

GLOBAL INVESTMENT REPORTING

CREDIT SUISSE ASSET MANAGEMENT
CSAM SWISS PENSION FUND INDEX
2ND QUARTER 2003



The reason to invest.



Performance of Swiss pension funds based on Credit Suisse Asset Management’s global custody data as at June 30, 2003

Index versus minimum interest rate since January 2000

In the second quarter of 2003 the CSAM Swiss Pension Fund Index (red line in chart 1) recovered substantially from 88.23 at the end of March 2003 to 94.94 at the end of June 2003 (see chart 1). Extrapolated to the total assets of around CHF 400 billion managed by independent Swiss pension funds and expressed in absolute figures, this 7.6% recovery during the past three months represents an increase in assets of approximately CHF 25 bil-

lion. This once again illustrates the remarkable leverage effect of the investment performance, often referred to as the “third contributor”. However, this pleasing performance in the short-term should not hide the still significant gap (19.36 percentage points) between the index and the prescribed minimum interest rate (blue line). It is therefore still too early to sound the all-clear.

Chart 1

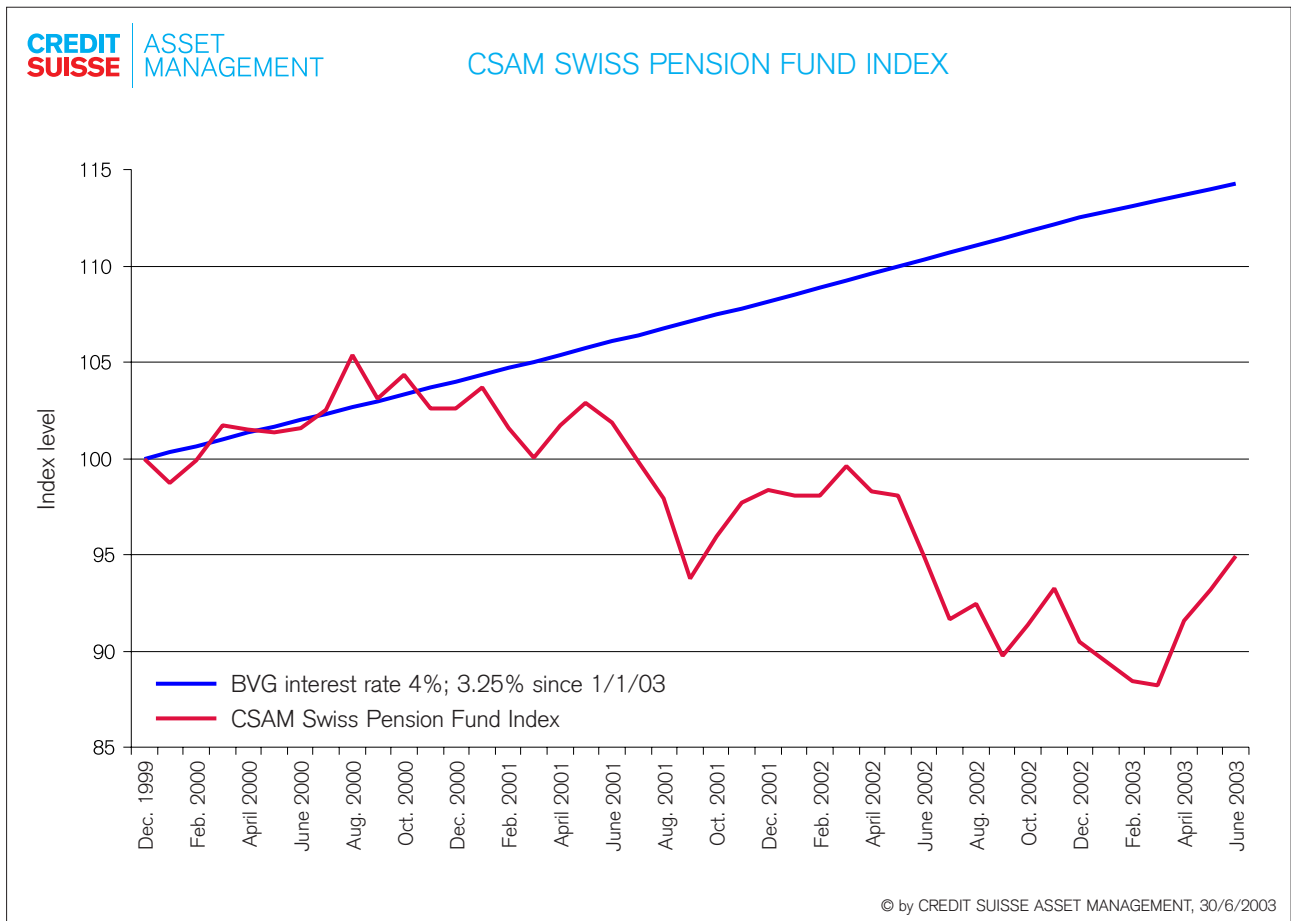


Table 1

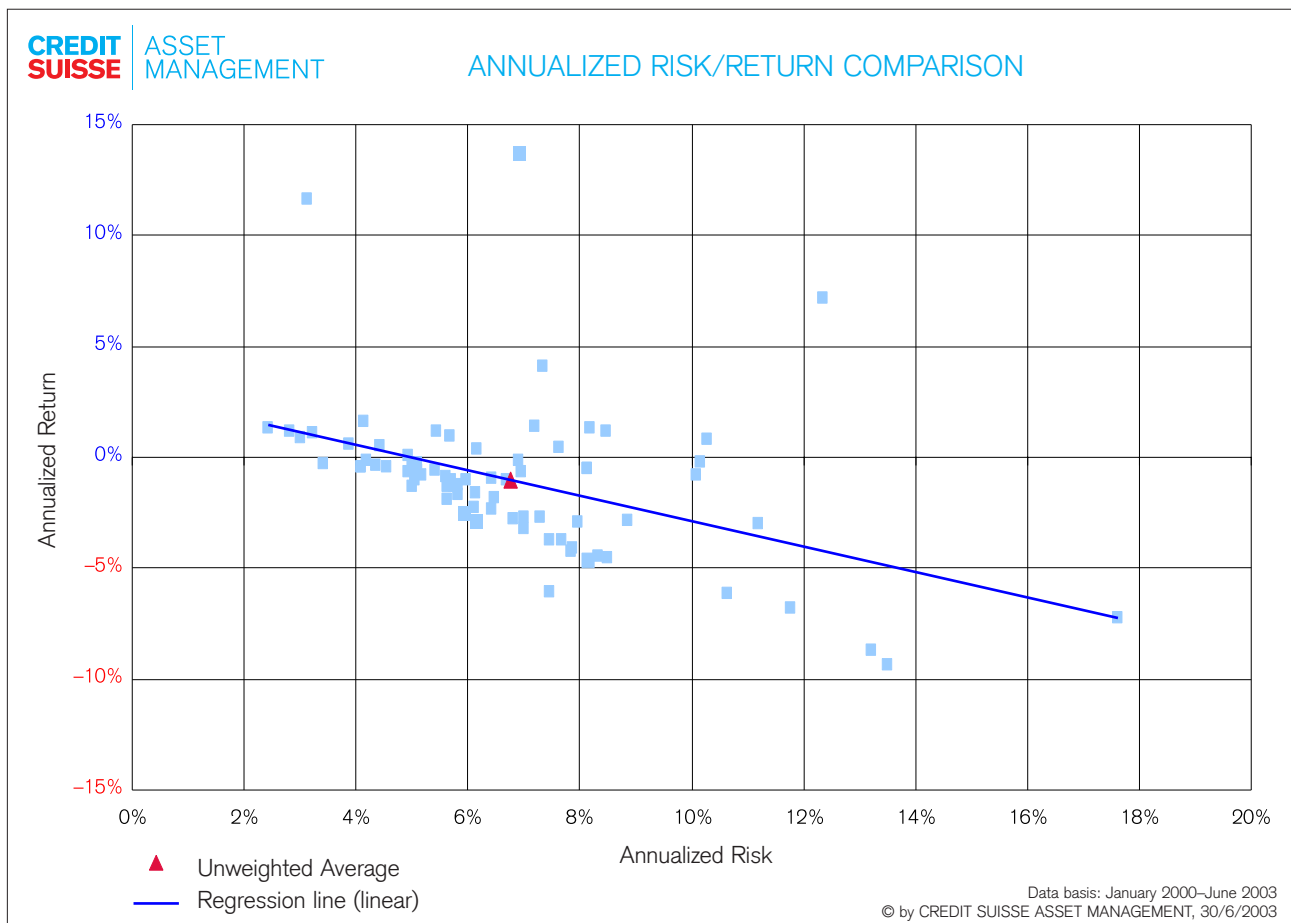
	Jan.	Febr.	March	April	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Annual return	Cumulative return (since 2000)
2000	98.74	99.88	101.68	101.51	101.32	101.59	102.55	105.34	103.07	104.32	102.56	102.60	2.60%	2.60%
2001	103.67	101.59	100.05	101.68	102.86	101.84	99.81	97.94	93.78	95.97	97.71	98.34	-4.15%	-1.66%
2002	98.03	98.04	99.58	98.32	98.06	94.85	91.62	92.43	89.71	91.36	93.28	90.49	-7.98%	-9.51%
2003	89.45	88.45	88.23	91.59	93.15	94.94								

Risk/return positions

The risk/return chart as per reference date (see chart 2) showing the annualized risk/return positions of the various pension funds since January 2000 has changed since publication of the last Index to the extent that the individual data points have moved clearly higher and closer to one another. The unweighted annualized average return

improved significantly from -3.7% to -1.5%. Particularly welcome is the fact that the number of extremely negative deviations (less than -5%) has decreased markedly and the number of pension funds in the black has multiplied. Two pension funds even managed to achieve an annualized return of more than 10% in the period under review, which was an extremely demanding time with moderate volatility for investments.

Chart 2



Asset allocation

A comparison of the asset allocation (see chart 3) for the first and second quarters 2003 mirrors the interim equity market recovery in that the average components of Swiss and foreign equities have increased significantly (Swiss equities from 14.4% to 16.1%, foreign equities from 14.9% to 16.4%). This happened mostly at the expense of the Swiss bond component, which fell by 2 percentage points to 33.5%. Although still at a very modest level, the alternative investments component increased comparatively strongly (from 0.8% to 1.2%). However, this level remains too low to have a noticeable impact on performance. The real estate and liquid funds components remained largely stable. The spread of investments across the individual as-

set classes (see chart 4) remained more or less unchanged compared to the previous quarter, and all asset classes are therefore still characterized by very large bandwidths.

Chart 3

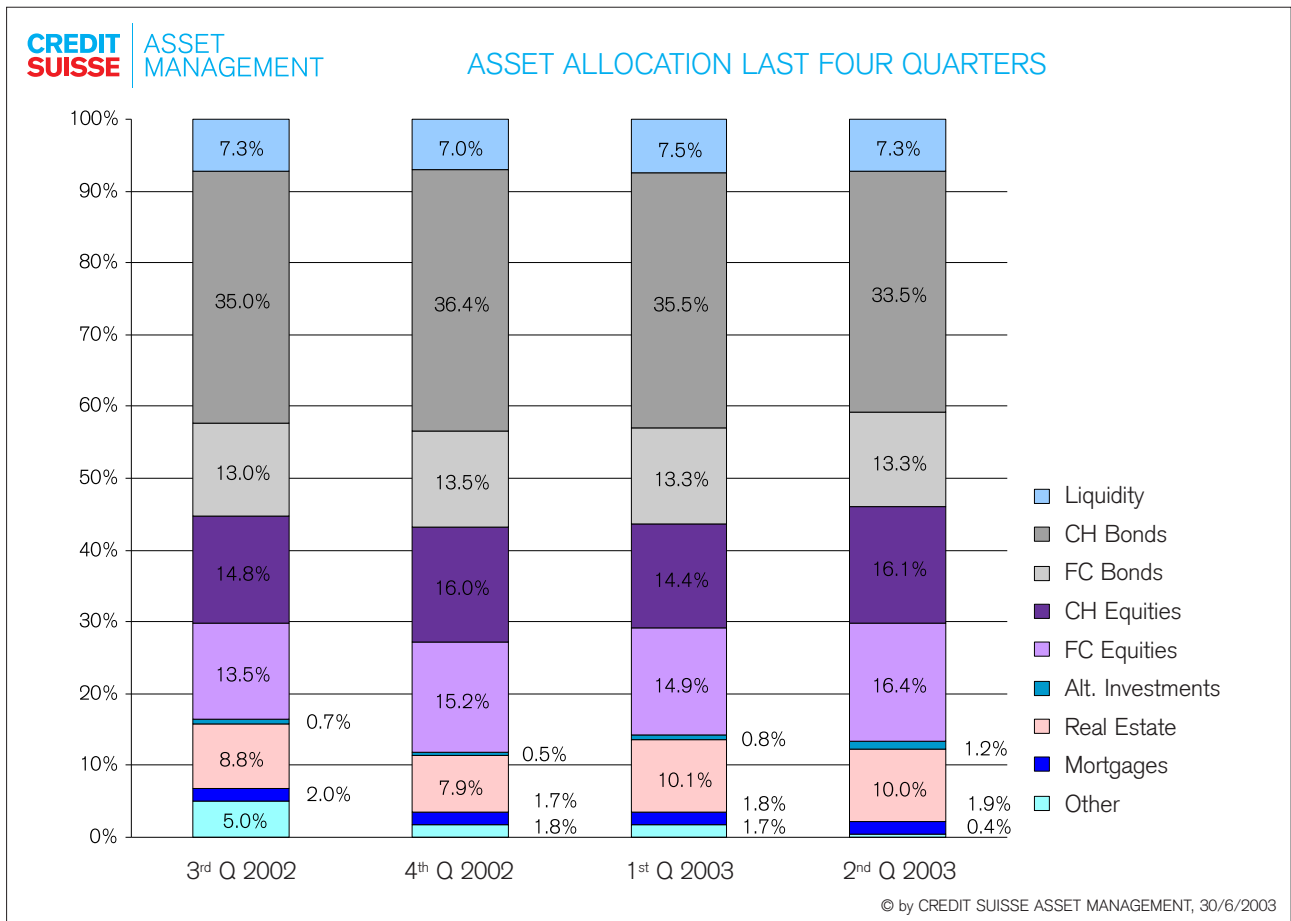
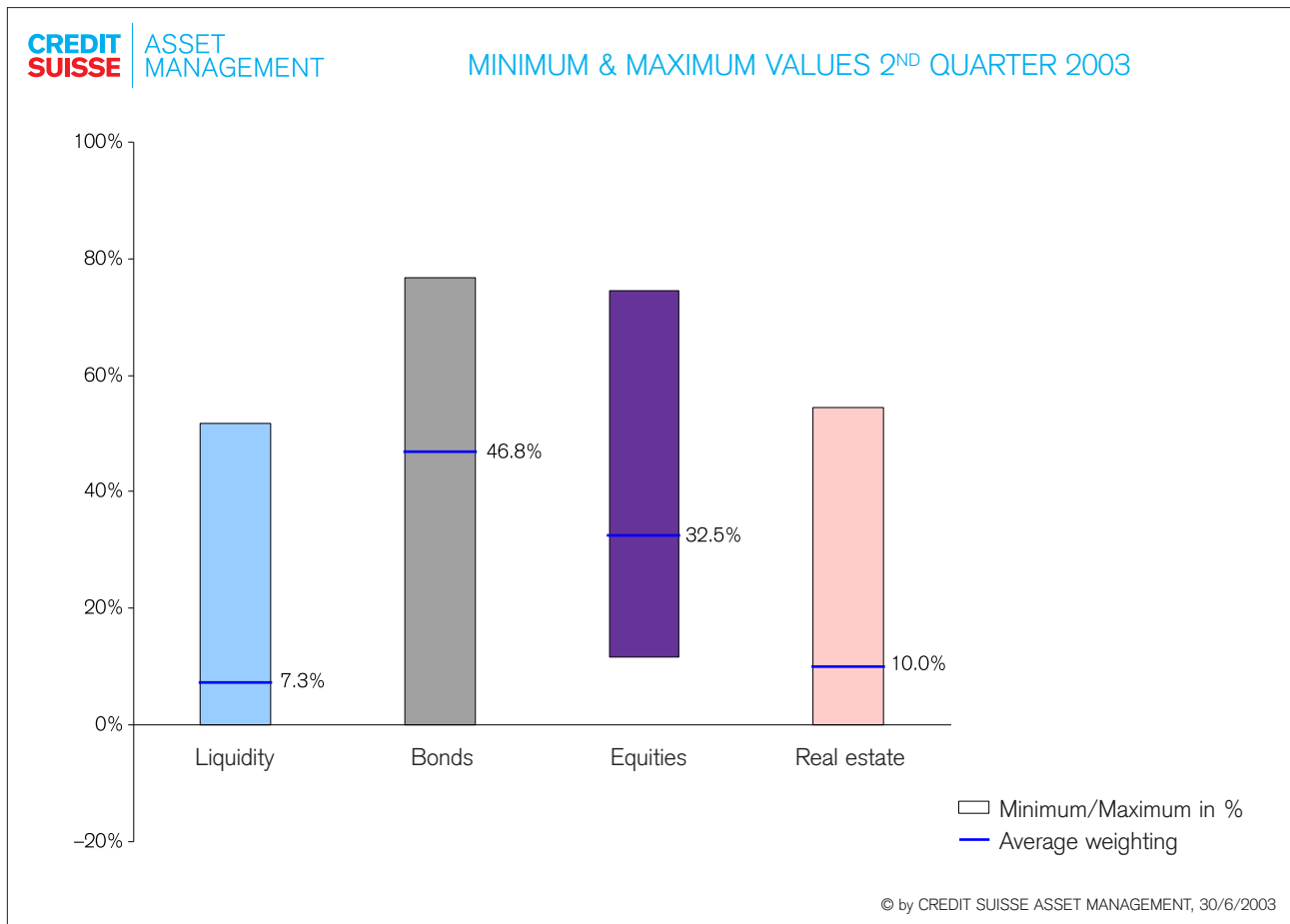


Chart 4



Currency allocation

The situation concerning the currency allocation (see chart 5) and the individual currency bands (see chart 6) is very stable, i.e. at 68% the CHF component remains high and the USD component of 11% is at a consistently low level. This could prove to be an advantage in the face of possible renewed dollar weakness.

Fig. 5

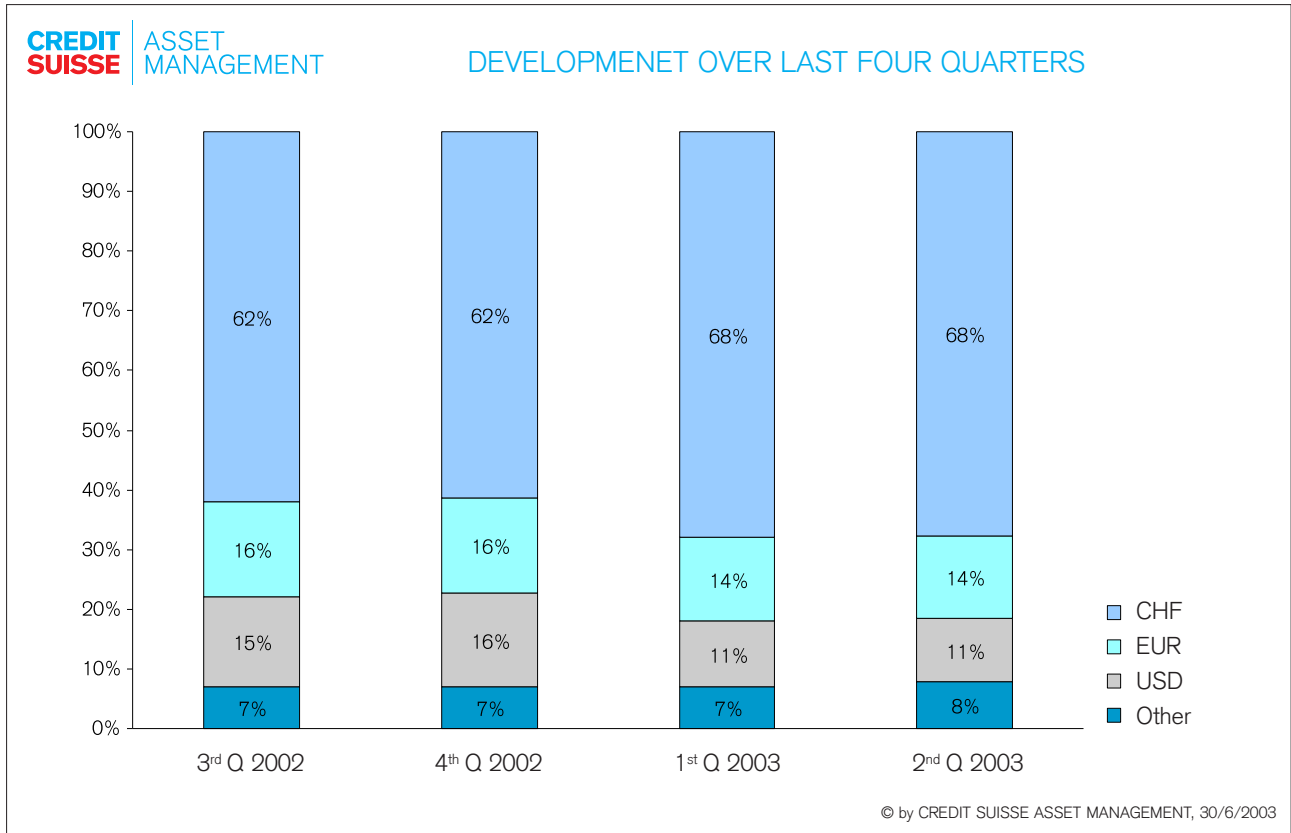
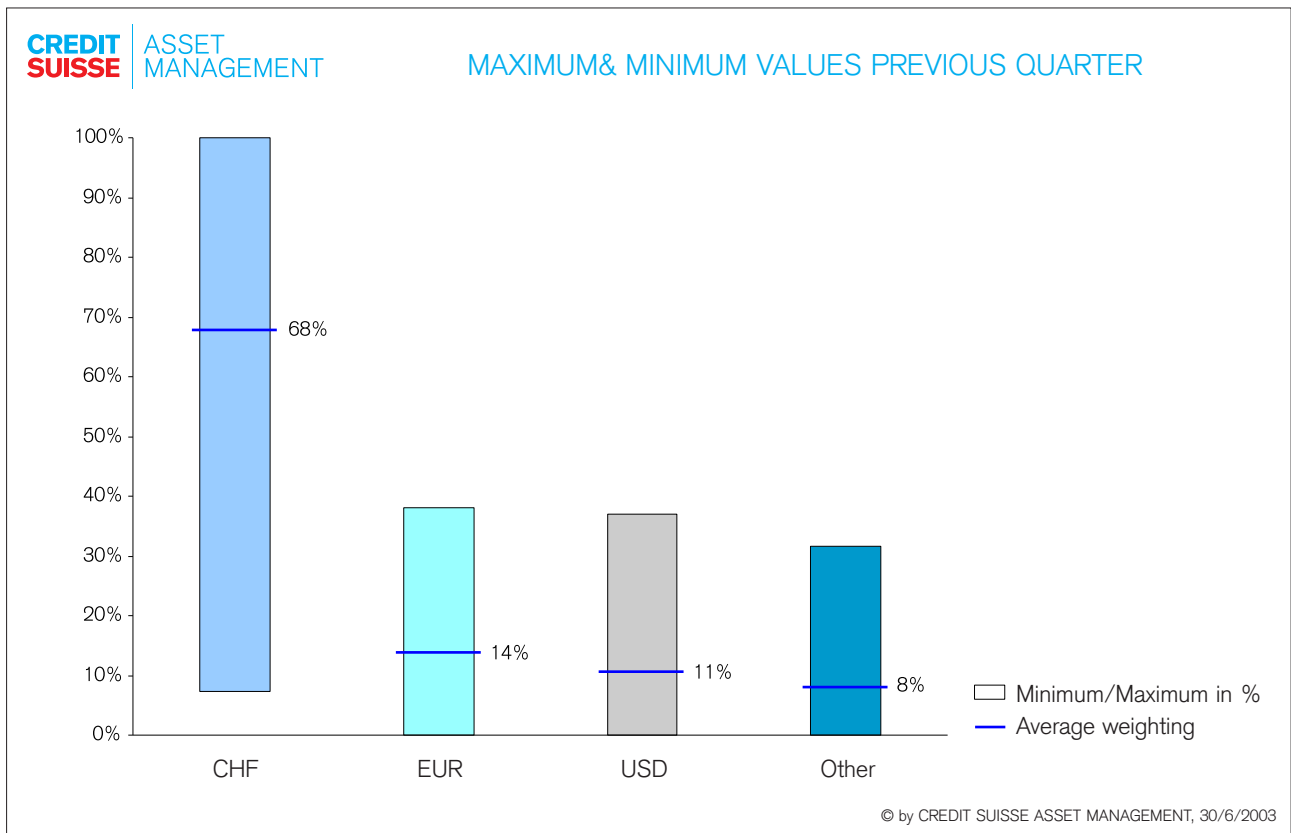


Chart 6



Important note

When interpreting these figures it must be kept in mind that the CSAM Swiss Pension Fund Index is not an artificially constructed performance index, but an index that is based on actual pension fund data. The result is that the index is “alive”, which

significantly increases its informative value regarding the current investment behavior of Swiss pension funds. On the other hand, the fact that it is constantly revised limits the comparability of data over time. The index is nevertheless an up-to-date indicator, especially as very accurate pension fund data remains unavailable.



CREDIT SUISSE FIRST BOSTON
division CREDIT SUISSE ASSET MANAGEMENT
Global Investment Reporting
Giesshübelstrasse 30
CH-8070 Zurich

Telephone: + 41 1 335 75 47
Email: global.custody@csam.com
Internet: www.csam.ch/gir

DISCLAIMER

THE CSAM SWISS PENSION FUND INDEX BROCHURE IS INTENDED FOR INFORMATION PURPOSES ONLY.

This brochure was prepared with the utmost care and reliability by CREDIT SUISSE FIRST BOSTON, CREDIT SUISSE ASSET MANAGEMENT division, (hereinafter referred to as “CSAM”) on the basis of (publicly available) information, internally processed data as well as other data and sources which we believe to be reliable. If nothing is said to the contrary, all figures are unaudited. Care was taken that the document is precise and that the opinions and estimates expressed therein are appropriate and sensible. The document is intended for publication purposes only and is not to be seen as a general or specific investment recommendation.

Partial and/or complete reproduction of any information contained in this document requires the written consent of CSAM.

The information contained in this document constitutes neither an offer, solicitation or recommendation to buy or sell any investment instruments, nor is it to be seen as advice or a decision aid regarding legal, tax or other issues. Although CSAM has taken all reasonable care to ensure that the information contained in this document is correct at the time of publication, neither CSAM nor any contracting partners can offer any undertaking and/or guarantee, either expressly or implicitly, (including liability towards third parties), regarding the accuracy, correctness or completeness of the information provided. Under no circumstances shall CSAM be liable for any losses or for direct, indirect or consequential damage in connection with this information or as a result of the inherent risks of the financial markets. Actions and omissions resulting from the information contained herein are at the reader’s own risk. This document does not release the recipients from having to exercise their own judgment.

The information and opinions contained herein may change without any notice.

A positive performance in the past does not guarantee a positive performance in the future.