

## INVESTMENT POLICY OF THE FUND

The objective of the fund is to offer to the investors calculable investment yields at low risk. The Fund Manager may exclusively invest its fund assets in bond-type assets, mainly securities issued or guaranteed by the Polish State. Furthermore, the Fund may to a limited extent invest in debt and equity securities issued or guaranteed by the European Union, or its organization, the European Central Bank or the European Investment Bank, provided that its credit rating is at least equal to that of the Polish state and is denominated in Polish zloty. Weighted average remaining duration of the assets in the portfolio of the Fund may not exceed 6 months, and the weighted average remaining life of the assets may not exceed 12 months. In addition, the remaining term of the individual securities can be no more than years, or 397 days until the next interest determination date. For the sake of liquidity, the Fund may keep its financial assets in form of bank deposit, as well. Assets of the Fund are 100% denominated in Polish zloty.

## MARKET SUMMARY

October saw major changes in the Polish bond market. Right at the beginning of the month, the central bank raised the interest rates by 40 basis points, which took the market by surprise both in terms of timing and size of increase. The hike was mainly driven by the heightened risks surrounding the path of the inflation, partly due to political pressure. The economic activity would have warranted the tightening a long time ago, but communication of NBP was reluctant to tighten before spring of 2022, at least according to previous statements. The sell-off continued throughout the month, with short yields mainly driven by the prospect of further rate hikes and long yields rising on inflation fears and because of the international environment. Yields thus moved higher across all maturities, ending the month up 110 basis points at the three-year maturity, 83 basis points at the five-year maturity and 66 basis points at the 10-year maturity. According to preliminary, data Poland's year-on-year inflation rate continued to rise in October, with prices 6.8% higher than a year earlier. Prices in Poland have not risen at this rate for almost 20 years and are likely to show even higher price dynamics in the coming months. The rise is mainly due to higher oil prices, but the current energy crisis poses an upside risk to inflation everywhere. According to Bloomberg's October poll, Poland's GDP could grow by 5% in the third quarter. And fourth-quarter GDP growth was revised down slightly to 6% from 6.4%. The Purchasing Managers' Index rose to 53.8 points in October from 53.4 points in September, finishing above market expectations. Industrial production rose 8.8% in September, slightly above market expectations. As for the general government, the state generated a surplus of PLN 4,221 million in the ninth month, reducing the 12-month rolling budget deficit to 0.95% 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% WIBID 1M Index
ISIN code:	HU0000711619
Start:	10/26/2012
Currency:	PLN
Net Asset Value of the whole Fund:	107,619,165 PLN
Net Asset Value of institutional series:	313,639 PLN
Net Asset Value per unit:	1.108543 PLN

## DISTRIBUTORS

Aegon Towarzystwo Ubezpieczen na Zycie Spolka

## SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	4 yr	5 yr
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## ASSET ALLOCATION OF THE FUND

Asset	Weight
T-bills	36.78 %
Government bonds	28.25 %
Deposit	18.66 %
Current account	17.14 %
Liabilities	-0.85 %
Market value of open derivative positions	0.04 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	23.75 %
Net corrected leverage	100.10 %

## Assets with over 10% weight

POLGB 2022/07/25 0% (Lengyel Állam)
POLGB 2022/04/25 2,25% (Lengyel Állam)

## RISK PROFILE

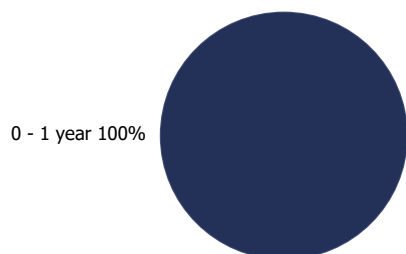
1	2	3	4	5	6	7
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← Lower risk Higher risk →

## NET YIELD PERFORMANCE OF THE SERIES

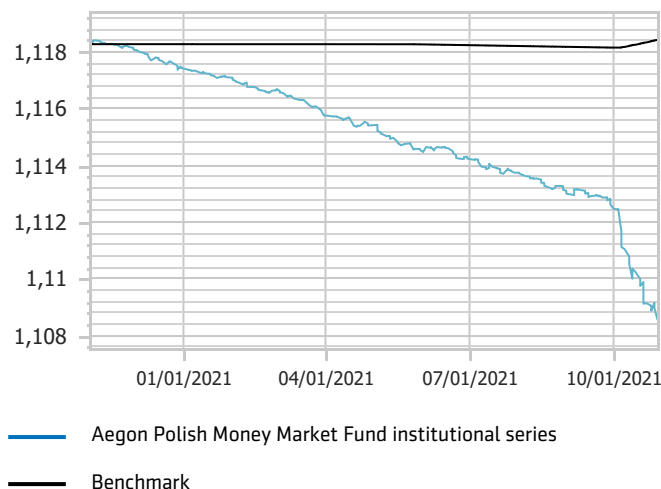
Interval	Yield of note	Benchmark yield
From start	1.15 %	1.46 %
2020	0.14 %	0.42 %
2019	0.78 %	1.18 %
2018	0.98 %	1.45 %
2017	1.12 %	1.47 %
2016	0.99 %	1.44 %
2015	1.12 %	1.53 %
2014	2.25 %	2.23 %
2013	3.10 %	2.71 %

## Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

net asset value per share, 11/01/2020 - 10/31/2021



## RISK INDICATORS FOR THE LAST 12 MONTHS

Annualized standard deviation of the fund's weekly yields	0.19 %
Annualized standard deviation of the benchmark's weekly yields	0.01 %
WAM (Weighted Average Maturity)	0.37 years
WAL (Weighted Average Life)	0.37 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
POLGB 2022/07/25 0%	zero coupon	Lengyel Állam	07/25/2022
POLGB 2022/04/25 2,25%	interest-bearing	Lengyel Állam	04/25/2022
HUF Betét	Betét	OTP Bank	11/04/2021
PLN Betét	Betét	Erste Bank Hun	12/20/2021
D211229	zero coupon	Államadósság Kezelő Központ Zrt.	12/29/2021
D220112	zero coupon	Államadósság Kezelő Központ Zrt.	01/12/2022
D211103	zero coupon	Államadósság Kezelő Központ Zrt.	11/03/2021
D211222	zero coupon	Államadósság Kezelő Központ Zrt.	12/22/2021
D211201	zero coupon	Államadósság Kezelő Központ Zrt.	12/01/2021
D220202	zero coupon	Államadósság Kezelő Központ Zrt.	02/02/2022

## Legal declaration

The recent document qualifies as Portfolio Report according to the Kbfvt. 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 | alapkezelo@aegon.hu | www.aegonalapkezelo.hu