

# AEGON Central European Equity Fund EUR 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: 58,751,644 EUR  
 Net Asset Value per unit: 3.706900 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.

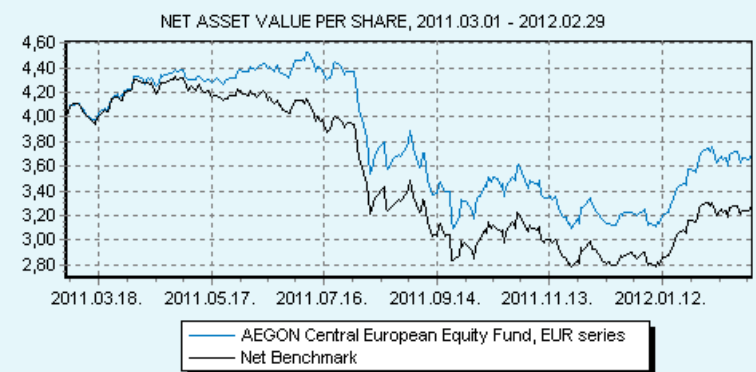
## DISTRIBUTORS

AEGON Magyarország Befektetési Jegy Forgalmazó Zrt., AEGON Towarzystwo Ubezpieczen na Zycie Spolka, 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	2011 year	2010 year	2009 year	2008 year
Investment note	-8.76 %	-19.88 %	15.18 %	33.36 %	-43.48 %
Net benchmark	-19.17 %	-28.72 %	10.25 %	29.43 %	-44.51 %

## NET PERFORMANCE OF THE FUND



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:

Global stock markets remained buoyed throughout February benefiting from the easing liquidity conditions as well a set of solid US macro and corporate earnings data published. The ECB went on to initiate the second phase of its long term refinancing programme (LTRO-2) which lifted European financials and risky assets. The approval of the Greek austerity measures fuelled the rally, so did the easing periphery yields. In February, PX index was the best performer, increasing by 6% in EUR terms, while BUX index and Wig20 index rose 4.4% and 2% respectively. Average daily volumes picked up in Poland and the Czech Republic, while it dropped in Hungary after the strong January. While market was driven by improving liquidity in January, February movement mainly dominated by company specific news flow. In Prague Erste materially outperformed on remarkable Q4 results, and the fact that the bank can easily meet EBA capital criteria's. In Poland domestic consumption driven sectors increased the most, while in Hungary Magyar Telecom rallied on the back of the improving Hungarian bond market. As the market lost its sentiment driven momentum, we switched from high beta to a more defensive strategy and concentrating to stock picking.

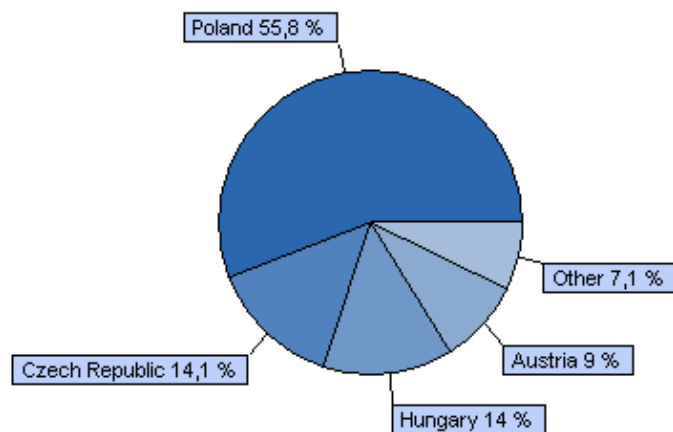
## ASSET ALLOCATION OF THE FUND ON 02/29/2012

Asset type	Weight
International equities	83.43 %
Hungarian equities	13.90 %
Collective securities	1.91 %
Current account	1.13 %
Liabilities	-0.76 %
Repos	0.37 %
Receivables	0.01 %
Market value of open derivative positions	0.01 %
total	100,00 %
Derivative products	1.21 %
Net corrected leverage	100.05 %

## TOP 5 POSITIONS

- PKO Bank
- PZU
- KGHM
- Bank Pekao SA
- ERSTE BANK

## Stocks by countries:



## Stocks by sectors:

