

AEGON NV  
Form 11-K  
March 25, 2011  
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As filed with the Securities and Exchange Commission on March 25, 2011.

1934 Act File No. 1-10882

**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 11-K**

ANNUAL REPORT

Pursuant to Section 15(d) of

the Securities Exchange Act of 1934

For the fiscal year ended December 31, 2010

**AEGON USA PRODUCERS STOCK PURCHASE PLAN**

(Full title of the plan and the address of the plan, if  
different from that of the issuer named below)

AEGON N.V.

AEGONplein 50

2591 TV The Hague

The Netherlands

(Name of the issuer of the securities held pursuant to  
the plan and the address of its principal executive office)



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**FINANCIAL STATEMENTS**

The financial statements of the AEGON USA Producers' Stock Purchase Plan and Plan Trust (the *Plan*) filed as part of this Annual Report have been prepared in accordance with U.S. generally accepted accounting principles.

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**EXHIBIT INDEX**

Exhibit No.	Description
23.1	Consent of Independent Registered Public Accounting Firm

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**FINANCIAL STATEMENTS**

AEGON USA Producers Stock Purchase Plan and Plan Trust

Years Ended December 31, 2010, 2009 and 2008

With Report of Independent Registered Public Accounting Firm

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**AEGON USA PRODUCERS STOCK**

**PURCHASE PLAN AND PLAN TRUST**

**FINANCIAL STATEMENTS**

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**Report of Independent Registered Public Accounting Firm**

The Board of Trustees

AEGON USA Producers' Stock

Purchase Plan and Plan Trust

We have audited the accompanying statements of financial condition of the AEGON USA Producers' Stock Purchase Plan and Plan Trust (the Plan) as of December 31, 2010 and 2009, and the related statements of operations and changes in plan equity for each of the three years in the period ended December 31, 2010. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. We were not engaged to perform an audit of the Plan's internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial condition of the Plan at December 31, 2010 and 2009, and its operations and changes in plan equity for each of the three years in the period ended December 31, 2010, in conformity with US generally accepted accounting principles.

/s/ Ernst & Young, LLP

Des Moines, IA

March 25, 2011

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**AEGON USA PRODUCERS STOCK  
PURCHASE PLAN AND PLAN TRUST  
STATEMENTS OF FINANCIAL CONDITION**

<i>(dollars in thousands)</i>	<b>December 31,</b>	
	<b>2010</b>	<b>2009</b>
<b>Assets</b>		
Investments - vested common stock of AEGON N.V. held in trust at fair value; shares: 2010 - 3,266,801; 2009 - 2,951,887 (cost: 2010: \$57,690 and 2009: \$55,722)	<b>\$ 20,026</b>	\$ 18,922
Investments - nonvested common stock of AEGON N.V. held in trust at fair value; shares: 2010 - 126,338; 2009 - 109,304 (cost: 2010: \$1,527 and 2009: \$1,433)	<b>775</b>	701
Contributions receivable from participants	<b>211</b>	226
Contributions receivable from participating companies	<b>63</b>	
Cash	<b>34</b>	37
<b>Total assets</b>	<b>21,109</b>	19,886
<b>Liabilities</b>		
Payable to broker	<b>33</b>	
<b>Total liabilities</b>	<b>33</b>	
<b>Plan Equity</b>	<b>\$ 21,076</b>	\$ 19,886

*See accompanying notes.*

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<i>(dollars in thousands)</i>	<b>For the Years Ended December 31,</b>		
	<b>2010</b>	<b>2009</b>	<b>2008</b>
Investment gain (loss)			
Change in net unrealized appreciation (depreciation) in fair value of investments	\$ (884)	\$ 1,599	\$ (28,895)
Realized losses on investments	(1)		(1)
Dividends and interest			1,988
<b>Total investment gain (loss)</b>	<b>(885)</b>	<b>1,599</b>	<b>(26,908)</b>
Contributions			
Participants	<b>3,211</b>	3,154	4,248
Participating companies	<b>922</b>	808	944
<b>Total contributions</b>	<b>4,133</b>	<b>3,962</b>	<b>5,192</b>
Benefits paid to participants	<b>(2,058)</b>	(2,433)	(3,855)
<b>Net increase (decrease) in plan equity</b>	<b>1,190</b>	<b>3,128</b>	<b>(25,571)</b>
<b>Plan equity at beginning of year</b>	<b>19,886</b>	16,758	42,329
<b>Plan equity at end of year</b>	<b>\$ 21,076</b>	<b>\$ 19,886</b>	<b>\$ 16,758</b>

*See accompanying notes.*



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**AEGON USA PRODUCERS STOCK**

**PURCHASE PLAN AND PLAN TRUST**

**NOTES TO FINANCIAL STATEMENTS**

**(Dollars in thousands, except for share data)**

**1. Description of Plan**

The following description of the AEGON USA Producers Stock Purchase Plan (the Plan ) provides only general information. Participants should refer to the Plan s prospectus for a more complete description of the Plan s provisions.

**General**

The Plan is a voluntary stock purchase plan established for designated sales agents and representatives of the following participating companies: Transamerica Life Insurance Company, Monumental Life Insurance Company, Stonebridge Life Insurance Company, Western Reserve Life Assurance Co. of Ohio, and World Financial Group ( Participating Company or Companies ). Massachusetts Fidelity Trust Company, an affiliate of the Participating Companies, is the Trustee. AEGON USA, LLC, an indirect parent and affiliate of the Participating Companies, provides administrative services to the Plan. All vested plan assets are held by the AEGON USA Producers Stock Purchase Plan Trust ( Trust ). The Trust s assets include AEGON N.V. common stock ( common stock ) and temporary cash held solely for reinvestment or distribution of cash dividends, as well as for cash withdrawals of fractional shares. The common stock of AEGON N.V. is quoted on the stock exchanges in Amsterdam and New York ( NYSE ). The Trust holds all vested shares attributable to voluntary participant and Participating Company contributions. The Trustee purchases whole shares of common stock to offset the liability corresponding to the Participating Companies contributions and holds these shares separately until vested.

**Participation**

Participation is voluntary and available to individual sales agents and representatives who are currently licensed or contracted with a Participating Company and who meet specific eligibility requirements established by the Participating Companies. These specific requirements are generally based on production credits or sales quotas.

**Contributions**

Participants may contribute a percentage of their commissions as determined by the Participating Companies. However, voluntary participant contributions may not exceed the lesser of \$120 or 25% of a participant s commissions in any plan year.

Contributions from Participating Companies are determined by specific formulas as designed by those Participating Companies. Additional amounts may also be contributed to the Plan at the discretion of each of the Participating Companies.

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### **Dividends**

In the event that dividends are paid on vested common stock held by the Trust, the participant may elect to receive the dividends in cash or to reinvest the proceeds in additional shares of common stock. All dividends paid on nonvested shares are automatically reinvested.

### **Vesting**

All participant contributions are vested 100%. Participating Company contributions vest at a rate of 10% for each full calendar year that a participant is active in the Plan. Notwithstanding these general vesting requirements, participants who began participation in the Plan within three months after the Plan became effective for their Participating Company were granted years of service for vesting purposes based on their original contracting date. Immediate and full vesting in Participating Company contributions shall occur in the event of a participant's death, permanent disability, or attainment of age 65.

Forfeited shares of terminated participants' nonvested accounts are allocated to participants based on current-year contributions to the Plan. Forfeited shares of 12,677, 7,776, and 9,449 were allocated to participants for the years ended December 31, 2010, 2009, and 2008, respectively.

Although they have not expressed any intent to do so, the Participating Companies have the right to amend or terminate the Plan and the Trust at any time. Any such amendments to the Plan and the Trust may not diminish the rights of the participants.

### **Plan Benefits**

Total withdrawals from the Trust may occur at any time at the participant's request. Participants who otherwise become ineligible to participate will be deemed to have requested a total withdrawal, with all vested shares distributed to them.

A participant becomes ineligible to participate in the Plan if they withdraw all of their shares from the Trust, if their contract or representation with a Participating Company terminates, or if they do not voluntarily contribute to the Plan for two full calendar years. Ineligible participants will not be allowed to resume participation in the Plan for at least one full calendar year.

Any nonvested benefits credited to an ineligible participant will be forfeited and reallocated to the remaining participants in their particular company or division. The forfeiture is calculated at the end of each year, based upon the remaining participants' current-year voluntary contributions to the Plan.

Partial withdrawals that do not trigger ineligibility are permitted under certain circumstances. Generally, these are limited to a single annual withdrawal and are based upon the participant's age and years of service with the Participating Company. The maximum annual withdrawals allowed are 10% after 15 years of participation or after age 55 and 20% after 20 years of participation or after age 60. In addition, a participant who has a vested value of \$250 or more may withdraw an amount of vested shares in excess of this amount. Any such withdrawal may not exceed \$250 of the participant's vested shares per calendar year. Such withdrawal does not cause a forfeiture of any nonvested amounts contributed by the Participating Companies.

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### **2. Summary of Significant Accounting Policies**

#### **Basis of Presentation**

The preparation of financial statements in conformity with U.S. generally accepted accounting principles ( GAAP ) requires management to make estimates and assumptions that affect the reported amounts in the financial statements and accompanying notes. Actual results could differ from those estimates.

#### **Investments**

Common stock is valued on the basis of the NYSE quoted market value as of the day of valuation. The change in the difference between the fair value and the cost of common stock is reported in the Statements of Income and Changes in Plan Equity as the change in net unrealized appreciation (depreciation) in fair value of investments. Purchases and sales of securities are recorded on a trade-date basis. Realized gains and losses from security transactions are reported on the average-cost method. The majority of the realized gains and losses are taken by the participant, as distributions are done on a share-basis and whole shares are not sold prior to distribution. The Plan only incurs realized gains and losses related to sales of fractional shares at time of distribution. Dividend income is accrued on the ex-dividend date.

#### **Subsequent Events**

The financial statements are adjusted to reflect events that occurred between the statement of financial condition date and the date when the financial statements are issued (March 25, 2011), provided they give evidence of conditions that existed at the statement of financial condition date.

Events that are indicative of conditions that arose after the statement of financial condition date are disclosed, but do not result in an adjustment of the financial statements themselves.

#### **Risks and Uncertainties**

The Plan invests in AEGON N.V. common stock. Common stock investments are exposed to various risks, such as market and a concentration of investment in a single entity risk. Due to the level of risk associated with common stock securities, it is at least reasonably possible that changes in the value of the common stock will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the Statements of Financial Condition.

#### **Tax Status**

The Trust is not structured to qualify as an exempt plan under Section 401(a) of the Internal Revenue Code ( Code ) of 1986. The Trust, as established under Section 677 of the Code, is intended to be a taxable grantor trust of the participant subject to the provisions of Section 671 of the Code. If the Trust was required to pay taxes, the taxes will be paid by the Trust and charged against the participants' accounts.

#### **Recent Accounting Guidance**

##### ***Current Adoption of Recent Accounting Guidance***

Accounting Standards Codification ( ASC ) 820, *Fair Value Measurements and Disclosures*

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The Plan adopted guidance (Accounting Standards Update ( ASU ) 2010-06, *Improving Disclosures about Fair Value Measurements*) which includes new disclosures and clarifications of existing disclosures about fair value measurements as of the period ended December 31, 2010. The guidance requires disclosure of significant transfers in and out of Levels 1 and 2 of the fair value hierarchy and reasons for the transfers. Additionally, the ASU clarifies the level of disaggregation for fair value disclosures, requiring disclosures for each class of assets and liabilities. The guidance clarifies that a reporting entity should provide disclosures about the valuation techniques and inputs used to measure fair value for both recurring and nonrecurring fair value measurements that fall in either Level 2 or Level 3. The adoption required updates to the Company s financial statement disclosures, but did not impact the Plan s results of operations or financial position.

***Accounting Guidance Adopted in 2009***

*ASC 105, Generally Accepted Accounting Principles*

The Company adopted guidance that established the Financial Accounting Standards Board ( FASB ) Accounting Standards Codification ( Codification ) as the source of authoritative GAAP recognized by the FASB to be applied by nongovernmental entities as of the period ended December 31, 2009. All guidance contained in the Codification carries an equal level of authority. The adoption required updates to the Company s financial statement disclosures, but did not impact the Plan s results of operations or financial position.

*ASC 855, Subsequent Events*

The Plan adopted guidance that established general standards of accounting for and disclosure of events that occur after the balance sheet date but before financial statements are issued or are available to be issued as of the period ended December 31, 2009. The guidance requires the disclosure of the date through which an entity has evaluated subsequent events and whether that date represents the date the financial statements were issued or were available to be issued. The adoption did not impact the Plan s results of operations or financial position.

**3. Fair Value Measurements and Fair Value Hierarchy**

ASC 820 defines fair value, establishes a framework for measuring fair value, establishes a fair value hierarchy based on the quality of inputs used to measure fair value, and enhances disclosure requirements for fair value measurements.

In accordance with ASC 820, the Plan has categorized its financial instruments into a three-level hierarchy, which is based on the priority of the inputs to the valuation technique. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). If the inputs used to measure fair value fall within different levels of the hierarchy, the category level is based on the lowest priority level input that is significant to the fair value measurement of the instrument.

Financial assets and liabilities recorded at fair value on the Statements of Financial Condition are categorized as follows:

*Level 1.* Unadjusted quoted prices for identical assets or liabilities in an active market.

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*Level 2.* Quoted prices in markets that are not active or inputs that are observable either directly or indirectly for substantially the full term of the asset or liability. Level 2 inputs include the following:

- a) Quoted prices for similar assets or liabilities in active markets
- b) Quoted prices for identical or similar assets or liabilities in non-active markets
- c) Inputs other than quoted market prices that are observable
- d) Inputs that are derived principally from or corroborated by observable market data through correlation or other means

*Level 3.* Prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement. They reflect management's own assumptions about the assumptions a market participant would use in pricing the asset or liability.

The Plan recognizes transfers between levels as of the beginning of the period.

The following table presents the Plan's hierarchy for its assets measured at fair value on a recurring basis at December 31, 2010 and 2009:

	December 31, 2010			Total
	Level 1	Level 2	Level 3	
<b>Assets</b>				
Common stock - AEGON N.V.	\$ 20,801	\$	\$	\$ 20,801
<b>Total assets</b>	\$ 20,801	\$	\$	\$ 20,801

	December 31, 2009			Total
	Level 1	Level 2	Level 3	
<b>Assets</b>				
Common stock - AEGON N.V.	\$ 19,623	\$	\$	\$ 19,623
<b>Total assets</b>	\$ 19,623	\$	\$	\$ 19,623

The common stock fair value is based on daily unadjusted quoted prices and therefore is classified as Level 1. During 2010, there were no transfers between level 1 and 2, respectively.

**4. Investments**

The Plan considers fair value at the date of sale to be equal to proceeds received. Proceeds and net realized investment losses from the sale of common stock for the years ended December 31 were as follows:

	2010	2009	2008
Proceeds	\$ 2,057	\$ 2,432	\$ 3,745
Cost of stock sold	2,058	2,432	3,746

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Net realized investment losses	\$	(1)	\$	\$	(1)
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The change in unrealized losses of common stock held by the Plan are summarized below:

	<b>2010</b>	<b>2009</b>	<b>2008</b>
Balance at beginning of year	<b>\$ (37,533)</b>	\$ (39,132)	\$ (10,237)
Change in unrealized during the year	<b>(884)</b>	1,599	(28,895)
Balance at end of year	<b>\$ (38,417)</b>	\$ (37,533)	\$ (39,132)

**5. Trust Assets**

Ownership interests in the assets of the Trust are represented by trust shares. One trust share is equivalent to one share of common stock. Each participant is the owner of the number of trust shares representing deposits made to the Trust on their behalf. At December 31, 2010 and 2009, the Trust held 3,266,801 and 2,951,887 vested shares valued at \$6.13 and \$6.41 per share, respectively.

**6. Plan Benefits Due to Vest**

Under the terms of the Plan, Participating Company contributions held separately by the Trustee vest quarterly on the first day following the end of each calendar quarter. These nonvested Participating Company contributions held by the Trustee in the form of common stock had a fair value of \$775 and \$701 at December 31, 2010 and 2009, respectively.

**7. Related Party Transactions**

The Participating Companies pay substantially all administrative and operating expenses of the Plan and the Trust, except that the participants pay any brokerage fees incurred in the purchase or sale of common stock attributable to their voluntary contributions.

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**SIGNATURES**

Pursuant to the requirements of the Securities Exchange Act of 1934, the Plan has duly caused this annual report to be signed by the undersigned thereunto duly authorized.

AEGON USA PRODUCERS STOCK PURCHASE PLAN

By: /s/ Brenda K. Clancy  
Name: **Brenda K. Clancy**  
Title: **Executive Vice President**  
**Chief Operating Officer**  
**AEGON USA, LLC**

March 25, 2010