

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): 58 693 819 901

Net Asset Value per share: 3.091415

The asset allocation of the Fund, 30.06.2010

Hungarian Government Bonds	95.27%
Hungarian T-bills	1.68%
Current account	0.03%
Government paper repo	0.17%
Other assets	2.85%
Total investment assets	100.00%
Net corrected leverage	24.95%
Derivative products	0.00%

given the favorable supply and demand conditions. Hardly any market player is oversupplied with bonds over their mandate, even the opposite situation is typical, and neither has the Debt Management Agency to high emissions. This substantially reduces the fund's risk level. The bond market has positive valuation characteristics in absolute terms, however the global risk aversion provides better alternative investment opportunities, such as the sovereign Eurobonds market and the Central European bond market.

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*	19.07%	11.72%	2.47%	4.56%	7.06%	8.43%
Benchmark performance**	14.88%	13.84%	1.80%	4.92%	5.43%	7.45%

* It shows the net performance of the fund until 30/06/10
The Fund was launched on 16/03/98
** The net return of the benchmark index.

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

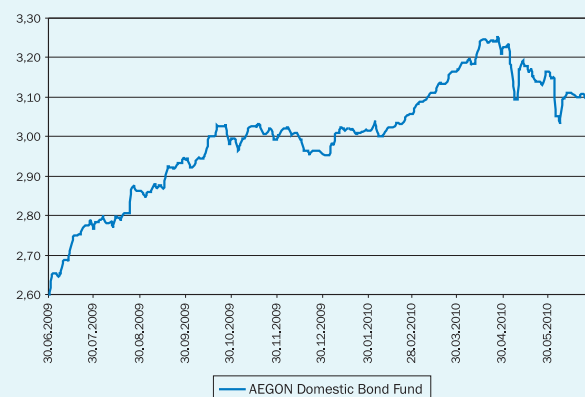
Risc Scale

very low
 moderate
 high

Market Summary:

The domestic bond market lost 2% of its value in June. The yields are trending upwards since early May plus the uncertain domestic economic concepts of the government make the investors to look up their worst scenario at such times. The panic, however remained short-lived,

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.