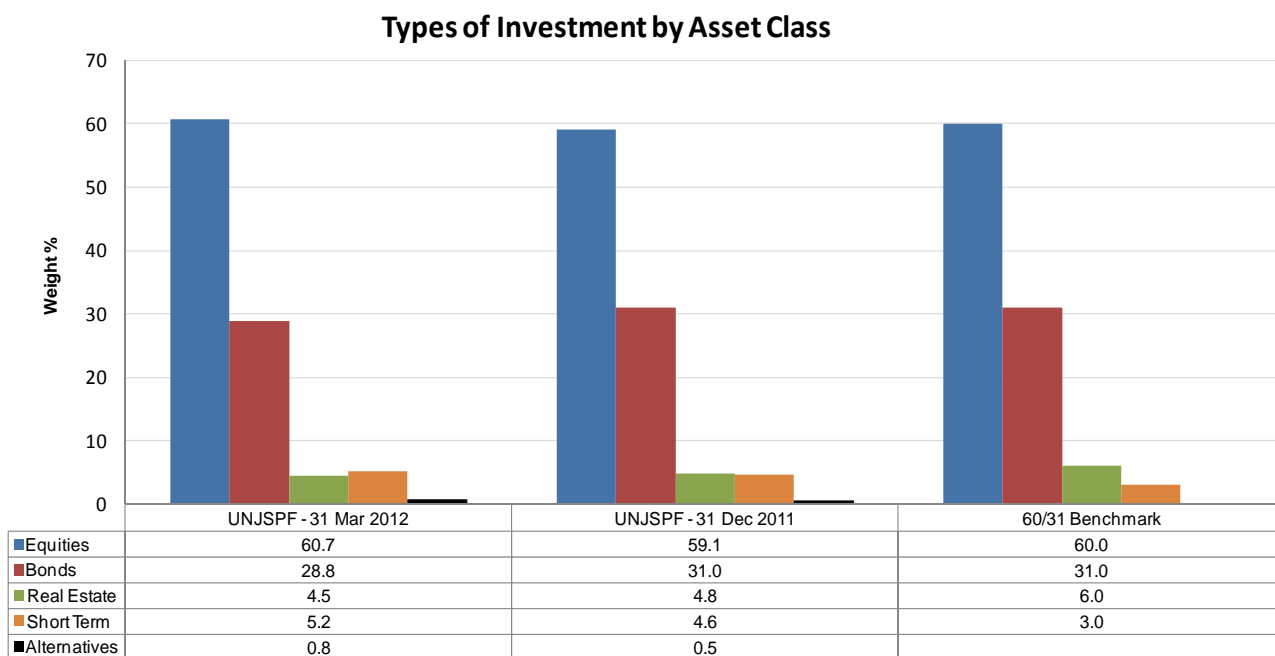


## INVESTMENTS

As of 31 March 2012, the preliminary market value of the Fund's assets was US\$ 43,081 million. This represents an increase of US\$ 3,335 million or approximately 8.4 per cent, from 31 December 2011 when the Fund's asset value stood at US\$ 39,746 million. Equity Markets posted first quarter gains as the supportive measures of European Central Bank had a positive impact on investor confidence but the global economic outlook still remains uncertain.

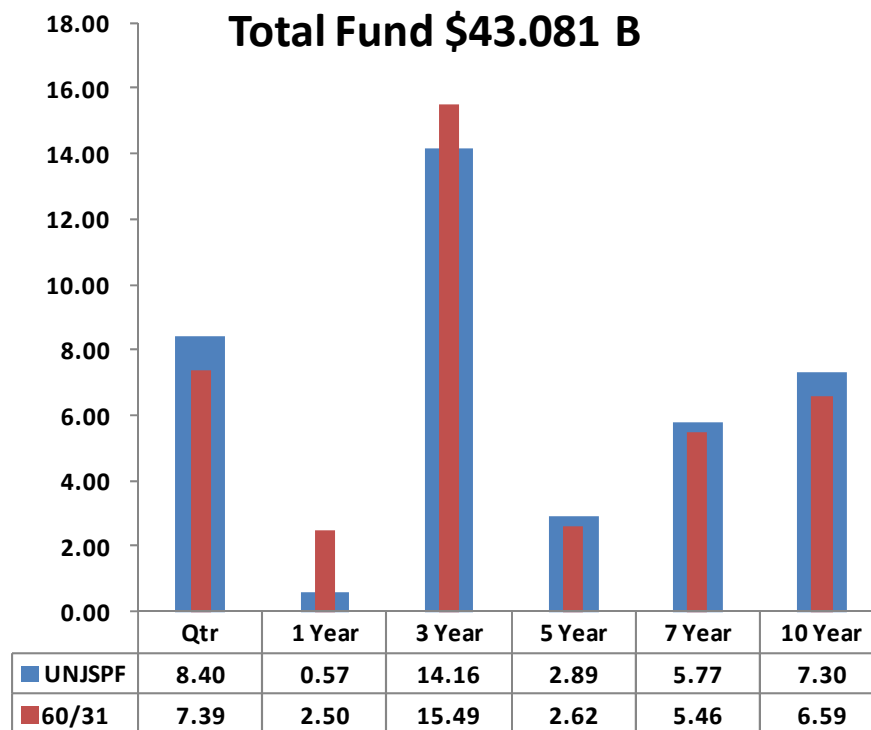
Through active management, with effective stock selection and periodic re-balancing of assets to maintain the Fund's long-term investment objectives, the Fund outperformed the policy benchmark in the five, seven and ten year periods. The management of the Fund's investments continues to focus on balancing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

The asset allocation, in per cent was as follows:



As of 31 March 2012 the Fund has made seven private equity investments totaling US\$ 125.3 million and three commodities funds investment amounting to US\$ 201.1 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 March 2012 was 8.40 per cent outperforming the 60/31 policy benchmark preliminary return by 101 basis points.

## DIVERSIFICATION

As of 31 March 2012, 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 March 2012.

