

# 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.  
**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):** 2 790 302 279  
**Net Asset Value per share:** 1.400887

## DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
 BNP Paribas Magyarországi Fióktelepe  
 Citibank Europe plc Magyarországi Fióktelepe  
 Codex Értéktár és Értékpapír Zrt.  
 Concorde Értékpapír Zrt.  
 Equilor Befektetési Zrt.  
 ERSTE Befektetési Zrt.  
 Raiffeisen Bank Zrt.  
 Magyar Takarékszövetkezeti Bank Zrt.  
 UniCredit Bank Hungary Zrt.

## 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

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

## THE ASSET ALLOCATION OF THE FUND 31. 12. 2010.

Hungarian T-bills	0.00%
Hungarian Government Bonds	0.00%
International Bonds	89.88%
Other assets	-0.17%
Government paper repo	6.80%
Current account	3.51%
Liabilities	0.00%
Receivables	0.02%
Total investment assets	100.00%
Net corrected leverage	46.88%
Derivative products	27.29%

## MARKET SUMMARY

The most important event in recent months was; continuation of U.S. monetary and fiscal easing, which dispelled doubts about the economic recovery. The strong growth has been priced in quickly increasing the expectation of inflation, which negatively affected the valuation of bonds. Therefore, the fund lost 4.1% during the month, overperforming the benchmark index by 0,5%. The fund had neutral positioning in December. The fund holds assets uncovered, because we do not expect strengthening forint.

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months*	2010 year	2009 year	2008 year	2007 year	2006 year
Net return of the Fund*	6,45%	6,45%	3,56%	7,24%	-0,05%	-2,05%
Benchmark performance*	9,05%	9,05%	-1,94%	13,82%	-5,66	-4,07%

\* It shows the net performance of the fund until 31/12/10  
 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.