

## INVESTMENT POLICY OF THE FUND

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

## MARKET SUMMARY

The ECB raised its policy rate by 75bp and later in the month, the Fed also hiked interest rates at the same magnitude by 75bp for the third consecutive meeting, both central banks sent hawkish messages. The Bank of England and the Norges Bank hiked by 50bp, the Swiss NB by 75bp and the Riskbank by 100bp. Liz Truss succeeded Boris Johnson as UK prime minister and announced a big energy support package that includes a cap on household energy prices over the next two years. The renewed deterioration in Eurozone PMIs is agreeable with an expected recession. The Eurozone inflation recorded a new high of 10% last month. Fragile sentiment and hawkish central banks kept global markets volatile. After hitting fresh highs, the 10Y Bund yield ended the month 57bp higher at 2.11% and the 10Y UST moved by 64bp, at 3.83% at the end of September. EUR-USD touched a low of 0.9536 before recovering to above 0.98. USD-CNY also eased back after hitting a new high since the 2008 crisis. Major equity indices shed again and hit new 2022 lows. We haven't made meaningful changes to the fund's composition.

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	The fund has no benchmark
ISIN code:	HU0000718416
Start:	01/05/2017
Currency:	USD
Net Asset Value of the whole Fund:	11,977,529 EUR
Net Asset Value of UI series:	77,203 USD
Net Asset Value per unit:	0.772032 USD

## DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt.

## SUGGESTED MINIMUM INVESTMENT PERIOD

3 mths	6 mths	1 yr	2 yr	3 yr	4 yr	5 yr
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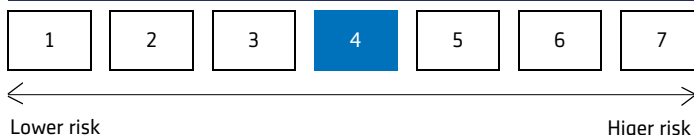
## ASSET ALLOCATION OF THE FUND

Asset	Weight
Government bonds	75.12 %
Corporate bonds	18.64 %
Current account	8.95 %
Receivables	1.47 %
Liabilities	-0.01 %
Market value of open derivative positions	-4.16 %
<b>Total</b>	<b>100,00 %</b>
Derivative products	11.59 %
Net corrected leverage	100.04 %

### Assets with over 10% weight

There is no such instrument in the portfolio

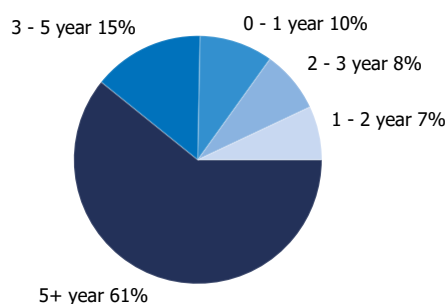
## RISK PROFILE



## NET YIELD PERFORMANCE OF THE SERIES

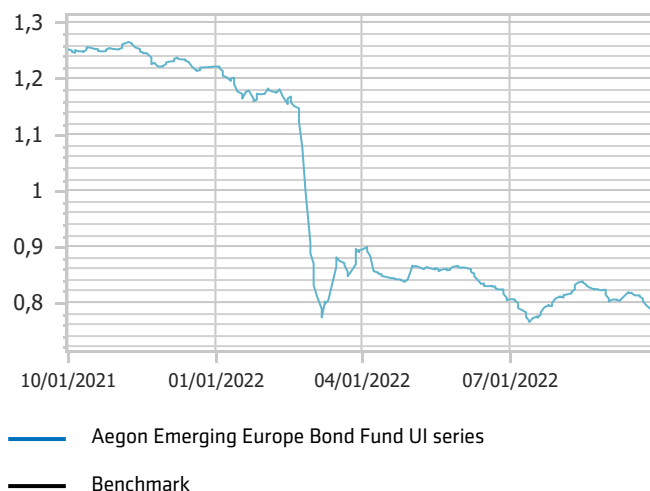
Interval	Yield of note	Benchmark yield
From start	-4.41 %	
2021	-5.11 %	
2020	8.12 %	
2019	14.48 %	
2018	-2.34 %	

### Bonds by tenor:



## NET PERFORMANCE OF THE SERIES

net asset value per share, 10/01/2021 - 09/30/2022



## RISK INDICATORS FOR THE LAST 12 MONTHS

Annualized standard deviation of the fund's weekly yields	28.33 %
WAM (Weighted Average Maturity)	6.73 years
WAL (Weighted Average Life)	8.66 years

## TOP 10 POSITIONS

Asset	Type	Counterparty / issuer	Maturity
TURKEY 6 03/25/27	interest-bearing	Török Állam	03/25/2027
KAZAKS 5.125 07/21/25	interest-bearing	Kazah állam	07/21/2025
KZOKZ 5 3/8 04/24/30	interest-bearing	KazMunayGas National Co JSC	04/24/2030
ROMANI USD 2044/01/22 6,125%	interest-bearing	Román Állam	01/22/2044
Republic of Hungary 2034/06/16 5,5% USD	interest-bearing	Államadósság Kezelő Központ Zrt.	06/16/2034
TURKEY 6 3/4 05/30/40	interest-bearing	Török Állam	05/30/2040
KZOKZ 6 3/8 10/24/48	interest-bearing	KazMunayGas National Co JSC	10/24/2048
AZERBJ 4 3/4 03/18/24	interest-bearing	Azerbajdzsáni Köztársaság	03/18/2024
TURKEY 2038/03/05 7.25% USD	interest-bearing	Török Állam	03/05/2038
KSA 3 5/8 03/04/28	interest-bearing	Szaud-Arábia	03/04/2028

### Legal declaration

The recent document qualifies as Portfolio Report according to the Kbtv. requirements. It contains the following elements based on the last net asset value of the reporting month: presentation of the assets of the fund regarding asset type of portfolio investment and regarding other categories detailed in its investment policy; list of assets (issuers) representing more than 10% of the portfolio; net asset value of the fund, including the cumulated and the calculated value per unit share. Investors are kindly advised, that past performance of the fund does not guarantee future performance. The returns presented are to be considered without applicable taxes, distribution fees and commissions, fees related to account keeping and other costs in relation with holding an investment fund unit. Information presented in the Portfolio Report are for information purposes only, not intended to serve as investment advice, or any other offer. Investors are kindly advised to carefully read the Key Investors Document and Prospectus of the fund, in order to understand the risks of investing into the fund, and to be able to make an informed investor decision. The referred documents are available at the distribution locations and on the official website of Aegon Alapkezelő Zrt. Aegon Magyarország Befektetési Alapkezelő Zrt. | 1085 Budapest, Kálvin tér 12-13. | +36 1 477 4814 | alapkezel@aeon.hu | www.aegonalapkezelo.hu