

# AEGON CENTRAL EUROPEAN

## CREDIT FUND

### GENERAL INFORMATION

**ISIN code:** HU-0000709597  
**Bloomberg code:** AEGCECA HB Equity  
**ISIN code (I series):** HU-0000709605  
**Bloomberg code (I series):** AEGCECI 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:** 12.01.2011  
**Currency:** HUF  
**Launch Date of the I series:** 12.01.2011  
**Currency:** HUF  
**Benchmark:** 100% RMAX Index + 1%  
**Net Asset Value (HUF):** 337 474 441 HUF  
**Net Asset Value per share:** 1,045778 HUF  
**Net Asset Value of the I series (HUF):** 7 190 622 191 HUF  
**Net Asset Value per share:** 1.045853 HUF

### DISTRIBUTORS

A SERIES I SERIES

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt. ✓ ✓

### INVESTMENT POLICY OF THE FUND

Primarily investing in the CEE region's bond markets the main purpose of the Fund is to provide investors with yields higher than those of domestic money market. The Fund's investments principally concentrate on the corporate and mortgage bond market but government bonds issued in foreign currency are also among the possible fields of interest. The direction of investment is based on regular market analysis and evaluation. Each issuer's thorough analysis regarding financial credibility is crucial in the process of creating the portfolio. Risk Management and regular monitoring of issuers also carry high significance.

### 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.

Government Bonds	20.09%
Mortgage Bonds	35.33%
Corporate and financials	15.81%
International Bonds	24.72%
Other assets	0.08%
Government paper repo	1.90%
Current account	2.63%
Liabilities	1.71%
Receivables	2.28%
Total investment assets	100.00%
Net corrected leverage	100.49%
Derivative products	59.64%

### MARKET SUMMARY

Global market sentiment became more fragile in May. Incoming weak macro data from all over the world, a sudden fall in commodity prices at the beginning of the month and increasing probability of a Greek debt restructuring resulted in increasing bond spreads and declining core market yields.

Based on these we did three types of transactions in the portfolio.

- 1) We took profit on some of our riskier investments.
- 2) The Fund sold longer dated EUR/USD denominated government bonds as we were afraid that a decline in underlying yields amid further deteriorating environment would not be sufficient to compensate for rising spreads.
- 3) The Fund sold some of our shortest EUR denominated securities and reinvested the proceeds into 2-5 year bonds. Interest rate risk is still limited there but the steepness of the curve justifies the move.

The fund developed very well and so the portfolio outperformed the benchmark by 35 bps in May.

### NET YIELD PERFORMANCE OF THE FUND

Time horizon	1 month	3 months	From the start
Net return of the A series <sup>a</sup> HUF	0.82%	2.29%	4.52%
Net return of the I series <sup>i</sup> HUF	0.82%	2.29%	4.59%
Benchmark performance <sup>*</sup>	0.47%	1.47%	2.28%

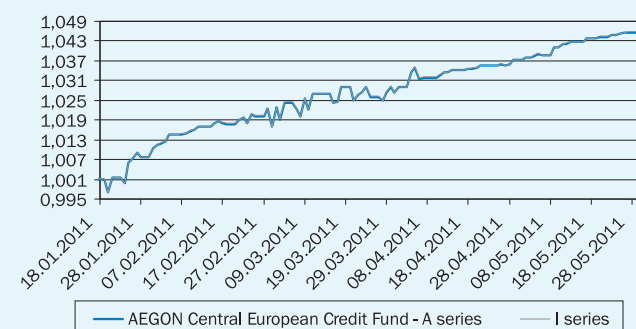
<sup>a</sup> It shows the net performance of the fund until 31/05/11  
The Fund was launched on 12/01/11

<sup>i</sup> It shows the net performance of the fund until 31/05/11  
The Fund was launched on 12/01/11

<sup>\*</sup> 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.