

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 Index

Net Asset Value (HUF): 3 608 459 958

Net Asset Value per share: 1.438773

The asset allocation of the Fund, 31.05.2010

Hungarian T-bills	8.54%
Hungarian Government Bonds	0.00%
International Bonds	86.31%
Government paper repo	2.70%
Other assets	-0.24%
Current account	2.70%
Total investment assets	100.00%
Net corrected leverage	29.95%
Derivative products	9.38%

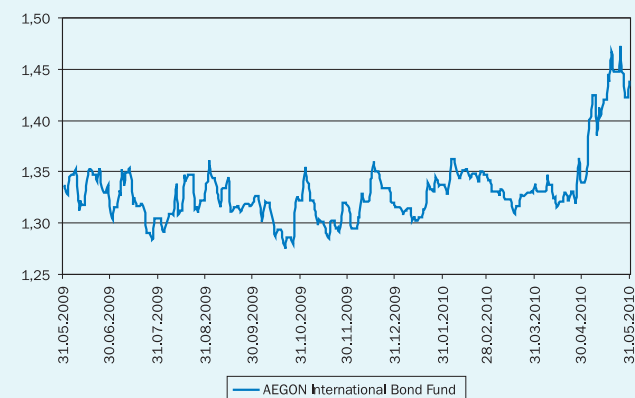
the steep rise in dollar Libor quotes, which represents an increase in the bank counterparty risk. Fortunately money market interest rates able to stabilize in late May were the are, thanks to the renewed swap agreements between the FED and major European central banks. The developed gilt edged market has function again as safe heaven for the investors and the Fund performed well. We have closed the short duration position.

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*	7.71%	3.56%	7.24%	-0.05%	-2.05%	10.52%
Benchmark performance**	11.23%	-1.94%	13.82%	-5.66%	-4.07%	7.89%

* It shows the net performance of the fund until 31/05/10
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.

Investment Policy of the Fund:

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

Investment horizon:

Suggested minimum investment period



Risc Scale



Market Summary:

The big rescue plan announcements of the EU/IMF could only temporarily reassure the markets in early May. However the question remained unanswered, what will happen with the Euro zone? The volatility is reduced, but could not approach the low levels seen in recent months. The lack of confidence is present again in the interbank interest rates and it is especially noticeable in