

# AEGON Central European Credit Fund HUF series

## 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:	100% RMAX Index + 1%
ISIN code:	HU0000709597
Start:	2011.01.12
Currency:	HUF
Total Net Asset Value of the Fund:	8,385,770,393 HUF
Net Asset Value per unit:	1.142844 HUF

## INVESTMENT POLICY OF THE FUND:

Primarily investing in the CEE region's bond markets the main purpose of the Fund is to provide investors with yields higher than those of domestic money market. The Fund's investments principally concentrate on the corporate and mortgage bond market but government bonds issued in foreign currency are also among the possible fields of interest. The direction of investment is based on regular market analysis and evaluation. Each issuer's thorough analysis regarding financial credibility is crucial in the process of creating the portfolio. Risk Management and regular monitoring of issuers also carry high significance.

## DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt.

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months
Investment note	8.85 %
Net benchmark	5.55 %

## 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:

Although credit spreads are only marginally 30-50 bps higher qoq, they hit a 5-month high early June as a string of weak macro data hit sentiment. Bund yields fell to a new low (10y 1,17% on 1 June) and thus compensated for part of the spread widening. Despite the weaker market EM bond fund flows remained robust, we only saw limited outflows only for 3 weeks in May-June. Local assets rallied after the end-of-April settlement of the EC-Hungary dispute but lost some ground then on global worries only to rally again later in the quarter as market sentiment improved generally from June. We saw buyers come in at more attractive spread levels on all of our markets - we see this as time for selective profit taking where prices are nearing ytd highs without fighting the strong momentum. Our fund proved to be resilient in weak markets losing only 0,7% from peak to trough in May/June and produced 2% return in June which meant a 1,21% outperformance.

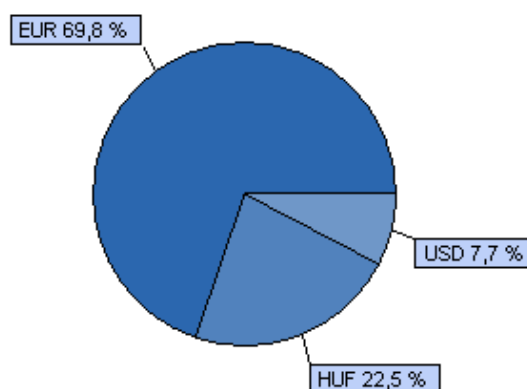
## ASSET ALLOCATION OF THE FUND ON 06/30/2012

Asset type	Weight
Corporate bonds	44.54 %
treasury bonds	28.54 %
Mortgage debentures	19.36 %
T-bills	2.12 %
Current account	4.77 %
Liabilities	-3.08 %
Receivables	1.94 %
Market value of open derivative positions	1.32 %
Repos	0.31 %
total	100,00 %
Derivative products	74.03 %
Net corrected leverage	98.60 %

## Assets with over 10% weight

There is no such instrument in the portfolio

## Currency exposure:



## Bondy by tenor:

