Annex 1

Exchange Fund Results [1]

(HK$ bn)	2026 (unaudited) 1H	2026 (unaudited) Q2	2026 (unaudited) Q1	2025 (unaudited) 1H	2025 (audited) Full year
Bonds	49.1	24.5	24.6	75.3	142.7
Hong Kong equities[2]	(11.8)	(6.8)	(5.0)	22.9	33.9
Other equities	53.7	64.7	(11.0)	27.4	74.8
Foreign exchange[3]	34.3	8.4	25.9	56.8	38.5
Other investments[4]	9.4	-	9.4	31.6	47.5
Investment income	**134.7**	**90.8**	**43.9**	**214.0**	**337.4**
Other income	0.1	0.1	-	0.1	0.2
Interest and other expenses	(20.6)	(10.6)	(10.0)	(25.0)	(44.2)
Net income	114.2	80.3	33.9	189.1	293.4
Fee payment to Fiscal Reserves					
- Operating and Capital Reserves[5]	(10.9)	(5.1)	(5.8)	(8.5)	(16.5)
- Future Fund	(Note 6)	(Note 6)	(Note 6)	(Note 6)	(21.3)
Fee payment to HKSAR Government funds and statutory bodies[5]	(5.8)	(2.9)	(2.9)	(8.3)	(14.7)

Note 1: Except for other investments, the above figures represent the Exchange Fund's own income and expenditure. The income and expenditure of the Exchange Fund's subsidiaries, associates and joint ventures have not been consolidated.

Note 2: Excluding valuation changes of the Strategic Portfolio.

Note 3: This is primarily the effect of translating foreign currency assets into Hong Kong dollar after deducting the portion for currency hedging.

Note 4: Including valuation changes of private equity and real asset investments held under the LTGP. This figure reflects the valuations at the end of March 2026. Valuation changes of these investments from April to June are not yet available.

Note 5: The rate of fee payment is 4.8% for 2026 and 4.4% for 2025.

Note 6: The 2026 fee payment to the Future Fund will be published when the composite rate for 2026 is available. (For 2025, the composite rate was 7.0%.)