

# 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:	54,065,939,130 HUF
Net Asset Value per unit:	3.329339 HUF

## 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.

## DISTRIBUTORS

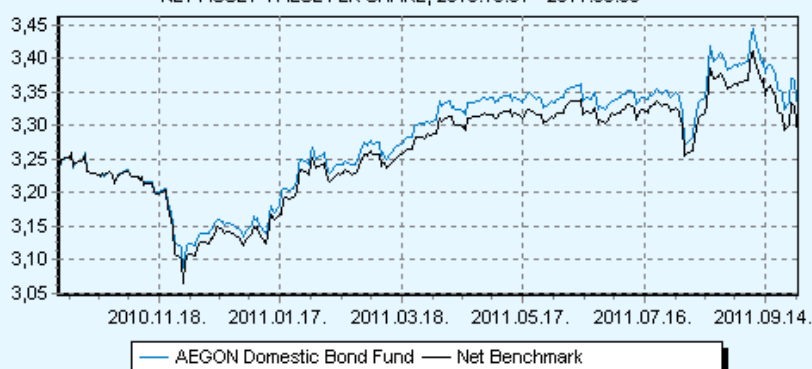
AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., BNP-Paribas Magyarországi Fióktelepe, CIB Közép-Európai Nemzetközi Bank Zrt., Citibank Europe plc Magyarországi Fióktelepe, Codex Értéktár és Értékpapír Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt, Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Takarékbank Zrt, Unicredit Bank Hungary Zrt.

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2010 year	2009 year	2008 year	2007 year	2006 year
Investment note	2.93 %	6.34 %	11.72 %	2.47 %	4.56 %	7.06 %
Net benchmark	1.71 %	4.70 %	13.57 %	0.96 %	4.41 %	5.44 %

## NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2010.10.01 - 2011.09.30



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.

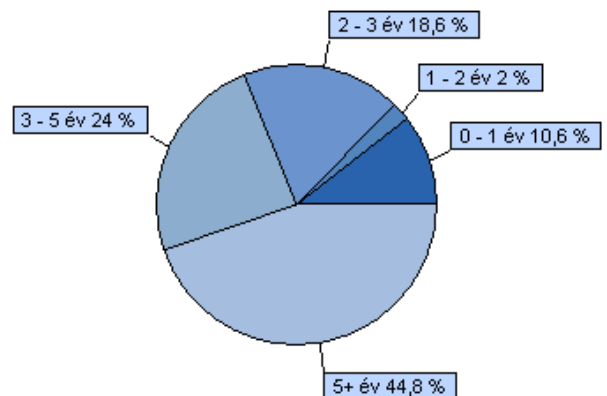
## MARKET SUMMARY:

The fund lost money in September, though active position taking reduced the damage somewhat. HGB yields fell during the first week of the month in speculation that the base rate may be cut. The previously very balanced interest rate outlook was changed by the decision of the Swiss National Bank to peg EURCHF at 1.2, which prompted the market to price out important tail risks for the Hungarian economy and price in rate cuts. Yields gapped to all year lows in a very illiquid market. In the rest of the month more negative global developments took center stage. The combination of the ongoing sovereign crisis in many of the developed markets and the downturn in the global economy created a toxic mix for markets. Emerging market funds saw redemptions after two years of steady inflows and EM currencies depreciated. The HUF also came under heavy pressure and bond yields rose, causing losses for the fund. The Hungarian growth and debt sustainability outlook turned more negative in the second half of September, but local macro did not much affect the HGB market yet.

## ASSET ALLOCATION OF THE FUND ON 09/30/2011

Asset type	Weight
treasury bonds	88.12 %
T-bills	8.67 %
Corporate bonds	2.90 %
Mortgage debentures	0.18 %
Liabilities	-2.55 %
Current account	2.02 %
Receivables	0.43 %
Repos	0.28 %
Market value of open derivative positions	-0.05 %
total	100,00 %
Derivative products	11.96 %
Net corrected leverage	100.06 %

## Bondy by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:



Risc Scale:

