

# Aegon Domestic Bond Fund

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarországi Fióktelepe
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	100% MAX Index
ISIN code:	HU0000702493
Start:	03/16/1998
Currency:	HUF
Total Net Asset Value of the whole Fund:	39,875,279,327 HUF
Net Asset Value of HUF series:	39,875,279,327 HUF
Net Asset Value per unit:	4.804043 HUF

## INVESTMENT POLICY OF THE FUND:

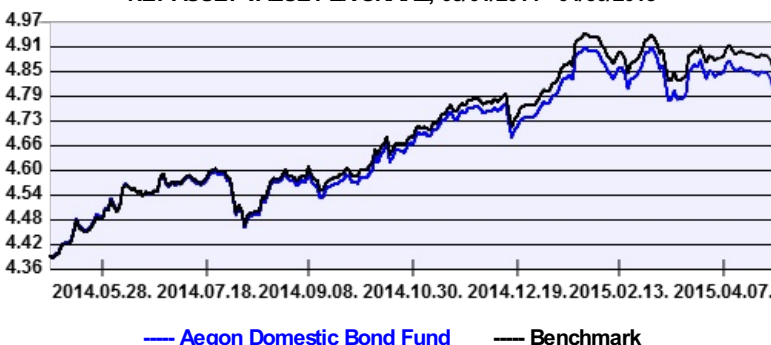
The fund is intended to serve as a stable, moderately low-risk form of investment, and to offer investors higher returns than bank deposits over the medium term. The portfolio elements are selected in accordance with the above principles. To ensure liquidity, the fund primarily aims to hold bonds and discount treasury bills issued by the State Debt Management Centre on behalf of the State of Hungary, as well as bonds issued by the National Bank of Hungary. The fund has a low risk profile, but its portfolio may also contain forint-denominated debt securities issued by banks and corporations, which are expected to yield a higher return than government securities. The fund may also keep its liquid assets in bank deposits. Besides this, the fund may hold a limited proportion of foreign-currency instruments in its portfolio, but only subject to the full hedging of currency risk. Aegon Domestic Bond Fund must hold minimum 80% of its assets in HUF-denominated bonds issued by the members of European Economic Area.

## DISTRIBUTORS

Aegon Magyarország Befektetési Alapkezelő Zrt., CIB Bank Zrt., Citibank Europe plc Magyarországi Fióktelepe, Codex Tőzsdeügynökség és Értéktár Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt., Erste Befektetési Zrt., OTP Bank Nyrt., Quantis Alpha Befektetési Zrt., Raiffeisen Bank Zrt., SPB Befektetési Zrt., Takarékbank Zrt., Unicredit Bank Hungary Zrt.

## NET PERFORMANCE OF THE FUND

### NET ASSET VALUE PER SHARE, 05/01/2014 - 04/30/2015



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:

The second quarter started with lots of movements on the bond markets. The 10 year German government bond yield kept on decreasing for most of the month, but in the end it surprisingly started to rise. The monthly low was below 0,1% but as April ended, the yield reached 0,36%. One driver could be the rise in oil prices which cooled deflation fears. The story of the US 10 year is similar. It started the month in the range of 1,85%-1,95%, but as the German sell-off started, US yields started increasing, finishing the month above 2% despite disappointing US data. All these had an effect on emerging market yields of course. The Hungarian 10 year government bond yield opened the month at 3,3% and closed it above 3,5%. The central bank carried on with the easing, despite the turn of the inflation we expect further rate cuts.

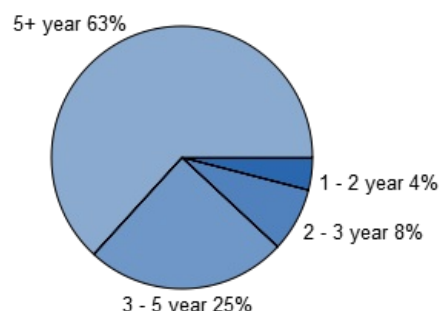
## ASSET ALLOCATION OF THE FUND ON 04/30/2015

Asset type	Weight
Government bonds	96.40 %
Corporate bonds	2.17 %
Repos	1.34 %
Current account	0.08 %
Market value of open derivative positions	0.05 %
Liabilities	-0.04 %
Receivables	0.01 %
total	100,00 %
Derivative products	4.48 %
Net corrected leverage	99.94 %

### Assets with over 10% weight

2020A (Államadósság Kezelő Központ Zrt.)  
 2019A (Államadósság Kezelő Központ Zrt.)  
 2022A (Államadósság Kezelő Központ Zrt.)

## Bonds by tenor:



## NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	9.60 %	10.33 %
2014	11.37 %	12.58 %
2013	8.83 %	10.03 %
2012	23.83 %	21.90 %
2011	0.46 %	1.64 %
2010	6.34 %	6.40 %
2009	11.72 %	15.44 %
2008	2.47 %	2.59 %
2007	4.56 %	6.11 %
2006	7.06 %	6.96 %
2005	8.43 %	8.76 %

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields: 5.50 %  
 Annualized standard deviation of the benchmark's weekly yields: 5.20 %