

Swedbank Pension Fund K3 (Growth Strategy)

May 31, 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.

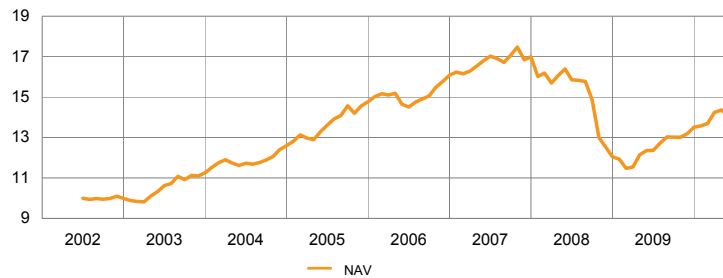
General information

Fund Management Company	Swedbank Investeermisfondid AS
Fund Manager	Kristjan Tamla
Inception	2002
Contact	Swedbank offices and tel. 6 310 310 www.swedbank.ee/funds
Net Asset Value (NAV)	14.12 EEK
Net Assets	4 881 559 748 EEK
Management Fee per annum	1.43%
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	4.5%	-1.6%	3.2%	14.3%	-15.9%	6.2%	41.2%
Annualized				14.3%	-5.6%	1.2%	4.5%

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

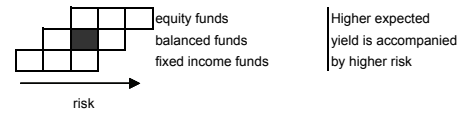
Manager Commentary

The European Union and the International Monetary Fund prepared an extensive financial aid package in the beginning of May to assist the eurozone countries facing difficulties with public finances. It provides eurozone peripheral countries primarily with the breathing space so that they can get their fiscal policy under control and will reduce significantly the likelihood of default of some sovereign bonds in the near future. Regardless of this the global equity markets experienced in May the largest monthly plunge since the beginning of year 2009. The markets turned their focus on the potential adverse impact of the fiscal cuts ahead on the recovery of the global economy and the eurozone economy in particular. The fall was largest in the equity markets of the Baltic states and Central European countries. In some countries, the equity markets lost more than 10% of their value.

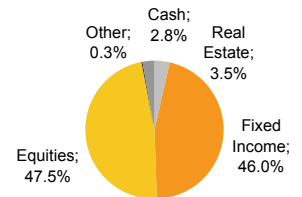
The effect of the fall in the equity markets has been significantly alleviated in Swedbank pension funds by the conservative strategy in the bonds portfolio and US dollar positions that have been increased in recent months. Looking forward, we see that the continually low interest rates along with cheaper equity prices will soon provide long-term investors again with a favourable opportunity to increase equity positions. We intend to carry out the potential acquisition of equities only gradually, because uncertainties about the fiscal policies of major economies may force the markets still lower in the short term. In terms of regions, we see now again, after a long time, some interesting investment opportunities in the Latin American equity markets.

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.

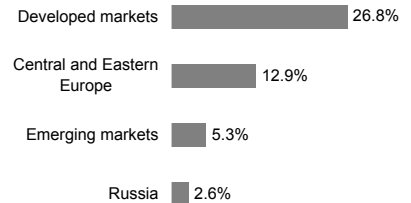
Risk level



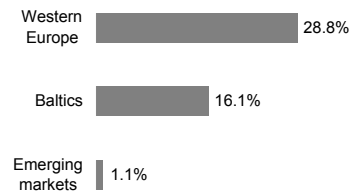
Portfolio by instruments



Equity portfolio by regions



Fixed Income portfolio by regions



Largest investments

Stocks	Weight
SSGA USA Index Equity Fund	8.5%
SSGA Europe Index Equity Fund	6.0%
SSGA Tracks Pan Euro	5.3%
SSGA Japan Index Equity Fund	3.7%
Luxor Eastern Europe Index Fund	3.7%
Bonds	Weight
Germany 4.25% 12.10.2012	3.8%
Italy 5% 01.02.2012	3.5%
Lithuania EEK 07.07.2011	3.4%
France 4.5% 12.07.2012	3.3%
SSGA Euro Corp. Bond Index Fund	2.9%