

# AEGON RUSSIA

EQUITY FUND

## GENERAL INFORMATION

**ISIN code, A series:** HU-0000707401  
**ISIN code, I series:** HU-0000709514  
**Bloomberg code, A series:** AEGRUEQ HB Equity  
**Bloomberg code, I series:**  
**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.  
**Custodian:** UniCredit Bank Hungary Zrt.  
**Main distributor:** AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
**Launch Date of the A series:** 04/12/2008  
**Launch Date of the I series:** 24/11/2010  
**Currency:** HUF  
**Benchmark:** 95% RDX Extended Index USD + 5% ZMAX Index  
**Net Asset Value A series (HUF):** 3 099 195 003 HUF  
**Net Asset Value per share A series:** 2,158878 HUF  
**Net Asset Value I series (HUF):** 20 285 671 711 HUF  
**Net Asset Value per share I series:** 2.163217 HUF

## DISTRIBUTORS

	A SERIES	I SERIES
AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.	✓	✓
BNP Paribas Magyarországi Fióktelepe	✓	
Codex Értéktár és Értékpapír Zrt.	✓	
Commerzbank Zrt.	✓	
Concorde Értékpapír Zrt.	✓	
Equilor Befektetési Zrt.	✓	
ERSTE Befektetési Zrt.	✓	
OTP Bank Nyrt.	✓	
Raiffeisen Bank Zrt.	✓	
UniCredit Bank Hungary Zrt.	✓	

## INVESTMENT POLICY OF THE FUND

The AEGON Russia Equity Fund primarily targets the stock exchange-traded shares of companies that maintain an active presence in Russia or the other CIS states, or which generate a substantial proportion of their revenues in these countries. The Fund predominantly invests in equities, but its portfolio also contains bonds and discount treasury bills, currencies and money-market products, to ensure the Fund's liquidity. The equity investments are usually denominated in foreign currency; however the fund may hedge some or all of the currency risk arising from these liabilities by concluding forward or option transactions. Although the Russian and CIS market promises a high potential return, the value of investments may display a marked degree of fluctuation in the short term, and therefore it is advisable to treat the Fund as a long-term investment. The Fund Management primarily bases its investment decisions on its own fundamental analyses, but it also makes use of the information and analyses provided by other investment service providers, banks and independent research companies, in the interests of reducing risks and maximising returns. The Fund's benchmark: 95% RDX Extended Index USD + 5% ZMAX Index.

## 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.

T-bills	2.65%
Government Bonds	0.00%
International Equities	94.62%
Other assets	0.00%
Government paper repo	3.34%
Current account	1.05%
Liabilities	11.62%
Receivables	13.29%
Total investment assets	100.00%
Net corrected leverage	101.66%
Derivative products	0.00%

## MARKET SUMMARY

MSCI World equity index dropped 2.5% in May as falling leading indicators fuelled concern the global recovery is faltering. Manufacturing PMIs fell across the world, economic surprise indices (positive surprises divided by negative surprises) turned down, which indicate bullish expectations of economic growth are overblown. Commodity markets plunged, WTI crude oil after reached 115\$ in the first week of May, collapsed below 100\$ on the back of the global slowdown, and diminishing MENA effects.

Russian equities underperformed EM average by 2% in May, oil sector lagging the market, dropped by 7%, in-line with crude oil. Russian materials also dropped significantly, the sector fell more than 13% from its peak in April to trough in mid-May, bringing the valuation of the sector down to attractive levels. Although the unstable global backdrop may drive further risk aversion and outflow from EMEA funds may put some pressure on the market, its worth to entry back into some commodity related sectors due to its favourable valuation and limited downside risk of crude oil from the current level.

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	1 month	3 months	12 months*	2010 year	2009 year	From the start
Net return of the Fund <sup>a</sup>	-	-	10,11%	35,75%	78,23%	-
Net return of the Fund <sup>d</sup>	-1,28%	-10,84%	-	-	-	-3,79%
Benchmark performance**	-	-	10,01%	33,13%	100,30%	-

<sup>a</sup> It shows the net performance of the series A until 31/05/11  
The Fund was launched on 04/12/08

<sup>d</sup> It shows the net performance of the series A until 31/05/11  
The Fund was launched on 24/11/10

\* 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.