

# AEGON CENTRAL EUROPEAN

## EQUITY FUND

### GENERAL INFORMATION

**ISIN code:** HU-0000702501  
**Bloomberg code:** AEGDEIN HB Equity  
**ISIN code (B series):** HU-0000705926  
**Bloomberg code (B series):** AEGDEIB HB Equity  
**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.  
**Custodian:** Citibank Europe plc Magyarországi fióktelepe  
**Main distributor:** AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
**Distributors:** CIB Bank Zrt.; Citibank Europe plc Magyarországi Fióktelepe; Codex Értéktár és Értékpapír Zrt.; Equilor Befektetési Zrt.; ERSTE Befektetési Zrt.; UniCredit Bank Hungary Zrt.; Raiffeisen Bank Zrt.; Magyar Takarékszövetkezeti Bank Zrt.; BNP Paribas Magyarországi Fióktelepe; Commerzbank Zrt.; Concorde Értékpapír Zrt.; OTP Bank Nyrt.  
**Launch Date of the Fund:** 16.03.1998  
**Currency:** HUF  
**Launch Date of the B series:** 26.10.2007  
**Currency:** EUR  
**Benchmark:** 90% CECEXEUR Index + 10% ZMAX Index  
**Net Asset Value (HUF):** 15 542 637 408  
**Net Asset Value per share:** 3.843066  
**Net Asset Value of the B series (EUR):** 324 331.73  
**Net Asset Value per share:** 3.560759

### Investment Policy of the Fund:

The primary aspect of forming the composition of the fund is to optimize the aggregate exposure of the securities. Besides keeping an eye on the macro economical background, the fund manager uses fundamental analysis to build a well-balanced, long-term equity investment portfolio. The fund manager applies widespread diversification to minimize the risk of the portfolio, and periodically also uses derivative instruments to hedge. The AEGON Domestic Equity Fund changed its name at the end of December 2006 to AEGON Central European Equity Fund. The fund applied the new investment policy since 8 January 2007. From 1998 to 2006, the Fund invested only in Hungarian stocks, and from 2007 it started investing in CEE stocks. The change occurred due to the falling number of liquid Hungarian stocks because of mergers and delistings. Investing in CEE stock also lowers the risk of the portfolio. After managing one of the best performing domestic equity funds, we hope that we will reach similar outstanding performance in the future by investing in the CEE market. Certainly the fund changed its benchmark also from 80% RAX + 20% RMAX to 90% CECEXEUR Index + 10% ZMAX Index. This amendment allows the Fund to use wider investment horizon both in the regional level and in the individual countries. The Fund has the possibility to make profit from such high potential countries like: Croatia, Romania and Slovenia. At the same time, the broadened investment horizon means better opportunities to diversify the entire portfolio by using midcap shares from the stock markets.

### Investment horizon:

Suggested minimum investment period



Risk Scale



### Market Summary:

The Central-European region achieved positive return again in January. The Czech market has made the best performance by 6.39%, after it had lagged behind in the second part of the previous year, while the BUX raised by 2.45%, and the Polish blue chip index grew by

### The asset allocation of the Fund, 31.01.2010

Hungarian Government Bonds	0.34%
Hungarian T-bills	8.79%
Hungarian Equities	15.58%
International Equities	68.75%
Current account	2.40%
Government paper repo	3.70%
Other assets	0.44%
Total investment assets	100.00%
Net corrected leverage	85.99%
Derivative products	0.00%

2.45% in January calculated in EUR. The Czech market has made a break up from the constantly narrowing medium term trading range. CME performed well after getting rid off it's loss generating subsidiary in Ukraine in particular, and NWR also rallied with it's peers in the sector. The Polish market climbed with above average volume, as the institutional investors reallocated their portfolios, although the arising supply pressure of the privatizations could be felt in the first month of the year already. The situation of trading volume has significantly improved at the domestic market, securities with high beta, like MOL and OTP were favored. The asset allocation of the Fund positively contributed to the performance, however the underweight of the Southern-eastern European region slightly tampered our returns.

### NET Yield Performance of the Fund:

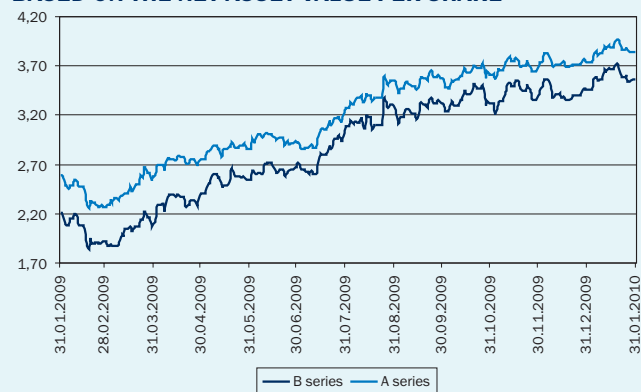
Time Horizon	12 months	2009 year	2008 year	2007 year	2006 year	2005 year
Net Return of the fund <sup>a</sup> HUF	48.38%	36.42%	-40.93%	20.99%	28.80%	35.42%
Net Return of the fund <sup>b</sup> EUR	61.54%	33.36%	-43.48%			
Benchmark performance*	45.36%	32.95%	-40.03%	8.80%	20.07%	34.00%

<sup>a</sup> It shows the net performance of the fund until 31/01/10;  
The Fund was launched on 16/03/98

<sup>b</sup> It shows the net performance of the fund until 31/01/10;  
The Fund was launched on 26/10/07

\* 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.