

Exchange Fund Results ⁽¹⁾

(HK\$ bn)	2021 (unaudited)			2020 (audited)
	Full Year	2H	1H	Full Year
Bonds	12.4	11.1	1.3	92.7
Hong Kong equities ⁽²⁾	(21.0)	(33.5)	12.5	4.0
Other equities	68.4	22.0	46.4	69.9
Foreign exchange ⁽³⁾	16.8	14.0	2.8	9.6
Other investments ⁽⁴⁾	<u>93.9</u>	<u>17.2</u>	<u>76.7</u>	<u>59.6</u>
Investment income	170.5	30.8	139.7	235.8
Other income	0.2	0.1	0.1	0.2
Interest and other expenses	<u>(6.1)</u>	<u>(2.8)</u>	<u>(3.3)</u>	<u>(14.6)</u>
Net income	164.6	28.1	136.5	221.4
Fee payment to Fiscal Reserves ^{(5) & (6)}	(34.4)	(16.4)	(18.0)	(69.8)
Fee payment to HKSAR government funds and statutory bodies ⁽⁵⁾	(16.8)	(8.9)	(7.9)	(11.5)

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 September 2021. Valuations of these investments from October to December are not yet available.

Note 5: The rate of fee payment is 4.7% for 2021 and 3.7% for 2020.

Note 6: This does not include the 2021 fee payment to the Future Fund because such amount will only be disclosed when the composite rate for 2021 is available. (For 2020, the composite rate was 12.3% and fee payable to the Future Fund was HK\$37.2 billion.)