

Exchange Fund Results**(Expressed in billions of Hong Kong dollars)**

	←————— 2010 —————→					2009
	Full year*	Q4	Q3	Q2	Q1	Full year
Investment income/(loss)						
Bonds #	42.1	(18.6)	19.9	29.4	11.4	(0.6)
Hong Kong equities ^@	11.6	4.3	15.0	(4.6)	(3.1)	48.9
Foreign equities ^	27.0	19.1	18.1	(21.4)	11.2	48.8
Foreign exchange	(3.1)	0.5	20.7	(15.6)	(8.7)	9.8
Other investments &	<u>1.4</u>	<u>0.2</u>	<u>0.8</u>	<u>0.1</u>	<u>0.3</u>	<u>0.8</u>
	79.0	5.5	74.5	(12.1)	11.1	107.7
Other income	0.2	0.0	0.1	0.1	0.0	0.2
Interest and other expenses	<u>(4.8)</u>	<u>(1.2)</u>	<u>(1.2)</u>	<u>(1.5)</u>	<u>(0.9)</u>	<u>(3.8)</u>
Net investment income/(loss)	74.4	4.3	73.4	(13.5)	10.2	104.1
Payment to Fiscal Reserves ⁽¹⁾	(33.8)	(8.6)	(8.3)	(8.4)	(8.5)	(33.5)
Payment to HKSAR government funds and statutory bodies ⁽¹⁾	(3.9)	(1.1)	(1.1)	(0.9)	(0.8)	(1.2)
Valuation change of Strategic Portfolio less investment held by EF's investment holding subsidiaries ^	<u>1.2</u>	<u>1.3</u>	<u>1.2</u>	<u>(0.4)</u>	<u>(0.9)</u>	<u>3.6</u>
Increase/(Decrease) in EF Accumulated Surplus	37.9	(4.1)	65.2	(23.2)	0.0	73.0

* Unaudited figures

^ Including dividends

Including interest

@ Excluding valuation changes in Strategic Portfolio

& Including valuation changes of investment held by EF's investment holding subsidiaries

Note 1: The fixed rate of fee payment is 6.3% for 2010 and 6.8% for 2009.