

AEGON BESSA

DERIVATIVE FUND

GENERAL INFORMATION

ISIN code: HU-0000705728
Bloomberg kód: AEGBESS HB Equity
Fund Manager: AEGON Magyarország Befektetési Alapkezelő Zrt.
Custodian: UniCredit Bank Hungary Zrt.
Launch Date of the Fund: 04.09.2007
Currency: PLN
Net Asset Value (PLN): 18 863 659
Net Asset Value per share: 0.010175
Current capital protection period: 03.01.2011–02.01.2012
Capital protection: 0.009122

MAIN DISTRIBUTOR

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.

INVESTMENT POLICY OF THE FUND

The AEGON Hungary Fund Management Co. has launched this new derivative investment fund to provide an alternative solution for investors, who are expecting a decline of the share prices on the Polish Stock Market. The Fund offers 90% capital protection by a significant share of Polish Treasury Notes. In case of declining share prices the Fund ensures by its WIG20 put option exposure that the investor will get an extra return on his investment. If the fund manager expects that the stock market will go up then he reduces the options position, but if he sees higher risk in the stock market then he will buy more put options for the WIG20 index. Since the capital protection allows the fund manager to buy only a limited amount of put options, the maximum short exposure of the fund is 50% of the fund's net asset value. Since the fund is a dedicated bearish fund, it intends to keep the WIG20 short exposure above 25% of net asset value.

INVESTMENT HORIZON:

Suggested minimum investment period

3 months
 1 year
 2 years
 3 years
 5 years
 Risk Scale
 very low
 moderate
 high

THE ASSET ALLOCATION OF THE FUND 28. 02. 2011.

International Bonds	84.93%
International Equities	0.00%
Government paper repo	0.00%
Current account	12.92%
Deposit	0.00%
Liabilities	4.35%
Receivables	2.20%
Total investment assets	100.00%
Net corrected leverage	116.42%
Derivative products	18.57%

MARKET SUMMARY

The market sentiment remains very positive despite the political instability of the Near-East and Africa. The macro data shows strong recovery, but we have long and bumpy road ahead which keeps market volatility higher next years. The first reaction of the polish pension reform was negative, but the market remains strong in line with our expectations, so we hold our lower short exposure on the polish equity market. An expansive monetary and fiscal policy can cause a high inflationary economic environment on a long run, wherewith we and the market count too. These events could be a reason to start rate hike cycle in the CEE and EMU region because monetary policy is behind the curve. Polish central bank was the second after Hungary who started to raise base rate to tighten money supply. We estimate around 75-100 basis point rate hike this year. In line with this view we cut back our exposure on the money market to reduce negative effects of rising short-term yields.

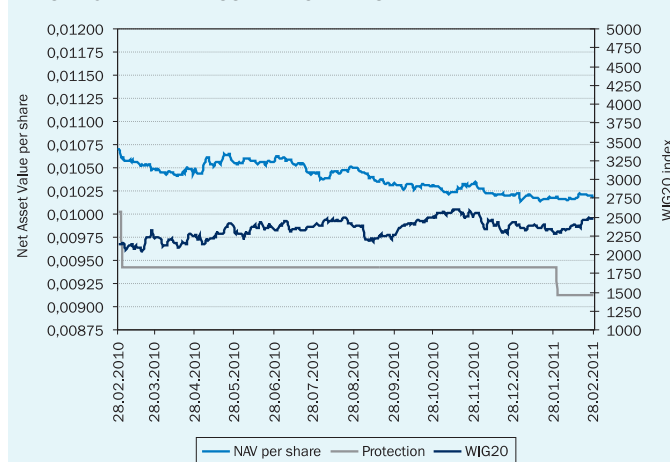
NET YIELD PERFORMANCE OF THE FUND

Time horizon	12 months	2010 year	2009 year	2008 year
Net return of the Fund*	-5,05%	-2,89%	-6,50%	15,32%

* It shows the net performance of the fund until 28/02/11
 The Fund was launched on 04/09/07

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.