



GOVERNMENT PENSION FUND GLOBAL

SECOND QUARTER 2017

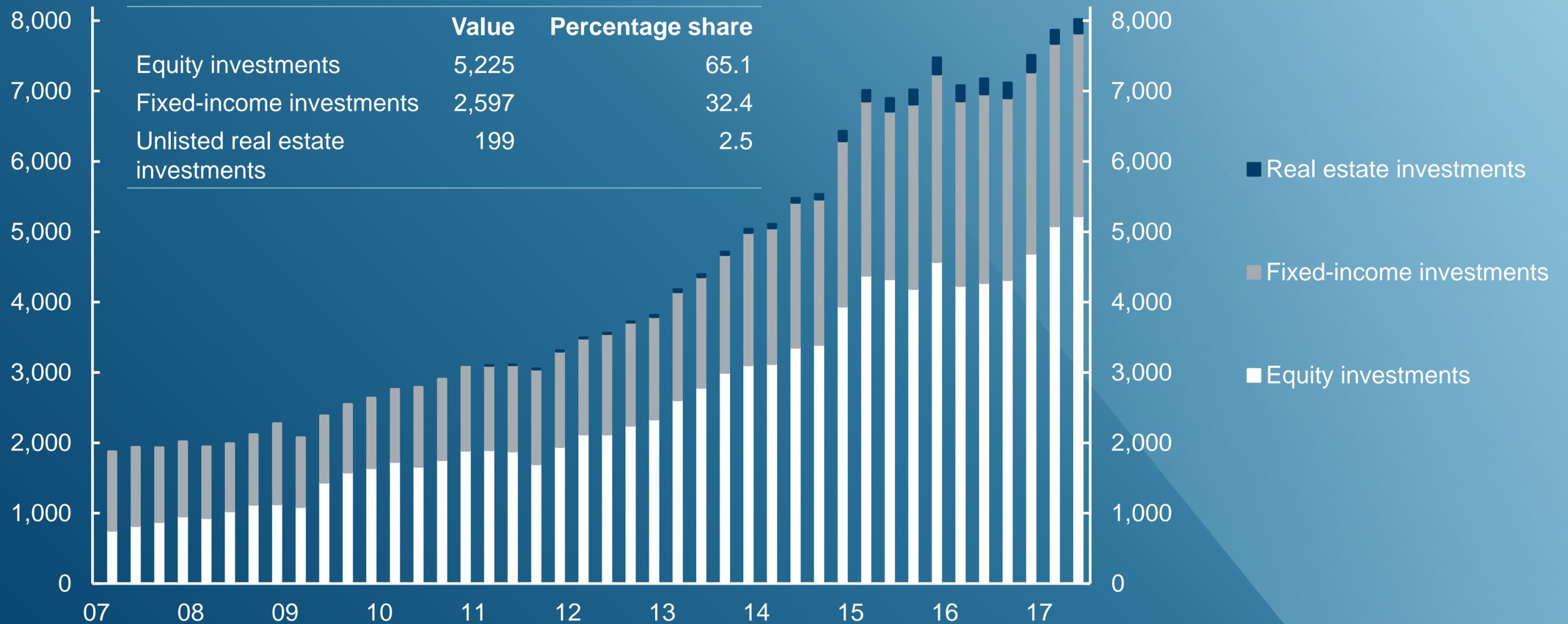
22 AUGUST 2017

Highlights

- The fund returned 2.6 percent in second quarter 2017
- The market value of the fund increased by 153 billion kroner to 8,020 billion kroner
- At the end of the quarter, the fund was invested as follows:
 - Equity investments 65.1 percent
 - Fixed-income investments 32.4 percent
 - Unlisted real estate investments 2.5 percent
- The return on the fund was 0.3 percentage point higher than the return on the benchmark index

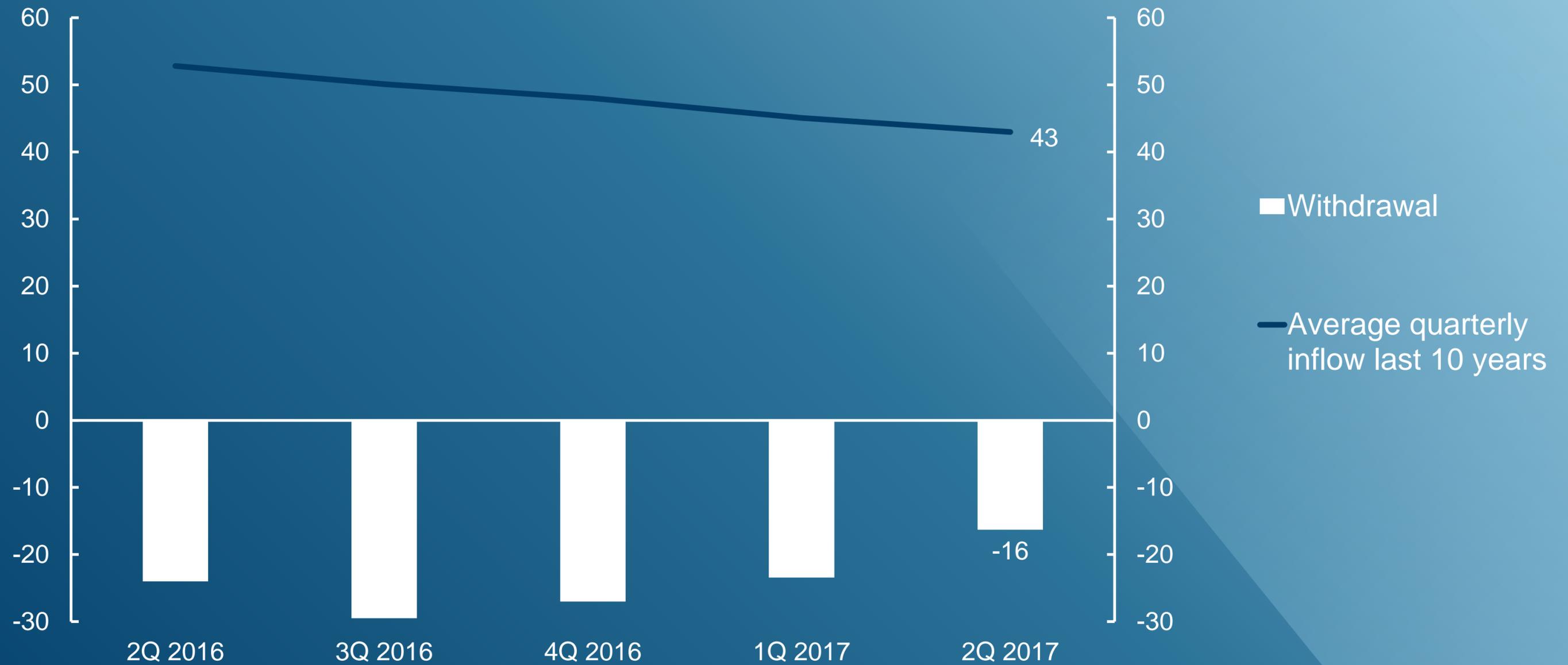
Market value at 8,020 billion

Billions of kroner. As at 30.06.2017



Withdrawal from the fund

Billions of kroner



Quarterly change in market value

Billions of kroner



Value increased by 153 billion kroner

Billion of kroner



Positive return at 2.6 percent

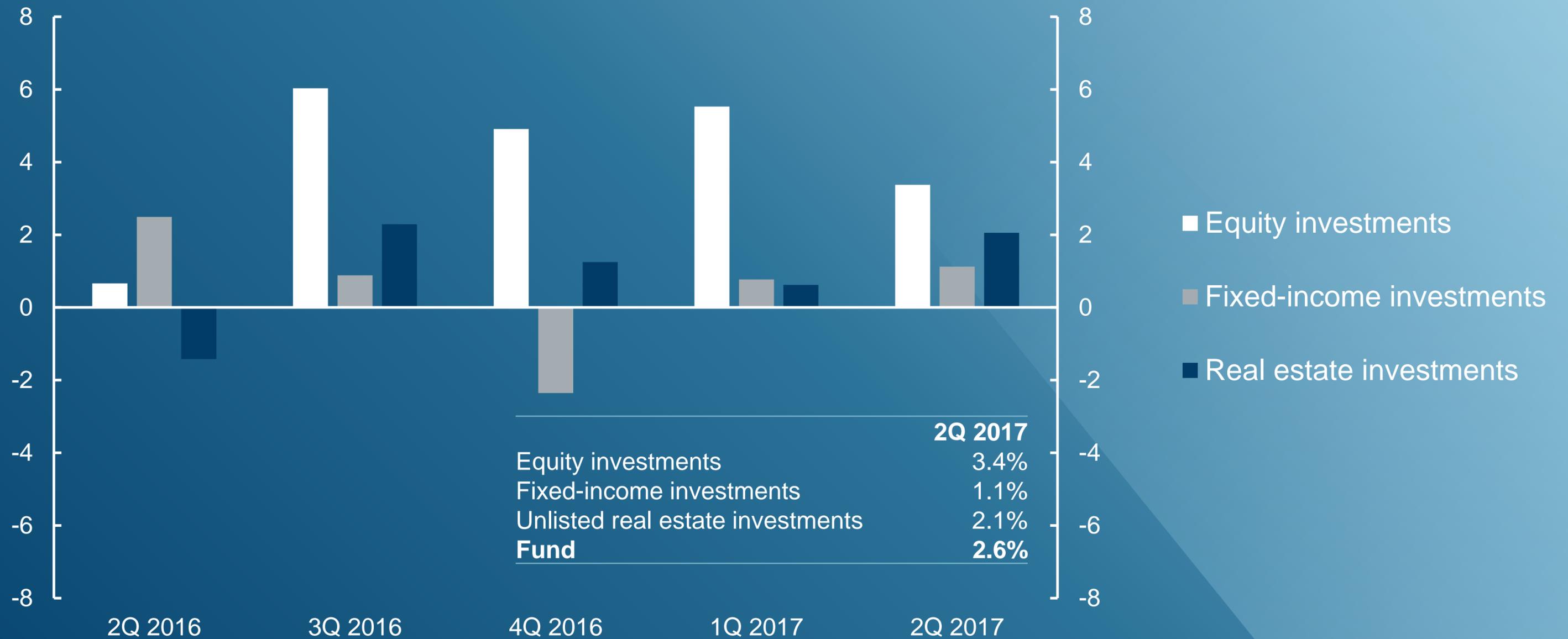
Measured in the fund's currency basket. Quarterly return.
Percent



Positive return in all asset classes

Measured in the fund's currency basket.

Percent



Fund relative return

Percentage points



Changes in value since 1996

Billions of kroner

	30.06.2017	31.03.2017	31.12.2016
Total inflow of capital	3,360	3,375	3,397
Return on fund	3,622	3,420	3,123
Management fees	-37	-36	-35
Changes due to fluctuations in krone	1,076	1,108	1,025
Market value of fund	8,020	7,867	7,510

Historical key figures

Measured in the fund's currency basket. Annualised.
Percent

	Since 1.1.1998	Last 10 years
Fund return	5.89	5.52
Annual price inflation	1.77	1.73
Annual management costs	0.09	0.08
Net real return on fund	3.96	3.65



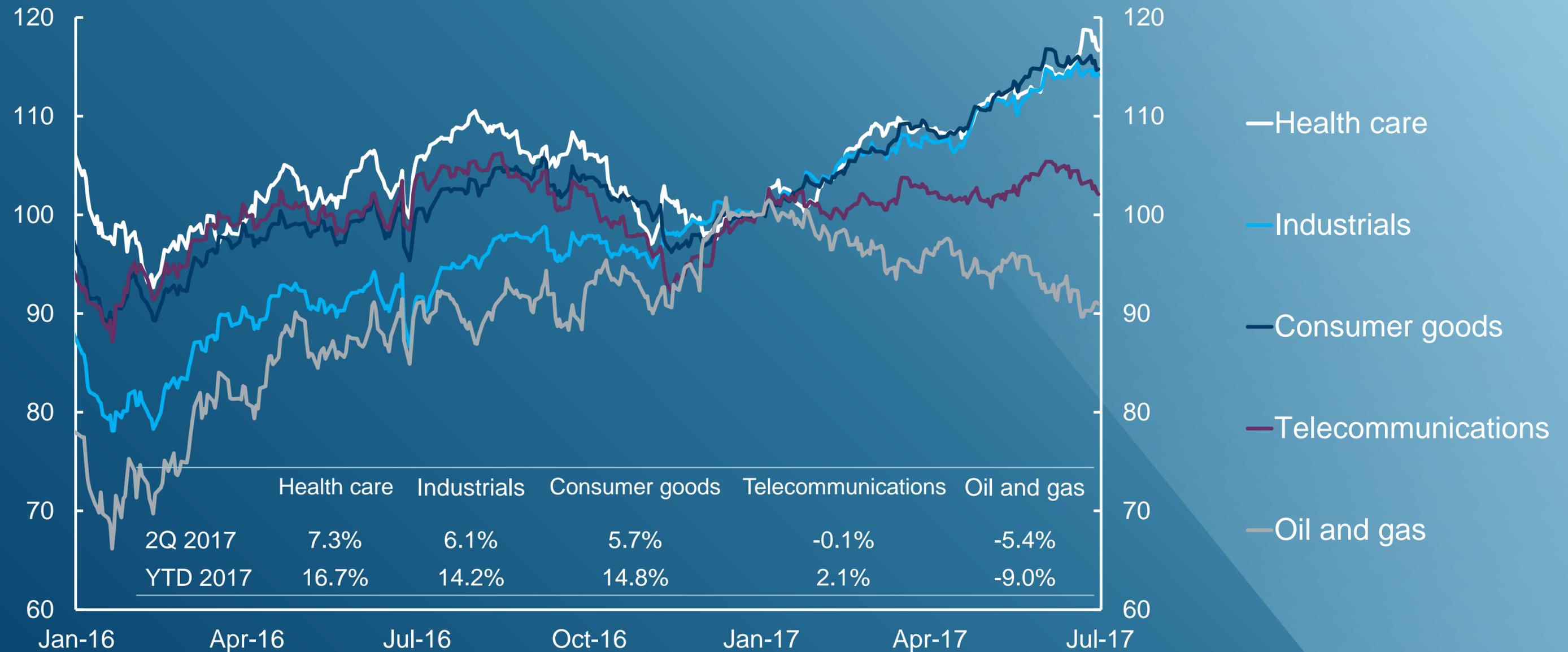
Developments in equity markets

Measured in USD (Stoxx in EUR). Indexed total return (31.12.2016 = 100)



Developments in equity sectors

Measured in USD. Indexed total return (31.12.2016 = 100)



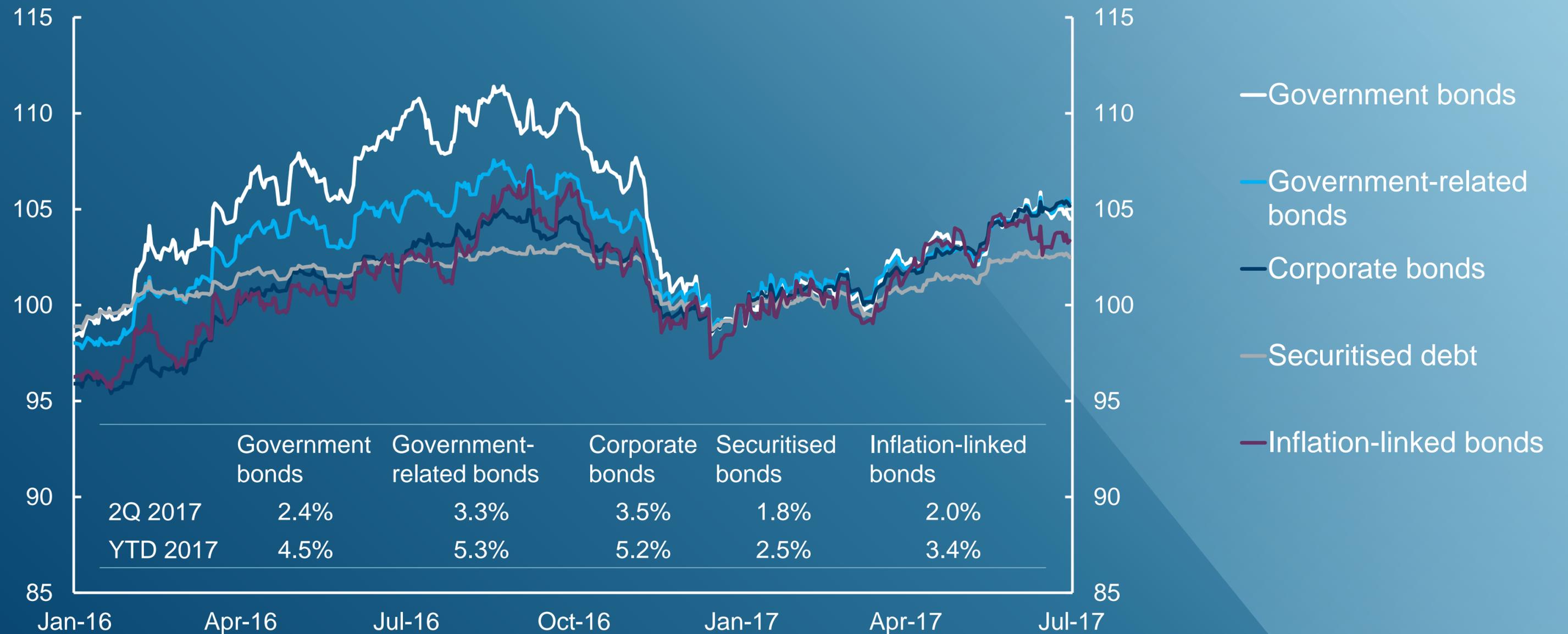
Development for bonds

Measured in local currency. Indexed total return (31.12.2016 = 100)



Development for bond sectors

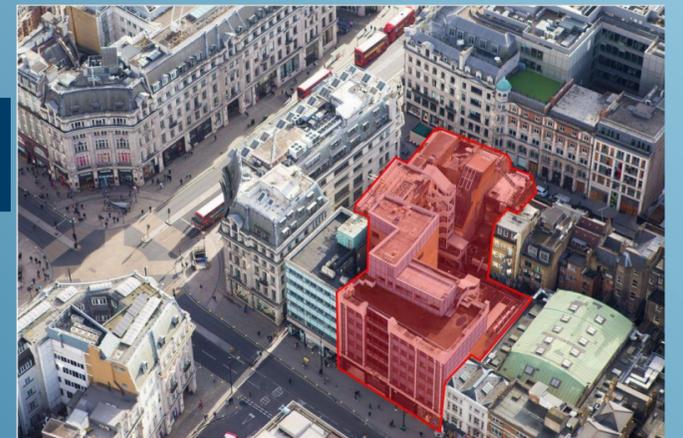
Measured in USD. Indexed total return (31.12.2016 = 100)



New real estate investments

Second quarter 2017. Unlisted

Location	Partner	Invested amount	Share
Three properties in London: <ul style="list-style-type: none">• 263-269 Oxford Street/3-5 Swallow Place• 1 Princes Street/6 Swallow Place• 2-4 Princes Street	The Crown Estate	330.8 mill. kroner	25%
900 16th Street in Washington, D.C.	Oxford Properties Group	624.7 mill. kroner	49%



Real estate investing with a steady pace



Washington, D.C.



Berlin



Paris



New York

Ownership activities

Second quarter 2017

- We voted at 6,818 general meetings in the second quarter, considering and voting on a total of 79,876 proposals
- We participated in two consultation processes with index providers regarding equities without voting rights
- A report from a commissioned research project on the relationship between sustainability disclosure and corporate performance was published
- We published an expectation document on tax and transparency
- We published our view on CEO remuneration

Welcome back

Norwegian Financial Research Conference 29 August 2017



NORGES BANK
INVESTMENT MANAGEMENT

PROGRAMME
**NORWEGIAN FINANCIAL
RESEARCH CONFERENCE**
**EVOLVING
GLOBALISATION**

Date : 29 August 2017
Time : 08:30 - 14:30
Venue : Norges Bank Auditorium, Bankplassen 2, Oslo



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