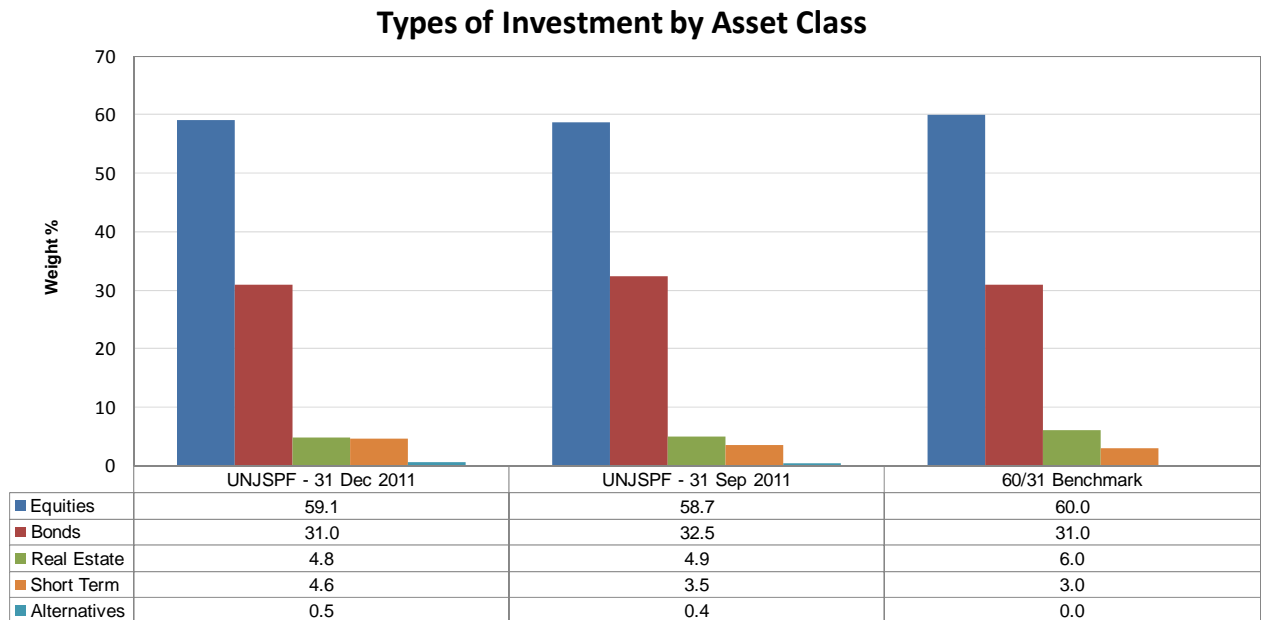


INVESTMENTS

As of 31 December 2011, the preliminary market value of the Fund's assets was US\$ 39,734 million. This represents an increase of US\$ 1,630 million or approximately 4.3 per cent, from 30 September 2011 when the Fund's asset value stood at US\$ 38,104 million. December 2011 brought an end to a tumultuous year in the financial markets, with financial authorities and investors focused on ways that the Eurozone crisis might be resolved.

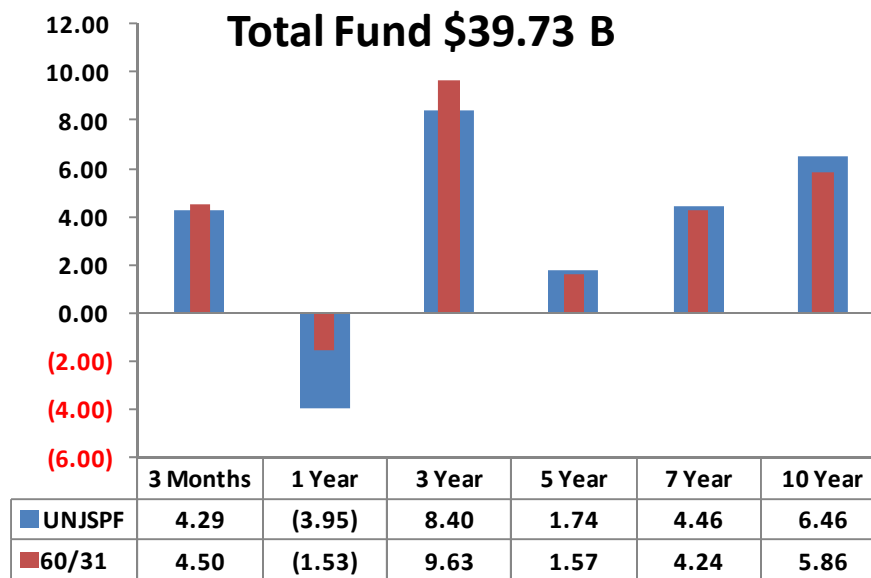
Through active management, with effective stock selection and periodic re-balancing of assets to maintain the Fund's long-term investment objectives, the Fund outperformed the policy benchmark in the five, seven and ten year periods. The management of the Fund's investments continues to focus on balancing the risk and reward expectations with broad diversification.

The asset allocation, in per cent was as follows:



As of 31 December 2011 the Fund has made six private equity investments totaling US\$ 104.1 million and two commodities funds investment amounting to US\$ 100.1 million. This has further broadened the diversification of the Fund’s investments, as well as further increasing the allocation to emerging markets.

PERFORMANCE



The preliminary return of the Fund for the quarter ending 31 December 2011 was 4.29 per cent underperforming the 60/31 policy benchmark preliminary return by 21 basis points.

DIVERSIFICATION

As of 31 December 2011, the Fund had investments in 41 countries, 7 international/regional institutions and 23 currencies. The chart below indicates the US Dollar value of investments by region (in millions). Please note that the Fund value is preliminary as of 31 December 2011.

**Diversification by Region in US\$ million
as of 31 December 2011**

