

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.
Launch Date of the Fund: 1998.03.16
Currency: HUF
Launch Date of the B series: 2007.10.26
Currency: EUR
Benchmark: 90% CECEXEUR Index + 10% ZMAX Index
Net Asset Value (HUF): 13 573 651 898
Net Asset Value per share: 4.196410
Net Asset Value of the B series (EUR): 1 176 423.03
Net Asset Value per share: 3.701760

DISTRIBUTORS

	A SERIES	B SERIES
AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.	✓	✓
BNP Paribas Magyarországi Fióktelepe	✓	
CIB Bank Zrt.	✓	
Citibank Europe plc Magyarországi Fióktelepe	✓	✓
Codex Értéktár és Értékpapír Zrt.	✓	✓
Commerzbank Zrt.	✓	
Concorde Értékpapír Zrt.	✓	✓
Equilor Befektetési Zrt.	✓	
ERSTE Befektetési Zrt.	✓	
OTP Bank Nyrt.	✓	✓
Raiffeisen Bank Zrt.	✓	✓
Magyar Takarékszövetkezeti Bank Zrt.	✓	
UniCredit Bank Hungary Zrt.	✓	

INVESTMENT POLICY OF THE FUND

The Fund invests in equities issued by corporations of the Central-and-Eastern European region (primarily Hungary, Poland, The Czech Republic, Slovakia, secondly Lithuania, Estonia, Latvia, former Yugoslavian Republics, Romania, Bulgaria, Albania, Ukraine). The primary aspect in forming the Fund's portfolio is to optimize aggregate exposure of the securities. To minimize risk the fund manager selects the securities to be included in the portfolio with utmost care. Analyses concerning the securities' risk criteria are carried out and decisions are underpinned by thorough calculations. During the selection the liquidity of a given security plays an important role. The fund manager applies widespread diversification to handle the risk each security implies (in the given equity markets risk is further diversified by expanding mid-cap exposure) and periodically uses derivatives for hedging to further minimize risk. To ensure the accurate level of liquidity the Fund intends to hold Hungarian Government securities issued by the Hungarian Public Debt Management Agency and distributed within the framework of the primary government security distribution system. However, according to legal regulation the proportion of equities within the portfolio may be as high as 100%. The Fund's benchmark consist of 90% CECEXEUR Index + 10% ZMAX Index.

INVESTMENT HORIZON:

Suggested minimum investment period



3 months



1 year



2 years



3 years



5 years

Risk Scale



very low



moderate



high

THE ASSET ALLOCATION OF THE FUND 30. 11. 2010.

Hungarian T-bills	0.00%
Hungarian Government Bonds	0.00%
Hungarian Equities	14.40%
International Equities	75.38%
Other assets	4.58%
Government paper repo	1.34%
Current account	0.76%
Liabilities	4.09%
Receivables	0.54%
Total investment assets	100.00%
Net corrected leverage	94.66%
Derivative products	0.00%

MARKET SUMMARY

Equity markets dropped slightly in November. Europe was in focus again after the American QE announcement. The escalated Irish debt problems have been transmitted to peripheral countries and it pushed the yields substantially higher. Risk aversion was backed by increased Chinese reserve ratio and by Korean political tension. The worst performer was Hungary again among regional peers. Extra taxes, pension policy changes have increased the country risk premium and strong selling pressure has emerged. While MOL dropped 10% in one month, its regional competitor climbed 9% in HUF terms. The same tendency applied to the banking sector, while prices of regional banks remained unchanged, OTP fell 15%, FHB plummeted 17%. We continue to prefer Polish and Czech equities over Hungarian securities.

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 ^a HUF	13,63%	36,42%	-40,93%	20,99%	28,80%	35,42%
Net return of the Fund ^b EUR	8,74%	33,36%	-43,48%	-	-	-
Benchmark performance*	9,02%	32,95%	-40,03%	8,80%	20,07%	34,00%

^a It shows the net performance of the fund until 30/11/10

The Fund was launched on 16/03/98

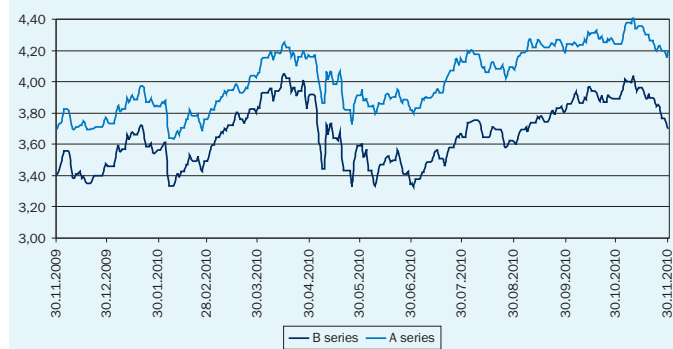
^b It shows the net performance of the fund until 30/11/10

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.