

# AEGON Russia Equity Fund

## HUF series

### GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Unicredit Bank Hungary Zrt.
Main distributor:	AEGON Hungary Befektetési Jegy Forgalmazó Zrt.
Benchmark composition:	95% RXUSD Index + 5% ZMAX Index
ISIN code:	HU0000707401
Start:	2008.12.04
Currency:	HUF
Total Net Asset Value of the Fund:	5,147,509,985 HUF
Net Asset Value per unit:	1.891325 HUF

### INVESTMENT POLICY OF THE FUND:

The AEGON Russia Equity Fund primarily targets the stock exchange-traded shares of companies that maintain an active presence in Russia or the other CIS states, or which generate a substantial proportion of their revenues in these countries. The Fund predominantly invests in equities, but its portfolio also contains bonds and discount treasury bills, currencies and money-market products, to ensure the Fund's liquidity. The equity investments are usually denominated in foreign currency; however the fund may hedge some or all of the currency risk arising from these liabilities by concluding forward or option transactions. Although the Russian and CIS market promises a high potential return, the value of investments may display a marked degree of fluctuation in the short term, and therefore it is advisable to treat the Fund as a long-term investment. The Fund Management primarily bases its investment decisions on its own fundamental analyses, but it also makes use of the information and analyses provided by other investment service providers, banks and independent research companies, in the interests of reducing risks and maximising returns. The Fund's benchmark: 95% RDX Extended Index USD + 5% ZMAX Index.

### DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., BNP-Paribas Magyarországi Fióktelepe, Codex Értéktár és Értékpapír Zrt., Commerzbank Zrt., CONCORDE Értékpapír Zrt., Equilor Befektetési Zrt, Erste Befektetési Zrt., OTP Bank Nyrt., Raiffeisen Bank Zrt., Unicredit Bank Hungary Zrt.

### NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2011 year	2010 year	2009 year
Investment note	-12.39 %	-11.05 %	35.75 %	78.23 %
Net benchmark	-12.97 %	-13.20 %	32.25 %	97.87 %

### NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2011.06.01 - 2012.05.31



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:

Equities remained under pressure throughout May. The correction was fuelled by softening macro data published across the globe as well as a new set of European periphery yield jitters. Greece failed to form a new government following the political standoff of the parliamentary election held in May, which added to the cautious stance towards equities. Most of the major equity indices gave back the outstanding Q1 performance. European markets kept underperforming US equities, while the Euro was hit to 2-year low against the US Dollar as the periphery turmoil weighed on the markets. Crude oil was sold off due to the softer tone of the Iranian negotiations as well as the ongoing macro concerns. The Russian equity market fell by almost 20% in May, which was the worst performance among the BRIC countries. However the current level of the Brent crude oil still looks attractive, the dynamic of the oil price is more relevant for the investors short term. The more than 15% plunge of the crude price cause a new round of strong outflow again, Russian dedicated equity funds faced the highest weekly outflow for the week ending 9 of May. On the political side, the new structure of the government, and a few details of the reform program were announced. With 4.6x forward PE the Russian market reached attractive levels, however the increasing risks of global slowdown may push the market into lower territories.

### ASSET ALLOCATION OF THE FUND ON 05/31/2012

Asset type	Weight
International equities	96.68 %
T-bills	1.35 %
Current account	1.83 %
Repos	0.48 %
Liabilities	-0.10 %
Receivables	0.01 %
Market value of open derivative positions	-0.23 %
total	100,00 %
Derivative products	3.76 %
Net corrected leverage	100.30 %

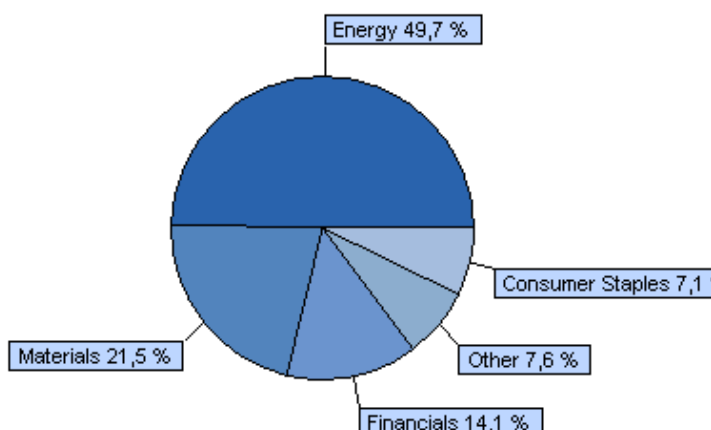
### TOP 5 POSITIONS

Gazprom GDR  
 SBERBANK-Sponsored GDR  
 ROSNEFT  
 URALKALI  
 LUKOIL

### Assets with over 10% weight

There is no such instrument in the portfolio

### Stocks by sectors:



### INVESTMENT HORIZON:

Suggested minimum investment period:



Risc Scale:

