

INVESTMENT POLICY OF THE FUND

The Fund is a total return investment fund that aims to create a portfolio consisting of bond-type assets through active portfolio management that achieves annualised capital growth for investors higher than the benchmark over a 3-year time horizon. It intends to achieve this objective primarily through asset allocation in global bond markets.

The Fund invests exclusively in bond-type instruments. The Fund's investment universe focuses on developed market government bonds, developed market corporate bonds, local currency emerging market government bonds and hard currency emerging market government and corporate bonds. The primary source of return for the Fund is asset allocation across bond-type asset classes. The asset allocation is based on an "investment clock" approach that uses economic data analysis to determine the position of major regions within a growth cycle. This is complemented by the forecasting of expected movements in real interest rates and inflation expectations, which are also crucial for the allocation across bond markets. Portfolio managers use all these as the basis for making allocation decisions, overweighting the best performing bond asset class in any current economic cycle based on experience and expectations. In the investment process, portfolio managers optimise the interest rate and credit risk of the overall fund and of the exposures to individual bond markets in order to achieve the investment objective.

MARKET SUMMARY

The ECB hiked by 50bp but did not provide any guidance on future moves. The US inflation report flagged strong inflationary pressure for households, while US producer prices signalled easing pressure is coming in. As a result, the Fed increased interest rates by 25bp and signalled it is likely almost done with rate hikes. However, Fed Chair Jerome Powell reiterated that no FOMC participant sees rate cuts this year in their baseline. The BoE, SNB and Norges Bank all raised rates further. The Eurozone composite PMI surprised to the upside, reflecting a strong improvement in services activity while the manufacturing sector remains weak. European banking regulators clarified that shareholders would continue to bear losses before holders of AT1s if crisis intervention is needed. Eurozone inflation for March eased to 6.9%, its lowest level since February 2022, while core inflation edged up to 5.7%. Firming risk sentiment has been a key driver across assets. Sovereign yields were up, with EGBs under stronger selling pressure at the end of the month, especially at the short end of the curve, due to sticky core inflation. EUR-USD rose above 1.09, while the JPY weakened further. Equities were generally up, and implied volatility declined. Corporate and bank credit spreads moved sideways, with some tightening among high-beta names. The fund still keeps its Ukrainian exposure, and waits for improvement in the Ukrainian-Russia war; we closed short positions in the long-end of the German curve, bought medium-term US government bonds with the further intention to raise exposure to the core rates markets while decreasing Hungarian risk.

GENERAL INFORMATION

| | |
|------------------------------------|---------------------------------|
| Fund Manager: | AEGON Hungary Fund Manager Ltd. |
| Custodian: | Raiffeisen Bank Zrt. |
| Main distributor: | AEGON Hungary Fund Manager Ltd. |
| Benchmark composition: | Hurdle rate, annual 2.8% |
| ISIN code: | HU0000717400 |
| Start: | 09/01/2016 |
| Currency: | CZK |
| Net Asset Value of the whole Fund: | 15,960,346,728 HUF |
| Net Asset Value of C series: | 88,079 CZK |
| Net Asset Value per unit: | 0.880791 CZK |

DISTRIBUTORS

ERSTE Group Bank AG Austria, Patria Finance, a.s.

SUGGESTED MINIMUM INVESTMENT PERIOD

| | | | | | | |
|--------|--------|------|------|------|------|------|
| 3 mths | 6 mths | 1 yr | 2 yr | 3 yr | 4 yr | 5 yr |
|--------|--------|------|------|------|------|------|

ASSET ALLOCATION OF THE FUND

| Asset | Weight |
|---|-----------------|
| T-bills | 31.10 % |
| Government bonds | 28.44 % |
| Corporate bonds | 23.77 % |
| Collective securities | 9.18 % |
| Mortgage debentures | 1.13 % |
| Receivables | 7.58 % |
| Liabilities | -7.37 % |
| Market value of open derivative positions | 4.62 % |
| Current account | 1.56 % |
| Total | 100,00 % |
| Derivative products | 91.12 % |
| Net corrected leverage | 101.45 % |

Assets with over 10% weight

There is no such instrument in the portfolio

RISK PROFILE

| | | | | | | |
|---|---|---|---|---|---|---|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|

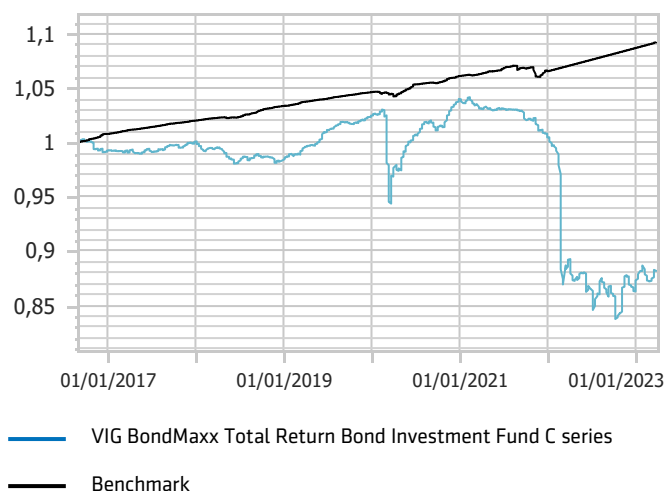
← Lower risk Higher risk →

NET YIELD PERFORMANCE OF THE SERIES

| Interval | Yield of note | Benchmark yield |
|------------|---------------|-----------------|
| From start | -1.91 % | 1.35 % |
| 2022 | -14.41 % | 2.01 % |
| 2021 | -3.03 % | 0.40 % |
| 2020 | 1.57 % | 1.42 % |
| 2019 | 4.05 % | 1.25 % |
| 2018 | -1.53 % | 1.31 % |
| 2017 | 0.75 % | 1.20 % |

NET PERFORMANCE OF THE SERIES

net asset value per share, 09/01/2016 - 03/31/2023



RISK INDICATORS FOR THE LAST 12 MONTHS

| | |
|--|------------|
| Annualized standard deviation of the fund's weekly yields | 5.54 % |
| Annualized standard deviation of the benchmark's weekly yields | 0.06 % |
| WAM (Weighted Average Maturity) | 2.44 years |
| WAL (Weighted Average Life) | 3.62 years |

TOP 10 POSITIONS

| Asset | Type | Counterparty / issuer | Maturity |
|--|------------------|--|------------|
| BTF 0 11/29/23 | zero coupon | Francia Állam | 11/29/2023 |
| US T-Bill 06/01/23 | zero coupon | Amerikai Egyesült Államok | 06/01/2023 |
| DBR 1,5% 05/15/23 | interest-bearing | Német Állam | 05/15/2023 |
| US T-Bill 07/27/23 | zero coupon | Amerikai Egyesült Államok | 07/27/2023 |
| US T-Bill 08/17/23 | zero coupon | Amerikai Egyesült Államok | 08/17/2023 |
| iShares USD Short Duration Corp Bond UCITS ETF | investment note | iShares USD Short Duration Corp Bond UCITS ETF | |
| BTF 0 01/24/24 | zero coupon | Francia Állam | 01/24/2024 |
| OTPHB 2,875 07/15/29 visszahívható 2024 | interest-bearing | Országos Takarékpénztár és Kereskedelmi Bank Nyrt. | 07/15/2024 |
| MVMHU 2027/11/18 0,875% EUR | interest-bearing | MVM Energetika ZRt. | 11/18/2027 |
| MOL 2027/10/08 1,5% | interest-bearing | MOL Nyrt. | 10/08/2027 |

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