

AEGON INTERNATIONAL

BOND FUND

GENERAL INFORMATION

ISIN code: HU-0000702477

Bloomberg code: AEGINBI 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; Concorde Értékpapír Zrt.

Launch Date of the Fund: 21.04.1999

Currency: HUF

Benchmark: 80% Merrill Lynch Global Government Bond Index II ex-Japan + 20% ZMAX

Net Asset Value (HUF): 3 777 292 273

Net Asset Value per share: 1.321722

Investment Policy of the Fund:

According to the purpose of the fund manager the Fund mainly invests in government debt securities of OECD countries, and by paying maximal attention to the compliance with the law, it keeps minimum 15% of the portfolio in liquid assets. Besides the legal regulations the fund manager focuses on safety and principles of the maximal diversification. On the grounds of this investment policy the fund is only allowed to buy public issued, investment-grade, listed securities.

Investment horizon:

Suggested minimum investment period

3 months
 1 year
 2 years
 3 years
 5 years

Risc Scale

very low

 moderate

 high

Market Summary:

During October, the Fund closed its risky bond position, which it held for a long time, at profit and switched to a defensive strategy. The Fund has a sceptical view on the monetary stimu-

The asset allocation of the Fund, 31.10.2009

| | |
|----------------------------|---------|
| Hungarian T-bills | 0.00% |
| Hungarian Government Bonds | 0.00% |
| International Bonds | 80.39% |
| Government paper repo | 1.98% |
| Current account | 17.71% |
| Total investment assets | 100.00% |
| Net corrected leverage | 19.16% |
| Derivative products | 1.76% |

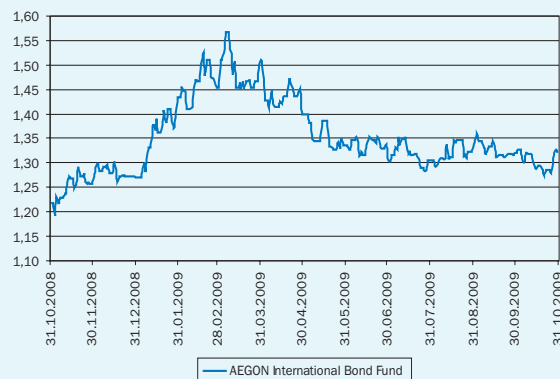
lus's and the uncontrolled budgetary balance's effect on the bond market. Conclusively, we expect it to be a seller's market, which could result in the rise of yields on the bond markets. As we have done before, we will not hedge exchange rate risk, since we see the Hungarian Forint as fundamentally overvalued compared to the Dollar and the Euro.

NET Yield Performance of the Fund:

| Time horizon | 12 months | 2008 year | 2007 year | 2006 year | 2005 year | 2004 year |
|-------------------------|-----------|-----------|-----------|-----------|-----------|-----------|
| Net return of the Fund* | 8.58% | 7.24% | -0.05% | -2.05% | 10.52% | -2.13% |
| Benchmark performance** | -4.55% | 13.82% | -5.66% | -4.07% | 7.89% | -2.50% |

* It shows the net performance of the fund until 31/10/09
The Fund was launched on 21/04/99
** 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.