

# AEGON Central European Equity Fund, B series

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarországi Fióktelepe
Main distributor:	AEGON Hungary Befektetési Jegy Forgalmazó Zrt.
Benchmark composition:	95% CECEXEUR Index + 5% ZMAX Index
ISIN code:	HU0000705926
Start:	2007.10.29
Currency:	EUR
Total Net Asset Value of the Fund:	2,122,513 EUR
Net Asset Value per unit:	3.888890 EUR

## 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.

## DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.  
 Citibank Europe plc Magyarországi Fióktelepe  
 Codex Értéktár és Értékpapír Zrt.  
 CONCORDE Értékpapír Zrt.  
 OTP Bank Nyrt.  
 Raiffeisen Bank Zrt.  
 Unicredit Bank Hungary Zrt.

## NET YIELD PERFORMANCE OF THE FUND:

Time horizon	12 months	2010 year	2009 year	2008 year
Investment note	8.03 %	15.18 %	33.36 %	-43.48 %
Net benchmark	-5.56 %	10.25 %	29.43 %	-44.51 %

## NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2010.09.01 - 2011.08.31



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.

## INVESTMENT HORIZON:

Suggested minimum investment period:

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

Risc Scale:

☐ very low
 ☐ moderate
 ☒ high

## MARKET SUMMARY:

Stock markets plunged worldwide to 1 year low level in August - following US debt downgrade - on escalating concerns over global growth prospects and European debt crises. The sharp fell generated huge liquidations and redemptions from mutual funds, causing extreme volatility. However global earnings expectations are too high, and it's very likely earnings decline have just started in August, some market reached attractive valuation level.

Hungary's BUX index lost 15.1% in EUR terms, while Poland was the second best performer in the CE3 region in August (-13.5%), after Czech's PX index which dropped only 10.5%, while. Volumes increased substantially in each markets, equity performances was mainly driven by the global movements. In Poland the bank sector - unlike in the other countries - overperformed the market, after the better-than-expected Q2 results. In Hungary - where the banks are more vulnerable by the strong CHF - financial stocks (OTP, FHB) declined more than 20%. Defensive players like telco and pharma sectors are among the best performers last month.

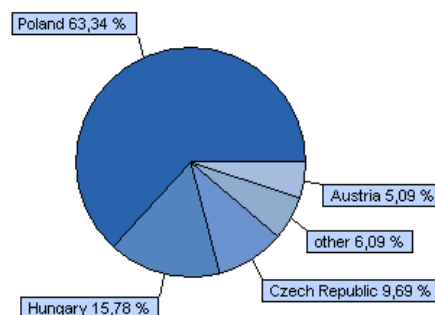
## ASSET ALLOCATION OF THE FUND ON 08/31/2011

Asset type	Weight
International equities	89.27 %
Hungarian equities	16.80 %
Other assets	0.36 %
Liabilities	-8.77 %
Current account	0.98 %
Receivables	0.74 %
Repos	0.63 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	108.61 %

## TOP 5 POSITIONS

PKO Bank  
 KGHM  
 PZU  
 Bank Pekao SA  
 PGE

## Stocks by countries:



## Stocks by sectors:

