



REPUBLIC OF CHILE
Ministry of Finance

MONTHLY EXECUTIVE REPORT

THE PENSION RESERVE FUND

MARCH 2008

I. The Pension Reserve Fund

The establishment of the Pension Reserve Fund (PRF) was formalized on December 28, 2006, in conformity with the third transitory article under Law N° 20,128. The first contribution to the fund was for a total amount of US\$ 604.5 million. These resources were invested in a term deposit in the Central Bank of Chile until March 28, 2007.

The PRF's resources have been managed by the Central Bank of Chile, acting as fiscal agent, since March 28, 2007, pursuant to the Ministry of Finance's Supreme Decree N° 1,383 of 2006.

The PRF received a new contribution for a total amount of US\$ 736.4 million on May 24, 2007 according to letter a) of article 6 and article 20, both under Law N° 20,128. This new contribution was delivered to the Central Bank for its management.

The following table contains a summary of the contributions:

Contributions PRF	
Date	US\$ Million
December-06	604.8
May-07	736.4
Total	1,340.9

The following shows the PRF's portfolio market value¹ in United States dollars as of March 31, 2008. The fund's investments are governed by the Ministry of Finance's Supreme Decree N° 1,383 of 2006 and supplementary regulations.

Table 1: Portfolio break-down by currency and duration

Currency	Market Value (in Million)		Duration in Years	% of the Portfolio
	Local Currency	US\$ ²		
USD	779.5	779.5	2.60	49.5%
EUR	398.7	631.8	2.51	40.1%
YEN	16,222.0	163.0	2.67	10.4%
Total		1,574.3	2.57	100.0%

¹ JP Morgan, as custodian bank, provides the market value for fixed-income securities and respective durations for each currency in the PRF.

² The end-of-month exchange rates utilized were 1.585 USD/EUR and 99.535 JPY/USD. Source: JP Morgan.

Table 2: Portfolio break-down by asset class and duration

Assets	Market Value (in Million)		Duration in Years	% of the Portfolio	
	Local Currency	US\$			
Sovereigns	USD	572.1	572.1	3.45	73.0%
	EUR	291.2	461.5		
	YEN	11,539.1	115.9		
Agencies	USD	0.0	0.0	0.00	0.0%
	EUR	0.0	0.0		
	YEN	0.0	0.0		
Banks	USD	207.4	207.4	0.20	27.0%
	EUR	107.5	170.3		
	YEN	4,682.9	47.1		
Total			1,574.3	2.57	100.0%

Chart 1: Composition by Asset Class

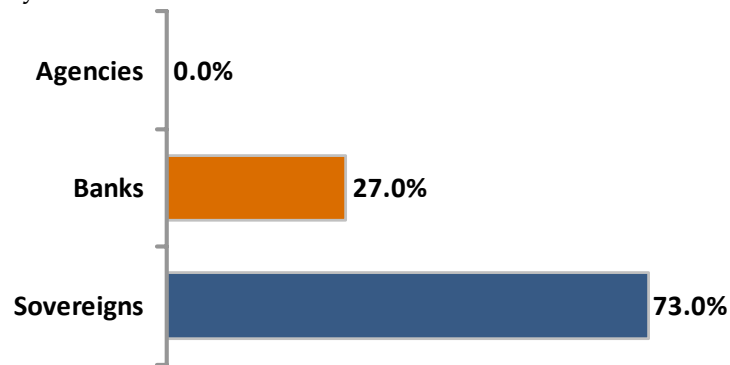


Chart 2: Composition by Asset Classes and Currency

