

# AEGON RUSSIA

EQUITY FUND

## GENERAL INFORMATION

**ISIN code:** HU-0000707401

**Bloomberg code:** AEGRUEQ 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.; Commerzbank Zrt.; Concorde Értékpapír Zrt.; UniCredit Bank Hungary Zrt.; OTP Bank Nyrt.

**Launch Date of the Fund:** 04.12.2008

**Currency:** HUF

**Benchmark:** 90% RXEUR Index (calculated in HUF) + 10% ZMAX Index

**Net Asset Value (HUF):** 9 054 497 138

**Net Asset Value per share:** 1.986614

## The asset allocation of the Fund, 30.04.2010

International Equities	93.38%
T-bills	3.28%
Hungarian Government Bonds	0.00%
Government paper repo	3.52%
Current account	1.25%
Other assets	-1.44%
Total investment assets	100.00%
Derivative products	0.00%
Net corrected leverage	97.28%

domestic market boom has been further strengthened by the industrial production readings, which rose 5.7% in the previous year, compared to the expected 3.2%, while the 2.9% increase in retail sales has also exceeded analysts' expectations. The rise in crude oil prices favorable affect, but the increase is likely to be only temporary. The sectoral composition of the Fund has been expanded to the real estate sector since the strong growth in industrial production, the low warehouse capacity and the housing market boom can make sure companies in this sector provide outstanding performance in the coming months. Good news for our investors, that the Fund is currently operate with minimal FX hedging strategy, that is why, even if the stock markets fall, the depreciating HUF can compensate the losses, suffered on the price volatility.

## Investment Policy of the Fund:

The AEGON Russia Equity Fund primarily targets the stock exchange-traded shares of companies that maintain an active presence in Russia or the other CIS states, or which generate a substantial proportion of their revenues in these countries. The Fund predominantly invests in equities, but its portfolio also contains Hungarian bonds and discount treasury bills, currencies and money-market products, to ensure the Fund's liquidity. The equity investments are usually denominated in foreign currency; however the fund may hedge some or all of the currency risk arising from these liabilities by concluding forward or option transactions. Although the Russian and CIS market promises a high potential return, the value of investments may display a marked degree of fluctuation in the short term, and therefore it is advisable to treat the Fund as a long-term investment. The Fund Management primarily bases its investment decisions on its own fundamental analyses, but it also makes use of the information and analyses provided by other investment service providers, banks and independent research companies, in the interests of reducing risks and maximising returns. The Fund's benchmark: 90% RXEUR Index + 10% ZMAX Index.

## Investment horizon:

Suggested minimum investment period



3 months



1 year



2 years



3 years



5 years

Risc Scale



very low



moderate



high

## Market Summary:

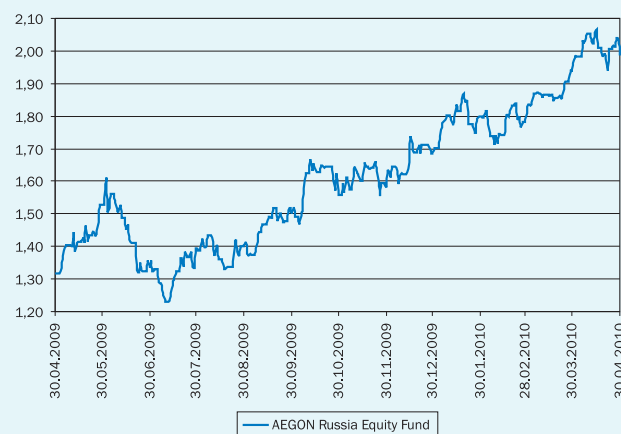
The Russian stock market continued to increase like it did in March at the first half of the month, but the second half brought correction to levels seen at the end of March. The main reason of the correction was the increased uncertainty on the international stock market, but the Russian economic itself positively contributed to performance. The Russian

## NET Yield Performance of the Fund:

Time horizon	12 months	2009 year
Net return of the Fund*	50.75%	78.23%
Benchmark performance**	66.14%	100.30%

\* It shows the net performance of the fund until 30/04/10  
The Fund was launched on 04/12/08  
\*\* 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.