP growth has been revised up to 6.5% from 6.2%. Inflation on a year-on-year basis in August was revised to rise further to 5.4% from 5% in the previous month, beating expectations. Prices in Poland have not risen at this rate for almost 20 years, so the likelihood of a possible rate hike this year is steadily increasing. The Purchasing Managers' Index fell to 56 points in August from 57.6 points in July, marking the second month of slowdown in manufacturing. Industrial production grew by 9.8% in July, slightly below market expectations. As for the general government, the state generated a surplus of PLN 7,262 million in the seventh month, reducing the 12-month rolling budget deficit to 1.37% of GDP.

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	100% TBSP Index
ISIN code:	HU0000705256
Start:	05/11/2007
Currency:	HUF
Net Asset Value of the whole Fund:	14,870,300,053 HUF
Net Asset Value of HUF series:	645,584,947 HUF
Net Asset Value per unit:	1.784343 HUF

## DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt., CIB Bank Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt, Erste Befektetési Zrt., Raiffeisen Bank Zrt., Unicredit Bank Hungary Zrt.

## SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	4 yr	5 yr
--------	--------	------	------	------	------	------

## ASSET ALLOCATION OF THE FUND

Asset	Weight
Government bonds	53.20 %
Corporate bonds	35.78 %
Liabilities	-27.44 %
Receivables	27.38 %
Current account	11.27 %
Market value of open derivative positions	-0.19 %
<b>Total</b>	<b>100.00 %</b>
Derivative products	12.97 %
Net corrected leverage	105.06 %

### Assets with over 10% weight

POLGB 2024/10/25 2,25% (Lengyel Állam)
POLGB 2026/10/25 0,25% (Lengyel Állam)
BGOSK 07/03/25 1.25% (Bank Gospodarstwa Krajowego)

## RISK PROFILE

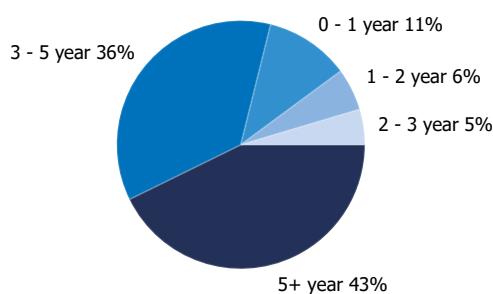
1	2	3	4	5	6	7
---	---	---	---	---	---	---

← Lower risk Higher risk →

## NET YIELD PERFORMANCE OF THE SERIES

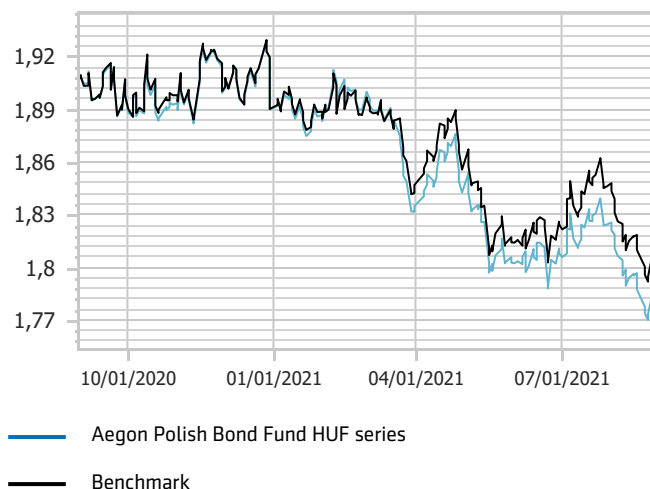
Interval	Yield of note	Benchmark yield
From start	4.13 %	6.65 %
2020	7.66 %	8.75 %
2019	6.92 %	7.79 %
2018	4.20 %	5.33 %
2017	9.53 %	10.82 %
2016	-4.68 %	-4.08 %
2015	-0.35 %	1.10 %
2014	11.85 %	12.94 %
2013	-0.50 %	2.13 %
2012	12.10 %	15.01 %
2011	8.99 %	9.57 %

## Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

net asset value per share, 09/01/2020 - 08/31/2021



## RISK INDICATORS FOR THE LAST 12 MONTHS

Annualized standard deviation of the fund's weekly yields	5.83 %
Annualized standard deviation of the benchmark's weekly yields	6.00 %
WAM (Weighted Average Maturity)	3.76 years
WAL (Weighted Average Life)	3.91 years

## TOP 5 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
POLGB 2024/10/25 2,25%	interest-bearing	Lengyel Állam	10/25/2024
POLGB 2026/10/25 0,25%	interest-bearing	Lengyel Állam	10/25/2026
BGOSK 07/03/25 1.25%	interest-bearing	Bank Gospodarstwa Krajowego	07/03/2025
POLGB 2021/10/25 5,75%	interest-bearing	Lengyel Állam	10/25/2021
EUR/PLN 21.10.06 Forward Sell	derivativ	OTP Bank	10/06/2021

## Legal declaration

The recent document qualifies as Portfolio Report according to the Kbtv. 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.

Aegon Magyarország Befektetési Alapkezelő Zrt. | 1085 Budapest, Kálvin tér 12-13. | +36 1 477 4814 | alapkezel@egon.hu | www.aegonalapkezelozrt.hu