



# PENSION RESERVE FUND

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Monthly Executive Report as of February, 2024

## I. Market Value as of February, 2024

The market value of the Pension Reserve Fund (PRF) totaled US\$ 8,638.34 million at the end of the month. The variation was due to: (i) accrued interests of US\$ 17.69 million; (ii) capital gains on investments of US\$ 40.69 million; and (iii) administrative, custody and others costs of US\$ 0.68 million.

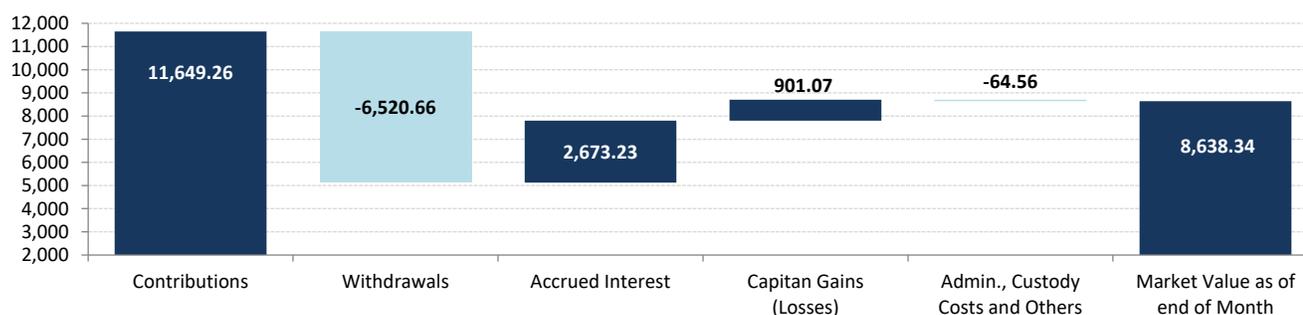
Changes in Market Value (US\$ million)	2018	2019	2020	2021	2022	2023	2024		Since Inception
							January	February	
Starting Market Value <sup>(1)</sup>	10,010.95	9,663.25	10,812.08	10,156.83	7,472.93	6,475.28	8,638.56	8,580.63	0.00
Contributions	541.58	563.89	0.00	0.00	531.60	1,640.53	0.00	0.00	11,649.26
Withdrawals	-525.05	-576.51	-1,576.48	-2,959.82	-268.92	-299.94	0.00	0.00	-6,520.66
Accrued Interest	221.70	265.13	220.42	151.65	156.23	196.13	15.84	17.69	2,673.23
Capital Gains (Losses)	-581.19	903.79	709.27	130.62	-1,411.02	632.23	-73.45	40.69	901.07
Admin., Custody and Other Costs <sup>(2)</sup>	-4.74	-7.46	-8.47	-6.36	-5.54	-5.67	-0.31	-0.68	-64.56
<b>Final Market Value</b>	<b>9,663.25</b>	<b>10,812.08</b>	<b>10,156.83</b>	<b>7,472.93</b>	<b>6,475.28</b>	<b>8,638.56</b>	<b>8,580.63</b>	<b>8,638.34</b>	<b>8,638.34</b>

<sup>(1)</sup> The PRF was established with an initial contribution of US\$ 604.5 million on December 28, 2006. Also, there is a contribution of US \$0.09 million originated from accrued interest in 2006.

<sup>(2)</sup> Includes costs associated with advice, accounting adjustments and others.

### Changes in Market Value Since Inception

(US\$ million)



By Asset Class (US\$ million)	2018	2019 <sup>(1)</sup>	2020	2021	2022	2023	2024	
							January	February
Sovereign Bills and Bonds <sup>(2)</sup>	-	-	2,806.13	-	-	-	-	-
Sovereign and Government Related Bonds	4,404.18	3,653.35	2,431.35	2,451.13	2,219.18	2,923.14	2,869.53	2,835.90
Inflation-Linked Sovereign Bonds	1,649.91	1,148.62	578.55	577.99	511.56	683.78	672.50	665.36
US Agency MBS	-	619.96	416.61	437.90	391.13	516.48	514.02	505.71
Corporate Bonds	1,918.37	1,415.47	925.68	945.13	856.14	1,119.84	1,113.59	1,098.04
High Yield Bonds	-	845.68	577.54	581.75	526.57	690.23	689.29	694.59
Equities	1,690.79	3,128.99	2,420.96	2,479.03	1,970.70	2,705.07	2,721.69	2,838.73
<b>Market Value</b>	<b>9,663.25</b>	<b>10,812.08</b>	<b>10,156.83</b>	<b>7,472.93</b>	<b>6,475.28</b>	<b>8,638.56</b>	<b>8,580.63</b>	<b>8,638.34</b>

<sup>(1)</sup> Investments in US Agency MBS and High Yield Bonds started on January 22, 2019.

<sup>(2)</sup> It corresponds to the Short-Term Portfolio of the FRP composed of US Treasury Bills and Bonds, which begins on October 1, 2020 and ends on June 8, 2021.

By Risk Exposure <sup>(1)</sup> (US\$ million)	2018	2019	2020	2021	2022	2023	2024	
							January	February
Sovereign and Government Related <sup>(2)</sup>	6,035.00	5,613.99	6,369.23 <sup>(3)</sup>	3,606.44	3,209.46	4,248.33	4,187.09	4,132.02
Banks <sup>(4)</sup>	37.34	-19.60	-12.18	-12.31	25.12	24.68	8.83	21.83
Corporate Bonds	1,906.92	2,101.75	1,390.91	1,415.41	1,281.32	1,674.07	1,674.52	1,657.06
Equities	1,683.99	3,115.94	2,408.87	2,463.39	1,959.37	2,691.48	2,710.20	2,827.43
<b>Market Value</b>	<b>9,663.25</b>	<b>10,812.08</b>	<b>10,156.83</b>	<b>7,472.93</b>	<b>6,475.28</b>	<b>8,638.56</b>	<b>8,580.63</b>	<b>8,638.34</b>

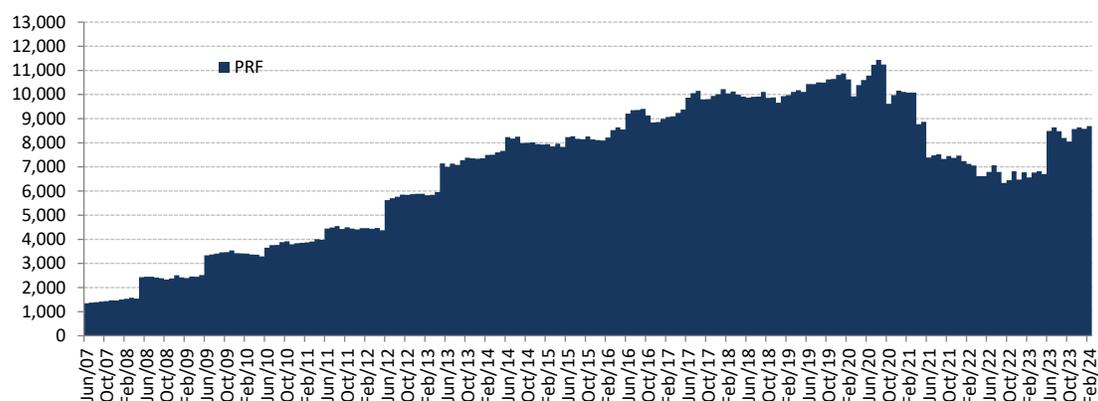
<sup>(1)</sup> Only for the purposes of this table the term deposits and cash equivalents associated to each asset class are reported as Banks.

<sup>(2)</sup> It includes US Agency MBS and TBA's.

<sup>(3)</sup> It includes cash and cash equivalents related to the short term investment portfolio.

<sup>(4)</sup> It represents cash, cash equivalents and unliquidated transactions related to the long term investment portfolio since 2012.

### Historical Market Value (US\$ million)



## II. Return as of February

The net return in US dollars was 0.67% in the month. The portfolio return is broken down into the return of the Sovereign and Government Related Bonds, -1.20%, Inflation-Linked Sovereign Bonds, -0.90%, US Agency MBS, -1.62%, Corporate Bonds, -1.40%, High Yield Bonds, 0.77%, and Equities, 4.30%. The monthly return of the total fund in pesos was 5.80%. The fund's accumulated return for the year was 0.00% in US dollars and 10.81% in pesos, while the annualized return since inception was 3.18% in US dollars and 6.89% in pesos.

Returns <sup>(1)</sup>	Month	Last 3 Months	Year to Date	Last 12 Months	Last 3 Years (annualized)	Since Inception	Inception
Sovereign and Government Related Bonds	-1.20%	1.09%	-2.95%	1.61%	-6.29%	-0.45%	01-Jan-12
Inflation-Linked Sovereign Bonds	-0.90%	1.36%	-2.78%	2.65%	-5.48%	0.99%	01-Jan-12
US Agency MBS	-1.62%	2.20%	-2.09%	2.32%	-3.36%	-0.16%	22-Jan-19
Corporate Bonds	-1.40%	2.21%	-1.95%	6.78%	-3.71%	1.99%	17-Jan-12
High Yield Bonds	0.77%	4.62%	0.63%	12.04%	0.41%	3.16%	22-Jan-19
Equities	4.30%	9.93%	4.94%	23.39%	7.06%	10.03%	17-Jan-12
<b>Long Term Total</b>	<b>0.67%</b>	<b>4.37%</b>	<b>0.00%</b>	<b>9.81%</b>	<b>-1.00%</b>	<b>3.32%</b>	<b>01-Apr-07</b>
<b>Total Composite<sup>(2)</sup></b>	<b>0.67%</b>	<b>4.37%</b>	<b>0.00%</b>	<b>9.81%</b>	<b>-1.25%</b>	<b>3.18%</b>	<b>01-Apr-07</b>
Exchange rate (CLP)	5.10%	12.94%	10.81%	17.92%	11.45%	3.59%	01-Apr-07
<b>Total in CLP<sup>(3)</sup></b>	<b>5.80%</b>	<b>17.88%</b>	<b>10.81%</b>	<b>29.48%</b>	<b>10.05%</b>	<b>6.89%</b>	<b>01-Apr-07</b>

<sup>(1)</sup> Time Weighted Return (it is calculated as the growth rate of the funds that were invested throughout the period).

<sup>(2)</sup> It includes the Short-Term portfolio which begins on October 1, 2020 and ends on June 8, 2021.

<sup>(3)</sup> Return in CLP corresponds to the sum of the percentage change of the exchange rate CLP/USD and the return in USD.

Returns for periods of more than one year are compound annualized rates while those for less than a year correspond to the change as seen in the stated period. With a view to meeting high standards of transparency and providing a better assessment of the gains or losses on investments, the Ministry of Finance discloses the fund's return in different time horizons and currencies. With respect to the horizon, it is important to note that, in keeping with the medium- and long-term investment policy, the return assessment should focus on that period, disregarding fluctuations that may occur monthly or quarterly. With regard to returns expressed in different currencies, the return in US dollars allows for an assessment which is more in line with the investment policy given that the fund's resources are wholly invested abroad and in foreign currency. The return in Chilean pesos is also disclosed. This return reflects changes in the peso-dollar exchange rate and, therefore, may experience greater fluctuations. Finally, as with any investment, returns obtained in the past do not guarantee future positive results.

### III. Portfolio Composition and Duration as of February

Portfolio by Asset Class	US\$ million	% of Total	Duration	Years
Sovereign and Government Related Bonds <sup>(1)</sup>	2,835.9	32.8%	Sovereign and Government Related Bonds	6.9
Inflation-Linked Sovereign Bonds	665.4	7.7%	Inflation-Linked Sovereign Bonds	9.3
US Agency MBS	505.7	5.9%	US Agency MBS	5.8
Corporate Bonds <sup>(2)</sup>	1,098.0	12.7%	Corporate Bonds	5.9
High Yield Bonds	694.6	8.0%	High Yield Bonds	3.6
Equities	2,838.7	32.9%		
<b>Total Long Term</b>	<b>8,638.3</b>	<b>100.0%</b>	<b>Total</b>	<b>6.5</b>

<sup>(1)</sup> It includes Sovereign and Government Related Bonds with investment grade.

<sup>(2)</sup> It includes Corporate Bonds with investment grade.

Portfolio by Currency as percentage of Asset Class	USD	EUR	JPY	GBP	CAD	AUD	CHF	CNY	Others	Total
Sovereign and Government Related Bonds	30.9%	24.3%	15.1%	4.8%	3.1%	1.9%	0.3%	13.7%	5.9%	100.0%
Inflation-Linked Sovereign Bonds	45.6%	22.7%	3.1%	24.2%	1.9%	1.2%	0.0%	0.0%	1.4%	100.0%
US Agency MBS	100.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	100.0%
Corporate Bonds	67.5%	23.5%	0.7%	4.2%	3.3%	0.5%	0.3%	0.0%	0.1%	100.0%
High Yield Bonds	81.0%	17.1%	0.0%	1.9%	0.0%	0.0%	0.0%	0.0%	0.0%	100.0%
Equities	67.8%	8.3%	5.6%	3.2%	2.8%	1.6%	2.2%	0.4%	8.0%	100.0%
<b>Total</b>	<b>56.9%</b>	<b>16.8%</b>	<b>7.1%</b>	<b>5.2%</b>	<b>2.5%</b>	<b>1.3%</b>	<b>0.9%</b>	<b>4.7%</b>	<b>4.7%</b>	<b>100.0%</b>

Credit Risk Composition	Sovereign and Government Related Bonds	Inflation-Linked Sovereign Bonds	US Agency MBS	Corporate Bonds	High Yield Bonds	Total Fixed Income
AAA	18.5%	6.0%	8.7%	0.1%	0.0%	33.4%
AA+ / AA-	7.8%	4.0%	0.0%	1.5%	0.0%	13.3%
A+ / A-	17.9%	0.4%	0.0%	7.5%	0.0%	25.8%
BBB+ / BBB-	4.3%	1.1%	0.0%	9.2%	0.3%	14.9%
BB+ / BB-	0.3%	0.0%	0.0%	0.4%	5.0%	5.8%
B+ / B-	0.0%	0.0%	0.0%	0.0%	4.9%	4.9%
CCC+ or below	0.0%	0.0%	0.0%	0.0%	1.6%	1.6%
Others <sup>(1)</sup>	0.1%	0.0%	0.0%	0.2%	0.2%	0.4%
<b>Total</b>	<b>48.9%</b>	<b>11.5%</b>	<b>8.7%</b>	<b>18.9%</b>	<b>12.0%</b>	<b>100.0%</b>

<sup>(1)</sup> It includes cash, cash equivalents and unliquidated transactions. In the case of High Yield Bonds, it includes bonds with no credit rating.

Portfolio by Country (US\$ million)	Sovereign and Government Related Bonds	Inflation-Linked Sovereign Bonds	US Agency MBS	Corporate Bonds	High Yield Bonds	Equities	Total
Argentina	0.0	0.0	0.0	0.0	15.5	0.0	15.5
Australia	54.6	7.9	0.0	19.4	5.8	47.1	134.7
Belgium	33.7	0.0	0.0	9.0	2.8	5.2	50.7
Brazil	0.0	0.0	0.0	3.9	23.3	15.6	42.9
Canada	96.4	12.8	0.0	55.5	19.8	81.4	266.0
China	407.7	0.0	0.0	7.1	4.3	64.6	483.6
Denmark	7.5	0.8	0.0	2.4	0.0	23.7	34.5
France	184.8	68.6	0.0	68.7	15.8	73.8	411.7
Germany	141.6	19.0	0.0	49.2	13.2	57.0	280.2
Hong Kong	3.3	0.0	0.0	4.7	2.6	17.7	28.3
Ireland	10.9	0.0	0.0	14.4	4.8	34.7	64.8
Italy	130.7	46.0	0.0	16.7	20.4	15.4	229.1
Japan	431.2	20.9	0.0	32.2	2.3	157.6	644.3
Luxembourg	1.7	0.0	0.0	4.4	14.6	1.4	22.2
Mexico	25.1	0.0	0.0	4.5	18.6	7.5	55.6
Netherlands	35.8	0.0	0.0	23.5	8.4	44.1	111.8
Republic of Korea	67.7	0.0	0.0	4.1	0.0	36.0	107.9
Spain	88.2	17.8	0.0	23.7	10.0	15.9	155.7
Switzerland	9.0	0.0	0.0	18.1	2.7	72.7	102.4
Turkey	0.0	0.0	0.0	0.0	26.2	0.0	26.2
United Kingdom	126.2	160.9	0.0	89.4	31.5	103.2	511.2
United States	761.0	302.2	505.7	606.7	308.8	1,857.6	4,341.9
Others <sup>(1)</sup>	218.8	8.5	0.0	40.3	143.1	106.6	517.2
<b>Total</b>	<b>2,835.9</b>	<b>665.4</b>	<b>505.7</b>	<b>1,098.0</b>	<b>694.6</b>	<b>2,838.7</b>	<b>8,638.3</b>

<sup>(1)</sup> It includes cash, cash equivalents and unliquidated transactions.