

AEGON Central European Credit Fund, A series

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% (RMAX Index + 1%)
ISIN code:	HU0000709597
Start:	2011.01.12
Currency:	HUF
Total Net Asset Value of the Fund:	208 253 917 HUF
Net Asset Value per unit:	1,053674 HUF

DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.
OTP Bank Nyrt.

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:



Risc Scale:



ASSET ALLOCATION OF THE FUND ON 07/31/2011

asset type	weight
Corporate bonds	31,33 %
Mortgage debentures	25,86 %
treasury bonds	25,14 %
other assets	3,28 %
T-bills	2,36 %
Current account	6,29 %
Deposit	5,85 %
Repos	0,19 %
Liabilities	-0,05 %
Market value of open derivative positions	-0,27 %
total	100,00 %
Derivative products	53,92 %
Net corrected leverage	100,26 %

MARKET SUMMARY:

The announcement of the Greek aid package and the agreement on raising the US debt-ceiling could calm the markets only for a short period.

The pessimistic mood in the second half of the month was supported by the weaker macro data. During this month we bought the short term, 1-3 year papers.

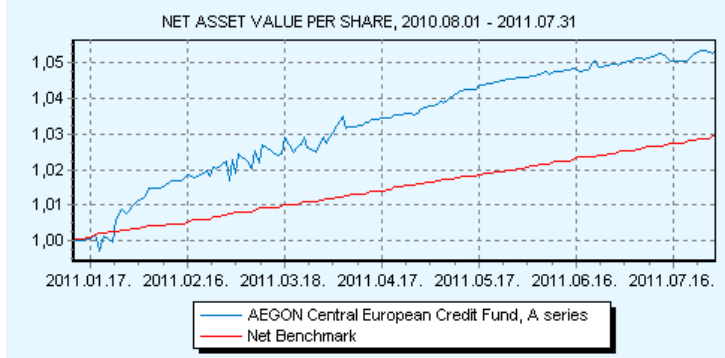
In the portfolio we took an underweight FX position: we are expecting the Romanian leu to appreciate against the forint. In this unstable environment we expect spreads to widen, hence we keep 6% liquid cash in the portfolio.

The return of the fund was 6 basis point under the benchmark in July.

NET YIELD PERFORMANCE OF THE FUND:

Time horizon	1 month	3 months	6 months	from start
Investment note	0,36 %	1,58 %	4,28 %	5,37 %
Net benchmark	0,40 %	1,33 %	2,62 %	2,95 %

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.