

# AEGON Polish Bond Fund HUF series

## 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% TBSP Index
ISIN code:	HU0000705256
Start:	2007.05.11
Currency:	HUF
Total Net Asset Value of the Fund:	823,200,594 HUF
Net Asset Value per unit:	1.245243 HUF

## INVESTMENT POLICY OF THE FUND:

The Polish Bond Fund has been started (previously called AEGON EMMA) with the investment aim to give investors' the opportunity to invest primary into the Polish government bond market. By choosing a security one of the important factors is that the security should be liquid. Thanks to the professional diversification and the active portfolio management the Polish Bond Fund provides its investors with a low-medium risk - paired with stable yield investment alternative. The investment possibilities of the Fund are very wide, so the portfolio manager has a widespread financial leeway to build up an optimal portfolio. We target the utmost yield by taking the lowest risk. By taking investment decisions we use fundamental and technical analysis, and we certainly keep an eye on the market sentiment as well. Our investment decisions are supported by a special investment-planning model, which is filled up with all the important macroeconomical data and indicators, like the anticipated level of inflation in Poland, GDP growth, it's credit ratings and so on. The portfolio manager generates a so-called risk - yield map, by focusing on the anticipated macroeconomic environment, the anticipated yield curve, and the above-mentioned model. When the map is ready, those risk-yield pairs will be chosen out which are considered to be safe and offer relative high yield at the same time. The Fund's benchmark consists of 100% Treasury BondSpot Poland Index.

## DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., BNP-Paribas Magyarországi Fióktelepe, CIB Közép-Európai Nemzetközi Bank Zrt., Codex Értéktár és Értékpapír Zrt., Commerzbank 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
Investment note	14.00 %	8.99 %	11.80 %	16.47 %	-16.10 %
Net benchmark	13.06 %	7.25 %	11.79 %	25.76 %	-4.70 %

## NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2011.04.01 - 2012.03.31



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:

The Polish bond market is very stable and liquid, investors seem to find bond yields of 4.5-5.5% attractive given strong economic growth and the healthy bank and government balance sheet in Poland. Bonds investments also make sense from a local individual's point of view given the excess return it can provide over a bank deposit. Asset swap spreads tightened massively in March as bond yields went down, while swap rates did not really move. This was because there are voices in the MPC calling for an increase in the base rate, although many analysts in the market tend to see a need for an easing of monetary policy. Our fund posted a monthly return of 0.5%, 16bps in excess of the benchmark return, while year-to-date it is up by 2.3%, which is quite remarkable for one quarter in this market.

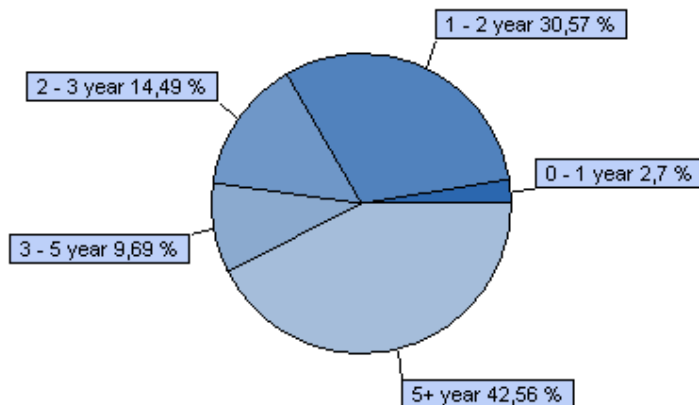
## ASSET ALLOCATION OF THE FUND ON 03/31/2012

Asset type	Weight
treasury bonds	81.55 %
T-bills	14.06 %
Current account	3.33 %
Liabilities	-0.07 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.00 %

### Assets with over 10% weight

PLGB 2019/10 5,50% (Polish Government)
PLGB 2013/10 5,00% (Polish Government)
PLGB 2014/04 5,75% (Polish Government)
PLGB 2017/10 5,25% (Polish Government)
PLGB 2014/01/25 0% (Polish Government)

### Bondy by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:



Risc Scale:

