

# AEGON DOMESTIC

BOND FUND

## GENERAL INFORMATION

**ISIN code:** HU-0000702493

**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.

**Custodian:** CITIBANK Rt.

**Main distributor:** AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.

**Distributors:** CIB Bank Zrt.; Citibank Zrt.; Codex Értéktár és Értékpapír Zrt.; Equilor Befektetési Zrt.; ERSTE Befektetési Zrt.; Uni-Credit Bank Hungary Zrt.; Raiffeisen Bank Zrt.; Magyar Takarékszövetkezeti Bank Zrt.; BNP Paribas Magyarországi Fióktelepe; Commerzbank Zrt.; Concorde Értékpapír Zrt.

**Launch Date of the Fund:** 16.03.1998

**Currency:** HUF

**Benchmark:** 100% MAX Composite

**Net Asset Value (HUF):** 6 805 525 064

**Net Asset Value per share:** 2.528995

## The asset allocation of the Fund, 30.11.2008

Hungarian Government Bonds	98.87%
Hungarian T-bills	0.00%
Current account	0.05%
Other assets	1.08%
Total investment assets	100.00%
Net corrected leverage	22.30%
Derivative products	0.00%

the fact that the National Bank of Hungary lowered its main rate by 50bps to 11%. The 1-month performance of the AEGON Domestic Bond Fund was over 5%, 100bps better than the performance of its benchmark. This splendid output came from two factors. We underweighted the bonds with the medium-term duration in the first part of the month, and also changed the mix of the portfolio. We believe that the yield level will further drop in the near future, which offers an excellent investment opportunity for the investors.

## NET Yield Performance of the Fund:

Time horizon	12 months	2007 year	2006 year	2005 year	2004 year	2003 year
Net return of the Fund*	-2.73%	4.56%	7.06%	8.43%	13.07%	1.19%
Benchmark performance**	-2.41%	4.92%	5.43%	7.45%	12.10%	-0.10%

\* It shows the net performance of the fund until 30/11/08  
The Fund was launched on 16/03/98  
\*\* The net return of the benchmark index.

## Investment Policy of the Fund:

Only Hungarian Government Securities, debt securities guaranteed by the Hungarian state, corporate bonds, debt securities issued by local governments can get into the portfolio of the Fund. In order to decrease the risk of the portfolio the fund manager analyses the risk factors of the securities, and confirms the decisions taking with thorough calculations. By choosing a security one of the important factors is that the security should be liquid. Thanks to the professional diversification and the active portfolio management the fund provides its investors with a low risk – high yield investment alternative.

## Investment horizon:

Suggested minimum investment period

3 months
  1 year
  2 years
  3 years
  5 years

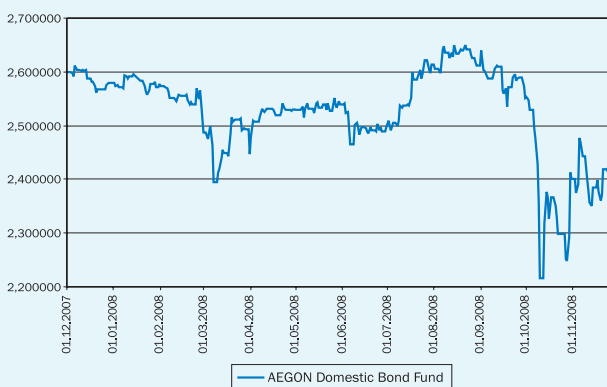
Risc Scale

very low
  moderate
  high

## Market Summary:

The yield level of the Hungarian government securities rose in the first part of November again, thanks to the panic-liquidation of the foreign investors. In the second part of the month the situation got better in the bond market, (yields lowered) according to the mending demand and supply proportion and

## 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.