

# 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):** 17 384 129 444

**Net Asset Value per share:** 1.947418

## The asset allocation of the Fund, 30.09.2010

International Equities	91.70%
T-bills	3.44%
Hungarian Government Bonds	0.00%
Government paper repo	0.00%
Current account	14.64%
Other assets	-9.78%
Total investment assets	100.00%
Derivative products	0.41%
Net corrected leverage	97.91%

September, although it failed to quite match the performance of the other BRIC markets. The influx of fresh capital to the Russian market was below the emerging-market average, and GEM funds are slightly under-represented in portfolios at the moment, which could mean there will be fresh, additional demand for such funds over the next few months. While growth prospects continue to be favourable, the exceptionally dry weather conditions have led to a steep rise in agricultural crop prices, which could result in higher inflation. This time the best performance was displayed by the consumer-goods sector and the steel industry, with the oil sector lagging slightly behind.

## 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:

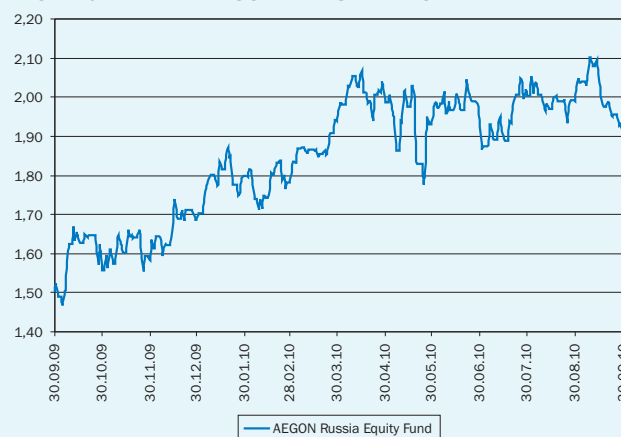
The global equity markets rose substantially in September, largely on the back of the Fed's announcement that more quantitative easing would be necessary, which - similarly to the measures implemented so far - could further stoke the share markets. Thus, following a slight fall in August, the Russian equity market, too, managed a slight increase in

## NET Yield Performance of the Fund:

Time horizon	12 months	2009 year
Net return of the Fund*	29.80%	78.23%
Benchmark performance**	30.43%	100.30%

\* It shows the net performance of the fund until 30/09/10  
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.