



NORGES BANK
INVESTMENT MANAGEMENT

Government Pension Fund Global

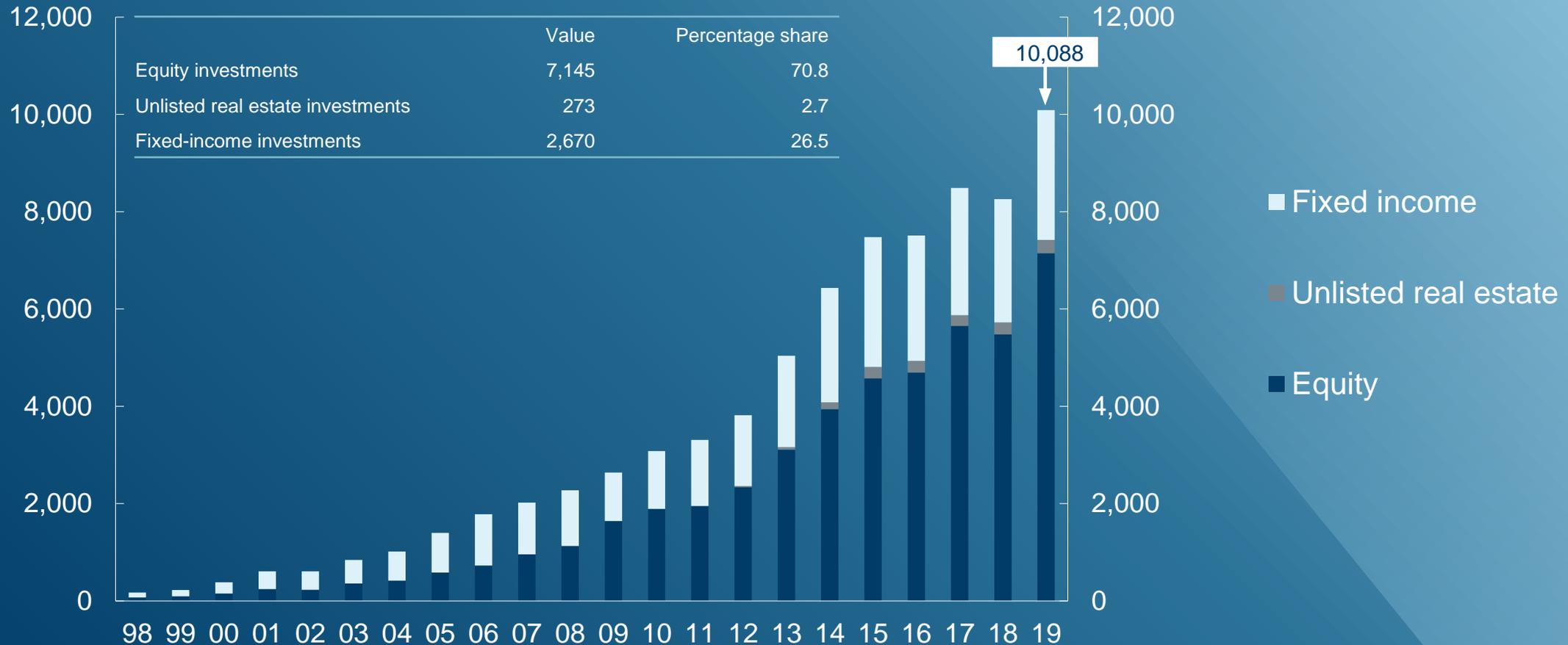
Annual report 2019

Oslo, 27 February 2020



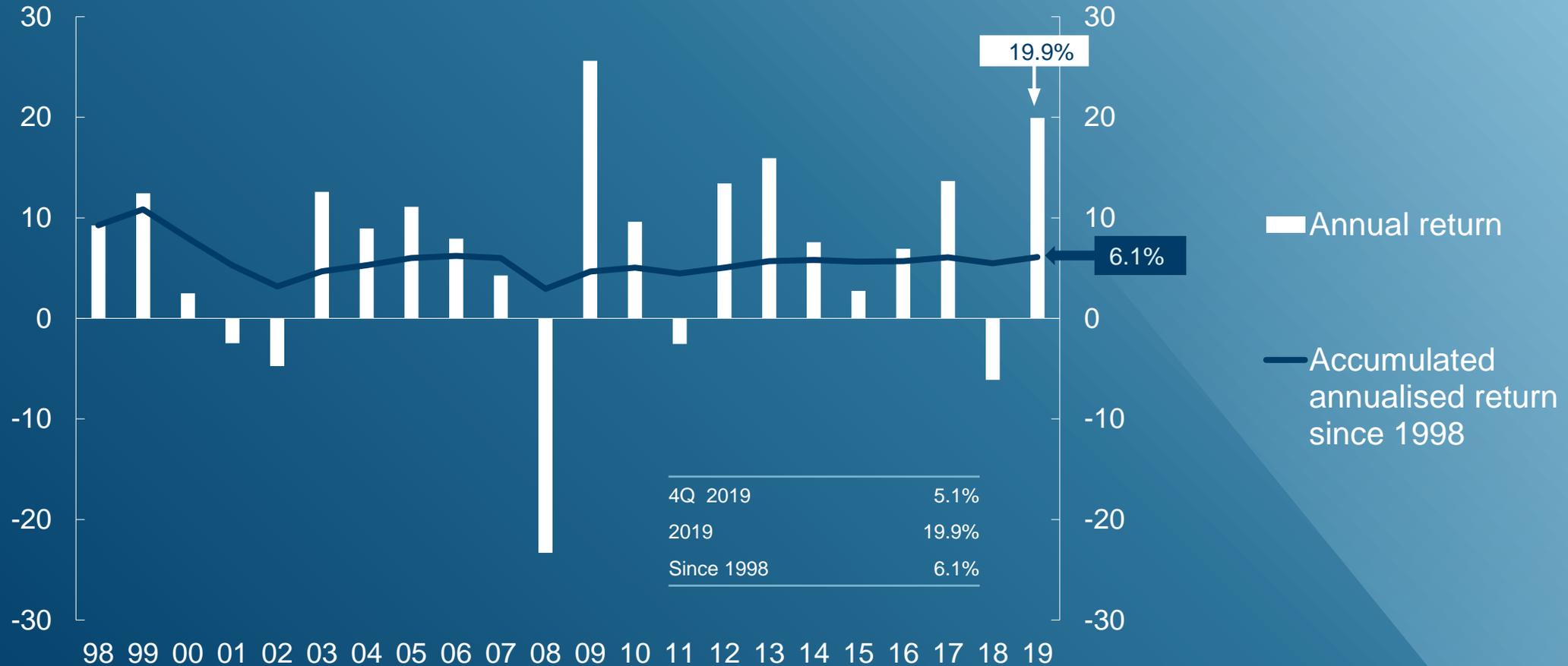
10,088 billion kroner in the fund

Market value as at 31.12.2019. Billions of kroner



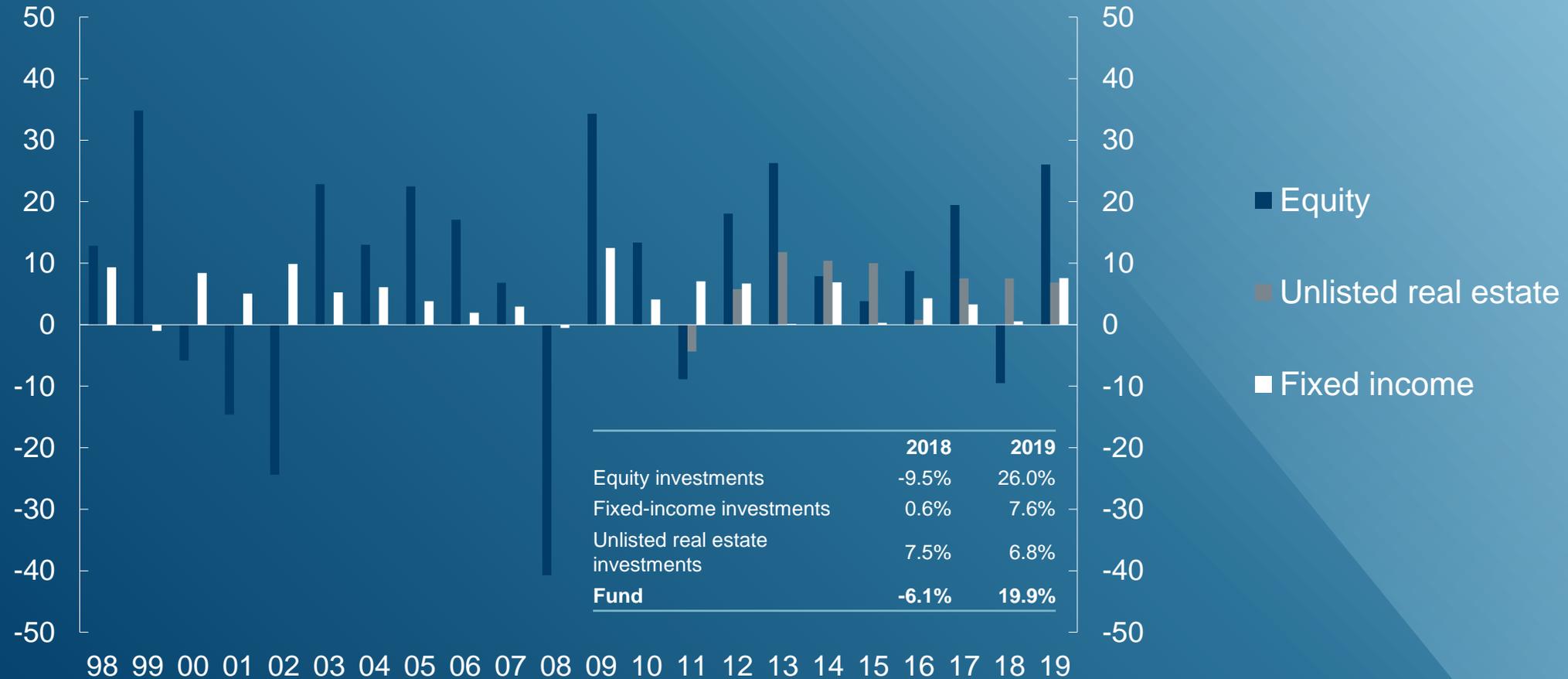
19.9 percent return in 2019

Measured in the fund's currency basket. Percent



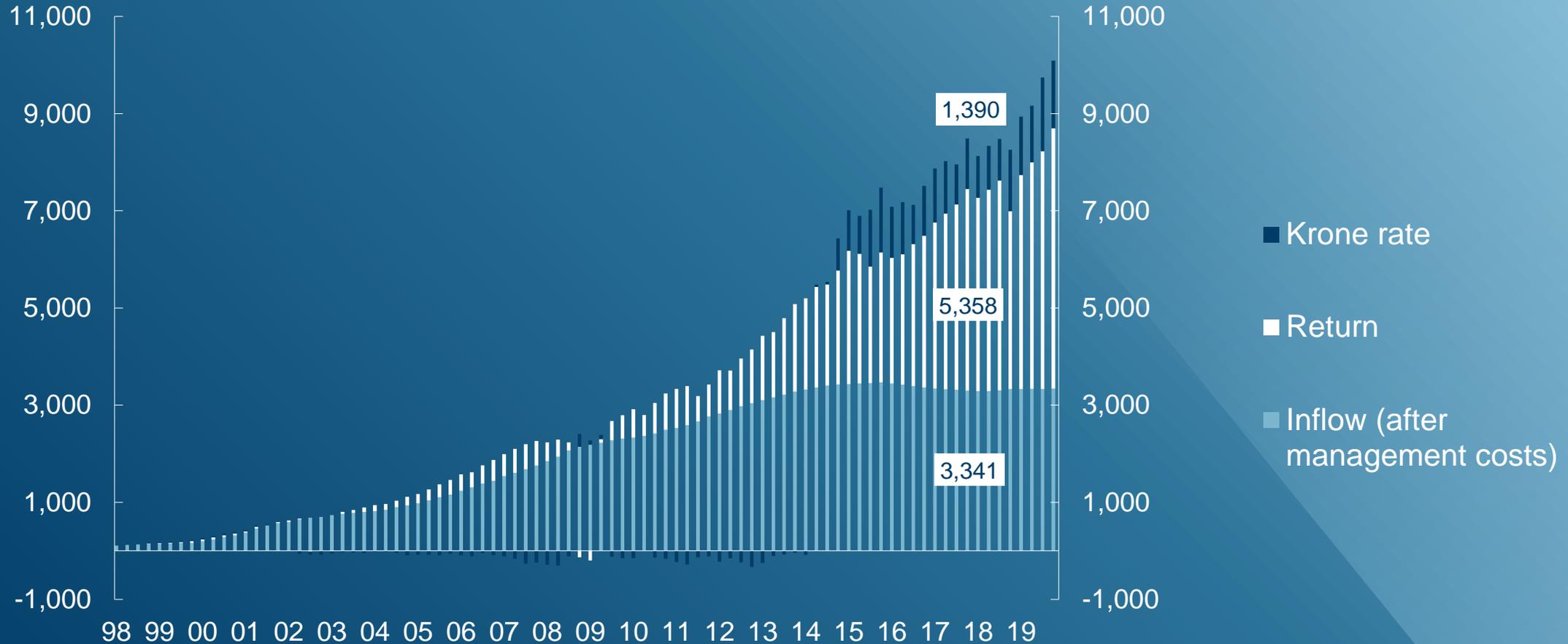
26 percent in equity return in 2019

Measured in the fund's currency basket. Percent



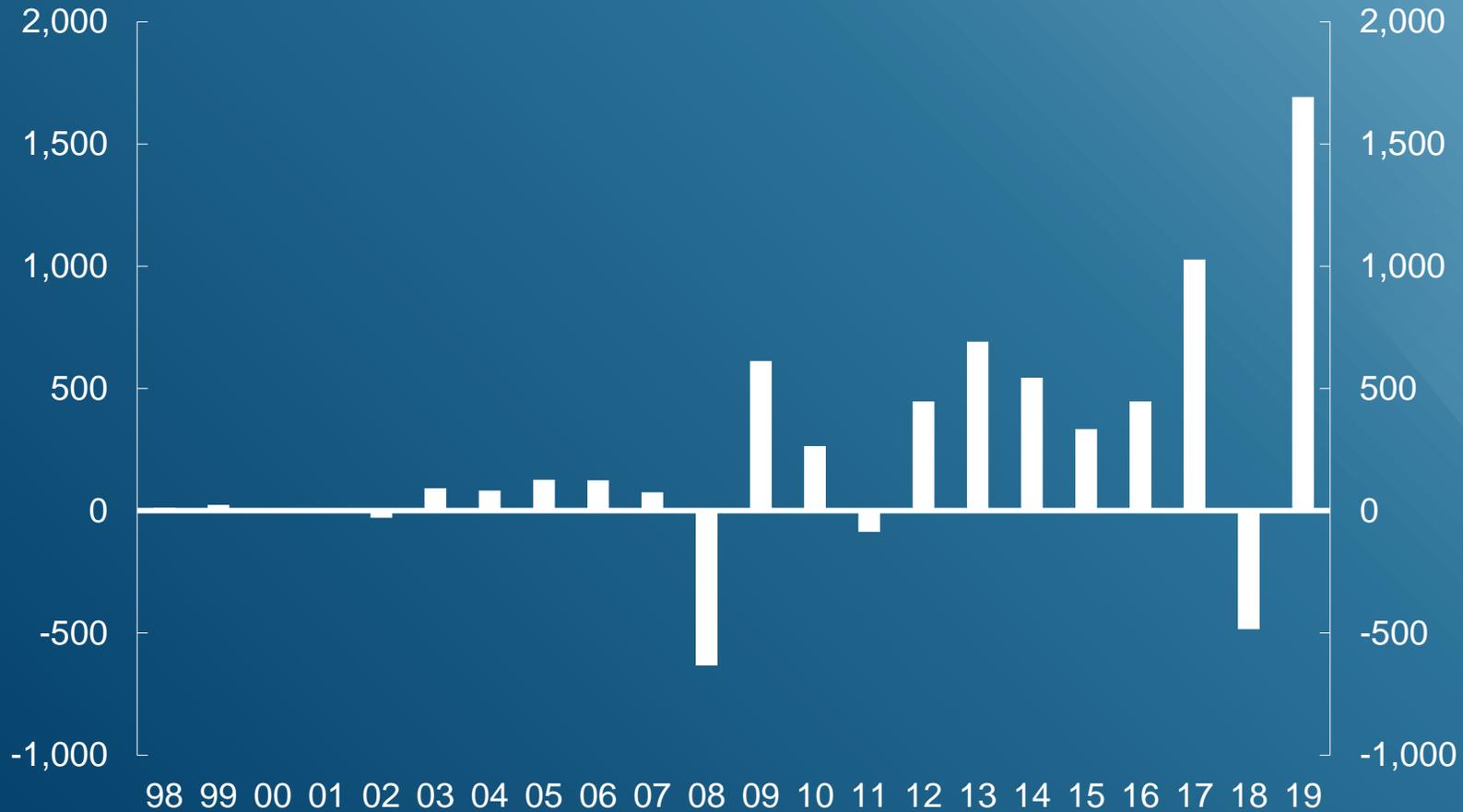
5,358 billion kroner in total return

As at 31.12.2019. Billions of kroner



1,692 billion kroner in return in 2019

Billions of kroner



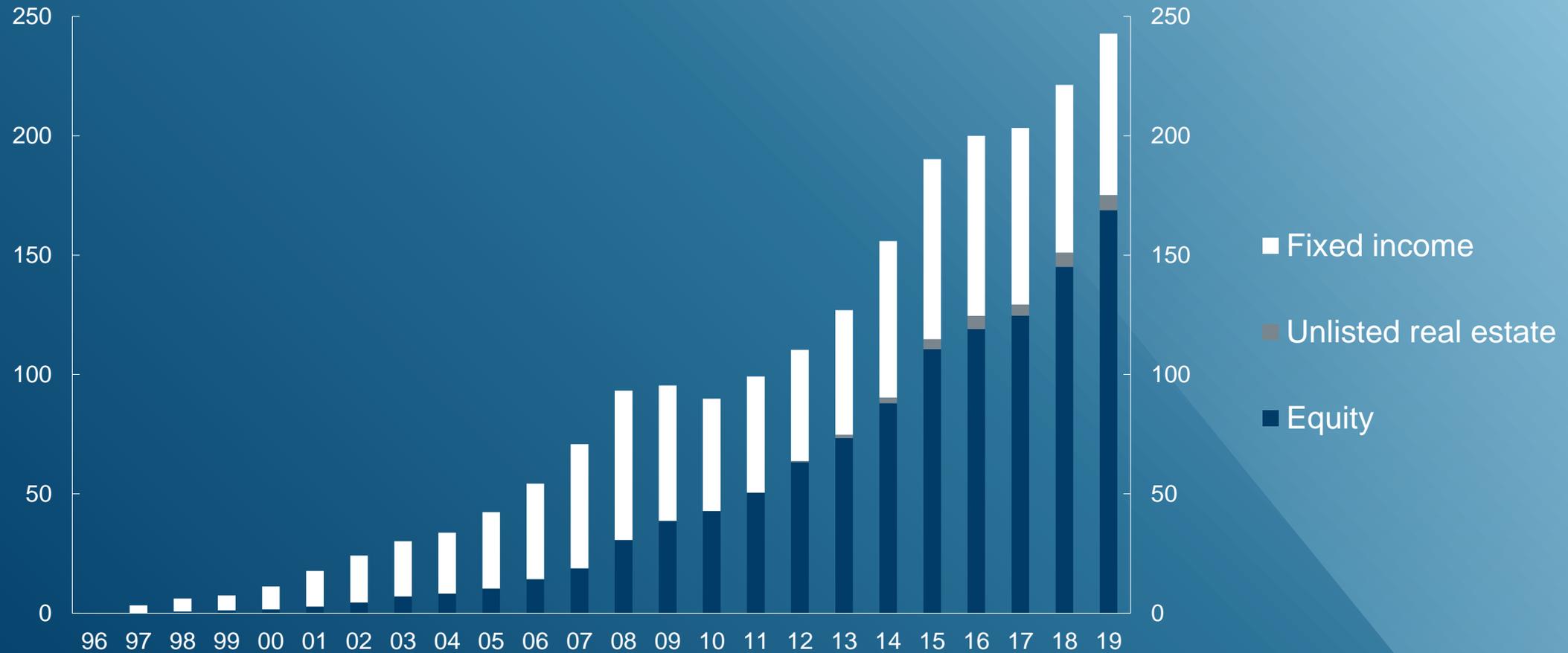
The fund's real return

Key figures measured in the currency basket. Annualised. Percent

	2019	Last 10 years	Since 1.1.1998
Return on fund	19.95	7.83	6.09
Annual inflation	1.80	1.68	1.77
Annual management fees	0.05	0.06	0.08
Annual net real return	17.78	5.98	4.17

243 billion kroner in cash flow

Billions of kroner



Positive relative return in 2019

Annual relative return of the fund. Percentage points



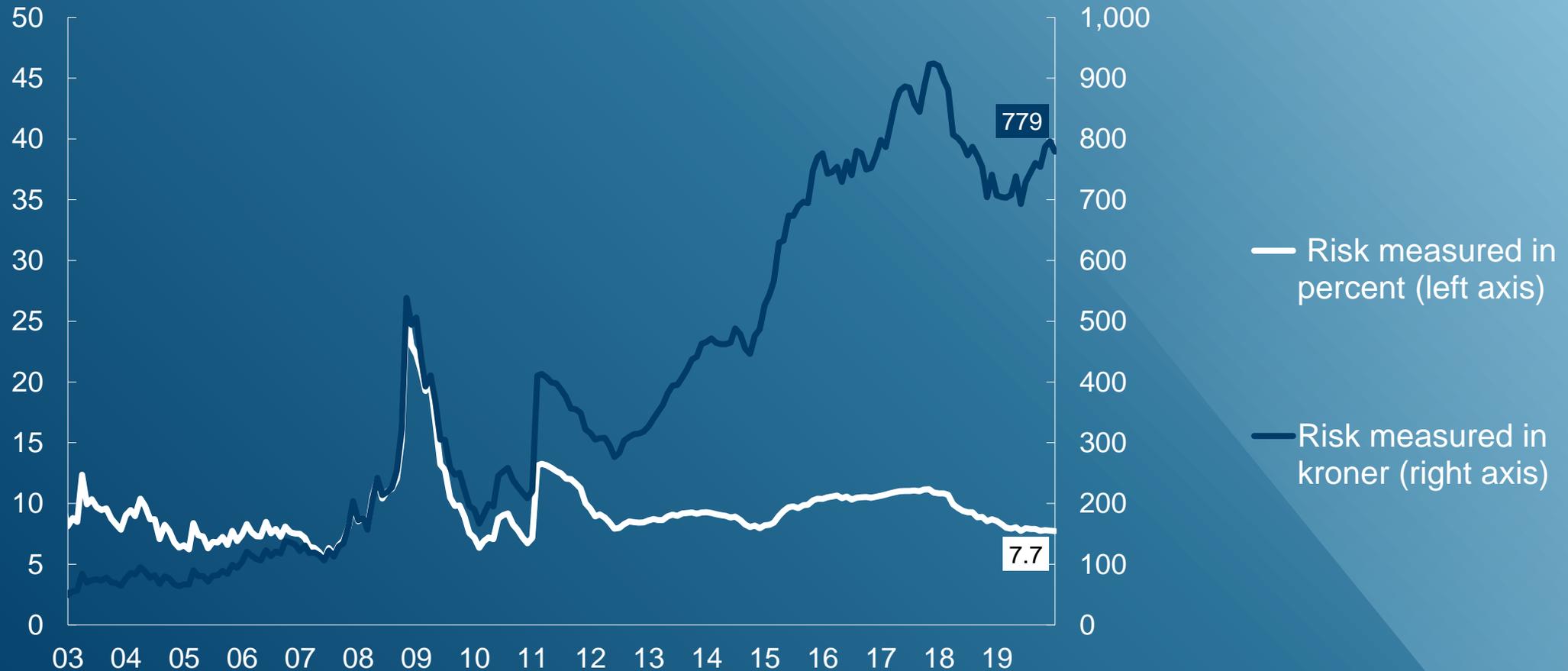
Contribution to relative return

Annualised. Percentage points

Strategy	2019	Since 2013
Fund allocation	-0.12	-0.10
Security selection	0.16	0.11
Asset management	0.19	0.18
Total	0.23	0.19

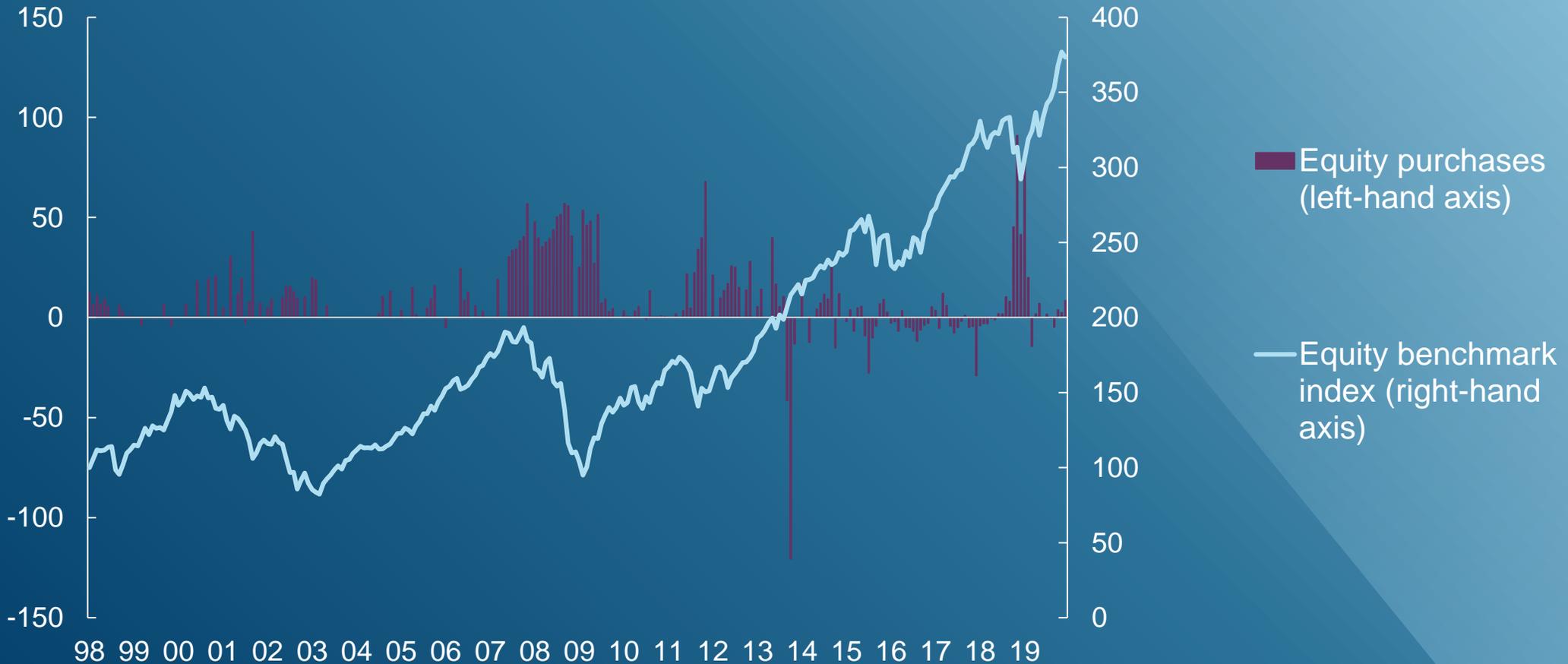
Value fluctuations in a longer perspective

Percent (left axis) and billion kroner (right axis)



Equity purchases and sales

Billions of kroner. Equity benchmark index is indexed total return



Financial markets in 2019

Equity markets in 2019

Measured in USD (Stoxx in EUR). Indexed total return (31.12.2018 = 100)



Equity markets in 2019

Measured in USD. Indexed total return (31.12.2018 = 100)



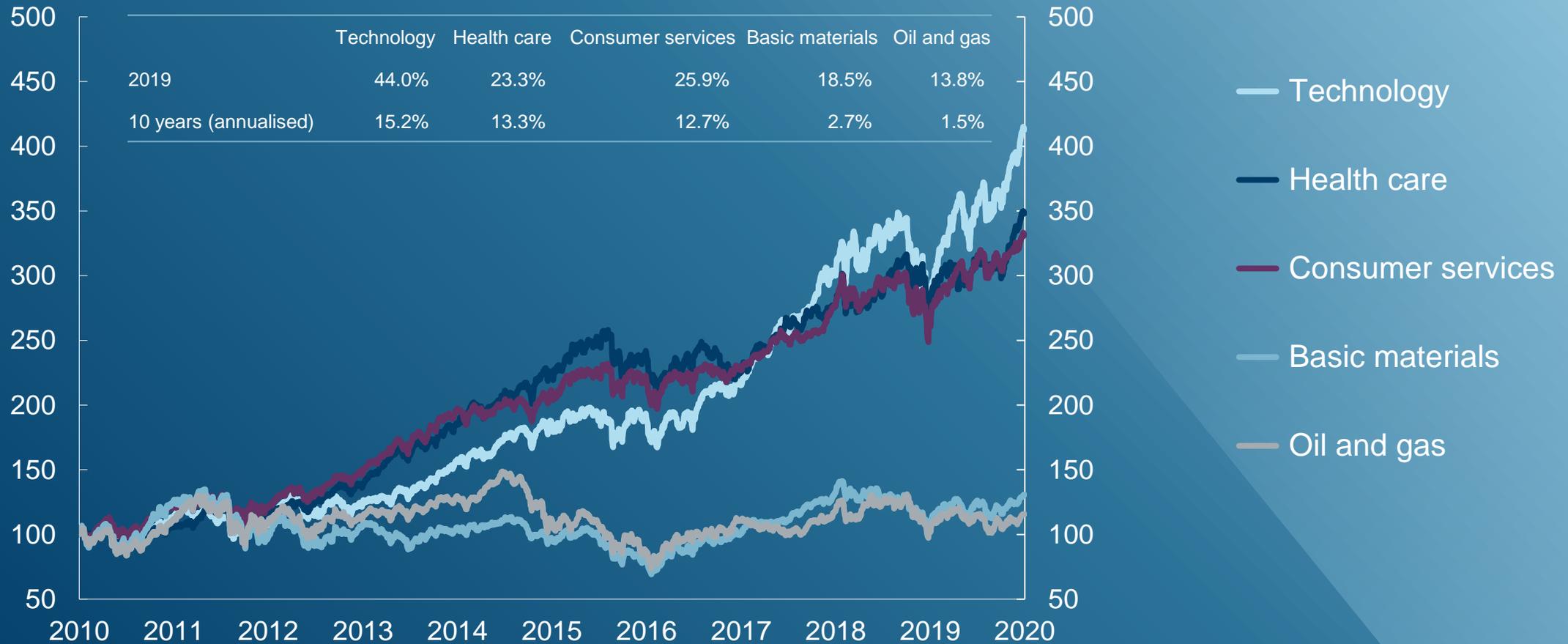
Various stock sectors in 2019

Measured in USD. Indexed total return (31.12.2018 = 100)



Various stock sectors last ten years

Measured in USD. Indexed total return (31.12.2009 = 100)

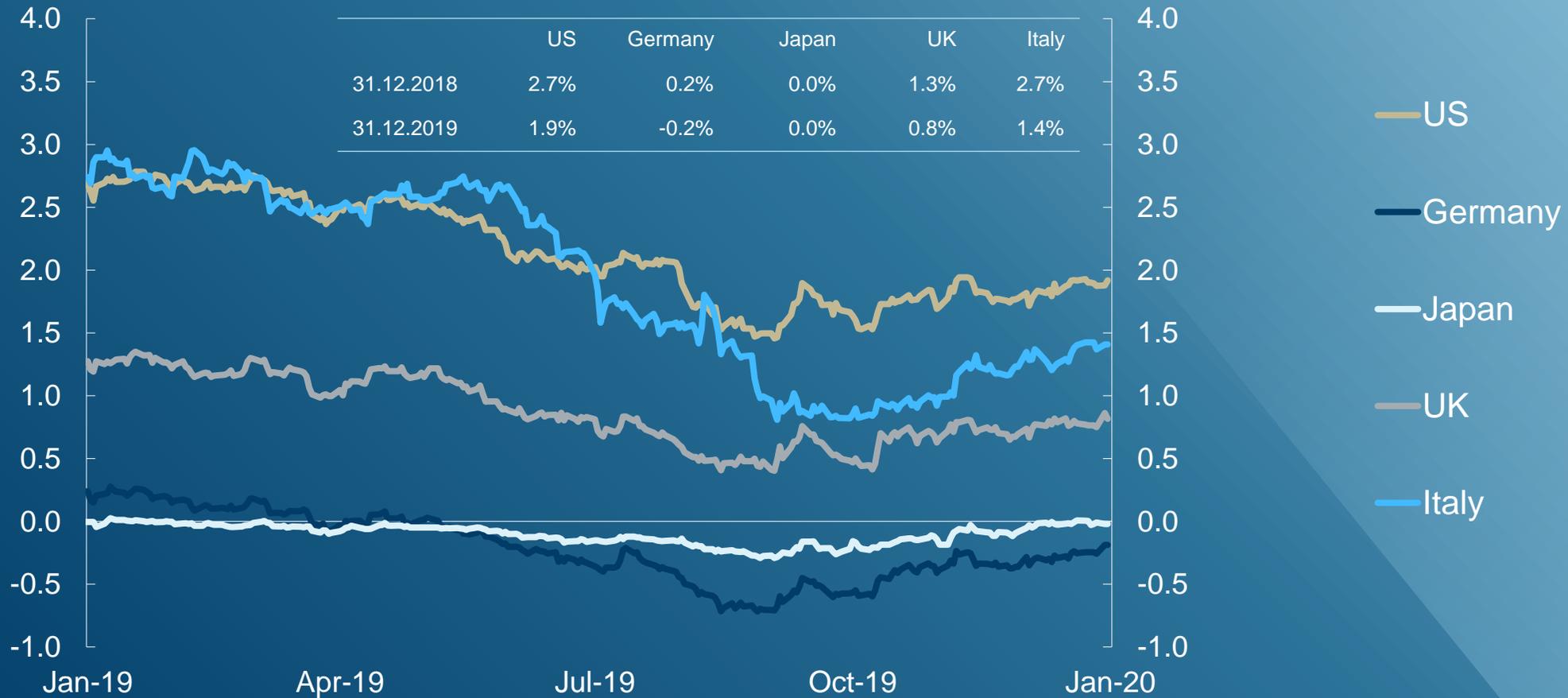


The fund's largest equity investments

31.12.2009	Sector	31.12.2019	Sector
HSBC Holdings PLC	Financials	Apple Inc	Technology
Royal Dutch Shell PLC	Oil and gas	Microsoft Corp	Technology
BP PLC	Oil and gas	Alphabet Inc	Technology
Nestlé SA	Consumer goods	Nestlé SA	Consumer goods
TOTAL SA	Oil and gas	Amazon.com Inc	Consumer services

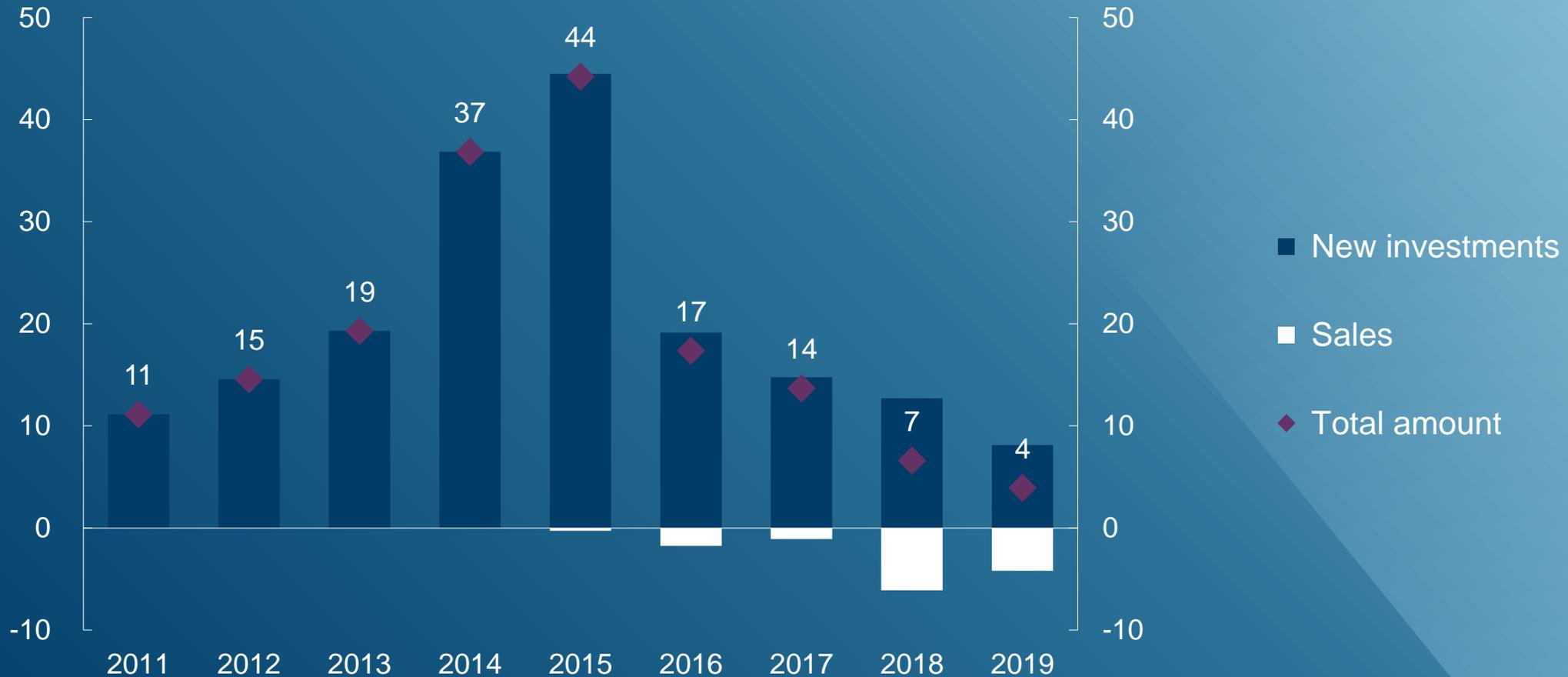
10-year government bond yields

Percent



Annual investments in unlisted real estate

Completed transactions. Billions of kroner



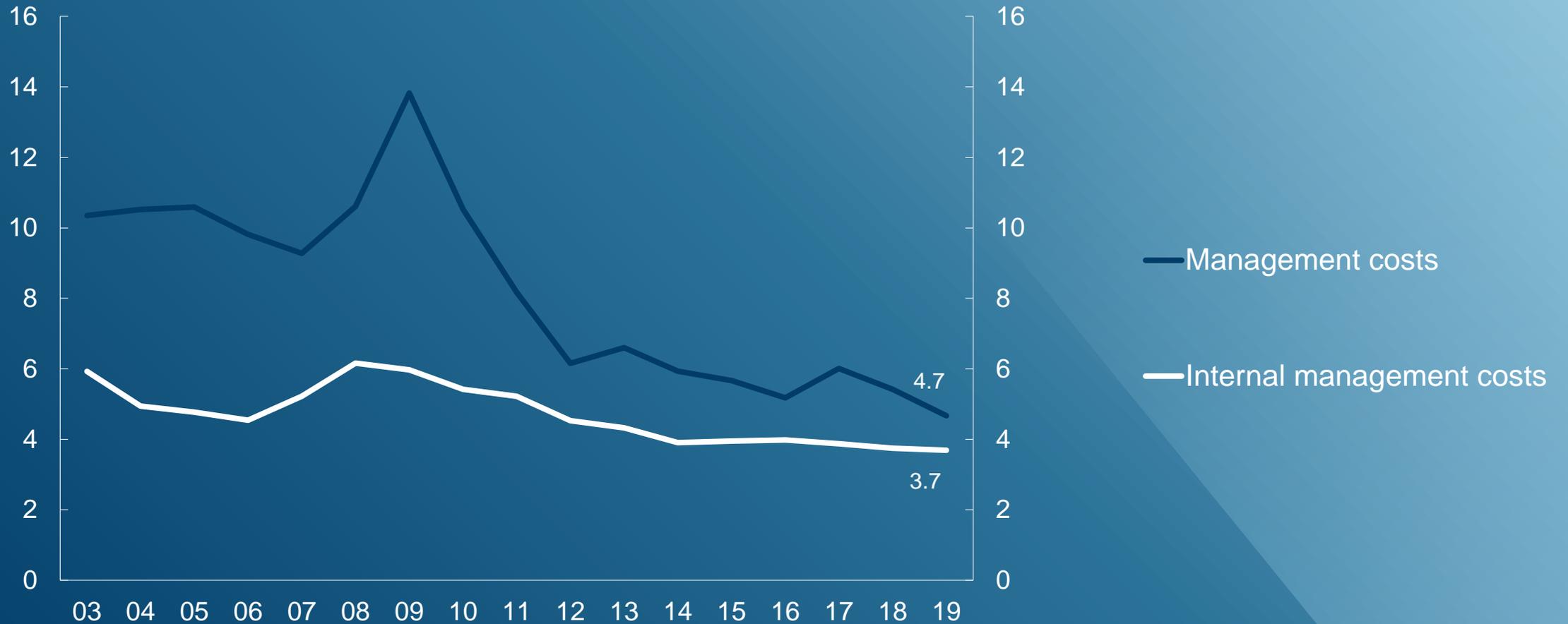
Aggregated real estate investments

Billions of kroner



Stable internal management costs

Management costs. Basis points



Costs

Millions of kroner

	2019	2018
Personnel costs	1,448	1,262
Other internal costs	1,962	1,885
External management costs	902	1,397
Management costs	4,312	4,544

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Holdings list

Monthly returns

Main external service providers

Overview of external managers

Detailed tables on return and risk

Approved issuers of government bonds



Upcoming reports



To be published 3 March 2020



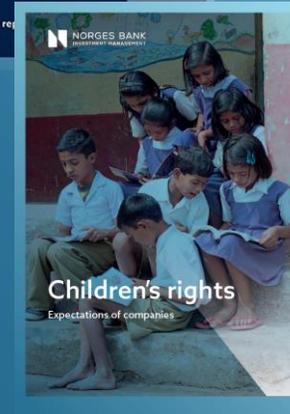
To be published 26 March 2020



Public information available on our website

www.nbim.no

- Submissions to the Ministry of Finance
 - Investment advice
- Discussion notes
 - Analyses that may form the basis for the fund's investment strategy and advice to the Ministry of Finance
- Asset manager perspectives
 - The fund's views and reflections on issues topical for the financial industry
- Expectations documents
 - The fund's expectations to companies regarding specific focus areas
- Position papers
 - The fund's position on specific ownership topics
- Public reports



Highlights 2019

- The return was 19.9 percent in 2019
 - Equity 26.0 percent
 - Unlisted real estate 6.8 percent
 - Fixed income 7.6 percent
- The return on the fund was 1,692 billion kroner
- The return on the fund was 0.23 percentage point higher than the return on the benchmark index
- The market value of the fund increased to 10,088 billion kroner
- Asset allocation at the end of the year
 - Equity 70.8 percent
 - Unlisted real estate 2.7 percent
 - Fixed income 26.5 percent





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