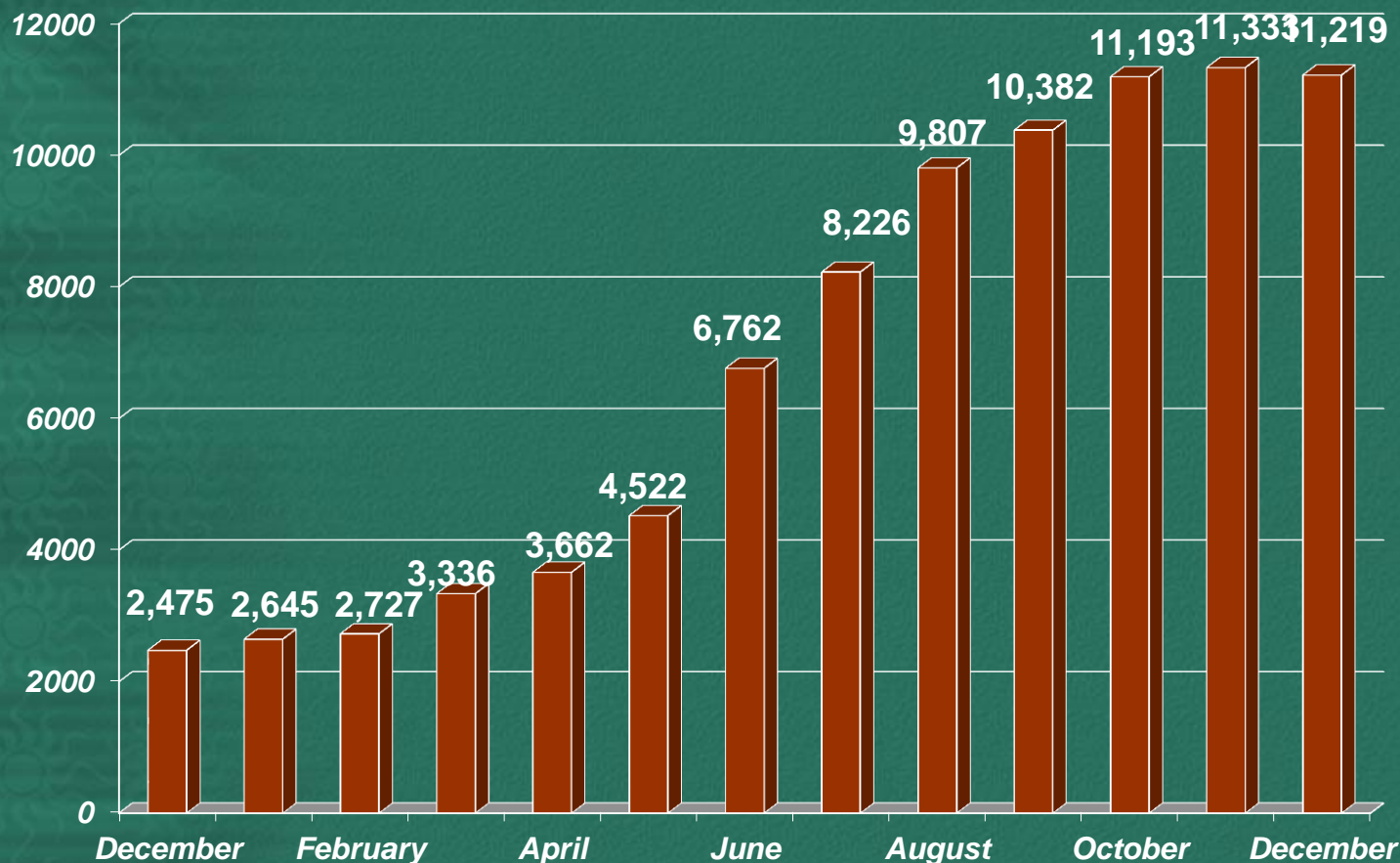




***State Oil Fund of the
Republic of Azerbaijan***

***Results of the Investment Operations in
2008***

Monthly dynamics of increase in SOFAZ assets in 2008



mIn. USD

SOFAZ's assets in the beginning of 2008

2,475.37

SOFAZ's assets by the end of 2008

11,219.20

Net increase of assets in 2008

8,743.83

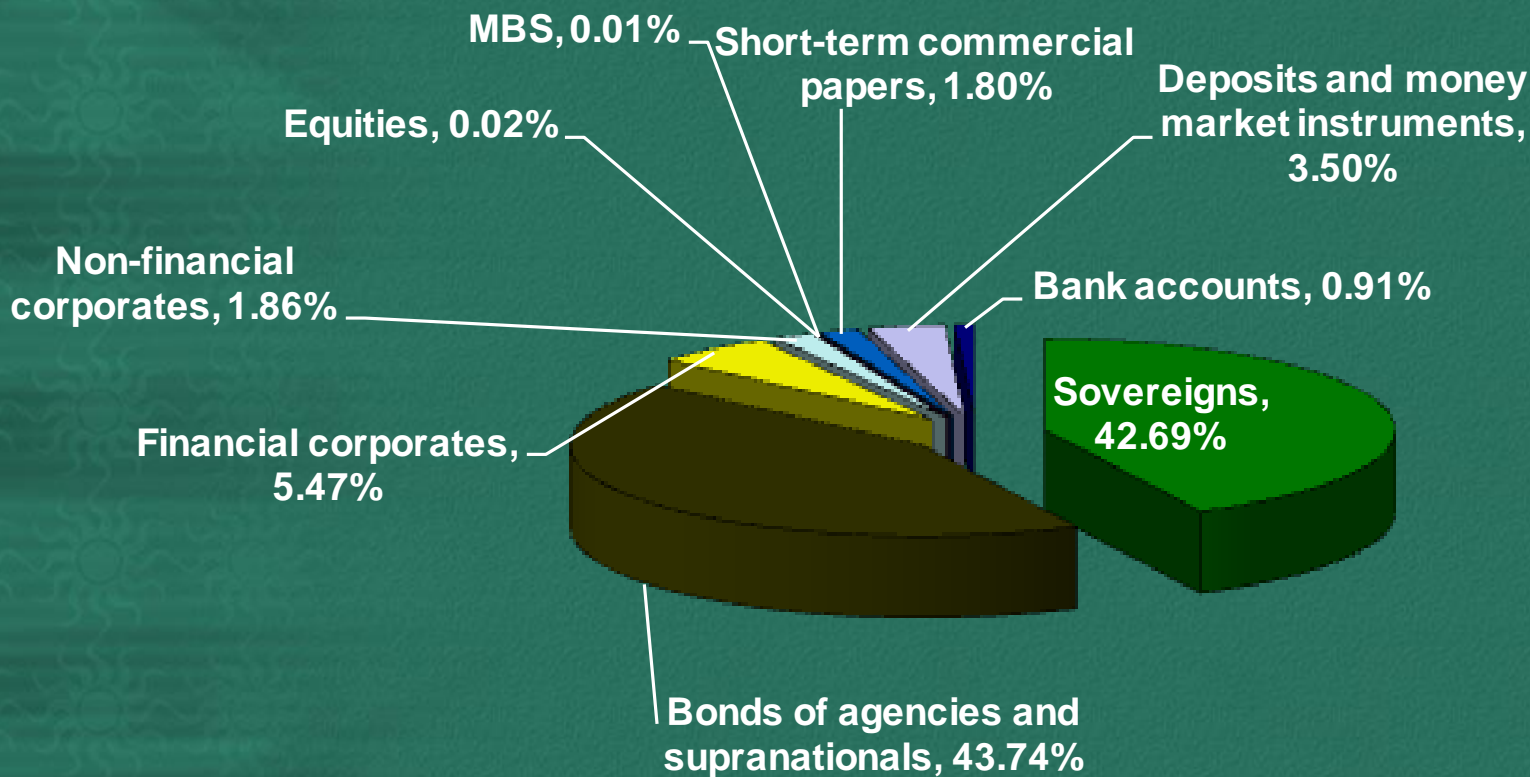
SOFAZ's portfolio breakdown by foreign currencies (by 31.12.2008)

Currencies	mln.	%
TOTAL INVESTMENT PORTFOLIO:	\$ 11,119.89	99.11%
<i>with</i>		<i>100%</i>
<i>USD</i>	<i>\$ 5,857.21</i>	<i>52.67%</i>
<i>Euro</i>	<i>€ 3,387.95</i>	<i>42.95%</i>
<i>GBP</i>	<i>£ 335.37</i>	<i>4.38%</i>
TOTAL AZERBAIJAN MANAT	\$ 99.31	0.89%
TOTAL ASSETS:	\$ 11,219.20	100.00%

***SOFAZ's investment portfolio breakdown by asset class
(by 31.12.2008)***

Assets	mln.	%
TOTAL SECURITIES	\$ 10,429.66	93.79%
<i>with</i>		
<i>Sovereigns</i>	\$ 4,746.56	42.69%
<i>Bonds of agencies and supranationals</i>	\$ 4,864.35	43.74%
<i>Corporate bonds of financial institutions</i>	\$ 608.70	5.47%
<i>Corporate bonds of non-financial institutions</i>	\$ 206.93	1.86%
<i>MBS</i>	\$ 0.78	0.01%
<i>Equities</i>	\$ 2.34	0.02%
SHORT-TERM COMMERCIAL PAPERS	\$ 199.61	1.80%
DEPOSITS AND MONEY MARKET INSTRUMENTS	\$ 389.91	3.50%
BANK ACCOUNTS	\$ 100.71	0.91%
TOTAL INVESTMENT PORTFOLIO:	\$ 11,119.89	100.00%

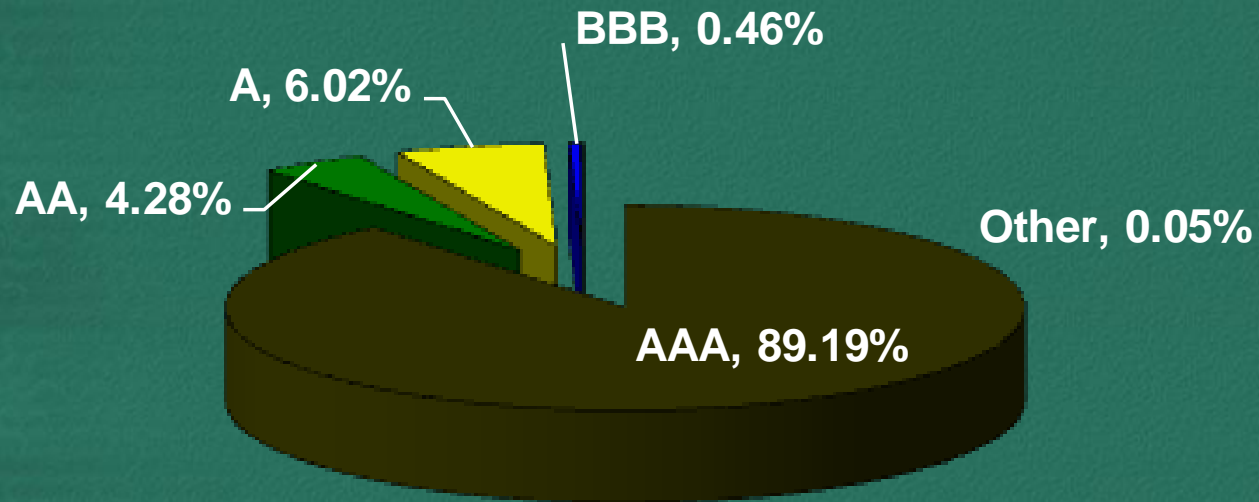
SOFAZ's investment portfolio breakdown by asset class (by 31.12.2008)



Classification of the bonds in SOFAZ's portfolio by their credit ratings (by 31.12.2008)

S&P / Moody's	mln	%
AAA / Aaa	\$ 9,300.19	89.19%
AA, AA+, AA- / Aa1, Aa2, Aa3	\$ 446.13	4.28%
A, A+, A- / A1, A2, A3	\$ 628.01	6.02%
BBB, BBB+, BBB- / Baa1, Baa2, Baa3	\$ 47.42	0.46%
Other	\$ 5.57	0.05%
TOTAL BONDS	\$ 10,427.32	100.00%

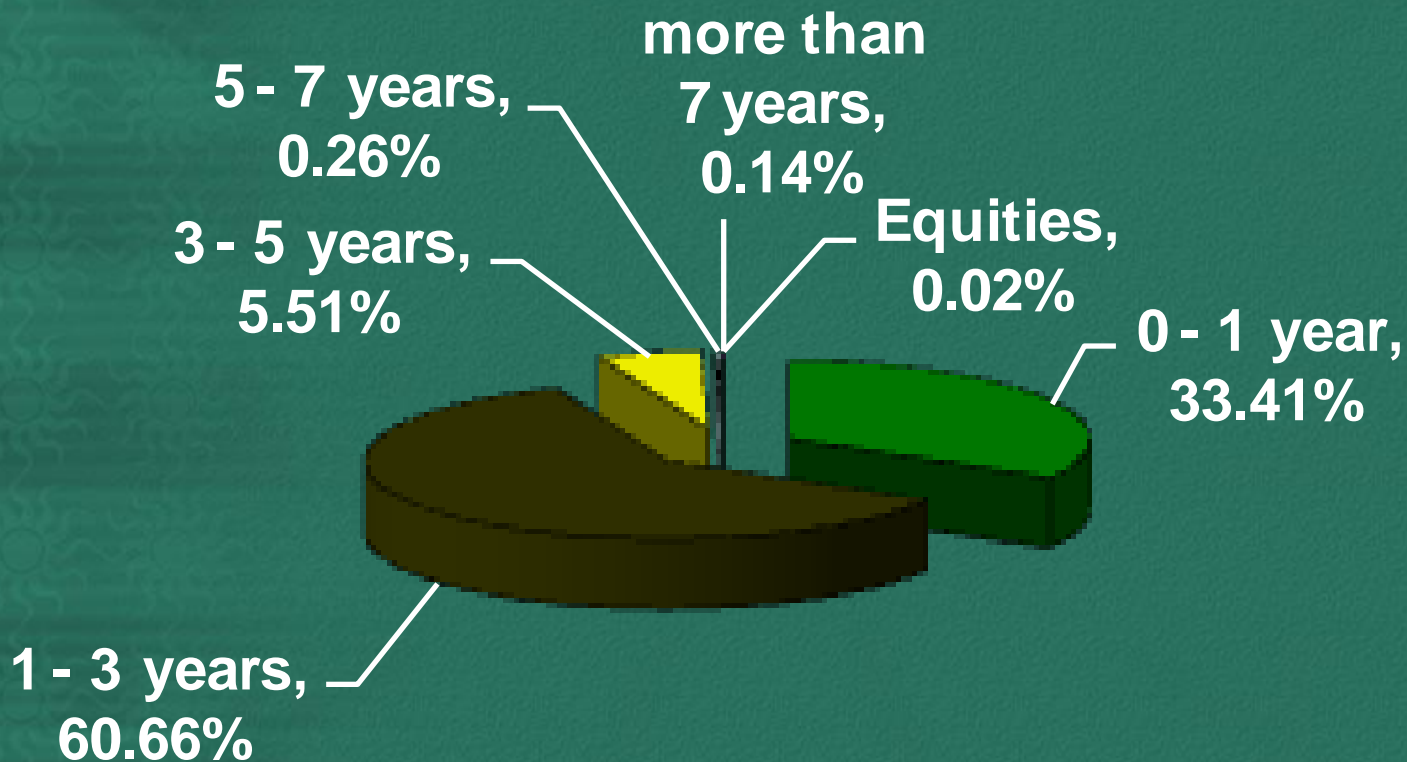
Classification of the bonds in SOFAZ's investment portfolio by their credit ratings (by 31.12.2008)



SOFAZ's investment portfolio breakdown by maturities (by 31.12.2008)

<i>Period (year)</i>	<i>mln.</i>	<i>%</i>
<i>0 - 1 year</i>	<i>\$ 3,714.88</i>	<i>33.41%</i>
<i>1 - 3 years</i>	<i>\$ 6,744.90</i>	<i>60.66%</i>
<i>3 - 5 years</i>	<i>\$ 613.19</i>	<i>5.51%</i>
<i>5 - 7 years</i>	<i>\$ 28.62</i>	<i>0.26%</i>
<i>More than 7 years</i>	<i>\$ 15.96</i>	<i>0.14%</i>
<i>Equities</i>	<i>\$ 2.34</i>	<i>0.02%</i>
<i>Total investment portfolio:</i>	<i>\$ 11,119.89</i>	<i>100.00%</i>

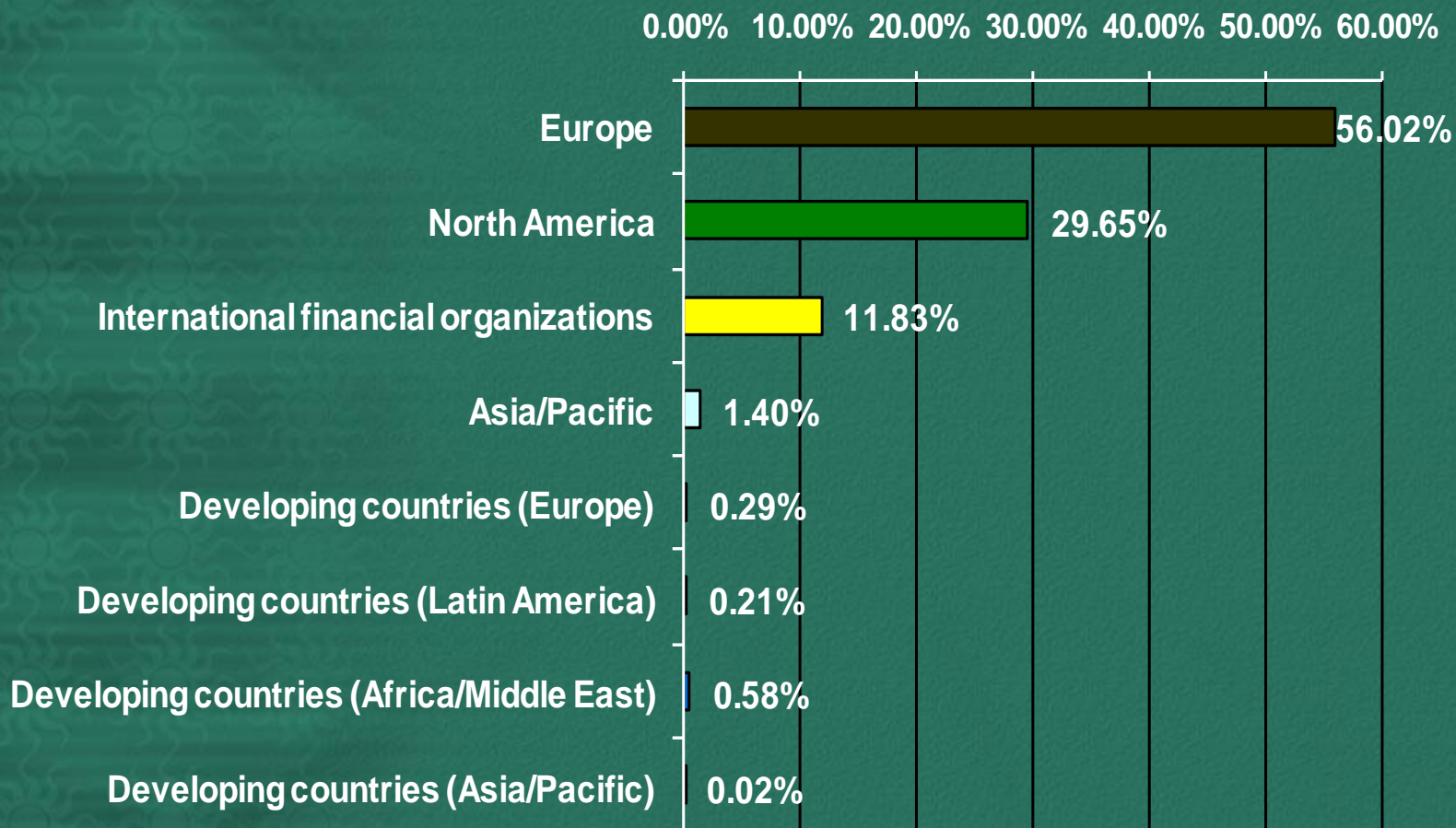
SOFAZ's investment portfolio breakdown by maturities (by 31.12.2008)



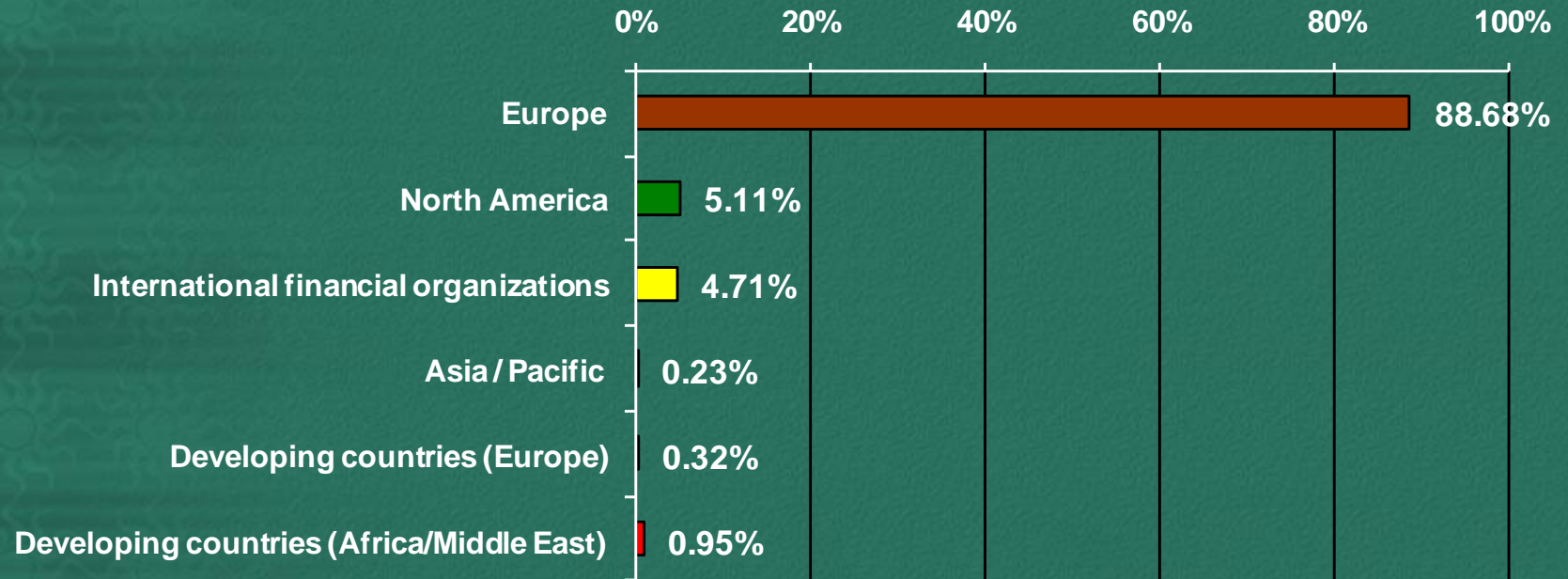
SOFAZ's investment portfolio breakdown by geographic regions (by 31.12.2008)

<i>Europe:</i>	<i>6,229.71</i>	<i>56.02%</i>
<i>North America:</i>	<i>3,297.01</i>	<i>29.65%</i>
<i>International financial organizations:</i>	<i>1,315.74</i>	<i>11.83%</i>
<i>Asia / Pacific Ocean:</i>	<i>155.36</i>	<i>1.40%</i>
<i>Developing countries (Europe):</i>	<i>32.59</i>	<i>0.29%</i>
<i>Developing countries (Latin America):</i>	<i>23.18</i>	<i>0.21%</i>
<i>Developing countries (Africa/Middle East):</i>	<i>64.25</i>	<i>0.58%</i>
<i>Developing countries (Asia/Pacific):</i>	<i>2.05</i>	<i>0.02%</i>
<i>Total investment portfolio:</i>	<i>11,119.89</i>	<i>100.00%</i>

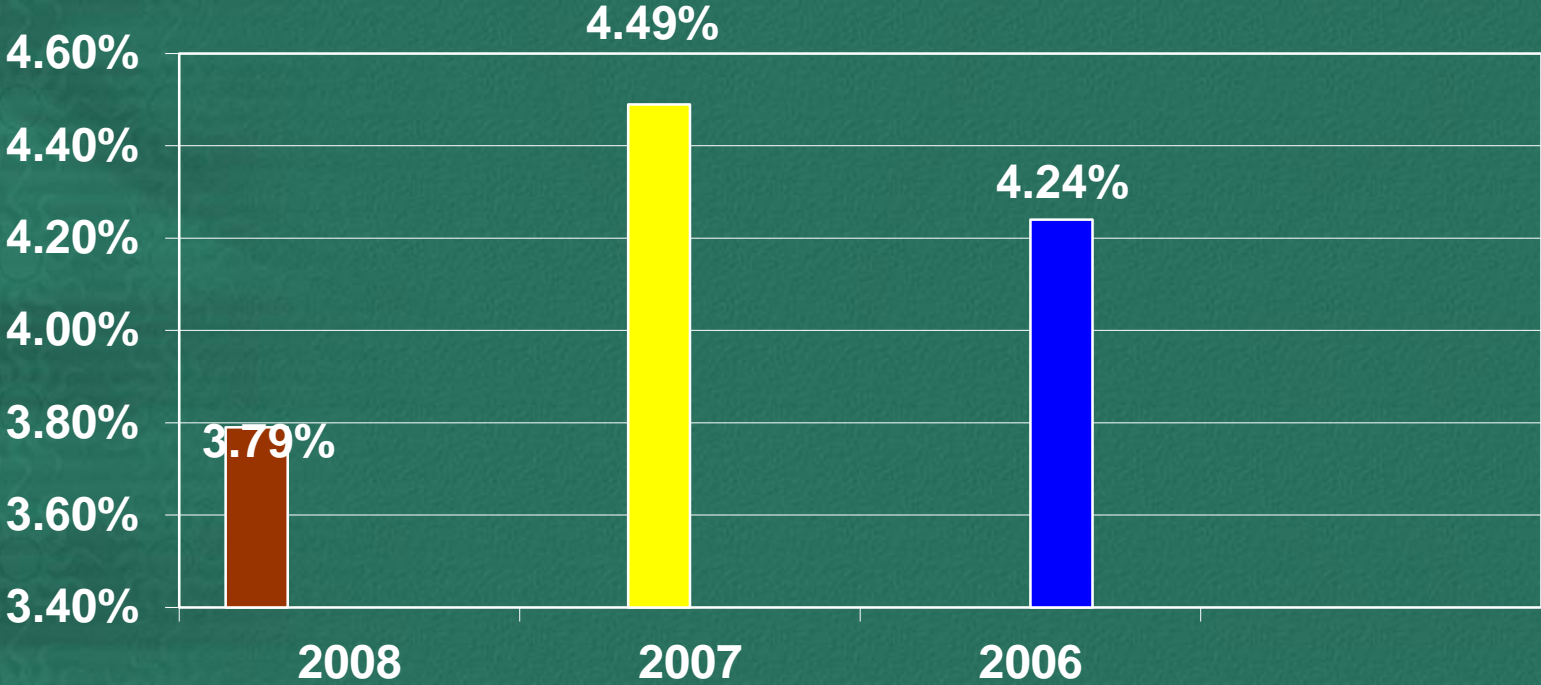
SOFAZ's investment portfolio breakdown by geographic regions (by 31.12.2008)



Euro portfolio breakdown by geographic regions (by 31.12.2008)



SOFAZ's return on total assets



Return on currency basket

3-year average

4.17%