

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.



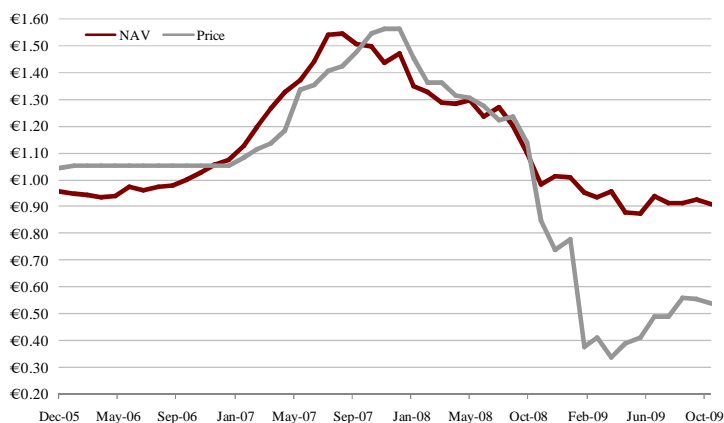
Statistics

NAV per share (€)	0.9100
Share price (€)	0.5400
Total NAV (€ m)	91.0
Mk Cap (€ m)	54.0
# of shares (m)	100.0
Return since inception	-4.86%
12-month CAGR	-7.60%
Annualized Return*	-1.29%
Annualized Volatility*	14.00%
Best month	6.93%
Worst month	-10.52%
# of months up	25
# of months down	21
* since inception	

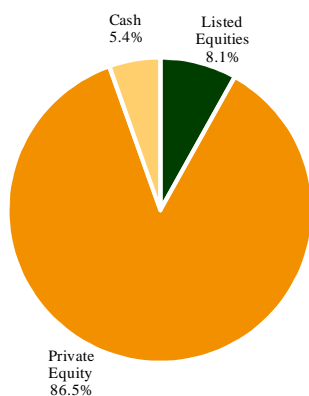
RC2 NAV returns

	2006	2007	2008	2009
Jan	-0.61%	4.70%	-8.27%	-5.65%
Feb	-0.73%	6.17%	-1.48%	-1.51%
Mar	-0.87%	5.90%	-3.03%	2.39%
Apr	0.44%	5.05%	-0.26%	-8.40%
May	3.73%	3.08%	0.93%	-0.26%
Jun	-1.25%	5.19%	-4.75%	3.08%
Jul	1.23%	6.93%	2.85%	1.08%
Aug	0.61%	0.22%	-5.55%	0.23%
Sep	2.18%	-2.50%	-8.34%	1.20%
Oct	2.74%	-0.69%	-10.52%	-1.79%
Nov	2.80%	-4.09%	3.03%	-
Dec	1.70%	2.46%	-0.60%	-
YTD	12.47%	36.74%	-31.43%	-9.78%

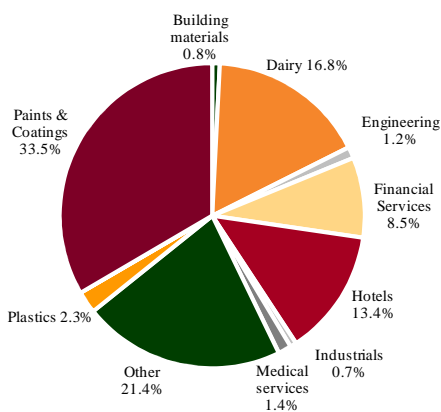
Share Price/NAV per share (€)



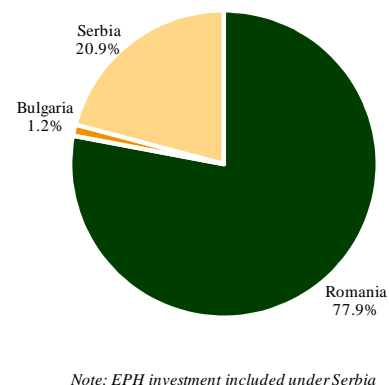
Portfolio Structure by Asset Class



Equity Portfolio Structure by Sector



Portfolio Structure by Geography



Commentary

Please refer to the Quarterly Report for the period ended 30 September 2009 for market commentary and updates in respect of investee companies.



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