

AEGON Domestic Bond Fund

GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarországi Fióktelepe
Main distributor:	AEGON Hungary Befektetési Jegy Forgalmazó Zrt.
Benchmark composition:	100% MAX Index
ISIN code:	HU0000702493
Start:	1998.03.16
Currency:	HUF
Total Net Asset Value of the Fund:	49,203,858,640 HUF
Net Asset Value per unit:	3.307517 HUF

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.

DISTRIBUTORS

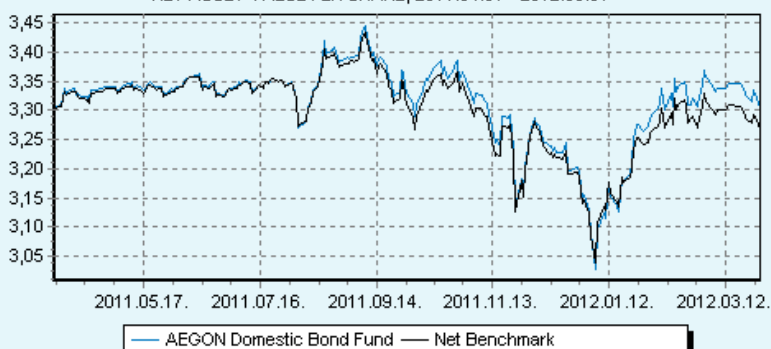
AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., BNP-Paribas Magyarország Fióktelepe, CIB Közép-Európai Nemzetközi Bank Zrt., Citibank Europe plc Magyarországi Fióktelepe, Codex Értéktár és Értékpapír Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt, Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Takarékbank Zrt, Unicredit Bank Hungary Zrt.

NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2011 year	2010 year	2009 year	2008 year	2007 year
Investment note	0.01 %	0.46 %	6.34 %	11.72 %	2.47 %	4.56 %
Net benchmark	-1.10 %	0.02 %	4.70 %	13.57 %	0.96 %	4.41 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2011.04.01 - 2012.03.31



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.

MARKET SUMMARY:

Our fund posted a small loss in March, and tracking its benchmark index. Choppy trading in global risk drove a correction in both local bond yields and EURHUF, after a strong performance in the first two months of the year. The fact that local bond yields are relatively high is still offset by a rather poor fundamental story in the absence of an agreement with international lenders. As the government is not under pressure to reach a deal in the very near future, relatively stable domestic fixed income markets would conserve the present fragile equilibrium of very poor policy credibility and associated high financing costs. At the same time, any disruption in local currency bond issuance would immediately revive concerns over Hungary's funding situation. We continue to see potential in this fund because investors, both local and global, are lightly positioned in this market and any substantial change in fundamentals for the better would trigger a meaningful appreciation of these assets.

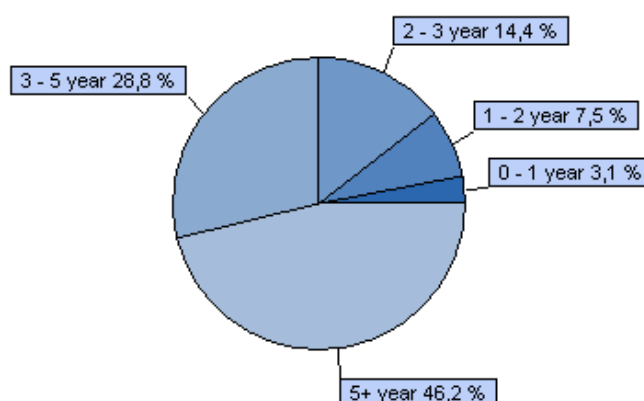
ASSET ALLOCATION OF THE FUND ON 03/31/2012

Asset type	Weight
treasury bonds	90.70 %
Corporate bonds	8.41 %
T-bills	0.42 %
Mortgage debentures	0.20 %
Current account	0.52 %
Liabilities	-0.19 %
Repos	0.02 %
Receivables	0.00 %
Market value of open derivative positions	-0.09 %
total	100,00 %
Derivative products	19.96 %
Net corrected leverage	100.09 %

Assets with over 10% weight

2017B (Államadósság Kezelő Központ Zrt.)
 2015A (Államadósság Kezelő Központ Zrt.)
 2020A (Államadósság Kezelő Központ Zrt.)
 2019A (Államadósság Kezelő Központ Zrt.)

Bondy by tenor:



INVESTMENT HORIZON:

Suggested minimum investment period:



Risc Scale:

