

# 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% WBID 1M Index
ISIN code:	HU0000711601
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	106,350,339 PLN
Net Asset Value of PLN series:	106,034,429 PLN
Net Asset Value per unit:	1.098168 PLN

### INVESTMENT POLICY OF THE FUND:

The aim of the fund is to function as a stable, low-risk investment vehicle, but to offer investors better returns than the performance of the current benchmark index. The fund is a standard variable net asset value money market fund. The portfolio elements are selected in accordance with these and the Money Market Funds' principles. The portfolio elements are selected in accordance with the above mentioned principles and based on the EU wide regulation on money market funds. To ensure liquidity the fund manager primarily aims to hold government bonds and discount treasury bills issued by the Polish Debt Management Agency, and short-term instruments (e.g. deposits, repos) available on the interbank market. The fund is allowed to invest in securities issued or guaranteed by any EU member state, and in money market instruments issued or guaranteed by a supranational institution established in the EU in accordance with the Money Market Funds Regulation. The fund is only allowed to invest in debt securities, which are classified as investment grade on average by the external credit rating agencies. In addition, some financial assets, which are particularly addressed by the EU wide money market regulation, shall have a favourable assessment based on the internal credit quality assessment procedure. The fund may also hold investment units or shares within the framework of the Money Market Funds Regulation. The Fund invests at least 50% of its assets in PLN denominated assets (money market instruments issued or guaranteed by the Polish state; deposits; cash), also fulfilling the diversification requirements of the Money Market Funds Regulation. The Fund shall have a weighted average maturity no more than 6 months, and a weighted average life no more than 12 months. Moreover, the Fund shall also be allowed to invest in money market instruments 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. The fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk (the difference between the currency risk exposure of the derivative instrument and the hedged instrument can be maximum 5%). Aegon Polish Moneymarket Fund is not a guaranteed investment. The risk of loss of the principal is to be borne by the investor. An investment in Aegon Polish Moneymarket Fund is different from an investment in deposits, with particular reference to the risk that the principal invested in Aegon Polish Moneymarket Fund is capable of fluctuation. Aegon Polish Moneymarket Fund does not rely on external support for guaranteeing the liquidity of the fund or stabilising the NAV per unit or share.

### DISTRIBUTORS

Aegon Towarzystwo Ubezpieczeń na Życie Spółka

### NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.30 %	1.77 %
2019	0.57 %	1.18 %
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 %

### INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



### CREDIT PROFILE:

Issuer	Rating*	Country	Weight
Államadósság Kezelő Központ Zrt.	BBB	HU	33.07 %
Citigroup Inc.	A	US	4.70 %
ING Bank N. V. (Amsterdam)	A	NL	13.18 %
Lengyel Állam	A	PL	36.07 %

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

### TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
POLGB 2020/04/25 1,5%	interest-bearing	Lengyel Állam (PL)	2020.04.25
PLN Betét	Betét	ING Bank Hun (HU)	2020.02.05
D200226	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.02.26
D200429	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.04.29
D200325	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.03.25
POLGB 2020/07/25 0%	zero coupon	Lengyel Állam (PL)	2020.07.25
PLN Betét	Betét	Citibank Hun (HU)	2020.02.05
D200318	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.03.18
D200311	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.03.11
D200304	zero coupon	Államadósság Kezelő Központ Zrt. (HU)	2020.03.04

### MARKET SUMMARY:

In the first month of the new year the performance of the Polish bond market was mixed. In January, bond yields were driven by the fears around the spreading coronavirus. Although yields were significantly increasing in the first half of the month due to the much-higher-than-expected inflation print, the virus caused a sharp decline in yields by the end of January. So yields regarding the 10 year maturity ended only 3 basis points higher, and yields regarding the 5- and 3 year maturity closed the month on the same level, where they started the month. Moving on with economic data, the Polish economy expanded 3.8% in the last quarter of 2019, which indicates that the GDP growth in 2019 was 4%. The GDP growth forecast for 2020 and 2021 shows 3.4% and 3.2%, respectively. The YoY inflation rate in Poland rose 3.4% in December, which is significantly higher than the market expectations. It was the highest inflation rate from October 2012 driven by higher prices of food and fuel. In December the core inflation also surged. The purchasing managers' index fell to 47.4 in January from 48 in December 2019 and below market expectations of 48.3. Thus, this is the 15th consecutive month of contraction in the manufacturing sector. In January the main cause of the fall was the continuing decline of new orders and export. Industrial production in the last month of 2019 picked up, and compared to the 1.4% rise in November, it increased 3.8% Yoy in December. But this is far below the market expectations of 6.1%. Regarding the government budget balance, according to the data of the Ministry of Finance, the government could have ended 2019 with a deficit of PLN 16,6 billion, which takes 0.7% of the GDP.

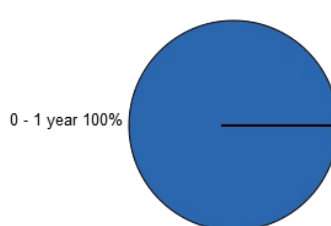
### ASSET ALLOCATION OF THE FUND ON 01/31/2020

Asset type	Weight
T-bills	38.17 %
Government bonds	30.89 %
Deposit	17.86 %
Current account	12.64 %
Market value of open derivative positions	0.48 %
Liabilities	-0.03 %
total	100.00 %
Derivative products	42.24 %
Net corrected leverage	100.04 %

### Assets with over 10% weight

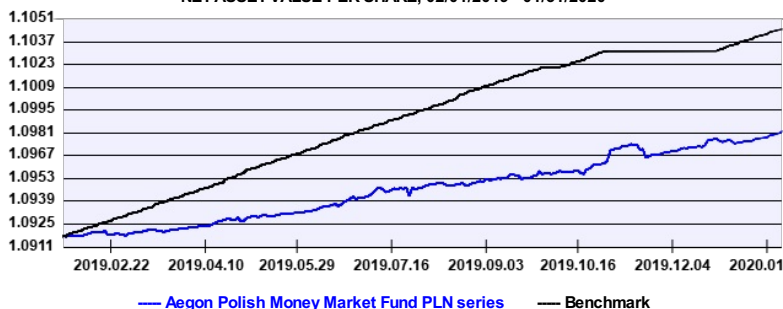
POLGB 2020/04/25 1,5% (Lengyel Állam)

Bonds by tenor:



### NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 02/01/2019 - 01/31/2020



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:	0.13 %
Annualized standard deviation of the benchmark's weekly yields:	0.08 %
WAM (Weighted Average Maturity):	0.15 years
WAL (Weighted Average Life):	0.15 years