
CONTENTS

LIST OF PICTURES	7
LIST OF TABLES	9
LIST OF ABBREVIATIONS	10
1. THEORETICAL PART	13
1.1 LITERATURE REVIEW	13
1.2 DEFINITION OF STATE SOVEREIGN FUNDS	15
1.3 RISE, DEVELOPMENT AND ROLE OF SWFs	17
1.3.1 Santiago Principles	19
1.3.2 Individual objectives of funds	19
1.4 TYPES OF SWFs BASED ON SOURCES OF CAPITAL ACCUMULATION	20
1.5 TYPES OF SWFs BASED ON INVESTMENT PURPOSES	21
1.5.1 Basic profile of SWFs	21
1.5.2 Difference between SWFs and pension funds	22
1.6 POSITION OF SFWs WITHIN GLOBAL INVESTORS' PORTFOLIO	23
1.7 INVESTMENT STRATEGY	23
1.8 INVESTMENT TRENDS	26
1.9 MACROECONOMIC IMPACT OF SWFs ON HOME AND HOST COUNTRIES	29
1.9.1 Impact on changes in currency rates, prices of assets and commodities	30

1.9.2	Impact and effect of investment decisions of SWFs on their performance -----	31
1.10	OVERVIEW OF SELECTED SWFs -----	32
1.10.1	Analysis of Government Pension Fund (GPF) -----	32
1.10.2	Abu Dhabi Investment Authority (ADIA) Fund -----	39
1.10.3	China Investment Corporation (CIC) Fund -----	41
1.10.4	Fundo Soberano do Brasil (FSB) -----	42
1.11	OVERVIEW OF RECENT SWFs TRANSACTIONS -----	42
2.	EMPIRICAL PART -----	47
2.1	INTRODUCTORY COMMENTS AND METHODOLOGY -----	48
2.2	ANALYSIS OF VOLUME OF SWFs' ASSETS -----	49
2.3	ANALYSIS OF SWFs' TRANSPARENCY -----	52
2.4	INDICES OF SWFs' TRANSPARENCY -----	53
2.4.1	The Peterson Institute's Index of Transparency -----	53
2.4.2	Linaburg-Maduell Index of Transparency (LMTI) -----	53
2.5	ANALYSIS OF SWFs FROM THE INSTITUTIONAL VIEW -----	55
2.6	ANALYSIS OF DEVELOPMENT OF SWFs' ASSETS IN THE 2008–2010 PERIOD -----	56
2.7	MACROECONOMIC IMPACT AND POTENTIAL RISKS OF SWFs -----	63
2.7.1	Macroeconomic impacts -----	63
2.7.2	A case study: Merger Tinto – BHP Billiton -----	67
2.8	ANALYSIS OF THE IMPACT OF FUNDS ON THE INCREASE OF NATIONAL WEALTH -----	68
2.8.1	SWFs as saving institutions -----	68
2.8.2	Profitability of SWF investments: public versus private sector -----	69
2.8.3	Political context -----	71
2.8.4	Tax policy -----	71
2.8.5	Value of a fund and impact on wealth growth -----	73
2.8.6	Measuring efficiency of funds -----	75
2.9	SWFs AND GLOBAL DISBALANCES -----	79
2.10	THEORETICAL EXAMPLE: POSSIBILITY OF SETTING UP A SWF IN THE CZECH REPUBLIC -----	80
2.10.1	Economic crisis – good chance to introduce changes -----	83
2.10.2	Theoretical example of setting up a SWF in the Czech Republic -----	84
2.10.3	Revenues of a SWF in the Czech Republic -----	88
3.	EXECUTIVE SUMMARY -----	111
4.	BIBLIOGRAPHY -----	113
5.	APPENDICES -----	117
INDEX	-----	131