

Hansa Pension Fund K1 (Conservative Strategy)



Investment Principles

Hansa Pension Fund K1 (Conservative Strategy) is a contractual investment fund founded for providing mandatory funded pension. The objective of the Fund's investment activity is to achieve long-term, stable capital growth. The Fund's assets shall be invested in the bonds, money market instruments and other similar assets of either Estonian or foreign origin. The Fund's assets shall not be invested in equities or investment funds which invest in equities.

General information

Fund Management Company: Hansa Investment Funds
 Fund Manager: Robert Kitt
 Inception: 2002
 Contact: Hansapank offices and tel. 631 0310
www.hansa.ee/funds

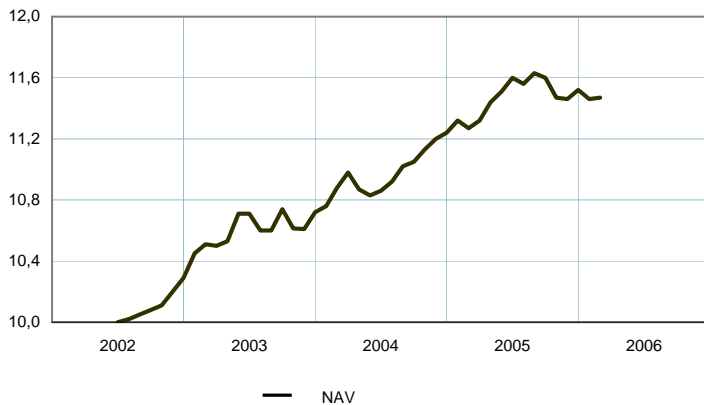
Net Asset Value (NAV): 11,47 EEK
 Net Assets: 187 571 401 EEK
 Management Fee per annum: 1,19%
 Subscription Fee: 1,5%
 Redemption Fee: 1,0%
 Benchmark: EPI100

Weighted average rating: A
 Weighted average modified duration, years: 4,9

Statistics (computed over 3 years)

Standard Deviation: 2,4%

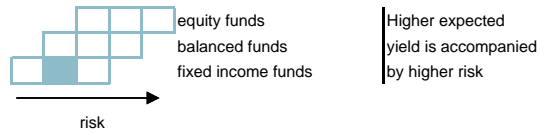
Fund performance



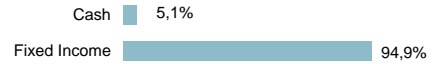
| | YTD | 1 month | 3 months | 1 year | 3 years | 5 years | Inception |
|-------------|-------|---------|----------|--------|---------|---------|-----------|
| Performance | -0,4% | 0,1% | 0,1% | 1,8% | 9,1% | | 14,7% |
| Annualized | | | | 1,8% | 3,0% | | 3,8% |

| | 2003 | 2004 | 2005 | 2006 | 2007 | 2008 | 2009 |
|-------------|------|------|------|------|------|------|------|
| Performance | 4,2% | 4,9% | 2,5% | | | | |

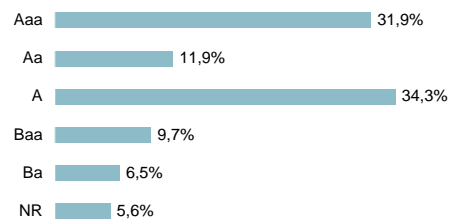
Risk level



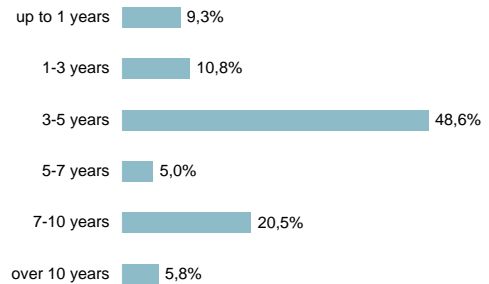
Portfolio by instruments



Portfolio by ratings



Portfolio by modified duration



Portfolio by currencies



Largest investments

| Bonds | Weight |
|--|--------|
| T. Rowe Price Euro Corp Fund | 9,3% |
| Hansa Eastern Europe Bond Fund | 5,4% |
| Julius Baer EUR Corp Fund | 5,4% |
| T. Rowe Price Global Emerging Markets Fund | 5,0% |
| France 3.5% 07.2009 | 5,0% |
| Germany 3.75% 01.2015 | 4,0% |
| Italy 5.25% 08.2011 | 3,5% |
| France 4.25% 04.2019 | 3,5% |
| Germany 3.25% 04.2010 | 3,3% |
| France 3.5% 04.2015 | 3,0% |

The value of the Fund's unit can either grow or decrease in time. The current return of the Fund shall not guarantee the same return in the future. Funds investing in foreign markets are vulnerable to monetary movements, which may lead to a growth or decrease of the net asset value of the Fund's unit. Pension Funds are founded on the basis of Funded Pensions Act. The following payment which conditionally consists of two parts - tax (4% portion of the social tax) and contribution (2% contribution of the state funded pension, withheld by the employer on the employee's gross wages) - shall be transferred to the mandatory funded pension account for a person who has joined the funded pension system.