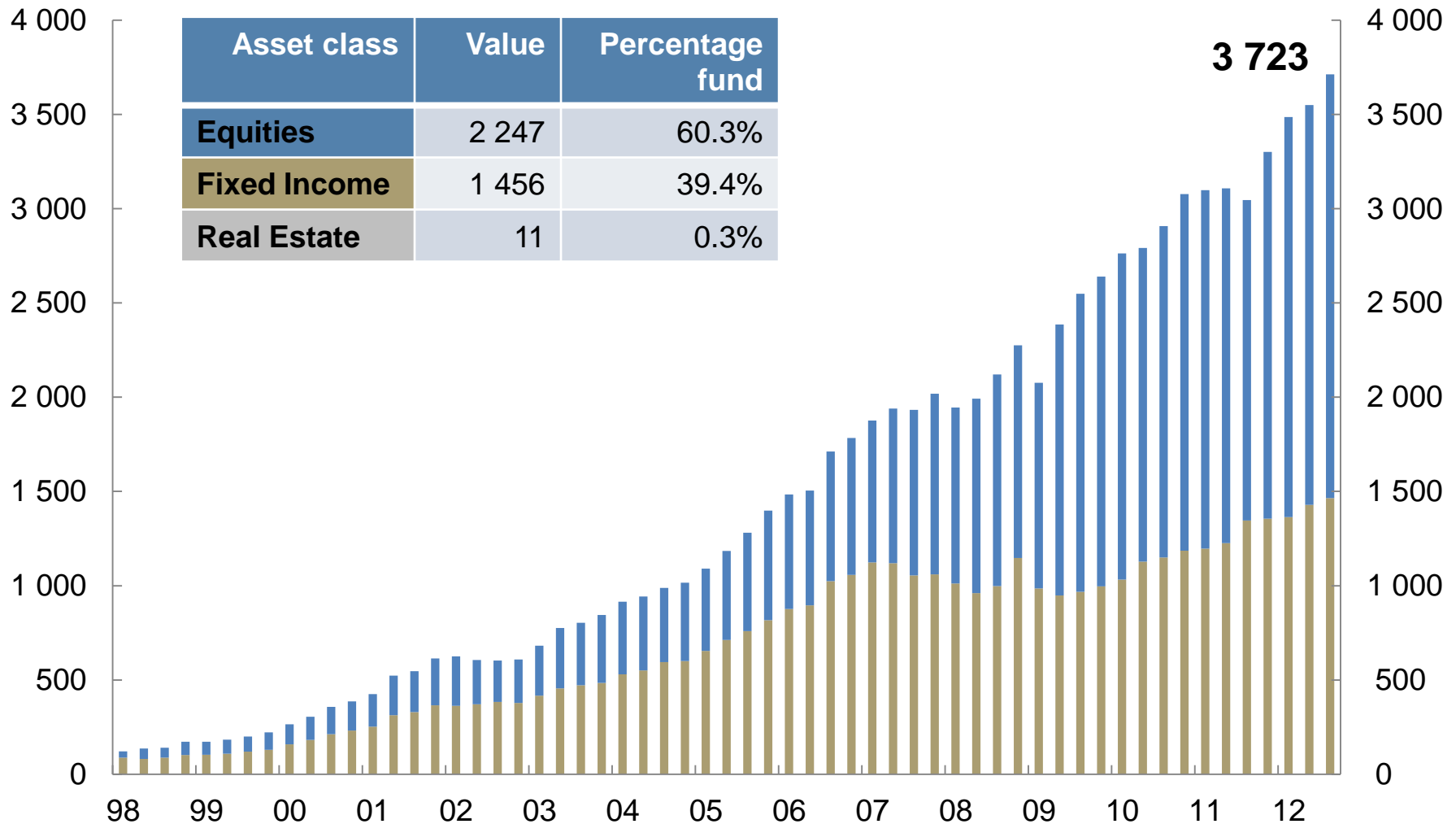


GOVERNMENT PENSION FUND GLOBAL  
**PRESS CONFERENCE 2 November 2012**



# Fund's market value

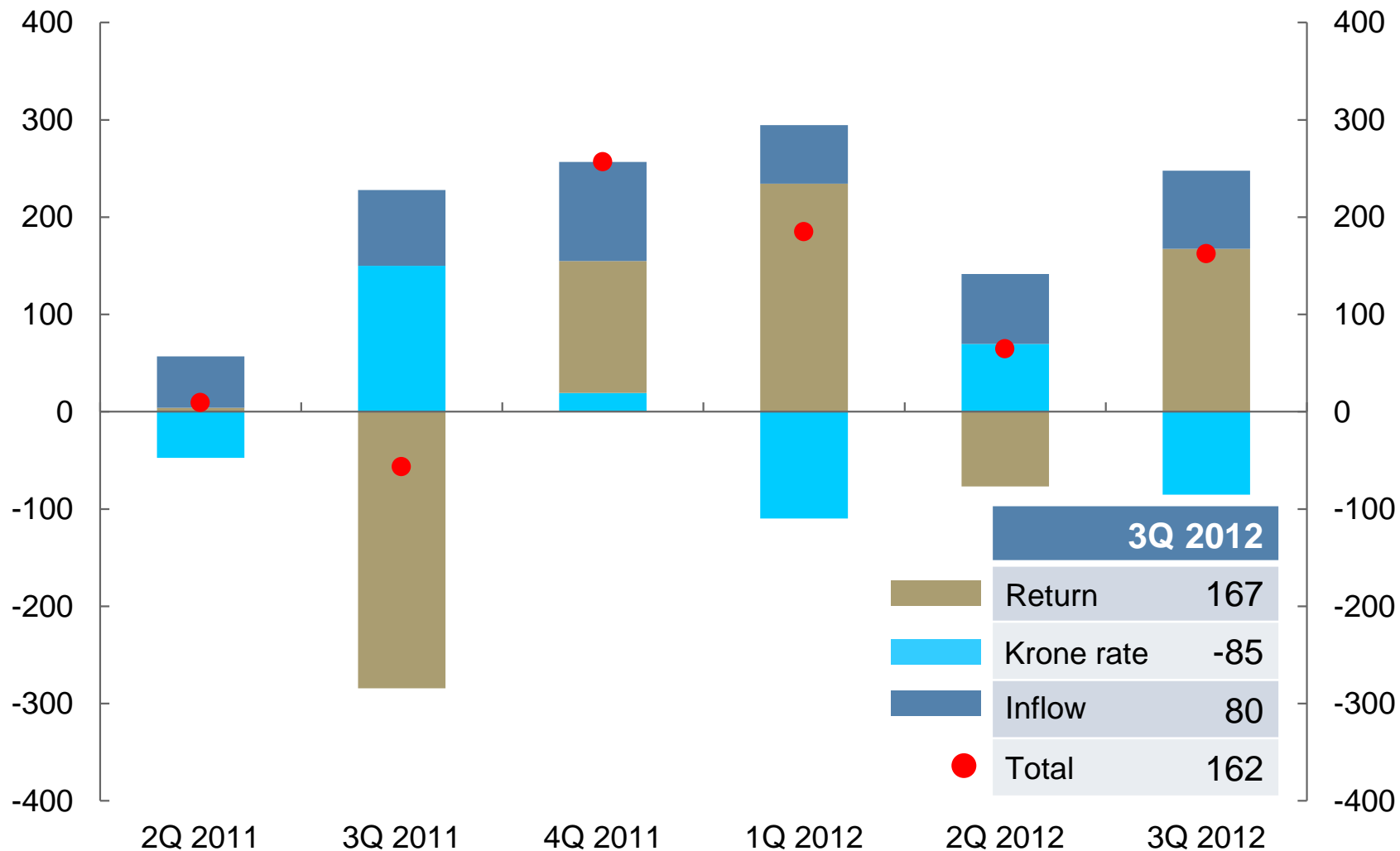
Quarterly numbers, 30 September 2012. Billions of kroner



Source: NBIM

# Change in market value

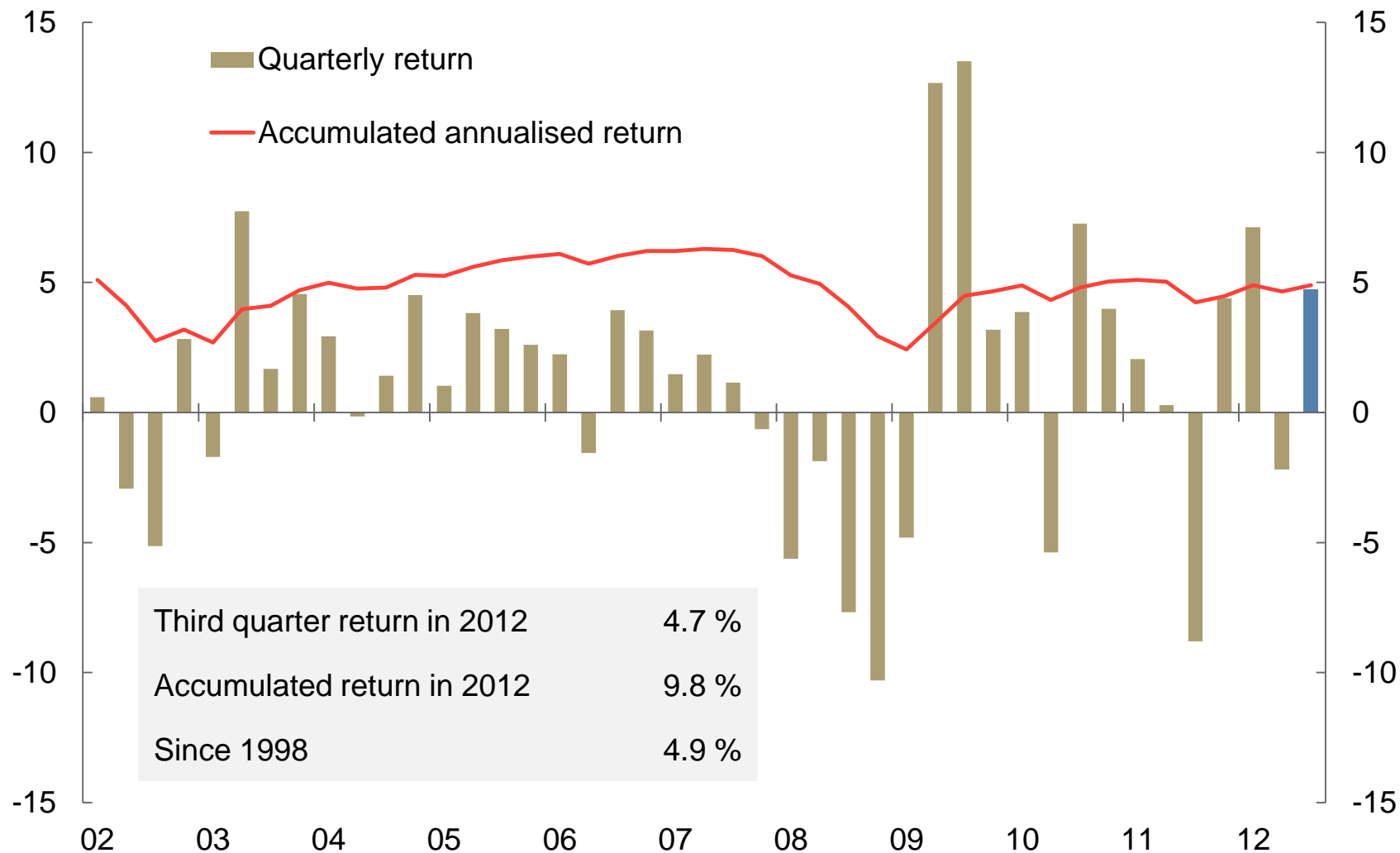
Billions of kroner



Source: NBIM

# Quarterly return

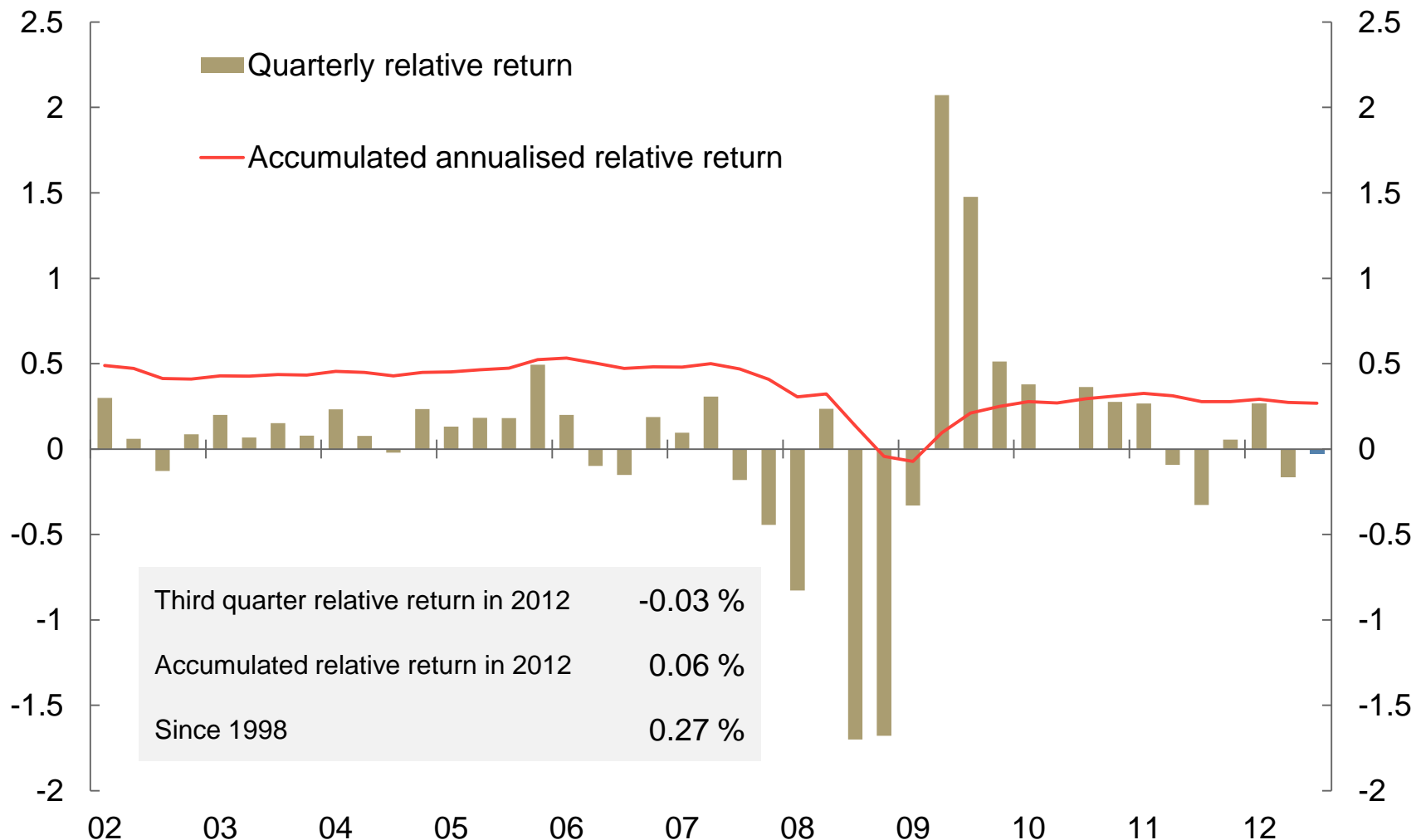
Percent



Source: NBIM

# Quarterly relative return\*

Percentage points



\* Excluding real estate investments

Source: NBIM

# Changes in value since 1996

Billions of kroner

	30.9.2012	31.12.2011
Market value of fund	3 723	3 312
Gross inflow of new capital	2 996	2 782
Management costs	20	19
Changes due to fluctuations in krone	-237	-111
Accumulated return	985	660
Equity	474	226
Fixed Income	510	434
Real Estate	0	0

# Historical key figures

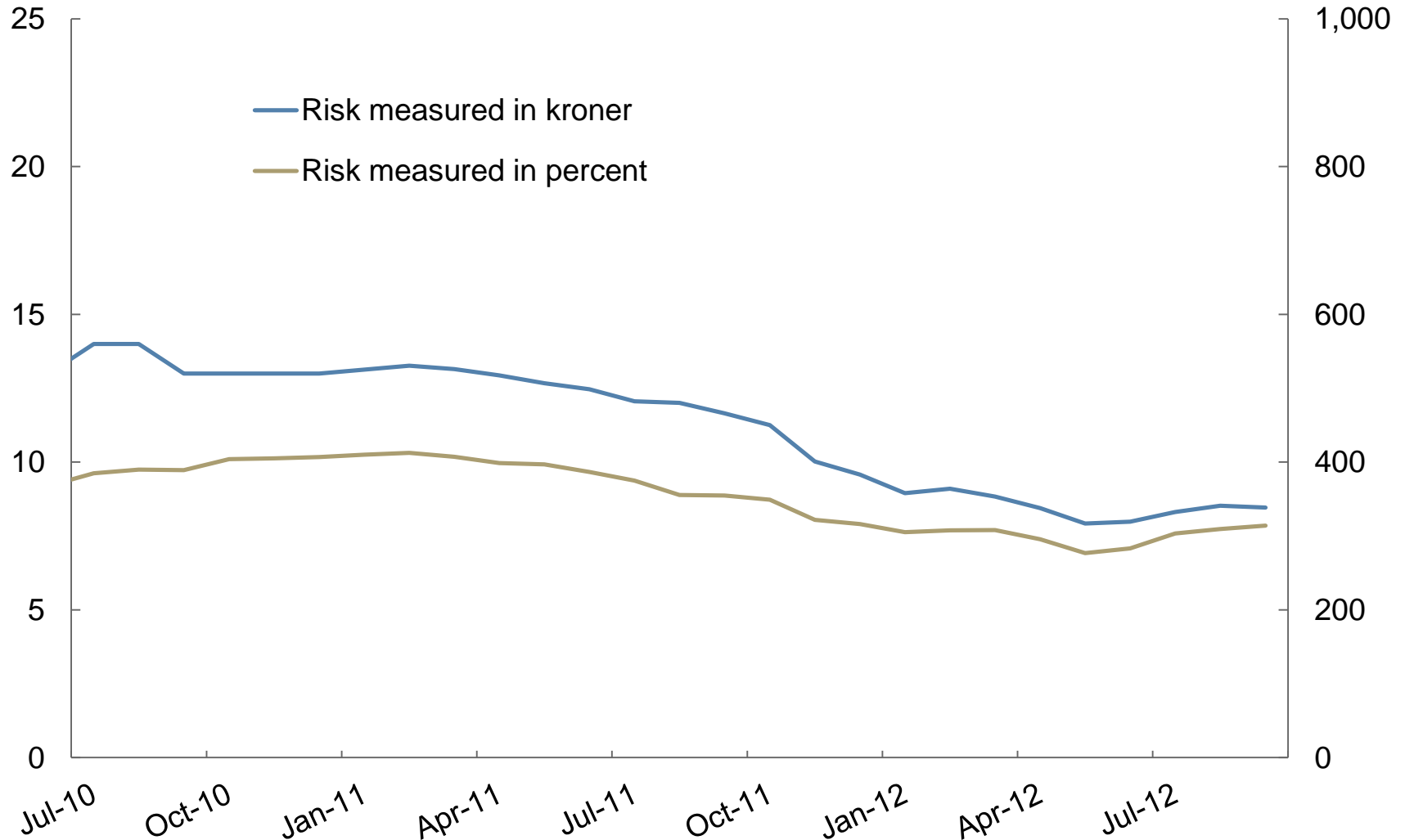
As of 30.9.2012. Annualised data in international currency. Percent

	Last 12 months	Last 5 years	Since 1.1.1998
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Gross annual return on fund	14.58	2.33	4.90
Annual price inflation	1.85	2.20	1.93
Annual management costs	0.07	0.10	0.09
Annual net real return on fund	12.43	0.04	2.82

# Expected absolute volatility

Percent (left-hand axis) and billions of kroner (right-hand axis)

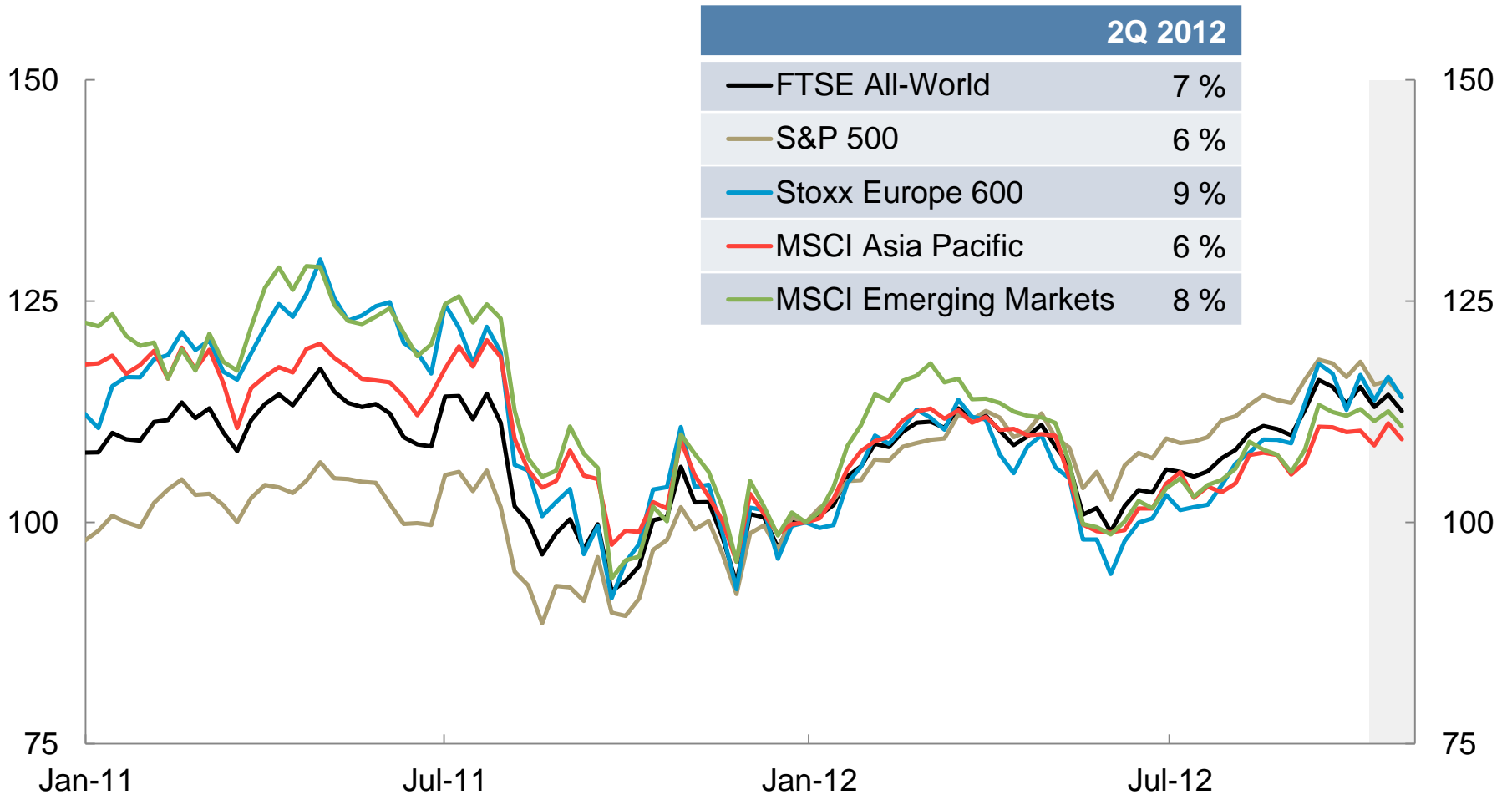


Source: NBIM



# Price developments in regional and global equity markets

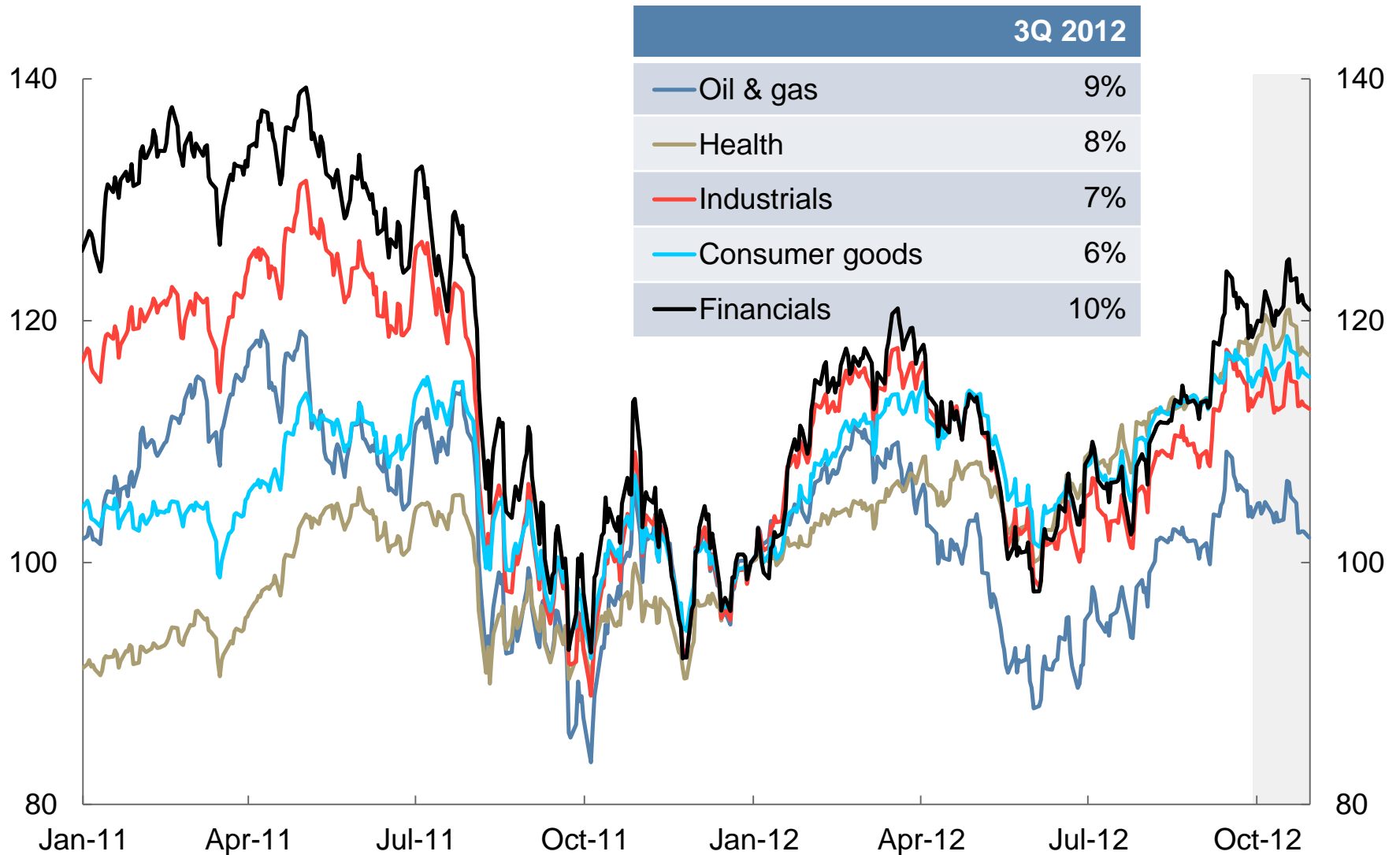
Measured in USD. Indexed. 31.12.2011 = 100



Source: Bloomberg

# Price moves in stock sectors

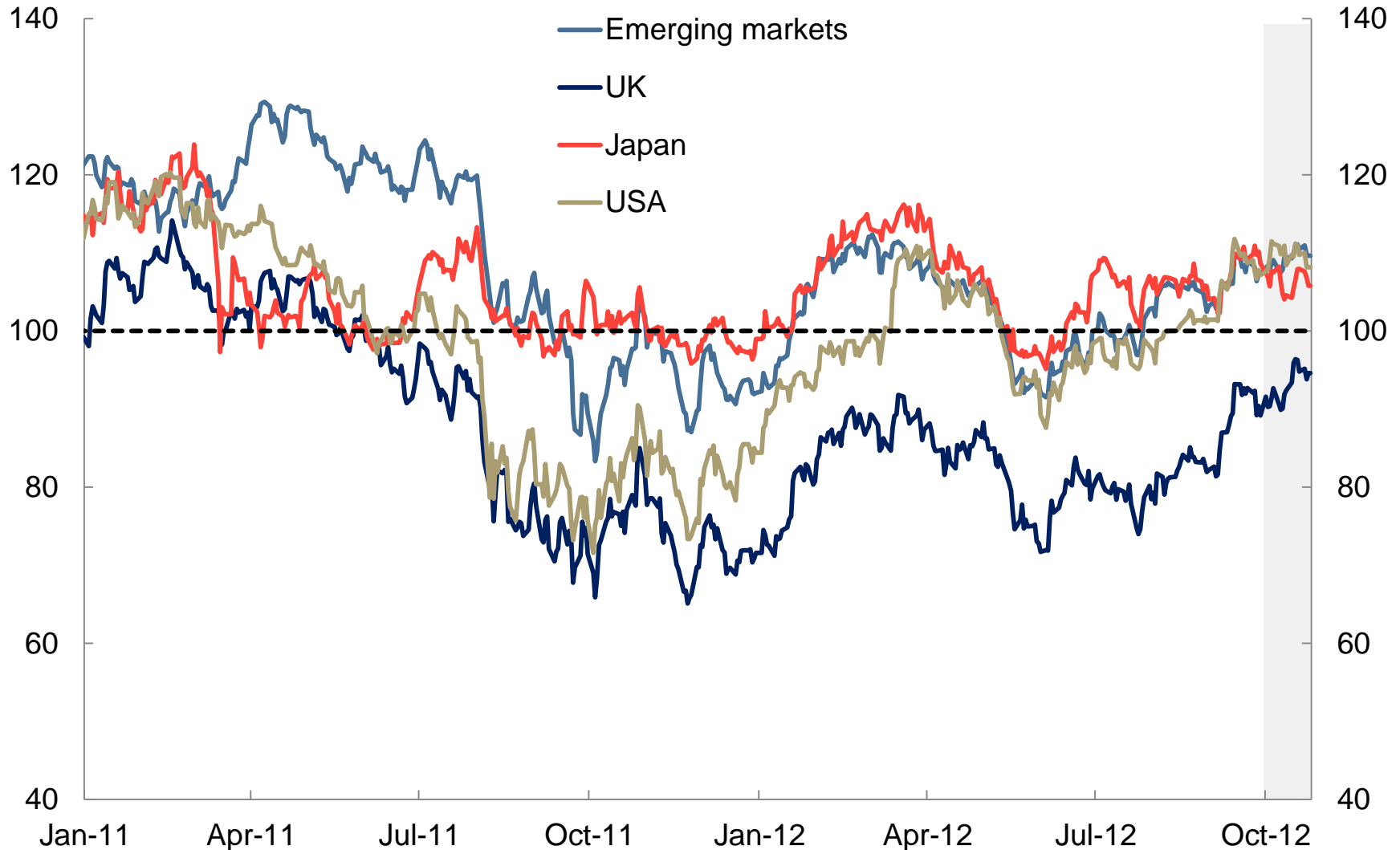
FTSE Global All Cap. Measured in US dollars. Indexed. 30.12.2011 = 100



Source: FTSE, NBIM

# Bank stocks performance

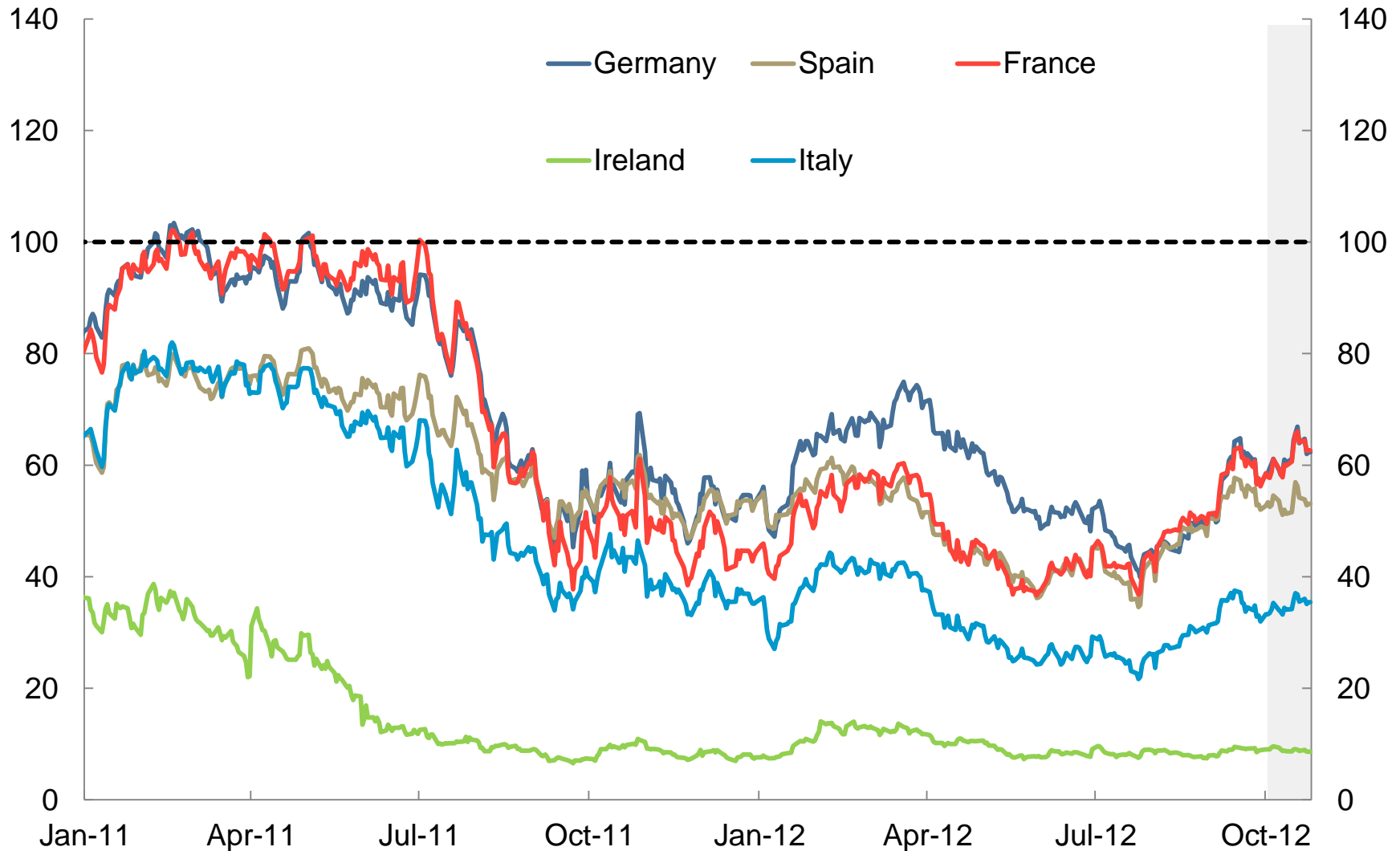
Measured in local currency. Indexed (31.12.2009 = 100)



Source: FTSE, NBIM

# Bank stocks performance in Europe

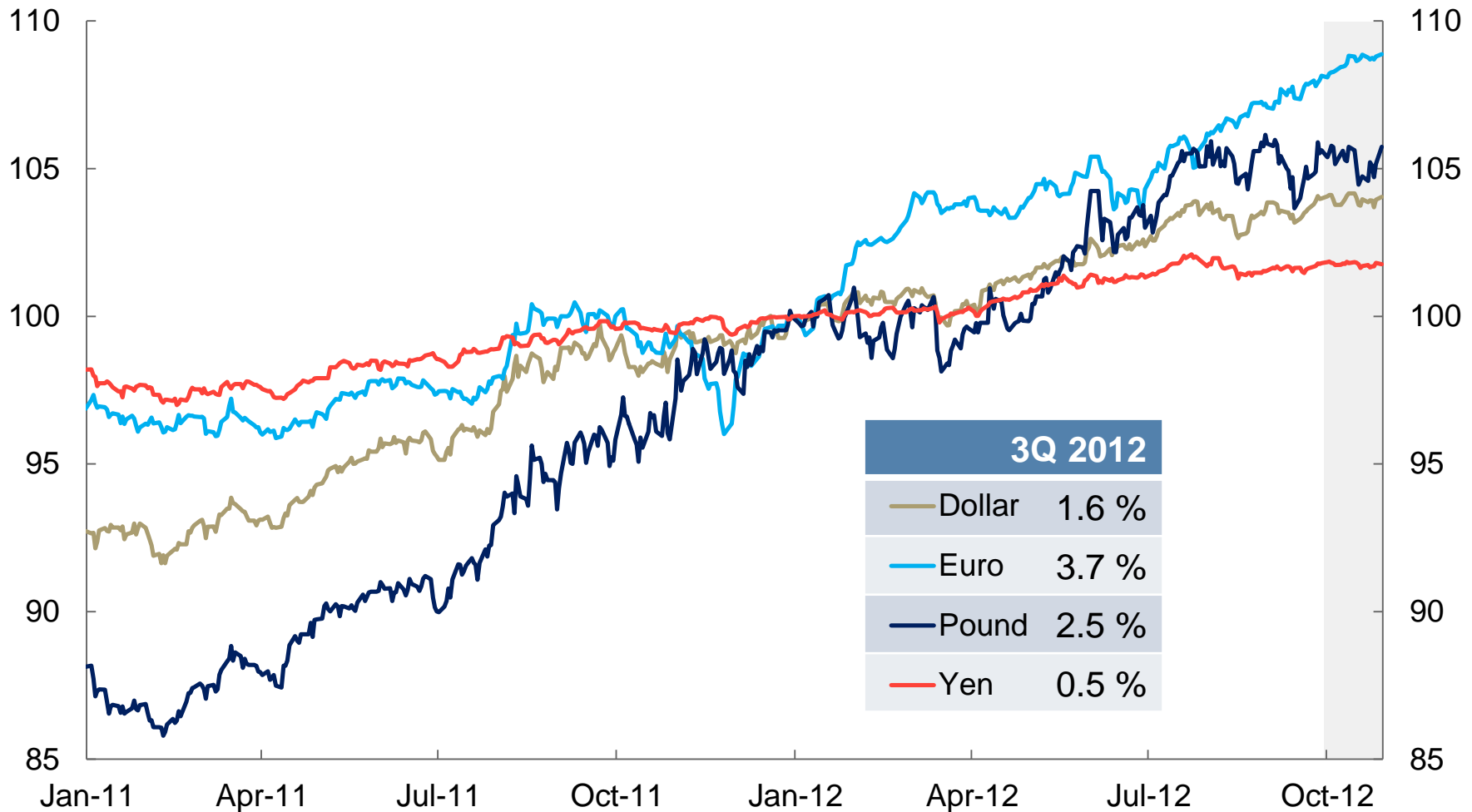
Measured in local currency. Indexed (31.12.2009 = 100)



Source: FTSE, NBIM

# Price developments of government debt

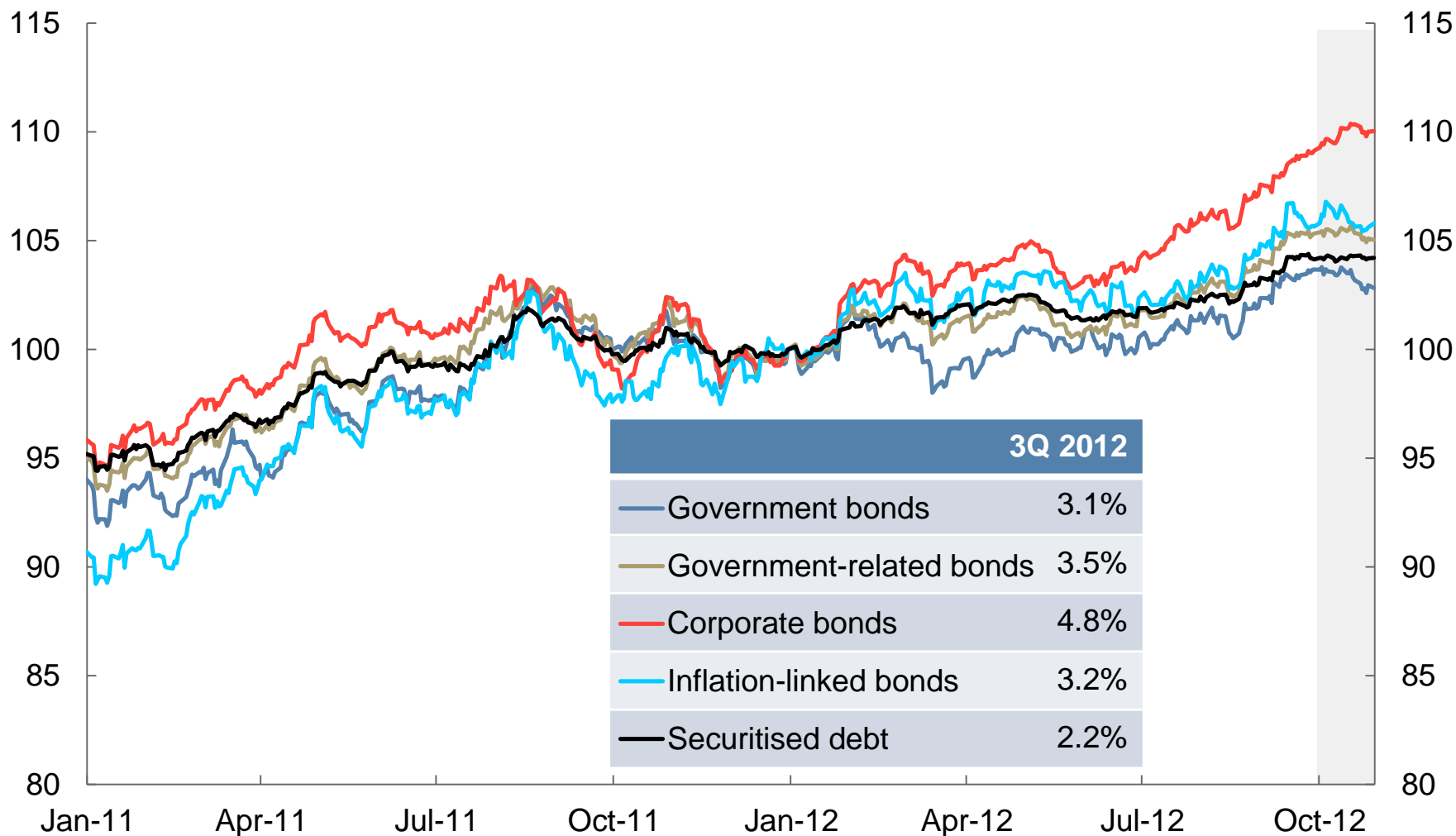
Barclays Global Aggregate Index. Measured in local currency. Indexed. 31.12.2011 = 100



Source: Barclays Capital

# Price developments in fixed-income sectors

Barclays Global Aggregate Index. Measured in US dollars. Indexed. 31.12.2011 = 100



Source: Barclays Capital

# The fund's fixed-income investments

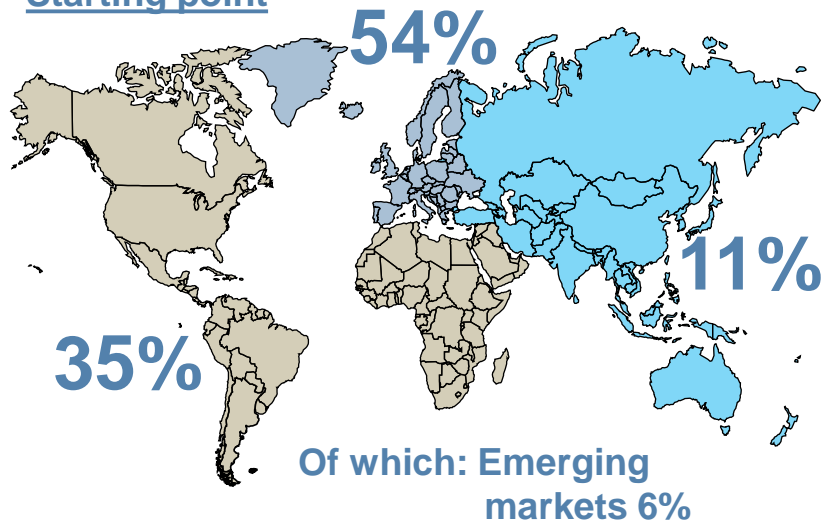
Yield



Source: NBIM

# Changing the regional allocation

Starting point

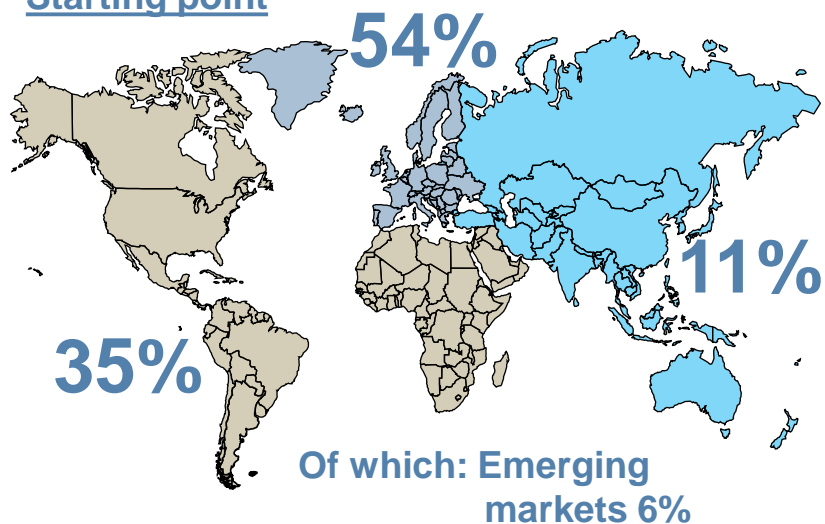


Source: NBIM, Ministry of Finance

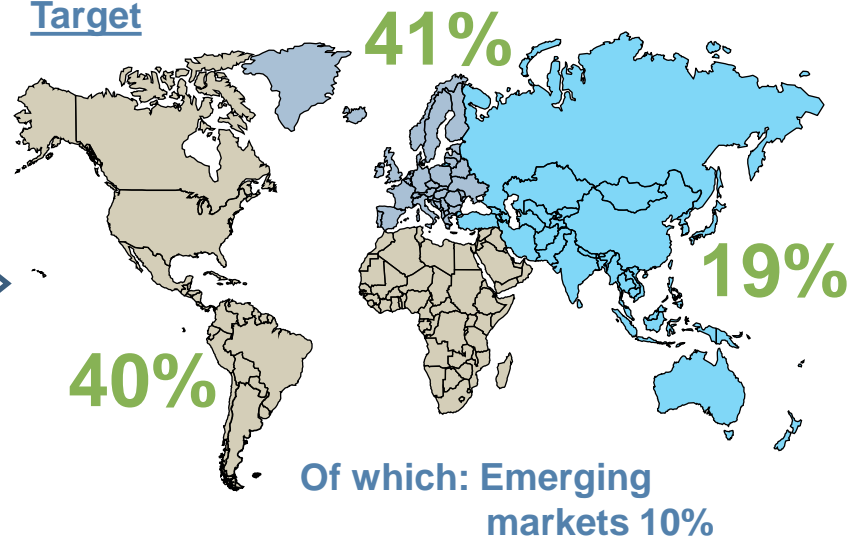


# Changing the regional allocation

Starting point



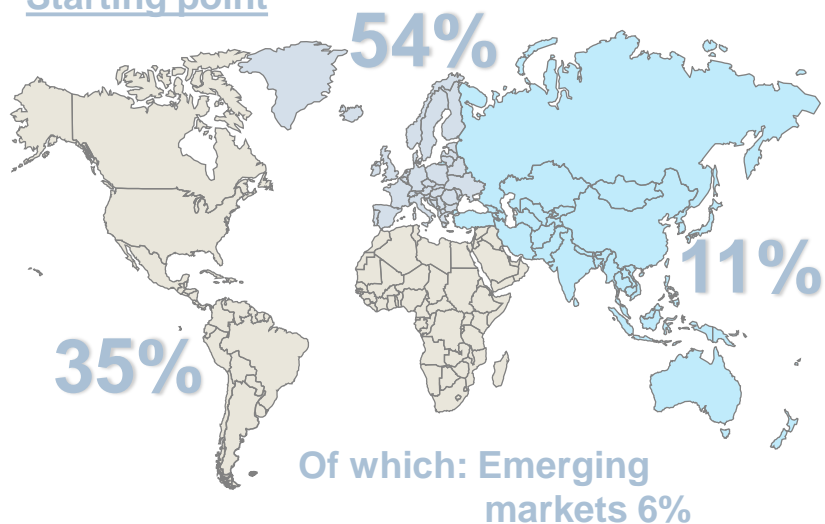
Target



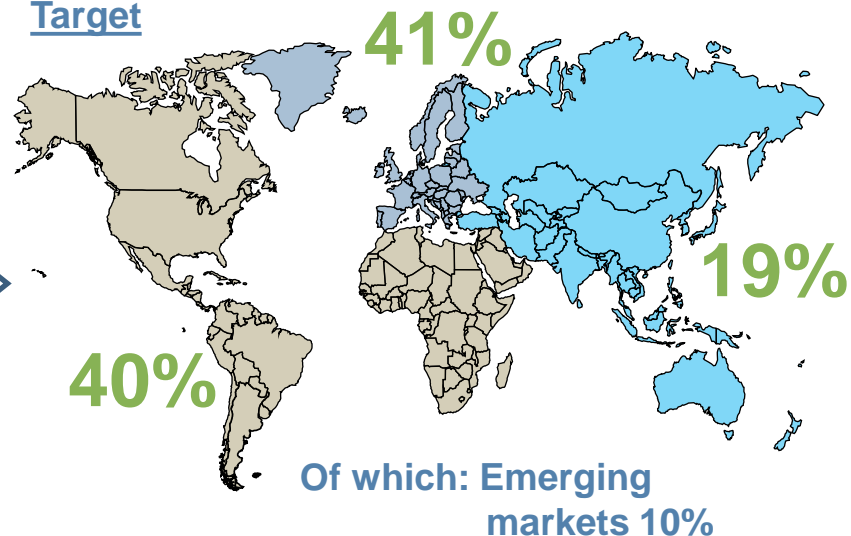
Source: NBIM, Ministry of Finance

# Changing the regional allocation

Starting point



Target

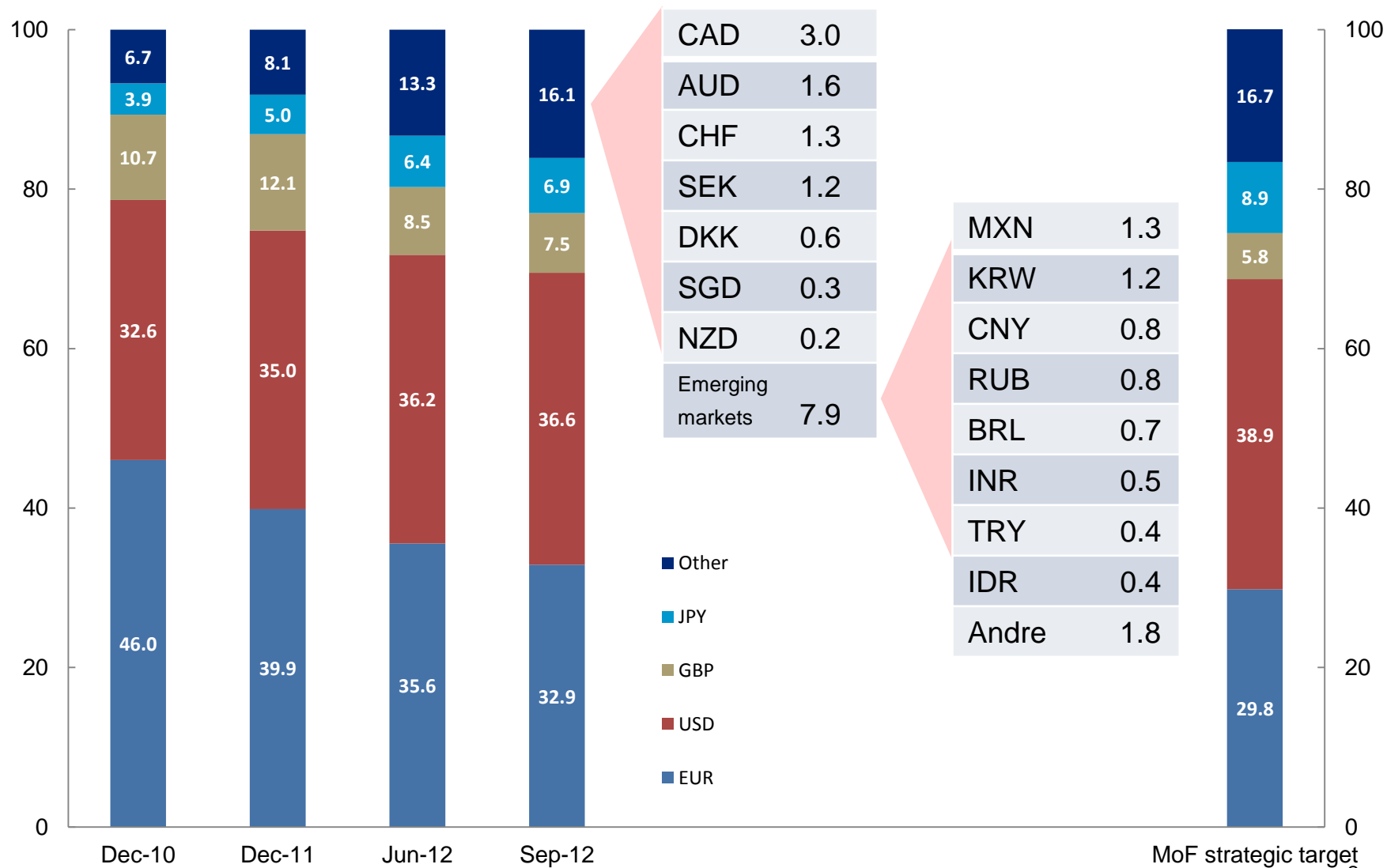


30.9.2012	<i>Equities</i>	<i>Fixed income</i>	<i>Total</i>
Americas, Africa, Middle East	35.3%	42.0%	37.8%
Europe	49.4%	45.0%	47.8%
Asia / Oceania	15.3%	13.0%	14.4%
Of which: Emerging markets	9.1%	8.0%	8.6%

Source: NBIM, Ministry of Finance

# The fund's fixed-income investments

Currency allocation, 30 September 2012. Percent



Source: NBIM

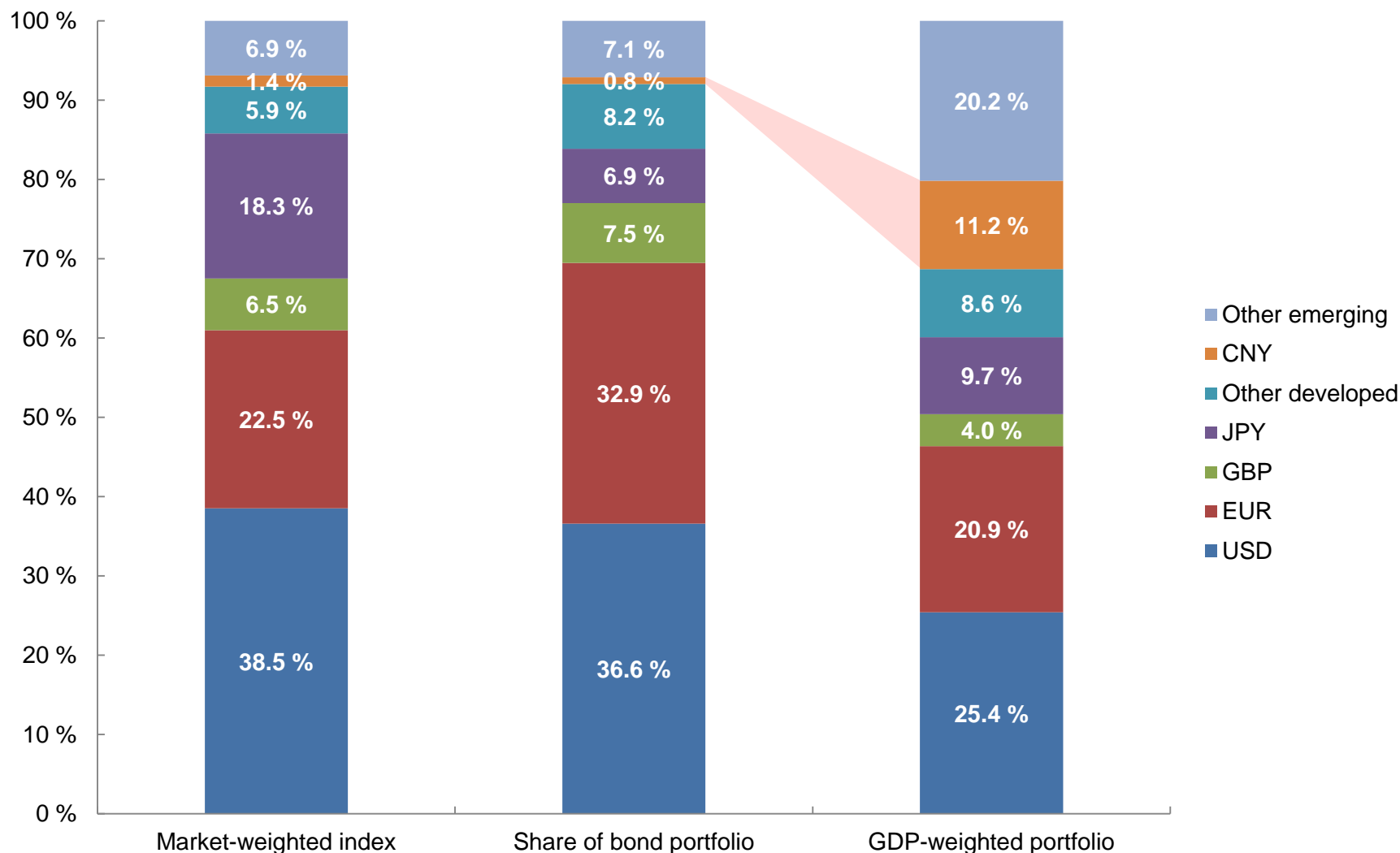
# Fixed income investments in new markets

Billions of krone. 30 September 2012

Entity	Country	Holdings
Government of Mexico	Mexico	18 503
Government of South Korea	South Korea	17 360
Government of Russia	Russia	11 901
Government of Brazil	Brazil	10 540
Government of Poland	Poland	9 301
Government of India	India	7 610
Government of Turkey	Turkey	6 002
Government of South Africa	South Africa	5 799
Government of Indonesia	Indonesia	5 168
Government of China	China	4 320

# The fund's bond portfolio

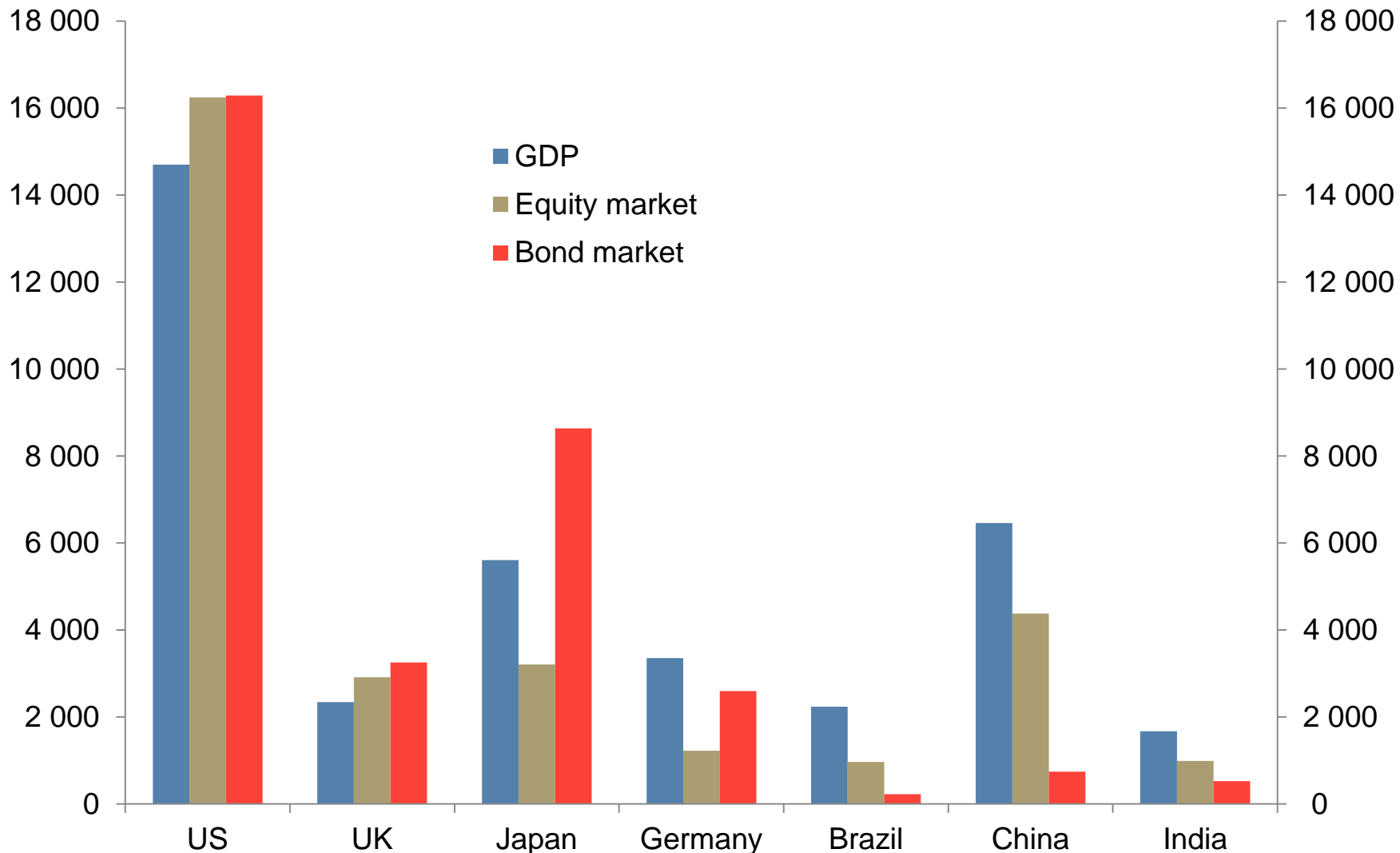
30. September 2012



Source: NBIM

# Market size

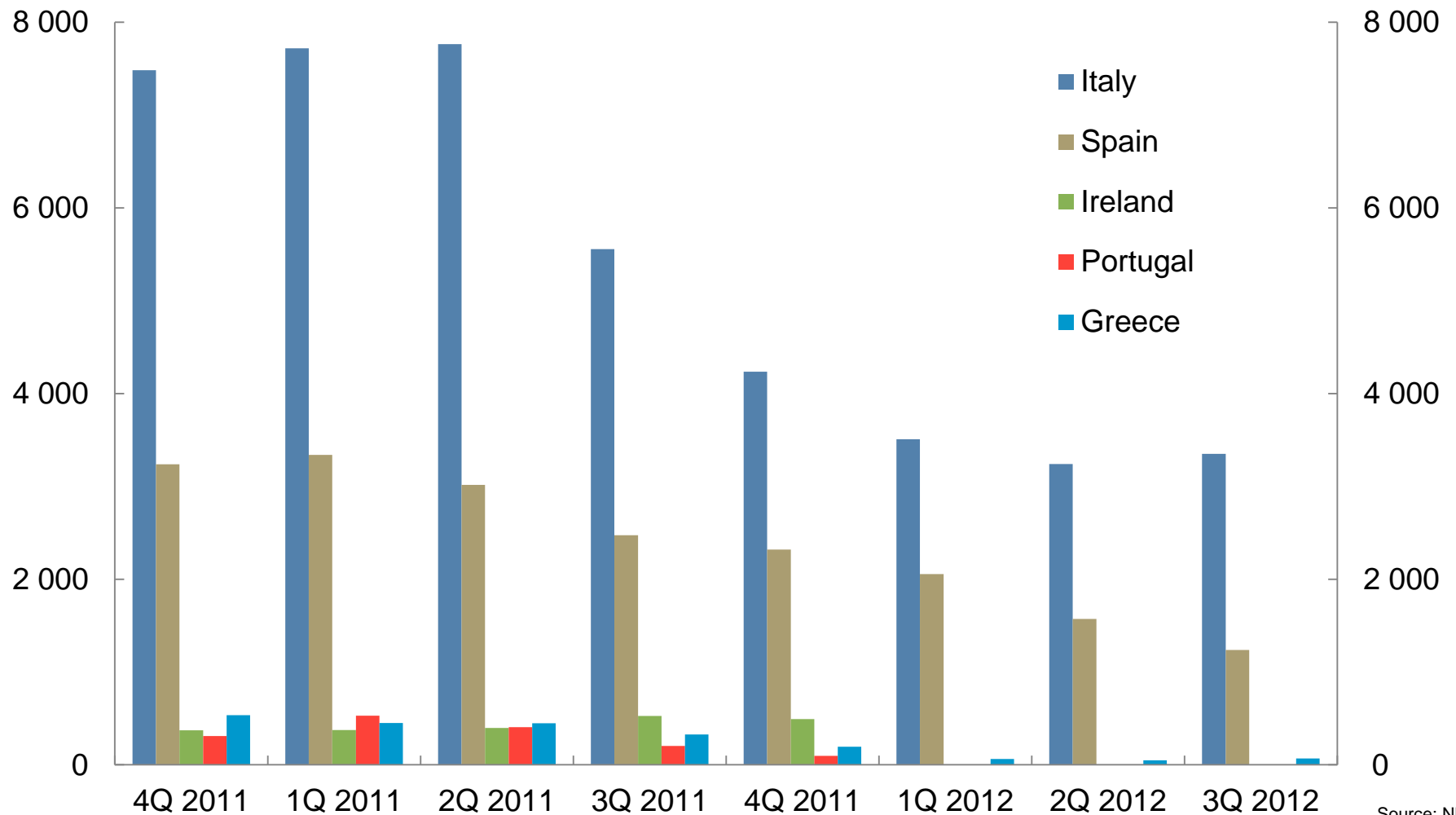
Billions of dollar. 2011



Source: IMF, FTSE, Barclays

# The fund's holdings in selected European countries

Millions of euro



Source: NBIM

# Ownership policies

- Revised expectations document for the strategic focus area *climate change risk management*
- Expanded with climate change as a result of tropical deforestation
- Expectations for corporate reporting and risk management





# Key points

- Market value of fund increased by 162 billion kroner
- Return of 4.7 percent in the third quarter 2012
- Currency distribution of fixed-income investments significantly changed
- Revised expectations document of the strategic focus area climate change risk management



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