

# AEGON DOMESTIC

## BOND FUND

### GENERAL INFORMATION

**ISIN code:** HU-0000702493  
**Bloomberg kód:** AEGDOME HB Equity  
**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.  
**Custodian:** Citibank Europe plc Magyarországi Fióktelepe  
**Main distributor:** AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
**Launch Date of the Fund:** 16.03.1998  
**Currency:** HUF  
**Benchmark:** 100% MAX Index  
**Net Asset Value (HUF):** 56 926 575 867  
**Net Asset Value per share:** 3.336528

### DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
 BNP Paribas Magyarországi Fióktelepe  
 CIB Bank Zrt.  
 Citibank Europe plc Magyarországi Fióktelepe  
 Codex Értéktár és Értékpapír Zrt.  
 Commerzbank Zrt.  
 Concorde Értékpapír Zrt.  
 Equilor Befektetési Zrt.  
 ERSTE Befektetési Zrt.  
 OTP Bank Nyrt.  
 Raiffeisen Bank Zrt.  
 Magyar Takarékszövetkezeti Bank Zrt.  
 UniCredit Bank Hungary Zrt.

### 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. When choosing a security, one of the most important factors is that the security should be liquid. Due 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

Risk Scale



very low



moderate



high

### THE ASSET ALLOCATION OF THE FUND

31. 05. 2011.

Hungarian T-bills	10.37%
Hungarian Government Bonds	89.90%
Other assets	0.19%
Government paper repo	0.02%
Current account	0.10%
Liabilities	0.00%
Receivables	0.58%
Total investment assets	100.00%
Net corrected leverage	100.57%
Derivative products	0.00%

### MARKET SUMMARY

Global capital markets were lacking direction and conviction in May. Dominant sentiment was driven by data flow indicating a slowdown in the US economy and fears of a sooner than expected Greek default. There was more silence on the Hungarian local front, namely: Hungarian Government Bonds seem to have found a level and were stuck in a tight range after the strong interest from internationals subsided. Besides steady global risk appetite, the remarkable performance of the local bond market year-to-day is explained by subsequent triggers from fiscal policy commitments locally and successful Eurobond placements. It would take further impulses for the market to break out of the present range, such as the removal of Hungary's negative rating outlook by rating agencies, which may happen this year. That said, the strong CHF exchange rate presents a risk to the Hungarian economy, and the local bond market, too. In line with that, the portfolio positioned itself more neutral and therefore our fund's unit price was treading water.

### NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2010 year	2009 year	2008 year	2007 year	2006 year
Net return of the Fund*	5,48%	6,34%	11,72%	2,47%	4,56%	7,06%
Benchmark performance**	4,74%	4,79%	13,84%	1,80%	4,92%	5,43%

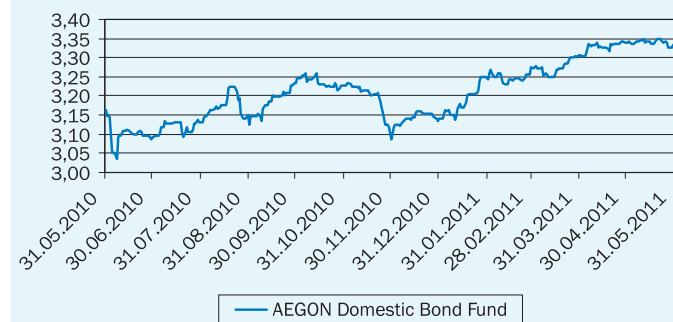
\* It shows the net performance of the fund until 31/05/11

The Fund was launched on 16/03/98

\*\* 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.