

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:	2,210,324,634 HUF
Net Asset Value per unit:	1.605093 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	23.29 %	19.06 %	6.45 %	3.56 %	7.24 %	-0.05 %
Net benchmark	24.80 %	15.62 %	8.82 %	-1.83 %	13.29 %	-7.17 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2011.07.01 - 2012.06.30



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:

Core bond yields hit a new low on 1st of June as the risks associated with the outcome of Greek elections weighed on risk appetite. Hesitation by European politicians regarding the Spanish bank recapitalisation and the broader issue of moving toward a more complete monetary union did not help either. But market sentiment turned quickly as weak macro data fuelled more QE expectations, the Greek elections brought a reassuring result, and a EU decision to help the Spanish banking system proved to be more constructive than expected. Bund yields were 40 bps higher by the end of the month while Spanish and Italian yields closed the month lower, and even 70-80bps lower than the monthly high. Our fund underperformed the benchmark due to its underweight position in periphery holdings. The HUF appreciated 5% in June against the EUR and 7% against the USD meaning net return of the fund was - 6,73%.

ASSET ALLOCATION OF THE FUND ON 06/30/2012

Asset type	Weight
treasury bonds	75.86 %
Corporate bonds	17.58 %
Current account	5.16 %
Repos	1.85 %
Liabilities	-0.16 %
Market value of open derivative positions	-0.51 %
total	100,00 %
Derivative products	50.94 %
Net corrected leverage	109.68 %

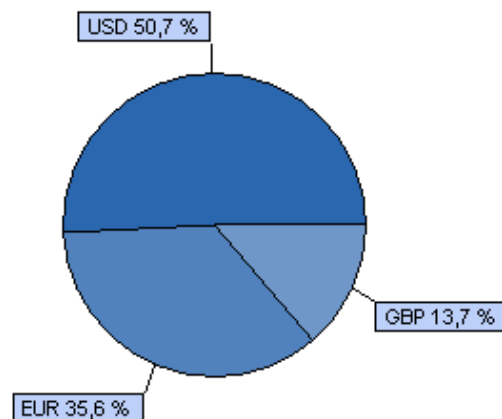
TOP 5 POSITIONS

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)

Currency exposure:



Bondy by tenor:

