

# AEGON CENTRAL EUROPEAN

## EQUITY FUND

### GENERAL INFORMATION

**ISIN code:** HU-0000702501  
**ISIN code (B series):** HU-0000705926  
**Fund Manager:** AEGON Magyarország Befektetési Alapkezelő Zrt.  
**Custodian:** CITIBANK Rt.  
**Main distributor:** Concorde Értékpapír Zrt.  
**Distributors:** CIB Bank Zrt.; Citibank 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:** 16.03.1998  
**Currency:** HUF  
**Launch Date of the B series:** 26.10.2007  
**Currency:** EUR  
**Benchmark:** 80% CETOP 20 + 20% ZMAX  
**Net Asset Value (HUF):** 8 486 561 920  
**Net Asset Value per share:** 4.293094  
**Net Asset Value of the B series (EUR):** 42 398.86  
**Net Asset Value per share:** 4.154714

### The asset allocation of the Fund, 31.03.2008.

Hungarian Equities	38.08%
Hungarian T-bills	4.74%
Hungarian Government Bonds	2.23%
International Equities	49.63%
Government paper repo	5.24%
Current account	0.09%
Total investment assets	100.00%
Derivative products	0.00%
Net corrected leverage	88.51%

dex dropped by more than 7% and the CETOP20 index fell more than 4%. The Fund's benchmark equity exposure is 80%, but the equity exposure was around 88% at the end of the month. The biggest weights in the Fund were the following: Erste Bank, OTP and the KGHM Polska Miedź. We think that the markets are too bearish and according to the market sentiment indicators which are too negative, the chance of a short term bull is pretty big, so we are willing to keep more stocks in our portfolio than usual.

## Investment Policy of the Fund:

The primary aspect by forming the composition of the fund is to optimise the aggregate exposure of the securities. Besides keeping an eye on the macro economical background, the fund manager uses fundamental analyses 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 uses the new investment policy from 8 January 2007. From 1998 to 2006 the Fund invested only in Hungarian stocks, and from 2007 it started investing in CEE stocks. The reason of the change was the falling number of liquid Hungarian stocks due to 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 80% CETOP20 + 20% ZMAX.

## Investment horizon:

Suggested minimum investment period

☐ 3 months
 ☐ 1 year
 ☐ 2 years
 ☒ 3 years
 ☐ 5 years

Risk Scale

☐ low
 ☐ medium
 ☒ high

## Market Summary:

The one year net yield performance of the AEGON Central European Equity Fund is still above 9%, which is outstanding, since the equity market suffered great losses in the passed months in our region. At the same time the BUX in-

## NET Yield Performance of the Fund:

Time Horizon	3 months	12 months	2007 year	2006 year	2005 year	2004 year	2003 year	From the Start
Net Return of the fund <sup>a</sup> HUF		9.42%	20.99%	28.80%	35.42%	41.14%	23.99%	
Net Return of the fund <sup>a</sup> EUR	-10.36%							-14.63%
Benchmark performance*	-8.54%	-1.01%	8.80%	20.07%	34.00%	34.50%	6.99%	-12.94%

<sup>a</sup> It shows the net performance of the fund until 31/03/08;  
 The Fund was launched on 16/03/98  
<sup>b</sup> It shows the net performance of the fund until 31/03/08;  
 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.