

# AEGON EuroExpress Fund

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Befektetési Jegy Forgalmazó Zrt.
Benchmark composition:	100% Euro Cash Indices LIBOR Total Return 6 Months
ISIN code:	HU0000706114
Start:	2007.12.11
Currency:	EUR
Total Net Asset Value of the Fund:	902,647 EUR
Net Asset Value per unit:	0.950317 EUR

## INVESTMENT POLICY OF THE FUND:

The AEGON Hungary Fund Management Co. created Hungary's first EUR denominated total return fund, the AEGON EuroExpress Fund. The fund acts as "long-only", so it can only take long positions. It is not allowed to take uncovered short positions to profit from the dropping prices. We launched this fund because a lot of our clients said that they don't feel experienced enough in the field of investment, so it is difficult for them to decide in which fund they should invest. The constantly changing market situation causes a big dilemma for the investors, bringing to mind questions of when and how they should re-allocate their portfolio. The AEGON EuroExpress Fund resolves these questions and it takes the responsibility for making the right investment decision for private investors, who can handle low/moderate risk and who are not too risk-averse. According to the opinion of the fund manager, our Fund is allowed to invest in any type of Hungarian/International bond or equity as well as in Hungarian/International currencies. The fund manager's financial leeway is very wide, even while paying maximal attention to legal compliance. The aim of the fund is to provide its investors with a good yield at low/moderate volatility. In other words, the Fund targets a high Sharpe-ratio. The Fund's benchmark is the base rate of the ECB (European Central Bank) which is effective on the first trading day of the year. The fund manager is allowed to hedge the foreign exchange risk entirely or partly by using currency futures. The Fund offers an excellent opportunity for investors who wish to invest on a euro basis, and would like to achieve much higher returns than the euro denominated bank deposits can offer, while the level of risk is moderately low.

## DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., AEGON Towarzystwo Ubezpieczen na Zycie Spolka, BNP-Paribas Magyarországi Fióktelepe, Citibank Europe plc Magyarországi Fióktelepe, Codex Értéktár és Értékpapír Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Unicredit Bank Hungary Zrt.

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2011 year	2010 year	2009 year	2008 year
Investment note	-0.04 %	-0.10 %	1.45 %	10.85 %	-16.05 %
Net benchmark	-1.17 %	-1.34 %	-1.54 %	0.04 %	1.18 %

## 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 markets started the year remarkably strong. Risk premia decreased gradually after the first 3-year LTRO of the ECB resulting in fast appreciation of bank shares and bonds. This was followed by a widespread rally that was helped by an enormous amount of new capital poured on markets and supported by improving macro data particularly from the US. The over pessimism that was experienced in December vanished completely by the end of the month. Bond markets also performed well, bank spreads decreased significantly after the ECB tender, especially in the short end, and the seemingly improving capital and liquidity position of banks positively affected the general economic outlook and thus, on other industries' spreads as well. Risk in the fund slightly increased in a passive way, through capital outflows. The fund produced a 58 bps outperformance in January.

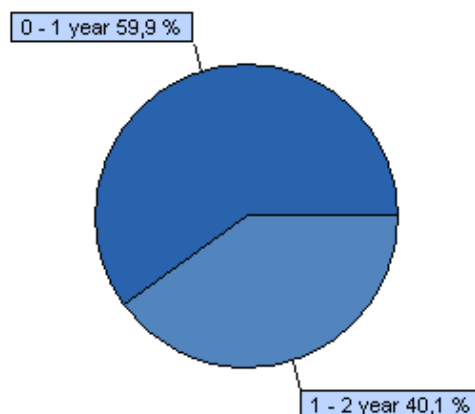
## ASSET ALLOCATION OF THE FUND ON 01/31/2012

Asset type	Weight
Corporate bonds	41.21 %
treasury bonds	28.69 %
Mortgage debentures	9.36 %
T-bills	5.15 %
Current account	16.77 %
Liabilities	-0.54 %
Market value of open derivative positions	-0.16 %
total	100,00 %
Derivative products	12.15 %
Net corrected leverage	86.26 %

## TOP 5 POSITIONS

HSBC FIN FRN 13/10/28  
 CYGB 5.5 12/02/27  
 Gazprom 12/12  
 REPHUN 2013/02/06 4,5%  
 VOLKSB SLO FLOAT 12/11/26

## Bondy by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:

3 months   
  1 year   
  2 years   
  3 years   
  5 years

Risc Scale:

very low   
    
  moderate   
    
  high