

Swedbank Pension Fund V2 (Growth Strategy)

May 31, 2011

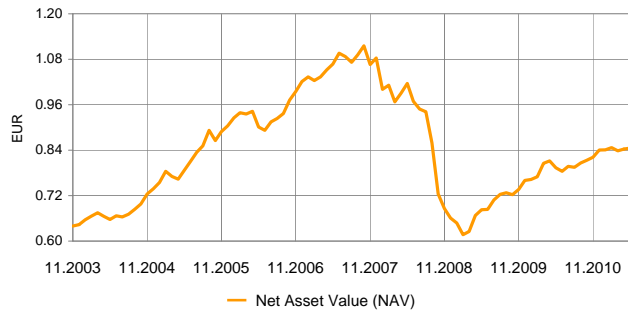
Investment Principles

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 achieve stable capital appreciation over a long-term time horizon. 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)	0.84561 EUR
Net Assets	16 235 212 EUR
Management Fee per annum	1.3%
Subscription Fee	1.0%
Redemption Fee	1.0%
Standard deviation (computed over 3 years)	13.6%

Fund performance*



	YTD	1 month	3 months	1 year	2 years	3 years	5 years	Inception
Performance*	0.6%	0.3%	-0.1%	6.6%	23.9%	-16.8%	-6.2%	31.4%
Annualized				6.6%	11.3%	-5.9%	-1.3%	3.7%

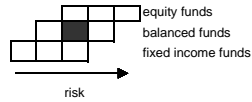
	2004	2005	2006	2007	2008	2009	2010	2011
Performance*	14.7%	22.5%	12.9%	6.1%	-39.0%	15.0%	10.5%	

Manager Commentary

Swedbank Pension Fund V2 returned 0.3% in May with YTD performance of 0.6%. In May, the performance of financial markets was affected, on the one hand, by developments in Greece re-emerging strongly and, on the other hand, by warning signals on the possible slowdown of the US economic growth. The former mostly affected the investors' risk appetite, its decrease vividly resulting in a generally negative month on equity markets and buying pressure in the core eurozone fixed income markets despite relatively unattractive interest rate levels. The euro currency weakened by 2.8%. However, the overseas newsfeed should rather have a supporting impact on the euro in the future since the monetary policies of two major economic zones – USA and eurozone – are increasingly growing out of sync, whereas the former continues to incline towards an expansive policy and the latter towards a tightening policy, referring to threatening inflation pressure. Yet, in the last month, the expectations of the markets with regard to a base rate increase in eurozone became considerably more reserved. For the fund equity portfolio, due to currency movements the month was the most positive in non-euro markets – in the USA +2.0% (measured in euros), in developing Asia +2.14% and in Japan +1.51%. The most negative return was demonstrated by the Baltic equity markets - 5.6%, alongside with Russia -2.4% and broader CEE -1.5%. The interest rates in the main fixed income markets of the eurozone were declining all over the yield curve (Germany 2 yrs as well as 10 yrs -22bp). The risk premiums of investment-grade corporate bonds were largely unchanged and yielded +0.9% on the average. The credit premiums of emerging markets bonds rose slightly. In the nearest future, we expect equity markets to underperform fixed income markets. Yet, global liquidity flows have improved, and the decrease in oil prices during the month exerts less pressure on the prospects of economic growth than before. However, the equity price momentum has weakened and the investors' risk tolerance has decreased. The key risk is the slowdown of the global economic growth. In regional terms, we prefer US equity markets the most and European ones the least.

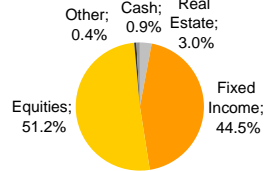
* The value of fund units may rise or fall over time. The fund's historical performance does not promise or offer any indications regarding future performance. Investments in foreign markets are sensitive to changes in foreign currency exchange rates, which may cause a rise or a fall in the net value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

Risk level

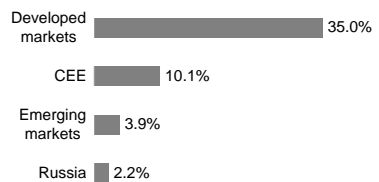


Higher expected yield is accompanied by higher risk

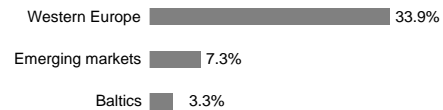
Portfolio by instruments



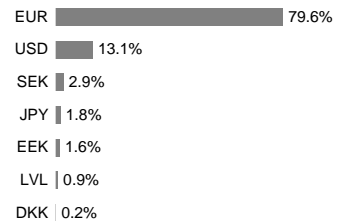
Equity portfolio by regions



Fixed Income portfolio by regions



Portfolio by currencies



Largest investments

Equities	Weight
SSGA USA Index Equity Fund	7.6%
GAM Star US All Cap Fund	4.8%
SSGA Tracks Pan Euro	4.4%
DB x-Trackers MSCI Europe Index ETF	3.9%
Lyxor Eastern Europe Index ETF	3.2%
Bonds	Weight
PIMCO Global Inv Grade Credit Fund	7.4%
DB x-Trackers iBoxx € Sov 3-5Y TR Index ETF	6.5%
Bluebay Inv Grade Bond Fund	5.0%
DB x-Trackers iBoxx € Sov 1-3Y Index ETF	4.2%
iShares iBoxx Euro Corporate Bond	3.7%