



ECONOMIC AND SOCIAL STABILIZATION FUND

Monthly Executive Report as of September 2011

I. Market Value as of September, 2011

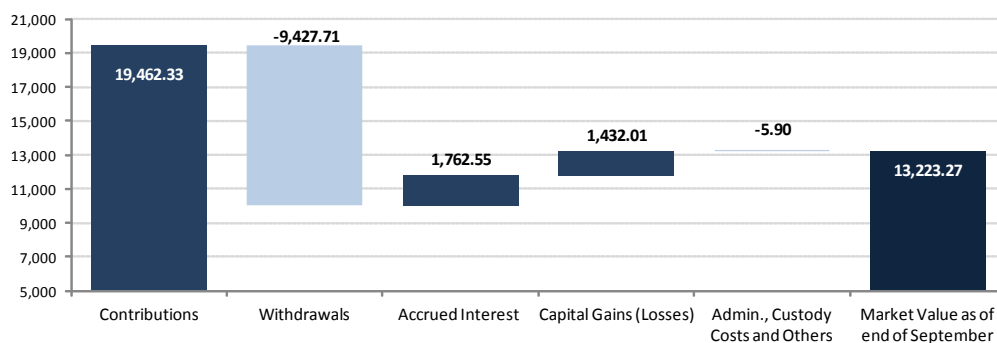
The market value of the Economic and Social Stabilization Fund (ESSF) totaled US\$13,223.27 million as of September, 2011. The market value changed during this month due to: (i) accrued interest of US\$15.48 million, (ii) capital losses on investments of US\$369.31 million and (iii) administrative, custody, and other costs of US\$0.15 million.

Changes in Market Value (US\$ million)	2007	2008	2009	2010	1Q	2011 2Q	July	August	September	Since Inception ⁽¹⁾
Starting Market Value	0.00	14,032.61	20,210.68	11,284.78	12,720.10	12,941.80	13,271.17	13,411.40	13,577.25	-
Contributions	13,100.00	5,000.00	0.00	1,362.33	0.00	0.00	0.00	0.00	0.00	19,462.33
Withdrawals	0.00	0.00	-9,277.71	-150.00	0.00	0.00	0.00	0.00	0.00	-9,427.71
Accrued Interest	326.15	623.95	404.27	227.63	62.58	61.78	20.30	20.41	15.48	1,762.55
Capital Gains (Losses)	606.81	556.08	-50.83	-3.51	159.37	267.91	119.94	145.56	-369.31	1,432.01
Admin., Custody and Other Costs ⁽²⁾	-0.35	-1.96	-1.62	-1.13	-0.26	-0.32	0.00	-0.11	-0.15	-5.90
Final Market Value	14,032.61	20,210.68	11,284.78	12,720.10	12,941.80	13,271.17	13,411.40	13,577.25	13,223.27	13,223.27

(1) The ESSF was established by the merger of the fiscal assets saved under Decree Law N°3.653 (981) with those of the Copper Income Compensation Fund. The first payment into the new fund was made on March 6, 2007.

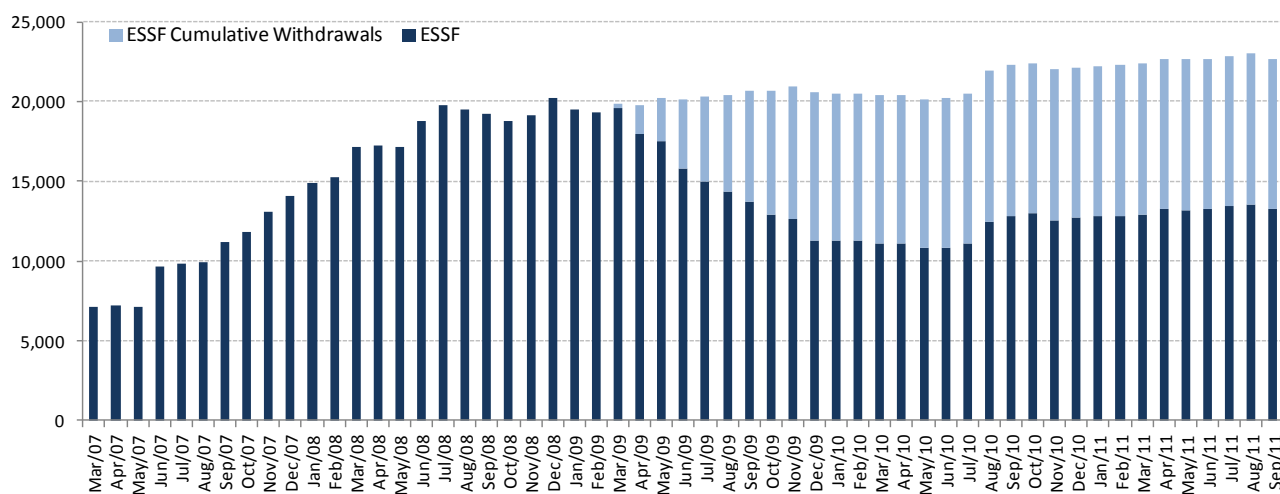
(2) It includes costs associated with consultants and others.

Changes in Market Value Since Inception (US\$ million)



By Asset Class (US\$ million)	2007	2008	2009	2010	1Q	2011 2Q	July	August	September
Money Market	4,216.29	5,957.12	3,373.66	3,773.50	3,923.77	3,987.96	4,012.00	4,085.28	4,000.80
Sovereign Bonds	9,323.73	13,583.62	7,508.85	8,501.34	8,562.66	8,821.10	8,927.51	9,020.68	8,760.65
Inflation Indexed Sov. Bonds	492.59	669.93	402.27	445.26	455.38	462.11	471.89	471.30	461.82
Market Value	14,032.61	20,210.68	11,284.78	12,720.10	12,941.80	13,271.17	13,411.40	13,577.25	13,223.27

By Risk Exposure (US\$ million)	2007	2008	2009	2010	1Q	2011 2Q	July	August	September
Sovereigns	9,283.19	16,617.20	8,913.96	10,112.22	10,964.07	11,208.37	11,347.93	11,410.31	10,974.06
Banks	4,216.29	3,593.47	2,370.82	2,607.88	1,977.72	2,062.80	2,063.47	2,166.94	2,249.21
Supranational	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agencies	533.12	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Market Value	14,032.61	20,210.68	11,284.78	12,720.10	12,941.80	13,271.17	13,411.40	13,577.25	13,223.27



II. Return as of September, 2011

Return in September was -2.61% in US dollars and 8.02% in Chilean pesos. Cumulative return in 2011 totaled 3.94% in US dollars and 13.93% in Chilean pesos. Annualized return since inception was 5.48% in US dollars and 4.46% in Chilean pesos.

Returns ^(a)	September	Last 3 Months	Year to Date	Last 12 Months	Last 3 Years (Annualized)	Since Inception (Annualized) ^(b)
Local Currency	0.23%	2.17%	3.27%	2.57%	3.66%	4.23%
Exchange Rate Return	-2.84%	-2.54%	0.67%	0.31%	0.73%	1.25%
Return in USD	-2.61%	-0.37%	3.94%	2.88%	4.39%	5.48%
Exchange Rate (CLP)	10.63%	9.34%	9.99%	6.16%	-2.31%	-1.02%
Return in CLP^(c)	8.02%	8.97%	13.93%	9.04%	2.08%	4.46%

(a) Time Weighted Return (it is calculated as the growth rate of the funds that were invested throughout the period).

(b) It is calculated from March 31, 2007, when the performance of Central Bank of Chile started to be measured.

(c) 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 September, 2011

Portfolio by Credit Risk	US\$ million	% from Total
<i>Sovereign Exposure by Country</i>		
USA	5,466.67	41.34%
Germany	4,385.81	33.17%
Japan	1,121.58	8.48%
Total Sovereign Exposure	10,974.06	82.99%
<i>Bank Exposure by Country</i>		
Germany	579.54	4.38%
Belgium	195.10	1.48%
France	185.51	1.40%
USA	172.70	1.31%
Austria	170.09	1.29%
Australia	160.07	1.21%
Denmark	146.59	1.11%
Japan	133.11	1.01%
Israel	132.91	1.01%
Switzerland	127.29	0.96%
Netherlands	105.26	0.80%
United Kingdom	95.44	0.72%
Sweden	45.36	0.34%
Others	0.23	0.00%
Total Bank Exposure	2,249.21	17.01%
Total	13,223.27	100.00%

Portfolio by Issuer Credit Rating			
Credit Rating	Sovereigns	Banks	Total
AAA	74.51%	0.96%	75.47%
AA+	0.00%	0.00%	0.00%
AA	8.48%	2.57%	11.05%
AA-	0.00%	2.03%	2.03%
A+	0.00%	5.44%	5.44%
A	0.00%	5.00%	5.00%
A-	0.00%	1.01%	1.01%
Others	0.00%	0.00%	0.00%
Total	82.99%	17.01%	100.00%

Portfolio by Currency	US\$ million	% from Total
<i>Sovereign</i>		
USD	5,466.67	41.34%
EUR	4,385.81	33.17%
JPY	1,121.58	8.48%
Total	10,974.06	82.99%
<i>Banks</i>		
USD	1,150.57	8.70%
EUR	900.59	6.81%
JPY	198.05	1.50%
Total	2,249.21	17.01%
<i>Supranational</i>		
USD	0.00	0.00%
EUR	0.00	0.00%
JPY	0.00	0.00%
Total	0.00	0.00%
<i>Agencies</i>		
USD	0.00	0.00%
EUR	0.00	0.00%
JPY	0.00	0.00%
Total	0.00	0.00%
Total	13,223.27	100.00%
Total	6,617.23	50.04%
Total	5,286.40	39.98%
Total	1,319.63	9.98%
Total	13,223.27	100.00%

Duration	Years
Sovereign	2.97
Banks	0.13
Supranational	0.00
Agencies	0.00
Total	2.42