

AEGON BESSA Derivative Fund

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Current capital protection period:	01/03/2013 - 01/02/2014
Capital protection::	0.008982 PLN
ISIN code:	HU0000705728
Start:	09/04/2007
Currency:	PLN
Total Net Asset Value of the whole Fund:	10,280,769 PLN
Net Asset Value of PLN series:	10,280,769 PLN
Net Asset Value per unit:	0.009962 PLN

INVESTMENT POLICY OF THE FUND:

The aim of the fund is to provide an alternative solution for those investors who are expecting a decline of the share prices on the Polish Stock Market. In case of declining share prices by its WIG20 short future exposure the fund ensures that the investor will get extra return on his investment. If the fund manager expects that the stock markets will go up than he reduces the option position, but if he sees higher risk in the stock markets than he will buy more put options for the WIG20 Index. Since the capital protection allows the fund manager to buy only limited amount of futures the maximum short exposure of the fund is 100% of the fund's net asset value. Since the fund is a dedicated bearish fund it intends to keep the WIG20 short exposure 20%-40% of net asset value, depends on the strategy of the Fund Manager. To protect the capital, the Fund mainly invests in Polish treasury bills, government bonds and other debt securities. The Fund offers 90% capital protection for the first trading day of the year under special condition. The 90% capital protection is ensured by the investment policy of the Fund, it does not mean a full capital protection.

DISTRIBUTORS

AEGON Towarzystwo Ubezpieczen na Zycie Spolka, CONCORDE Értékpapír Zrt.

NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	-0.06 %	
2012	-5.06 %	
2011	3.77 %	
2010	-3.52 %	
2009	-6.50 %	
2008	15.32 %	

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 10/01/2012 - 09/30/2013



— AEGON BESSA Derivative Fund — Capital protection

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:

Equity markets kept rising in September, primarily supported by a worldwide rise in economic leading indicators, particularly China macro showed further signs of recovery. The newsflow was supportive, Middle East tensions quickly eased as Syria accepted a Russian proposal to give up chemical weapons, which put pressure on oil prices, on the other hand. Uncertainties of the QE downsizing schedule also brought in volatility, however, the surprisingly dovish FED meeting as well as Summers' withdrawal from the FED chairman race sparked a relief rally in risk assets with several equity indices surging to new all-time highs in September, but struggled finding further support.

After the strong August, the Polish equity market closed the month in the positive territory again. Mainly the smaller capitalization companies' shares increased, while the larger ones closed around August's closing prices. The media sector performed the best, while the oil sector was the weakest. Last month macro data were strong; the latest PMI numbers indicated higher growth than the expectations and jumped to 52,6 instead of the expected 50. The retail sales numbers were better as well and low inflation indicates permanently low interest rates that support the economic growth. The most important event was the announcement of the changes in the pension fund system. According to the government proposal all bond assets will be transferred back to the state and will be used to lower the indebtedness of the state. Equity assets would remain in pension funds, while members should make a decision about their future contributions. However, without details the effect of these changes is not obvious, but it's almost clear, that the huge demand stem from the pension funds will decrease significantly.

ASSET ALLOCATION OF THE FUND ON 09/30/2013

Asset type	Weight
Government bonds	51.58 %
T-bills	33.58 %
Current account	15.47 %
Liabilities	-0.84 %
Receivables	0.26 %
total	100.00 %
Derivative products	21.19 %
Net corrected leverage	121.01 %

TOP 5 POSITIONS

PLGB 2014/01/25 0% (Lengyel Állam)
PLGB 2014/04 5,75% (Lengyel Állam)
PLGB 2013/10 5,00% (Lengyel Állam)
PLGB 2015/04 5,5% (Lengyel Állam)

Assets with over 10% weight

PLGB 2014/01/25 0% (Lengyel Állam)
PLGB 2014/04 5,75% (Lengyel Állam)
PLGB 2013/10 5,00% (Lengyel Állam)

RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 3.94 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

