

FONDS DE RÉSERVE POUR LES RETRAITES

The Executive Board

October 20, 2005

PRESS RELEASE

1/ At a meeting held on October 18, 2005, the FRR Executive Board submitted the 2005 interim financial statements and fund management results to the FRR Supervisory Board. A report presenting these results and financial statements in detail is available on the FRR website (www.fondsdereserve.fr), as is the opinion issued in relation to them by the FRR's independent auditors (Constantin and KPMG).

The most salient items of the FRR's financial condition at the June 30, 2005 reporting date are provided below:

- **The FRR has financial assets totaling 23.5 billion euros.** They include the one-off contribution made by the *Caisse Nationale des Industries Electriques et Gazières* (3.08 billion euros).
- **The result recorded in the management operating income statement is 311 million euros,** to which should be added **total unrealized capital gains** (the difference between the purchase price of assets and their fair market value) of **863 million euros** on June 30, 2005.
- **The FRR's fund assets are invested as follows:** European and international equities (**55.6%**); fixed-income instruments (**9%**) and money market instruments (**35.4%**).
- **The total return provided by FRR assets invested in marketable securities for the first six months of 2005 was 7.5%.**

2/ Through September 30, 2005, the following changes are noteworthy¹:

- Total Fund assets: **24.8 billion euros**
- These assets are invested as follows: European and international equities, **57.6%**; fixed-income instruments, **12.6%**; and money market instruments, **29.8%**.
- An FRR performance summary is provided in the table below:

	Since inception (06/28/04)	Since January 1, 2005
Performance of FRR assets (including cash investments)	+12.51%	+9.31%
Performance of mandates invested in marketable securities	+24.85%	+15.12%

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MEDIA OFFICER:

Christelle Cuzou + 33 1 58 50 99 86

¹ NB: These figures are unaudited and net of the FRR's interest and administrative expenses for the global performance of assets and net of interest expense but gross of administrative expenses for the performance of invested assets.

