

# 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:	01/03/2014 - 01/02/2015
Capital protection::	0.008892 PLN
ISIN code:	HU0000705728
Start:	09/04/2007
Currency:	PLN
Total Net Asset Value of the whole Fund:	12,393,632 PLN
Net Asset Value of PLN series:	12,393,632 PLN
Net Asset Value per unit:	0.009801 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

## NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	-0.29 %	
2013	-0.94 %	
2012	-5.06 %	
2011	3.77 %	
2010	-3.52 %	
2009	-6.50 %	
2008	15.32 %	

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 3.68 %

## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



## MARKET SUMMARY:

The global equity rally lost steam in July with several equity indices retreating from major tops during the second half of the month. Ukraine was once again in focus as the crisis intensified with the downing of the Malaysian plane. The further round of EU and US sanctions imposed on Russian economy proved to be the first ones materially affecting key sectors and listed companies. The set of US macro data published in July remained solid, while the FED went on with downsizing its QE programme in line with expectations. The US earnings season painted a relatively healthy picture compared to consensus estimates, while European companies once again failed to surpass expectations on the revenues level, which kept supporting the outperformance of US indices compared to European equities - the latter also negatively affected by Russian sanctions.

Polish market outperform it's regional peers but closed the month in a negative territory again. The PMI continued to drop to 49,4 in July, retail sales was lower than expectations again and inflation remained very low. The pension fund reform - the main important factor of demand/supply balance - ended at the end of the month. According to the estimations, more people opt to stay at OFE than previously expected. This is obviously good news for Polish equity market. Only telecom and chemicals can reach positive performance during the month. Jeronimo Martins was among the worst performers mainly due to the disappointing 2Q results.

## ASSET ALLOCATION OF THE FUND ON 07/31/2014

Asset type	Weight
Government bonds	26.68 %
Corporate bonds	25.66 %
Current account	47.85 %
Liabilities	-0.36 %
Receivables	0.20 %
total	100,00 %
Derivative products	24.12 %
Net corrected leverage	124.10 %

## TOP 5 POSITIONS

PLGB 2015/04 5,5% (Lengyel Állam)  
EUROPEAN INV. BANK 2014/08 6,5% (EUROPEAN INVESTMENT BANK)

## Assets with over 10% weight

PLGB 2015/04 5,5% (Lengyel Állam)  
EUROPEAN INV. BANK 2014/08 6,5% (EUROPEAN INVESTMENT BANK)

## NET PERFORMANCE OF THE FUND

### NET ASSET VALUE PER SHARE, 08/01/2013 - 07/31/2014



— 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.