

AEGON International 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:	80% Merrill Lynch Global Government Bond Index II ex-Japan + 20% ZMAX Index
ISIN code:	HU0000702477
Start:	1999.04.21
Currency:	HUF
Total Net Asset Value of the Fund:	2,309,707,728 HUF
Net Asset Value per unit:	1.379420 HUF

INVESTMENT POLICY OF THE FUND:

According to the purpose of the fund manager, the Fund mainly invests in government debt securities of OECD countries. By paying maximum attention to legal compliance, it keeps a minimum of 15% of the portfolio in liquid assets. Besides the legal regulations the fund manager focuses on safety and the principles of ultimate diversification. On the grounds of this investment policy the fund is only allowed to buy publicly issued, investment-grade, listed securities.

DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.
 BNP-Paribas Magyarországi Fióktelepe
 Citibank Europe plc Magyarországi Fióktelepe
 Codex Értéktár és Értékpapír Zrt.
 CONCORDE Értékpapír Zrt.
 Equilor Befektetési Zrt
 Erste Befektetési Zrt.
 Raiffeisen Bank Zrt.
 Takarékbank Zrt
 Unicredit Bank Hungary Zrt.

NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2010 year	2009 year	2008 year	2007 year	2006 year
Investment note	-9.94 %	6.45 %	3.56 %	7.24 %	-0.05 %	-2.05 %
Net benchmark	-15.04 %	8.82 %	-1.83 %	13.29 %	-7.17 %	-3.79 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2010.09.01 - 2011.08.31



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.

INVESTMENT HORIZON:

Suggested minimum investment period:



Risc Scale:



MARKET SUMMARY:

Slowly but surely Europe starts to realize that this is not a common crisis. The current crisis isn't cyclic; it is predominantly structural. Therefore we can expect a long period of (relatively) low growth. In other words, recalculations are in order across the board. Bond yields in the weak euro states will likely keep soaring as the crisis rages on. Over the coming period the German 10-year yield can drop from 2% to 1.75%. To our mind bond yield spreads between the PIIGs and the strong EMU states will continue to widen. In a climate of growing tension and deteriorating economic growth the ECB will increasingly lean towards lowering its benchmark rate (now 1.5%). We avoid PIIGs and do not take too much duration risk after some bad trades in August.

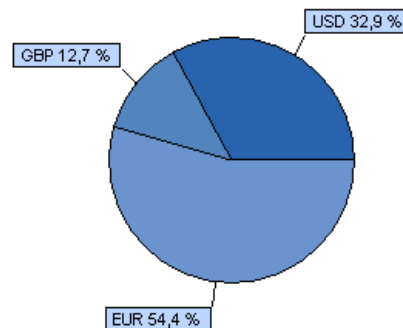
ASSET ALLOCATION OF THE FUND ON 08/31/2011

Asset type	Weight
treasury bonds	62.92 %
Corporate bonds	15.36 %
Current account	19.57 %
Repos	2.42 %
Liabilities	-0.09 %
Receivables	0.01 %
Market value of open derivative positions	-0.17 %
total	100,00 %
Derivative products	17.05 %
Net corrected leverage	102.62 %

TOP 5 POSITIONS

USGB 2014/05 4,75%
 GEGB 2014/01 4,25%
 Telefonica EMIS 2016/04/01 5,496%
 GEGB 2018/07 4,25%
 XTALN 2016/11 5.80% USD

Currency exposure:



Bondy by tenor:

