

AEGON Domestic Bond Fund

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarországi Fióktelepe
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	100% MAX Index
ISIN code:	HU0000702493
Start:	03/16/1998
Currency:	HUF
Total Net Asset Value of the whole Fund:	46,121,350,697 HUF
Net Asset Value of HUF series:	46,121,350,697 HUF
Net Asset Value per unit:	4.230995 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 Alapkezelő Zrt., CIB Közép-Európai Nemzetközi Bank Zrt., Citibank Europe plc Magyarországi 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	9.67 %	10.34 %
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, 11/01/2012 - 10/31/2013



— 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:

We had a small overweight in the fund during October. Expected further delay in tapering created a benign climate for EM bond markets, it also allows the Hungarian central bank to cut rates easier. Technical picture remains mixed, data shows further outflows from EM bond funds albeit at a slower pace, while the 2013E redemption could have supported the market. We bought mainly 3- and 5-year bonds until the middle of the month. Sentiment remains benign for now but the weak auction at the last day of the month came out weak.

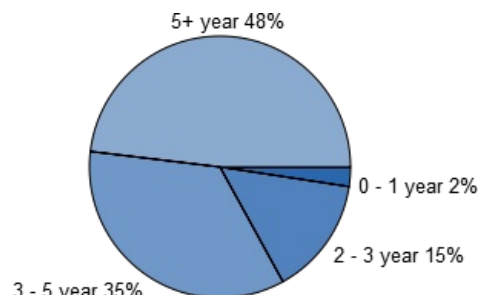
ASSET ALLOCATION OF THE FUND ON 10/31/2013

Asset type	Weight
Government bonds	92.89 %
Corporate bonds	5.72 %
T-bills	0.93 %
Receivables	0.43 %
Current account	0.32 %
Liabilities	-0.29 %
Repos	0.05 %
Market value of open derivative positions	-0.05 %
total	100.00 %
Derivative products	12.82 %
Net corrected leverage	100.10 %

Assets with over 10% weight

2017A (Államadósság Kezelő Központ Zrt.)
 2017B (Államadósság Kezelő Központ Zrt.)
 2022A (Államadósság Kezelő Központ Zrt.)
 2020A (Államadósság Kezelő Központ Zrt.)

Bonds by tenor:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 6.54 %
 Annualized standard deviation of the benchmark's weekly yields: 6.16 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

