

AEGON CENTRAL EUROPEAN

BOND FUND

GENERAL INFORMATION

ISIN code: HU-0000705256 Bloomberg code: AEGEMMA HB Equity Fund Manager: AEGON Magyarország Befektetési Alapkezelő Zrt. Custodian: UniCredit Bank Hungary Zrt. Main distributor: AEGON Magyarország Befektetési Jegy Forgalmazó Zrt. Launch Date of the Fund: 2007.05.11 Currency: HUF Benchmark: 50% EFFAS Poland Liquid All > 1YR Index + 30% EFFAS Hungary Liquid All >1YR Index + 20% EFFAS Chech Republic Liquid All > 1 YR Index Net Asset Value (HUF): 578 738 970 Net Asset Value per share: 1.113804

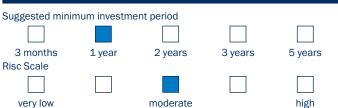
DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt. BNP Paribas Magyarországi Fióktelepe CIB Bank Zrt. Codex Értéktár és Értékpapír Zrt. Commerzbank Zrt. Concorde Értékpapír Zrt. Equilor Befektetési Zrt. ERSTE Befektetési Zrt. Raiffeisen Bank Zrt. Magyar Takarékszövetkezeti Bank Zrt. UniCredit Bank Hungary Zrt.

INVESTMENT POLICY OF THE FUND

The AEGON Hungary Fund Management Co. launched the AEGON Central-European Bond Fund, so that potential investors could profit from those countries' bond markets which offer high-yields. Although these countries are developing ones, their macroeconomic background is stable and they are on a growth path. The anticipatory yield of the Fund is higher than the yield of a domestic bond fund, but the risk is also a bit bigger. A high yield, or "junk bond" is a bond issued by a country or a company that is considered to have higher credit risks. The credit rating of a high yield bond is considered "speculative grade", or below "investment grade". This means that the chance of default with high yield bonds is higher than for other bonds. Their higher credit risk means that "junk bond" yields are higher than bonds of better credit quality. Studies have demonstrated that portfolios of high vield bonds have higher returns than other bond portfolios, suggesting that the higher yields more than compensate for their additional default risk. 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. Our investment decisions are supported by a special investment-planning model, which contains important macroeconomical data and indicators, like the anticipated level of inflation in these countries, their GDP growth, their 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. Ultimately, the map demonstrates which risk-yield pairs are considered to be safe and offer relatively high yields at the same time.

INVESTMENT HORIZON:



THE ASSET ALLOCATION OF THE FUND	31. 12. 2010.
Hungarian T-bills	0.00%
Hungarian Government Bonds	16.94%
International Bonds	75.83%
Other assets	8.19%
Government paper repo	1.14%
Current account	0.11%
Liabilities	0.00%
Receivables	2.21%
Total investment assets	100.00%
Net corrected leverage	27.50%
Derivative products	8.66%

MARKET SUMMARY

Our Fund remained stable in December despite of the very harsh climate. Appreciation of the HUF and stagnation of the Czech market had negative effect on the performance. Polish and Hungarian bond markets were able to gain in the last month of the year, so the Fund generated slight profit. AEGON Central European Bond Fund achieved around 10% profit since its start in February 2010, which is one of the best performance among competing longer bond Funds. Important to bear in mind, that the profit has been generated with low profit taking, the volatility was similar to a money market Fund.

NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months*	2010 year	2009 year	2008 year	
Net return of the Fund*	11.80%	11.80%	16.47%	-16.10%	
Benchmark performance**	12.03%	12.03%	26.35%	-3.70%	

 * It shows the net performance of the fund until 31/12/10 The Fund was launched on 11/05/07

** 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.

