

AEGON Istanbul Equity Fund TRY 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:	95% TR20I Index + 5% ZMAX Index
ISIN code:	HU0000710173
Start:	2012.02.20.
Currency:	TRY
Total Net Asset Value of the whole Fund:	7,204,737,085 HUF
Net Asset Value of TRY series:	3,308 TRY
Net Asset Value per unit:	1.275712 TRY

INVESTMENT POLICY OF THE FUND:

The AEGON Istanbul Equity Fund primarily targets the stock exchange-traded shares of companies that maintain an active presence in Turkey, or generate a substantial proportion of their revenues in the Turkish market. The Fund predominantly invests in equities, but its portfolio also contains bonds and discount treasury bills, currencies and money-market products, to ensure the Fund's liquidity. The equity investments are usually denominated in foreign currency; however the fund may hedge some or all of the currency risk arising from these liabilities by concluding forward or option transactions. Although the Turkish market promises a high potential return, the value of investments may display a marked degree of fluctuation in the short term, and therefore it is advisable to treat the Fund as a long-term investment. The Fund Management primarily bases its investment decisions on its own fundamental analyses, but it also makes use of the information and analyses provided by other investment service providers, banks and independent research companies, in the interests of reducing risks and maximising returns. The fund's benchmark: 95% TR20I Index + 5% ZMAX Index.

DISTRIBUTORS

AEGON Turkey Emeklilik ve Hayat A.Ş

NET YIELD PERFORMANCE OF THE FUND:

Time horizon	1 month	3 months	6 months	from start
Investment note	7.28 %	17.17 %	24.58 %	27.57 %
Net benchmark	6.77 %	16.53 %	24.53 %	23.68 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2012.02.20 - 2012.12.31



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 leading equity indices soared to multi-year highs in December and the American equity market underperformed due to the unsolved fiscal cliff, but on the last day of December an agreement was made in order to avoid it. In December global business conditions kept on improving and the Chinese macro data were better than the expectations as well, thanks to which the probability of hard landing fell further during last months. The euro zone is still weak and the Purchasing Manager Index was below expectations. Due to the favorable global sentiment and inflow, the Turkish market closed by 9% above its previous peak and thus reached all time high in December. The overperformance of the Turkish banks ended and in our opinion the Turkish banks are at fair price. Attractive valuation still can be found in other industries.

ASSET ALLOCATION OF THE FUND ON 12/31/2012

Asset type	Weight
International equities	94.47 %
T-bills	2.89 %
Liabilities	-2.96 %
Current account	2.76 %
Repos	2.00 %
Receivables	0.85 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100.00 %

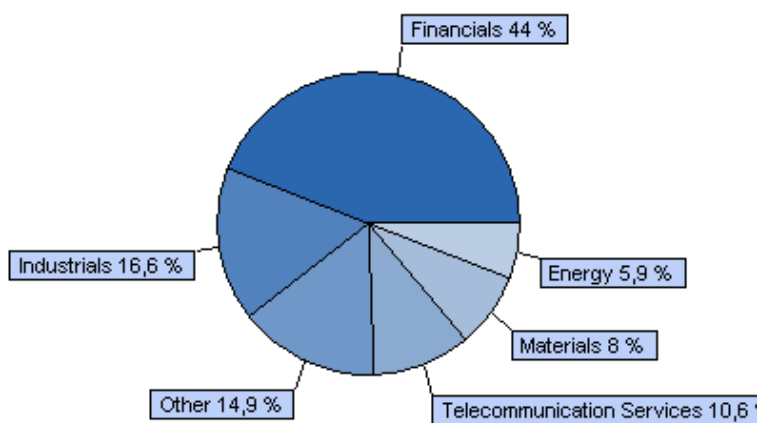
TOP 5 POSITIONS

AKBANK T.S.A.
TURKIYE IS BANKASI-C
HALKBANK
TURKIYE GARANTI BANKASI
EREGLI DEMIR VE CELIK FABRIK

Assets with over 10% weight

There is no such instrument in the portfolio

Stocks by sectors:



INVESTMENT HORIZON:

Suggested minimum investment period:



3 months



1 year



2 years



3 years



5 years

Risc Scale:



low



average



high