

AEGON Domestic Bond Fund

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarország Fióktelepe
Main distributor:	AEGON Hungary Befektetési Jegy Forgalmazó Zrt.
Benchmark composition:	100% MAX Index
ISIN code:	HU0000702493
Start:	03/16/1998
Currency:	HUF
Total Net Asset Value of the whole Fund:	46,075,300,590 HUF
Net Asset Value of HUF series:	46,075,300,590 HUF
Net Asset Value per unit:	4.053229 HUF

INVESTMENT POLICY OF THE FUND:

The fund is intended to serve as a stable, moderately low-risk form of investment, and to offer investors higher returns than bank deposits over the medium term. The portfolio elements are selected in accordance with the above principles. To ensure liquidity, the fund primarily aims to hold bonds and discount treasury bills issued by the State Debt Management Centre on behalf of the State of Hungary, as well as bonds issued by the National Bank of Hungary. The fund has a low risk profile, but its portfolio may also contain forint-denominated debt securities issued by banks and corporations, which are expected to yield a higher return than government securities. The fund may also keep its liquid assets in bank deposits. Besides this, the fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk.

DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., BNP-Paribas Magyarország Fióktelepe, CIB Közép-Európai Nemzetközi Bank Zrt., Citibank Europe plc Magyarország Fióktelepe, Codex Értéktár és Értékpapír Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt., Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., SPB Befektetési Zrt., Takarékbank Zrt., Unicredit Bank Hungary Zrt.

NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	9.53 %	10.20 %
2012	23.83 %	21.90 %
2011	0.46 %	1.64 %
2010	6.34 %	6.40 %
2009	11.72 %	15.44 %
2008	2.47 %	2.59 %
2007	4.56 %	6.11 %
2006	7.06 %	6.96 %
2005	8.43 %	8.76 %
2004	13.07 %	14.02 %
2003	1.19 %	-0.31 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 08/01/2012 - 07/31/2013



— AEGON Domestic Bond Fund — Benchmark

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 bond market had a weaker month. The currency depreciated since the middle of the month with EUR/HUF touching 300 by the end of July. Bond market weakness was also witnessed which were reinforced by weak auction results. The generally modest EM sentiment was further burdened by rumours about different scenarios of the government's reinvented plan to help FX-borrowers. Despite all these the Monetary Council cut the base rate to 4%, as expected. The yield curve steepened further, long yields are higher by 40-50 bps, as 3-4 year maturity yields are unchanged. Yield levels are getting attractive particularly given that other valuation measures like asset swap spreads are also opening up and the steepness of the curve is also tempting.

ASSET ALLOCATION OF THE FUND ON 07/31/2013

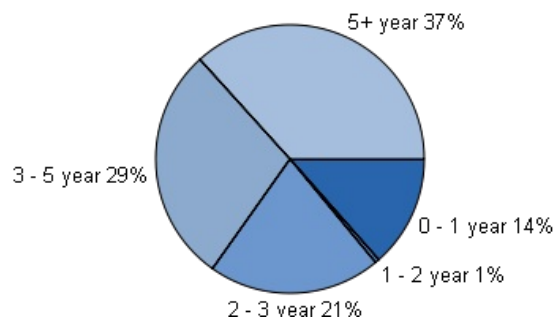
Asset type	Weight
Government bonds	85.90 %
Corporate bonds	7.87 %
T-bills	6.68 %
Liabilities	-0.29 %
Current account	0.08 %
Repos	0.07 %
Market value of open derivative positions	-0.29 %
total	100,00 %
Derivative products	17.66 %
Net corrected leverage	100.55 %

Assets with over 10% weight

2017A (Államadósság Kezelő Központ Zrt.)

2017B (Államadósság Kezelő Központ Zrt.)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 6.32 %

Annualized standard deviation of the benchmark's weekly yields: 5.97 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

