

Government Pension Fund Global

Second quarter 2019



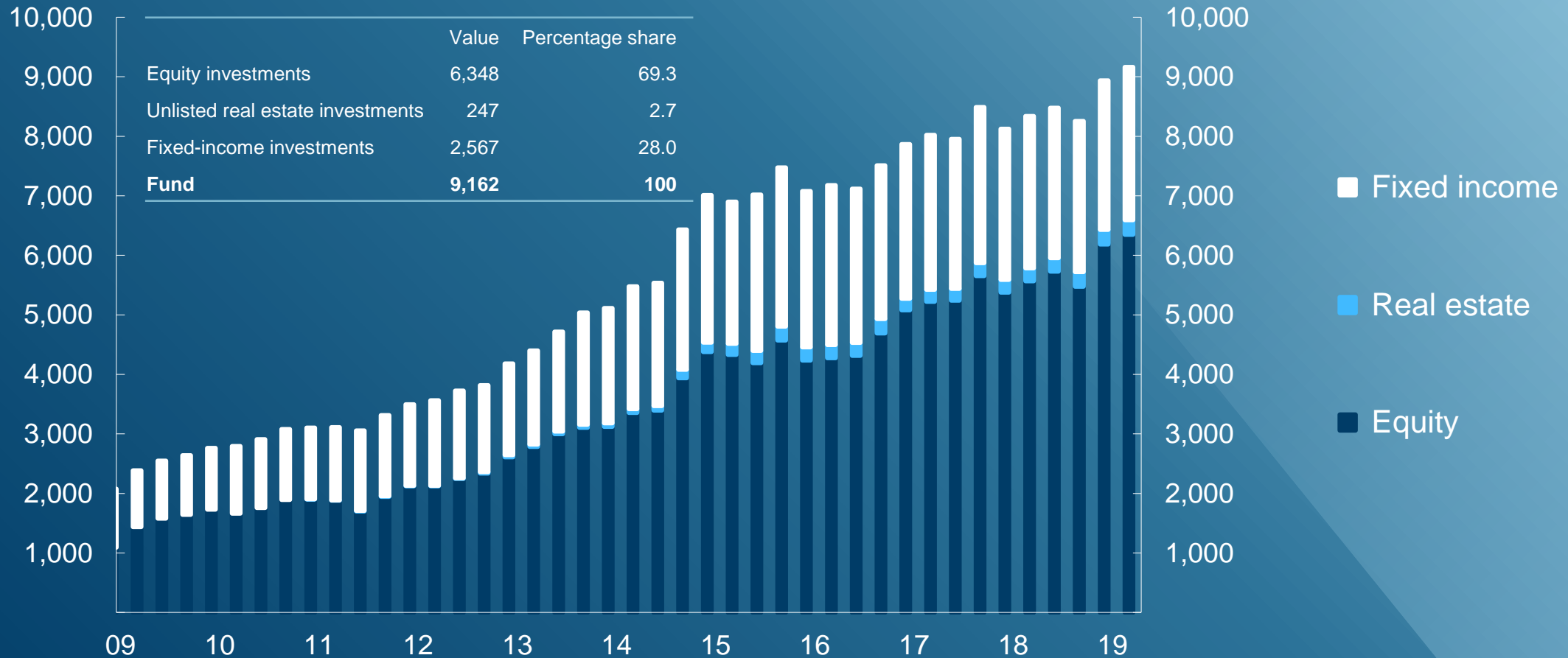
Highlights

- The market value of the fund increased by 224 billion kroner to 9,162 billion kroner
- The fund returned 3.0 percent in the second quarter of 2019
- The return on the fund was 0.19 percentage point lower than the return on the reference index
- At the end of the quarter, the fund was invested as follows:
 - Equity investments 69.3 percent
 - Unlisted real estate investments 2.7 percent
 - Fixed-income investments 28.0 percent



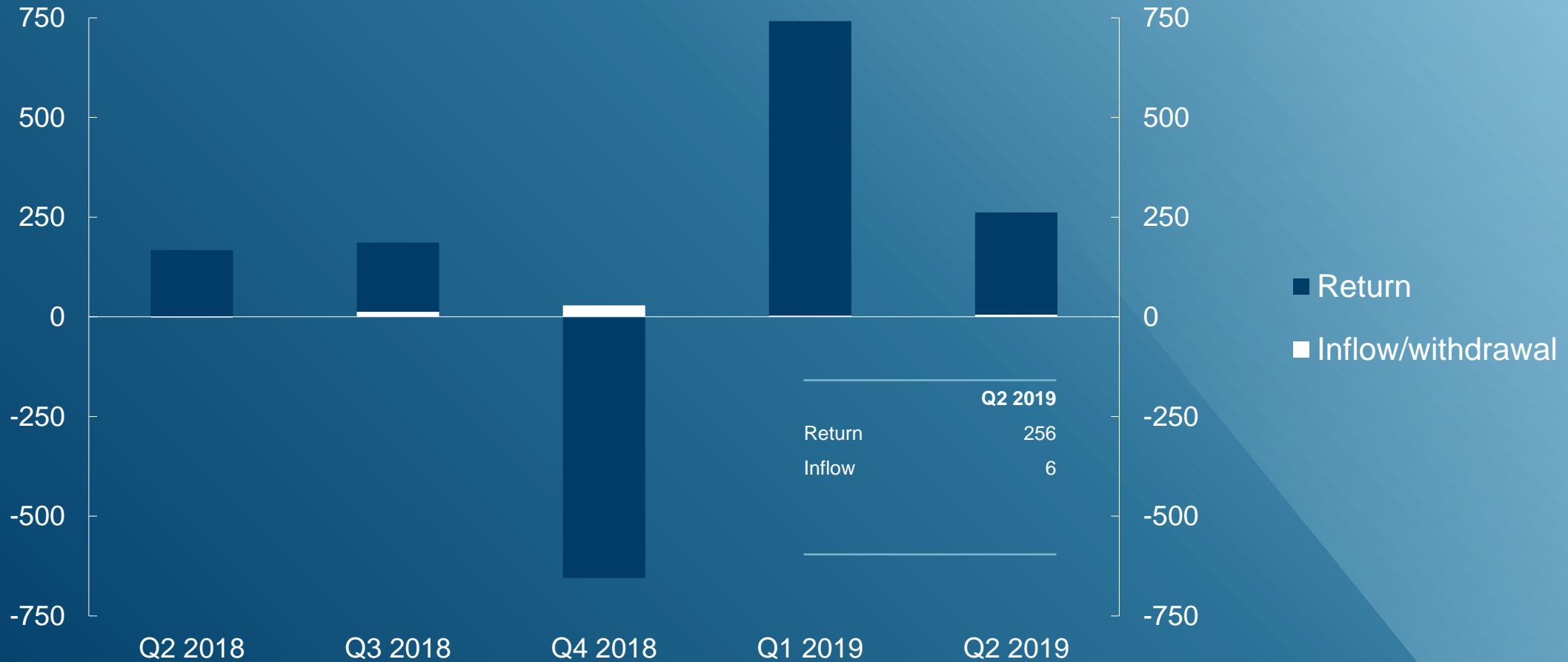
Market value increased to 9,162 billion kroner

Billions of kroner. As at 30.06.2019



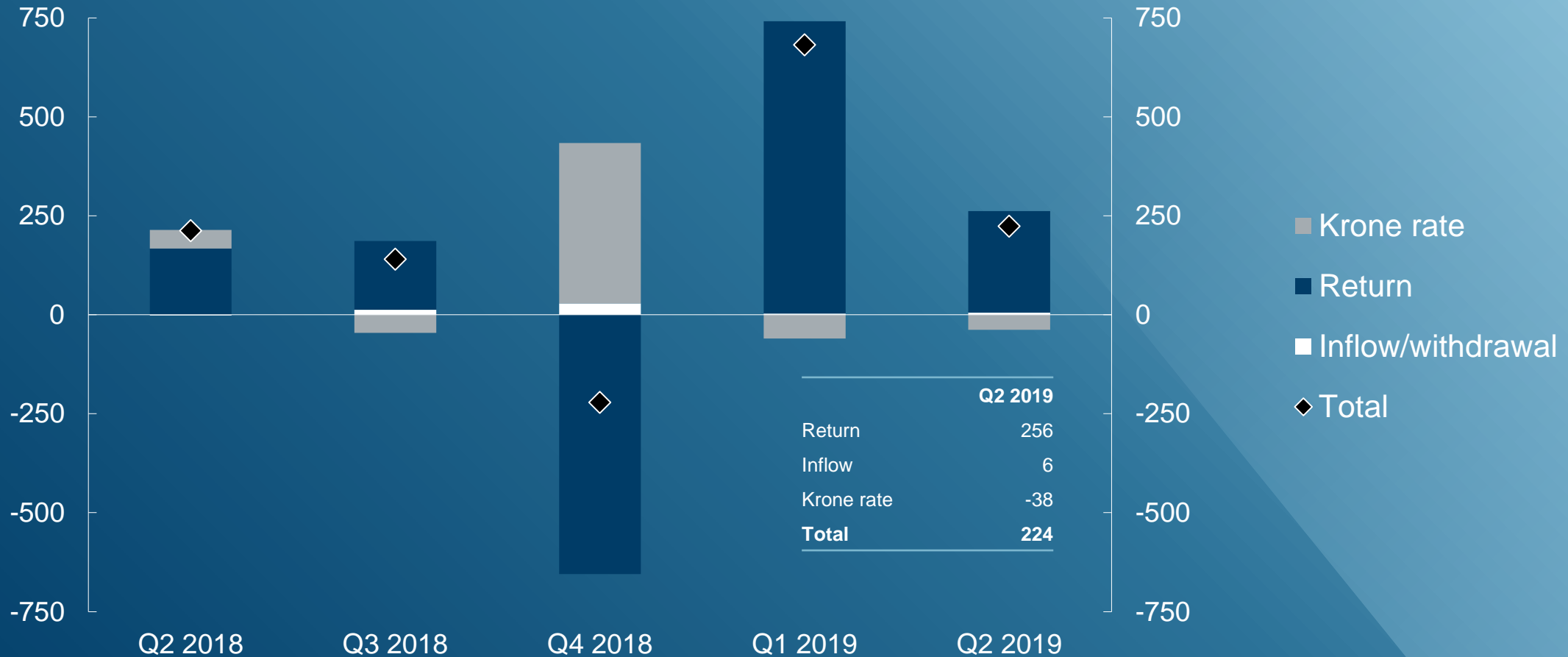
256 billion kroner in return

Billions of kroner



256 billion kroner in return

Billions of kroner



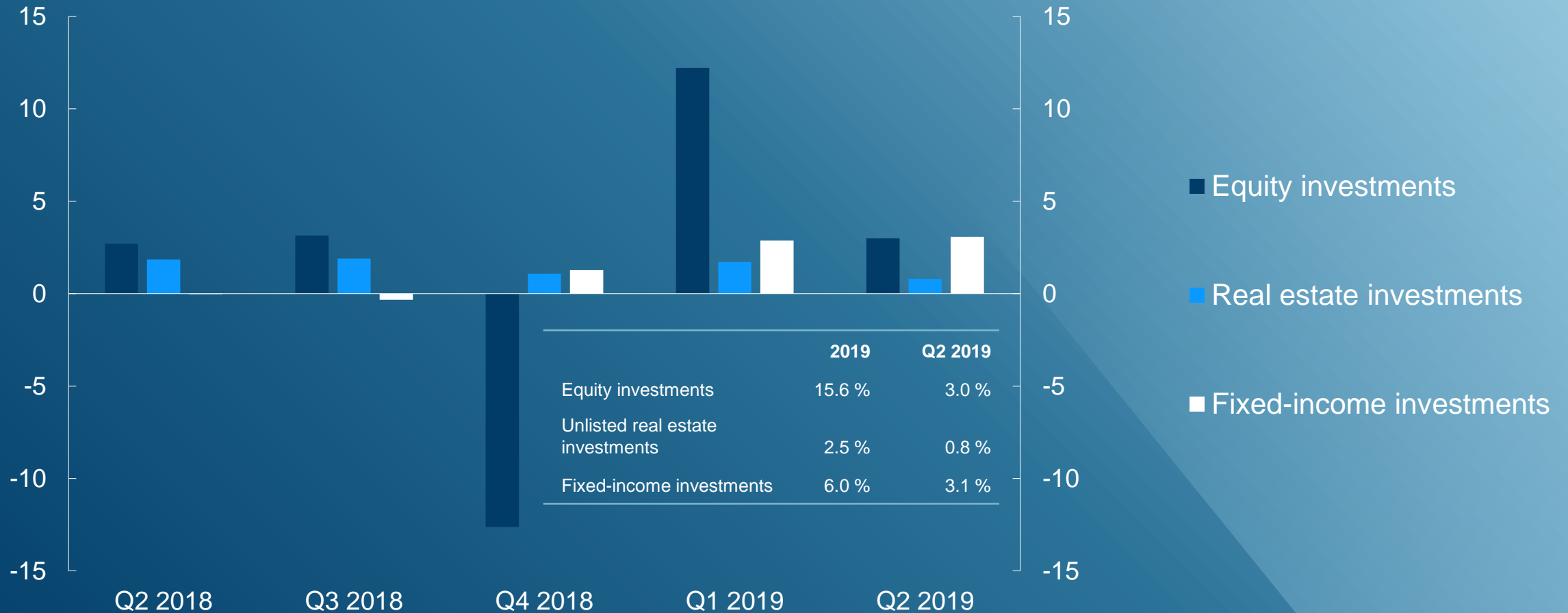
3.0 percent quarterly return

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



Strongest return for fixed income

Measured in the fund's currency basket. Percent



Fund's relative return

Quarterly return relative to reference index. Percentage points



Changes in value since 1996

Billions of kroner

	30.06.2019	31.03.2019	31.12.2018
Total inflow of capital*	3,382	3,376	3,371
Total return on fund	4,660	4,404	3,666
Total management fees	-46	-45	-44
Changes due to fluctuations in krone	1,165	1,203	1,263
Market value of the fund	9,162	8,938	8,256

*Total inflow of capital is adjusted for accrued, not paid, management fees.



Key figures per second quarter

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

	Since 1.1.1998	Last 10 years
Return on fund	5.91	8.83
Annual inflation	1.79	1.73
Annual management costs	0.08	0.07
Annual net real return on fund	3.97	6.91



Developments in equity sectors

Measured in USD. Indexed total return (31.12.2018 = 100)



Developments in equity markets

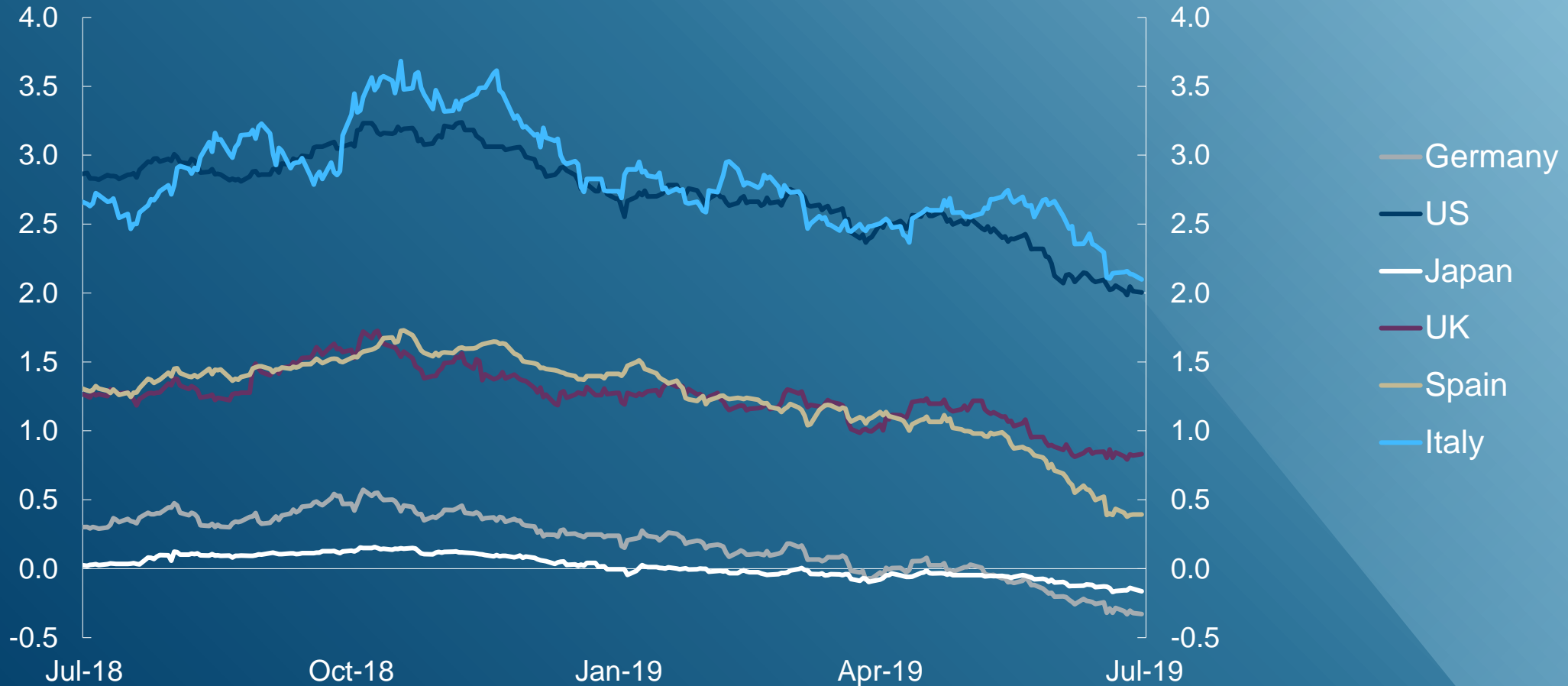
Measured in the fund's currency basket (S&P 500 and MSCI Asia Pacific in USD, Stoxx Europe 600 in EUR). Indexed total return (31.12.2018 = 100)



* Excluding Norway
Source: Bloomberg

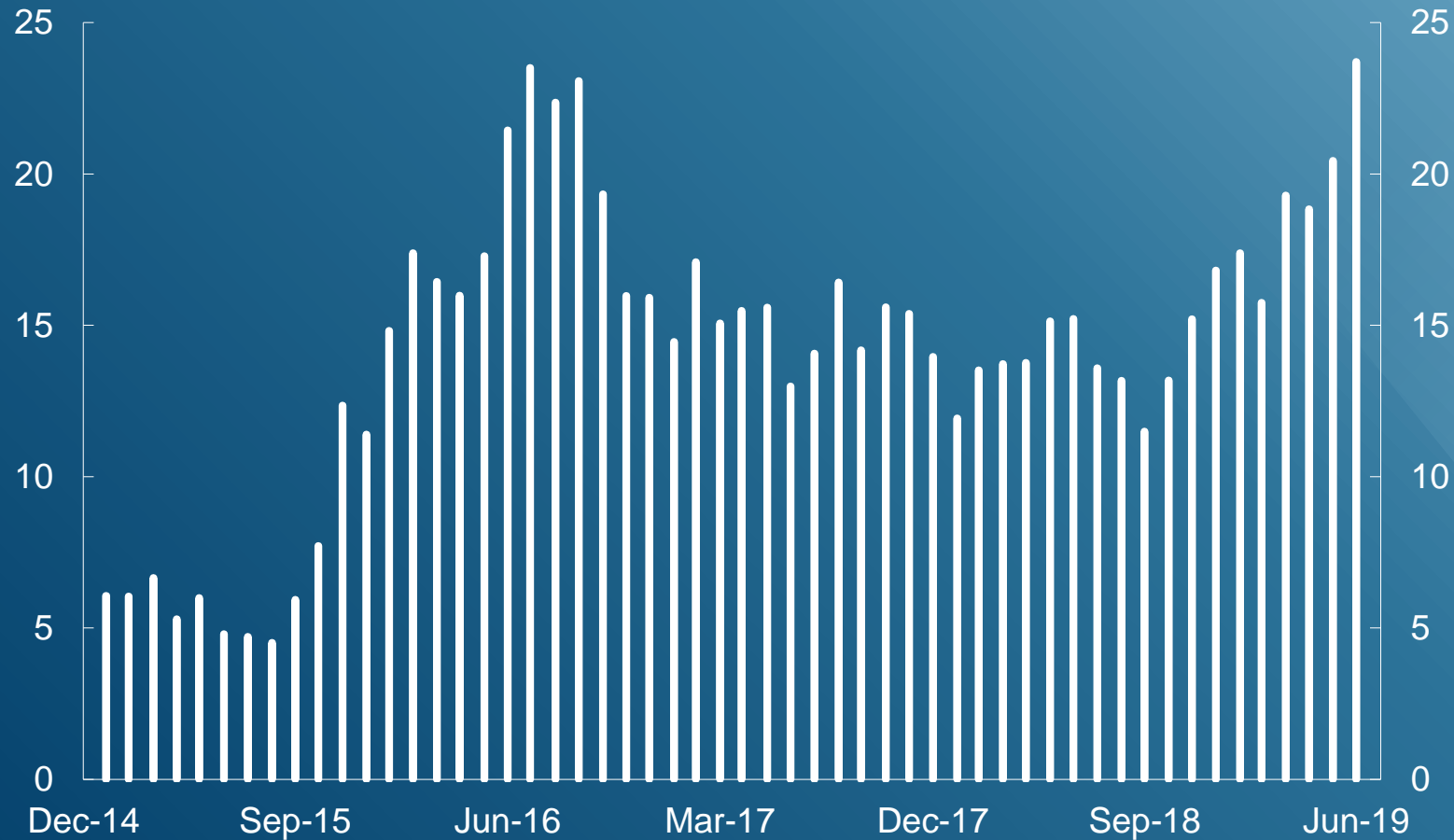
10-year government bond yields

Percent



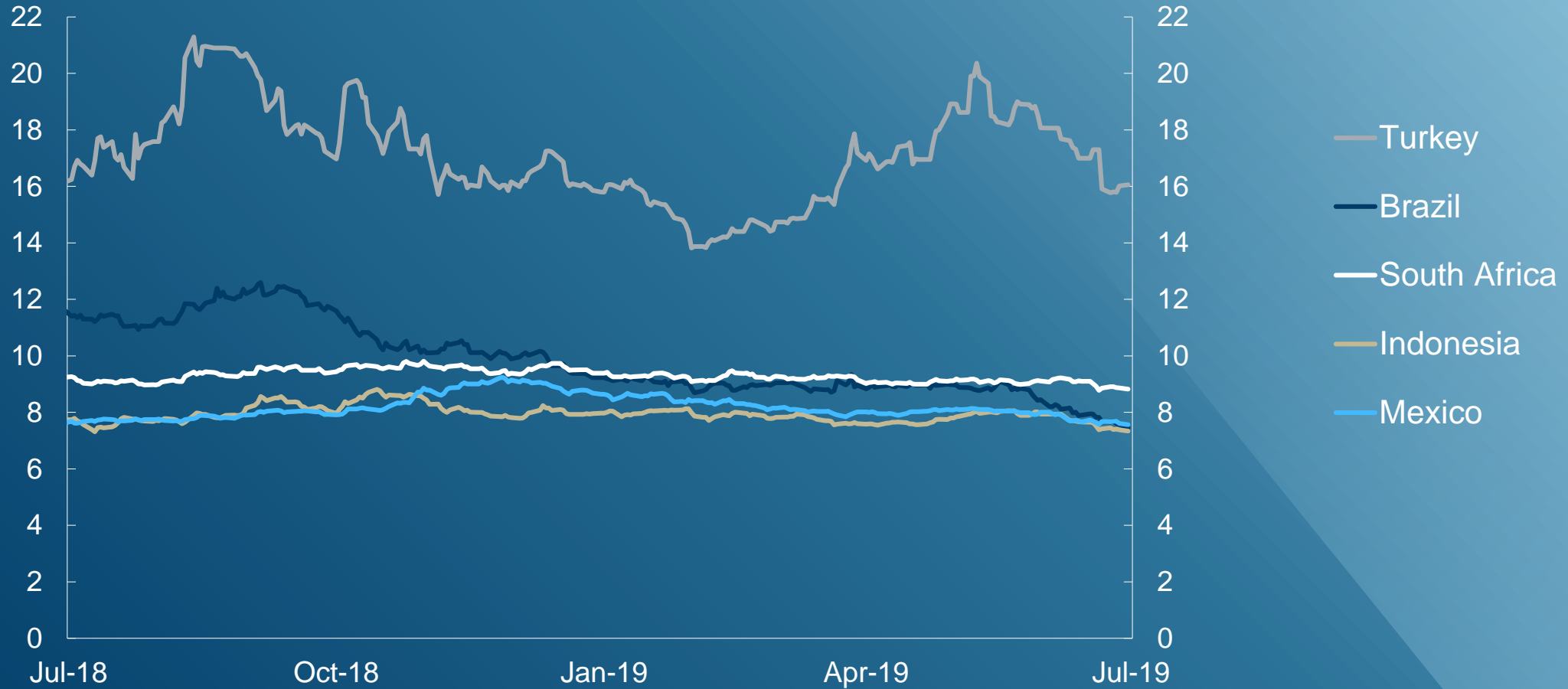
Large holdings with negative yield

Percent of fixed-income investments



10-year government bond yields

Percent



Real estate acquisitions and disposals

Announced in the second quarter of 2019. Unlisted real estate

ACQUISITIONS

Location	Sector	Purchase price	Share
Extended partnership 12 assets in Hudson Square-area, New York, US	Office	831 million kroner	48 percent
Logistics properties in US/ Spain and the Netherlands	Logistics	1.2 billion kroner	45/50 percent

DISPOSALS

Location	Sector	Sale price	Share
«Die Welle» in An der Welle, Frankfurt, Germany	Office	3.0 billion kroner	50 percent

Peak season for voting

- The second quarter accounts for around two-thirds of our voting in a year
 - Voted at 6,918 meetings
 - Evaluated and voted at 81,237 proposals
- We published three voting intentions during the quarter
 - Voting at board members on regular intervals
 - Board candidates for voting should be made public
 - Reporting on water management

Observation and exclusions

Announced in first half 2019

- June: Revokal of exclusion of seven companies
- March: Exclusion of one company
- January: Exclusion of three companies

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Oslo, 21 August 2019

