

AEGON Domestic Bond Fund

GENERAL INFORMATION

| | |
|------------------------------------|------------------------------------------------|
| Fund Manager: | AEGON Hungary Fund Manager Ltd. |
| Custodian: | Citibank Europe plc Magyarországi Fióktelepe |
| Main distributor: | AEGON Hungary Befektetési Jegy Forgalmazó Zrt. |
| Benchmark composition: | 100% MAX Index |
| ISIN code: | HU0000702493 |
| Start: | 1998.03.16 |
| Currency: | HUF |
| Total Net Asset Value of the Fund: | 55 424 170 272 HUF |
| Net Asset Value per unit: | 3,341259 HUF |

DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.
 BNP-Paribas Magyarországi Fióktelepe
 CIB Közép-Európai Nemzetközi 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.
 Takarékbank 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:

| | | | | |
|--------------------------|-------------------------------------|--------------------------|--------------------------|--------------------------|
| <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| 3 months | 1 year | 2 years | 3 years | 5 years |

Risc Scale:

| | | | | |
|--------------------------|--------------------------|-------------------------------------|--------------------------|--------------------------|
| <input type="checkbox"/> | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| very low | | moderate | | high |

ASSET ALLOCATION OF THE FUND ON 07/31/2011

| asset type | weight |
|-------------------------------------------|----------|
| treasury bonds | 98,08 % |
| T-bills | 2,97 % |
| Mortgage debentures | 0,19 % |
| Liabilities | -2,09 % |
| Repos | 0,84 % |
| Current account | 0,03 % |
| Market value of open derivative positions | -0,06 % |
| total | 100,00 % |
| Derivative products | 8,97 % |
| Net corrected leverage | 100,05 % |

MARKET SUMMARY:

The euro zone crisis spread to Italy in July, triggering a rise in the 10-year Italian government bond yield to above 6%. The different asset classes had various reactions to the panic sentiment.

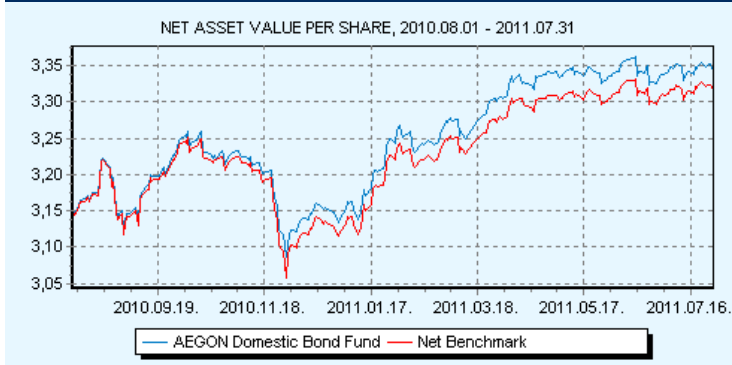
The 10-year Hungarian government bond yield increased only by 15 basis points in July, and the curve became steeper, hence our fund was able to make gains despite the risk-off environment.

The low risk surrounding debt rollover and the implementation of the budget reform contributed to the relatively good performance of domestic bonds. For now, foreign investors look upon Hungary and Poland as emerging markets, not as Eastern Europe, so they consider these economies as an alternative to developed markets, and not as the next pieces of the domino.

NET YIELD PERFORMANCE OF THE FUND:

| Time horizon | 12 months 2010 | year 2009 | year 2008 | year 2007 | year 2006 | year 2005 |
|-----------------|----------------|-----------|-----------|-----------|-----------|-----------|
| Investment note | 6,73 % | 6,34 % | 11,72 % | 2,47 % | 4,56 % | 7,06 % |
| Net benchmark | 5,88 % | 4,70 % | 13,60 % | 0,96 % | 4,41 % | 6,81 % |

NET PERFORMANCE OF THE FUND



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.