



3rd Quarter Investment Results (to September 30, 2007)

Financial markets continued to be unsettled in the third quarter. Despite hitting a record high in the first half of July, the Canadian equity market slowed in the third quarter as the effects of the fallout of the U.S. sub-prime mortgage trickled down to all equity markets. The S&P/TSX Price Index hit its lowest point in the quarter in August. The damage caused by the global credit crunch was partially repaired as the Bank of Canada injected funds into the market in order to provide short-term liquidity.

The Canadian dollar continued its surge during the quarter, gaining 7.0 per cent against the U.S. dollar. The Bank of Canada increased its overnight rate to 4.5 per cent to cool off the economy and battle fears of inflation.

S&P/TSX Composite Index (Canadian equities) gained 2.0 per cent in the quarter, 11.2 per cent year to date. Half of the ten sectors finished the quarter in positive territory. The Information Technology and Materials sectors were the top performing sectors while Health Care was the worst performer.

The S&P 500 Index (U.S. equities) rose 2.0 per cent in US\$, -4.7 per cent in C\$, as the Canadian dollar hit parity with the U.S. dollar. The Index is down 6.8 per cent year to date in C\$. The Federal Reserve decreased its key rate by 50 basis points (0.50 per cent) to 4.75 per cent.

Non North American equities, as measured by the MSCI EAFE Index declined 2.5 per cent in local currency terms and -4.5 per cent in Canadian dollars. Currency effects had an impact as most major currencies depreciated versus the Canadian dollar.

The Canadian bond market, measured by the Scotia Capital Universe Bond Index, rose 1.7 per cent and 0.9 per cent year to date.

The return of the SPP fund was -0.6% for the quarter, 0.1% year to date.

The table below shows the holdings in the Contribution Fund as at September 30, 2007:

Canadian equities	20.6%
US equities	18.5%
Non North American equities	18.3%
Bonds	38.6%
Short term	4.0%

For more information, please call Saskatchewan Pension Plan at 1-800-667-7153.