

# Swedbank Pension Fund K3 (Growth Strategy)

April 30, 2010

## 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

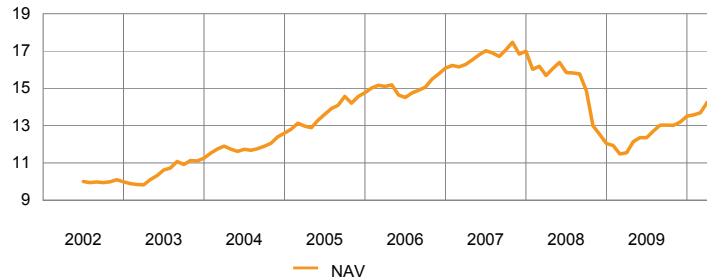
Fund Management Company	Swedbank Investeerimisfondid AS
Fund Manager	Kristjan Tamla
Inception	2002
Contact	Swedbank offices and tel. 6 310 310 www.swedbank.ee/funds

Net Asset Value (NAV)	14.37 EEK
Net Assets	4 950 458 222 EEK
Management Fee per annum	1.44%
Subscription Fee	0.0%
Redemption Fee	1.0%
Benchmark	EPI50

## Statistics (computed over 3 years)

Standard Deviation 11.6%

## Fund performance



	YTD	1 month	3 months	1 year	3 years	5 years	Inception
Performance	6.2%	0.9%	5.8%	18.2%	-13.2%	11.4%	43.5%
Annualized				18.2%	-4.6%	2.2%	4.7%

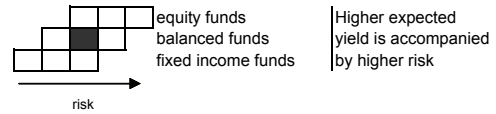
	2003	2004	2005	2006	2007	2008	2009
Performance	12.7%	11.9%	17.2%	8.9%	5.7%	-29.1%	12.2%

## Manager Commentary

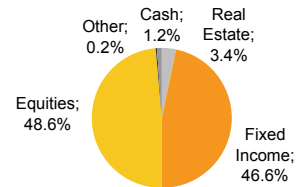
The majority of global equity markets continued the rising trend in the beginning of April, supported by improving corporate earnings expectations and additional signs of a faster pace of economic growth in the US. But in mid-month the trend of equity markets reversed. Risky asset classes in particular were adversely affected by the deepening problems related to Greek sovereign debt and its funding. The largest positive contributors to the fund's performance in April were investments in the equity markets in the Baltic States and Sweden, which in euro terms grew more than 4%. During the entire month of April we have preferred the equity markets of emerging countries (primarily Central and Eastern Europe) and Japan to the euro zone. As a major change we increased the share of US dollar denominated assets in the fund's portfolio over the month. Looking forward, in our opinion the problems related to Greek sovereign debt may add to short-term price fluctuations in the markets. Yet, today, growth in the global economy (especially in the US) rests already on more solid foundations than a couple of months ago and the companies have managed to restore their profitability. Therefore, we think that a potential market downturn provides a good position for buying stocks and bonds that have overreacted to credit risk.

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.

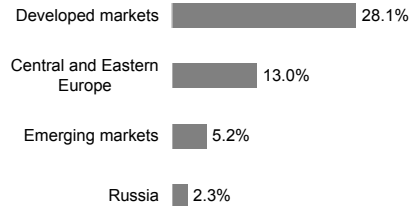
## Risk level



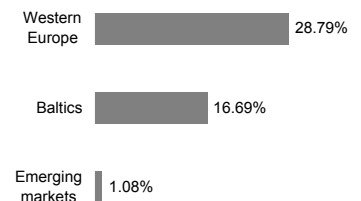
## Portfolio by instruments



## Equity portfolio by regions



## Fixed Income portfolio by regions



## Largest investments

Stocks	Weight
SSGA USA Index Equity Fund	8.6%
SSGA Europe Index Equity Fund	6.3%
SSGA Tracks Pan Euro	5.5%
SSGA Japan Index Equity Fund	3.7%
Luxor Eastern Europe Index Fund	3.7%
Bonds	Weight
Germany 4.25% 12.10.2012	3.7%
Italy 5% 01.02.2012	3.5%
Lithuania EEK 07.07.2011	3.4%
France 4.5% 12.07.2012	3.2%
SSGA Euro Corp. Bond Index Fund	2.8%