

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:	01/04/2012 - 01/03/2013
ISIN code:	HU0000705728
Start:	2007.09.04
Currency:	PLN
Total Net Asset Value of the Fund:	34,643,975 PLN
Net Asset Value per unit:	0.010422 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	2011 year	2010 year	2009 year	2008 year
Investment note	2.36 %	3.77 %	-3.52 %	-6.50 %	15.32 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2011.02.01 - 2012.01.31



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.

MARKET SUMMARY:

Global equities soared throughout January to levels not seen since the August meltdown. The rally was fuelled by prolonged excess liquidity conditions as well as a set of strong US macro and corporate data released. The US corporate earnings season delivered a positive message as two-thirds of the reporting companies surpassed analyst expectations on the net profit level. Polish market increased by 9% in January in PLN terms with relatively large volumes compare the last months of 2011. The index was driven by Materials and financials, while defensive sectors (telco and utilities) closed the month in red. KGHM was the best performer among blue chips with 23% gain on detailed newsflow of metal tax law and Quadra acquisition. Financials rallied on the back of the liquidity improvement of the European banking sector. The sector is also supported by the transaction of Warta insurer as 2.7x P/B level contains larger premium than expected. We hold WIG20 short level on fairly moderate level in January.

ASSET ALLOCATION OF THE FUND ON 01/31/2012

Asset type	Weight
T-bills	94.15 %
treasury bonds	23.60 %
Liabilities	-22.16 %
Current account	4.44 %
total	100,00 %
Derivative products	12.37 %
Net corrected leverage	111.29 %

TOP 5 POSITIONS

PLGB 2012/07/25
PLTB 2012/03/28
PLGB 2012/04 4,75%
PLTB 2012/02/01
PLTB 2012/08/29

INVESTMENT HORIZON:

Suggested minimum investment period:



3 months



1 year



2 years



3 years



5 years

Risc Scale:



very low



moderate



high