

## 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 8.5% in March, but surprisingly ended below market expectations of 8.8%. The rise in inflation is mainly due to higher food prices, but the year-on-year increase in services prices is now above 6%. The government announced at the end of April that it would extend the price freeze on both food and fuel until July 1st, so that they can continue to be purchased at fixed levels. At the April rate-setting meeting, the central bank raised the base rate again by 100 basis points, and the one-week deposit rate was also raised by 30 basis points in the subsequent deposit tender. The base rate now stands at 5.4% and the deposit rate at 6.45%. The central bank's communication has remained essentially unchanged, with the size of the tightening to be decided on a monthly basis based on the incoming data. The launch of the rule of law procedure announced at the beginning of the month sent the forint back on a weakening path, but it managed to recover some ground later on. The yield curve also moved sharply higher on the news, but yields subsequently corrected. Yields were up 66 basis points on the 3-year, 78 basis points on the 5-year and 87 basis points on the 10-year compared to the beginning of the month. The domestic real interest rate has improved a lot, but the path of inflation in 2023 remains uncertain. And the valuation of domestic paper remains favorable by regional standards. The budget continued to deteriorate in March, with the balance jumping to 74% of the full-year deficit plan. Despite this, bond issuance is on track, with institutional issuance standing at 39% at end-April. International sentiment remains poor but recession fears have started to emerge, making us slightly more positive on the asset class. The elections results are also rather positive from an investment perspective, as the chances of fiscal consolidation increased.

## 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:	HU0000718127
Start:	12/01/2016
Currency:	HUF
Net Asset Value of the whole Fund:	14,986,861,721 HUF
Net Asset Value of I series:	3,236,929,665 HUF
Net Asset Value per unit:	0.923477 HUF

## DISTRIBUTORS

## 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
Government bonds	88.59 %
Corporate bonds	11.43 %
Liabilities	-0.06 %
Current account	0.04 %
Receivables	0.00 %
<b>Total</b>	<b>100.00 %</b>
Derivative products	0.00 %
Net corrected leverage	100.00 %

## Assets with over 10% weight

2025B (Államadósság Kezelő Központ Zrt.)
2027A (Államadósság Kezelő Központ Zrt.)

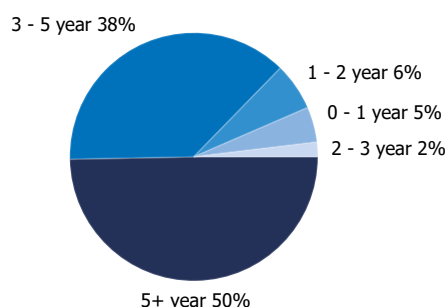
## RISK PROFILE

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

NET YIELD PERFORMANCE OF THE SERIES		
Interval	Yield of note	Benchmark yield
From start	-1.46 %	-1.31 %
2021	-11.24 %	-11.36 %
2020	1.55 %	1.41 %
2019	7.23 %	7.74 %
2018	-1.51 %	-0.95 %
2017	6.28 %	6.41 %

**Bonds by tenor:**



**NET PERFORMANCE OF THE SERIES**

net asset value per share, 05/01/2021 - 04/30/2022



**RISK INDICATORS FOR THE LAST 12 MONTHS**

Annualized standard deviation of the fund's weekly yields	8.27 %
Annualized standard deviation of the benchmark's weekly yields	8.26 %
WAM (Weighted Average Maturity)	5.86 years
WAL (Weighted Average Life)	6.52 years

**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