

Exchange Fund Results ⁽¹⁾

| (HK\$ bn) | 2024 (unaudited) | | | | | 2023 (audited) |
|---|---------------------|---------------|---------------|---------------|---------------|-------------------|
| | Full Year | Q4 | Q3 | Q2 | Q1 | Full Year |
| Bonds | 135.6 | 11.3 | 66.4 | 32.8 | 25.1 | 144.7 |
| Hong Kong equities ⁽²⁾ | 21.8 | (6.7) | 21.9 | 8.9 | (2.3) | (15.5) |
| Other equities | 68.7 | 2.7 | 18.2 | 11.5 | 36.3 | 73.6 |
| Foreign exchange ⁽³⁾ | (35.6) | (27.4) | 8.1 | (11.5) | (4.8) | (0.5) |
| Other investments ⁽⁴⁾ | <u>28.5</u> | <u>-</u> | <u>14.4</u> | <u>6.1</u> | <u>8.0</u> | <u>23.7</u> |
| Investment income/(loss) | 219.0 | (20.1) | 129.0 | 47.8 | 62.3 | 226.0 |
| Other income | 0.2 | 0.1 | - | 0.1 | - | 0.2 |
| Interest and other expenses | <u>(63.0)</u> | <u>(15.3)</u> | <u>(16.4)</u> | <u>(15.8)</u> | <u>(15.5)</u> | <u>(54.5)</u> |
| Net income/(loss) | 156.2 | (35.3) | 112.6 | 32.1 | 46.8 | 171.7 |
| Fee payment to Fiscal Reserves | | | | | | |
| – Operating and Capital Reserves ⁽⁵⁾ | (13.2) | (3.2) | (3.0) | (3.1) | (3.9) | (17.5) |
| – Future Fund | (Note 6) | (Note 6) | (Note 6) | (Note 6) | (Note 6) | (18.0) |
| Fee payment to HKSAR Government funds and statutory bodies ⁽⁵⁾ | (15.7) | (3.5) | (3.8) | (4.1) | (4.3) | (16.5) |

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 reflects the valuations at the end of September 2024. Valuation changes of these investments from October to December are not yet available.

Note 5: The rate of fee payment is 3.7% for both 2024 and 2023.

Note 6: The 2024 fee payment to the Future Fund will be disclosed when the composite rate for 2024 is available. (For 2023, the composite rate was 4.8%.)