



PENSION RESERVE FUND

Monthly Executive Report as of September 2010

I. Market Value as of September, 2010

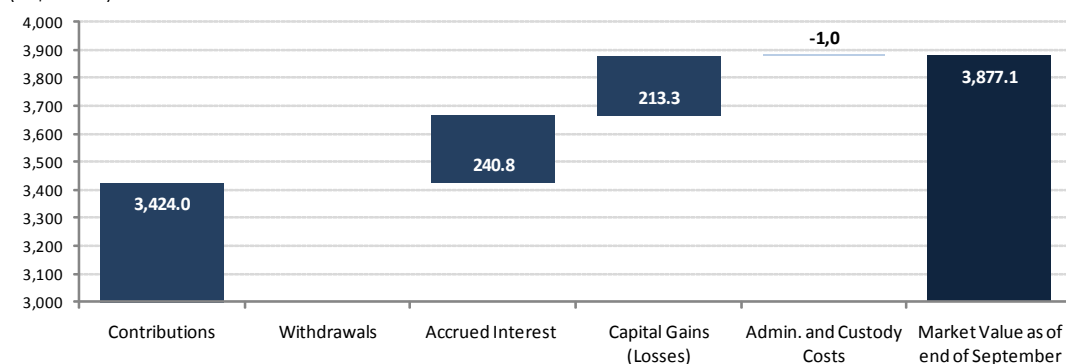
The market value of the Pension Reserve Fund (PRF) totaled **US\$3,877.1** million as of September 30, 2010. This value is **US\$114.4** million higher than in the previous month due to: (i) accrued interest of **US\$7.4** million, (ii) capital gains on investments of **US\$107.1** million, and (iii) custody and administration costs of **US\$0.1** million.

Changes in Market Value (US\$ million)	2007	2008	2009	1st Quarter	2nd Quarter	2010 July	August	September	Since Inception
Starting Market Value	604.6	1,466.4	2,506.8	3,420.8	3,373.7	3,656.2	3,759.2	3,762.7	0.0
Contributions	736.4	909.1	836.7	0.0	337.3	0.0	0.0	0.0	3,424.0
Withdrawals	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Accrued Interest	45.6	71.3	71.9	16.9	14.8	7.2	5.7	7.4	240.8
Capital Gains (Losses)	79.8	60.4	5.9	-64.0	-69.4	95.8	-2.2	107.1	213.3
Admin. and Custody Costs	0.0	-0.3	-0.3	-0.1	-0.2	0.0	0.0	-0.1	-1.0
Final Market Value	1,466.4	2,506.8	3,420.8	3,373.7	3,656.2	3,759.2	3,762.7	3,877.1	3,877.1

(†) The PRF was established with an initial contribution of US\$604.5 million on December 28, 2006.

Changes in Market Value Since Inception

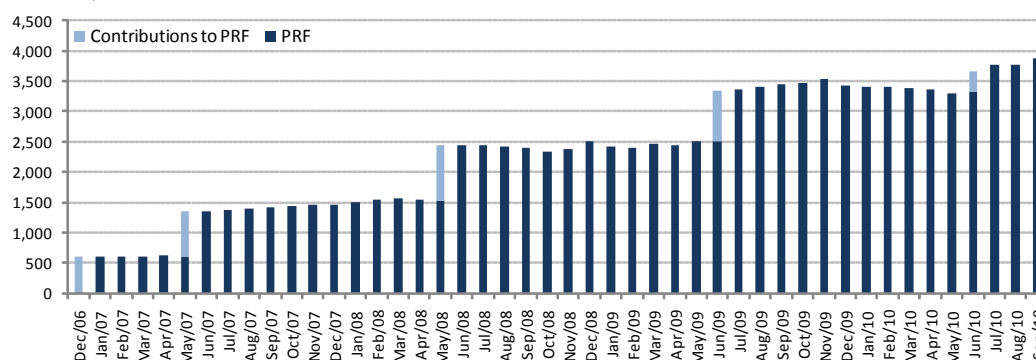
(US\$ million)



By Asset Class (US\$ million)	2007	2008	2009	1st Quarter	2nd Quarter	2010 July	August	September
Money Market	439.5	736.0	1,018.6	1,010.1	1,436.4	1,122.5	1,156.6	1,156.3
Sovereign Bonds	974.7	1,686.9	2,280.4	2,241.5	2,110.4	2,508.2	2,476.9	2,590.3
Inflation Indexed Sov. Bonds	52.1	83.8	121.9	122.1	109.4	128.5	129.2	130.5
Market Value	1,466.4	2,506.8	3,420.8	3,373.7	3,656.2	3,759.2	3,762.7	3,877.1

By Risk Exposure (US\$ million)	2007	2008	2009	1st Quarter	2nd Quarter	2010 July	August	September
Sovereigns	980.1	2,102.5	2,689.8	2,624.3	2,632.2	3,062.1	2,962.7	3,056.0
Banks	439.5	404.2	731.0	749.3	941.8	614.9	731.8	776.6
Supranational	0.0	0.0	0.0	0.0	82.2	82.2	68.2	44.5
Agencies	46.7	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Market Value	1,466.4	2,506.8	3,420.8	3,373.7	3,656.2	3,759.2	3,762.7	3,877.1

Historical Market Value
(US\$ million)



II. Return as of September, 2010

Return in September was 3.04% in US dollars and 0.23% in Chilean pesos. Cumulative return in 2010 totaled 2.88% in US dollars and -1.31% in Chilean pesos. Annualized return since inception was 6.15% in US dollars and 3.18% 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	0.06%	0.95%	3.63%	3.64%	4.58%	4.63%
Exchange Rate Return	2.98%	5.09%	-0.75%	-1.84%	0.79%	1.52%
Return in USD	3.04%	6.04%	2.88%	1.80%	5.37%	6.15%
Exchange Rate (CLP)	-2.81%	-10.65%	-4.19%	-11.14%	-1.75%	-2.97%
Return in CLP^(c)	0.23%	-4.61%	-1.31%	-9.34%	3.62%	3.18%

(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, 2010

Portfolio by Credit Risk			Portfolio by Currency		
	US\$ million	% from Total		US\$ million	% from Total
Sovereign Exposure by Country					
USA	1,356.1	35.0%	Sovereign	USD 1,513.0	39.0%
Germany	1,234.9	31.9%		EUR 1,289.2	33.3%
Japan	253.8	6.5%		JPY 253.8	6.5%
Netherlands	74.8	1.9%	Total	3,056.0	78.8%
Belgium	55.8	1.4%			
France	37.9	1.0%	Banks	USD 373.9	9.6%
Sweden	25.0	0.6%		EUR 272.7	7.0%
Finland	15.0	0.4%		JPY 130.0	3.4%
Italy	1.8	0.0%	Total	776.6	20.0%
Austria	1.0	0.0%			
Total Sovereign Exposure	3,056.0	78.8%	Supranational	USD 44.5	1.1%
Bank Exposure by Country					
United Kingdom	316.4	8.2%		EUR 0.0	0.0%
France	140.3	3.6%	Agencies	EUR 0.0	0.0%
Germany	87.7	2.3%		JPY 0.0	0.0%
Italy	70.0	1.8%	Total	0.0	0.0%
Netherlands	65.6	1.7%			
Switzerland	52.8	1.4%	Total	1,931.4	49.8%
Belgium	26.3	0.7%		EUR 1,561.9	40.3%
Japan	17.3	0.4%		JPY 383.8	9.9%
Others	0.2	0.0%	Total	3,877.1	100.0%
Total Bank Exposure	776.6	20.0%			
Supranational Exposure by Issuer					
European Investment Bank	14.0	0.4%			
European Bank For Reconstruction and Development	30.5	0.8%			
Total Supranational Exposure	44.5	1.1%			
Total	3,877.1	100.0%			

Portfolio by Issuer Credit Rating				
Credit Rating	Sovereigns	Banks	Supranational	Total
AAA	70.8%	1.4%	1.1%	73.3%
AA+	1.4%	0.0%	0.0%	1.4%
AA	6.5%	0.4%	0.0%	6.9%
AA-	0.0%	13.1%	0.0%	13.1%
A+	0.0%	3.4%	0.0%	3.4%
A	0.0%	1.8%	0.0%	1.8%
A-	0.0%	0.0%	0.0%	0.0%
Total	78.8%	20.0%	1.1%	100.0%

Duration		Years
Sovereign		3.09
Banks		0.30
Supranational		0.19
Agencies		0.00
Total		2.47