

Swedbank Pension Fund K3 (Growth Strategy)

July 31, 2009

Investment Principles

Swedbank Pension Fund K3 (Growth Strategy) is a contractual investment Fund founded for providing mandatory funded pension. The objective of the Fund's investment activity is to achieve as long-term and stable growth of the capital gain as possible. The Fund's assets shall be invested in bonds, shares, money market instruments and other assets of either Estonian or foreign origin. The Fund's assets may be invested in shares or in the investment funds dealing with investments in shares to the extent of 50% of the market value of the Fund's assets.

General information

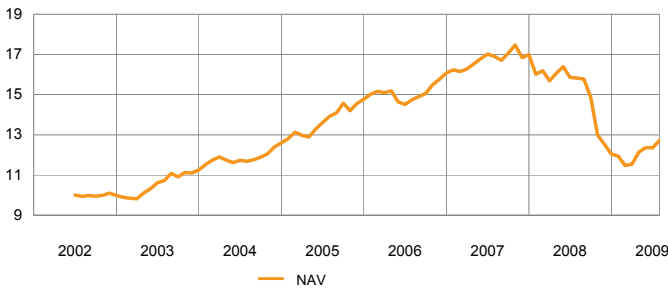
Fund Management Company: Swedbank Investeerimisfondid AS
 Fund Manager: Jelena Fedotova
 Inception: 2002
 Contact: Swedbank offices and tel. 6 310 310
 www.swedbank.ee/funds

Net Asset Value (NAV): 12.72 EEK
 Net Assets: 4 660 107 333 EEK
 Management Fee per annum: 1.59%
 Subscription Fee: 1.5%
 Redemption Fee: 1.0%
 Benchmark: EPI50

Statistics (computed over 3 years)

Standard Deviation: 11.5%

Fund performance



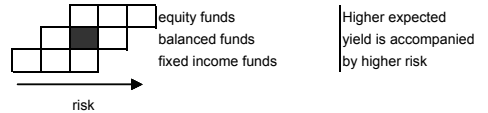
	YTD	1 month	3 months	1 year	3 years	5 years	Inception
Performance	5.6%	2.9%	4.8%	-19.6%	-13.8%	8.9%	27.2%
Annualized				-19.6%	-4.8%	1.7%	3.5%

	2003	2004	2005	2006	2007	2008	2009
Performance	12.7%	11.9%	17.2%	8.9%	5.7%	-29.1%	

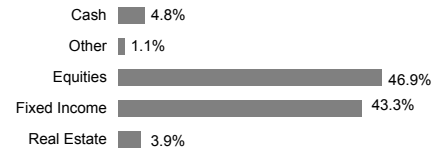
Manager Commentary

The value of the fund increased rapidly driven by advancing stock prices in global equity markets. There are signs of rebound in global economic growth underway during the second half of this year. The equity markets were further supported by second quarter company results which were released during July. All major equity markets where the fund invests in posted a positive return, with Central Europe leading the way (22% price growth respectively in Euro terms). We have maintained higher than usual equity exposure and tilted our investments more toward emerging markets, which have helped the results. We continue to hold short-term positive view for equity markets. In the bond market the performance benefited from investment in Emerging Europe bonds, including Lithuania, Poland, and Romania, where performance was particularly strong.

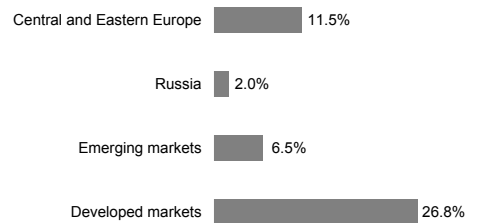
Risk level



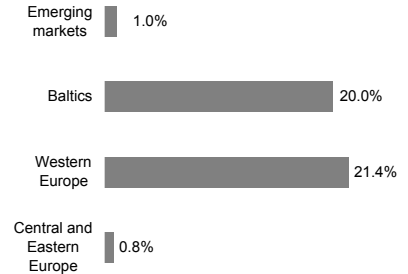
Portfolio by instruments



Equity portfolio by regions



Fixed Income portfolio by regions



Largest investments

	Weight
Stocks	
SSGA USA Index Equity Fund	6.9%
SSGA Europe Index Equity Fund	6.2%
SSGA Tracks Pan Euro	4.6%
SSGA Japan Index Equity Fund	2.9%
Aviva CEE Equity Fund	2.7%
Bonds	
Germany 3.75% Due 04.01.2019	3.6%
Swedbank Private Debt Fond	3.2%
SSGA Euro Corp. Bond Index Fund	3.1%
Italy Treasury 5% 08.01.2039	2.5%
Italy Treasury 3.75% 15.12.2013	2.0%

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.