

Exchange Fund Results ⁽¹⁾

(HK\$ bn)	2020 (unaudited)			2019 (unaudited)	2019 (audited)
	1H	Q2	Q1	1H	Full year
Bonds	74.7	20.3	54.4	76.4	114.5
Hong Kong equities ⁽²⁾	(19.6)	8.8	(28.4)	20.3	22.1
Other equities	(15.4)	67.7	(83.1)	65.1	100.7
Foreign exchange ⁽³⁾	(24.4)	4.6	(29.0)	(3.5)	(13.0)
Other investments ⁽⁴⁾	<u>(25.9)</u>	<u>-</u>	<u>(25.9)</u>	<u>20.1</u>	<u>37.9</u>
Investment (loss)/income	(10.6)	101.4	(112.0)	178.4	262.2
Other income	0.1	0.1	-	0.1	0.2
Interest and other expenses	<u>(10.2)</u>	<u>(4.2)</u>	<u>(6.0)</u>	<u>(11.4)</u>	<u>(24.8)</u>
Net (loss)/income	(20.7)	97.3	(118.0)	167.1	237.6
Fee payment to Fiscal Reserves ^{(5) & (6)}	(18.6)	(9.0)	(9.6)	(15.3)	(53.8)
Fee payment to HKSAR government funds and statutory bodies ⁽⁵⁾	(5.8)	(2.9)	(2.9)	(4.5)	(9.0)

Note 1: Except for other investments, the above figures represent the Exchange Fund's own income and expenditure. The income and expenditure of the Exchange Fund's subsidiaries, associates and joint ventures have not been consolidated.

Note 2: Excluding valuation changes of the Strategic Portfolio.

Note 3: This is primarily the effect of translating foreign currency assets into Hong Kong dollar after deducting the portion for currency hedging.

Note 4: Including valuation changes of private equity and real estate investments held under the LTGP. This figure represents valuation changes up to the end of March 2020. Valuations of these investments from April to June are not yet available.

Note 5: The rate of fee payment is 3.7% for 2020 and 2.9% for 2019.

Note 6: This does not include the 2020 fee payment to the Future Fund because such amount will only be disclosed when the composite rate for 2020 is available.

(For 2019, the composite rate was 8.7% and fee payable to the Future Fund was HK\$24.4 billion.)