

INVESTMENT POLICY OF THE FUND

The Fund is an absolute return investment fund that aims to create an investment portfolio through active portfolio management that achieves a return for its clients in excess of the benchmark, taking into account a predetermined risk profile. It intends to accomplish this goal primarily by investing on the bond market of the emerging European region. When implementing the Fund's investment strategy, the Fund Manager focuses primarily on emerging European hard-currency (dollar, euro) government and corporate bonds, leveraging its regional expertise. For diversification purposes, the Fund may also purchase other bonds (government securities, corporate bonds, mortgage bonds) typically issued in the region and denominated in local currency, and in addition, it may also conclude forward and other derivative transactions in order to establish an efficient portfolio. We aim to achieve a moderate risk profile when compiling the Fund's portfolio. The Fund makes its investments based on an extensive analysis of the issuer's creditworthiness, including a comprehensive assessment of the risks involved, especially with regard to non-investment grade issuers. The Fund may only conclude derivative transactions for hedging purposes, or in the interest of improving portfolio efficiency. The Fund may also hold units of non-leveraged collective investment schemes that track derivative indices. The Fund may also take on significant foreign currency exposure, which is normally fully covered by the Fund Manager, but depending on market conditions, the Fund may have an open foreign currency position. The Fund seeks to provide returns to its investors primarily through its bond investments.

MARKET SUMMARY

During the month, the fund further decreased its exposure to CIS countries and sold its Kazakhs exposure and halved its Lukoil exposure. The strategy onwards aims to utilise from the heightened regional yields and risk premiums with an additional carry opportunity that has arisen from the rate hikes in Hungary. The fund also shifts to an investment strategy that focuses on lesser credit risk. The strategy will focus on three investment strategies. First, the fund will invest in short duration hard currency CEE IG credits that complement the high fx carry in EURHUF and USDHUF. The second leg of the strategy will focus on local currency CEE bonds. The third strategy, which will entail a somewhat higher risk and a lower weight in the fund relative to the other two strategy, will still focus on EM hard currency credit with a focus on diversification. The fund bought some short duration Hungarian USD and EUR sovereign bonds, also started to increase its position in Hungarian and Polish local currency bonds with a hedging core interest rate risk. The fund still keeps its Ukrainian and the remaining part of the Russian corporate exposure and waits for improvement in the Ukrain-Russia conflict.

GENERAL INFORMATION

| | |
|------------------------------------|---------------------------------|
| Fund Manager: | AEGON Hungary Fund Manager Ltd. |
| Custodian: | Raiffeisen Bank Zrt. |
| Main distributor: | AEGON Hungary Fund Manager Ltd. |
| Benchmark composition: | Hurdle rate, annual 0% |
| ISIN code: | HU0000727037 |
| Start: | 09/14/2021 |
| Currency: | EUR |
| Net Asset Value of the whole Fund: | 16,917,388,021 HUF |
| Net Asset Value of EUR series: | 3,327 EUR |
| Net Asset Value per unit: | 0.860893 EUR |

DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt.

ASSET ALLOCATION OF THE FUND

| Asset | Weight |
|---|-----------------|
| Corporate bonds | 39.99 % |
| Government bonds | 34.75 % |
| Mortgage debentures | 1.17 % |
| Collective securities | 0.18 % |
| Current account | 28.40 % |
| Liabilities | -18.49 % |
| Receivables | 15.99 % |
| Market value of open derivative positions | -1.97 % |
| Total | 100,00 % |
| Derivative products | 74.52 % |
| Net corrected leverage | 100.68 % |

Assets with over 10% weight

There is no such instrument in the portfolio

SUGGESTED MINIMUM INVESTMENT PERIOD

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

RISK PROFILE

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

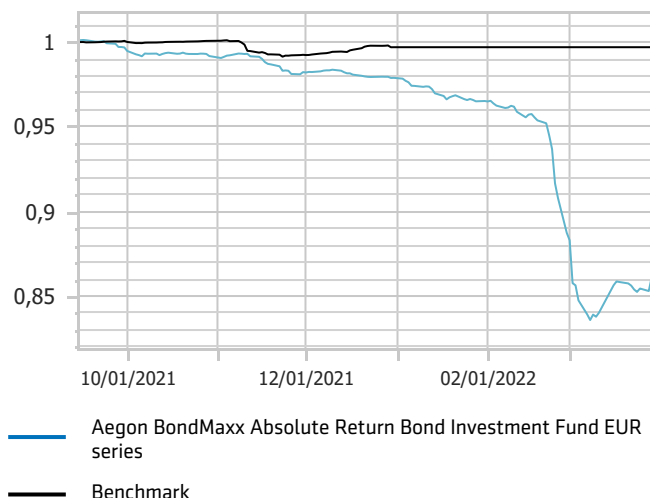
← Lower risk Higer risk →

NET YIELD PERFORMANCE OF THE SERIES

| Interval | Yield of note | Benchmark yield |
|------------|---------------|-----------------|
| From start | -13.91 % | -0.30 % |
| 1 month | -2.99 % | 0.00 % |
| 3 months | -12.06 % | 0.00 % |
| 6 months | -13.65 % | -0.37 % |

NET PERFORMANCE OF THE SERIES

net asset value per share, 09/14/2021 - 03/31/2022



RISK INDICATORS FOR THE LAST 12 MONTHS

| | |
|--|------------|
| Annualized standard deviation of the fund's weekly yields | 8.76 % |
| Annualized standard deviation of the benchmark's weekly yields | 0.78 % |
| WAM (Weighted Average Maturity) | 2.42 years |
| WAL (Weighted Average Life) | 4.40 years |

TOP 3 POSITIONS

| Asset | Type | Counterparty / issuer | Maturity |
|-----------------------------|------------------|----------------------------------|------------|
| Magyar Államkötvény 2027/B | interest-bearing | Államadósság Kezelő Központ Zrt. | 04/22/2027 |
| MFB 2025/06/24 1,375% EUR | interest-bearing | Magyar Fejlesztési Bank Zrt. | 06/24/2025 |
| MVMHU 2027/11/18 0,875% EUR | interest-bearing | MVM Energetika ZRt. | 11/18/2027 |

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.

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