

AEGON BESSA Derivative Fund

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Befektetési Jegy Forgalmazó Zrt.
Current capital protection period:	01/04/2011 - 01/04/2012
ISIN code:	HU0000705728
Start:	2007.09.04
Currency:	PLN
Total Net Asset Value of the Fund:	47,989,229 PLN
Net Asset Value per unit:	0.010431 PLN

INVESTMENT POLICY OF THE FUND:

The AEGON Hungary Fund Management Co. has launched this new derivative investment fund to provide an alternative solution for investors, who are expecting a decline of the share prices on the Polish Stock Market. The Fund offers 90% capital protection by a significant share of Polish Treasury Notes. In case of declining share prices the Fund ensures by its WIG20 put option exposure that the investor will get an extra return on his investment. If the fund manager expects that the stock market will go up then he reduces the options position, but if he sees higher risk in the stock market then he will buy more put options for the WIG20 index. Since the capital protection allows the fund manager to buy only a limited amount of put options, the maximum short exposure of the fund is 50% of the fund's net asset value. Since the fund is a dedicated bearish fund, it intends to keep the WIG20 short exposure above 25% of net asset value.

DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt. , AEGON Towarzystwo Ubezpieczen na Zycie Spolka, CONCORDE Értékpapír Zrt.

NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2010 year	2009 year	2008 year
Investment note	0.92 %	-3.52 %	-6.50 %	15.32 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2010.12.01 - 2011.11.30



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:

European fixed income markets experienced a difficult month. November saw the euro area fiscal crisis spread from periphery into core. This hit the headlines again with core European countries government bond spreads hitting new highs, Italian yields above 7% and even a German auction undersubscribed. This, combined with a widespread deleveraging of European banks caused European bond markets to perform quite badly in November. The accelerated deleveraging resulted in severe funding stress comparable to that in the period after the collapse of Lehman Brothers. The disappearance of liquidity led to dislocation in European markets previously considered 'defensive'. Polish yield curve suffered too and steepened by strong selling pressure of foreigners, but short-term remained strong and well supported. We hold our 3-month duration and try to increase it in the near future if liquidity will come back on the market. Global equities remained under pressure for the most part of November as periphery jitters weighed on the market. Only the last day of November saw an upward correction as major central banks announced a joint action of easing USD liquidity conditions, which sparked an enormous relief rally in equities. Our short position remains between 15-20% in November.

ASSET ALLOCATION OF THE FUND ON 11/30/2011

Asset type	Weight
T-bills	71.85 %
Treasury bonds	16.83 %
Current account	12.35 %
Liabilities	-1.02 %
total	100.00 %
Derivative products	14.35 %
Net corrected leverage	112.83 %

TOP 5 POSITIONS

PLTB 2012/03/28
 PLGB 2012/01 0%
 PLGB 2012/04 4,75%
 PLTB 2012/02/01
 PLTB 2012/02/29

INVESTMENT HORIZON:

Suggested minimum investment period:



3 months



1 year



2 years



3 years



5 years

Risk Scale:



very low



moderate



high