

**Description**

Reconstruction Capital II (“RC2” or the “Fund”) is a closed-ended, absolute return driven investment fund, incorporated in the Cayman Islands. The fund invests in Private Equity & Listed Securities in South-East Europe. RC2 was admitted to the AIM market of the London Stock Exchange in December 2005 raising €24m initially, with two follow-on offerings in May-06 and Dec-07 raising a further €40m and €71m net of expenses respectively. New Europe Capital Ltd (London) is the investment manager to RC2. New Europe Capital SRL (Bucharest) and New Europe Capital DOO (Belgrade) are the investment advisers to RC2.

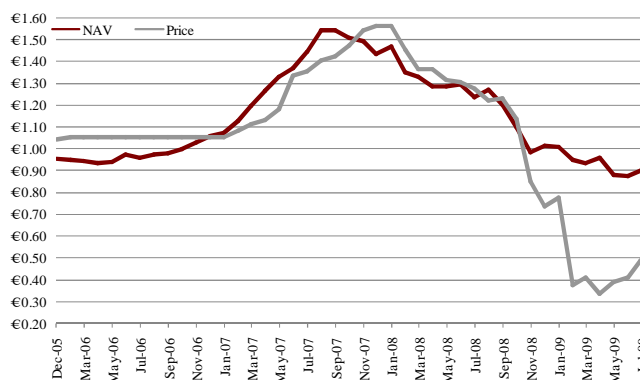


**Statistics**

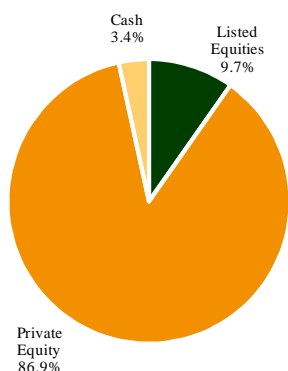
NAV per share (€)	0.9135		2006	2007	2008	2009
Share price (€)	0.4925	Jan	-0.61%	4.70%	-8.27%	-5.65%
Total NAV (€ m)	91.4	Feb	-0.73%	6.17%	-1.48%	-1.51%
Mk Cap (€ m)	49.3	Mar	-0.87%	5.90%	-3.03%	2.39%
# of shares (m)	100.0	Apr	0.44%	5.05%	-0.26%	-8.40%
Return since inception	-4.50%	May	3.73%	3.08%	0.93%	-0.26%
12-month CAGR	-28.14%	Jun	-1.25%	5.19%	-4.75%	3.08%
Annualized Return*	-1.28%	Jul	1.23%	6.93%	2.85%	1.08%
Annualized Volatility*	14.44%	Aug	0.61%	0.22%	-5.55%	-
Best month	6.93%	Sep	2.18%	-2.50%	-8.34%	-
Worst month	-10.52%	Oct	2.74%	-0.69%	-10.52%	-
# of months up	23	Nov	2.80%	-4.09%	3.03%	-
# of months down	20	Dec	1.70%	2.46%	-0.60%	-
		YTD	12.47%	36.74%	-31.43%	-9.43%

\* since inception

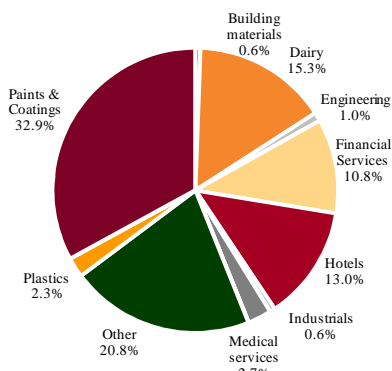
**Share Price/NAV per share (€)**



**Portfolio Structure by Asset Class**

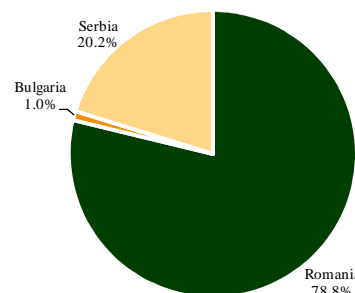


**Equity Portfolio Structure by Sector**



Note: EPH investment included under Other

**Portfolio Structure by Geography**



Note: EPH investment included under Serbia

**Commentary**

Please refer to the Quarterly Report for the period ending 30 June 2009 for market commentary and any relevant updates in respect of the investee companies



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