

AEGON Polish Equity Fund institutional series

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	80% WIG-20 Index + 15% WIG-40 Index + 5% WIBOR 3M Index
ISIN code:	HU0000710850
Start:	11/18/2011
Currency:	PLN
Total Net Asset Value of the whole Fund:	58,854,519 PLN
Net Asset Value of institutional series:	23,505,961 PLN
Net Asset Value per unit:	1.182513 PLN

INVESTMENT POLICY OF THE FUND:

The fund aims to share in the yields of the Polish equity market, and to profit from Poland'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 fund's primary investment targets are the exchange-traded securities of companies that are active in Poland or that generate the bulk of their revenues there, or whose shares are listed on the Warsaw Stock Exchange. The fund may also invest in the shares of other Central and Eastern European corporations. These are listed as Austria, the Czech Republic, Hungary, Russia, Romania and Turkey; although the portfolio will always chiefly consist of the shares of companies listed on the Warsaw Stock Exchange. When building the fund's portfolio, beyond the minimum statutory requirements, the principles of safety and maximum diversification (the spreading of risk) are observed. Accordingly, only publicly issued securities listed or in the process of being listed on the stock exchange will be purchased as equity investments. 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. The weights of the shares within the portfolio are determined so as 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 holds more than 30% of its assets in a currency other than the domestic currency (HUF). In accordance with the current legislation, the proportion of shares in the portfolio may be up to 100%.

DISTRIBUTORS

AEGON Towarzystwo Ubezpieczen na Zycie Spolka

NET PERFORMANCE OF THE FUND

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



— AEGON Polish Equity Fund institutional series — 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.

RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	13.81 %
Annualized standard deviation of the benchmark's weekly yields:	14.22 %

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 its 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
International equities	93.74 %
Hungarian equities	1.01 %
Current account	4.99 %
Receivables	0.38 %
Liabilities	-0.11 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.11 %

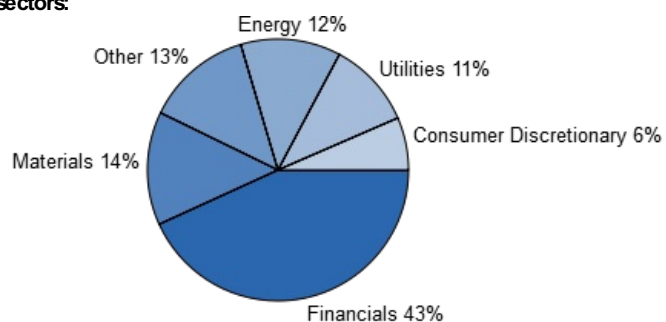
TOP 5 POSITIONS

PKO Bank
POWSZECHNY ZAKŁAD UBEZPIECZEŃ
Bank Pekao SA
KGHM Polska SA
PGE

Assets with over 10% weight

PKO Bank
POWSZECHNY ZAKŁAD UBEZPIECZEŃ

Stocks by sectors:



NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	6.41 %	3.50 %
2013	0.69 %	-1.47 %
2012	24.40 %	19.28 %

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

