

Aegon Polish Money Market Fund institutional 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:	HU0000711619
Start:	10/26/2012
Currency:	PLN
Total Net Asset Value of the whole Fund:	29,505,052 PLN
Net Asset Value of institutional series:	10,922,848 PLN
Net Asset Value per unit:	1.086810 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

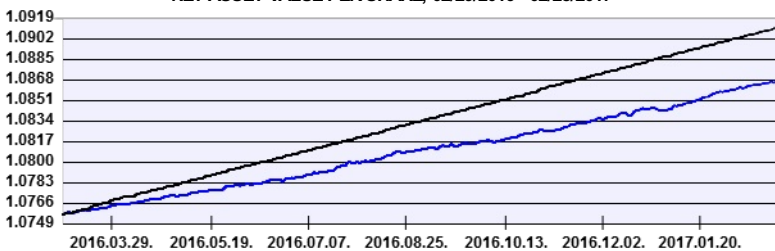
Aegon Towarzystwo Ubezpieczen na Zycie Spolka

NET YIELD PERFORMANCE OF THE SERIES:

Interval	Yield of note	Benchmark yield
From start	1.94 %	2.04 %
2016	0.99 %	1.44 %
2015	1.12 %	1.53 %
2014	2.25 %	2.23 %
2013	3.10 %	2.71 %

NET PERFORMANCE OF THE SERIES

NET ASSET VALUE PER SHARE, 02/29/2016 - 02/28/2017



— Aegon Polish Money Market Fund institutional 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.

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



MARKET SUMMARY:

In February Polish bond yields traded in a very tight range: at the end of the month 3Y yields were unchanged, while the 5Y-10Y bond yields came down approximately by 5bps. Local macro data was not helping with Q4 GDP, unemployment, retail sales, industrial output, inflation numbers all beating consensus expectations and pointing toward an increase in economic momentum. Polish economic surprise index skyrocketed in the last couple of months from a relatively low level. During the next quarter inflation will be boosted mainly by statistical base effects, PLN and commodity price spike (CPI to reach around 2% in H1).

The Ministry of Finance sold PLN 5,9 bln of bonds: OK0419 (yield 2,17%), PS0422 (yield 3,12%), DS0727 (yield 3,81%), and other floaters (WZ1122, WZ0126) in the first auction of February. Demand was high, almost double and not all of it has been covered.

The MPC kept interest rates unchanged during February. The press conference was relatively dovish: current increases in inflation are deemed exogenous, transitory and will only temporarily push inflation above 1,5% as the NBP's forecast do not envisage any danger to the inflation target. In fact, the MPC does not believe that inflation will exceed 2% in any month this year. Comments regarding economic growth were optimistic again. Dovish comments were supportive for short term yields. However, continuous surprises in inflation and economic momentum may be enough to restart rate hike plays.

The Ministry of Finance sold 5 bonds OK0419/PS0422/DS0727/WZ1122/WZ0126 and new 30Y bond, WS0447 on the 16th of February. The total supply was PLN 7 bln. New 30y was sold at 4,26%, (PLN 2,1 bln). Strong demand (almost 13bln for the whole auction) and bid higher than secondary market caused yields to drop.

ASSET ALLOCATION OF THE FUND ON 02/28/2017

Asset type	Weight
Government bonds	32.30 %
T-bills	32.30 %
Deposit	33.91 %
Current account	1.57 %
Liabilities	-0.08 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.08 %

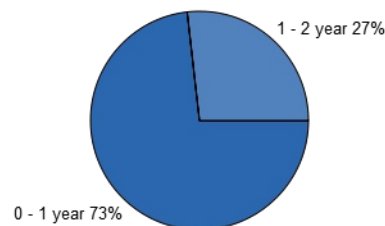
TOP 5 POSITIONS

PLGB 2017/07/25 0% (Lengyel Állam)
 PLGB 2017/10 5,25% (Lengyel Állam)
 PLGB 2018/04/25 3,75% (Lengyel Állam)
 PLGB 2017/04 4,75% (Lengyel Állam)
 PLGB 2018/10/25 0% (Lengyel Állam)

Assets with over 10% weight

PLGB 2017/07/25 0% (Lengyel Állam)
 PLGB 2017/10 5,25% (Lengyel Állam)
 PLGB 2018/04/25 3,75% (Lengyel Állam)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 0.09 %

Annualized standard deviation of the benchmark's weekly yields: 0.05 %