

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:	6,336,462 PLN
Net Asset Value of PLN series:	6,336,462 PLN
Net Asset Value per unit:	0.009810 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	-0.31 %	
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, 11/01/2012 - 10/31/2013



— 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:

October started with a correction in the equity markets, the investors concerns was primarily based on the unsolved American budget problems. In the second half of the month the rally was continued due to the improving global macro picture and the equity-bond rotation and several indices reached historical highs. The FED tapering has been cancelled again, but at the same time equity and FX investors reacted sharply on the American macro data announced at the end of October and it caused intensive USD appreciation.

The WIG20 index performed the best among other CEE countries in October in EUR terms, led by TPSA (21,4%). The Polish macro data confirmed the improving trend, suggesting we might see acceleration in the recovery of the economy in 4Q13. There was still a lot of discussion regarding the Polish pension funds and there are different opinions on whether OFEs should be forced to hold at least 75% of their assets in equities in the first two years or not. The construction companies performed the best during the month, while the food sector was the weakest.

ASSET ALLOCATION OF THE FUND ON 10/31/2013

Asset type	Weight
T-bills	54.66 %
Government bonds	44.36 %
Current account	0.96 %
Receivables	0.10 %
total	100,00 %
Derivative products	20.41 %
Net corrected leverage	120.48 %

TOP 5 POSITIONS

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

RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 4.05 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

