

AEGON Polish Bond Fund

P series

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	100% TBSP Index
ISIN code:	HU0000713565
Start:	03/28/2014
Currency:	PLN
Total Net Asset Value of the whole Fund:	5,096,063,557 HUF
Net Asset Value of P series:	30,375,708 PLN
Net Asset Value per unit:	1.075122 PLN

INVESTMENT POLICY OF THE FUND:

The aim of the investment fund is to give investors access to the Polish bond market and to function as a relatively stable, medium-risk investment already medium term, offering our customers stable real returns without the need to tie up their savings for a fixed period. The fund primarily invests into Zloty denominated Polish government bonds but the portfolio manager has some room to use other fixed income investments. We aim to maximise returns with the given risk level. Our investment decisions are based on fundamental research extended by technical research while we also take into account global market sentiment. Expected shifts in the yield curve based on our macro expectations are at the core of our investment process. Risk/return characteristics are also considered when we select suitable and safe investments. We aim to totally hedge any currency risk in the fund.

DISTRIBUTORS

AEGON Towarzystwo Ubezpieczen na Zycie Spolka

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 03/28/2014 - 12/31/2014



— AEGON Polish Bond Fund P 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.

INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:



MARKET SUMMARY:

To cut or not to cut? This is the main question that moves the markets. As the monetary council missed its opportunity again to cut rates at the beginning of the month, we observed a small correction all along the curve. Although the council itself is very divided as some members voted for a 50 basis points cut. Also later in the month inflation and wage data were below expectations, while growth data turned out to be disappointing giving ammunition to the doves. The increased chance of the ECB government bond purchasing program also supports more easing. The long end of the yield curve trades rather on ECB and with periphery yields, resulting in a very low steepness. Although the market shook off the 10-15 bps fall caused by panic from the collapsing Rubel, the yield curve still ended the month higher.

ASSET ALLOCATION OF THE FUND ON 12/31/2014

Asset type	Weight
Government bonds	65.16 %
Corporate bonds	5.89 %
Current account	25.80 %
Deposit	2.94 %
Receivables	0.62 %
Liabilities	-0.39 %
Market value of open derivative positions	-0.02 %
total	100.00 %
Derivative products	8.70 %
Net corrected leverage	107.26 %

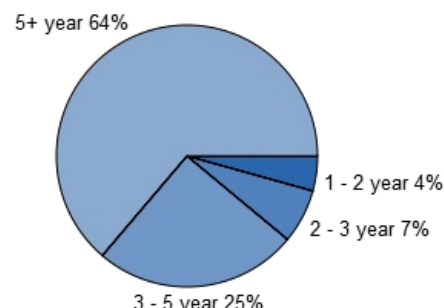
TOP 5 POSITIONS

PLGB 2021/10 5,75% (Lengyel Állam)
 PLGB 2022/09 5,75% (Lengyel Állam)
 PLGB 2025/07 3,25% (Lengyel Állam)
 PLGB 2018/04/25 3,75% (Lengyel Állam)
 PLGB 2017/04 4,75% (Lengyel Állam)

Assets with over 10% weight

PLGB 2021/10 5,75% (Lengyel Állam)

Bonds by tenor:



NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	7.51 %	8.25 %
1 month	-0.43 %	-0.35 %
3 months	1.71 %	1.98 %
6 months	4.11 %	4.64 %

RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 2.27 %
 Annualized standard deviation of the benchmark's weekly yields: 2.06 %