

AEGON CENTRAL EUROPEAN

EQUITY FUND

GENERAL INFORMATION

ISIN code (A series): HU-0000702501
Bloomberg code (A series): AEGDEIN HB Equity
ISIN code (B series): HU-0000705926
Bloomberg code (B series): AEGDEIB HB Equity
ISIN code (I series): HU-0000709530
Bloomberg code (I series):
Fund Manager: AEGON Magyarország Befektetési Alapkezelő Zrt.
Custodian: Citibank Europe plc Magyarország Fióktelepe
Main distributor: AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.
Launch Date of the A series: 16/03/1998
Currency: HUF
Launch Date of the B series: 26/10/2007
Currency: EUR
Launch Date of the I series: 24/11/2010
Currency: HUF
Benchmark: 95% CECEXEUR Index + 5% ZMAX Index
Net Asset Value of the A series (HUF): 12 755 635 840 HUF
Net Asset Value per share: 4.542922 HUF
Net Asset Value of the B series (EUR): 3 054 699,88 EUR
Net Asset Value per share: 4,374606 EUR
Net Asset Value of the I series (HUF): 4 468 405 345 HUF
Net Asset Value per share: 4.538366 HUF

DISTRIBUTORS

	A	B	I
AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.	✓	✓	✓
BNP Paribas Magyarországi Fióktelepe	✓		
CIB Bank Zrt.	✓		
Citibank Europe plc Magyarországi Fióktelepe	✓	✓	
Codex Értéktár és Értékpapír Zrt.	✓	✓	
Commerzbank Zrt.	✓		
Concorde Értékpapír Zrt.	✓	✓	
Equilor Befektetési Zrt.	✓		
ERSTE Befektetési Zrt.	✓		
OTP Bank Nyrt.	✓	✓	
Raiffeisen Bank Zrt.	✓	✓	
Magyar Takarékszövetkezeti Bank Zrt.	✓		
UniCredit Bank Hungary Zrt.	✓		

INVESTMENT POLICY OF THE FUND

The Fund invests in equities issued by corporations of the Central European region (primarily Hungary, Poland, The Czech Republic, Romania, Slovenia, Croatia, secondly Austria, Russia, Turkey), but the Fund can also invest in emerging or developed regions' equities and other collective securities as well. The primary aspect in forming the Fund's portfolio is to optimize aggregate exposure of the securities. To minimize risk the fund manager selects the securities to be included in the portfolio with utmost care. Analyses concerning the securities' risk criteria are carried out and decisions are underpinned by thorough calculations. During the selection the liquidity of a given security plays an important role. The fund manager applies widespread diversification to handle the risk each security implies (in the given equity markets risk is further diversified by expanding mid-cap exposure) and periodically uses derivatives for hedging to further minimize risk. To ensure the accurate level of liquidity the Fund intends to hold Hungarian Government securities issued by the Hungarian Public Debt Management Agency and distributed within the framework of the primary government security distribution system. However, according to legal regulation the proportion of equities within the portfolio may be as high as 100%. The Fund's benchmark consist of 95% CECEXEUR Index + 5% ZMAX Index.

INVESTMENT HORIZON:

Suggested minimum investment period



3 months



1 year



2 years



3 years



5 years

Risk Scale



very low



moderate



high

THE ASSET ALLOCATION OF THE FUND 31. 05. 2011.

T-bills	4.03%
Government Bonds	0.00%
Hungarian Equities	13.11%
International Equities	76.22%
Other assets	4.55%
Government paper repo	0.99%
Current account	0.54%
Liabilities	1.20%
Receivables	0.63%
Total investment assets	100.00%
Net corrected leverage	99.44%
Derivative products	0.00%

MARKET SUMMARY

MSCI World equity index dropped 2.5% in May as falling leading indicators fuelled concern the global recovery is faltering. Manufacturing PMIs fell across the world, economic surprise indices (positive surprises divided by negative surprises) turned down, which indicate bullish expectations of economic growth are overblown. Commodity markets plunged, WTI crude oil after reached 115\$ in the first week of May, collapsed below 100\$ on the back of the global slowdown, and diminishing MENA effects.

Hungary underperformed in May, fell 4.1% in EUR terms, while the Czech market lost 2.4%, lagging behind Polish stocks, which closed the month in slight red territory. Financial and oil sector were the worst performers, PKN and MOL plunged by 4.5% and 7% respectively, after the sharp correction of oil price. Banks also lagged the market after mixed Q1 earnings season. The best CECE constituent was PGNING, jumped by 12.6% after Q1 numbers and increasing potential of the upstream segment. We maintain our defensive style of the portfolio, while we selectively entry back to some cyclical names.

NET YIELD PERFORMANCE OF THE FUND:

Time horizon	1 month	3 months	12 months	2010 year	2009 year	2008 year	2007 year	2006 year	From the start
Net return of the Fund ^a HUF	-	-	15,02%	18,55%	36,42%	-40,93%	20,99%	28,80%	-
Net return of the Fund ^b EUR	-	-	21,50%	15,18%	33,36%	-43,48%	-	-	-
Net return of the Fund ^c HUF	-0,24%	2,78%	-	-	-	-	-	-	1,79%
Benchmark performance*	-	-	9,75%	13,66%	32,95%	-40,03%	8,80%	20,07%	-

^a It shows the net performance of the A series until 31/05/11
The Fund was launched on 16/03/98

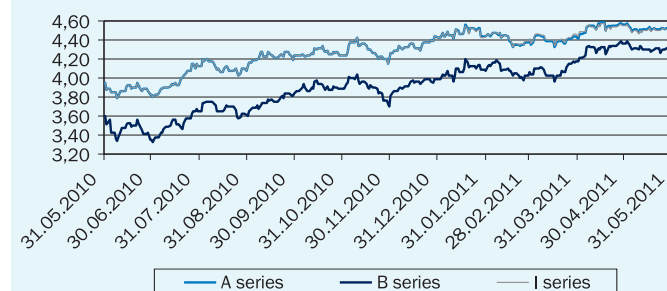
^b It shows the net performance of the B series until 31/05/11
The Fund was launched on 26/10/07

^c It shows the net performance of the I series until 31/05/11
The Fund was launched on 24/11/10

* 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.