

# AEGON EUROEXPRESS

FUND

## GENERAL INFORMATION

**ISIN code:** HU-0000706114  
**Bloomberg code:** AEGEUEX HB Equity  
**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.  
**Custodian:** UniCredit Bank Hungary Zrt.  
**Main distributor:** AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
**Distributors:** ERSTE Befektetési Zrt.; Raiffeisen Bank Zrt.; BNP Paribas Magyarországi Fióktelepe; Commerzbank Zrt.; Concorde Értékpapír Zrt.  
**Launch Date of the Fund:** 12.12.2007  
**Currency:** EUR  
**Benchmark:** The main rate of the ECB (European Central Bank) on the first trading day of the year.  
**Net Asset Value (EUR):** 1 508 061  
**Net Asset Value per share:** 0.913040

## The asset allocation of the Fund, 31.07.2009

Hungarian Government Bonds	23.13%
Hungarian T-bills	0.00%
Corporate Bonds	44.63%
Current account	30.40%
Government paper repo	0.00%
Deposit	0.00%
Equities	0.00%
Other Assets	1.84%
Total investment assets	100.00%
Net corrected leverage	10.46%
Derivative products	19.37%

## Investment Policy of the Fund:

The AEGON Fund Management Co. created Hungary's first EUR denominated total return fund, the AEGON EuroExpress Fund. The fund acts as "long-only", so it can only take long positions, but it is not allowed to take uncovered short positions to profit from the dropping prices. We launched this fund because a lot of our clients pointed out, that they don't feel experienced enough in the field of investment, so it is pretty hard for them to decide in which fund they should invest into. The constantly changing market situation generates also a big dilemma for the investors: when and how should they reallocate their portfolio? The AEGON EuroExpress Fund eases these needs, and takes the responsibility for taking the right investment decision for those private investors who can get familiar with low/moderate risk, and who are not too risk-averse. According to the opinion of the fund manager, our Fund is allowed to invest into any kind of Hungarian/International bond or equity and it can invest into currencies as well. The fund manager's financial leeway is very wide - certainly by paying maximal attention to the compliance with the law. The aim of the fund is to provide its investors with a good yield at low/moderate volatility. In other words: the Fund targets a high Sharpe-rate. The Funds benchmark is the main rate of the ECB (European Central Bank), which was effective on the first trading day of the year. The fund manager is allowed to hedge entirely, or partly the foreign exchange risk by using currency futures.

## Investment horizon:

Suggested minimum investment period

3 months
  1 year
  2 years
  3 years
  5 years

Risk Scale

very low
  moderate
  high

## Market Summary:

In July the equity market was the top pick, the correction, stagnation has ended on the equity markets and the prices started to increase dynamically. Two-thirds of the companies presenting quarterly reports outperformed the expectations, while only one-fourth of the companies underachieved. The general trend was a substantial drop in revenues coupled with drastic cost cuts, thus companies were able to increase their profit numbers. This trend can only be continued for a short period of time, since the cost cut-

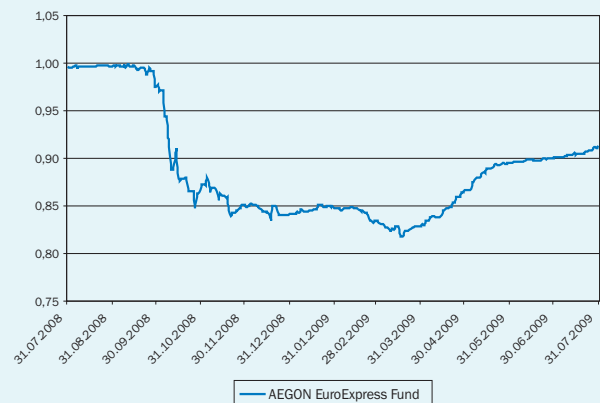
ting activity and the postponement of investments have left limited room to be resumed, and at the same time there does not seem to be a (significant) rise in consumption. As soon as companies refill their empty inventories the weakness of the global economy, the insufficient consumer demand, and the endeavour of indebted consumers to save more will all be apparent. Corporate bonds also gained throughout the month, therefore the portfolio also gained as a whole. The plan is to hold the bonds in the Fund until maturity, which basically means year 2010-11. Currently we are looking for investment opportunities for our large cash stock, however we only consider secure and profitable investments. The stocks are getting more and more expensive after the recent rally, and there seem to evolve high valuation levels again, especially in emerging markets (India, China, Brazil). Because of this, we keep on avoiding equity investments, or we will only hold equity (like) investments under strict risk management and position size.

## NET Yield Performance of the Fund:

Time horizon	12 months*	2008 year
Net return of the Fund*	-8.38%	-16.05%
Benchmark performance**	1.25%	2.00%

\* It shows the net performance of the fund until 31/07/09  
 The Fund was launched on 12/12/07  
 \*\* 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.