

Corporate Profile

The Canada Pension Plan Investment Board is a Crown corporation created by an Act of Parliament in December 1997. Its long-term goal is to contribute to the financial strength of the Canada Pension Plan and help sustain the pensions of 16 million CPP contributors and beneficiaries by investing the Canada Pension Plan fund and maximizing returns without undue risk of loss.

The CPP Investment Board invests the CPP Fund, the funds not needed by the Canada Pension Plan (CPP) to pay current benefits. Contributions are expected to exceed annual benefits paid until 2022, providing a 15-year period before a portion of the investment income is needed to help pay pensions. The Chief Actuary of Canada has projected that the CPP Fund will grow to approximately \$250 billion by 2016 and that the CPP, as constituted, is sustainable for 75 years and beyond. By increasing the long-term value of funds available to the CPP, the CPP Investment Board will help the plan to keep its pension promise to Canadians.

Our disclosure policy states: "Canadians have the right to know why, how and where we invest their Canada Pension Plan money, who makes the investment decisions, what assets are owned on their behalf and how the investments are performing."

In order to build a diversified portfolio of CPP assets the CPP Investment Board is currently investing cash flows in a diversified portfolio of public equity, private equity, inflation-sensitive assets (such as real estate and infrastructure) and fixed income. Approximately \$64.6 billion dollars is invested in Canada through a broadly diversified portfolio, while the rest is invested globally so that income from foreign investments flows back to Canada to help pay future pensions.

With a mandate from the federal and provincial governments, the CPP Investment Board is accountable to Parliament and to the federal and provincial finance ministers who serve as the stewards of the CPP. Based in Toronto, the CPP Investment Board is governed and managed independently of the CPP and at arm's length from governments.

For more information on the CPP Investment Board, visit our website at www.cppib.ca.

Financial Highlights

CPP FUND

FINANCIAL OVERVIEW

FOR THE YEAR ENDED MARCH 31 (\$ billions)

	2007		2006	
Assets	\$	116.6	\$	98.0
Net contributions		5.5		3.6
Investment income		13.1		13.1

INVESTMENT PERFORMANCE (%)

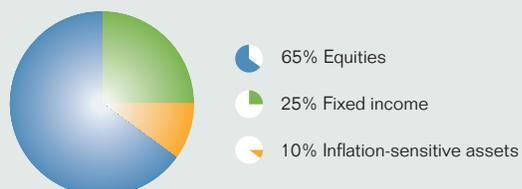
Annual	12.9	15.5
Four-year annualized rate of return	13.6	9.8

ASSETS	(\$ billions)	(% of total)	(\$ billions)	(% of total)
Public equities	\$ 67.5	57.8%	\$ 57.3	58.5%
Private equities	8.1	7.0	4.4	4.5
Bonds	29.2	25.0	27.2	27.7
Real estate ¹	5.7	4.9	4.2	4.3
Inflation-linked bonds	3.8	3.3	4.0	4.0
Infrastructure	2.2	1.9	0.3	0.4
Money market securities	0.1	0.1	0.6	0.6
	\$ 116.6	100%	\$ 98.0	100%

¹Net of mortgage debt on real estate properties.

CPP FUND ASSET MIX

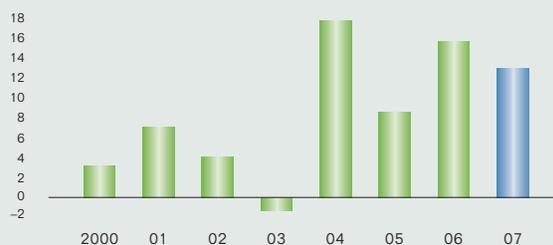
As at March 31, 2007



Fixed income assets include government bonds and money market securities. Equities include public equities (which are publicly-traded stocks) and private equities. Inflation-sensitive assets include real estate, inflation-linked bonds and infrastructure.

CPP FUND INVESTMENT RETURNS (%)

For the year ended March 31



FOUR-YEAR ANNUALIZED RETURN 13.6 PER CENT

Income earned on investments was 17.6 per cent in 2004, 8.5 per cent in 2005, 15.5 per cent in 2006 and 12.9 per cent in 2007, for an annualized return of 13.6 per cent over the past four years.

Eight-Year Review

FOR THE YEAR ENDED MARCH 31 (\$ billions)	2007	2006	2005	2004	2003	2002	2001	2000
CHANGE IN NET ASSETS								
Income								
Net contributions	5.5	3.6	4.5	4.6	3.1	2.6	1.2	(1.3)
Investment income	13.1	13.1	6.3	10.3	(1.1)	2.3	3.0	1.1
Increase in net assets	18.6	16.7	10.8	14.9	2.0	4.9	4.2	(0.2)
AS AT MARCH 31 (\$ billions)								
NET ASSETS								
Equities								
Canada	29.2	29.1	27.7	22.6	11.7	10.0	5.0	2.0
Foreign	46.4	32.6	20.9	9.3	5.4	4.1	2.1	0.4
Nominal fixed income								
Bonds	29.2	27.2	28.6	30.2	31.0	32.6	35.3	35.8
Money market securities	0.1	0.6	3.1	7.7	7.2	6.8	6.3	6.3
Inflation-sensitive assets								
Real estate	5.7	4.2	0.8	0.7	0.3	0.1	–	–
Inflation-linked bonds	3.8	4.0	–	–	–	–	–	–
Infrastructure	2.2	0.3	0.2	–	–	–	–	–
Net assets	116.6	98.0	81.3	70.5	55.6	53.6	48.7	44.5
PERFORMANCE (%)								
Rate of return (annual) ¹	12.9%	15.5%	8.5%	17.6%	(1.5)%	4.0%	7.0%	3.2%

¹ Commencing in fiscal 2007, the rate of return reflects the performance of the CPP Fund which excludes the short-term cash required to pay current benefits.