

Swedbank Pension Fund V3 (Equity Strategy)

September 30, 2011

Investment Principles

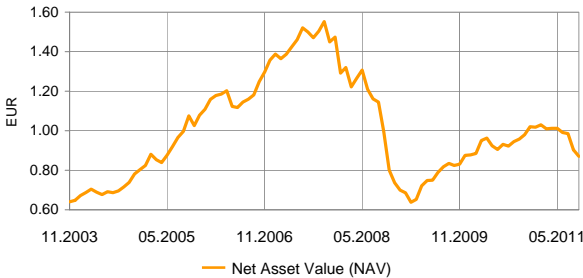
The purpose of the fund is to provide investors with additional income for their retirement. The principal objective of the fund's investment strategy is to maximize long-term capital growth. The fund's assets are invested in both Estonian and foreign bonds, shares, money market instruments and other assets.

General information

Fund Management Company	Swedbank Investeerimisfondid AS
Fund Manager	Katrin Rahe
Contact	Swedbank offices and tel. +372 613 1606 www.swedbank.ee/funds
Inception	2003
Net Asset Value (NAV)	0.87023 EUR
Net Assets	28 299 009 EUR
Management Fee per annum	1.4%
Subscription Fee	1.0%
Redemption Fee	1.0%

Standard deviation (computed over 3 years) 17.9%

Fund performance*



	YTD	1 month	3 months	1 year	2 years	3 years	5 years	Inception
Performance*	-14.7%	-3.7%	-12.2%	-7.9%	4.2%	-12.5%	-26.4%	36.2%
Annualized				-7.9%	2.1%	-4.4%	-5.9%	4.0%

	2004	2005	2006	2007	2008	2009	2010	2011
Performance*	24.0%	38.0%	22.4%	8.6%	-52.5%	25.1%	16.6%	

Manager Commentary

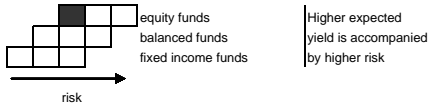
Swedbank Pension Fund V3 returned -3.7% in September with YTD performance of -14.7%.

September did not bring much relief to the financial markets. The debt crisis of the eurozone and the threat of a recession in developed countries still weighed heavily on everyone's minds. Increasing the mandate of the European Financial Stability Facility (EFSF) had been ratified in the countries having a bigger say in politics by the end of September. However, even the increased mandate is too small and insufficient for helping more than Greece, Ireland and Portugal. The leaders of the eurozone have not communicated any clear plans for extending the financing capacity of the EFSF, which has made the situation on the markets even more vague. The growing lack of clarity about Greece also added to the volatility. The latter has been unable to meet its obligations regarding the budget deficit, as the recession proved to be steeper than expected, and therefore risks losing another loan payout and becoming insolvent already in October. Also, Greece has been unable to meet its obligations regarding the budget deficit, as the recession proved to be steeper than expected, and may become insolvent already in October. In light of these circumstances the euro weakened against the dollar by almost 7%.

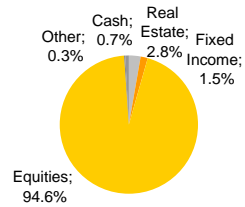
The slowing global economic growth and the possible recession in the eurozone are hanging above the markets like a black cloud, keeping riskier asset classes under continued selling pressure. Among the equity markets, the emerging regions, especially Russia and CEE, lost the most (approx. -16% measured in euros). The fall on Latin American markets was -11.6% and -7.7% in Emerging Asia. The markets of Japan (+5.4%) and the US (-0.6%) were the best, mainly due to the strengthening of the yen and the dollar. The decrease in developed Europe was -4.6%.

In our fund portfolio we were underweight in equities, but we reduced the underweight in the end of the month and now prefer European equities as the valuations have become relatively more attractive. The decision is based on the high probability that the leaders of the eurozone will find a decisive solution to the crisis in October, which may lead risky asset classes to a relief rally.

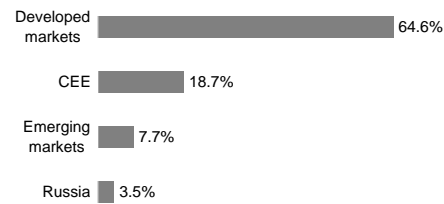
Risk level



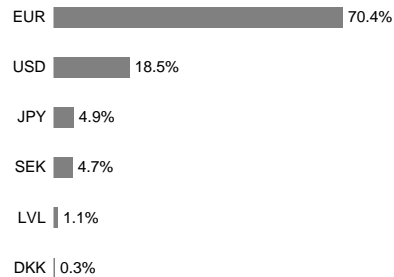
Portfolio by instruments



Equity portfolio by regions



Portfolio by currencies



Largest investments

Equities	Weight
SSGA USA Index Equity Fund	9.1%
GAM Star US All Cap Fund	8.0%
DB x-Trackers MSCI Europe Index ETF	7.5%
SSGA Tracks Pan Euro	7.4%
MSCI USA Source ETF	6.5%
Bonds	Weight
Lyxor ETF Euro Corporate Bond Fund	1.5%

* The value of fund units may rise or fall over time. The fund's historical performance does not promise or offer any indications regarding future performance. Investments in foreign markets are sensitive to changes in foreign currency exchange rates, which may cause a rise or a fall in the net value of the fund unit.

Please read fund's rules and prospectuses available on the web-site www.swedbank.ee/fondid or visit a Swedbank office. If necessary, consult with a teller or an investment consultant.