

# AEGON Polish Bond Fund institutional 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:	100% TBSP Index
ISIN code:	HU0000710942
Start:	2012.08.07.
Currency:	PLN
Total Net Asset Value of the whole Fund:	416,207,102 HUF
Net Asset Value of institutional series:	37,400 PLN
Net Asset Value per unit:	1.019139 PLN

## INVESTMENT POLICY OF THE FUND:

The Polish Bond Fund has been started (previously called AEGON EMMA) with the investment aim to give investors' the opportunity to invest primary into the Polish government bond market. By choosing a security one of the important factors is that the security should be liquid. Thanks to the professional diversification and the active portfolio management the Polish Bond Fund provides its investors with a low-medium risk - paired with stable yield investment alternative. The investment possibilities of the Fund are very wide, so the portfolio manager has a widespread financial leeway to build up an optimal portfolio. We target the utmost yield by taking the lowest risk. By taking investment decisions we use fundamental and technical analysis, and we certainly keep an eye on the market sentiment as well. Our investment decisions are supported by a special investment-planning model, which is filled up with all the important macroeconomical data and indicators, like the anticipated level of inflation in Poland, GDP growth, its credit ratings and so on. The portfolio manager generates a so-called risk - yield map, by focusing on the anticipated macroeconomic environment, the anticipated yield curve, and the above-mentioned model. When the map is ready, those risk-yield pairs will be chosen out which are considered to be safe and offer relative high yield at the same time. The Fund's benchmark consists of 100% Treasury BondSpot Poland Index.

## DISTRIBUTORS

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	1 month	from start
Investment note	0.61 %	1.91 %
Net benchmark	0.96 %	2.19 %

## NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2012.08.07 - 2012.10.31



— AEGON Polish Bond Fund, institutional series  
— Net 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.

## MARKET SUMMARY:

Another strong month for Polish government bonds in October on the back of weaker economic data signalling monetary easing in the near future. The global environment was supportive of higher yielding instrument, including emerging markets. Yields on government bonds edged lower and spreads between bond yields and interbank rates tightened further, evidence of strong inflows and a very favourable technical (demand-supply) backdrop.

## ASSET ALLOCATION OF THE FUND ON 10/31/2012

Asset type	Weight
treasury bonds	77.16 %
T-bills	18.06 %
Current account	4.54 %
Market value of open derivative positions	0.32 %
total	100,00 %
Derivative products	18.38 %
Net corrected leverage	108.95 %

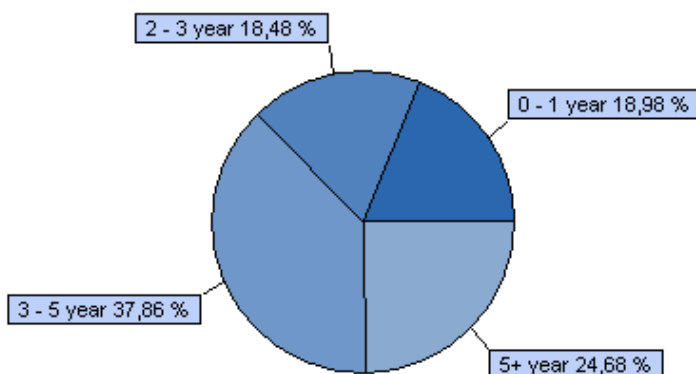
## TOP 5 POSITIONS

PLGB 2017/10 5,25% (Lengyel Állam)
PLGB 2021/10 5,75% (Lengyel Állam)
D121227 (Államadósság Kezelő Központ Zrt.)
PLGB 2015/10 6,25% (Lengyel Állam)
PLGB 2016/10 4,75% (Lengyel Állam)

## Assets with over 10% weight

PLGB 2017/10 5,25% (Lengyel Állam)
PLGB 2021/10 5,75% (Lengyel Állam)
D121227 (Államadósság Kezelő Központ Zrt.)
PLGB 2015/10 6,25% (Lengyel Állam)
PLGB 2016/10 4,75% (Lengyel Állam)

## Bondy by tenor:



## INVESTMENT HORIZON:

Suggested minimum investment period:



3 months



1 year



2 years



3 years



5 years

Risc Scale:



low



average



high