

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): 56 200 272 329
Net Asset Value per share: 3.337262

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 30. 06. 2011.

Hungarian T-bills	4.93%
Hungarian Government Bonds	94.84%
Other assets	0.19%
Government paper repo	0.00%
Current account	0.22%
Liabilities	4.56%
Receivables	4.73%
Total investment assets	100.00%
Net corrected leverage	100.18%
Derivative products	4.60%

MARKET SUMMARY

The immediate threat of a Greek default and the soft patch in the US economy resulted in a marked deterioration in global risk appetite, which was also felt in the Hungarian bond market.

Government bonds and bills transferred to the Hungarian Debt Management Agency (AKK) in the context of the pension assets handover reduced the volume of outstanding marketable debt, which caused HGB's weight in some indexes followed by internationals to drop.

This story led to a worsening of sentiment but no large selling pressure. The liquidity position and rating outlook of the Hungarian state is solid, and the local bond market should regain strength following the easing of Greece-related concerns. Our fund's unit value could outperform slightly to the benchmark with 4 bps however the net price increased only moderately during last month.

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*	7,95%	6,34%	11,72%	2,47%	4,56%	7,06%
Benchmark performance**	7,26%	4,79%	13,84%	1,80%	4,92%	5,43%

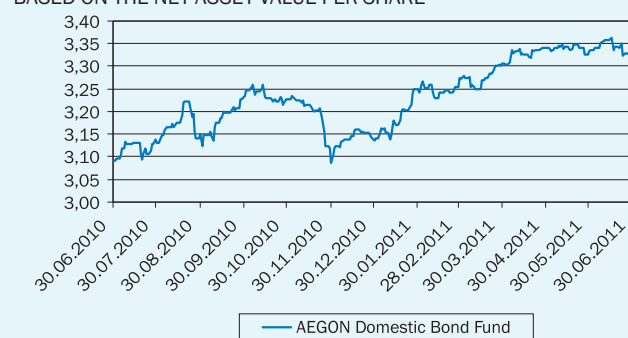
* It shows the net performance of the fund until 30/06/11

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.