

# AEGON ASIA

EQUITY FUND OF FUNDS

## GENERAL INFORMATION

**ISIN code:** HU-0000705272

**ISIN code (B series):** HU-0000705934

**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.

**Custodian:** UniCredit Bank Hungary Zrt.

**Main distributor:** Concorde Értékpapír Zrt.

**Distributors:** CIB Bank Zrt.; 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

**Launch Date of the Fund:** 11.05.2007

**Currency:** HUF

**Launch Date of the B series:** 29.10.2007

**Currency:** EUR

**Benchmark:** 100% MSCI Far East Index

**Net Asset Value (HUF):** 2 174 176 093

**Net Asset Value per share:** 0.889987

**Net Asset Value of the B series (EUR):** 52746.380000

**Net Asset Value per share:** 0.927686

## The asset allocation of the Fund, 31.05.2008

Government paper repo	3.36%
International Equities	79.02%
Current account	0.87%
T-bills	16.75%
Total investment assets	100.00%
Net corrected leverage	82.95%
Derivative products	0.00%

markedly that brought back risk taking. But the most important phenomenon in may have been the rise and record of oil prices having hit 135\$ a barrel. We see divergence inside the market: finance and banking were weak as they come, materials and energy together with big-cap tech are strong and being lifted higher. The recent oil price spike can be explained by long-term secular and seasonal factors and there are elements of speculation too. The AEGON Asia Equity Fund of Funds constantly reduced the equity exposure of the portfolio in May, since we believe that the short bullish period, which started in the middle of March, is only a bear market rally. After this short-term rally we expect a further drops according to bank losses/writedowns, American recession fears and the rising global inflation. The Japan stock market was lately one of the best performers, so we increased the proportion of the Japanese shares in the portfolio of the Fund. On the other hand we delay further Chinese stocks purchases, because the Shanghai stock market is falling constantly.

## Investment Policy of the Fund:

We launched the Aegon Asia Equity Fund of Funds in order that our customers could profit from the Asian growth. The persistent profit growth of the Asian companies, the regions richness in liquidity and the appreciation of the Asian currencies are the key to the strong economical growth of the region, a growth that will probably be much more higher in the coming years than the European or American one. According to our opinion the long-term structural development secures the sustainable above average growth. Dissimilar to the previous economics cycles the region is less vulnerable because of its big foreign-exchange holdings and low indebtedness. The developing internal demand and the high liquidity could compensate a potential slowdown in the American economy. Most of the Asian equities offer a high dividend yield and the evaluation level of the firms is low compared with other regions. Certainly it is important to invest in such markets that have adequate evaluation levels. Our investment decisions are supported by a special investment-planning model, which is filled up with all the important macro economical indicators and the evaluation indicators of the companies. The MSCI Far East Index is the benchmark index of the fund. The fund's main goal is to over perform its benchmark by minimum 2%.

## Investment horizon:

Suggested minimum investment period



Risc Scale



## Market Summary:

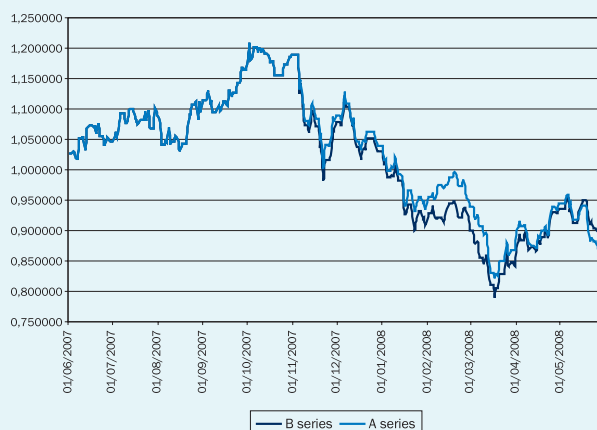
The recent stock-market rally has slowed down and come to a stop in May resulting in a flat month for most of the major equity markets. Almost without exception the data were weak, showing recessionary effects in the deep however expectations have been in many cases worse than the actual numbers. The VIX index – representing the level of fear in the marketplace – has come down

## NET Yield Performance of the Fund:

Time horizon	3 months	12 months*	From the Start*
Net return of the Fund <sup>a</sup> HUF	-	-12.57%	-
Net return of the Fund <sup>b</sup> EUR	-1.31%	-	-21.78%
Benchmark performance*	-7.47%	-24.47%	-24.65%

<sup>a</sup> It shows the net performance of the fund until 31/05/08  
 The Fund was launched on 11/05/07  
<sup>b</sup> It shows the net performance of the fund until 31/05/08  
 The Fund was launched on 29/10/07  
 \* 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.