

Open-ended investment fund Euro Money Market Fund

Investment Principles

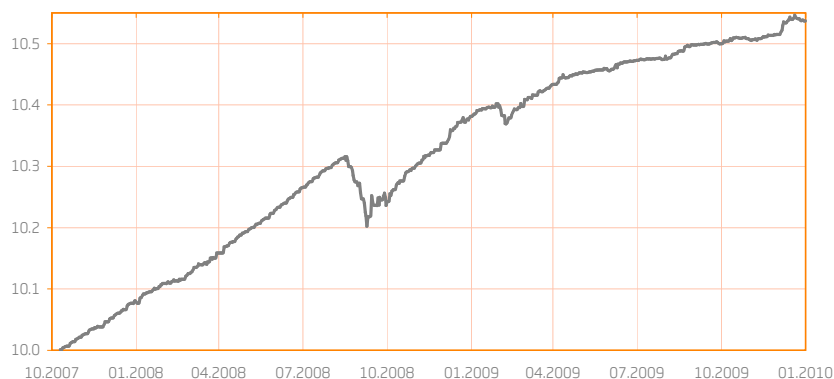
The aim is to provide investors with low-risk investments objects that have higher liquidity and profitability than short-term deposits with banks. Fund's assets are invested in short-term debt securities with high liquidity and low-risk of issuers of EU and OECD countries.

General information

Fund Management Company "Swedbank Ieguldījumu Pārvaldes Sabiedrība" AS
 Fund Manager Pēteris Stepiņš
 Inception 2007
 Transactions with the Fund's investment units: Branch offices of "Swedbank" AS; 67444141
 ib.swedbank.lv
 business.swedbank.lv

Net Asset Value (NAV) EUR 10.5370
 Net Assets EUR 4 251 660
 Management Fee for I units 0.4%
 Management Fee for A units 0.6%
 Weighted average modified duration, days 0.09

NAV



	YTD	1 m	3 m	6 m	1 year	3 years	Inception*
Performance	1.93%	0.21%	0.35%	0.61%	1.50%		1.50%
Annualized**	1.78%	2.48%	1.40%	1.22%	1.50%		2.37%

	2008	2009
Performance	2.89%	1.72%

* - since launch

** - annualized performance, calculated using ACT/365 method

Manager Comment

The year started with some volatility on the global financial markets. In the first weeks of the month, both equity and bond markets rallied, yet various concerns started to increasingly weigh on the markets in the second half of the month. The price development for financial sector's, especially that of the US, equities and debt securities was affected by the US President's intention to curb risk-taking in the financial sector. However, that would also mean less potential for this sector to generate income and profit in the future. Financial markets were also affected by situation with Greece's credit risk and budget fiscal consolidation plan, as well as the possible budget deficit financing sources. It caused concerns over other euro zone countries that are expected to run a high budget deficit this year, as well as raising questions about the future of the euro zone. We are now in the middle of the 4Q2009 earnings reporting season. The results reported this far have, in the majority of cases, beat market expectations. However, the expected income growth rate potential does not look promising. Higher credit risk of some countries in the eyes of investors have had negative repercussions for the corporate debt market, which was seen in the second half of January. Debt securities of companies with business somehow related to the group of countries where the public debt problem has recently escalated (the so-called PIGS (Portugal, Ireland, Greece and Spain) countries) have suffered the most. Although to a lesser degree than in December, in January, too, customers opted to sell their fund units. For this reason, the fund continued to maintain a high cash position in its portfolio. That, however, had a minimal effect on the fund's performance as liquidity has been high in all asset markets where the fund has exposure. At the start of the month, the fund units appreciated sharply thanks to an overall boost in confidence on the market. In the second half of the month, the fund's performance was affected by both a shift in sentiment for the US financial sector assets and general revisions in debt security prices in connection with the PIGS countries.

Risk level



equity funds
 balanced funds
 fixed income funds

Higher expected yield is accompanied by higher risk

Distribution of investments

Floating Rate Bonds	75.5%
Fixed Rate Bonds	4.7%
Money***	19.8%

*** - including redemption liabilities

Portfolio by ratings

Aa	15.3%
A	36.5%
NR****	19.8%
Aaa	28.4%

**** - investments without rating of international rating agencies

Portfolio by modified duration

up to 1 month	39.6%
1-3 months	56.9%
over 3 month	3.5%

Larger investments

	Weight
Bonds of Danske Bank 10.09.2010	28.4%
Bonds of Swedbank 08.03.2011	7.1%
Bonds of Countrywide Financial 23.11.2010	7.1%
Bonds of Goldman Sachs 04.02.2013	6.8%
Bonds of Morgan Stanley 01.03.2013	6.8%
Bonds of Pohjola Bank 27.08.2010	5.9%
Bonds of Skandinaviska Enskilda B. 21.09.2012	5.2%
Bonds of Dexia Credit Local SA 04.10.2010	4.7%
Bonds of Deutsche Bank 18.10.2010	4.7%
Bonds of Swedish Housing Finance Corp. 25.05.2010	3.5%