

# AEGON INTERNATIONAL

BOND FUND

## GENERAL INFORMATION

**ISIN code:** HU-0000702477

**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.; UniCredit Bank Hungary Zrt.; Raiffeisen Bank Zrt.; Magyar Takarékszövetkezeti Bank Zrt.; BNP Paribas Magyarországi Fióktelepe; Concorde Értékpapír Zrt.

**Launch Date of the Fund:** 21.04.1999

**Currency:** HUF

**Benchmark:** 80% Merrill Lynch Global Government Bond Index II ex-Japan + 20% ZMAX

**Net Asset Value (HUF):** 3 855 040 601

**Net Asset Value per share:** 1.217257

## Investment Policy of the Fund:

According to the purpose of the fund manager the Fund mainly invests in government debt securities of OECD countries, and by paying maximal attention to the compliance with the law, it keeps minimum 15% of the portfolio in liquid assets. Besides the legal regulations the fund manager focuses on safety and principles of the maximal diversification. On the grounds of this investment policy the fund is only allowed to buy public issued, investment-grade, listed securities.

## Investment horizon:

Suggested minimum investment period

3 months
  1 year
  2 years
  3 years
  5 years

Risc Scale

very low
 
 moderate
 
 high

## Market Summary:

October was a sharp lesson for equity investors. The international capital markets haven't been so volatile since 1929. These conditions were perfect for the AEGON International Bond Fund to perform very well. Investors fled from

## The asset allocation of the Fund, 31.10.2008

Hungarian T-bills	0.00%
Hungarian Government Bonds	7.44%
International Bonds	86.97%
Government paper repo	0.00%
Current account	5.58%
Total investment assets	100.00%
Net corrected leverage	21.11%
Derivative products	55.80%

equities into government bond what boosted up bond prices. The inflation pressure eased a lot, since commodity prices fall a lot, and recession fears were grown. Adapting to the changed market situation the Fund preferred bonds with longer duration, and our investments generated almost 6% gain for October. The Fund will go on with a much more watchful investment policy in the future, to realise its previous profits and to protect it for the investors.

## NET Yield Performance of the Fund:

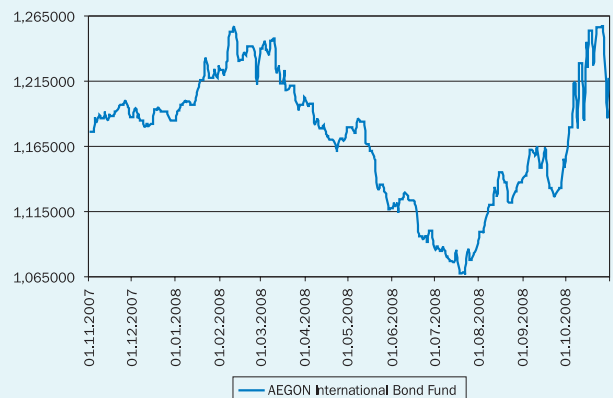
Time horizon	12 months	2007 year	2006 year	2005 year	2004 year	2003 year
Net return of the Fund*	3.48%	-0.05%	-2.05%	10.52%	-2.13%	5.26%
Benchmark performance**	13.94%	-5.66%	-4.07%	7.89%	-2.50%	5.94%

\* It shows the net performance of the fund until 31/10/08

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.