

AEGON IstanBull Equity Fund PI series

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarországi Fióktelepe
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	95% TR20I Index + 5% ZMAX Index
ISIN code:	HU0000713151
Start:	12/30/2013
Currency:	PLN
Total Net Asset Value of the whole Fund:	4,958,965,185 HUF
Net Asset Value of PI series:	100,181 PLN
Net Asset Value per unit:	1.001807 PLN

INVESTMENT POLICY OF THE FUND:

The fund aims to share in the yields of the Turkish equity market, and to profit from Turkey'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 primary investment targets are the stock exchange-traded shares of companies that maintain an active presence in Turkey, or that generate a substantial proportion of their revenues in the Turkish market. When building the fund's portfolio, beyond the minimum statutory requirements, the principles of safety and maximum diversification (the spreading of risk) are observed. 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. When determining the weights, within the equity investments, of shares traded in the Turkish market, we aim 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 records its assets in forint; the fund management company may, at its own discretion, choose to hedge all or a part of its currency risks with forward currency positions, in compliance with the applicable statutory requirements. Under the current legislation the proportion of shares in the portfolio may be up to 100%.

DISTRIBUTORS

AEGON Towarzystwo Ubezpieczen na Zycie Spolka

NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	0.18 %	-0.05 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



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.

In the middle of December corruption scandal broke out, several businessmen and 3 ministers' sons were arrested and 50% of the ministers were exchanged. The Turkish equity market reacted on the event negatively and fell 17,9% in HUF terms. The Turkish lira weakened a lot during December, equities and bonds were sold as well. The valuation is attractive, but the political uncertainty is likely to remain until the regional elections which will be held in March.

ASSET ALLOCATION OF THE FUND ON 12/31/2013

Asset type	Weight
International equities	98.17 %
Current account	3.13 %
Liabilities	-1.77 %
Repos	0.36 %
Receivables	0.15 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.58 %

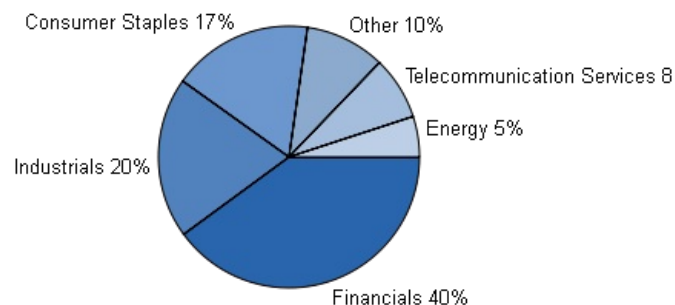
TOP 5 POSITIONS

HALKBANK
TURKIYE IS BANKASI-C
BIRLESIK MAGAZALAR
HACI OMER SABANCI HOLDING
TURKCELL ILETISIM HIZMET AS

Assets with over 10% weight

HALKBANK

Stocks by sectors:



RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:

Annualized standard deviation of the benchmark's weekly yields: