

**Aegon Hungary
Fund Management Ltd.**

**Annual Report
31 December 2021**

(Free translation)

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Statistical Code

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Company registration Number

Aegon Hungary Fund Management Ltd.

1091 Budapest, Üllői út 1.

2021

Annual Report

Kocsis Bálint
Chief Executive Officer

Kadocsa Péter
President & CEO

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Company Registration Number

Aegon Hungary Fund Management Ltd.

"A" BALANCE SHEET (Assets)

amounts in tHUF

Nr	B	Previous year	Current year
		31.12.2020	31.12.2021
A	B	C	D
1.	A. Fixed assets (I+II+III)	1 429 151	1 464 404
2.	I. Intangible assets (1+2+3+4+5+6+7)	1 294 492	1 317 195
3.	1. Capitalized value of formation/restructuring expenses	0	0
4.	2. Capitalized value of research and development	0	0
5.	3. Concessions, licenses and similar rights	8 600	8 890
6.	4. Intellectual property products	79 401	101 814
7.	5. Goodwill	1 206 491	1 206 491
8.	6. Advances and payments on account in respect of tangible assets	0	0
9.	7. Adjusted value of intangible assets	0	0
10.	II. Tangible assets (1+2+3+4+5+6+7)	84 122	89 209
11.	1. Land and buildings and rights to immovables	6 865	4 556
12.	2. Plant and machinery, vehicles	0	0
13.	3. Other fixtures and fittings, tools and equipment, vehicles	70 268	84 653
14.	4. Breeding stock	0	0
15.	5. Assets in the course of construction	0	0
16.	6. Payments on account and tangible assets in the course of construction	6 989	0
17.	7. Adjusted value of tangible assets	0	0
18.	III. Financial investments (1+2+3+4+5+6+7+8+9+10)	50 537	0
19.	1. Long-term participations in affiliated companies	0	0
20.	2. Long-term loans to affiliated companies	0	0
21.	3. Long-term major participating interests	0	0
22.	4. Long-term loans to companies linked by virtue of major participating interests	0	0
23.	5. Other long-term participations	50 537	0
24.	6. Long-term loans to other companies linked by virtue of participating interests	0	0
25.	7. Other long-term loans	0	0
26.	8. Long-term debt securities	0	0
27.	9. Adjusted value of financial investments	0	0
28.	10. Valuation margin of financial investments	0	0

Bálint Kocsis

Chief Administration Officer

Péter Kadocsa

Chairman of the Board

Budapest, 21. March 2022

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Company Registration Number

Aegon Hungary Fund Management Ltd.

"A" BALANCE SHEET (Assets)

amounts in tHUF

Nr		Previous year	Current year
		31.12.2020	31.12.2021
29.	B. Current assets (I.+II.+III.+IV.)	7 147 595	7 678 724
30.	I. Stocks (1+2+3+4+5+6)	0	0
31.	1. Raw materials and consumables	0	0
32.	2. Work in progress and intermediate goods	0	0
33.	3. Rearing animals, hogs and other livestock	0	0
34.	4. Finished products	0	0
35.	5. Goods	0	0
36.	6. Payments on account for inventories	0	0
37.	II. Debtors (1+2+3+4+5+6+7+8)	1 784 895	1 408 849
38.	1. Trade debtors	1 268 795	1 055 160
39.	2. Amounts owed by affiliated companies	7 419	2 507
40.	3. Amounts owed by companies with which the company is linked by virtue of major participating interests	0	0
41.	4. Receivables from other companies linked by virtue of participating interests	0	0
42.	5. Notes receivable	0	0
43.	6. Other debtors	508 681	351 182
44.	7. Valuation margin of receivables	0	0
45.	8. Valuation margin of derivative instruments	0	0
46.	III. Securities (1+2+3+4+5+6)	1 691 870	1 897 851
47.	1. Shares in affiliated companies	0	0
48.	2. Major participating interests	0	0
49.	3. Other participating interests	67 071	133 921
50.	4. Own shares and own partnership shares	0	0
51.	5. Debt securities held for trading	1 624 799	1 763 930
52.	6. Valuation margin of securities	0	0
53.	IV. Cash at bank and in hand (1+2)	3 670 830	4 372 024
54.	1. Cash in hand, checks	0	0
55.	2. Cash at bank	3 670 830	4 372 024
56.	C. Accrued and deferred assets (1+2+3)	8 947	24 928
57.	1. Accrued income	5 657	14 804
58.	2. Accrued expenses	3 290	10 124
59.	3. Deferred expenses	0	0
60.	Total assets (A+B+C)	8 585 693	9 110 056

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Chairman of the Board

Budapest, 21. March 2022

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Statistical Code

Aegon Hungary Fund Management Ltd.
"A" BALANCE SHEET (Liabilities)

amounts in tHUF

Nr		Previous year	Current year
		31.12.2020	31.12.2021
A	B	D	D
61.	D. Equity (I+II+III+IV+V+VI+VII)	4 866 882	5 200 408
62.	I. Subscribed capital	1 000 000	1 000 000
63.	Showing separately: ownership shares repurchased at nominal value	0	0
64.	II. Subscribed capital unpaid (-)	0	0
65.	III. Capital reserve	0	0
66.	IV. Retained earnings	1 107 548	1 344 931
67.	V. Tied-up reserve	38 222	21 951
68.	VI. Revaluation reserve	0	0
69.	1. Valuation reserve for adjustments	0	0
70.	2. Fair value reserve	0	0
71.	VII. Profit or loss for the year	2 721 112	2 833 526
72.	E. Provisions (1+2+3)	128 882	143 860
73.	1. Provisions for contingent liabilities	128 882	143 860
74.	2. Provisions for future expenses	0	0
75.	3. Other provisions	0	0
76.	F. Creditors (I.+II.+III.)	3 393 283	3 529 219
77.	Subordinated liabilities	0	0
78.	1. Subordinated liabilities to affiliated companies	0	0
79.	2. Subordinated liabilities to companies linked by virtue of major participating interests	0	0
80.	3. Subordinated liabilities to other companies linked by virtue of participating interests	0	0
81.	4. Subordinated liabilities to other economic entities	0	0
82.	II. Long-term liabilities(1+2+3+4+5+6+7+8+9)	0	0
83.	1. Long-term loans	0	0
84.	2. Convertible and equity bonds	0	0
85.	3. Debenture loans	0	0
86.	4. Investment and development credits	0	0
87.	5. Other long-term credits	0	0
88.	6. Long-term liabilities to affiliated companies	0	0
89.	7. Long-term liabilities to companies linked by virtue of major participating interest	0	0
90.	8. Long-term liabilities to other companies linked by virtue of participating interests	0	0
91.	9. Other long-term liabilities	0	0

Bálint Kocsis
Chief Administration Officer

Péter Kadocsa
Chairman of the Board

Budapest, 21. March 2022

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Company Registration Number

Aegon Hungary Fund Management Ltd.

"A" BALANCE SHEET (Liabilities)

amounts in tHUF

Nr		Previous year	Current year
		31.12.2020	31.12.2021
92.	III. Current liabilities(1+2+3+4+5+6+7+8+9+10+11)	3 393 283	3 529 219
93.	1-Short-term loans	0	0
94.	- showing separately: convertible or equity bonds	0	0
95.	2. Short-term credits	0	0
96.	3. Advances received from customers	0	0
97.	4. Trade creditors	22 316	27 246
98.	5. Bills payable	0	0
99.	6. Short-term liabilities to affiliated companies	86 408	67 038
100.	7. Short-term liabilities to companies linked by virtue of participating interest	0	
101.	8. Short-term liabilities to other companies linked by virtue of participating interests	0	
102.	9. Other short-term liabilities	3 284 559	3 434 935
103.	10. Valuation margin of liabilities	0	
104.	11. Valuation margin of derivative instruments	0	
105.	G. Accruals and deferred income (1+2+3)	196 646	236 569
106.	1. Accrued and deferred income	0	0
107.	2. Deferred costs and expenses	196 646	236 569
108.	3. Deferred income	0	0
109.	Total liabilities (D+E+F+G)	8 585 693	9 110 056

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Chairman of the Board

Budapest, 21 March 2022

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Company Registration Number

Aegon Hungary Fund Management Ltd.

PROFIT AND LOSS ACCOUNT
(nature of expense method)

amounts in tHUF

<i>Layout of the profit and loss account (nature of expense method)</i>	Previous year	Current year
	2020	2021
01. Net domestic sales	4 978 024	5 183 518
02. Net external sales	176 224	117 958
I. Total net sales (01+02)	5 154 248	5 301 476
03. Variation in stocks of finished goods and in work in progress	-	-
04. Own work capitalized	21 062	31 753
II. Work performed by the company for its own purposes and capitalized (+03+04)	21 062	31 753
III. Other income	53 804	68 140
Showing separately: impairment loss reversed	-	-
05. Raw materials and consumables	6 494	8 565
06. Value of services consumed	812 843	687 080
07. Cost of other services	45 127	48 134
08. Cost of goods sold	-	-
09. Value of services sold (mediated)	322 887	303 435
IV. Material costs (05+06+07+08+09)	1 187 351	1 047 214
10. Wages and salaries	731 024	805 583
11. Other employee benefits	41 953	44 909
12. Contributions on wages and salaries	139 799	138 809
V. Staff costs (10+11+12)	912 776	989 301
VI. Depreciation	47 269	56 990
VII. Other operating charges	217 673	226 478
Showing separately: impairment loss	-	-
A. Results of operating activities (I+II+III-IV-V-VI-VII)	2 864 045	3 081 386

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Chairman of the Board

Budapest, 21. March 2022

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Company Registration Number

Aegon Hungary Fund Management Ltd.

PROFIT AND LOSS ACCOUNT (nature of expense method)

amounts in tHUF

<i>Layout of the profit and loss account (nature of expense method)</i>	Previous year	Current year
	2020	2021
13. Dividends and profit-sharing receivable	-	-
Showing separately: from affiliated companies	-	-
14. Income from participating interests, capital gains	-	-
Showing separately: from affiliated companies	-	-
15. Income from financial investments (equity shares, loans), capital gains	-	-
Showing separately: from affiliated companies	-	-
16. Other interest receivable and similar income	9 690	35 217
Showing separately: from affiliated companies	-	-
17. Other income from financial transactions	8 120	4 100
Showing separately: valuation margin	-	-
VIII. Income from financial transactions (13+14+15+16+17)	17 810	39 317
18. Expenses and losses on participating interests	-	-
Showing separately: to affiliated companies	-	-
19. Expenses on financial investments (equity shares, loans), losses	-	-
Showing separately: to affiliated companies	-	-
20. Interest (paid) payable and similar charges	-	-
Showing separately: to affiliated companies	-	-
21. Losses on shares, securities, long-term loans and bank deposits	-	-
22. Other expenses on financial transactions Showing separately: valuation margin	16 385	13 567
Showing separately: valuation margin	-	-
IX. Expenses on financial transactions (18+19+20+21+22)	16 385	13 567
B. Profit or loss from financial transactions (VIII-IX)	1 425	25 750
C. Profit or loss before tax (+A+B)	2 865 470	3 107 136
X. Tax expense	144 358	273 610
D. Profit after tax (+C-X)	2 721 112	2 833 526

Bálint Kocsis

Chief Administration Officer

Péter Kadocsa

Chairman of the Board

Budapest, 21 March 2022

Aegon Hungary Fund Management Ltd.

Notes to the Annual Report for 2021

1. General

Introduction of the company

ÁB-MONÉTA Befektetési Alapkezelő Kft. (hereinafter referred to as the Company) was established in 1996 with a subscribed capital of HUF 5 million. The founder of the Company was ÁB-MONÉTA Befektető és Tanácsadó Kft., which on 1 November 1997 was transformed into ÁB-MONÉTA Értékpapír Rt. (later AEGON Magyarország Értékpapír Rt.), a company limited by shares with registered shares exclusively. Due to the changes in its activities, the parent company modified its name as well to AEGON Magyarország Gazdasági Szolgáltató Rt.

Based on the founder's resolution, on 18 November 1999 the Company decided to convert into a company limited by shares and at the same time to increase the Company's subscribed capital. The extent of the required capital increase was HUF 13 million by ÁB-MONÉTA Értékpapír Rt., and HUF 2 million by the ÁB-Novinvest Kft.

The Fund Management Ltd. changed its corporate form in its closing balance sheet as of 22 February 2000. Hereinafter, the Company was operated as successor under the name ÁB-Monéta Befektetési Alapkezelő Rt.

On 18 September 2000, the Company changed its name to AEGON Magyarország Befektetési Alapkezelő Rt. Based on the founder's resolution, on 23 January 2002 the Company decided to increase its subscribed capital to HUF 250 million. The capital increase was entirely subscribed by AEGON Magyarország Értékpapír Rt.

In 2003 the founders decided to make an additional capital increase to HUF 750 million. The capital increase was entirely subscribed by AEGON Magyarország Értékpapír Rt.

Aegon Magyarország Gazdasági Szolgáltató Rt. merged into the parent company Aegon Magyarország Általános Biztosító Zrt. (hereinafter: Aegon Hungary General Insurance Ltd.) on 5 September 2005, thus the Company became the property of Aegon Magyarország Általános Biztosító Zrt. (99.8%) and Aegon Magyarország Ingatlan Fejlesztő és Hasznosító Korlátolt Felelősségű Társaság (0.2%). Aegon Magyarország Ingatlan Fejlesztő és Hasznosító Kft. merged into Aegon Biztosító in 2012, which therefore became the sole owner of the Company.

The Company is consolidated by Aegon Hungary General Insurance Ltd. The consolidated accounts can be accessed at the registered seat of Aegon Hungary General Insurance Ltd. (HU- 1091 Budapest, Üllői út 1.) and on the homepage of the Ministry of Public Administration and Justice (<http://e-beszamolo.kim.gov.hu>) respectively. The largest unit of the company group into which the Company is integrated is AEGON N.V. (registered seat: AEGONplein 50. 2591 TV. The Hague, The Netherlands). The consolidated statement can be accessed at the registered seat of AEGON N.V.

The President of the Board of Directors is Péter Kadocsa, the members of the Board of Directors are CEO Bálint Kocsis and András Loncsák, leader of the share division and Gabor Réti, Head of Risk Management.

The registered seat of the Company: 1091 Budapest, Üllői út 1.

VAT code: 11951766-4-43

Company registration number: 01-10-044261

Homepage contact details: www.aegonalapkezelo.hu

Members of the Supervisory Board:

- | | |
|----------------------------|--|
| Hindrik Eggens | a member of the Supervisory Board, former CEO of AEGON Global Asset Management and Chairman of the Board of Directors, does not perform any significant activities relevant to the Fund Manager. |
| Jane Daniel | The Chairman of the Supervisory Board, AEGON Aegon Asset Management CRO, does not engage in any major activities relevant to the Fund Manager. |
| Olaf van den Heuvel | Member of the Supervisory Board, the CIO of Aegon Asset Management does not have any significant activities relevant to the Fund Management. |

The Company complies with the provisions of Decree XVI of 2014 on the forms of collective investment and their managers, as well as amendments to certain financial laws. (hereinafter: Kbtv.) have alternative investment fund management (AIFM) and UCITS fund management licenses. The Company, as an AIFM, is in possession of a license to conduct collective portfolio management pursuant to Section 7 (1) (a), (b) of the Public Procurement Act, Section 7 (2) (a), (b) and Section 7. § (3) a.) B.) And c.) Of the investment fund management companies. The Company, as a UCITS fund manager, performs the activities permitted for investment management companies by the provisions of Section 6 (1) a.), B.) And c. The activities of the AIFM are regulated by the Magyar Nemzeti Bank on H-EN-III-6/2015 dated 30.01.2015. The Magyar Nemzeti Bank approved the UCITS fund management activities in accordance with Resolution H-EN-III-101/2016 dated 04.04.2016. authorized by decision no.

Our Company joined the Association of Hungarian Investment Fund Management Companies in January 2002. The Company has been a member of the Investor Protection Fund since December 2002. The joining fee was HUF 500,000.

The Company is entitled to provide cross-border services; the types of the services are as follows broken down by country:

Poland	portfolio management/investment consultancy
Czech Republic	portfolio management/investment consultancy
Slovakia	portfolio management
Romania	portfolio management

From 2019 only two directions were provided (towards Poland and Romania).

In connection with cross-border services, the Company did not incur any tax liability to a foreign tax authority in 2020 or 2021.

The stakeholder of the Company:

AEGON Hungary General Insurance Limited Liability Company
Registered seat: HU-1091 Budapest, Üllői út 1.
Shares: 500 units of ordinary shares with a nominal value of HUF 2,000,000
Voting interest: 100%

Changes in the Company in the Aegon Group

Aegon N.V. In November 2020, Vienna Insurance Group AG agreed with Wiener Versicherung Gruppe (VIG) to sell its insurance, pension savings and fund management businesses in Hungary, Poland, Romania and Turkey. The Contracting Parties have initiated the acquisition of the necessary official permits in each of the countries concerned in accordance with the relevant legal provisions.

In April 2021, the Hungarian Ministry of the Interior vetoed the planned transaction, due to which VIG initiated negotiations with the Hungarian Ministry of Finance. As a result of the negotiations, the parties signed an agreement in February 2022, on the basis of which Corvinus Befektetési Zrt., Representing the Hungarian side, will acquire a 45% minority stake in Aegon Biztosító and Union Biztosító under the 55% controlling influence of VIG. The official authorization required to close the transaction is in progress.

Until the closing of the transaction, the Company will continue to be a full member of the Aegon Group.

Effects of Covid-19 on the Company

At the end of 2019, the first news about Covid-19 (Coronavirus) released in China was published. In the first few months of 2020, the virus will spread globally and feel its effects on both society and the economy in several waves. Although a small number of vaccines appeared and became available at the end of 2020, the

mass spread of vaccines took place in 2021. Given that vaccination is on the rise worldwide and that drugs are already appearing on the market in addition to vaccines, we expect that any Covid mutants that may emerge in the coming years will have no significant impact on money and capital market movements - hence our Company's operations. as in the early years of the epidemic.

The effects of the Ukrainian crisis on the Company

Due to the increasing Russian-Ukrainian political tension, our company's risk management department has been conducting enhanced monitoring since the end of January 2022 to monitor relevant exposures and prepare the necessary decisions. The investment department closely monitored geopolitical developments and assessed possible scenarios. The extremely negative scenario was considered by our investment department to be one of the low-probability scenarios.

On February 24, 2022, the conflict escalated into a war, so based on the Liquidity Policy, the Chief Risk Officer convened the Liquidity Committee, which meets several times a day if necessary, analyzes the situation and performs decision-making tasks.

Their company shall take the necessary measures without delay in accordance with the legal provisions, taking into account the interests of investors. Pursuant to the decision taken under this measure, on 24 February 2022 it decided to temporarily suspend the continuous marketing of the following 5 investment funds:

Aegon Russia Equity Investment Fund
Aegon Emerging Europe Bond Investment Fund
Aegon Premium Dynamic Funds Sub-Fund
Aegon Premium Expert Fund of Funds Sub-Fund
Aegon Tempo Maxx Funds Sub-Fund

With the exception of the Aegon Russia Equity Fund, the continuing trading of the suspended funds resumed on March 1, 2022 and has been ongoing ever since.

Nevertheless, the direct assets managed by the Company have little Russian or Ukrainian exposure overall, but the indirect negative impact of the conflict has been significant in regions and markets that have traditionally been significant in the investment mix of the portfolios managed. Effective management of the latter situation is currently the strategic focus of the investment department.

In view of the current situation, we believe that the going concern principle will continue to apply.

2. The main elements of the accounting policy of the Company

Statement preparation and bookkeeping

In the course of preparing the Annual Report and bookkeeping, the Company proceeds in compliance with the provisions of Act C of 2000 on Accounting, and applies the principles provided therein. Given the nature of its activities, the Company takes into consideration the provisions specified in Government Decree 327/2009 (XII.29.) when preparing its Annual Report and bookkeeping.

The Corporation shall prepare the Annual Report based on double-entry bookkeeping. The Company keeps its books in Hungarian Forint in the Hungarian language. The balance sheet, the profit and loss statement and the notes form parts of the Annual Report. The Company also prepares a Business Report. The Company prepares its profit and loss statement by using the total cost method.

The Company has an accounting policy appropriate to its specificities, which includes:

- (a) rules for the inventory and inventory of assets and liabilities;
- (b) the rules for valuing assets and liabilities;
- (c) the internal rules governing the calculation of costs;
- (d) the cash management regulations.
- (e) e service unbundling policy
- (f) strict accounting rules

The annual report for the calendar year is prepared as of the balance sheet date of 31 December 2021 and the balance sheet date of 7 January 2022.

The Company did not deviate from the provisions of Articles 15-16 of the Accounting Act during the preparation of the books or the preparation of the financial statements.

Material errors

In the Company's accounting documents it shall be understood as a material error if in the year when discovered by any form of audit or self-audit, the total value of all errors (whether negative or positive) for a given financial year and the impacts thereof - increasing or decreasing the profit or loss or the equity - exceeds 2% of the balance sheet total, or if it is lower than 1 million HUF the base is 1 million HUF. Every errors under this base are non-material errors.

We consider the following to be exceptional revenue

- the value of the assets (in-kind) transferred to the company in accordance with the articles of association
- the amount of liabilities waived under the arrangement
- the market value of the assets received free of charge, without the obligation to return them, received as gifts, bequests, found as surpluses, which do not qualify as shares or securities, or in accordance with the law, unless otherwise provided by law
- the amount of the obligation assumed by the third party in the course of the debt assumption without compensation, if it relates to an acquired asset that does not qualify as a share or security, up to the carrying amount of the asset acquired in connection with the assumed liability

- the amount of the waived obligation, if it relates to an acquired asset that does not qualify as a share or security, up to the amount of the carrying amount of the asset acquired in connection with the waived obligation
- the amount of financially settled support received for development purposes - without the obligation to repay - and the amount of funds finally taken over
- the market value of the services received (used) free of charge or, in the case of a different provision of the law, in accordance with the law.

We consider the following to be exceptional expenses

- the book value of the assets (in-kind) transferred to the company,
- the amount reimbursed for the value of subsidies and benefits transferred for development purposes without the obligation to repay,
- funds permanently transferred.
- the book value of assets transferred free of charge, with the exception of shares, securities, loans in fixed assets and purchased receivables, and the cost of services provided free of charge, with value added tax not paid by the transferee increased amount
- the amount of the obligation assumed during the assumption of the debt - without compensation - according to the contract (agreement) - taking into account Section 33 (1) of the Act - at the transferee of the debt;
- the amount of support and benefits provided to a domestic or foreign enterprise in connection with the business year to compensate for the costs (expenses) - without the obligation to repay

Principles for the valuation of assets and liabilities

The valuation of assets and liabilities is based on the principles of group evaluation (in the cases permitted by the Act on Accounting) or on individual, itemized evaluation. Evaluation shall start from the going concern basis and the principles of individual evaluation, prudence and authenticity.

The valuation principles applied in the preparation of the balance sheet for the previous year may be changed only if the factors causing the change prevail on a permanent basis, that is for no less than a period of one year, and the change consequently qualifies as permanent or long term.

The value of all assets and liabilities denominated in foreign currency shall be determined based on the official foreign exchange rate published by the National Bank of Hungary prevailing on the last day of the year, and all fluctuations in exchange rates - without their value - shall be regarded as material.

During evaluation, the Company takes into consideration all impairment and depreciation which relate to the assets existing on balance sheet date, actually occur or become known until the preparation of the balance sheet. The Company accounts for impairment on a monthly basis by using the linear method.

Assets and liabilities are controlled by way of stocktaking and reconciliation in compliance with the Company's regulations for stocktaking, and are evaluated individually.

The depreciation rates determined based on the useful life for each asset category are as follows:

Amortization rates for intangible assets:

The depreciation rate for property rights is 15% per annum.

The depreciation rate for completed experimental development is 20% per annum.

The depreciation rate for the completed foundation reorganization is 20% per annum.

The share related to goodwill is no longer recognized, therefore the Company, in accordance with the Accounting Act, applies the provisions in force on the date of registration of goodwill, annually reviews the carrying amount of goodwill and, if necessary, calculates unplanned depreciation.

For software, the useful life is determined by asset category based on obsolescence experience.

Useful life of software by software type:

- Custom software - portfolio registration systems:
 - Depreciation rate is 3 years, except for assets over HUF 15 million 5 years
- Purchased software:
 - Operating systems - 5 years
 - Windows and windows applications - 5 years
 - Other additional software - 2 years, except for devices over HUF 15 million 5 years
 - General Ledger Software - 5 years
 - Accounting analytical software - 5 years
- Self developed software - 5 years

Depreciation rates determined based on useful lives by software type are as follows:

- Custom software - portfolio registration systems:
 - Depreciation rate is 33% per annum. Exception for assets over HUF 15 million 20%,
- Purchased software:
 - Depreciation rate for operating systems is 20% per annum,
 - Description key for Windows and windows applications is 20% per year,
 - The description key for other additional software depends on the application, usually. 50%, except for assets over HUF 15 million 20%,
 - General ledger software depreciation rate is 20% per annum,
 - Depreciation rate for accounting analytical software is 20% per annum
- In-house developed software - 20%

During the activation or additional activation of the asset, the individual cost of the asset is taken into account when determining the HUF 15 million value limit.

Depreciation rates for tangible assets:

Depreciation rate for computer equipment is 20%

Assets with an individual value of less than HUF 100 thousand are depreciated in one amount

Depreciation rates for administrative and technical assets are 20, 33 and 50% per annum, respectively.

Depreciation rate of machinery, equipment and facilities 20% per annum

Investment in buildings and leased real estate 6% per annum

The depreciation rate for other equipment is 20% per annum.

In the general case, the useful life of our Company is determined by taking into account the technically justified life of the asset, so the useful life is equal to the technically justified life of the assets, as follows:

- Computer equipment for 5 years
- Assets below the individual value of HUF 100 thousand are depreciated in one amount
- Administrative tools - 2, 3 and 5 years, respectively
- Machinery, equipment, facilities - 5 years
- Buildings, investment in leased real estate - 16.6 years

3. Notes to the Balance Sheet

3.1. Fixed Assets

3.1.1 Intangible assets (table representing changes in Annex No. 1.)

figures are in Th HUF

Intangible Assets	2020	2021	Change	Change%
Concessions, licenses and similar rights	8 600	8 890	291	3%
Intellectual property products	79 401	101 814	22 412	28%
Goodwill	1 206 491	1 206 491	0	0%
Total:	1 294 492	1 317 195	22 703	2%

Concessions, licenses and similar rights

The most valuable rights of the Company representing assets are the licence fees of different computer software.

Intellectual property products

Among its intellectual property, the Company records the capitalized value of such management software, homepage and online system which have been developed for its own purposes upon its order jointly with a third party. The Company develops and maintains its systems continuously and according to its own requirements.

Goodwill

Based on the purchase agreement executed on 20 February 2008 AEGON Fund Management Ltd. purchased UNIQA Befektetési Szolgáltató Zrt. and UNIQA Pénzügyi Szolgáltató Zrt. from their stakeholders. The difference between the purchase price and the equity of the companies purchased that is HUF 4,397 million was shown as goodwill. The return of a significant part of the goodwill became hopeless due to the changes in legislation in 2010. When evaluating the return at the end of 2010, the Company recorded as extraordinary depreciation 100% of the share of goodwill in the private pension fund by applying the assets of the private pension fund to the voluntary pension fund. Based on the evaluation of return relating to the end of 2021, no extraordinary depreciation was justified to be shown, therefore the closing value of goodwill remained HUF 1,206 million

3.1.2. Tangible assets (table representing changes in Annex No. 1.)

figures in Th HUF

Tangible assets	2020	2021	Change	Change%
Land and buildings and rights to immovables	6 865	4 556	-2 309	-34%
Other fixtures and fittings, tools and equipment, vehicles	70 268	84 653	14 385	20%
Assets in the course of construction	0	0	0	n/a
Payments on account and tangible assets in the course of construction	6 989	0	-6 989	n/a
Total:	84 122	89 209	5 087	6%

Land and buildings and rights to immovables

In the balance sheet line the Company records the capitalized expenses relating to the construction of its office.

Other fixtures and fittings, tools and equipment, vehicles

In the balance sheet line the Company records different office equipment, computer accessories and passenger vehicles.

Payments on account and tangible assets in the course of construction

Payments on account and tangible assets in the course of construction are non-capitalized assets and it's paid deposits.

3.1.3. Financial investments

figures in Th HUF

Financial Investments	2020	2021	Change	Change%
Long-term participations in affiliated companies	0	0	0	-
Other long-term participation	50 537	0	-50 537	-100%
Total:	50 537	0	-50 537	-100%

Other long-term participation include time bonds purchased by the Company in 2021, which the Company intends to transfer under the securities incentive plan. Given that the change of ownership is expected to take place during 2022, the securities benefits for the previous period will also be accounted for and transferred.

3.1.4 Stocs

The Company is holding no stocks.

3.1.5. Debtors

Accounts receivable from the supply of goods and services (debtors)

figures in Th HUF

	2020	2021	Change	Change%
Trade debtors	1 268 795	1 055 160	-213 635	-17%

The decrease in the balance of trade debtors is due to the decrease in performance fee revenues. No impairment was required for trade receivables during the period or the comparative period.

Amounts owed by affiliated companies

figures in Th HUF

	2020	2021	Change	Change%
Amounts owed by affiliated companies	7419	2 507	-4 912	-66%

The Company presents its receivables from its parent company, which are not related to portfolio management, as receivables from affiliated companies.

Other debtors

figures in Th HUF

Other debtors	2020	2021	Change	Change%
Other receivables	70 624	2 641	-67 983	-96%
Portfolio managing receiveables	417 413	348 455	-68 958	-17%
Overpayment of taxes and contributions (reclassification)	20 644	86	-20 558	-100%
Total:	508 681	351 182	-157 499	-31%

Other debtors from portfolio management of the parent company amounted to HUF 195,143 thousand in 2021 (2020: HUF 185,985 thousand).

3.1.6 Securities

Debt securities held for trading

figures in Th HUF

Securities	2020	2021	Change	Change %
Other participating interests	1 624 799	1 763 930	139 131	9%
Other securities	67 071	133 921	66 850	100%
Total:	1 691 870	1 897 851	205 981	12%

The Company discloses debt securities acquired for trading purposes and equity securities that are expected to be disposed of in the next business year. The significant increase in other shares is due to the reclassification of other non-current shares from the balance sheet line.

3.1.7. Cash at bank and in hand

The balance sheet line shows the amounts held in the treasury and bank accounts on 31 December 2021. The closing value is HUF 4,372,024 thousand (2020: HUF 3,670,830 thousand). However, due to the nature of the Company's activities, not only its own but also 'customer money' related to the distribution of the investment unit is included in the bank accounts after the 2013 merger of Aegon Magyarország Befektetési Jegy Forgalmazó Zrt. The balance increased in the current year compared to 2020, which was caused by the increase in the Company's investment bank account in addition to the higher year-end balance of customer funds, in which the company's uninvested cash appears in 2021 HUF 393,604 thousand (2020: HUF 5,109 thousand)

Foreign currencies are shown in the balance sheet as revaluated at the NBH central rate on the balance sheet date

The sums transferred by the clients before the end of the year but invested at the beginning of January only increase the liquid assets against other liabilities, in the same amount.

figures in Th HUF

	2020	2021	Change	Change%
Client's money	3 194 417	3 241 721	47 304	1%

3.1.8. Accrued and deferred assets

figures in Th HUF

Accrued and deferred assets	2020	2021	Change	Change%
Accrued premium revenues	3 538	10 161	6 623	187%
Accrued Bank interests	86	336	250	-
Accrued expenses	3 290	10 124	6 834	208%
Accrued interest on securities	2 034	4 307	2 273	112%
Total:	8 947	24 928	15 981	179%

Accrued premium revenues

This line includes a significant portion of index usage fees from mutual funds and the AEGON Voluntary Pension Fund that have not been invoiced by the balance sheet date.

Accrued Bank interests

K&H Bank accrual interest is included, the value date of which is the first day of the following year.

Accrued expenses

The balance sheet line includes costs and expenses which have already been resolved but relate to a subsequent period..

Accrued interest on securities

This line includes the proportionate accumulated interests on discount and interest-bearing debt securities which are payable for the subject year.

3.2. Liabilities

3.2.1. Equity

The subscribed capital did not change as compared to the previous year's figure (HUF 1 billion). The amount of the dividend payable for 2021 is HUF 2,5 billion.

figures in Th HUF

	2020.12.31	Transfer of Profit	Dividend	Utilization of development reserve	Development reserve release	Profit after tax for year 2021	2021.12.31
Subscribed capital	1 000 000						1 000 000
Retained earnings	1 107 548	2 721 112	-2 500 000	26 271	-10 000		1 344 931
Tied-up capital	38 222			-26 271	10 000		21 951
Profit or loss of the year	2 721 112	-2 721 112				2 833 526	2 833 526
Equity	4 866 882						5 200 408

The Company records only development reserves as committed reserves in both 2020 and 2021. Most of the development reserve used in the current year was used to purchase motor vehicles.

3.2.2. Provisions

figures in Th HUF

Provisions	2020	2021	Change	Change%
Reorganization provisions	10 574	13 430	2 856	27%
LTIP provisions	118 308	130 430	12 122	10%
Total:	128 882	143 860	14 978	12%

figures in Th HUF

	Reorg	LTIP	TOTAL
2021 Open	10 574	118 308	128 882
Provisioning	2 856	67 132	69 988
Utilization	-	51 990	51 990
Return	-	3 020	3 020
2021 Closing	13 430	130 430	143 860

Reorganization provisions are created for liabilities to employees receiving child-care support and child-care allowance, which are to be utilized if the Company would not be able to provide employment for its returning employees.

LTIP is a long-term incentive program for executives. The provision is established and used in accordance with the internal regulations governing the program. No provision was made for an associate.

The Company incurred no contingent liability arising from promises or warranty for the protection of its capital or profit, and created no provisions.

The Company has no contingent and future liabilities outside the balance sheet arising from promises or warranty for the protection of its capital or profit.

3.2.3. Creditors

The Company has no creditors in 2020 and 2021.

3.2.4. Long-term liabilities

The Company has no long-term liabilities in 2020 and 2021.

3.2.5 Current liabilities

Trade creditors

figures in Th HUF

Description	2020	2021	Change	Change%
Accounts payable	6 324	13 256	6 932	110%
non-invoiced accounts payable	15 992	13 990	-2 002	-13%
Total:	22 316	27 246	4 930	22%

Short-term liabilities to affiliated companies

figures in Th HUF

Description	2021	2021	Change	Change%
Accounts payable	67 220	56 075	-11 145	-17%
non-invoiced accounts payable	19 188	10 963	-8 225	-43%
Total:	86 408	67 038	-19 370	-22%

The line includes trade payables with the parent company at the end of the year, the balance of which did not change significantly compared to the comparison period (HUF 67,220 thousand in 2020)

Other short-term liabilities

figures in Th

HUF

Other short-term liabilities	2020	2021	Change	Change%
Taxes	90 142	193 214	103 072	114%
Other	3 194 417	3 241 721	47 304	1%
Total:	3 284 559	3 434 935	150 376	5%

Other current liabilities include cash not yet invested in distribution activities transferred by customers to the Company's account.

3.2.6. Accruals and deferred income

figures in Th HUF

Deferred costs and expenses	2020	2021	Change	Change%
Bonus	158 154	211 748	53 594	34%
Commission fee	26 617	16 488	-10 129	-38%
Trailer and transfer fee	0	0	0	0%
Other Accruals	11 875	8 333	-3 542	-30%
Total:	196 646	236 569	39 923	20%

4. Notes to the Profit and loss account

4.1. Total net sales

figures in Th

HUF	2020	2021	Change	Change%
Fund management fee of AEGON funds	2 695 651	2 881 918	186 267	7%
Portfolio management fee of AEGON Insurance Co.	845 907	847 886	1 979	0%
Asset management fee of AEGON Pension Funds	1 047 447	995 005	-52 442	-5%
Portfolio management fee of other clients	1 650	574	-1 076	-65%
Consultancy fee of third parties	46 020	45 810	-210	0%
Other premium revenues	517 573	530 283	12 710	2%
Total net sales	5 154 248	5 301 476	147 228	3%

The increase in fee income related to investment fund management and thus the increase in sales of domestic services was due to higher fund management fee income, while lower success fee income was compared to the previous year (HUF 2021: 769,022 thousand, HUF 2020: HUF 973,783 thousand).

The net sales revenue is related to countries within the European Union exclusively.

figures in Th HUF

Distribution of net sales revenue	2020	2021	Change	Change%
Domestic service sales	4 978 024	5 183 518	205 494	4%
Export service sales	176 224	117 958	-58 266	-33%
Total:	5 154 248	5 301 476	147 228	3%

Value of services sold

figures in Th HUF

Value of services sold	2020	2021	Vált.	Vált. %
Fund management fee of AEGON funds	269 936	229 809	-40 127	-15%
Asset management fee of AEGON Pension Funds	48 263	67 402	19 139	40%
Portfolio management fee of AEGON Insurance Co.	4 688	6 205	1 517	32%
Other re-invoiced costs		19	19	n/a
Total:	322 887	303 435	-19 452	-6%

No further invoicing was made to the parent company in the year under review.

Development of regional portfolio management fee income:

figures in Th HUF

Details of regional portfolio management fee income	2020	2021	Change	Change%
Portfolio management fee	85 713	81 904	-3 809	-4%
Performance fee	54 400	0	-54 400	-100%
Total:	140 113	81 904	-58 209	-42%

Fee income decreased in the year under review, which can be mainly explained by the decrease in success fee income. In the current year, HUF 769,309 thousand was incurred from the related company (parent company) from the net sales revenue, compared to HUF 701,476 thousand last year.

4.2 Own work capitalized

figures in Th HUF

Own work capitalized	2020	2021	Change	Change%
Salaries	16 226	24 672	8 446	52%
Contributions	2 921	4 194	1 273	44%
Other costs	1 915	2 887	972	51%
Total:	21 062	31 753	10 691	51%

The development of the Company's own development software was previously outsourced, now partly from external and partly from internal resources. In the latter case, it activates the direct labor cost of the development.

4.3. Other income

figures in Th HUF

Other income	2020	2021	Change	Change%
Reversal of provisions	45 370	55 010	9 640	21%
Assignments within the group	2 523	1 605	-918	-36%
Other	5 911	11 525	5 614	95%
Total:	53 804	68 140	14 336	27%

'Assignments within the group include only revenues incurred against the parent company, other income in the income statement line.

The Company's revenues of exceptional size / occurrence were not in 2021.

Reversal of provisions

The release of provisions is primarily related to the LTIP payments for the year.

Other

Other items include income not directly related to the Company's core business, which is typically related to the sale of property, plant and equipment and intangible assets.

4.4. Material costs

Material costs

The material cost was HUF 8,565 thousand in 2021 (HUF 6,494 thousand in 2020), which includes the fuel costs of company cars, as well as the cost of forms and overheads. There was no significant change in the balance of material costs.

Value of services consumed

figures in Th HUF

Value of services consumed	2020	2021	Change	Change%
Travel costs	4 241	345	-3 896	-92%
Rent of real estate	75 449	77 565	2 116	3%
Data providers' fee	170 491	149 881	-20 610	-12%
Other rental fees	204	129	-75	-37%
IT maintenance	34 702	33 469	-1 233	-4%
Investment consultancy	6 732	7 038	306	5%
Other consultancy	185 503	85 961	-99 542	-54%
Maintenance commissions	60 052	41 844	-18 208	-30%
Operating costs	28 438	28 798	360	1%
Expenditures on consignment activities - AEGON Insurance Co.	62 470	60 088	-2 382	-4%
Advertising, marketing	24 059	29 937	5 878	24%
Telephone costs	2 367	2 334	-33	-1%
Membership fees	13 951	14 604	653	5%
Legal costs	6 592	6 858	266	4%
Audit fees	4 899	4 636	-263	-5%
Education	3 650	9 695	6 045	166%
Premium transfer fees	57 711	71 466	13 755	24%
Other	71 332	62 432	-8 900	-12%
Total:	812 843	687 080	-125 763	-15%

Cost of other services

The value of other services did not change significantly compared to the previous year.

4.5. Staff costs

Staff costs increased from HUF 912,776 thousand to HUF 989,301 thousand in 2021.

figures in Th HUF

Staff costs	2020	2021	Change	Change%
Salaries (including bonuses)	731 024	805 583	74 559	10%
Other payments to personnel	41 953	44 909	2 956	7%
Contributions related to salaries	139 799	138 809	-990	-1%
Total:	912 776	989 301	76 525	8%

In both 2020 and 2021, the Company employed exclusively intellectual employees

4.5.1 Presentation of the remuneration of senior executives

figures in Th HUF

Remuneration of senior executives	2020	2021	Change	Change%
Salaries	149 708	167 641	17 933	12%
of which Base salaries	120 843	124 581	3 738	3%
of which Bonuses	28 866	43 060	14 194	49%

4.6. Depreciation

Depreciation increased from HUF 47,269 million which was accounted for in 2020 to HUF 56,99 million in 2021.

4.7. Other operating charges

figures in Th HUF

Other operating charges	2020	2021	Change	Change%
Fee payable to the National Bank of Hungary	614	425	-189	-31%
Provisioning	55 977	69 988	14 011	25%
Local tax	96 497	99 822	3 325	3%
Other taxes	15 952	16 414	462	3%
Donations	2 377	683	-1 694	-71%
Investor Protection Fund	17 956	17 120	-836	-5%
Claim settlement funds	5 927	6 144	217	4%
Other	22 373	15 882	-6 491	-29%
Total:	217 673	226 478	8 805	4%

Other operating charges did not change significantly.

The Company's expenses of exceptional size / occurrence were not significant in 2021

4.8. Income from financial transactions

figures in Th HUF

Income from financial transactions	2020	2021	Change	Change%
Other interest receivable and similar income	9 690	35 217	25 527	263%
Other income from financial transactions	8 120	4 100	-4 020	-50%
Total	17 810	39 317	21 507	121%

Other interest receivable and similar income

The line includes the income from interest on hold-in-custody repo, the bank interests received and the income from interest relating to debt securities shown under current assets.

Other income from financial transactions

This balance sheet line includes the differences between the evaluation and rounding of foreign exchange rates, and the realized exchange gain from debt securities shown under current assets.

4.9. Other expenses on financial transactions

figures in Th HUF

Other expenses on financial transactions	2020	2021	Change	Change%
Other financial expenditures	16 385	13 567	-2 818	-17%
Total	16 385	13 567	-2 818	-17%

Other expenses on financial transactions

Other financial expenditures mainly include exchange losses arising from the settlement of customer and supplier accounts, and exchange losses of debt securities shown under current assets.

4.10. Tax expense

The items amending the tax base are set out in Note 2. contained in Annex.

In 2015, the tax authority conducted a comprehensive tax audit of the Company, found the Company's returns to be in order and did not establish any tax differences.

The tax authorities may inspect the books and records at any time within 6 years following the year of assessment and may levy supplementary taxes and fines. The management of the Company has no knowledge of any circumstance that may give rise to considerable liabilities of the Company under such title.

4.11. Profit after tax

Profit after tax is HUF 2,833,526 thousand in 2021 (HUF 2,721,112 thousand in 2020). Taking into account the dividend payment and solvency capital adequacy limits, the Company will propose a dividend payment of HUF 2.6 billion as an economic event in 2022 in accordance with the provisions of the Accounting Act.

4.12. Presentation of options/open/swap transactions

The Company had no options, contingent (not closed) and swap transactions as of balance sheet date.

4.13 Information about asset management activities to insurance funds

4.13.1. *The assets of the insurance fund existing on 1 January and 31 December of the subject year and the changes in the assets during the subject year denominated at book value as specified in the asset management agreement are as follows:*

figures in Th HUF

	2020	2021	Change	Change%
AEGON Voluntary Private Pension Fund	210 960 087	217 435 254	6 475 167	3%
Tempo Funds	928 096	0	-928 096	-100%

4.13.2. 4.15.2. Presentation of futures and options to funds entered on the basis of the asset management agreement and existing as on the balance sheet date denominated at book value as specified in the asset management agreement are as follows:

Fund	Transaction	Category	Market value (thHUF)
AEGON Magyarország Önkéntes Nyugdíjpénztár	EUR HUF 2022.01.07	forward	- 8 404 055
AEGON Magyarország Önkéntes Nyugdíjpénztár	EUR HUF 2022.01.14	forward	- 25 525 667
AEGON Magyarország Önkéntes Nyugdíjpénztár	EUR HUF 2022.01.20	forward	754 307
AEGON Magyarország Önkéntes Nyugdíjpénztár	EUR HUF 2022.01.24	forward	- 20 389 335
AEGON Magyarország Önkéntes Nyugdíjpénztár	EUR HUF 2022.02.09	forward	- 2 450 251
AEGON Magyarország Önkéntes Nyugdíjpénztár	EUR HUF 2022.02.14	forward	- 12 464 693
AEGON Magyarország Önkéntes Nyugdíjpénztár	PLN HUF 2022.02.24	forward	- 732 578
AEGON Magyarország Önkéntes Nyugdíjpénztár	PLN HUF 2022.02.28	forward	- 5 502 964
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.01.18	forward	- 31 556 256
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.01.20	forward	- 13 549 589
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.01.24	forward	- 20 775 295
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.02.07	forward	- 10 591 633
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.02.09	forward	- 1 994 447
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.02.22	forward	- 2 145 738
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.03.02	forward	- 4 246 775
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.03.08	forward	- 16 553 598
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.03.16	forward	- 10 825 476
AEGON Magyarország Önkéntes Nyugdíjpénztár	USD HUF 2022.05.31	forward	1 949 210
			- 185 004 833

4.14. Information about investment funds under the Company's management

4.14.1. Presentation of the main characteristics of the funds

Name of fund	Type	Category	Bamosz Category
AEGON Alfa Abszolút Hozamú Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Abszolút hozamú alap
Aegon Feltörekvő Piaci ESG Részvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Részvényalap
AEGON Belföldi Kötvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Hosszú Kötvényalap
Aegon MegaTrend Részvény Befektetési Alapok Alapja	nyilvános nyíltvégű	Alapok alapja	Részvényalap
Aegon Feltörekvő Európa Kötvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Szabad futamidejű kötvényalap
AEGON IstanBull Részvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Részvényalap
AEGON Közép-Európai Részvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Részvényalap
AEGON BondMaxx Abszolút Hozamú Kötvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Szabad futamidejű kötvényalap
AEGON Lengyel Kötvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Hosszú Kötvényalap
AEGON Lengyel Pénzpiaci Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Egyéb pénzpiaci
AEGON Lengyel Részvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Részvényalap
Aegon Maraton Aktív Vegyes Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Abszolút hozamú alap
Aegon MoneyMaxx Total Return Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Abszolút hozamú alap
AEGON Nemzetközi Kötvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Szabad futamidejű kötvényalap
AEGON Nemzetközi Részvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Részvényalap
Aegon ÓzonMaxx Abszolút Hozamú Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Abszolút hozamú alap
AEGON Pénzpiaci Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Egyéb pénzpiaci
AEGON Russia Részvény Befektetési Alap	nyilvános nyíltvégű	Értékpapír alap	Részvényalap
AEGON Smart Money Befektetési Alapok Alapja	nyilvános nyíltvégű	Alapok alapja	Abszolút hozamú alap
Aegon Panoráma Származtatott Befektetési Alap	nyilvános nyíltvégű	Származtatott alap	Abszolút hozamú alap

Name of fund	Type	Category	Bamosz Category
Aegon Tempó Andante 1 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Óvatos vegyes alap
Aegon Tempó Andante 2 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Óvatos vegyes alap
Aegon Tempó Andante 3 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Óvatos vegyes alap
Aegon Tempó Moderato 4 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Kiegyensúlyozott vegyes alap
Aegon Tempó Moderato 5 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Kiegyensúlyozott vegyes alap
Aegon Tempó Moderato 6 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Kiegyensúlyozott vegyes alap
Aegon Tempó Moderato 7 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Kiegyensúlyozott vegyes alap
Aegon Tempó Allegro 8 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Dinamikus vegyes alap
Aegon Tempó Allegro 9 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Dinamikus vegyes alap
Aegon Tempó Allegro 10 Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Dinamikus vegyes alap
Aegon Prémium Expert Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Abszolút hozamú alap
Aegon Prémium Dynamic Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Dinamikus vegyes alap
Aegon Prémium Everest Alapokba Fektető Részalap	nyilvános nyíltvégű	Alapok alapja	Dinamikus vegyes alap

4.14.2. Changes in the net asset value of the managed funds and the ownership share of the Aegon group (figures in Th HUF)

	2020	2021	2020	2021
Alfa CZK sorozat	4 402	4 845	100%	100%
Alfa EUR sorozat	2 693 913	3 064 539	0%	0%
Alfa HUF sorozat	26 707 640	20 661 210	0%	0%
Alfa intézményi sorozat	4 630 655	7 451 782	52%	54%
Alfa PI sorozat	-	1 033	0%	100%
Alfa PLN sorozat	5 941 289	5 509 708	100%	100%
Alfa R sorozat	227 636	1 987 469	0%	0%
Alfa USD sorozat	1 441 108	1 446 302	0%	0%
Atticus Vision	-	-	0%	0%
Belföldi Kötvény HUF sorozat	18 624 861	13 724 420	75%	73%
Belföldi Kötvény intézményi sorozat	2 110 333	2 916 443	0%	0%
Bessa	-	-	n/a	n/a
BondMaxx CZK sorozat	1 442	1 496	0%	0%
BondMaxx EUR sorozat	-	1 396	0%	75%
BondMaxx HUF sorozat	2 988 658	2 574 286	0%	1%
BondMaxx intézményi sorozat	26 999 400	26 405 592	94%	95%
BondMaxx PI sorozat	-	1 036	0%	100%
BondMaxx PLN sorozat	2 886 894	2 509 955	100%	100%
BondMaxx R sorozat	-	-	0%	0%
BondMaxx USD sorozat	-	1 087	0%	100%
Feltörekvő ESG CZK sorozat	1 329	1 402	100%	100%
Feltörekvő ESG EUR sorozat	512 506	658 468	0%	0%
Feltörekvő ESG HUF sorozat	4 232 186	5 094 445	16%	13%
Feltörekvő ESG intézményi sorozat	6 701 184	7 365 916	86%	79%
Feltörekvő ESG P sorozat	1 297	1 368	100%	100%
Feltörekvő ESG PI sorozat	354 039	1 364	100%	100%
Feltörekvő ESG R sorozat	303 688	334 090	0%	0%
Feltörekvő ESG USD sorozat	65 319	257 475	2%	0%
Feltörekvő Kötvény B sorozat	999	22 350	100%	4%
Feltörekvő Kötvény EUR sorozat	579 569	238 179	0%	0%
Feltörekvő Kötvény intézményi sorozat	7 444 632	7 097 548	88%	88%
Feltörekvő Kötvény PI sorozat	1 015	976	100%	100%
Feltörekvő Kötvény PLN sorozat	1 015	969	100%	100%
Feltörekvő Kötvény R sorozat	999	166 313	100%	1%
Feltörekvő Kötvény USD sorozat	38 278	39 786	0%	0%
Feltörekvő Kötvény V sorozat	1 042	1 730	100%	62%
IstanBull HUF sorozat	2 201 698	1 714 409	16%	14%
IstanBull intézményi sorozat	1 549 439	1 269	100%	0%
IstanBull PI sorozat	525	382	100%	100%
IstanBull PLN sorozat	744 015	470 567	100%	100%
IstanBull TRY sorozat	1 133	816	100%	100%
Közép-Európai Részvény CZK sorozat	1 519	2 023	100%	100%
Közép-Európai Részvény EUR sorozat	773 954	989 461	35%	41%
Közép-Európai Részvény HUF sorozat	4 184 512	5 397 002	50%	43%
Közép-Európai Részvény Intézményi sorozat	11 645 408	14 956 948	85%	81%
Közép-Európai Részvény PI sorozat	-	1 475	0%	100%
Lengyel Kötvény HUF sorozat	912 860	470 398	0%	0%
Lengyel Kötvény Intézményi sorozat	9 950 354	10 353 834	100%	100%
Lengyel Kötvény P sorozat	4 898 779	3 706 058	100%	100%
Lengyel Pénzpiaci intézményi sorozat	25 068	30 175	0%	17%
Lengyel Pénzpiaci PLN sorozat	10 842 723	8 568 372	100%	100%
Lengyel Részvény HUF sorozat	1 986 922	1 637 294	81%	74%
Lengyel Részvény intézményi sorozat	3 967 620	2 955 279	100%	100%
Lengyel Részvény PLN sorozat	708 576	1 116 720	100%	100%

Maraton CZK sorozat	-	-	0%	0%
Maraton EUR sorozat	2 292 717	1 664 664	0%	0%
Maraton HUF sorozat	5 559 796	2 832 959	0%	0%
Maraton intézményi sorozat	9 838 603	10 393 972	78%	78%
Maraton PLN sorozat	2 521 743	2 755 279	100%	100%
Maraton R sorozat	808 000	2 209 299	0%	0%
Maraton USD sorozat	1 335 717	1 416 796	0%	0%
MegaTrend EUR sorozat	3 118 095	5 899 438	48%	44%
MegaTrend HUF sorozat	6 827 287	11 242 989	6%	4%
MegaTrend intézményi sorozat	8 823 302	9 216 921	99%	99%
MegaTrend P sorozat	1 295	1 494	100%	100%
MegaTrend PI sorozat	2 893 500	1 818 466	100%	100%
MegaTrend R sorozat	1 512 036	2 764 746	0%	0%
MegaTrend USD sorozat	400 163	1 008 969	0%	0%
MoneyMaxx CZK sorozat	4 371	4 436	100%	100%
MoneyMaxx EUR sorozat	314 766	258 525	0%	0%
MoneyMaxx HUF sorozat	12 608 693	8 820 910	39%	50%
MoneyMaxx intézményi sorozat	12 356 439	13 388 063	79%	82%
MoneyMaxx PLN sorozat	363 446	381 930	100%	100%
MoneyMaxx R sorozat	680 259	1 975 919	0%	0%
MoneyMaxx USD sorozat	149 061	76 861	0%	0%
Nemzetközi Kötvény HUF sorozat	4 335 470	3 240 127	14%	16%
Nemzetközi Kötvény intézményi sorozat	-	4 189	0%	25%
Nemzetközi Részvény EUR sorozat	358 525	929 683	0%	0%
Nemzetközi Részvény HUF sorozat	3 579 212	5 111 967	35%	25%
Nemzetközi Részvény intézményi sorozat	7 857 822	4 986 201	90%	84%
Ózon	1 036 365	424 260	0%	0%
Panoráma EUR sorozat	159 551	684 397	0%	0%
Panoráma HUF sorozat	1 333 267	1 548 033	0%	0%
Panoráma intézményi sorozat	392 000	2 664 648	100%	78%
Panoráma PLN sorozat	179 226	159 087	100%	100%
Panoráma R sorozat	358 506	3 989 005	0%	0%
Panoráma USD sorozat	80 851	287 254	0%	0%
Pénzpiaci HUF sorozat	8 338 501	6 512 268	30%	33%
Pénzpiaci intézményi sorozat	1 027 708	3 311 274	37%	12%
Prémium Dynamic	795 538	1 137 921	0%	0%
Prémium Everest	2 870 089	4 630 823	0%	0%
Prémium Expert	310 237	359 043	68%	61%
Russia HUF sorozat	3 768 720	3 990 071	16%	16%
Russia intézményi sorozat	1 206 073	1 785 831	100%	81%
Russia PI sorozat	1 156	287 067	100%	100%
Russia PLN sorozat	552 050	774 028	100%	100%
Smart HUF sorozat	7 051 581	6 592 101	37%	38%
Smart R sorozat	-	1 407 204	0%	0%
Tempó Andante 1	732 783	942 195	100%	100%
Tempó 02 B sorozat	1 008	4 221	100%	23%
Tempó 02 HUF sorozat	659 572	754 894	76%	86%
Tempó Andante 3	662 244	976 639	100%	100%
Tempó Moderato 4	660 706	943 944	100%	100%
Tempó Moderato 5	891 346	1 260 714	100%	100%
Tempó 06 B sorozat	1 016	14 651	100%	7%
Tempó 06 HUF sorozat	1 408 791	2 097 430	81%	82%
Tempó Moderato 7	1 004 323	1 514 774	100%	100%
Tempó Allegro 8	1 460 196	2 085 591	100%	100%
Tempó Allegro 9	1 089 406	1 694 334	100%	100%
Tempó 10 B sorozat	1 021	21 093	100%	5%
Tempó 10 HUF sorozat	2 423 283	3 521 154	56%	59%

Tempó Maxx HUF sorozat	-	2 501	0%	40%
Tempó Maxx R sorozat	-	1 658 563	0%	0%
Total	298 889 867	312 359 277		

5. Informations

The members of the Management and the Supervisory Board received no remuneration for their activities performed in the subject year. Of the members of the Supervisory Board, only Hindrik Eggens was remunerated in the amount of HUF 7,175 thousand in the 2021 business year for the performance of this activity.

The Company made no advance payment/reimbursed no loan to the executive officers, and the members of the Management and the Supervisory Board, and assumed no warranty in their name. The Company has no liability to pay pension to its former executive officers and members of the Management and the Supervisory Board.

The names and addresses of the executive officers signing the Annual Report and authorized to represent the Company (Section 89 (4) (d) of the Accounting Act) are

Péter Kadocsa HU-2093 Budajenő, Árpád sétány 2. President & CEO

Bálint Kocsis HU-1121 Budapest, Lidérc u 18. Chief Executive Officer

The Company shall have the auditor certify its report.

The Company's auditor: Enikő Könczöl (007367), auditor of PricewaterhouseCoopers Auditing Ltd.

In 2021 the fee for auditing the Annual Report was HUF 3 650 000 + VAT.

The company entrusted with the audit of the annual accounts did not have any other assignments in 2021 other than the audit of the Company's annual accounts.

The publicly available data of the person responsible for managing the tasks within the scope of bookkeeping services are as follows:

Name: Tamás Kollár

Registration number: 190105

Mother's name: Katalin Ladányi

Place and date of birth: Budapest, 06/01/1978

The number and nominal value of the shares released broken down by share type (Section 91 (b) of the Accounting Act)

The Company's subscribed capital: 1 000 000 e Ft

Shares: 500 units of ordinary shares with a nominal value of HUF 2,000,000

Ownership structure:

Owner's name	Registered seat	Number of shares	Voting interests%
AEGON Hungary General Insurance Ltd.	1091 Budapest, Üllői út 1.	500	100,0

The Company's average headcount is 57 people in 2021.

6. 6. Business percentages relating to 31 December 2021

6.1. Analysis of financial position

The analysis of the financial position represents the extent and relation of the items shown under assets and liabilities in the balance sheet, thus assessing the changes in such indices, and pointing out the standards and quality of the business activities by analyzing the changes in the assets, liabilities and the capital structure.

Index	Formula	2020.12.31	2021.12.31
Capital intensity	Equity / Balancesheet total	56,69%	57,08%
Equity increase	Balance sheet profitand loss / Equity	55,91%	54,49%
Equity to subscribedcapital ratio	Equity / Subscribedcapital	486,69%	520,04%
Changes in externalcapital	Liabilities / Balancesheet total	39,52%	38,74%
Ratio of provisions	Provisions / Balancesheet total	1,50%	1,58%
Coverage of investments	Equity / (Invested assets + Securities)	155,94%	157,39%
Ratio of investments	(Invested assets + Securities) / Balancesheet total	36,35%	36,27%
Ratio of other assets	1 - Ratio of investments	63,65%	63,73%

Capital intensity illustrates the proportion of the Company's equity to total liabilities, which provide cover for all the assets. The financial position of the company is adequate.

6.2. Evaluation of the financial position

The Company's financial position can be evaluated by using liquidity ratios, indices relating to the debt volume and the cash flow statement which represents the changes in liquid assets in detail. Annex No. 3 includes the cash flow statement

Index	Formula	2020.12.31	2021.12.31
Liquidity ratio	Current assets / Short-term liabilities	210,64%	217,58%
Liquid assets ratio	(Receivables + liquidassets) / Liabilities	160,78%	163,80%
Quick liquidity ratio	Liquid assets / Short-term liabilities	108,18%	123,88%
Ratio of equity to debtvolume	Equity / (Long-termliabilities + Equity)	100,00%	100,00%

The Company's liquidity ratio slightly improved, and its liquidity remains appropriate..

6.3. Evaluation of the income situation

Owing to its activities, the Company's income situation can be mainly evaluated by using indices relating to return on sales and return on equity.

Index	Formula	2020	2021
Return on sales			
	Operating profit or loss / (Net sales revenues + ther income)		
Results of return on sales		54,99%	57,39%
	Pre-tax profit or loss / (Total sales revenues + Totalrevenues)		
Pre-tax return on sales		55,59%	58,61%
Return on equity			
	Operating profit or loss / Equity	58,85%	59,25%
	Pre-tax profit or loss/ Equity	58,88%	59,75%
	After-tax profit or loss / Equity	55,91%	54,49%

Budapest, 21. March 2022

Bálint Kocsis
Chief Executive Officer

Péter Kadocsa
President & CEO

1. No. Annex

- ANALYSIS OF INTANGIBLE AND TANGIBLE ASSETS - gross values -

figures in Th HUF

Name	Opening balance	Additions	Disposals	Closing balance
Concessions, licenses and similar rights	110 597	3 866	2	114 461
Goodwill	4 396 984	0	0	4 396 984
Intellectual property products	306 536	54 834	4 058	357 312
Land and buildings and rights to immovables	85 718	0	0	85 718
Plant and machinery, vehicles	0	0	0	0
Other fixtures and fittings, tools and equipment, vehicles	245 897	45 653	54 517	237 033
Assets in the course of construction	0	0	0	0
Payments on account and tangible assets in the course of construction	6 989	28 409	35 398	0
Total	5 152 721	237 115	198 328	5 191 508

- ANALYSIS OF INTANGIBLE AND TANGIBLE ASSETS - net value and depreciation -

figures in Th HUF

Name	Opening balance	Depreciation accounted for in the subject year	De-recognition of accumulated depreciation relating to disposals	Closing balance	Closing net value
Concessions, licenses and similar rights	8 599	3 576	2	105 572	8 890
Goodwill	1 206 491	0	0	3 190 493	1 206 491
Intellectual property products	79 401	28 549	187	255 497	101 814
Land and buildings and rights to immovables	6 865	2 309	0	81 162	4 556
Plant and machinery, vehicles	0	0	0	0	0
Other fixtures and fittings, tools and equipment, vehicles	70 268	22 556	48 805	152 380	84 653
Assets in the course of construction	0	0	0	0	0
Payments on account and tangible assets in the course of construction	6 989	0	0	0	0
Total	1 378 613	56 990	45 994	3 785 104	1 406 404

2. No Annex

Breakdown of corporate tax for year 2021

As of January 1, 2019, Aegon Magyarország Általános Biztosító Zrt. and its listed subsidiaries (Aegon Magyarország Befektetési Alapkezelő Zrt., Aegon Magyarország Pénztárszolgáltató Zrt., Help24 Assistance Kft.) form a TAO group, in accordance with which their tax liability was established.

Items adjusting the corporate tax base (SzTv. 91. §. c.)

figures in Th HUF

	2020	2021
Profit before tax	2 865 470	3 107 136
Items increasing the tax base		
Provision for expenses and contingent liabilities recognized as an expense in the tax year	55 977	69 988
Depreciation according to planned and unplanned depreciation recognized as an expense, and the carrying amount on derecognition of property, plant and equipment and intangible assets	47 273	69 574
The amount of costs and expenses not related to business or revenue-generating activities.	1 993	
Fines, legal consequences related to ART and TB TV		
Impairment of receivables recognized in the tax year		
Forgotten debts not classified as irrecoverable		
Tax audit, the effect of self-audit on increasing the tax base		
The difference between the normal market price and the consideration used between associates		
Total items increasing the tax base	105 243	139 562
Tax base reducing items		
Use of losses from previous years		
Provision used for expected liabilities and future expenses, recognized as income in the tax year	45 370	55 010
The amount of depreciation taken into account under the Tax Act and the calculated carrying amount at derecognition of assets.	34 855	58 111
Development Reserve	10 000	10 000
Dividends received (realized) recognized as income, excluding dividends received from a controlled foreign company		
Impairment reversal of the receivable in the tax year		
Amount recognized as revenue in the tax year due to the remission of fines that increased the tax base in previous tax years		
The effect of tax audit and self-audit on reducing the tax base		2 931
Aid	1 200	1 295
Basic research, direct costs of R&D activities		
Adjustment of the tax base due to an associate		
Credits recognized as other income in connection with a tax offer		
Tax base declining items total	91 425	127 347
Exemption under a tax convention		
Basis of calculated tax	2 879 288	3 119 351
From 2020, the tax effect of the proportionate share of the TAO Group's accrued loss per Fund Manager	87 439	71 984
Tax credit (TAO Group, Proportional share per Fund Manager)	106 944	1 279
Calculated tax (tax rate 9%) (TAO Group, Proportional share per Fund Manager)	144 323	272 984
Tax impact of previous years' self - audits	35	626

3. No Annex

Cash flow statement for 2021

figures in Th HUF

Description	2020	2021
1 I. Operating cash flow	730 283	727 738
2 1a. Profit before tax	2 865 470	3 107 136
3 1b. Adjustments to profit before tax +	-	-
4 1. Adjusted pre-tax profit (1a + 1b) +	2 865 470	3 107 136
5 2. Depreciation accounted for +	47 269	56 991
6 3. Recognized impairment and reversal +	-	-
7 4. Difference between provisioning and utilization +	10 607	14 978
8 5. Profit from the sale of fixed assets +	- 40	- 7 700
9 6. Change in supplier obligation +	35 429	- 14 440
10 7. Change in other current liabilities +	724 660	150 376
11 8. Change in accruals +	34 028	39 923
12 9. Change in trade receivables +	952 736	218 547
13 10. Change in current assets (excluding trade receivables and cash) +	- 50 751	-48 482
14 11. Change in accruals +	55 233	- 15 981
15 12. Tax paid (after profit) -	- 144 358	- 273 610
16 13. Dividends paid, shares -	- 3 800 000	- 2 500 000
17 II. Investment cash flow	- 76 503	-26 544
18 14. Acquisition of fixed assets -	- 88 261	- 104 353
19 15. Sale of fixed assets +	11 758	77 809
20 16. Repayment, cancellation and redemption of long-term loans and bank deposits +	-	-
21 17. Long-term loans and bank deposits -	-	-
22 18. Dividends received, share +	-	-
23 III. Financing cash flow	-	-
24 19. Income from issuing shares, raising capital (capital increase) +	-	-
25 20. Proceeds from the issue of bonds and debt securities +	-	-
26 21. Borrowing and borrowing +	-	-
27 22. Funds finally received +	-	-
28 23. Raising of shares, withdrawal of capital (capital transfer) -	-	-
29 24. Repayment of a bond and a debt security -	-	-
30 25. Repayment and repayment of a loan -	-	-
31 26. Funds definitively transferred -	-	-
32 ARC. Change in cash and cash equivalents (rows I + II + III) +	653 780	701 194
33 27. Revaluation of foreign currency funds +	-	-
34 V. Change in cash and cash equivalents (lines IV + 27) +	653 780	701 194



Aegon Hungary Fund Management Ltd.

Business Report
31. December 2021

The main features of the Company

AEGON Magyarország Befektetési Alapkezelő Zrt. Closed the business year with a profit after tax of HUF 2.8 billion, which represents an increase of 4% compared to the previous year. The amount of gross assets under management increased from HUF 842 billion to HUF 845 billion by the end of 2021.

Global developments

In 2021, capital market developments were dominated by the coronavirus epidemic and the inflationary environment resulting from the recovery of the global economy. With the start of the vaccination process and a steady increase in the population's vaccination coverage, the restrictions imposed due to the coronavirus were gradually lifted and consumption started to increase. Inflation started to rise in the spring months due to supply chain disruptions and base effects, but the globally accepted view was that inflation is transitory has led the major central banks to ignore the unfolding problem. At that time, US inflation was already at 5% and Eurozone inflation at 2%. Economic growth soared in the second quarter on the back of last year's low base, with US GDP up 12.2% and European GDP up 14.4% year-on-year.

In the summer seasonality the virus has started to subside somewhat, and tourism has started to pick up, although it is still far from the levels seen before the crisis. In the autumn, however, the emergence of a new wave of the coronavirus has turned the fight against the virus upside down. Rising commodity prices and transport costs put monetary policy communication under considerable pressure due to the impact on inflation expectations. Thus, the debate on the transitory nature of inflation began to turn and the Fed started to tighten its monetary policy. A new risk also emerged in the third quarter, as China's leading property developer Evergrande faced funding problems, which has worsened further the Chinese equity market underperformance throughout the year.

The fourth quarter was dominated by the news around the virus again: a new virus variant emerged at the end of November that proved to be much more virulent than the previous ones. Markets reacted negatively to the news as new restrictions were introduced, but the correction was short-lived, the market focused on the phasing out of the government bond purchase program and the announcement of expected interest rate hikes, which meant a significant flattening of the US yield curve. Meanwhile, inflation in the US reached 7% and in the Eurozone the indicator rose to 5%.

We could see a massive upturn in the commodity markets in 2021. The price of oil rose from \$47 at the beginning of the year to \$78 at the end. Energy prices soared, but precious metals failed to show any significant upside.

Inflation fears have pushed bond market yields to unprecedented highs. US 10-year bond yields ended the year up 60 basis points higher at 1.51%, while German 10-year bond yields rose 43 basis points to -0.17%. The dollar strengthened over the year, with EURUSD ending the year just above 1.13.

Developed equity markets outperformed, with the S&P 500 index up 29%, the Nasdaq up 23% and the Eurostoxx 50 index up 21% over the year. Emerging market equities underperformed.

Local developments

Although retail sales did not reach its pre-covid levels yet, it is already showing improvement. The industrial sector performed good, production growth was 3,6% year-on-year in December. With the rise of domestic consumption, the recovery of the services sector is gradually happening, and because of the positive contribution of the industrial and construction sector the real GDP growth was 7,1% in 2021.

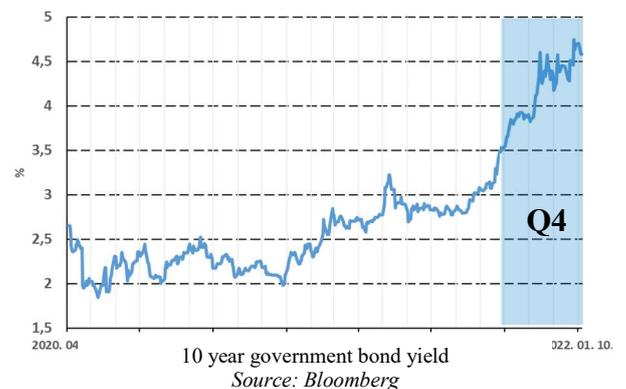
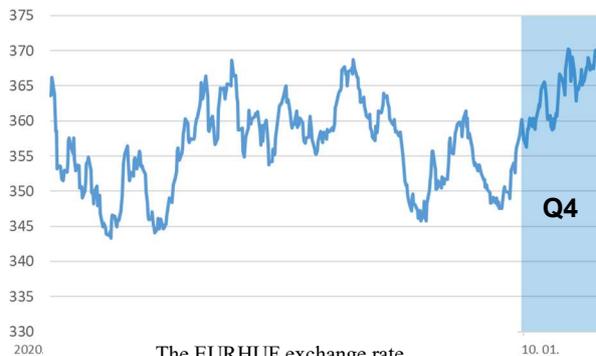
Inflation developments have been unfavorable throughout the year. Headline inflation increased from 2,7% to 7,4% by the end of the year, several times exceeding the market expectations. Food inflation increased to 5-6% by year end, and due to changes in excise duties, tobacco and alcohol prices have also risen by around 10% during the year. Furthermore, due to the oil price increase, fuel prices contributed to the high inflation as well. Core inflation published by KSH also increased to record levels, it arrived at 6,4% in December. Core inflation can remain elevated as well, it can be above 7% throughout the first half of the year. Although headline inflation may start to gradually decline, it could remain above the NBH's tolerance band during the year.

The Hungarian Central Bank, reacting to the risk of higher inflationary environment, it embarked on a cycle of interest rate hikes in June, which has been steady ever since. In the first half of the tightening cycle, base rate and the one week deposit rate rose to the same level, and then due to increased risks, the two indicators has split again in the autumn. The base rate was increased to 2,4% and the deposit facility rate to 4% by the end of the year to help stabilize the record-weakening exchange rate. QE program started to be phase out at the beginning of the third quarter and it was completely finished in December, slowing further the expansion of interbank liquidity. The Central Bank's stock thus grew above HUF 3 500 bn by the end of the year, which takes out approximately 6% of GDP.

Fiscal policy has remained supportive throughout the year, resulting in a fiscal deficit of HUF 5 101.3 billion, or about 9.3% of GDP. Government debt could be again around 80%. Fiscal deficit could be around 6% in 2022 and then it could decrease further.

Bond market was hit by the last quarter. Yields increased further, ending the year on the 3-year maturity at 4,15%, and on the 10-year maturity at 4,47%. The EURHUF exchange rate was volatile, ending the year above 369, near-record levels.

The stock market had a good year, with the BUX index up 20%. OTP increased 24%, while MOL increased 15% during the year.



The main features of the Company

As a member of Aegon Asset Management, Aegon Magyarország Befektetési Alapkezelő Zrt. is a subsidiary of the Aegon Hungary Group, Hungary's dominant fund manager, which is present in the Central and Eastern European region in addition to the domestic market.

Aegon Asset Management provides outstanding professional background and support to the Fund Manager, which helps the work and success of our company both in terms of asset management and regulation, and in everyday life (eg through analysis).

Our company, with more than 20 years of experience, is the regional asset management center of the group in Central and Eastern Europe.

The services of Aegon Fund Management include investment fund management, portfolio management, investment advice, and since 2013 all this has been supplemented by the custody and distribution of collective investment securities. The Company's services are available to both institutional and retail customers. The Fund Manager's clients include pension funds, insurance institutions and other institutional investors, while it is present in the retail market through the Aegon Investment Funds and insurance, banking and other distributors it manages.

Number of investment funds currently managed by the Company: 34

The leading distributor of AEGON investment funds from 1 October 2008 to 31 July 2013 was AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., which was 100% owned by AEGON Fund Management, but in 2013 it merged with the Fund Management. Thereafter, Aegon Fund Manager will perform the leading marketing activities for mutual funds. Budapest Bank Zrt., CIB Bank Zrt., Concorde Securities Zrt., Equilor Befektetési Zrt., Erste Bank Zrt., KBC Securities Hungarian Branch, OTP Bank Plc., Raiffeisen Bank Zrt., Sopron Bank Burgenland Zrt. Befektetési Zrt., MTB Magyar Takarékszövetkezeti Bank Zrt., Unicredit Bank Zrt., MKB Bank Nyrt., Patria Finance, as, Erste Group Bank AG.

A significant portion of the funds' units are held by various member companies of the AEGON Group, mostly as investments in unit-linked assets.

Employment policy pursued by the company

Employees may participate in training funded by the Company to the extent necessary to perform their duties. These include professional training, the teaching of new knowledge and skills, English language training, and training based on the knowledge needed to build an effective corporate collaboration culture. The Company constantly strives to create an optimal work environment and contributes to more efficient work with innovative solutions (eg home office system). The hybrid system, expected to be introduced in March 2022, will further improve efficiency and employee comfort. In its employment policy, it places great emphasis on the integration of returning mothers and also helps them to reintegrate with part-time employment opportunities.

Changes in the scope of activities planned in 2022

The Company does not plan any significant changes in its scope of operations or operation in 2022. Of course, we constantly monitor market trends and strive to meet the needs of our customers at the highest possible level.

Significant events after the balance sheet date

There were no events that had a material effect on the balance sheet or profit or loss between the balance sheet date and the balance sheet date.

Due to the increasing Russian-Ukrainian political tension, our company's risk management department has been conducting enhanced monitoring since the end of January 2022 to monitor relevant exposures and prepare the necessary decisions. The investment department closely monitored geopolitical developments and assessed possible scenarios. The extremely negative scenario was considered by our investment department to be one of the low-probability scenarios.

On February 24, 2022, the conflict escalated into a war, so based on the Liquidity Policy, the Chief Risk Officer convened the Liquidity Committee, which meets several times a day if necessary, analyzes the situation and performs decision-making tasks.

Their company shall take the necessary measures without delay in accordance with the legal provisions, taking into account the interests of investors. Pursuant to the decision taken under this measure, on 24 February 2022 it decided to temporarily suspend the continuous marketing of the following 5 investment funds:

Aegon Russia Equity Investment Fund
Aegon Emerging Europe Bond Investment Fund
Aegon Premium Dynamic Funds Sub-Fund
Aegon Premium Expert Fund of Funds Sub-Fund
Aegon Tempo Maxx Funds Sub-Fund

With the exception of the Aegon Russia Equity Fund, the continuing trading of the suspended funds resumed on March 1, 2022 and has been ongoing ever since.

Nevertheless, the direct assets managed by the Company have little Russian or Ukrainian exposure overall, but the indirect negative impact of the conflict has been significant in regions and markets that have traditionally been significant in the investment mix of the portfolios managed. Effective management of the latter situation is currently the strategic focus of the investment department.

In view of the current situation, we believe that the going concern principle will continue to apply.

Presentation of price, credit, interest rate, liquidity and cash flow risks related to the Company's activities

Price risk: the Company's main source of income is the management of investment funds. When pricing investment funds, we continuously monitor market trends and the expectations of the regulatory environment. We believe that we do not plan to make significant changes to our current tariffs in the near future. Our company is currently working on the implementation of the ESMA recommendation, which could result in a decrease in success fee revenues from 2022 onwards.

Interest rate risk: this type of risk may affect the Company through its interest-type investments, however, currently the modified duration of the portfolio is 0.4-25years, which means that a percentage change in interest rates changes the value of investments by only 0.425%. Based on this, it can be said that the interest rate risk is extremely low.

Liquidity and cash flow risk: The liquidity position of our company is stable and its liquidity ratios are adequate. The most significant cash outflow transaction each year is the payment of dividends. In determining the amount / timing of the dividend, the Company takes into account its expected future liquidity position, in particular the need for an adequate amount of liquid own funds.

The Company's Risk Management Policy sets out detailed rules and principles for the continuous monitoring, measurement, control and management of its clients' risks (market / credit, liquidity and operational) at all times, as well as for the consideration of counterparty risk and OTC derivative risk.

Others

The Company did not repurchase its own shares.

The Company does not conduct research or experimental development.

Due to its activities, the Company has no obligations related to environmental protection and hazardous waste, and has not set up a provision for this purpose.

In addition to its registered office, the Company has its registered office on 31 December 2021 in the following locations:

1085 Budapest, Kálvin tér 12-13.

The Company does not have a branch.

Budapest 21. March 2022

Kocsis Bálint
Chief Executive Officer

Kadocsa Péter
President & CEO