



# EXCHANGE FUND BALANCE SHEET

(HK\$ million)

31 Dec 2000    31 Mar 2001    30 Sept 2001    31 Oct 2001

## ASSETS

Foreign currency assets	856,680	911,880	901,312	894,979
Hong Kong dollar assets	<u>166,683</u>	<u>131,883</u>	<u>90,921</u>	<u>90,882</u>
<b>Total Assets</b>	<b>1,023,363</b>	<b>1,043,763</b>	<b>992,233</b>	<b>985,861</b>

## LIABILITIES AND ACCUMULATED SURPLUS

Monetary base*	215,140	216,469	231,858	225,217
Placements by other Hong Kong Special Administrative Region government funds	417,162	439,228	381,342	375,572
Placements by other institutions	45,049	81,853	69,253	67,173
Other liabilities	<u>38,913</u>	<u>10,315</u>	<u>13,528</u>	<u>14,574</u>
<b>Total Liabilities</b>	<b>716,264</b>	<b>747,865</b>	<b>695,981</b>	<b>682,536</b>
<b>Accumulated surplus</b>	<b><u>307,099</u></b>	<b><u>295,898</u></b>	<b><u>296,252</u></b>	<b><u>303,325</u></b>
<b>Total liabilities and accumulated surplus</b>	<b>1,023,363</b>	<b>1,043,763</b>	<b>992,233</b>	<b>985,861</b>

\* The monetary base includes interest payable on Exchange Fund Notes and net accounts receivable which are not included here.



# EXCHANGE FUND PERFORMANCE

(HK\$ billion)	2000 Full year	2001 Jan-Mar	2001 Apr-Sep	2001 Jan-Sep	2001 Jan-Oct
Gain / (Loss) on HK equities*	(7.3)	(20.4)	(19.6)	(40.0)	(37.8)
Exchange gain / (loss)	(11.2)	(11.8)	5.4	(6.4)	(8.9)
Total return on bonds, etc	<u>63.6</u>	<u>17.6</u>	<u>22.6</u>	<u>40.2</u>	<u>52.8</u>
Investment income	45.1	(14.6)	8.4	(6.2)	6.1
Other income	0.2	0.1	0.1	0.2	0.2
Interest and expenses	<u>(11.0)</u>	<u>(2.8)</u>	<u>(5.1)</u>	<u>(7.9)</u>	<u>(8.7)</u>
Net investment income	34.3	(17.3)	3.4	(13.9)	(2.4)
Treasury's share	<u>(18.1)</u>	<u>6.1</u>	<u>(3.0)</u>	<u>3.1</u>	<u>(1.4)</u>
Increase / (decrease) in EF accumulated surplus	16.2	(11.2)	0.4	(10.8)	(3.8)

\* including dividends



# EXCHANGE FUND - HK Equity Portfolio

	<i>(HK\$ billion)</i>
Investment in August 1998	118.1
Income from Disposal and Dividends (end-Oct 2001)	139.7
Size of remaining portfolio (end-Oct 2001)	75.2
Disposal	25.9
Long Term Investment *	<u>49.3</u>

\* *Including HK equities transferred from the Land Fund in 1998 (valued at HK\$9 billion in 1998)*