

AEGON EMMA EMERGING MARKETS

BOND FUND

GENERAL INFORMATION

ISIN code: HU-0000705256

Fund Manager: AEGON Magyarország Befektetési Alapkezelő Zrt.

Custodian: UniCredit Bank Hungary Zrt.

Main distributor: Concorde Értékpapír Zrt.

Distributors: CIB Bank Zrt.; 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

Launch Date of the Fund: 11/05/2007

Currency: HUF

Benchmark: 100% JP Morgan Global Emerging Market Bond Index

Net Asset Value (HUF): 1 686 942 109

Net Asset Value per share: 0.900790

The asset allocation of the Fund, 31.05.2008

Hungarian T-bills	0.00%
Hungarian Government Bonds	15.42%
International Bonds	68.58%
Government paper repo	0.00%
Current account	16.00%
Total investment assets	100.00%
Net corrected leverage	13.60%
Derivative products	0.00%

market currencies. The mix of the Fund got slightly changed in the last month: we lowered the weight of the South African government securities in it. We think that South Africa doesn't stand on a solid base. The political and economic situation is getting unpleasant. South African consumer prices grew an annual 10.4 percent in April, the fastest pace since December 2002 and the 13th month they have exceeded the bank's target range of 3 percent to 6 percent. Lately the South Africa's rand fell to a two-month low against the dollar as stocks around the world declined on concern surging oil prices will force central banks to raise interest rates to quell accelerating inflation. On the other hand we see some good signs in Iceland and Turkey. We believe that these bond markets are extremely undervalued. We expect the negative trend of the emerging markets shortly to stop and this could boost the Fund's performance in a significant way in the near future.

Investment Policy of the Fund:

The AEGON Fund Management Co. launched the AEGON EMMA Emerging Markets Bond Fund, so potential investors could profit from the high-yield environment of those developing countries in which the fund invests. Although these countries are developing ones, but their macroeconomic background is stable, and they are on a growth path. The anticipatory yield of the Fund is higher than the yield of a domestic bond fund, but the risk is also a bit bigger. A high yield, or "junk bond" is a bond issued by a country or a company that is considered to have higher credit risks. The credit rating of a high yield bond is considered "speculative grade", or below "investment grade". This means that the chance of default with high yield bonds is higher than for other bonds. Their higher credit risk means that "junk bond" yields are higher than bonds of better credit quality. Studies have demonstrated that portfolios of high yield bonds have higher returns than other bond portfolios, suggesting that the higher yields more than compensate for their additional default risk. The investment possibilities of the Fund are very wide, so the portfolio manager has a wide-spread financial leeway to build up an optimal portfolio. We target the utmost yield by taking the lowest risk. By taking investment decisions we use fundamental and technical analysis, and we certainly keep an eye on the market sentiment as well. Our investment decisions are supported by a special investment-planning model, which is filled up with all the important macroeconomical data and indicators, like the anticipated level of inflation in these countries, their GDP growth, their credit ratings and so on. The portfolio manager generates a so-called risk - yield map, by focusing on the anticipated macroeconomic environment, the anticipated yield curve, and the above-mentioned model. When the map is ready, those risk-yield pairs will be chosen out which are considered to be safe and offer relative high yield at the same time.

Investment horizon:

Suggested minimum investment period



3 months



1 year



2 years



3 years



5 years

Risc Scale



low



medium



high

Market Summary:

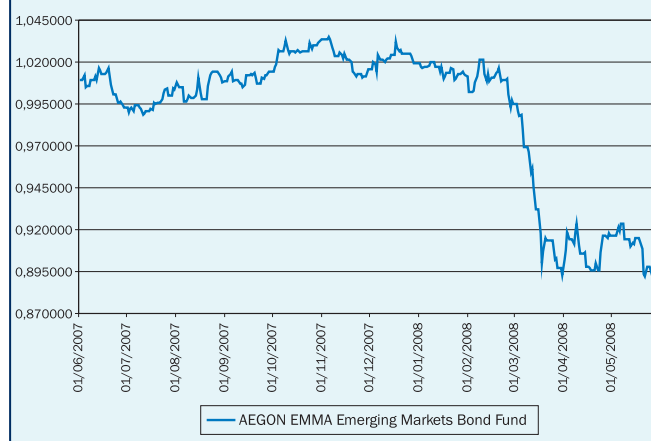
The Fund's NAV dropped a bit in May. The main reason for this was that the HUF seriously strengthened against the other emerging-

NET Yield Performance of the Fund:

Time horizon	12 months*
Net return of the Fund*	-10.66%
Benchmark performance**	-14.08%

* It shows the net performance of the fund until 31/05/08
The Fund was launched on 11/05/07
** 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.