

# AEGON ÓZON CAPITAL PROTECTED

DERIVATIVE FUND

## GENERAL INFORMATION

**ISIN code:** HU-0000705157  
**Bloomberg code:** AEGOZON HB Equity  
**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.  
**Custodian:** UniCredit Bank Hungary Zrt.  
**Main distributor:** AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
**Launch Date of the Fund:** 19.03.2007  
**Currency:** HUF  
**Benchmark:** 100% RMAX Index  
**Net Asset Value (HUF):** 833 530 655  
**Net Asset Value per share:** 1.296590

## DISTRIBUTORS

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

## INVESTMENT POLICY OF THE FUND

The aim of the fund is to give a capital-protected alternative investment opportunity which should enable clients to achieve excess return without great risk to their capital. The structure of the fund gives capital protection. At the beginning of every year, the Fund buys T-bills and keeps cash in repos and deposits, which should cover the capital protection. The remaining part of the money is invested opportunistically in various options. The options are actively traded in a range of markets (FX, equities and futures). Since the options can only be bought and sold but never written, this cannot result in a big loss, so that the capital protection can never get in danger. The capital protection means that on the first workday of every year the NAVPU of the Fund cannot be less than it was on the first workday of the previous year. The investor, who buys the Fund any time during the year, can be sure that on the first day of the next year the Fund's NAVPU will be at least as much as on the first day of the year in which he purchased the fund. However, during the year, the Fund's NAVPU can vary widely. While most option and T-bill based funds buy the options and keep them until expiry, we actively manage the portfolio, so the success, or return, of the Fund is based on whether the Fund Manager's expectations turn out to be right.

## 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. 03. 2011.

Hungarian T-bills	18.44%
Hungarian Government Bonds	62.99%
Hungarian Corporate Bonds	0.00%
Other assets	5.50%
Government Paper Repo	13.68%
Current account	0.11%
Deposit	0.00%
Liabilities	0.00%
Receivables	0.71%
Total investment assets	100.00%
Net corrected leverage	99.57%
Derivative products	34.90%

## MARKET SUMMARY

The market welcomed the newly appointed members of the Monetary Council, based on the first interviews we do not accept any sudden change in monetary policy but we need some more time to analyze the new balance within the body. Unsurprisingly, the base rate was left unchanged at the first meeting with the new members. The latest and upgraded inflation report showed that the 3% inflation target can be reached by the end of 2012 with an unchanged base rate. Money markets rates remained stable, only ultra short rates decreased with a couple of basis points. Demand for local assets does not subside, the successful placement of two dollar issues further boosted local market bond purchases, CDS decreased significantly and performance of the HUF was also very strong. One started to guess whether the NBH will be able to cut rates after the HUF rally, but this looks premature in our view as the currency should remain stable for a sustained period before any move. We should also consider that the ECB will probably start tightening monetary conditions because of an accelerating inflation in April, it is highly questionable if the MNBH can cut rates in the new environment. The rate-hiking cycle and higher inflation are putting pressure on the bond prices, that's why we opened US long-end short position at 3.34%. The huge outflow from emerging market and the Egyptian and Libyan crisis devalue emerging currencies, which creates nice buying opportunity in TRY against EUR at 2.23.

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months*	2010 year	2009 year	2008 year
Net return of the Fund*	3,72%	3,93%	8,30%	7,42%
Benchmark performance**	3,60%	3,80%	9,07%	7,05%

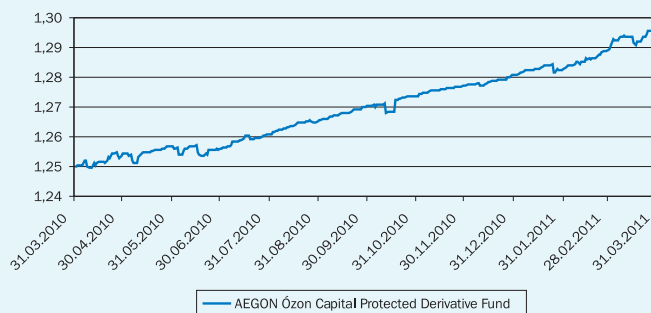
\* It shows the net performance of the fund until 31/03/11

The Fund was launched on 19/03/07

\*\* 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.