

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:	6,078,315 PLN
Net Asset Value of PLN series:	6,078,315 PLN
Net Asset Value per unit:	0.009914 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 Ubezpieczeń na Życie Spółka

NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	-0.14 %	
2013	-0.94 %	
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, 01/01/2013 - 12/31/2013



— 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:

The leading equity indices moved in different path in the first part of December. While on the over-positioned European markets there was a correction due to the low liquidity, S&P500 and NASDAQ Composite were more resistant against profit taking. In the middle of the months markets welcomed the announcement that Fed will begin to cut back the monetary stimulus. The statement surprised the consensus and strengthened the view in case of growth prospects. The low liquidity Christmas season was considerably hectic. The leading equity indices hit new highs, the American dollar weakened 2-year low against the euro and due to liquidity tightening outlook the precious metals hit summer lows.

Majority of the regional indices fell in December; the Polish WIG20 index fell 5,9% and the Czech market declined by 4,3%, however, BUX index gained 0,4% in EUR terms. PMI in CEE weakened in December, but still remained above the 50 threshold level. Even though manufacturing PMI weakened in Poland, industrial production and retail sales went up. In the beginning of December, the Polish parliament approved that the transfer of 51,5% of the assets held by pension fund will be on 3 February 2014. In December all of the Polish sectors were in the red.

ASSET ALLOCATION OF THE FUND ON 12/31/2013

Asset type	Weight
Government bonds	64.14 %
T-bills	36.34 %
Liabilities	-8.54 %
Current account	7.37 %
Receivables	0.81 %
total	100.00 %
Derivative products	25.77 %
Net corrected leverage	125.89 %

TOP 5 POSITIONS

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

Assets with over 10% weight

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

RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 4.14 %

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