

AEGON Polish Equity Fund institutional series

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	80% WIG-20 Index + 15% WIG-40 Index + 5% WIBOR 3M Index
ISIN code:	HU0000710850
Start:	11/18/2011
Currency:	PLN
Total Net Asset Value of the whole Fund:	42,662,260 PLN
Net Asset Value of institutional series:	42,659,001 PLN
Net Asset Value per unit:	1.199865 PLN

INVESTMENT POLICY OF THE FUND:

The fund aims to share in the yields of the Polish equity market, and to profit from Poland's economic growth through share price gains and dividend income. Given the risk profiles of the equity investments, the fund is classified as a high-risk investment. The fund manager's intentions are that the fund's portfolio should consist predominantly of the publicly traded shares of foreign-domiciled companies. The fund's primary investment targets are the exchange-traded securities of companies that are active in Poland or that generate the bulk of their revenues there, or whose shares are listed on the Warsaw Stock Exchange. The fund may also invest in the shares of other Central and Eastern European corporations. These are listed as Austria, the Czech Republic, Hungary, Russia, Romania and Turkey; although the portfolio will always chiefly consist of the shares of companies listed on the Warsaw Stock Exchange. When building the fund's portfolio, beyond the minimum statutory requirements, the principles of safety and maximum diversification (the spreading of risk) are observed. Accordingly, only publicly issued securities listed or in the process of being listed on the stock exchange will be purchased as equity investments. The fund management company, exercising all due care, determines the means of utilising the fund's resources on the basis of its own judgement and decisions, while observing the relevant legal provisions and the limitations stipulated in the Fund Documentation and by taking into account the macroeconomic environment of the investment markets, relying primarily on fundamental analysis. When compiling the portfolio, it is shares that determine the nature of the fund, and thus the proportion of shares that may be held in the fund at any given moment may reach the prevailing statutory maximum. The weights of the shares within the portfolio are determined so as to ensure that the fund - in line with our expectations with regard to future risks and yields - achieves its objective, which is to outperform the benchmark advertised by the fund, over the longer term. The fund holds more than 30% of its assets in a currency other than the domestic currency (HUF). In accordance with the current legislation, the proportion of shares in the portfolio may be up to 100%.

DISTRIBUTORS

AEGON Towarzystwo Ubezpieczeń na Życie Spółka

NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	10.26 %	6.28 %
2012	24.40 %	19.28 %

NET PERFORMANCE OF THE FUND

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



— AEGON Polish Equity Fund institutional series — 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:

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
International equities	94.65 %
Hungarian equities	0.44 %
Collective securities	0.24 %
Current account	4.22 %
Receivables	1.49 %
Liabilities	-1.04 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.08 %

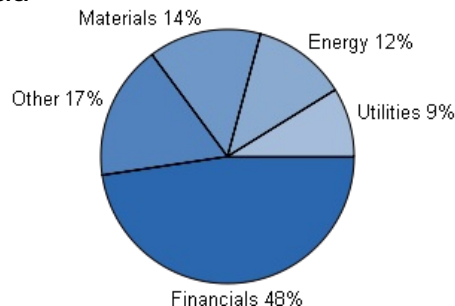
TOP 5 POSITIONS

PKO Bank
POWSZECHNY ZAKŁAD UBEZPIECZEŃ
Bank Pekao SA
KGHM Polska SA
Polski Koncern Naftowy

Assets with over 10% weight

PKO Bank
POWSZECHNY ZAKŁAD UBEZPIECZEŃ
Bank Pekao SA

Stocks by sectors:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 14.10 %
Annualized standard deviation of the benchmark's weekly yields: 14.48 %

INVESTMENT HORIZON:

Suggested minimum investment period:



3 months



6 months



1 year



2 years



3 years



4 years



5 years

Risk and Reward Profile:



very low



low



moderate



intermediate



significant



high



very high