



Financial results Q2 2022

KLP Group

Oslo, 25th August 2022

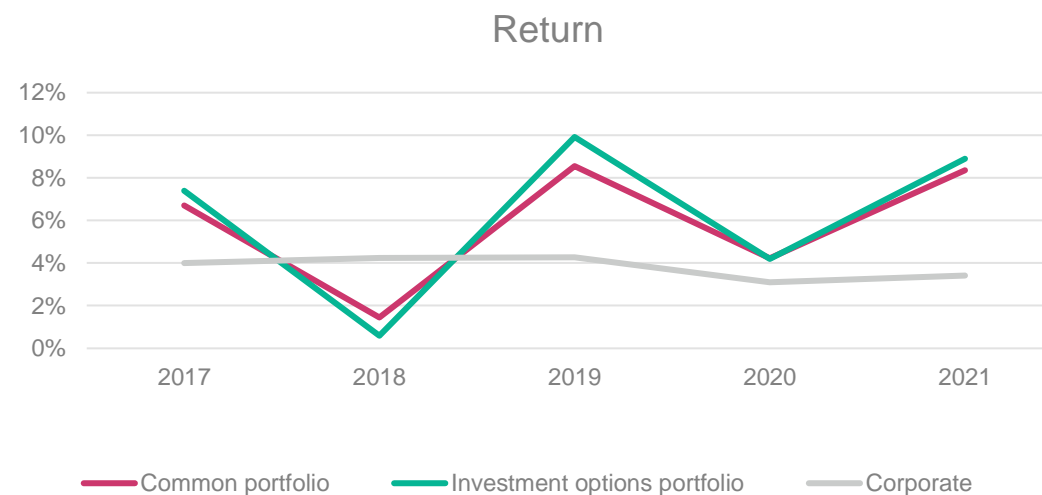
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Main features

- Total group assets: NOK 917.6 billion
- Common portfolio of life company returned -2.1 per cent after second quarter 2022
- Corporate portfolio returned 0.9 per cent after second quarter 2022
- Solvency ratio KLP: 340 per cent

	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Common portfolio				
Return	-1.3 %	-0.8 %	2.6 %	1.1 %
Return incl. HTM bonds/bonds booked at amortised costs	-2.6 %	-2.3 %	2.3 %	0.6 %
Investment options portfolio	-2.3 %	-1.2 %	3.0 %	0.7 %
Corporate portfolio	0.3 %	0.6 %	0.9 %	0.8 %



KLP Group – results by segment

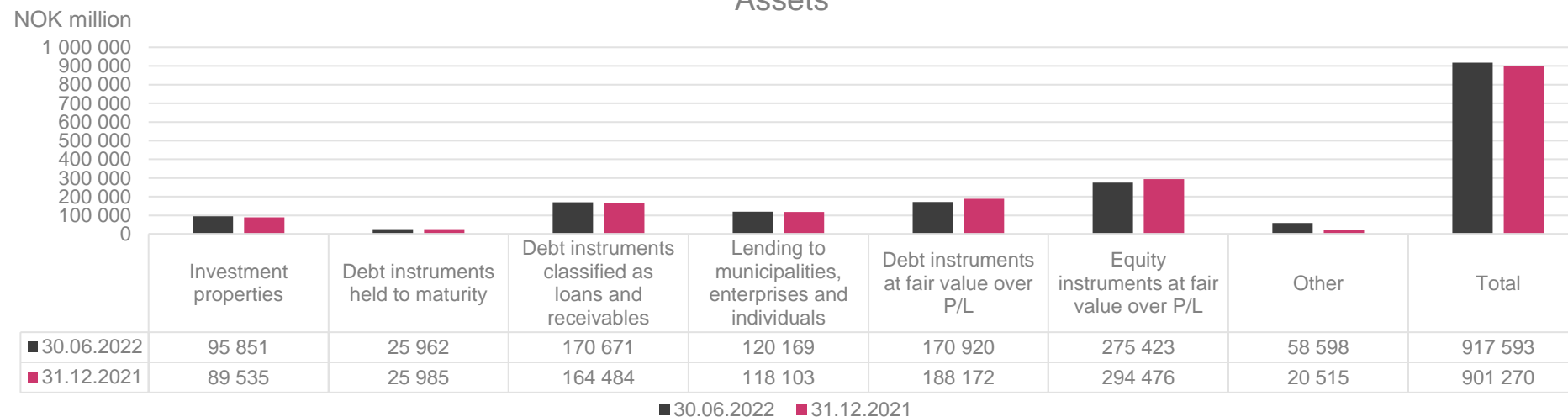
NOK million	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Life insurance	216	71	1 599	1 699
Non-life insurance	3	-24	398	344
Banking	42	18	116	94
Asset management	-30	-21	56	53
Other	1	0	2	0
Group result before tax	464	213	2 338	2 192

KLP Group – main figures - results

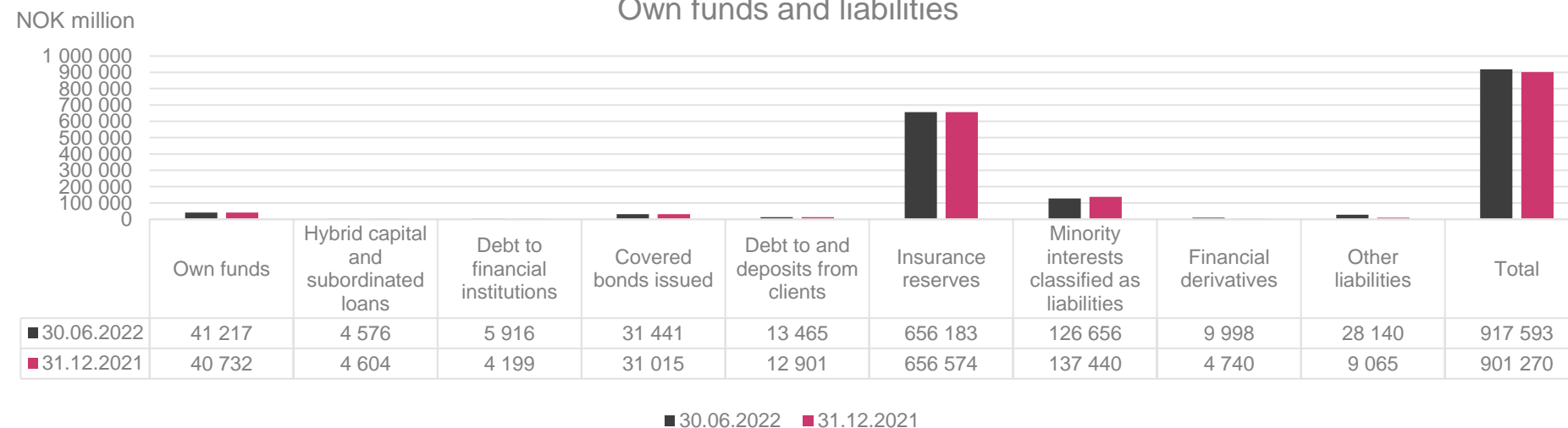
NOK MILLIONS	30.06.2022	30.06.2021	31.12.2021
Premium income for own account	34 075	34 520	52 001
Current return on financial assets	9 062	7 586	14 813
Net interest income banking	160	153	309
Net value changes on financial instruments	-50 731	27 602	48 365
Net income from investment properties	7 043	3 503	8 543
Other income	897	763	1 547
Total net income	505	74 127	125 577
Claims for own account	-17 113	-19 754	- 31 855
Change in technical provisions	-1 528	-20 226	- 31 253
Net costs subordinated loan and hybrid Tier 1 securities	-134	117	103
Operating expenses	-1 255	- 1 064	- 2 278
Other expenses	-676	-628	- 1 292
Unit holder's value change in consolidated securites funds	19 276	-11 320	- 19 802
Total expenses	-1 429	-52 876	-86 377
Operating profit/loss	-924	21 251	39 200
To/from securities adjustment fund – life insurance	0	-12 401	- 21 646
To supplementary reserves – life insurance	1 879	611	- 5 420
Assets allocated to insurance customers - life insurance	-491	-8 136	- 11 107
Pre-tax income	464	1 325	1 027
Cost of taxes ¹	-362	- 500	- 748
Income	102	825	279

KLP Group - Balance

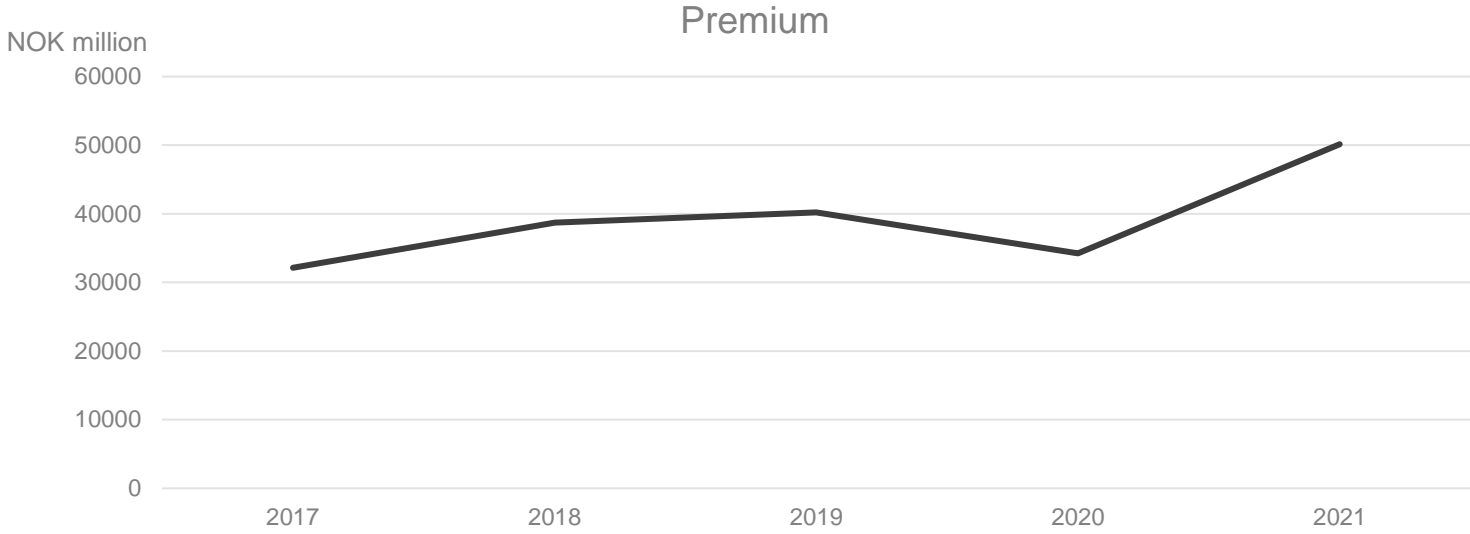
Assets



Own funds and liabilities



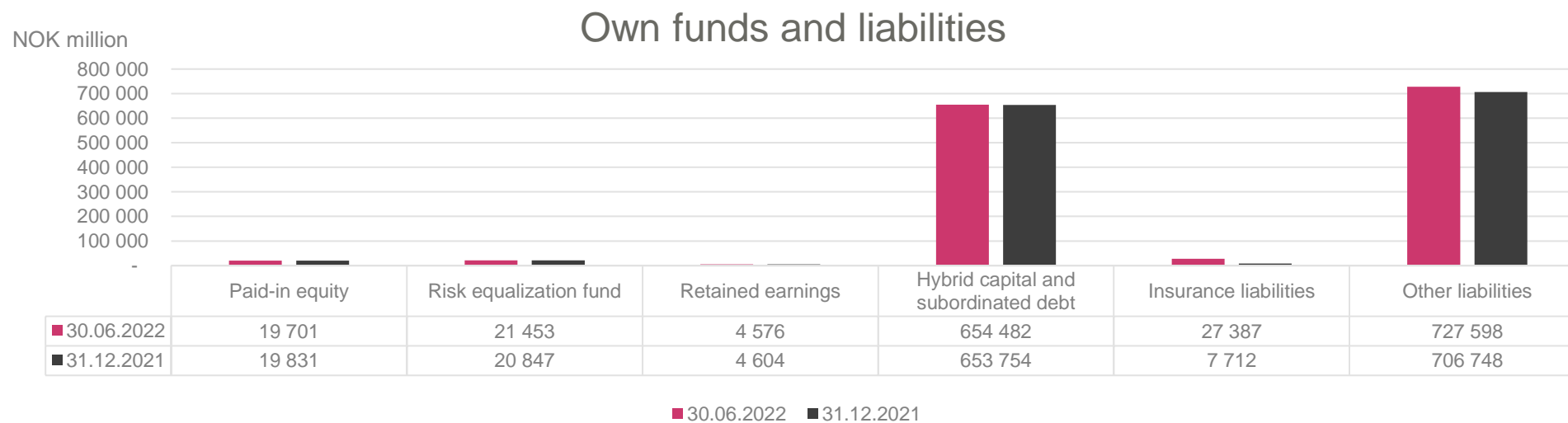
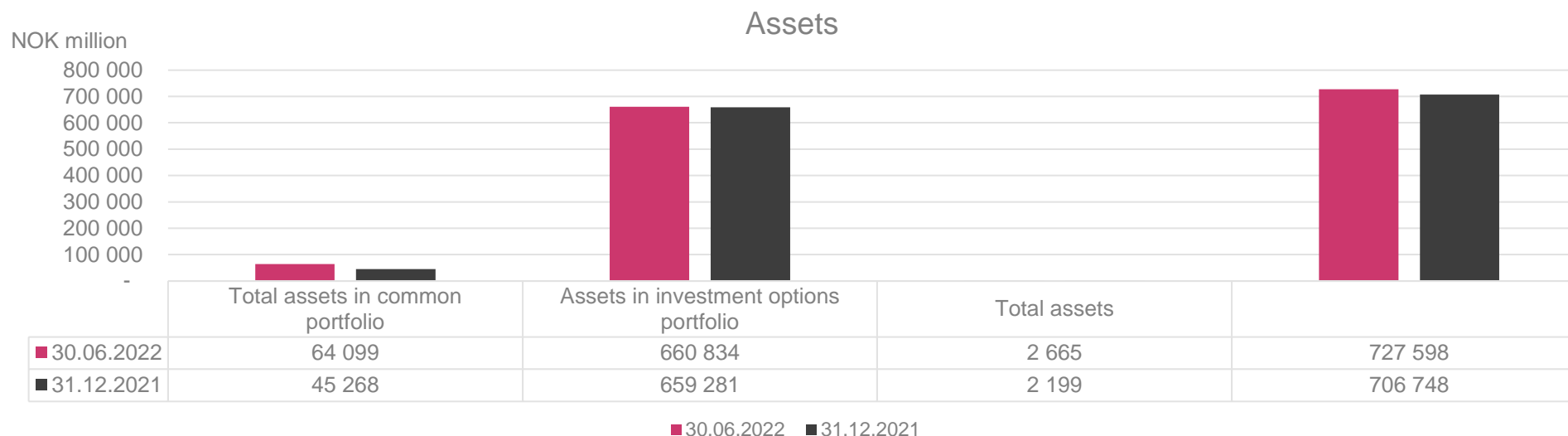
KLP Life



KLP – Appropriation of results

Nok million	Result Customers	Result Company	30.06.2022	31.12.2021
Interest result common portfolio	-20 272	-103	-20 375	15 134
Risk result	550		550	589
Premium interest rate guarantee		132	132	251
Administration result		-22	-22	35
Other income			0	6
Net income corporate portfolio		209	209	1 030
Tax		19	19	-202
Other result elements		48	48	56
Total	-19 721	283	-19 439	16 898

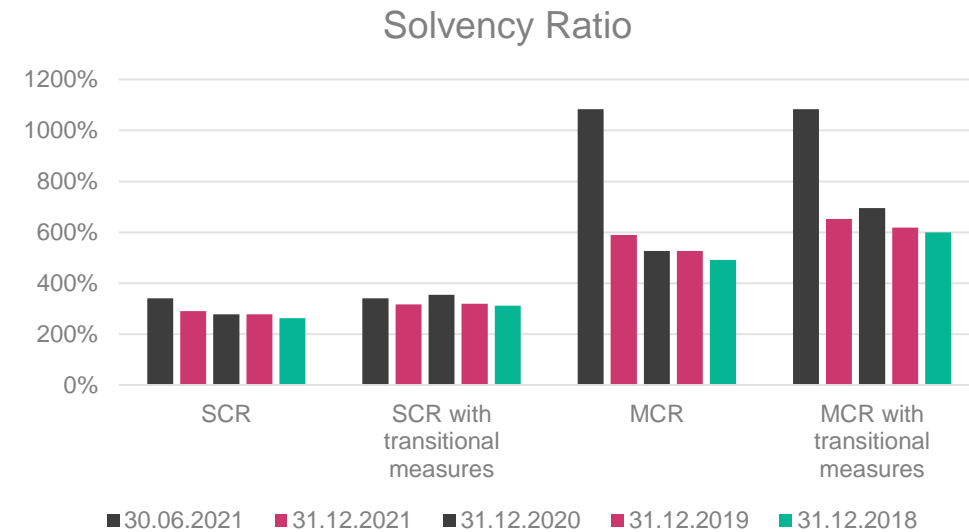
KLP Life - Balance



KLP Life - Solvency

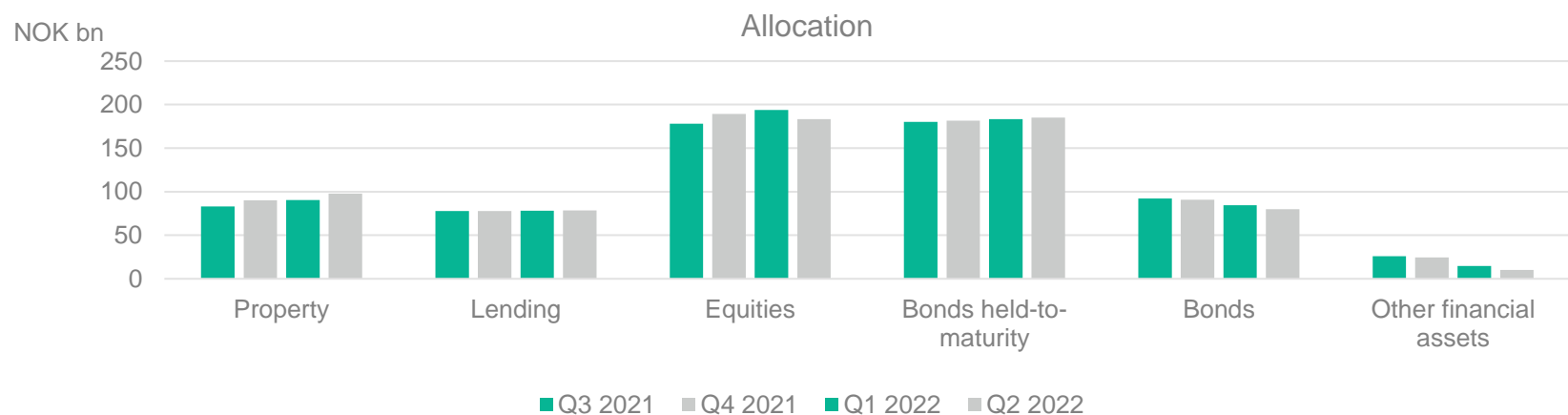
- Solvency ratio Q2: 340 per cent
- Minimum solvency ratio Q2: 1 084 per cent

	30.06.2022	31.03.2022	31.12.2021	30.09.2021
Solvency ratio (SCR)	340 %	332 %	290 %	289 %
Solvency ratio (SCR) with transitional measures	340 %	332 %	317 %	326 %
Minimum solvency ratio (MCR)	1 084 %	821 %	589 %	562 %
Minimum solvency ratio (MCR) with transitional measures	1 084 %	821 %	652 %	645 %



KLP Life - Common Portfolio

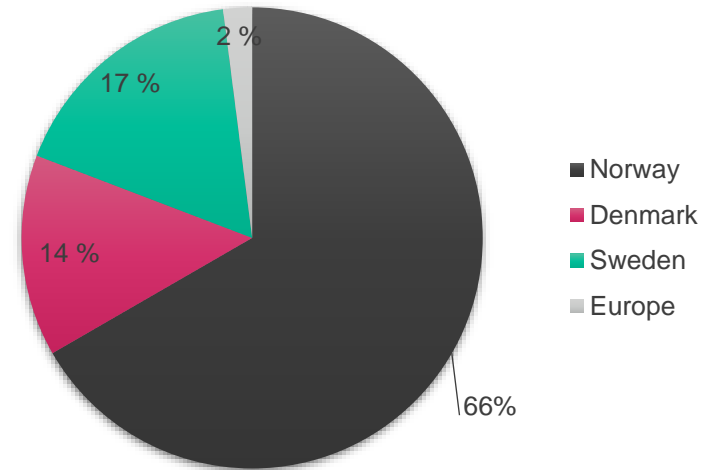
	Share*	Return	Share*	Return
	30.06.2022	30.06.2022	31.12.2021	31.12.2021
Equities	28.9 %	-10.0 %	30.9 %	22.8 %
Bonds	12.6 %	-8.3 %	13.8 %	-0.7 %
Bonds held-to-maturity	29.2 %	1.7 %	27.7 %	3.5 %
Lending	12.3 %	1.0 %	11.9 %	1.7 %
Property	15.4 %	7.8 %	13.8 %	10.2 %
Other financial assets	1.6 %	0.1 %	1.9 %	0.7 %



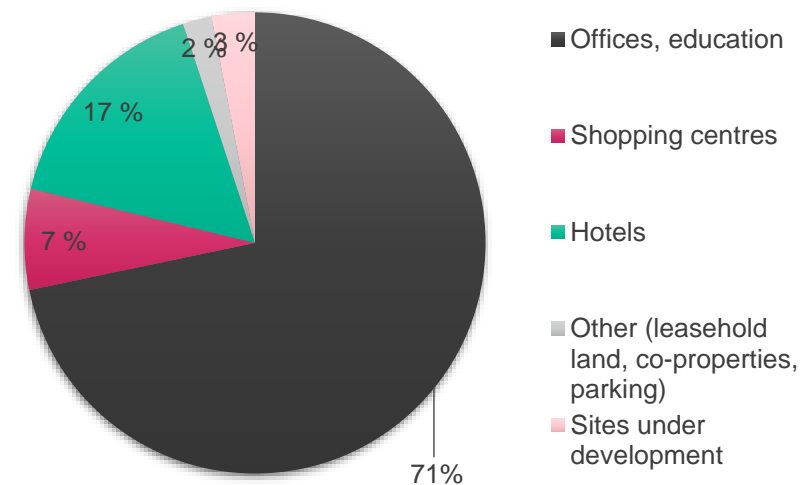
KLP Life - Property

- The portfolio written up by NOK 5 177 million (5,8 %) in the quarter
- No new investments or sales in 2022

Property value - by country



Property value - by sector



KLP Life – Property

NOK million	30.06.2022	31.03.2022	31.12.2021	30.09.2021
Fair value total portfolio*	94 789	88 754	88 777	83 853
Fair value common portfolio*	88 946	83 101	83 302	78 471

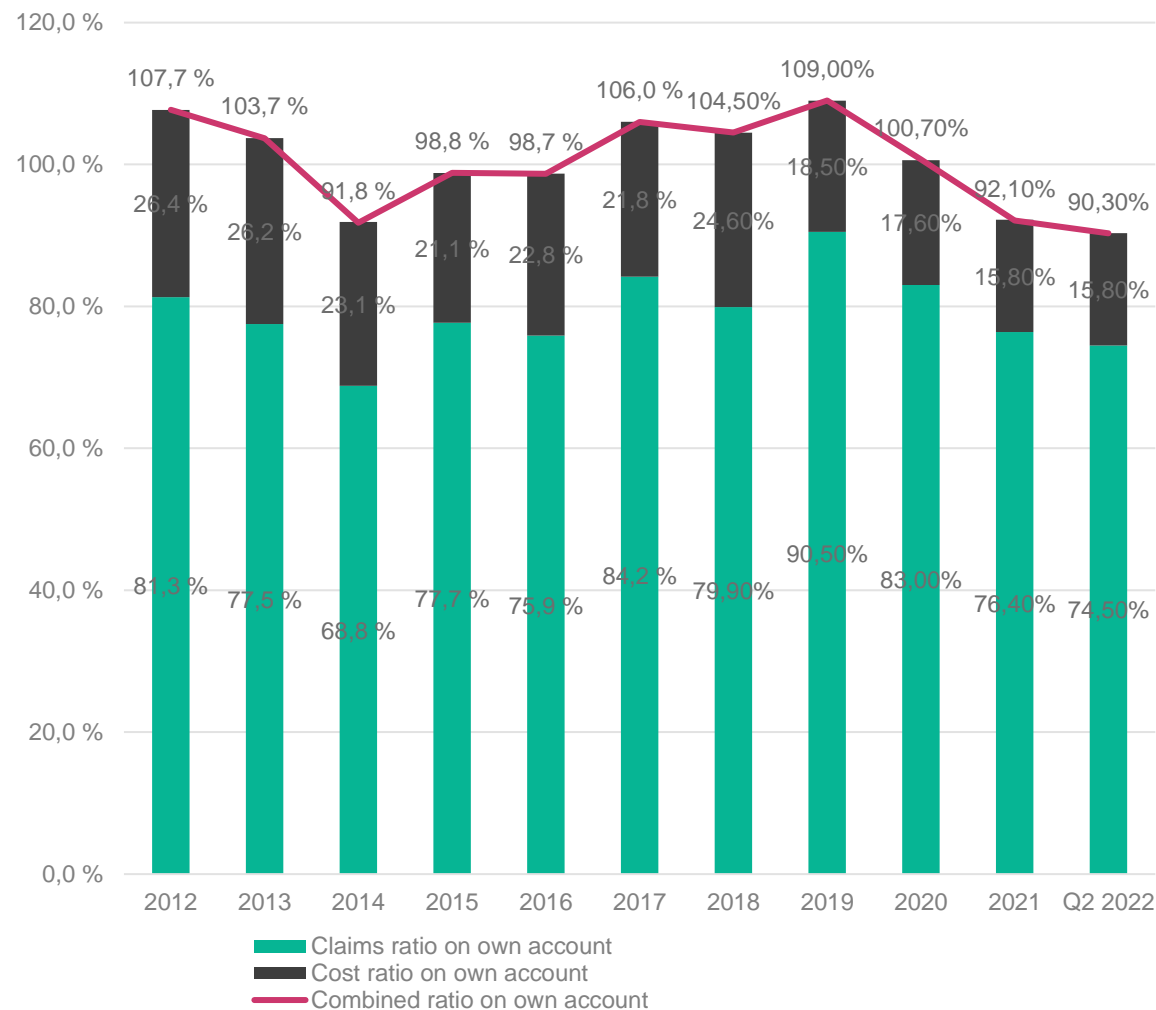
*Incl exchange-rate hedged and excl. property fund

	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Value adjustment in per cent	5.8 %	0.7 %	3.1 %	0.9 %
Value adjustment in per cent common portfolio	5.9 %	0.5 %	3.2 %	0.8 %
Total return common portfolio**	6.3 %	1.5 %	4.0 %	1.7 %

**Incl exchange-rate hedged and property fund

KLP Skadeforsikring (non-life insurance)

- Quarterly result of NOK 27.5 million
- Good growth in all portfolios - premiums written increased by NOK 234 million (16.4 per cent) in the last 12 months
- Financial return of NOK -64 million in the quarter, corresponding to -1.1 per cent
- Solvency ratio: 225 per cent



KLP Skadeforsikring (non-life insurance)

NOK million	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Premium written f.o.a.	520.1	492.4	483.7	473.3
Claims f.o.a.	-351.6	-392.0	-422.1	-343.6
Insurance related expenses	-78.4	-76.1	-89.6	-61.5
Other insurance related income	0.7	0.6	0.8	0.6
Result from technical activities	90.8	24.9	-27.2	72.8
Result from investment activities	-63.8	-49.3	80.9	45.2
Other income	0.3	0.2	0.1	0
Result from ordinary operation	27.3	-24.3	53.8	118.0
Estimated tax expense	-6.8	6.1	17.5	-28.5
Other elements	-28.4	33.3	28.0	-34.7
Provisions for equity fund	-13.7	8.3	-4.6	-14.7
Result after provisions for equity fund	-21.6	23.4	94.7	40.1

KLP Skadeforsikring (non-life insurance)

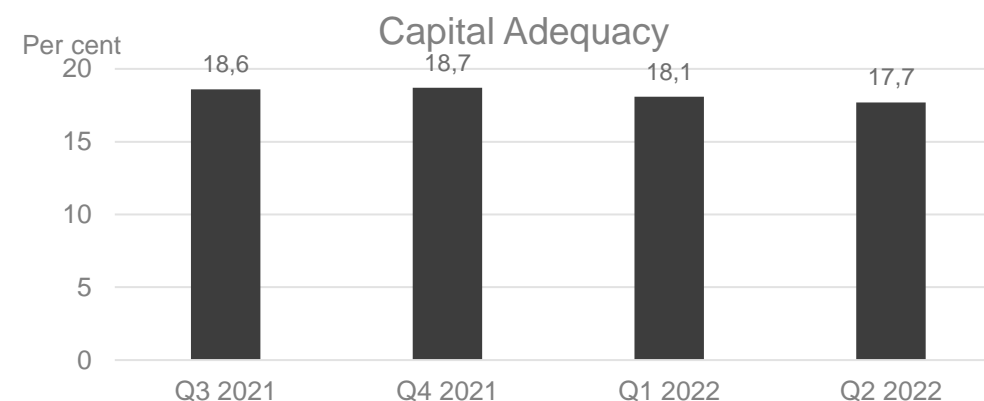
Revenues, NOK million	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Gross premium written	520	492	484	477
Premium income for own account	-352	-392	-422	-344
Claims paid for own account	-78	-76	-90	-62
Insurance related costs for own account	-64	-49	81	45
Results	27	-24	54	118

Key figure balance sheet, NOK million	30.06.2022	31.03.2022	31.12.2021	30.09.2021
Financial assets	5 248	5 350	5 156	5 313
Total assets	6 246	6 192	5 976	6 081
Equity	2 273	2 281	2 266	2 348
Provisions in insurance funds for own account	3 273	3 259	2 719	2 856

KLP Bank-group – main figures

- The total number of active customers as of the second quarter of 2022 was 47,759 customers. The net customer growth retail market became 636 customers second quarter and 1,296 customer first half.
- Net mortgage growth of NOK 1 103 million in first half.
- The Group's capital adequacy ratio is 17.7 per cent, which is well above the ICAAP of 17.0 per cent.
- In 2022 and 2023, the bank's capital target will increase by 2.5 per cent, to 19.5 through an increase in the countercyclical capital buffer, which increases from 1.5 to 2 per cent on 31 December 2022, as well as the systemic risk buffer increasing from 3 to 4.5 per cent from 31 December. 2022. In addition, the countercyclical capital buffer increases to 2.5 percent from 31/03/2023, so that the level of this buffer will be the same as before the pandemic started, and the maximum level allowed in the regulations. This means that the bank will need a capital increase during 2022, in accordance with the bank's capital plan for 2022-2024.

NOK million	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Net interest revenues	86.9	72.1	75.8	80.0
Net fee – and commissions income	7.2	5.2	5.4	5.2
Management fees	15.1	15.1	14.9	14.9
Operating cost	-59.3	-64.0	-64.3	-55.6
Value changes financial instruments	-25.8	-10.1	-9.4	-4.9
Pre-tax earnings	24.2	18.3	22.4	39.5
Total assets	48 704	47 954	47 490	44 980



KLP Bank-group – main figures

KLP Kommunekreditt, NOK million	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Net interest revenues	26.0	19.0	18.7	16.1
Operating cost	-4.8	-5.2	-5.1	-4.9
Value changes financial instruments	-11.1	-2.4	-2.4	-2.9
Pre-tax earnings	10.1	11.4	11.2	8.4
Total assets	21 014	20 162	20 100	18 850

KLP Banken, NOK million	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Net interest revenues	43.8	34.0	33.6	32.5
Net fee – and commissions income	7.2	5.2	5.4	5.2
Management fees	15.1	15.1	14.9	14.9
Operating cost	-36.9	-40.8	-41.1	-34.2
Value changes financial instruments	-8.8	-4.5	-5.4	-1.2
Pre-tax earnings	20.5	9.0	7.4	17.1
Total assets	17 442	17 193	16 615	16 38

KLP Boligkreditt, NOK million	Q2 2022	Q1 2022	Q4 2021	Q3 2021
Net interest revenues	11.1	19.1	23.5	31.3
Operating cost	-17.6	-18.0	-18.5	-16.5
Value changes financial instruments	-7.3	-4.6	-3.0	-1.7
Pre-tax earnings	-7.9	-3.5	2.4	13.0
Total assets	14 227	14 654	14 314	13 124

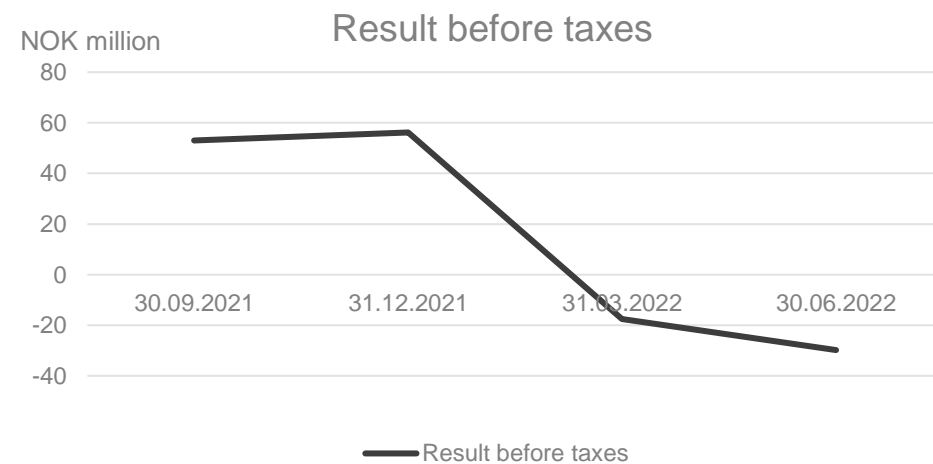
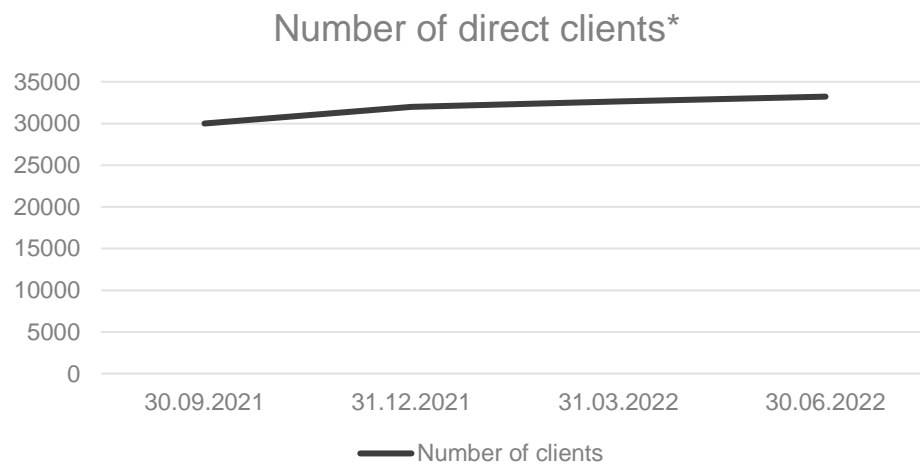
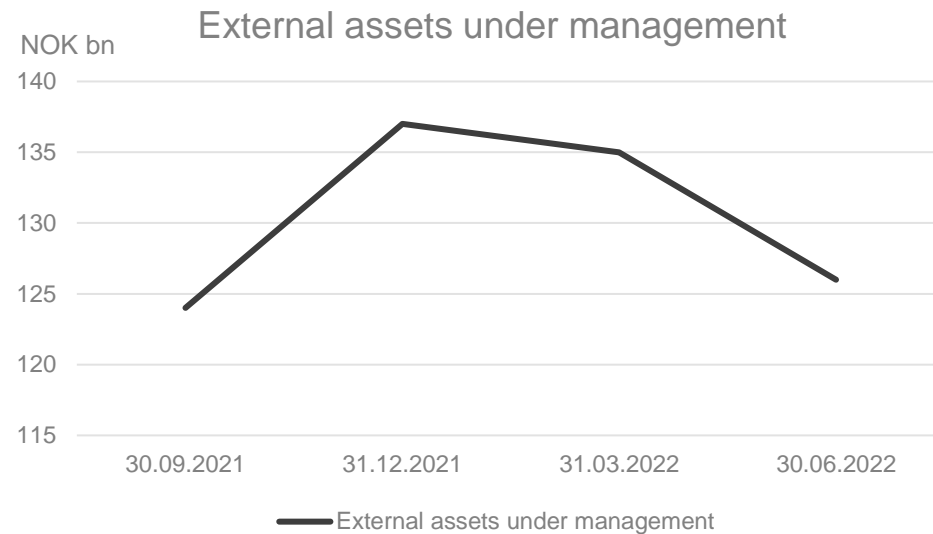
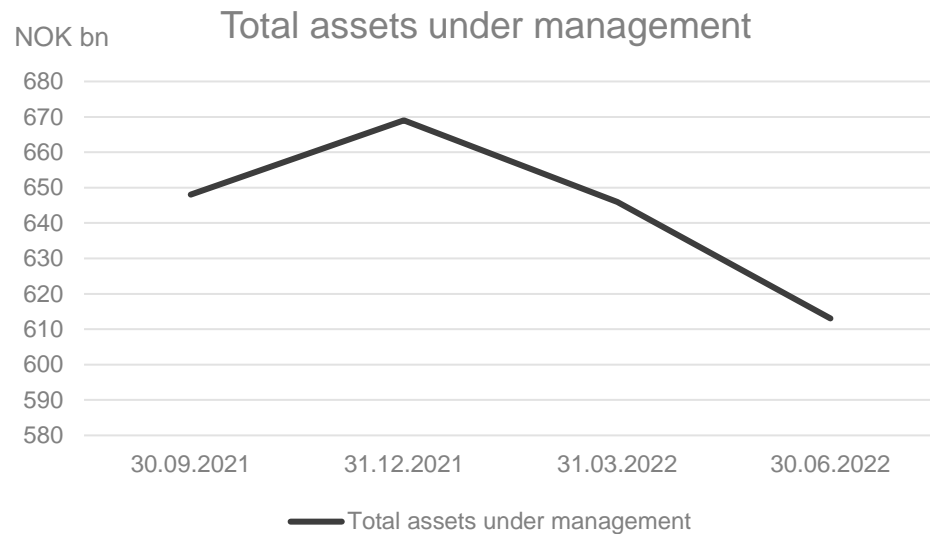
KLP Bank-group – lending and deposits

Mortgage loans, NOK billion	30.06.2022	31.03.2022	31.12.2021	30.09.2021
KLP Banken AS	10.1	9.8	9.7	9.6
KLP Boligkreditt AS	12.9	12.7	12.3	11.7
KLP (Management agreement)	3.1	3.1	3.0	3.0
Total	26.1	25.7	25.0	24.4

Public sector loans, NOK billion	30.06.2022	31.03.2022	31.12.2021	30.09.2021
KLP Kommunekreditt AS	18.4	18.0	17.8	16.8
KLP (Management agreement)	67.2	66.4	66.3	66.6
KLP (currency loans)	5.9	6.3	6.4	8.0
Total	91.5	90.6	90.5	91.4

Deposits, NOK billion	30.06.2022	31.03.2022	31.12.2021	30.09.2021
KLP Banken AS	13.9	13.8	13.3	13.0
Total	13.9	13.8	13.3	13.0

KLP Kapitalforvaltning (Asset management)



*Does not include unit holders from sub-distributors, only unit holders via klp.no

Contacts in KLP

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