

Presentation of Financial Results first quarter 2007

16 May 2007



For days to come

Main features

- Robust financial results gives a good start to 2007
- Considerable activity in property, executed acquisition of the main Postal Terminal (Oslo) and Rica Hell hotel (Trondheim)
- Priority to markets and clients
- Information and advice to clients on accommodation to modified Insurance Act
- KLP's cost-advantageous equity-model still valid. Continuing cost advantage
- Changes in KLP group management

Main features of Q1-2007

- Value adjusted result was BNOK 1.2 (BNOK 2.1)
- Satisfactory return, 1.4 per cent value adjusted and 1.0 per cent booked
- Premiums attained BNOK 2.4 (BNOK 2.2)
- Net financial income for the quarter at BNOK 2.4 (BNOK 3.2) and about 29 per cent contributed from the equity portfolios
- Security adjustment reserves increased by MNOK 791 (MNOK 1 044) during Q1

Figures in brackets refers to corresponding period in previous year



Main features of Q1-2007 (cont'd)

- Total assets growth of 13.7 per cent to BNOK 181 (BNOK 159) over 12 months
- Value adjustment fund strengthened by 10 per cent to MNOK 8 725 since 31.12.06
- Total buffers increased by BNOK 1.2 during Q1 to reach BNOK 17.2 (BNOK 14.2)
- Capital adequacy ratio 13.6 per cent at end of Q1, statutory ratio 8.0 per cent
- KLP's first index-linked fund, KLP AksjeUSA Indeks USD, awarded 5 stars by Morningstar in March, og our bond fund KLP Obligasjon Global rated A- by Standard & Poor's



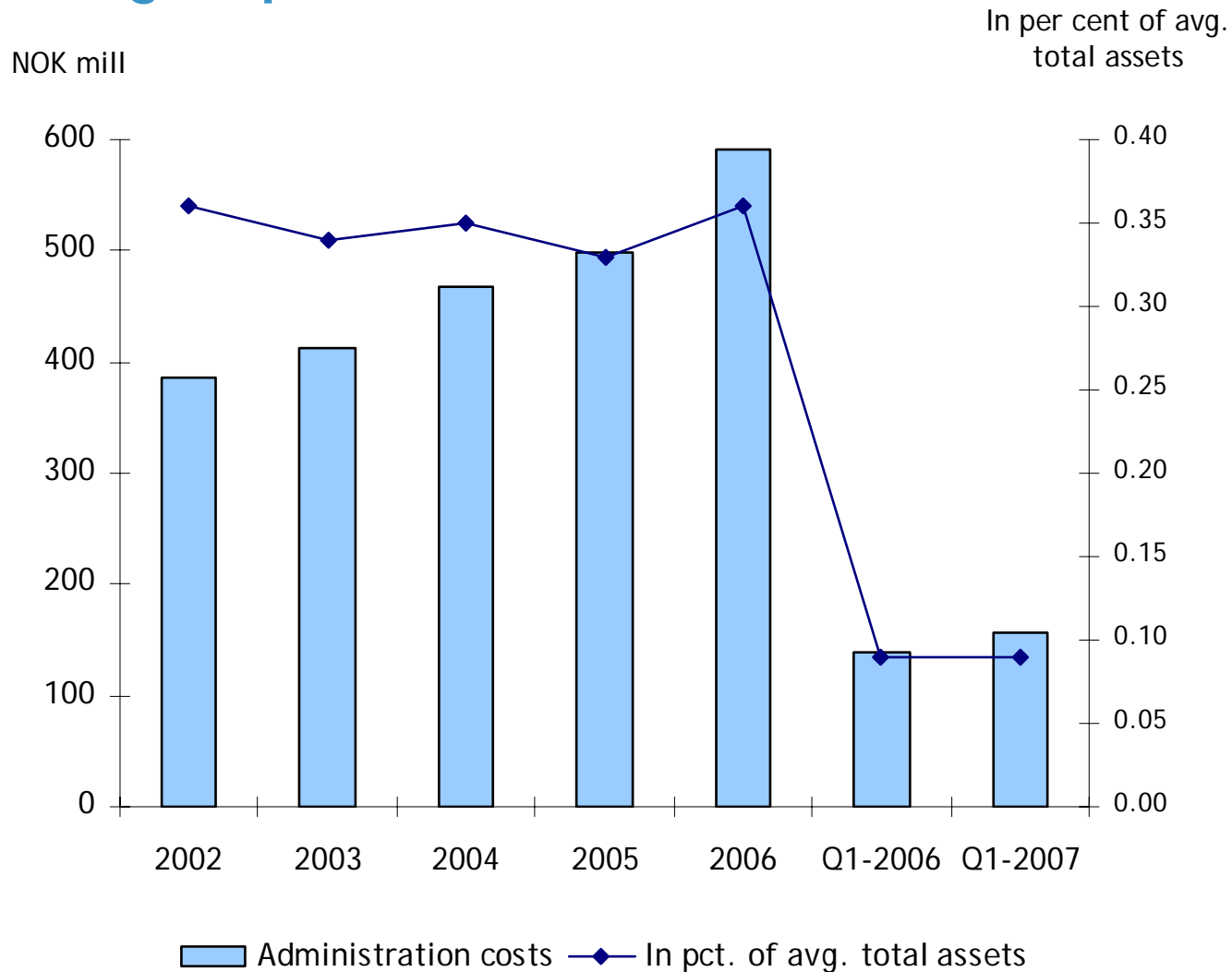
Return on capital

<i>Figures in per cent</i>	Return ytd 31.03.07	Return first quarter 2006	Return last 12 months
Return on capital I (booked)	1.0	1.5	6.0
Return on capital II (value-adjusted)	1.4	2.1	6.8
Return on capital III * (value-adjusted including HTM-reserves)	1.0	1.4	4.8

Key figures - profit and loss account

Result <i>NOK mill</i>	Period 01.01. - 31.03.2007	Period 01.01. - 31.03.2006
Premiums	2 429	2 198
Net transfers	- 606	- 1 646
Net financial income	2 437	3 220
Claims	- 1 595	- 1 449
Changes in insurance provisions	- 1 270	-68
<i>Of which: net transfers</i>	<i>606</i>	<i>1 646</i>
<i> premium reserves</i>	<i>- 1 876</i>	<i>- 1 713</i>
Other	11	10
Operating expenses	-156	-138
Value adjusted result	1 249	2 127
To(-)/from (+) security reserve fund	-791	- 1 044
Result before allocations	458	1 084

Operating expences



Key figures - balance sheet

Assets <i>NOK mill</i>	31.12.2006	Change	31.03.2007
Certificates	1 877	423	2 299
Bonds	34 196	-1 869	32 327
Bonds held to maturity	28 769	-294	28 475
Bonds at amortized cost	30 577	354	30 932
Lending	14 830	-204	14 626
Short-term shares	39 682	1 852	41 534
Property	13 586	1 915	15 501
Deposits with financial institutions	7 858	1 075	8 933
Other financial assets	990	160	1 150
Total financial assets	172 366	3 411	175 777
Other assets	3 795	1 346	5 140
Total assets	176 160	4 757	180 917

Key figures - balance sheet

Equities and liabilities	<i>NOK mill</i>	31.12.2006	Change	31.03.2007
Equities		5 836	-20	5 816
Tier 1 capital		641	-15	626
Subordinated loan		3 781	-39	3 741
Result before allocation			458	458
Value adjustment fund		7 934	791	8 725
Securities adjustment fund		156 582	1 188	157 770
<i>Of which: supplementary reserves</i>		<i>6 572</i>		<i>6 572</i>
Other liabilities		1 387	2 395	3 782
Total equities and liabilities		176 160	4 757	180 917

Financial assets - allocation and return

Financial assets	Ratio	Ratio	Return ytd
<i>Figures in per cent</i>	31.12.2006	31.03.2007	2007
Equities	23.0	23.6	2.5
Bonds	20.9	19.7	0.8
Bonds held to maturity	34.4	33.8	1.3
Lending	8.6	8.3	1.1
Property	7.9	8.8	16
Other financial assets	5.1	5.7	
Total in per cent	100	100	
Overall exposure to the equity Market including derivatives	27.2	27.7	

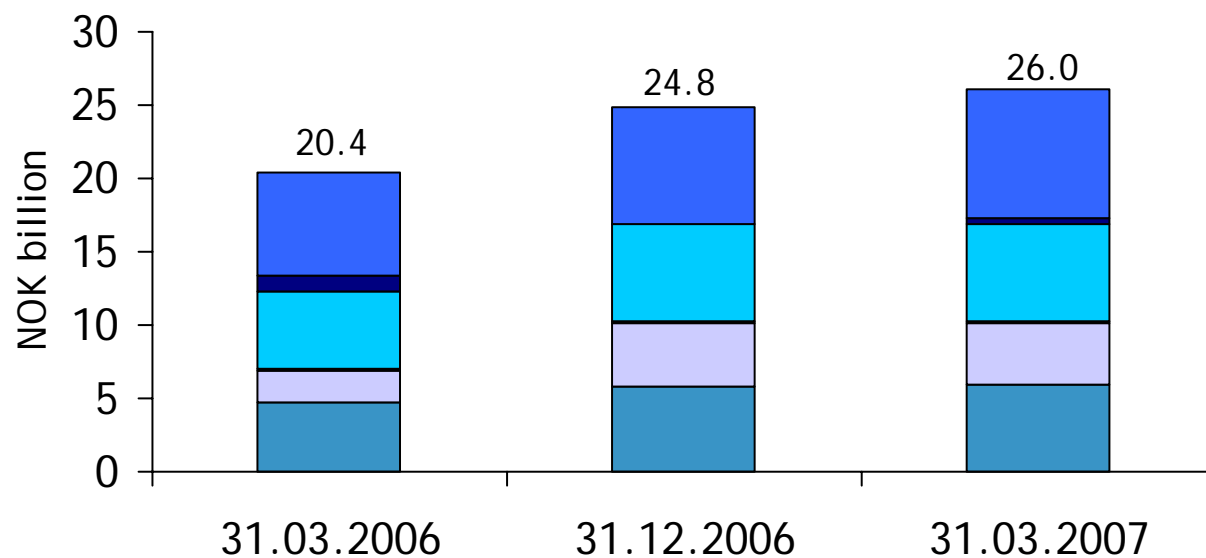
Valuation reserves, trading portfolios

Unrealised valuation reserves <i>NOK mill</i>	31.12.2006	Change	31.03.2007
Bonds	31	48	79
Equities	7 805	862	8 667
Derivatives	62	-125	-63
Total unrealised valuation reserves	7 898	785	8 683
Bonds held to maturity	1 460	-700	760

Financial buffer capital

<i>NOK mill</i>	31.12.2006	31.03.2007
Securities adjustment fund	7 934	8 725
Supplementary reserves (limited to one year guaranteed rate) and profit before allocation	4 809	5 308
Core capital margin	3 280	3 175
Regulatory Buffer capital	16 023	17 208
Supplementary reserves in excess of 1 year's guaranteed return	1 763	1 722
Valuation reserves bonds held to maturity	1 460	760
<i>Figures in per cent</i>	31.12.2006	31.03.2007
Capital adequacy ratio	14.1	13.6
Core capital adequacy ratio	9.1	8.7

Financial solidity



■ Equity and subordinated capital used for capital coverage

■ Security reserve fund

■ Profit for the year

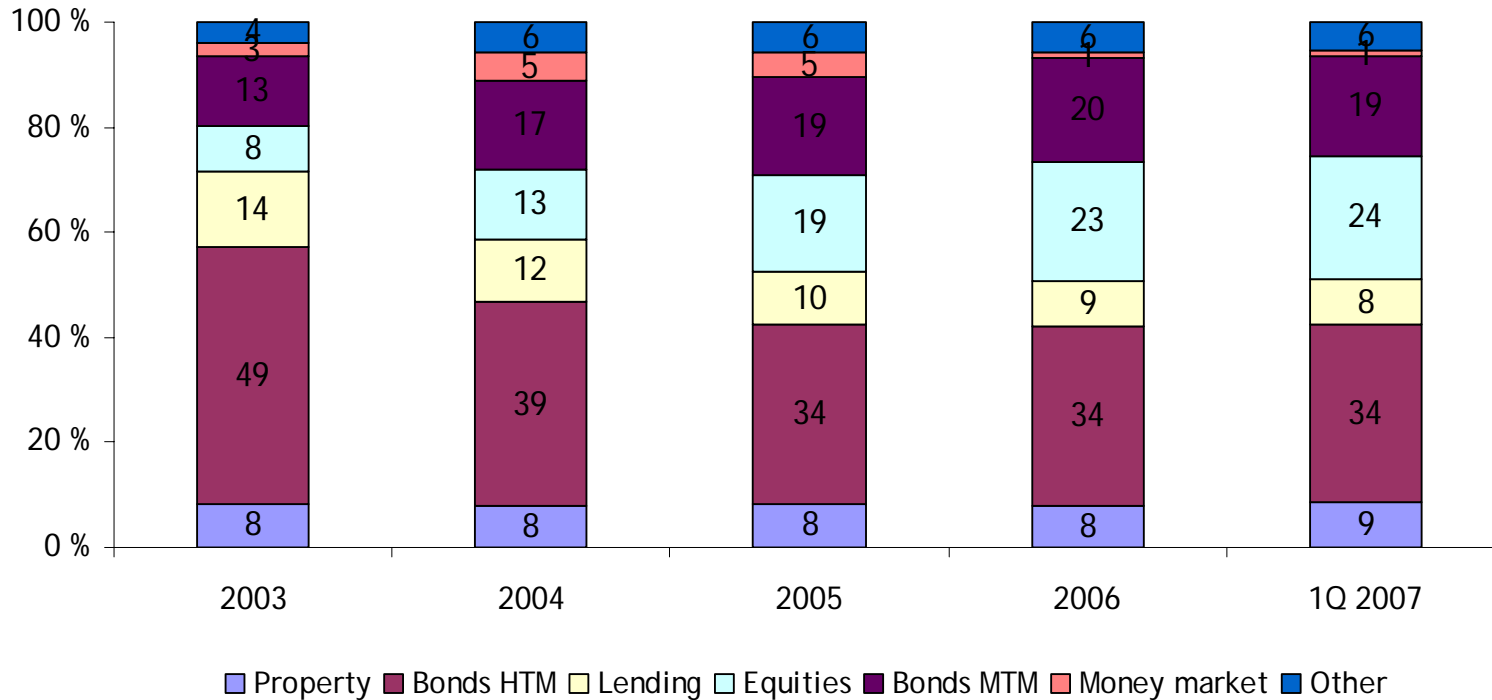
■ Equity and subordinated capital in excess of capital coverage

■ Supplementary allocations

■ Security reserve fund

For days to come

Allocation of financial assets



Trading portfolios - equities and bonds

Trading portfolios - equities and bonds (incl derivatives * 31.03.2007

Value Equities (NOK mill)	44 040
Value Bonds (NOK mill)	41 264
Equities incl derivatives (in per cent of total financial assets)	27.7%
Total return, trading portfolio equities year to date	2.5%
Total return, trading portfolio bonds year to date	0.8%

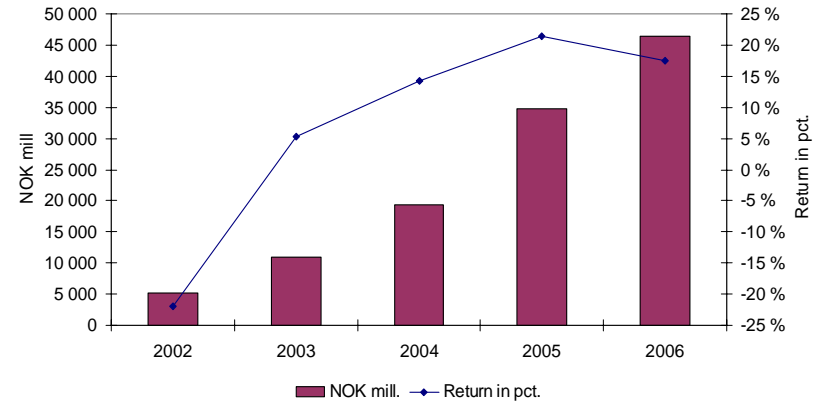
*) Calculated in accordance with classification in the management of the portfolios.

The statutory reported figures differ due to differences in classification.

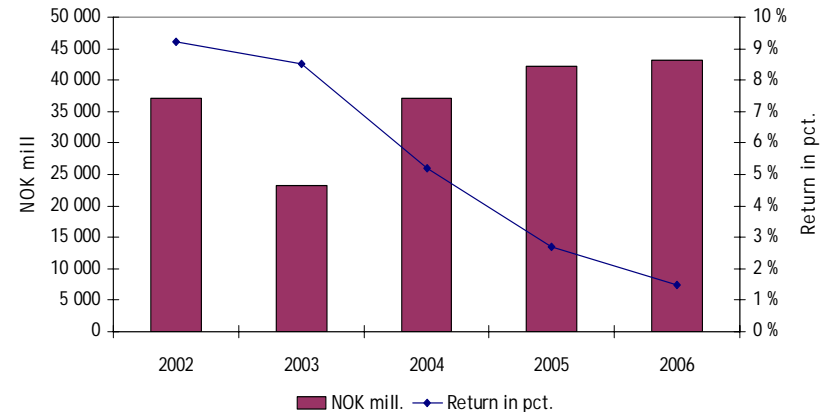
Index portfolios 31.03.2007

Index portfolio in percent of total equity portfolios	79.3%
Index portfolio in percent of total bond portfolios	44.4%

Equities - last 5 years



Bonds - last 5 years



Trading portfolios - geographic diversification

Trading portfolios of equities - geographic diversification 31.03.2007

Incl derivatives

Trading portfolios of equities - Total	100%
Norway	13.71%
Nordic excl Norway	3.52%
Other foreign	82.1%
Other portfolios	0.7%

Trading portfolios of bonds - geographic diversification 31.03.2007

Incl derivatives

Trading portfolios of bonds - Total	100%
Norway - money market instruments	17.5%
Norway - bonds	17.4%
Foreign - bonds	63.5%
Other portfolios	1.5%

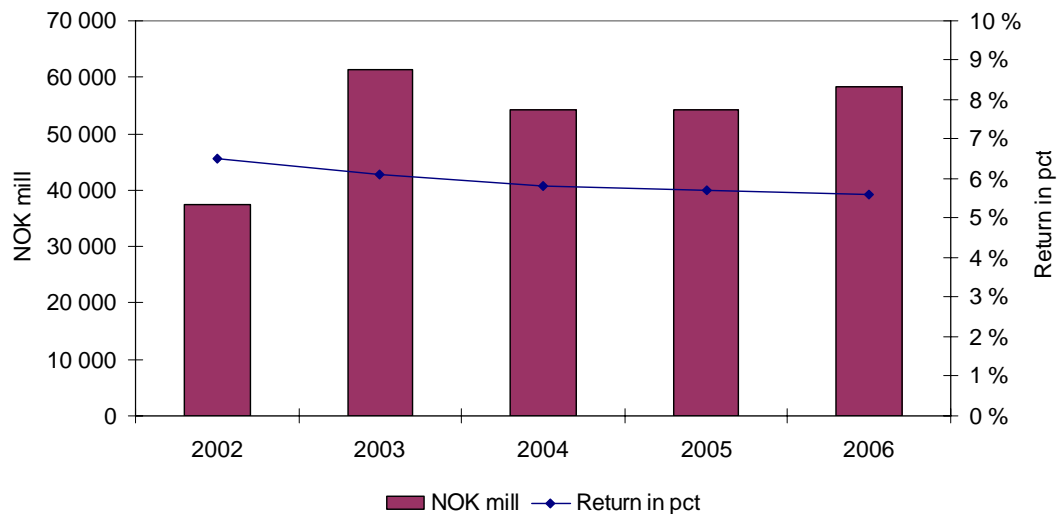
Bonds held to maturity/bonds at amortized cost

Bonds held-to-maturity portfolio

31.03.2007

Book value (NOK mill)	58 363
Yield (per cent)	5.4
Duration (year)	5.8
Valuation reserves (NOK mill)	3 926
Return year to date (per cent)	1.4

Bonds held to maturity, last 5 years



For days to come

Social Responsibility

KLP joins the effort to limit global emission and becomes Norwegian partner of the Carbon Disclosure Project (CDP). KLP feels this is an appropriate way to heighten awareness emission, reporting and efforts related to the Greenhouse Effect

KLP Eiendom being one of the leading property developers in Norway managing a floor space of 1 115 450 sq.metres has banned the use of tropic hardwood without FSC approval, and aims to eliminate all use of tropic hardwood

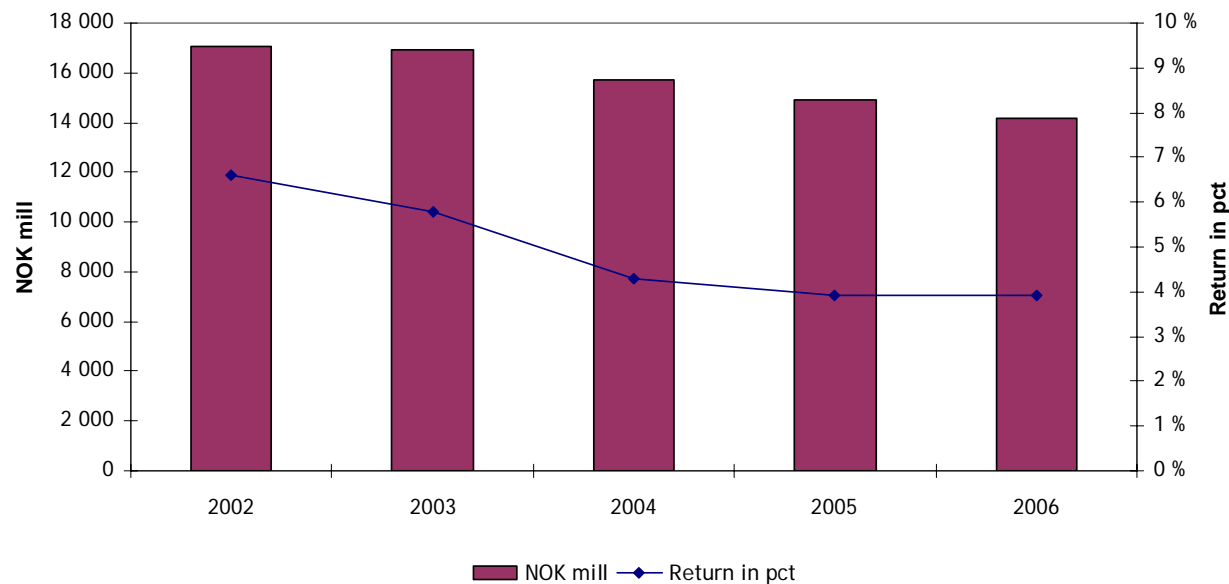
Lending portfolio

Lending portfolio

31.03.2007

Book value (NOK mill)	13 985
Of this: Fixed rate loans (NOK mill)	3 341
Return year to date (in per cent)	1.1
Specific and general credit loss provisions (NOK mill)	1.3

Lending portfolio - return last 5 years



For days to come

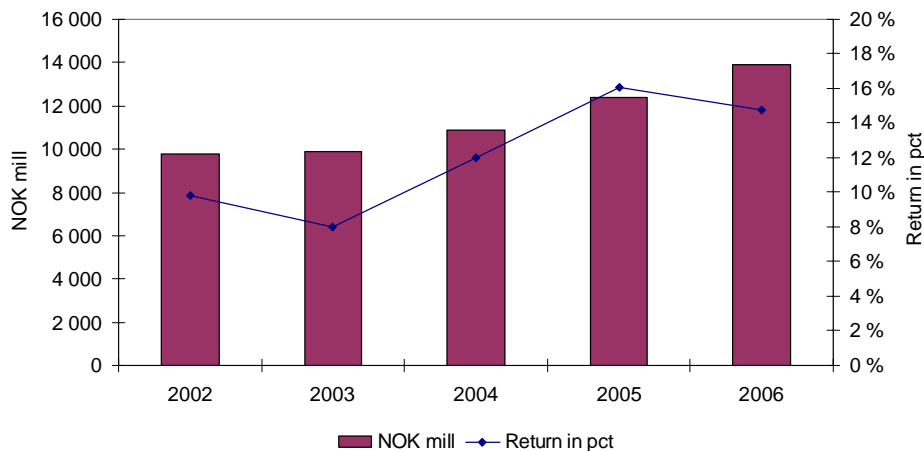
Property portfolio

Property portfolio

31.03.2007

Book value (value-adjusted, NOK mill)	15 025
Total space occupied incl sites (square metres)	1 230 891
Occupancy rate (per cent)	98.0
Average duration (years)	6.1
Yield year to date (per cent)	1.6

Property portfolio, last 5 years



Geographic diversification of the portfolio;

- 80 % Oslo, Norway
- 11 % Trondheim, Norway
- 4 % Stavanger, Norway
- 5 % Copenhagen, Denmark
(not included internasjonale propertyfunds)

Sector diversification of the portfolio;

53 % office, 14 % hotels, 14 % shopping centres, 11 % education og 8 % other

KLP Asset Management & KLP Fund Management

- During Q1 net subscription of KLP funds attained BNOK 3.6. Constituting a market share of 20 per cent of the institutional market
- In February the bond-fund KLP Obligasjon Global I was awarded a A-credit rating by Standards & Poor's. This is the first Norwegian fund to achieve such rating. The rating entails lower capital weighting for investors who are insurance companies and pension funds
- Our first index-linked fund, KLP AksjeUSA Indeks USD, has achieved a three year history in March, and was then awarded the best ranking, 5 stars, by Morningstar. Only 4 out of 76 funds in the category have this ranking

KLP non-life insurance

- Result for Q1 - 2007 MNOK 4.4 (MNOK 10.1)¹
- Run-off losses in previous years and increased operating costs gave a Combined ratio at 117.9 per cent at the end of the quarter (105.5 per cent)
- Claims ratio 96.2 per cent (87.4 per cent)
- Cost ratio 21.7 per cent (18.1 per cent)
- Return on capital 1.0 per cent for the first quarter (0.9 per cent)
- Equalisation reserves make an satisfactory buffer against adverse run off and negative risk development

¹ Figures in brackets show last year equivalents

KLP non-life insurance

Key ratio in %	31.03.2007	31.03.2006	2006
Claims ratio on own account	96.2%	87.4%	76.1%
Cost ratio on own account	21.7%	18.1%	20.3%
Combined ratio on own account	117.0%	105.5%	96.4%
Return on capital	1.0%	0.9%	3.9%
Capital adequacy ratio	38.3%	48.1%	52.9%

Key figures Profit and loss account, NOK mill	31.03.2007	31.03.2006	2006
Gross premium written	428	442	537
Premium income on own account	133	142	537
Claims cost on own account	128	124	409
Insurance-related operating expences on own account	29	26	109
Result	4	10	62

Key figures balance sheet, NOK mill	31.03.2007	31.03.2006	2006
Financial assets	2 567	2 367	2 409
Total assets	2 946	2 714	2 584
Equity	3 001	280	296
Provisions in insurance fund on own account	2 530	2 362	2 149

Adoption of IFRS in group consolidated accounts

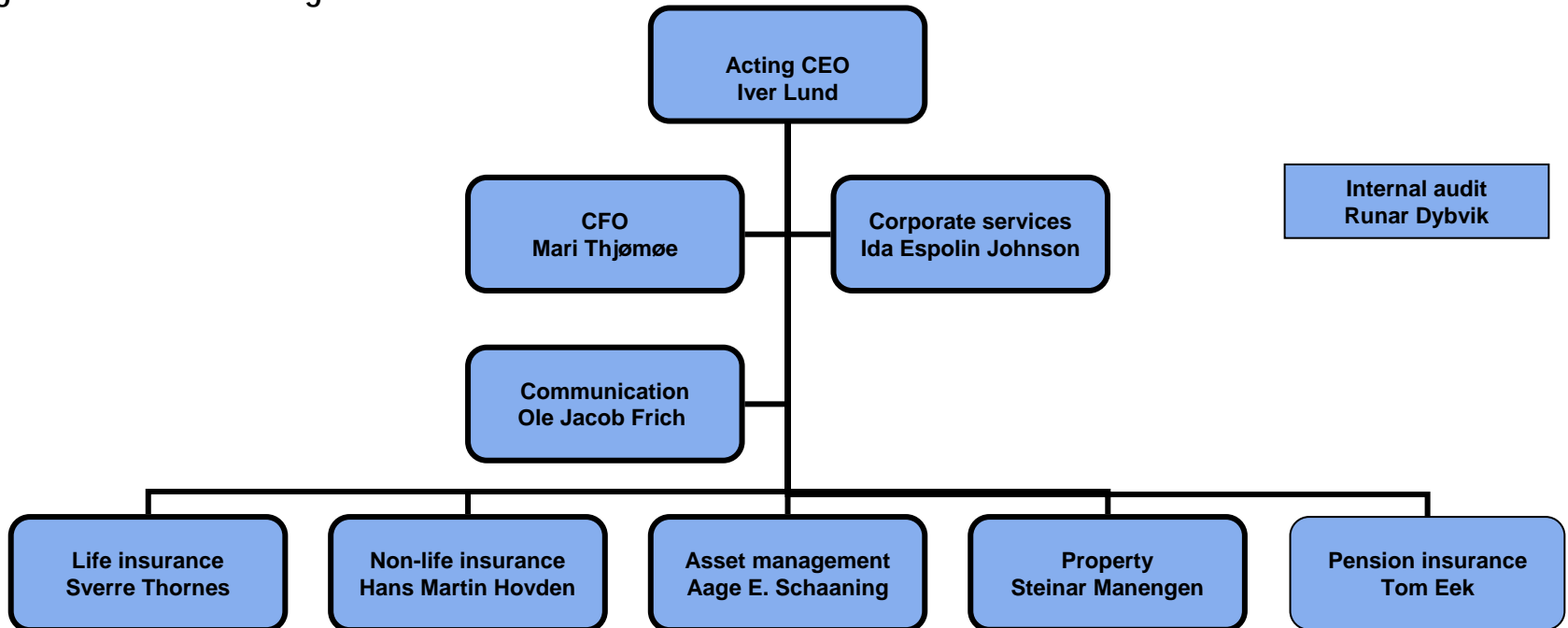
- material effects

- Pension liabilities towards own employees. Valuation differences brought to zero with effect on equity capital
- Premises for own use. Reclassified in balance sheet and subject to depreciation and re-evaluation with effect on equity capital
- Derivative contracts (positive value) not previously booked due to the "lower value principle", brought to balance sheet with effect on equity capital
- Shares classified as long term holdings valued at true value with effect on equity capital
- Total net effect on equity capital a reduction of MNOK 9

Changes in Group Management of KLP

- Ida Espolin Johnson was named Executive Vice-President Group services. She was previously General Counsel
- Executive management in the life company now consist of two females and two males. Executive management on Group level consist of two females and six males

Organisation- & management structure



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For days to come

