

## INVESTMENT POLICY OF THE FUND

The Fund aims to achieve capital growth by investing in bonds of emerging European countries and state-owned companies. The Fund does not apply credit rating restrictions: it may purchase securities of any country or company with any long-term credit rating. The Fund aims for the highest possible capital growth alongside reasonable risk-taking. The Fund primarily purchases foreign currency emerging market bonds, in addition to which it holds Hungarian local currency short-term and long-term bonds for diversification and liquidity management purposes. The bond portfolio may also include short-term, long-term, fixed or floating-rate, structured and convertible bonds issued by mortgage credit institutions, other credit institutions, local governments or other business entities. The core of the Fund's investments is Central Eastern Europe (Hungary, Croatia, Poland, Romania, Slovakia, Ukraine), South East Europe (Serbia, Turkey), the Baltics (Latvia, Lithuania) and the Commonwealth of Independent States (Azerbaijan, Belarus, Kazakhstan, Russia, Georgia, Armenia) and bonds of majority state-owned companies, in addition to which the Fund holds short-term and long-term Hungarian government securities for diversification and liquidity management purposes. The target weight for bond exposures in the Fund in the 16 countries listed (target countries) is 95%. We do not set a limit on debt classification in the Fund. The Fund may only conclude derivative transactions for hedging purposes, or in the interest of establishing an efficient portfolio. The Fund may also hold non-leveraged bond-type collective investment forms. The Fund may also take on significant foreign currency exposure, which is normally covered 100% by the Fund Manager in the target currency (USD), but depending on market conditions, the Fund may also hold open foreign currency positions.

## MARKET SUMMARY

Last month, the minutes of the FOMC's March meeting revealed that policy makers intend to shrink the central bank's balance sheet by \$95bln/month, while many FOMC participants said one or more 50bp rate hikes could be appropriate at future meetings; early May the Fed announced 50 basis point hike. The US and EU imposed additional sanctions on Russia. Russia stopped gas deliveries to Poland and Bulgaria over these countries' refusal to pay for gas in RUB in the end of April. China's Caixin services PMI for March slumped amid a new COVID-19 wave. Market activity was dominated by monetary-policy expectations. Rising geopolitical and growth concerns haven't supported USTs and EGBs as yields increased substantially during the month. Across European credit markets, hybrids and high-yield bonds underperformed investment-grade credit despite moderate new-bond supply. In FX, the US Dollar Index (DXY) remains around 103. EUR-USD steadied around 1.05 after briefly dipping below that level. We further decreased Russian positions with an intention of complete withdrawal from the credit, exposure to Turkey was slightly increased while remained underweight.

## GENERAL INFORMATION

|                                    |                                 |
|------------------------------------|---------------------------------|
| Fund Manager:                      | AEGON Hungary Fund Manager Ltd. |
| Custodian:                         | Unicredit Bank Hungary Zrt.     |
| Main distributor:                  | AEGON Hungary Fund Manager Ltd. |
| Benchmark composition:             | The fund has no benchmark       |
| ISIN code:                         | HU0000724232                    |
| Start:                             | 05/26/2020                      |
| Currency:                          | USD                             |
| Net Asset Value of the whole Fund: | 14,270,471 EUR                  |
| Net Asset Value of U series:       | 2,274 USD                       |
| Net Asset Value per unit:          | 0.649666 USD                    |

## DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt.

## SUGGESTED MINIMUM INVESTMENT PERIOD

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

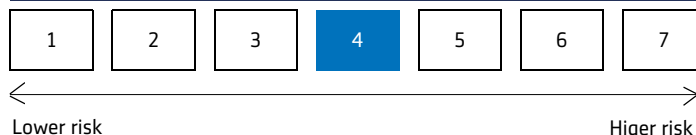
## ASSET ALLOCATION OF THE FUND

| Asset                                     | Weight          |
|---|-----------------|
| Government bonds                          | 69.76 %         |
| Corporate bonds                           | 18.82 %         |
| Current account                           | 15.89 %         |
| Liabilities                               | -3.12 %         |
| Receivables                               | 1.37 %          |
| Market value of open derivative positions | -2.72 %         |
| <b>Total</b>                              | <b>100,00 %</b> |
| Derivative products                       | 9.84 %          |
| Net corrected leverage                    | 102.46 %        |

### Assets with over 10% weight

There is no such instrument in the portfolio

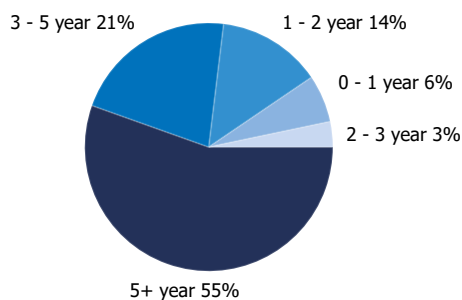
## RISK PROFILE



## NET YIELD PERFORMANCE OF THE SERIES

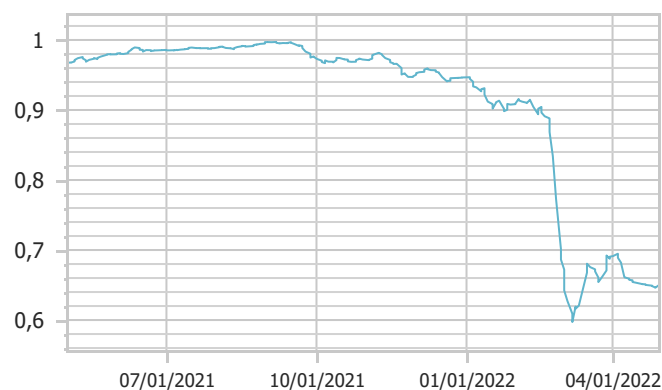
| Interval   | Yield of note | Benchmark yield |
|------------|---------------|-----------------|
| From start | -20.04 %      |                 |
| 2021       | -5.59 %       |                 |

### Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

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



— Aegon Emerging Europe Bond Fund U series  
— Benchmark

## RISK INDICATORS FOR THE LAST 12 MONTHS

|   |            |
|---|------------|
| Annualized standard deviation of the fund's weekly yields | 27.23 %    |
| WAM (Weighted Average Maturity)                           | 6.00 years |
| WAL (Weighted Average Life)                               | 7.71 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.

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