

AEGON CENTRAL EUROPEAN

EQUITY FUND

GENERAL INFORMATION

ISIN code: HU-0000702501
Bloomberg code: AEGDEIN HB Equity
ISIN code (B series): HU-0000705926
Bloomberg code (B series): AEGDEIB HB Equity
Fund Manager: AEGON Magyarország Befektetési Alapkezelő Zrt.
Custodian: Citibank Europe plc Magyarország fióktelepe
Main distributor: AEGON Magyarország Befektetési Jegy Forgalmazó Zrt.
Distributors: CIB Bank Zrt.; Citibank Europe plc Magyarország Fióktelepe; Codex Értéktár és Értékpapír Zrt.; Equilor Befektetési Zrt.; ERSTE Befektetési Zrt.; UniCredit Bank Hungary Zrt.; Raiffeisen Bank Zrt.; Magyar Takarékszövetkezeti Bank Zrt.; BNP Paribas Magyarország Fióktelepe; Commerzbank Zrt.; Concorde Értékpapír Zrt.; OTP Bank Nyrt.
Launch Date of the Fund: 16.03.1998
Currency: HUF
Launch Date of the B series: 26.10.2007
Currency: EUR
Benchmark: 90% CECEXEUR Index + 10% ZMAX Index
Net Asset Value (HUF): 14 842 219 912
Net Asset Value per share: 4.129051
Net Asset Value of the B series (EUR): 1 283 764.95
Net Asset Value per share: 3.644647

The asset allocation of the Fund, 31.07.2010

Hungarian Government Bonds	0.65%
Hungarian T-bills	3.01%
Hungarian Equities	11.89%
International Equities	79.64%
Current account	3.35%
Government paper repo	0.37%
Other assets	1.08%
Total investment assets	100.00%
Net corrected leverage	88.07%
Derivative products	0.00%

in July; companies reported persistently better than expected results, overriding the awaking investor fears due to worsening macro data (leading indicators suggest slowing economic recovery). From the more than 350 reported earnings of the S&P500 companies, 270 have beaten the analyst expectations at profit level. The region climbed 10% in forint, thanks to the Polish market's 12% extension. KGHM from Poland made the best performance (20%), while Erste and BRE Bank outperformed the financial sector. The Hungarian stock market lagged behind again, especially the OTP underperformed thanks to the bank tax, weak HUF, and economic restrictions in Romania from the government side.

Investment Policy of the Fund:

The Fund invests in equities issued by corporations of the Central-and-Eastern European region (primarily Hungary, Poland, The Czech Republic, Slovakia, secondly Lithuania, Estonia, Latvia, former Yugoslavian Republics, Romania, Bulgaria, Albania, Ukraine). 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 90% CECEXEUR Index + 10% ZMAX Index.

Investment horizon:

Suggested minimum investment period

3 months
 1 year
 2 years
 3 years
 5 years

Risk Scale

very low
 moderate
 high

Market Summary:

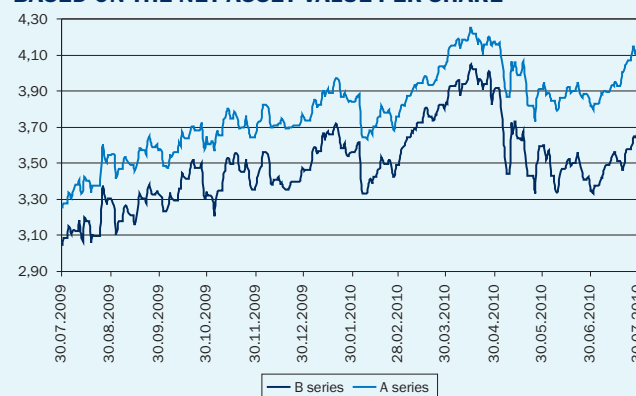
At the first days of July, the markets continued to lower, but from the second week, the oversold markets rebounded and the MSCI closed above its 200 days moving average level, gaining more than 10% in this month. Mainly the earning season moved the markets

NET Yield Performance of the Fund:

Time Horizon	12 months	2009 year	2008 year	2007 year	2006 year	2005 year
Net Return of the fund ^a HUF	25.95%	36.42%	-40.93%	20.99%	28.80%	35.42%
Net Return of the fund ^b EUR	18.01%	33.36%	-43.48%			
Benchmark performance*	20.42%	32.95%	-40.03%	8.80%	20.07%	34.00%

^a It shows the net performance of the fund until 31/07/10; The Fund was launched on 16/03/98
^b It shows the net performance of the fund until 31/07/10; The Fund was launched on 26/10/07
 * 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.