

# AEGON Central European Equity Fund institutional series

## GENERAL INFORMATION

Fund Manager:	AEGON Hungary Fund Manager Ltd.
Custodian:	Citibank Europe plc Magyarországi Fióktelepe
Main distributor:	AEGON Hungary Fund Manager Ltd.
Benchmark composition:	45% POLISH Traded Index EUR + 20% HUNGARIAN TRD INDEX EUR + 20% CZECH Traded Index EUR + 10% SETXEUR Index + 5% ZMAX Index
ISIN code:	HU0000709530
Start:	01/11/2011
Currency:	HUF
Total Net Asset Value of the whole Fund:	10,896,491,867 HUF
Net Asset Value of institutional series:	3,494,755,153 HUF
Net Asset Value per unit:	4.532366 HUF

## INVESTMENT POLICY OF THE FUND:

The objective of the fund is to invest in Central and Eastern European equities. The fund is offered for investors who would like to benefit from the long term performance of regional listed companies. The average equity exposure of the fund is 95%. A primary consideration when compiling the fund's portfolio is the need to optimize the aggregate risk of the securities to be included in the fund. In the interest of reducing the risk, the utmost care is taken when selecting the securities to include in the fund's portfolio. The fund buys shares issued by corporations from countries in the Central European region (primarily Hungary, Poland, the Czech Republic, Romania, Slovenia and Croatia, and secondarily, Austria, Russia and Turkey), but it may also invest in the shares of companies in other emerging and developed countries, as well as in other collective investment securities. The fund may hedge a part or all of its currency risks with forward currency positions. To ensure liquidity the fund aims to hold in its portfolio the government securities on behalf of the State of Hungary and bonds issued by the National Bank of Hungary, but in accordance with the statutory regulations the proportion of shares in the portfolio may be up to 100%.

## DISTRIBUTORS

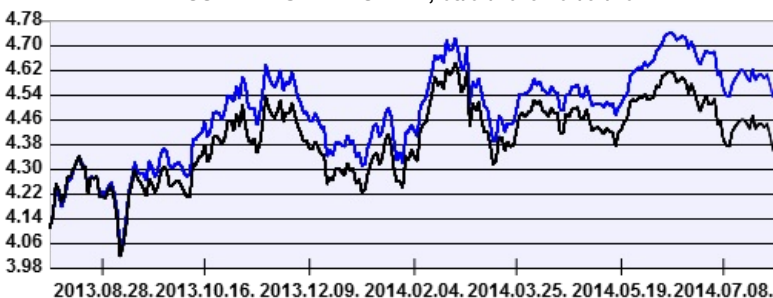
AEGON Magyarország Befektetési Alapkezelő Zrt., Equilor Befektetési Zrt

## NET YIELD PERFORMANCE OF THE FUND:

Interval	Yield of note	Benchmark yield
From start	0.46 %	-3.11 %
2013	-1.31 %	-4.66 %
2012	18.51 %	14.61 %

## NET PERFORMANCE OF THE FUND

### NET ASSET VALUE PER SHARE, 08/01/2013 - 07/31/2014



— AEGON Central European Equity Fund institutional series  
— Benchmark

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

## RISK INDICATORS FOR THE LAST 12 MONTHS:

Annualized standard deviation of the fund's weekly yields:	11.96 %
Annualized standard deviation of the benchmark's weekly yields:	12.08 %

## MARKET SUMMARY:

The global equity rally lost steam in July with several equity indices retreating from major tops during the second half of the month. Ukraine was once again in focus as the crisis intensified with the downing of the Malaysian plane. The further round of EU and US sanctions imposed on Russian economy proved to be the first ones materially affecting key sectors and listed companies. The set of US macro data published in July remained solid, while the FED went on with downsizing its QE programme in line with expectations. The US earnings season painted a relatively healthy picture compared to consensus estimates, while European companies once again failed to surpass expectations on the revenues level, which kept supporting the outperformance of US indices compared to European equities - the latter also negatively affected by Russian sanctions.

The worst performing index was the Hungarian BUX last month. MOL, OTP and Richter were among the laggards and contributed to the loss the most. Polish market outperform its regional peers but closed the month in a negative territory again. The PMI continued to drop to 49,4 in July, retail sales was lower than expectations again and inflation remained very low. The pension fund reform - the main important factor of demand/supply balance - ended at the end of the month. According the estimations, more people opt to stay at OFE than previously expected. This is obviously good news for Polish equity market. Only telecom and chemicals can reach positive performance during the month. Jeronimo Martins was among the worst performers mainly due to the disappointing 2Q results.

## ASSET ALLOCATION OF THE FUND ON 07/31/2014

Asset type	Weight
International equities	73.11 %
Hungarian equities	22.09 %
Collective securities	3.66 %
Liabilities	-1.04 %
Receivables	0.99 %
Repos	0.66 %
Current account	0.54 %
total	100.00 %
Derivative products	0.00 %
Net corrected leverage	100.03 %

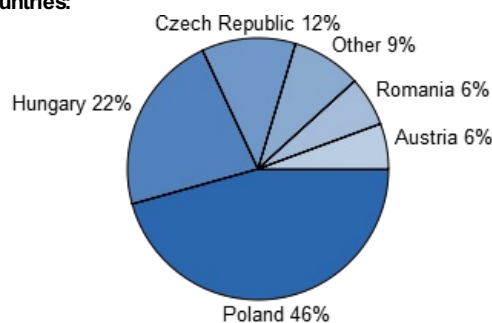
## TOP 5 POSITIONS

PKO Bank  
POWSZECHNY ZAKŁAD UBEZPIECZEŃ  
MOL Nyrt. részvény demat  
Magyar Telekom Nyrt. részv.  
KGHM Polska SA

## Assets with over 10% weight

There is no such instrument in the portfolio

## Stocks by countries:



## INVESTMENT HORIZON:

Suggested minimum investment period:



Risk and Reward Profile:

