

# Aegon Polish Money Market Fund PLN series

## 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:	HU0000711601
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	92,647,238 PLN
Net Asset Value of PLN series:	92,333,189 PLN
Net Asset Value per unit:	1.093172 PLN

## INVESTMENT POLICY OF THE FUND:

The Fund's goal is to offer a stable and predictable yield at a low risk level for the investors. According to this the fund is only allowed to hold fixed income securities, which were primarily issued or guaranteed by Poland. To a limited extent it is allowed to buy bonds issued by the European Union (and its institutions), the European Central Bank, or the European Investment Bank, if the security is denominated in PLN and its credit rating is at least equal to Poland's rating. Securities issued or guaranteed by Poland can be held regardless of the credit rating up to 100% of the NAV. Maximum allowed duration of the fund is 0.5 year, while maximum weighted average maturity of the portfolio is 1 year. The Fund must limit investment in securities to those with a residual maturity until the legal redemption date of less than or equal to 2 years, provided that the time remaining until the next interest rate reset date is less than or equal to 397 days. To ensure liquidity the fund can also place bank deposits. All of the assets held by the fund are denominated in PLN.

## DISTRIBUTORS

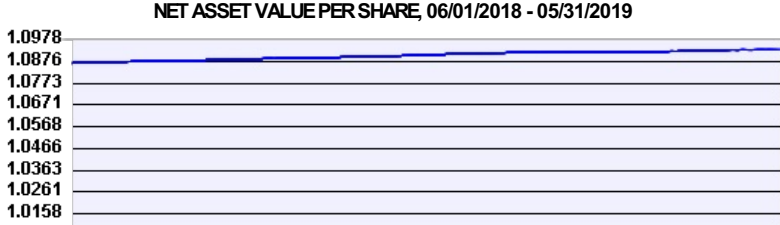
Aegon Towarzystwo Ubezpieczeń na Życie Spółka

## NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.36 %	1.80 %
2018	0.78 %	1.45 %
2017	0.92 %	1.47 %
2016	0.79 %	1.44 %
2015	0.92 %	1.53 %
2014	1.85 %	2.23 %
2013	2.89 %	2.71 %

## NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 06/01/2018 - 05/31/2019



— Aegon Polish Money Market Fund PLN series — Benchmark

Past performance is no guarantee of future results. This report should not be considered as an offer or investment advisory. The Fund Prospectus contains the detailed conditions of the investment. The distribution costs of the fund purchase can be found at the distributors.

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	0.06 %
Annualized standard deviation of the benchmark's weekly yields:	0.08 %
WAM (Weighted Average Maturity):	0.11 years
WAL (Weighted Average Life):	0.11 years

## CREDIT PROFILE

Issuer	Rating*	Country	Weight
Országos Takarékpénztár és Kereskedelmi Bank Nyrt.	BBB	HU	11.90 %
Citigroup Inc.	A	US	11.35 %
ERSTE BANK AG	A	AT	14.03 %
ING Bank N. V. (Amszterdam)	A	NL	10.40 %
Lengyel Állam	A	PL	44.54 %

\*: Average rating of the big three credit rating agencies (S&P, Moody's, Fitch)

## MARKET SUMMARY:

In May, Polish government bonds had a stellar month. Driven by the decrease in core yields, in Poland yields regarding the short end declined by 13-, regarding the 5 year maturity by 27-, and regarding the long end by approximately 40 basis points, so the yield curve has flattened. Moving on with economic data, economic growth in the first quarter reached 4,7% year over year, which was mainly driven by increasing domestic demand. According to the market expectations the polish economy will expand 4,3% in Q2, and the annual growth outlook has been revised from the previous 3,8% to 4%. Inflation rate in Poland increased further, it edged up to 2,3% year over year, but below market expectation of 2,4%. It was the highest inflation rate since November 2017. Food prices increased to 5% year over year, while annual fuel prices increased by 4,1%. In the second half of the year, additional inflationary pressure might come from the fiscal stimulus, so it is likely that the average inflation will be at 2,4% this year. The Purchasing managers' index edged down slightly to 48,8 in May from 49 in April, below market expectations. Output, new orders and exports all continued to fall, although at weaker rates than at the start of 2019. Industrial production increased 9,2% year over year in April, following a 5,6% increase in the previous month and slightly above market expectations. This was the highest gain in industrial activity since July of 2018. Regarding the government budget balance, the cumulative deficit in the first four months was 75 million PLN, which means that the monthly surplus amounted to 4413 million PLN. At the end of May, the ruling party PiS has won the European Union parliamentary elections, taking 45,6% of votes. The European Coalition (KE) consisting of five opposition parties got 38,3%. The seven percentage point lead of the ruling party over the KE is significantly higher than expected. The current election was treated as a test before the national parliamentary elections that are scheduled for autumn. Before the elections the main risk of investors was the additional fiscal spending that could be triggered in a scenario of weak result of the ruling party. However, given the election outcome risks now appears to be lower, but not entirely off the agenda.

## ASSET ALLOCATION OF THE FUND ON 05/31/2019

Asset type	Weight
Government bonds	44.51 %
Deposit	47.65 %
Current account	8.02 %
Liabilities	-0.18 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	99.99 %

## TOP 10 POSITIONS

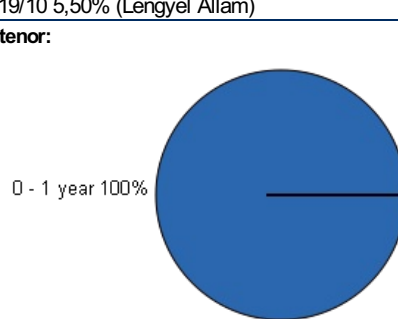
Asset	Type	Counterparty / issuer	Maturity
PLGB 2019/07 3,25%	interest-bearing	Lengyel Állam (PL)	2019. 07. 25.
PLGB 2019/10 5,50%	interest-bearing	Lengyel Állam (PL)	2019. 10. 25.
PLN Betét	Betét	Erste Bank Hun (HU)	2019. 06. 03.
PLN Betét	Betét	Citibank Hun (HU)	2019. 06. 03.
PLN Betét	Betét	ING Bank Hun (HU)	2019. 06. 05.
PLN Betét	Betét	OTP Bank (HU)	2019. 06. 11.
PLN Betét	Betét	OTP Bank (HU)	2019. 06. 05.

## Assets with over 10% weight

PLGB 2019/07 3,25% (Lengyel Állam)

PLGB 2019/10 5,50% (Lengyel Állam)

## Bonds by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

