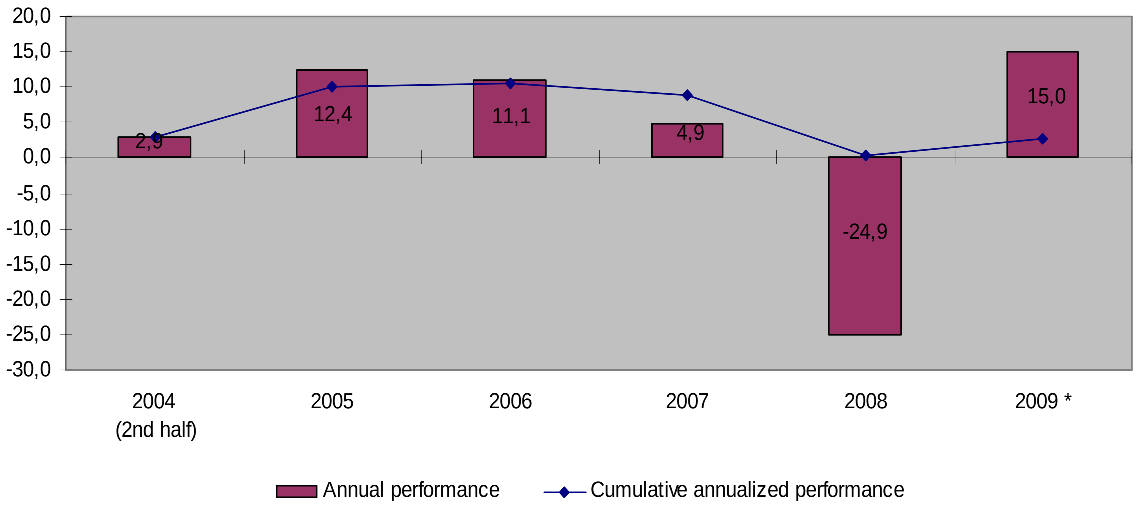
Press release

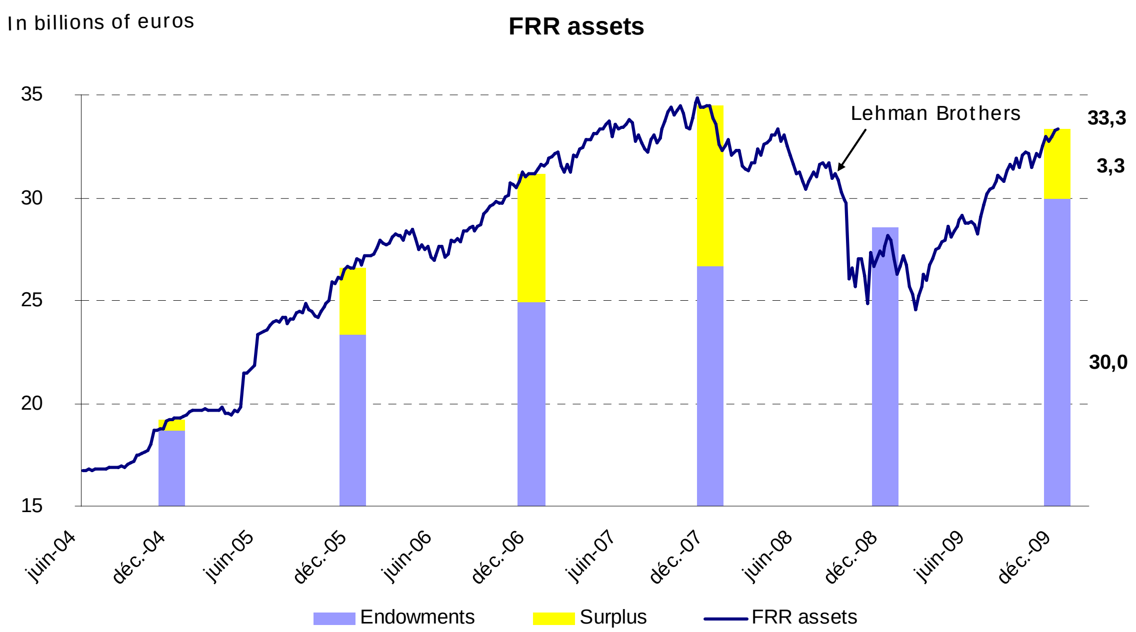
**Supervisory Board** February 11, 2010

**1. The Supervisory Board has analyzed the Fund's performances[1] in 2009.** After the sharp declines observed in 2008, performances in 2009 were very positive thanks to the marked rebound in all capital markets, particularly the equity markets.

- Its performance in 2009 (+15%) offsets 60% of the sharply negative performance (-24.9%) posted in 2008, when the financial crisis worsened in the wake of the Lehman Brothers collapse. As a result, the annualized performance since June 2004, when the Fund began investing, which was +0.2% at year end 2008, has climbed back up to +2.8% for 2009. The Fund's assets have also risen substantially, from 27.7 to 33.3 billion euros.

**Performance history**



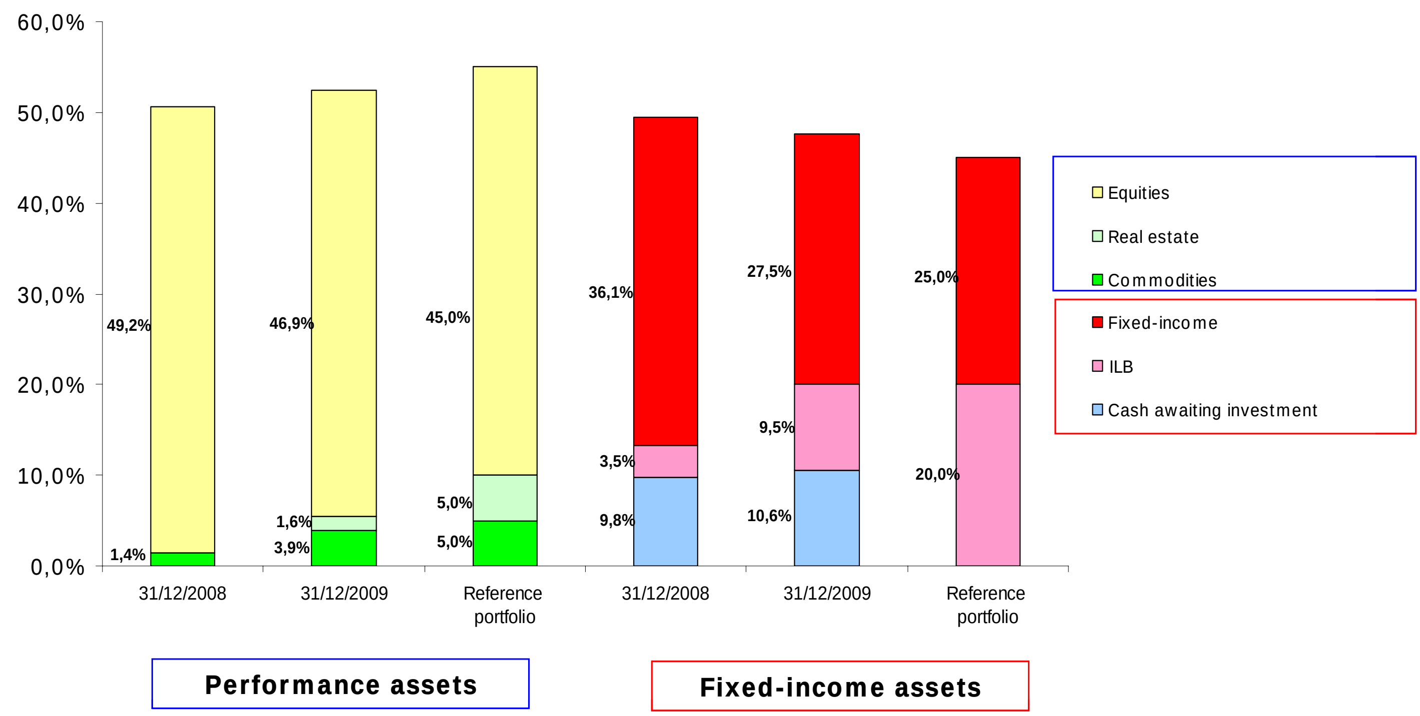




[1] Based on data that have been validated but not yet audited.

- The FRR got a boost from the strong rebound in the equity markets, but also from the performances of the principal asset classes comprising the Fund in 2009. The contribution of the latter to the Fund's global performance (15%) was 11.3% for equities, 3.4% for fixed-income and 0.5% for commodities, less 0.2% for all investment and administrative fees paid.

- In accordance with the orientations set forth by the Board last June when the investment strategy was reviewed, the structure of the FRR's portfolio evolved as follows in 2009:

**Change in the structure of the portfolio**




**2. The Board considers that the results achieved in 2009 attest to the relevance of choices made in June 2009.** These choices were based on the conviction that a long-term investor with no liquidity constraints before 2020 could benefit over time from the expected outperformance in asset classes that show significant volatility in the short term, particularly equities.[2] These choices were also based on the idea that after the market collapse of 2008, it was reasonable to bet on a phenomenon of a gradual return to the mean.

As is normal after a crisis of a secular magnitude, the annualized performance of the Fund remains below the return that is expected over the long term.

The Board remains very attentive to the economic and financial environment, which is volatile and marked by the consequences of the crisis for the real economy.

[2] As evidenced by market trends in January 2010.

**3. The Supervisory Board has made certain adjustments to the proxy voting guidelines[3] that guides its asset managers in their exercise of proxy voting rights** in companies that they invest in on the Fund's behalf. The principal modifications this year came in the following areas:

- Greater attention to the representation of women when positions on boards of directors come up for election;

- A demand for greater transparency with respect to compensation systems. This applies to all companies with respect to the granting of stock options or allotments of free shares, indicating the percentage granted with performance conditions attached to company executive directors and officers. It also applies to the compensation and benefits policies of companies in the financial services sector subject to the recommendations set by public policymakers at the summit meeting held in Pittsburgh in 2009.

**4. Lastly, in connection with the upcoming negotiations on France's retirement system, the Board wishes to reiterate** that the FRR, authorized by law to begin paying out as of 2020, is a temporary fund set up to smooth the impacts that will be felt as baby boom generations reach retirement. With this mission in mind, in June of 2009 the Fund readjusted its strategic asset allocation decisions on the basis of a payout scenario running from 2020-2040, in conformity with its vocation as a long-term investor working to support inter-generational solidarity. For this reason, the FRR has stressed that all discussions that pertain to the place of the FRR in the strategy for the long-term consolidation of our retirement system should take this mission into account. The FRR cannot serve as a substitute for the development of a strategy designed to rebalance the pension plans based on the permanent levers for action (age, number of years of service, pension levels and plan revenues).

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[3] These guidelines are available on the FRR's website.