

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: 2,213,197,620 HUF
 Net Asset Value per unit: 1.540201 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 Magyarország 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	2011 year	2010 year	2009 year	2008 year	2007 year
Investment note	14.28 %	19.06 %	6.45 %	3.56 %	7.24 %	-0.05 %
Net benchmark	12.12 %	15.62 %	8.82 %	-1.83 %	13.29 %	-7.17 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2011.03.01 - 2012.02.29



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:

- 3 months
 1 year
 2 years
 3 years
 5 years

Risc Scale:

- very low

 moderate

 high

MARKET SUMMARY:

Core market yields remain at record low levels, while volatility is low even at the long end of the curve. The narrow band between 1,8% and 2% is ideal for range trading which we continue to play in Bunds. The spread tightening of non-German core Eurozone bonds did not continue, French and Belgian spreads even widened a bit. ECB liquidity measures push down yields of periphery sovereigns and financials which brought a very good performance throughout the asset class, meaning that other non-benchmark positions of the fund (Slovenia, corporates) performed well. FX exposure of the fund is still unhedged, resulting in a negative contribution to performance with an appreciating HUF. The fund had a -1,85% performance but still outperformed the benchmark by 70basis points.

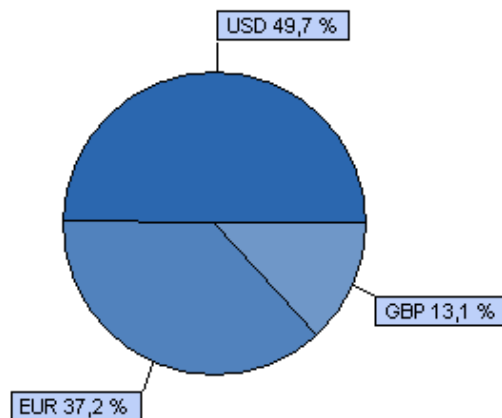
ASSET ALLOCATION OF THE FUND ON 02/29/2012

Asset type	Weight
treasury bonds	73.80 %
Corporate bonds	18.02 %
Current account	6.27 %
Repos	2.32 %
Liabilities	-2.03 %
Receivables	1.69 %
Market value of open derivative positions	-0.05 %
total	100,00 %
Derivative products	41.31 %
Net corrected leverage	104.89 %

TOP 5 POSITIONS

- USGB 2014/05 4,75%
- Telefonica EMIS 2016/04/01 5,496%
- XTALN 2016/11 5.80% USD
- SLOVEN4 18/03/22 4%
- USGB 2018/08 2,25%

Currency exposure:



Bondy by tenor:

