

AEGON DOMESTIC

BOND FUND

GENERAL INFORMATION

ISIN code: HU-0000702493

Bloomberg kód: AEGDOME HB Equity

Fund Manager: AEGON Magyarország Befektetési Alapkezelő Zrt.

Custodian: Citibank Europe plc Magyarországi Fióktelepe

Main distributor: AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.

Distributors: CIB Bank Zrt.; Citibank Europe plc Magyarországi Fióktelepe; Codex Értéktár és Értékpapír Zrt.; Equilor Befektetési Zrt.; ERSTE Befektetési Zrt.; UniCredit Bank Hungary Zrt.; Raiffeisen Bank Zrt.; Magyar Takarékszövetkezeti Bank Zrt.; BNP Paribas Magyarországi Fióktelepe; Commerzbank Zrt.; Concorde Értékpapír Zrt.; OTP Bank Nyrt.

Launch Date of the Fund: 16.03.1998

Currency: HUF

Benchmark: 100% MAX Index

Net Asset Value (HUF): 60 029 894 293

Net Asset Value per share: 3.014737

The asset allocation of the Fund, 31.01.2010

Hungarian Government Bonds	95.77%
Hungarian T-bills	2.67%
Current account	0.01%
Government paper repo	1.71%
Other assets	-0.16%
Total investment assets	100.00%
Net corrected leverage	23.82%
Derivative products	0.00%

Investment Policy of the Fund:

Only Hungarian Government Securities, debt securities guaranteed by the Hungarian state, corporate bonds, debt securities issued by local governments can get into the portfolio of the Fund. In order to decrease the risk of the portfolio, the fund manager analyses the risk factors of the securities and confirms the decisions taking with thorough calculations. When choosing a security, one of the most important factors is that the security should be liquid. Due to the professional diversification and the active portfolio management the Fund provides its investors with a low risk – high yield investment alternative.

Investment horizon:

Suggested minimum investment period

3 months
 1 year
 2 years
 3 years
 5 years

Risc Scale

very low
 moderate
 high

Market Summary:

Our Fund made over 2% in return in January. There was a 50bp drop in yields at the first week of the year, followed by a correction. Greek financing problems combined with risk averse behavior stood in the background, spoiling the valuation of the EUR zone and allowing the dollar to strengthen. Serious purchasing power of foreign investors emerged driv-

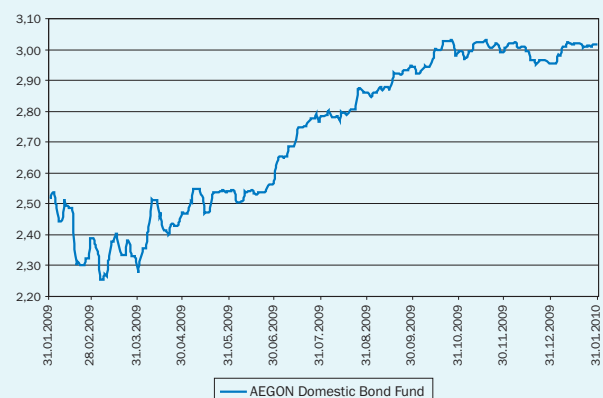
ing the yields lower again at the last week of January. Well balanced supply and demand, negligible speculative activity, and range trading will be characteristic on the Hungarian gilt-edged market. The bond auction supply will be easily bought up at the auctions in 2010. The macro economical environment is neutral, the HNB will continue the expected slow rates cuts. We count with two further cuts at the following sessions until the 5,5% levels. It worth to invest in bonds too, since the longer maturities proved much better returns than the bank deposits.

NET Yield Performance of the Fund:

Time horizon	12 months	2009 year	2008 year	2007 year	2006 year	2005 year
Net return of the Fund*	19.71%	11.72%	2.47%	4.56%	7.06%	8.43%
Benchmark performance**	18.80%	13.84%	1.80%	4.92%	5.43%	7.45%

* It shows the net performance of the fund until 31/01/10
The Fund was launched on 16/03/98
** The net return of the benchmark index.

THE NET PERFORMANCE OF THE FUND BASED ON THE NET ASSET VALUE PER SHARE



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.