

INVESTMENT POLICY OF THE FUND

The Fund's aim is to function as a stable, averagely low-risk form of investment, while providing investors with higher returns over the medium term than they could expect from bank deposits. In order to ensure liquidity, the Fund intends primarily to hold in its portfolio government bonds and discount treasury bills issued by the Government Debt Management Agency (ÁKK) on behalf of the Hungarian State, and bonds issued by the National Bank of Hungary (MNB). The Fund may hold in its portfolio low-risk debt securities issued by banks and companies, which are expected to provide higher returns than government securities and are denominated in HUF. The Fund may also keep its liquid assets in bank deposits. The fund may hold a limited amount of foreign currency assets in its portfolio, but only subject to the full hedging of currency risk.

MARKET SUMMARY

Year-on-year inflation rose by 8.3% in February, despite the market expecting a smaller annual increase of 8.1%. With the forint weakening as a result of the Ukraine-Russia war, the central bank raised the interest rate on one-week deposits by 75 basis points in the first week, which rose further the following weeks (by a total of 155 basis points in March) as interest rate conditions tightened. At the rate-setting meeting, the base rate was also raised by 100 basis points to 4.4%. The central bank's communication was again more hawkish, with a significant correction in the inflation forecast in the March Inflation Report, with the MNB now expecting inflation to be 8.7% this year and 4-5% next year. The economic growth forecast has been revised downwards, to a range of 2.5%-4.5%. The measures have made the forint to stabilize, with the EUR/HUF exchange rate falling from a record high of 400 to 367. The yield curve has moved up and inverted further on the back of war-inflated inflation fears. Compared to the beginning of the month, yields were up 109 basis points at the 3-year maturity, 104 basis points at the 5-year maturity and 67 basis points at the 10-year maturity. The valuation of the domestic papers continued to improve in a regional comparison. The government's cash balance declined sharply due to the February tax refunds. The budget also deteriorated sharply, with the balance jumping to 46% of the full-year deficit plan. Nevertheless, bond issuance is on track, with institutional issuance at 31% at the end of the first quarter. International sentiment continued to deteriorate, with the focus remaining on developments in the Ukraine-Russia war.

GENERAL INFORMATION

| | |
|------------------------------------|---------------------------------|
| Fund Manager: | AEGON Hungary Fund Manager Ltd. |
| Custodian: | Raiffeisen Bank Zrt. |
| Main distributor: | AEGON Hungary Fund Manager Ltd. |
| Benchmark composition: | 100% MAX Index |
| ISIN code: | HU0000702493 |
| Start: | 03/16/1998 |
| Currency: | HUF |
| Net Asset Value of the whole Fund: | 15,083,655,606 HUF |
| Net Asset Value of HUF series: | 12,305,246,312 HUF |
| Net Asset Value per unit: | 4.672820 HUF |

DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt., CIB Bank Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt, Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Takarékbank 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 | 88.53 % |
| Corporate bonds | 11.47 % |
| Current account | 0.13 % |
| Liabilities | -0.13 % |
| Total | 100.00 % |
| Derivative products | 0.00 % |
| Net corrected leverage | 100.00 % |
| Assets with over 10% weight | |
| 2025B (Államadósság Kezelő Központ Zrt.) | |
| 2027A (Államadósság Kezelő Központ Zrt.) | |

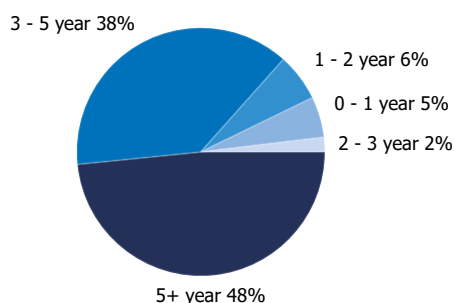
RISK PROFILE

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

← Lower risk Higher risk →

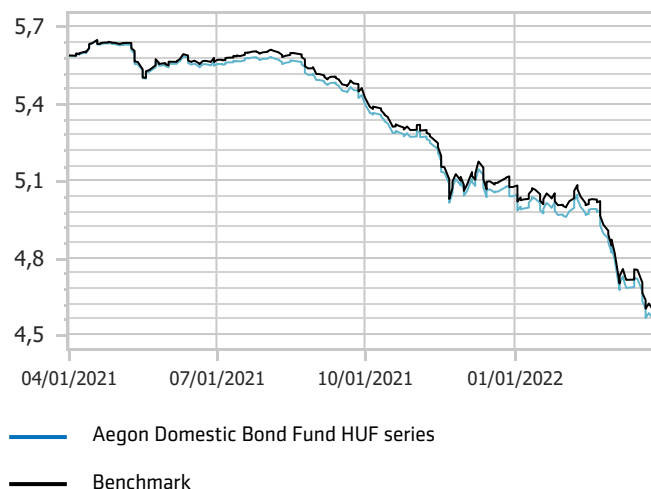
| NET YIELD PERFORMANCE OF THE SERIES | | |
|-------------------------------------|---------------|-----------------|
| Interval | Yield of note | Benchmark yield |
| From start | 6.62 % | 3.55 % |
| 2021 | -12.08 % | -11.36 % |
| 2020 | 0.75 % | 1.41 % |
| 2019 | 6.42 % | 7.74 % |
| 2018 | -2.24 % | -0.95 % |
| 2017 | 5.49 % | 6.41 % |
| 2016 | 5.72 % | 6.73 % |
| 2015 | 3.54 % | 4.48 % |
| 2014 | 11.37 % | 12.58 % |
| 2013 | 8.83 % | 10.03 % |
| 2012 | 23.83 % | 21.90 % |

Bonds by tenor:



NET PERFORMANCE OF THE SERIES

net asset value per share, 04/01/2021 - 03/31/2022



RISK INDICATORS FOR THE LAST 12 MONTHS

| | |
|--|------------|
| Annualized standard deviation of the fund's weekly yields | 6.66 % |
| Annualized standard deviation of the benchmark's weekly yields | 6.84 % |
| WAM (Weighted Average Maturity) | 5.77 years |
| WAL (Weighted Average Life) | 6.42 years |

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.aegonalapkezo.hu