

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:	2,388,125,431 HUF
Net Asset Value per unit:	1.720958 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 Magyarországi 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	30.46 %	19.06 %	6.45 %	3.56 %	7.24 %	-0.05 %
Net benchmark	29.61 %	15.62 %	8.82 %	-1.83 %	13.29 %	-7.17 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2011.06.01 - 2012.05.31



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.

INVESTMENT HORIZON:

Suggested minimum investment period:



Risc Scale:



MARKET SUMMARY:

May saw an escalation of negative market sentiment, reflected in a massive drop in EURUSD and global equity indexes. Fears of a global financial market collapse were fuelled by the perception that the euro area is not prepared to deal with a Greek exit. Growth and banking sector issues in Spain intensified existing worries over a euro zone breakup. Risks of a global recession increased significantly. Core bond markets once again proved to be the safe haven for investors: yield of the 10-year bund was down by 40bps on the month and hit a new low of 1,2%, the US 10-year note closed at 1,5%. The French market saw a nice reverse after the elections: the 10y Bund spread tightened 40 bps by the end of the month. While core bond markets rallied, periphery and corporate spreads widened significantly on the above global risks. The fund produced 13,3% net return in May, which also includes an almost 5% depreciation of the HUF. The outperformance this month is 0,58%.

ASSET ALLOCATION OF THE FUND ON 05/31/2012

Asset type	Weight
treasury bonds	75.12 %
Corporate bonds	17.35 %
Current account	6.43 %
Repos	0.80 %
Market value of open derivative positions	0.76 %
Liabilities	-0.46 %
total	100,00 %
Derivative products	49.94 %
Net corrected leverage	108.27 %

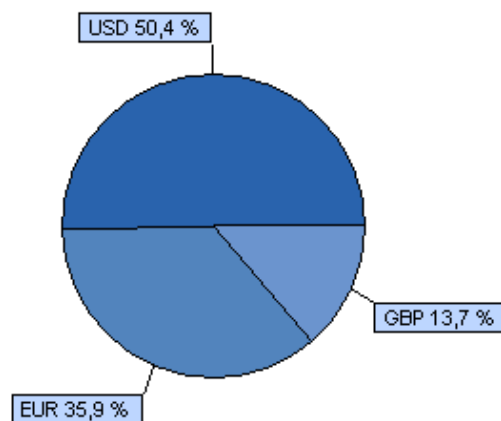
TOP 5 POSITIONS

USGB 2014/05 4,75% (Amerikai Egyesült Államok)
XTALN 2016/11 5.80% USD (Xstrata Fin Canada)
Telefonica EMIS 2016/04/01 5,496% (Telefonica Emisiones Sau)
USGB 2018/08 2,25% (Amerikai Egyesült Államok)
SLOVEN4 18/03/22 4% (Szlovén Állam)

Assets with over 10% weight

USGB 2014/05 4,75% (Amerikai Egyesült Államok)
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Currency exposure:



Bondy by tenor:

