

AEGON DOMESTIC

BOND FUND

GENERAL INFORMATION

ISIN code: HU-0000702493

Bloomberg kód: AEGDOME HB Equity

Fund Manager: AEGON Magyarország Befektetési Alapkezelő Zrt.

Custodian: Citibank Europe plc Magyarországi Fióktelepe

Main distributor: AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.

Distributors: CIB Bank Zrt.; Citibank Europe plc Magyarországi Fióktelepe; Codex Értéktár és Értékpapír Zrt.; Equilor Befektetési Zrt.; ERSTE Befektetési Zrt.; UniCredit Bank Hungary Zrt.; Raiffeisen Bank Zrt.; Magyar Takarékszövetkezeti Bank Zrt.; BNP Paribas Magyarországi Fióktelepe; Commerzbank Zrt.; Concorde Értékpapír Zrt.; OTP Bank Nyrt.

Launch Date of the Fund: 16.03.1998

Currency: HUF

Benchmark: 100% MAX Index

Net Asset Value (HUF): 62 331 373 006

Net Asset Value per share: 3.171322

The asset allocation of the Fund, 31.03.2010

Hungarian Government Bonds	88.89%
Hungarian T-bills	8.99%
Current account	0.02%
Government paper repo	1.26%
Other assets	0.84%
Total investment assets	100.00%
Net corrected leverage	27.40%
Derivative products	0.00%

and the continuation of rate cut cycle. We do not see major threats for the bond markets and neither the approaching date of election does seem to jeopardize the bond investments. Considering the valuation, the domestic debt securities seem to get referred to the expensive category as the benchmark yields only 6% annually now and our risk premium stands at historical lows versus the yield of the surrounding countries. We see further potential in the 10 yields maturity as its yields can drop compared to the 5 yields, if the expectations for long lasting low base rate can find basis.

Investment Policy of the Fund:

Only Hungarian Government Securities, debt securities guaranteed by the Hungarian state, corporate bonds, debt securities issued by local governments can get into the portfolio of the Fund. In order to decrease the risk of the portfolio, the fund manager analyses the risk factors of the securities and confirms the decisions taking with thorough calculations. When choosing a security, one of the most important factors is that the security should be liquid. Due to the professional diversification and the active portfolio management the Fund provides its investors with a low risk – high yield investment alternative.

Investment horizon:

Suggested minimum investment period

3 months
 1 year
 2 years
 3 years
 5 years

Risc Scale

very low
 moderate
 high

Market Summary:

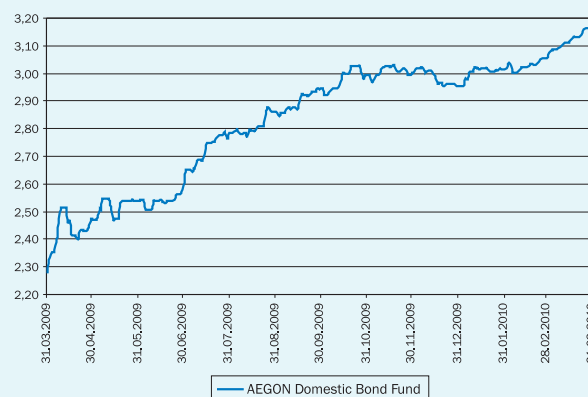
The domestic government bonds made a profit of over 3% for the investor this month. The unbroken process of yield decline has stood behind of this extreme return, which followed the correction of the equity market in February. More than 100bp was the extent of decline until the end of March. The market improvements are backed by favorable global sentiment, domestic supply-demand ratio,

NET Yield Performance of the Fund:

Time horizon	12 months	2009 year	2008 year	2007 year	2006 year	2005 year
Net return of the Fund*	39.21%	11.72%	2.47%	4.56%	7.06%	8.43%
Benchmark performance**	31.17%	13.84%	1.80%	4.92%	5.43%	7.45%

* It shows the net performance of the fund until 31/03/10
The Fund was launched on 16/03/98
** The net return of the benchmark index.

THE NET PERFORMANCE OF THE FUND BASED ON THE NET ASSET VALUE PER SHARE



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.