

# AEGON INTERNATIONAL

EQUITY FUND

## GENERAL INFORMATION

**ISIN code:** HU-0000702485  
**ISIN code (B series)** HU-0000705918  
**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.  
**Launch Date of the Fund:** 1999.04.21  
**Currency:** HUF  
**Launch Date of the B series:** 2007.10.26  
**Currency:** EUR  
**Benchmark:** 80% MSCI Equity 20% ZMAX  
**Net Asset Value (HUF):** 6 401 830 837  
**Net Asset Value per share:** 0.869672  
**Net Asset Value of the B series (EUR):** 20 261.78  
**Net Asset Value per share:** 0.832619

## The asset allocation of the Fund, 29.02.2008.

Government paper repo	0.55%
International Equities	71.55%
Current account	6.11%
Hungarian T-bills	0.00%
Other assets	21.79%
Total investment assets	100.00%
Derivative products	9.25%
Net corrected leverage	76.18%

that concerns about a slowing economy still outweigh inflation worries. Bernanke clearly left the door open for further Fed easing (rate cuts) as he noted that downside risks to growth remain the main threat. Further rate cuts could "cool down" the nervous market, and on the short run they can also lead to positive market corrections. We expect the market to remain very volatile in the following months. Certainly the already happened big equity price drops (and the coming ones) do offer very good buying opportunities for the long term, but we wish to operate very watchful in the future, and keep equities underweighted in the portfolio for a while.

## Investment Policy of the Fund:

According to the purpose of the fund manager the Fund mainly invests in equities of the OECD markets, and by paying maximal attention to the compliance with the law, it keeps minimum 15% of the portfolio in liquid assets. Besides the legal regulations the fund manager focuses on safety and principles of the maximal diversification. On the grounds of this investment policy the fund is only allowed to buy public issued, investment-grade, listed securities.

## Investment horizon:

Suggested minimum investment period



Risc Scale



## Market Summary:

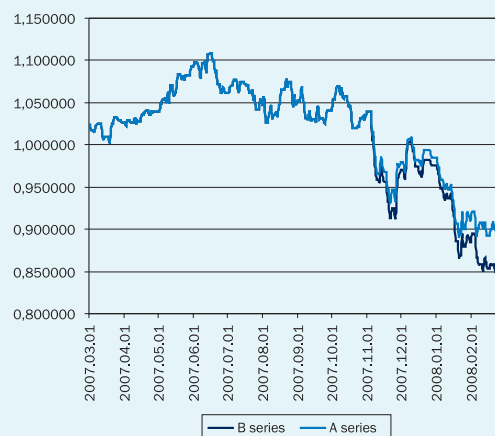
The AEGON International Equity Fund of Funds started the last month with increased equity exposure, because the fear of the American recession generated global panic sellings in January. We thought that the reaction of the investors had been exaggerated, and we used the situation to buy shares at lower prices. In February the news about the US economy increased the likelihood of the American recession. The climbing commodity prices (oil, metals, agricultural products) and the backsliding consumer demand could set a multi-front pressure on the profit margins of the companies, so we anticipate that the prices will continue to ease off in the further. The Fed chairman's testimony to Congress indicated

## 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		-15.58%	-4.24%	1.90%	25.81%	-3.38%	12.30%	
Net return of the Fund <sup>a</sup> EUR	-14.99%							-19.29%
Benchmark performance*	-6.28%	-14.55%	-7.40%	4.88%	22.70%	-0.30%	18.30%	-10.25

<sup>a</sup> It shows the net performance of the fund until 29/02/08  
 The Fund was launched on 21/04/99  
<sup>b</sup> It shows the net performance of the fund until 29/02/08  
 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.