

# 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.  
**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):** 4 231 430 006  
**Net Asset Value per share:** 2.856784  
**Net Asset Value of the B series (EUR):** 54 700.87  
**Net Asset Value per share:** 2.546714

## The asset allocation of the Fund, 31.05.2009

Hungarian Equities	27.10%
Hungarian T-bills	1.12%
Hungarian Government Bonds	6.62%
Hungarian Corporate Bonds	0.00%
International Equities	51.45%
Government paper repo	7.38%
Current account	10.47%
Other assets	-4.14%
Total investment assets	100.00%
Derivative products	0.00%
Net corrected leverage	74.98%

has fallen far behind from the region's. The technical aspects had the biggest effect on the global stock markets (high cash ratio, underweight positions in stocks, exaggerated pessimism among investor), which caused the sharpest price increase ever, in the last three months. We believe that the economy is not at the door-step of recovery, what is priced on the markets now, but this is a sharp rebound from an economical shock dated back to the Lehman bankruptcy. The Central and Eastern European region is not out of the recession yet, the assets are jeopardized by the threat of a new Forex depression from the Baltic countries, that is why we protect the Fund's profit, and underweight equities in hope of better entry level.

## 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 and 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 form 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 mergers and delistings. Investing in CEE stock also lowers the risk of the portfolio. After managing one of the best performing domestic equity fund, 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



Risk Scale



## Market Summary:

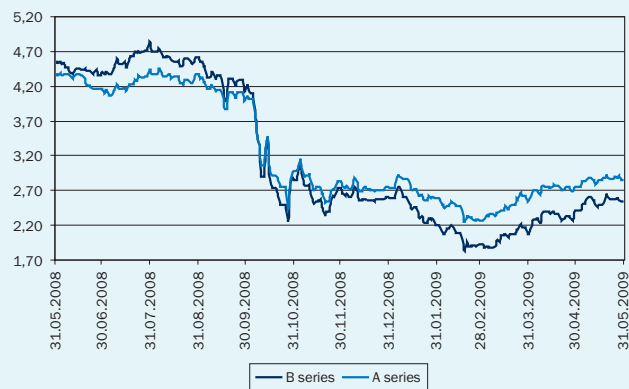
The climb of equity prices from early March continued in the last month too. The MSCI World Index made a 9% increase (in USD) however calculating in HUF it did not change (as an aftermath of the HUF appreciation). There were only slight changes in the leading world indices (S&P -3.1%, EuroStoxx50 +4.5%, Topix +2%). The Central and Eastern European region made a diverse performance in May, soaring oil prices pushed the Russian stock market +21.4% higher in HUF, the Turkish market performed also well (+7.4% in forint), the average growth of Visegrad countries' (+1.1%)

## NET Yield Performance of the Fund:

Time Horizon	12 months	2008 year	2007 year	2006 year	2005 year	2004 year
Net Return of the fund <sup>a</sup> HUF	-34.66%	-40.93%	20.99%	28.80%	35.42%	41.14%
Net Return of the fund <sup>a</sup> EUR	-44.12%	-43.48%				
Benchmark performance*	-33.46%	-40.03%	8.80%	20.07%	34.00%	34.50%

<sup>a</sup> It shows the net performance of the fund until 31/05/09;  
The Fund was launched on 16/03/98  
<sup>b</sup> It shows the net performance of the fund until 31/05/09;  
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.