

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 whole Fund:	14,191,089,424 HUF
Net Asset Value of EUR series:	406,660 EUR
Net Asset Value per unit:	4.012950 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, AEGON Životná poisťovňa, a.s., 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	25.63 %	-19.88 %	15.18 %	33.36 %	-43.48 %
Net benchmark	20.09 %	-28.72 %	10.25 %	29.43 %	-44.51 %

NET PERFORMANCE OF THE FUND

NET ASSET VALUE PER SHARE, 2012.01.01 - 2012.12.31



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:



Risc Scale:



MARKET SUMMARY:

The leading equity indices soared to multi-year highs in December and the American equity market underperformed due to the unsolved fiscal cliff, but on the last day of December an agreement was made in order to avoid it. In December global business conditions kept on improving and the Chinese macro data were better than the expectations as well, thanks to which the probability of hard landing fell further during last months. The euro zone is still weak and the Purchasing Manager Index was below expectations.

In December the Polish (11,07%) and the Czech (8,19%) market rose, while BUX index dropped 0,5% in HUF terms. In Hungary Richter rose by 2%, while Egis gained 4,7% due to the fact that the government announced to raise the drug budget compared to what had been planned and ensures the R&D tax deduction from the 20% tax. MOL fell by 3,3% in December reacting to the news that the government plans to re-nationalize E.ON's gas storage assets and cut residential gas and electricity prices by 10% from 1 January 2013. In the Polish equity market the raw material related stocks with high beta performed well, while the utility and the telecom sector was lagging behind.

ASSET ALLOCATION OF THE FUND ON 12/31/2012

Asset type	Weight
International equities	82.00 %
Hungarian equities	14.08 %
Collective securities	2.64 %
Liabilities	-3.01 %
Receivables	2.83 %
Current account	1.12 %
Repos	0.23 %
total	100,00 %
Derivative products	0.00 %
Net corrected leverage	100,00 %

TOP 5 POSITIONS

PKO Bank
POWSZECHNY ZAKŁAD UBEZPIECZEŃ
KGHM Polska SA
PGE
Komercni Banka

Assets with over 10% weight

PKO Bank
POWSZECHNY ZAKŁAD UBEZPIECZEŃ

Stocks by countries:

