

Investment results for the second quarter of fiscal 2014

《Summary》

《Total investments (market investments + FILP bonds) 》

Fiscal year	2013					2014				
	1st Q	2nd Q	3rd Q	4th Q	Total	1st Q	2nd Q	3rd Q	4th Q	Total
Rate of return (%)	1.85	2.71	4.73	-0.80	8.64	1.77	2.87	-	-	4.67
Investment income/loss (¥ billion)	2,210.0	3,241.8	5,770.4	-1,001.5	10,220.7	2,222.2	3,622.3	-	-	5,844.5
Total assets (¥ billion)	121,011.6	123,922.8	128,579.0	126,577.1	126,577.1	127,262.7	130,884.6	-	-	130,884.6

《Reference》

(Market investments)

Fiscal year	2013	2014	
		1st Q	2nd Q
Modified total return (%) (Time-weighted return)	9.27 (9.23)	1.86 (1.89)	3.02 (3.00)
Investment income/loss (¥ billion)	10,068.5	2,189.9	3,593.5
Total assets (¥ billion)	118,453.9	119,963.6	124,411.0

(FILP bonds)

Fiscal year	2013	2014	
		1st Q	2nd Q
Rate of return (%)	1.58	0.40	0.40
Investment income/loss (¥ billion)	152.2	32.3	28.8
Total assets (¥ billion)	8,123.2	7,299.1	6,473.7

Note1: Fiscal year ends on March 31.

Note2: FILP bonds; Fiscal Investment and Loan Program bonds .

1. Investment return

《Total investments》

(unit : %)

Fiscal year	2013	2014				
		1st Q	2nd Q	3rd Q	4th Q	Total
Rate of return	8.64	1.77	2.87	-	-	4.67

(Market investments)

(unit : %)

Fiscal year	2013	2014				
		1st Q	2nd Q	3rd Q	4th Q	Total
Modified total return	9.27	1.86	3.02	-	-	4.92

(unit : %)

Fiscal year	2013	2014				
		1st Q	2nd Q	3rd Q	4th Q	Total
Time-weighted return	9.23	1.89	3.00	-	-	4.94
Domestic bonds	0.60	0.72	0.53	-	-	1.25
Domestic stocks	18.09	5.11	5.78	-	-	11.18
International bonds	14.93	0.55	5.51	-	-	6.09
International stocks	32.00	3.06	5.64	-	-	8.87

(FILP bonds)

(unit : %)

Fiscal year	2013	2014				
		1st Q	2nd Q	3rd Q	4th Q	Total
Rate of return	1.58	0.40	0.40	-	-	0.80

2. Investment income/loss

《Total investments》

(unit : ¥ billion)

Fiscal year	2013	2014				
		1st Q	2nd Q	3rd Q	4th Q	Total
Investment income/loss	10,220.7	2,222.2	3,622.3	-	-	5,844.5

(Market investments)

(unit : ¥ billion)

Fiscal year	2013	2014				
		1st Q	2nd Q	3rd Q	4th Q	Total
Investment income/loss	10,068.5	2,189.9	3,593.5	-	-	5,783.3
Domestic bonds	365.3	440.8	315.2	-	-	756.0
Domestic stocks	3,185.5	1,069.4	1,289.2	-	-	2,358.6
International bonds	1,777.7	76.4	810.8	-	-	887.2
International stocks	4,738.7	603.0	1,177.9	-	-	1,780.9
Short-term assets	1.3	0.2	0.5	-	-	0.7

(FILP bonds)

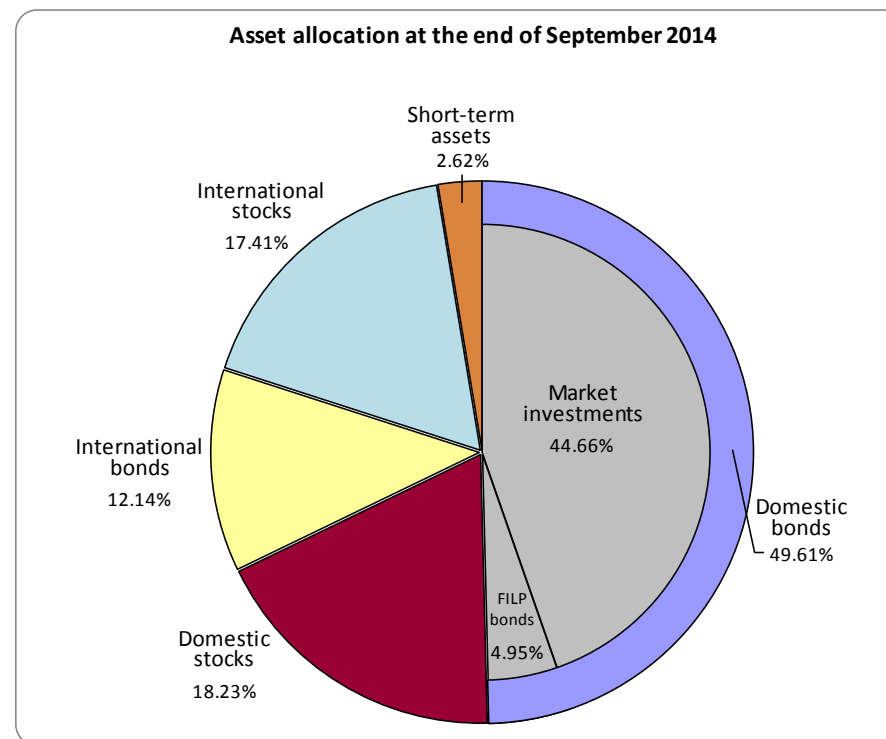
(unit : ¥ billion)

Fiscal year	2013	2014				
		1st Q	2nd Q	3rd Q	4th Q	Total
Investment income/loss	152.2	32.3	28.8	-	-	61.1

3. Investment assets and portfolio allocation

End of September 2014

		Market value (¥ billion)	Allocation	(Reference) Allocation of Reserve Funds
Domestic bonds		64,928.2	49.61%	48.39%
Market investments		58,454.5	44.66%	43.57%
FILP bonds	Book value	6,473.7	4.95%	4.82%
	(Market value)	(6,706.8)	-	-
Domestic stocks		23,863.5	18.23%	17.79%
International bonds		15,886.3	12.14%	11.84%
International stocks		22,782.8	17.41%	16.98%
Short-term assets		3,423.7	2.62%	5.00%
Total		130,884.6	100.00%	100.00%



4. Excess return on market investments

【Second quarter of fiscal 2014】

(unit : %)

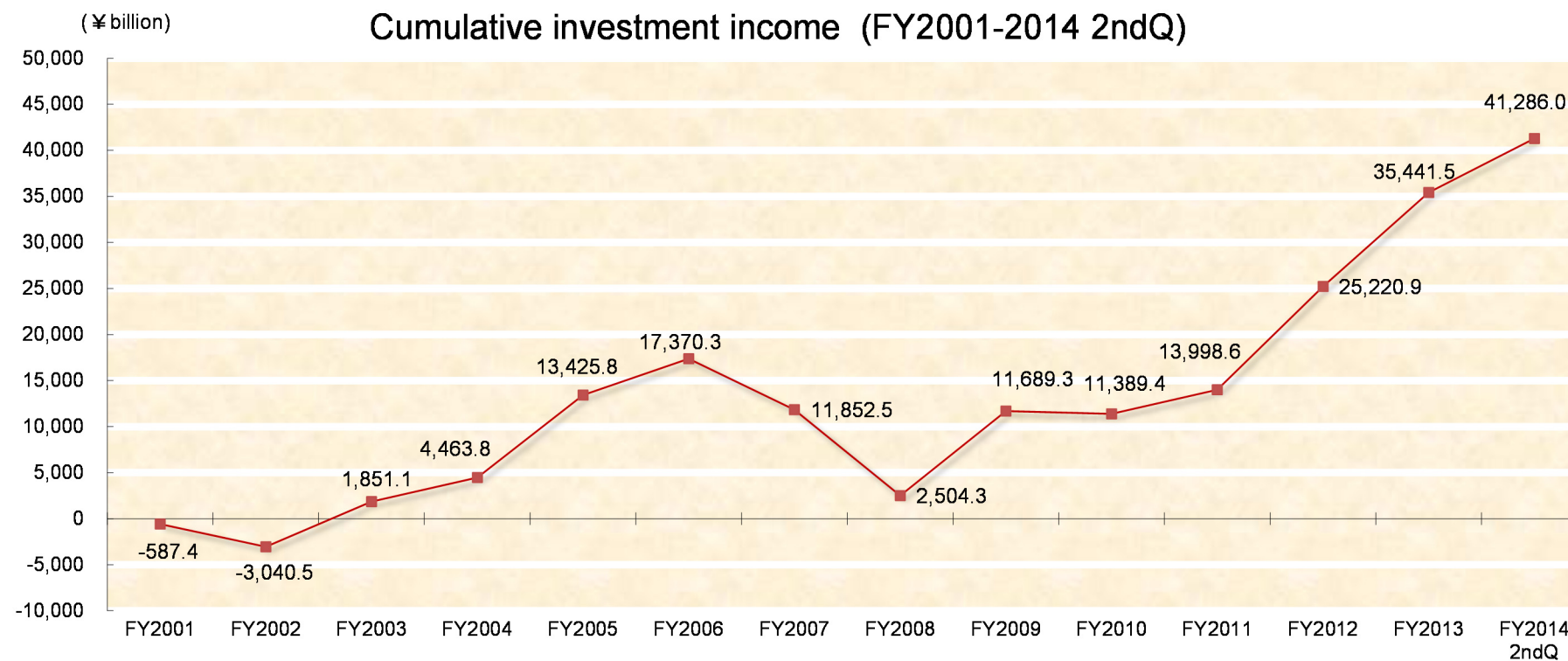
Fiscal year	2nd Q		
	Time-weighted return (A)	Benchmark return (B)	Excess return (A - B)
Domestic bonds	0.53	0.53	-0.00
Domestic stocks	5.78	5.82	-0.04
International bonds	5.51	5.52	-0.01
International stocks	5.64	5.73	-0.09

【April to September 2014】

(unit : %)

	April to September 2014		
	Time-weighted return (A)	Benchmark return (B)	Excess return (A-B)
Domestic bonds	1.25	1.23	+0.02
Domestic stocks	11.18	11.27	-0.09
International bonds	6.09	6.08	+0.00
International stocks	8.87	9.06	-0.20

5. Historical data on investment income and investment return



	FY2001	FY2002	FY2003	FY2004	FY2005	FY2006	FY2007	FY2008	FY2009	FY2010	FY2011	FY2012	FY2013	FY2014 Apr to Sep	FY2006- 2014 2ndQ	FY2001- 2014 2ndQ
Investment income (¥ billion)	-587.4	-2,453.0	4,891.6	2,612.7	8,961.9	3,944.5	-5,517.8	-9,348.1	9,185.0	-299.9	2,609.2	11,222.2	10,220.7	5,844.5	27,860.3	41,286.0
Rate of return	-1.80%	-5.36%	8.40%	3.39%	9.88%	3.70%	-4.59%	-7.57%	7.91%	-0.25%	2.32%	10.23%	8.64%	4.67%	2.78%	2.76%

Note: Fiscal year ends on March 31.