

AEGON RUSSIA

EQUITY FUND

GENERAL INFORMATION

ISIN code: HU-0000707401
Bloomberg code: AEGRUEQ 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: 04/12/2008
Currency: HUF
Benchmark: 90% RXEUR Index (calculated in HUF) + 10% ZMAX Index
Net Asset Value (HUF): 25 404 565 763
Net Asset Value per share: 2.311910

DISTRIBUTORS

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

INVESTMENT POLICY OF THE FUND

The AEGON Russia Equity Fund primarily targets the stock exchange-traded shares of companies that maintain an active presence in Russia or the other CIS states, or which generate a substantial proportion of their revenues in these countries. The Fund predominantly invests in equities, but its portfolio also contains Hungarian bonds and discount treasury bills, currencies and money-market products, to ensure the Fund's liquidity. The equity investments are usually denominated in foreign currency; however the fund may hedge some or all of the currency risk arising from these liabilities by concluding forward or option transactions. Although the Russian and CIS market promises a high potential return, the value of investments may display a marked degree of fluctuation in the short term, and therefore it is advisable to treat the Fund as a long-term investment. The Fund Management primarily bases its investment decisions on its own fundamental analyses, but it also makes use of the information and analyses provided by other investment service providers, banks and independent research companies, in the interests of reducing risks and maximising returns. The Fund's benchmark: 90% RXEUR Index + 10% ZMAX Index.

INVESTMENT HORIZON:

Suggested minimum investment period



3 months



1 year



2 years



3 years



5 years

Risc Scale



very low



moderate



high

THE ASSET ALLOCATION OF THE FUND 31. 12. 2010.

T-bills	6.27%
Government Bonds	0.00%
International Equities	93.01%
Other assets	0.00%
Government paper repo	0.24%
Current account	0.48%
Liabilities	0.01%
Receivables	0.01%
Total investment assets	100.00%
Net corrected leverage	93.86%
Derivative products	0.00%

MARKET SUMMARY

Last month of the year brought a further rise in equity markets, U.S. stock indices closed their best December since 1991. The improving growth prospects and strengthening inflation expectations favored equities. U.S. bonds continued to suffer capital outflow, the yields significantly elevated, while the higher-risk assets experienced fresh money inflow. The Russian stock market performed outstandingly in December compared with the BRIC countries. Its 10% gain far surpassed the stagnating Chinese market, and Brazil shares. The best performer was the steel industry again, while the gas segment significantly increased as the spot gas prices strengthened at the month. The oil sector was lagging behind somewhat, that is why their undervaluation further increased with the current oil prices. The Russian stock market closed a very profitable year again in 2010. The fund's benchmark rose more than 35% in forint, while the fund's performance accounts to around 38%. The Russian market take advantage both internal market factors (the increase in consumption, investment, improving lending activity, reduced base rate) and world market trends (rising oil prices, increasing export volumes). The valuation is still positive and favorable growth prospects of Russian equities supports or optimism considering the country.

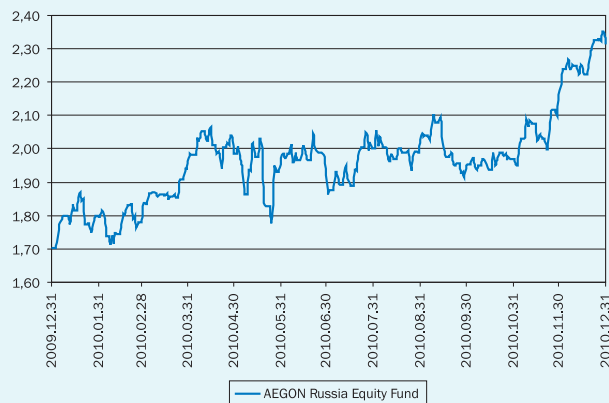
NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months*	2010 year	2009 year
Net return of the Fund*	35,75%	35,75%	78,23%
Benchmark performance**	33,13%	33,13%	100,30%

* It shows the net performance of the fund until 31/12/10
 The Fund was launched on 04/12/08
 ** 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.