



Financial results Q2 2021

KLP Group

Oslo, 24th August 2021

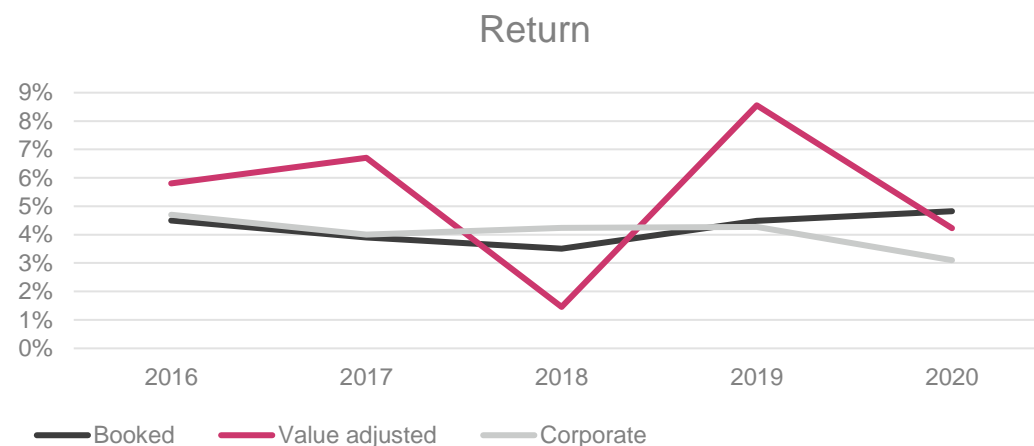
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Main features

- Total group assets: NOK 870,5 billion
- Common portfolio of life company after second quarter:
 - Book return of 2.6 per cent
 - Value adjusted return of 4.4 per cent
- Corporate portfolio returned 1.7 per cent after second quarter 2021
- Solvency ratio KLP: 282 per cent

	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Common portfolio				
Booked return	1.1 %	1.4 %	1.6 %	1.2 %
Value adjusted return	2.9 %	1.5 %	2.8 %	1.9 %
Value adjusted return incl. HTM bonds/bonds booked at amortised costs	2.9 %	0.8 %	2.2 %	2.0 %
Investment options portfolio	3.0 %	1.9 %	3.8 %	2.2 %
Corporate portfolio	0.9 %	0.8 %	1.7 %	0.9 %



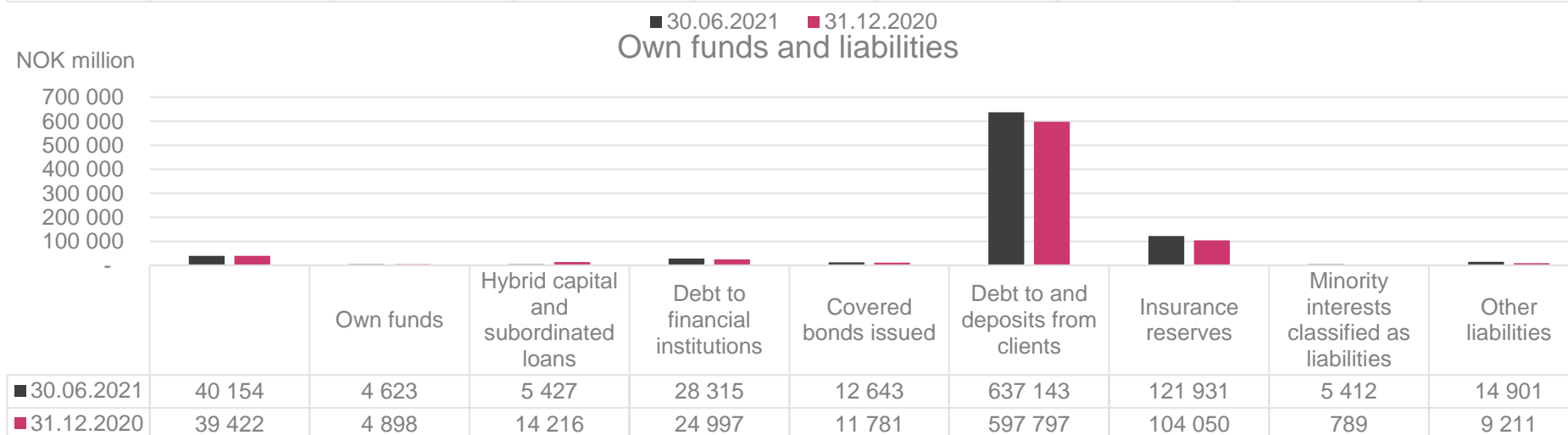
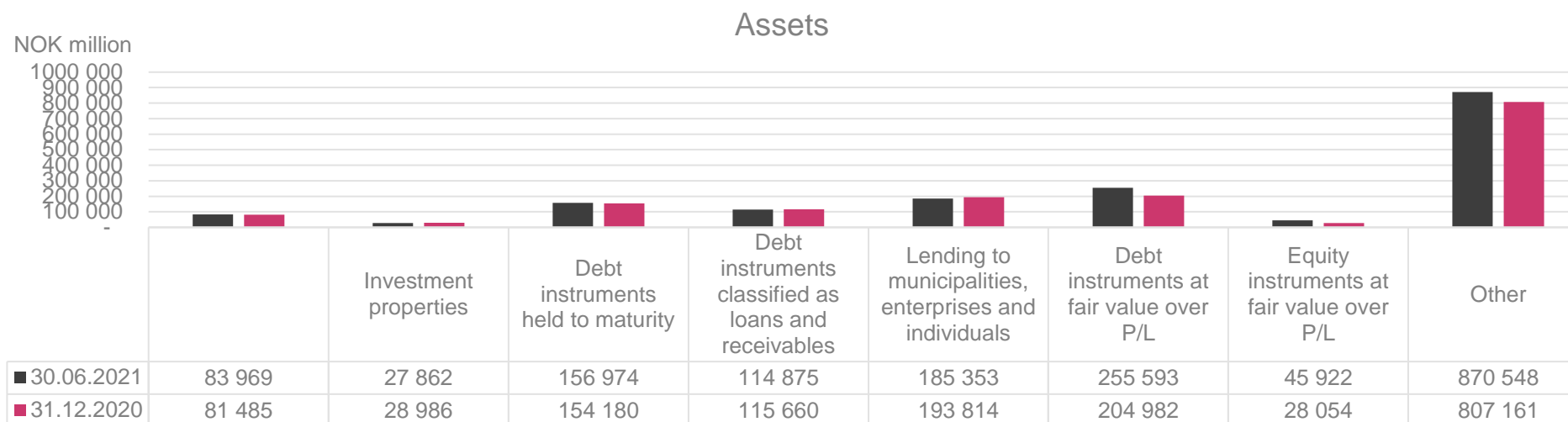
KLP Group – results by segment

NOK million	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Life insurance	965	566	1 275	1 289
Non-life insurance	226	72	220	97
Banking	54	49	137	102
Asset management	25	21	31	26
Other	-	0	0	-1
Group result before tax	1 325	693	1 657	1 682

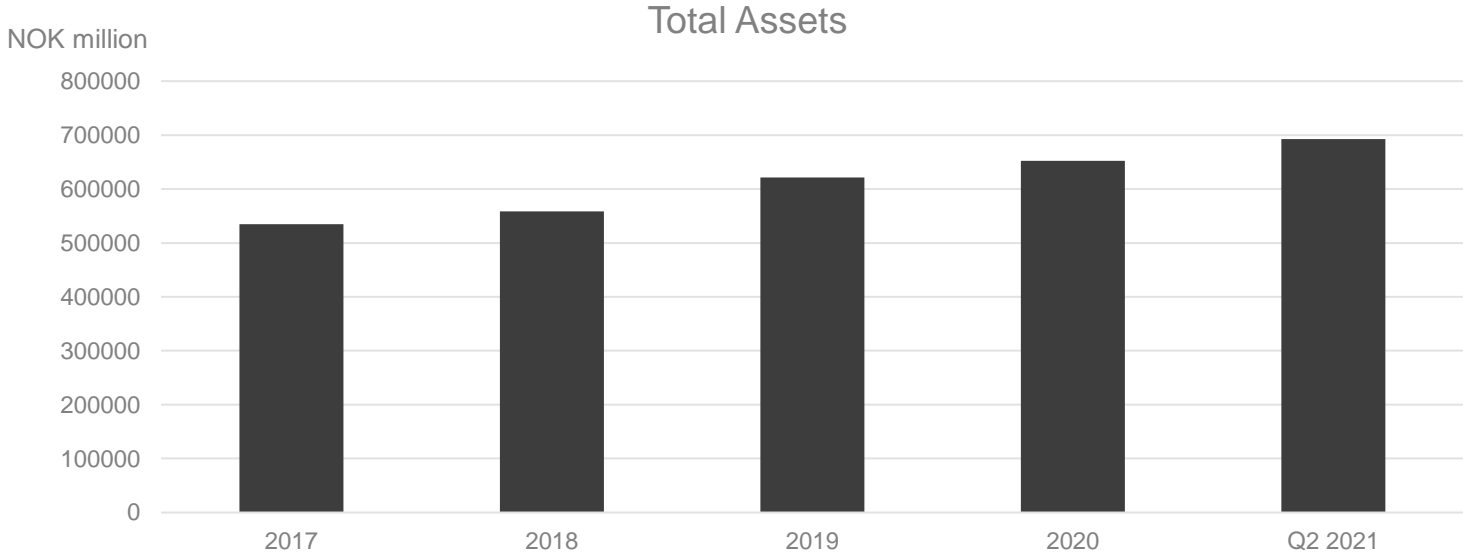
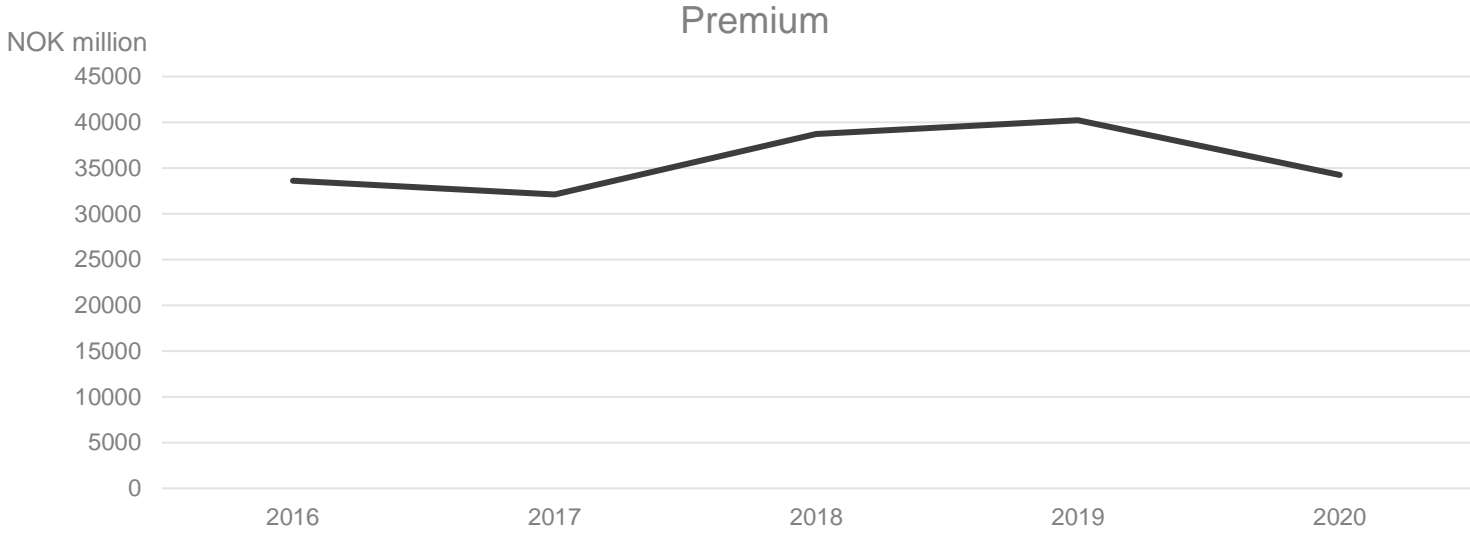
KLP Group – main figures - results

NOK MILLIONS	Q2 2021	Q2 2020	31.12.2020
Premium income for own account	27 051	8 187	39 049
Current return on financial assets	3 957	3 893	14 793
Net interest income banking	77	61	329
Net value changes on financial instruments	17 985	25 914	15 331
Net income from investment properties	2 667	175	5 080
Other income	360	210	1 136
Total net income	52 098	38 440	75 719
Claims for own account	- 5 677	- 6 706	-29 780
Change in technical provisions	- 24 962	- 5 353	-19 000
Net costs subordinated loan and hybrid Tier 1 securities	- 113	920	-478
Operating expenses	- 552	- 526	-1 982
Sale of business	0	- 152	-183
Other expenses	- 325	- 321	-1 258
Unit holder's value change in consolidated securities funds	- 7 193	- 9 809	-11 074
Total expenses	-38 823	-21 946	-63 755
Operating profit/loss	13 274	16 494	11 963
To/from securities adjustment fund – life insurance	- 11 194	- 12 215	245
To supplementary reserves – life insurance	611	490	-7 749
Assets allocated to insurance customers - life insurance	- 2 059	- 4 207	-2 803
Pre-tax income	632	562	1 657
Cost of taxes ¹	- 254	- 228	- 860
Income	378	334	797

KLP Group - Balance



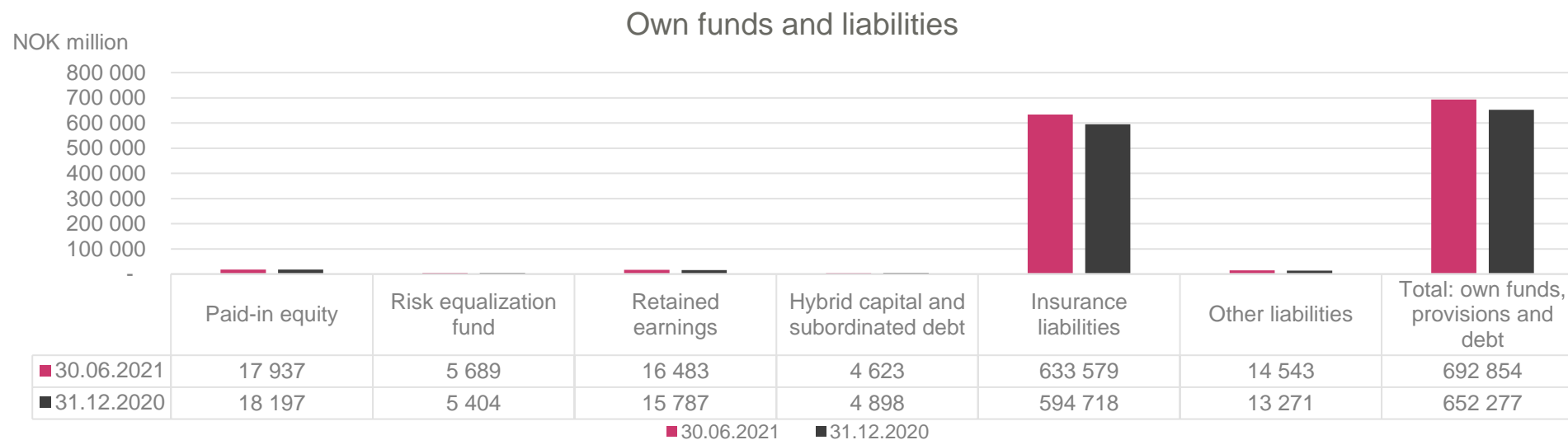
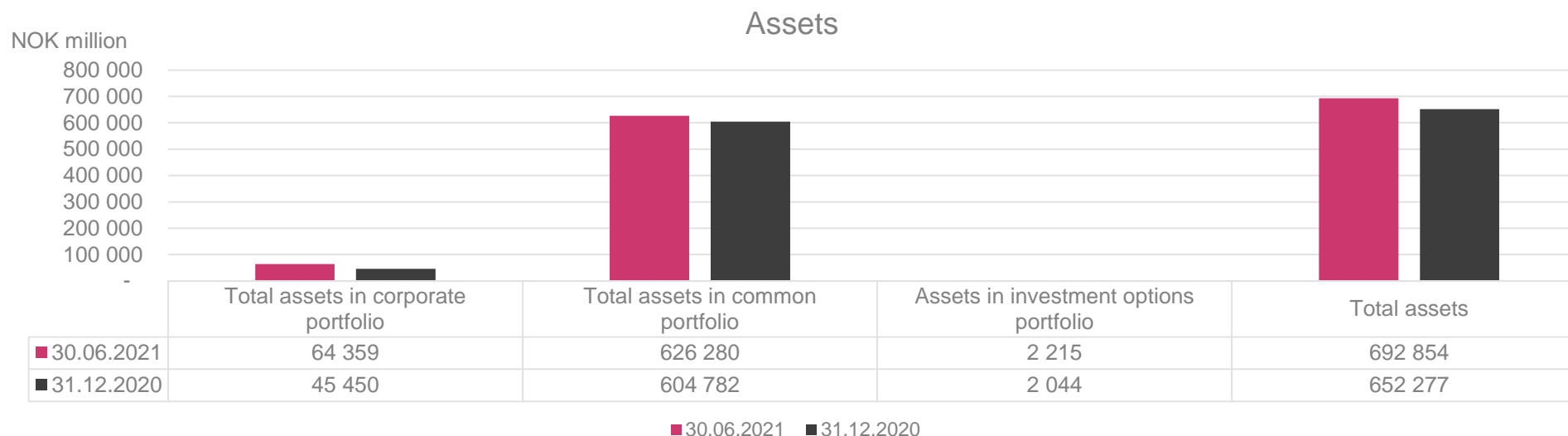
KLP Life



KLP – Appropriation of results

Nok million	Result Customers	Result Company	30.06.2021	31.12.2020
Interest result common portfolio	7 015	138	7 153	13 044
Interest result corporate portfolio	79		79	30
Risk result	147	147	293	-398
Premium interest rate guarantee		124	124	494
Administration result		61	61	171
Other income		6	6	
Net income corporate portfolio		488	488	762
Tax		-115	-115	-198
Other result elements		135	135	-63
Total	7 240	984	8 224	13 842

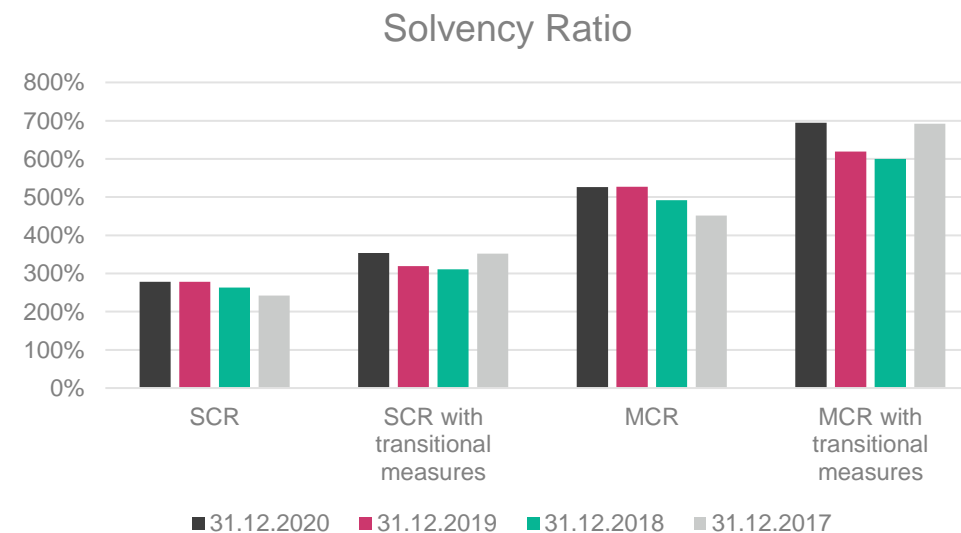
KLP Life - Balance



KLP Life - Solvency

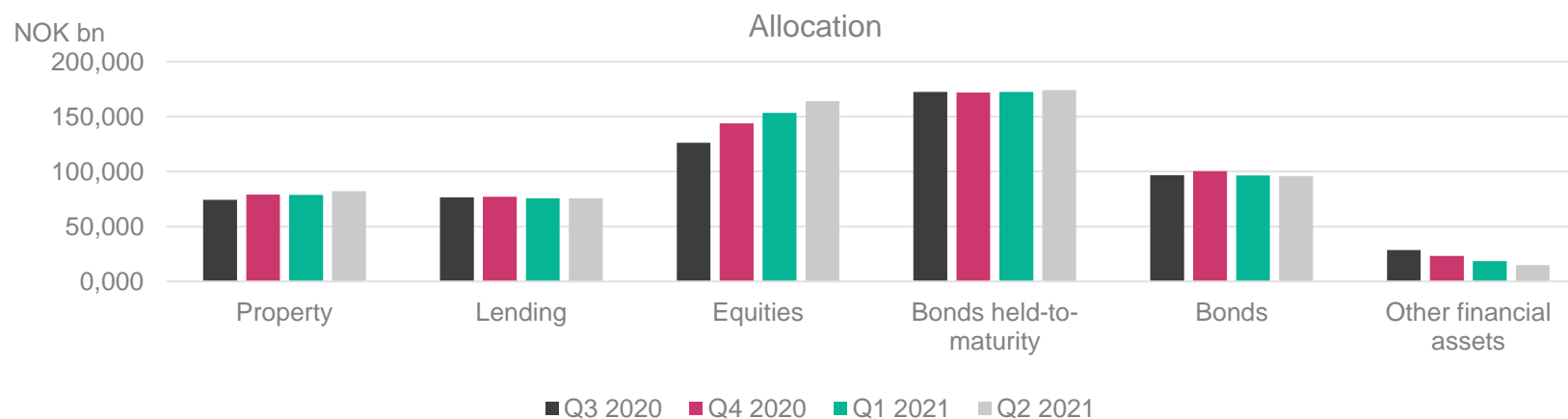
- Solvency ratio Q2: 282* per cent
- Minimum solvency ratio Q1: 536* per cent
- **without transitional measures*

	30.06.2021	31.03.2021	31.12.2020	30.09.2020
Solvency ratio (SCR)	282 %	287 %	278 %	264 %
Solvency ratio (SCR) with transitional measures	332 %	343 %	354 %	353 %
Minimum solvency ratio (MCR)	536 %	551 %	526 %	496 %
Minimum solvency ratio (MCR) with transitional measures	647 %	677 %	695 %	694 %



KLP Life - Common Portfolio

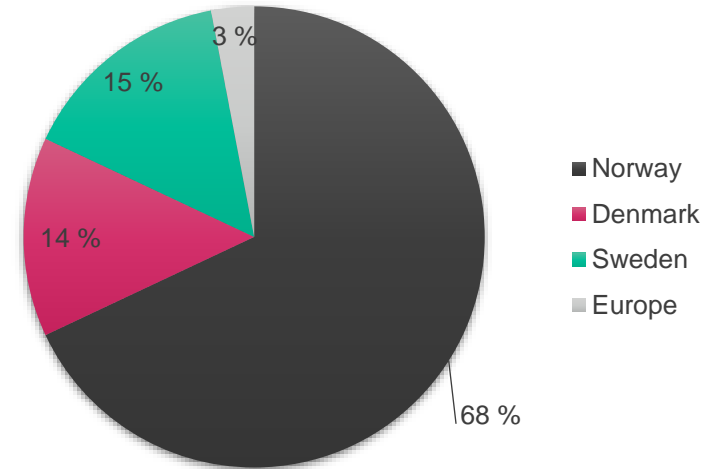
	Share*	Return	Share*	Return
	30.06.2021	30.06.2021	31.12.2020	31.12.2020
Equities	28.1 %	12.8 %	24.2 %	6.3 %
Bonds	15.6 %	-1.0 %	16.9 %	6.5 %
Bonds held-to-maturity	28.3 %	1.8 %	28.9 %	3.5 %
Lending	12.3 %	0.8 %	12.9 %	2.1 %
Property	13.3 %	4.2 %	13.3 %	6.8 %
Other financial assets	2.4 %	0.5 %	3.9 %	1.5 %



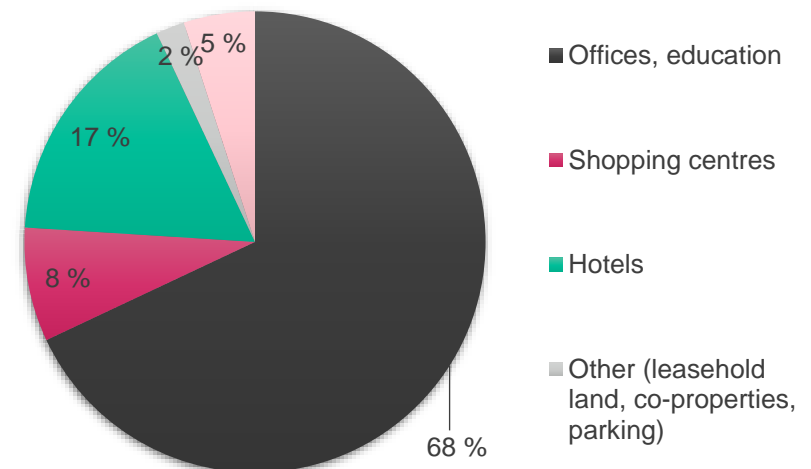
KLP Life - Property

- The portfolio written up by NOK 1 956 million (2.4 %)
- New investments / sales in 2021
 - Taken over
 - Gærtorvet 1-5 in København
 - Sold
 - 50 % of Norbyen kjøpesenter in Larvik
 - Ladebekken 50 in Trondheim
 - Three sections of Telenor Arena

Property value - by country



Property value - by sector



KLP Life – Property

NOK million	30.06.2021	31.03.2021	31.12.2020	30.09.2020
Fair value total portfolio*	82 904	79 974	80 665	76 154
Fair value common portfolio*	77 636	74 730	75 443	71 315

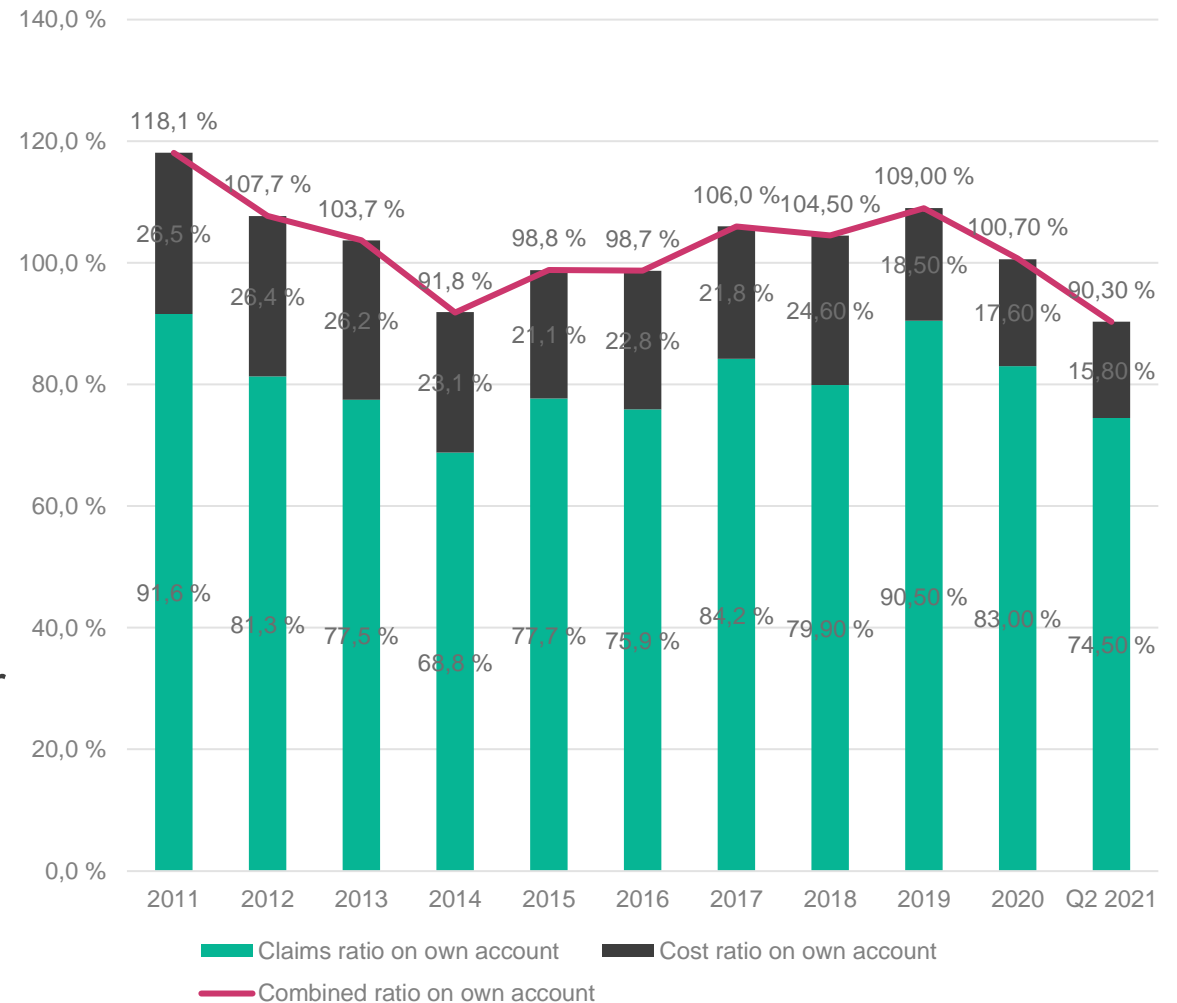
*Incl exchange-rate hedged and excl. property fund

	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Value adjustment in per cent	2.4 %	0.0 %	3.3 %	0.1 %
Value adjustment in per cent common portfolio	2.6 %	0.0 %	3.0 %	0.1 %
Total return common portfolio**	3.3 %	0.9 %	4.3 %	1.1 %

**Incl exchange-rate hedged and property fund

KLP Skadeforsikring (non-life insurance)

- Quarterly result of NOK 154 million
- One large injuries estimated to NOK 140 million in the quarter
- Good growth in all portfolios - premiums written increased by NOK 161 million in the last 12 months
- Financial return of NOK 99 million in the quarter, corresponding to 1.9 per cent
- Solvency ratio: 252 per cent



KLP Skadeforsikring (non-life insurance)

NOK million	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Premium written f.o.a.	461.9	441.7	429.8	423.2
Claims f.o.a.	-336.6	-321.6	-355.8	-350.6
Insurance related expenses	-70.7	-72.4	-76.7	-65.6
Other insurance related income	0.6	-5.7	0.8	0.6
Result from technical activities	55.1	42.0	-2.0	7.6
Result from investment activities	99.2	29.5	124.8	71.5
Other income	0	0	0	0
Result from ordinary operation	154.3	71.6	122.8	79.1
Estimated tax expense	-38.6	-17.9	-17.9	-19.8
Other elements	0	14.2	15.3	7.4
Provisions for equity fund	-14.0	-11.3	31.6	-12.2
Result after provisions for equity fund	101.7	56.5	151.8	54.5

KLP Skadeforsikring (non-life insurance)

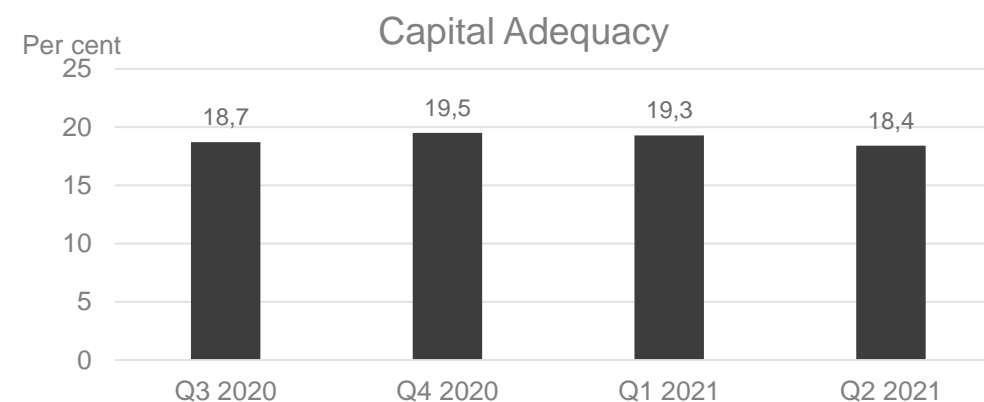
Revenues, NOK million	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Gross premium written	462	442	430	423
Premium income for own account	-337	-322	-356	-351
Claims paid for own account	-71	-72	-77	-66
Insurance related costs for own account	99	30	125	72
Results	154	54	123	79

Key figure balance sheet, NOK million	30.06.2021	31.03.2021	31.12.2020	30.09.2020
Financial assets	5 314	5 268	4 685	4 770
Total assets	6 087	5 917	5 270	5 269
Equity	2 294	2 179	2 111	1 991
Provisions in insurance funds for own account	3 048	3 086	2 708	2 918

KLP Bank-group – main figures

- The total number of active customers as of the second quarter of 2021 was 46,872 customers. The net customer growth retail market became 756 customers.
- Net mortgage growth first quarter of NOK 389 million.
- The Group's capital adequacy ratio is 18.4%, which is well above the ICAAP of 16.5%. In addition.
- Countercyclical capital buffer was reduced from 2.5 per cent to 1.0 per cent with immediate effect on 13 March 2020. The Ministry of Finance has announced that this will be increased to 1.5 percent from 30 June 2022.

NOK million	Q2 2020	Q1 2020	Q4 2020	Q3 2020
Net interest revenues	77.1	75.7	88.0	93.4
Net fee – and commissions income	4.7	4.2	4.3	4.8
Management fees	14.9	14.9	14.8	14.8
Operating cost	-58.0	-60.6	-67.6	-45.5
Value changes financial instruments	-33.0	14.5	-4.4	-5.6
Pre-tax earnings	5.7	48.6	35.1	61.8
Total assets	45 216	43 200	42 688	43 438



KLP Bank-group – main figures

KLP Kommunekreditt, NOK million	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Net interest revenues	18.4	12.7	15.1	24.2
Operating cost	-4.1	-3.9	-6.5	-3.2
Value changes financial instruments	-19.1	-3.1	-1.6	-2.3
Pre-tax earnings	-4.7	5.7	6.9	18.7
Total assets	18 749	18 284	19 008	19 381

KLP Banken, NOK million	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Net interest revenues	32.3	36.2	38.5	39.7
Net fee – and commissions income	4.7	4.2	4.3	4.8
Management fees	14.9	14.9	14.8	14.8
Operating cost	-37.6	-41,0	-41.8	-31.1
Value changes financial instruments	-2.9	3.4	4.8	12.8
Pre-tax earnings	11.4	17.7	20.7	41,0
Total assets	16 955	16 872	17 730	18 154

KLP Boligkreditt, NOK million	Q2 2021	Q1 2021	Q4 2020	Q3 2020
Net interest revenues	26.3	26.9	34.5	29.4
Operating cost	-16.3	-15.7	-19.3	-11.2
Value changes financial instruments	-1.8	-2.1	-3.1	-11.1
Pre-tax earnings	8.3	9.1	12.1	7.1
Total assets	12 974	12 730	11 478	11 289

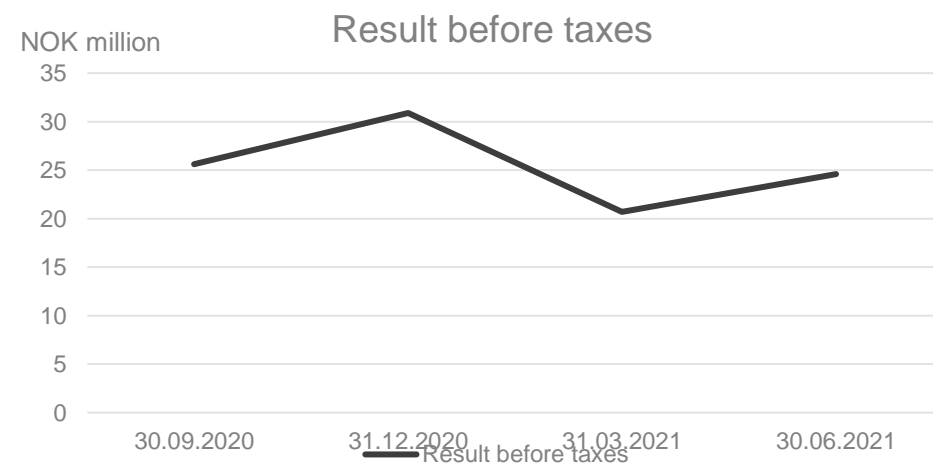
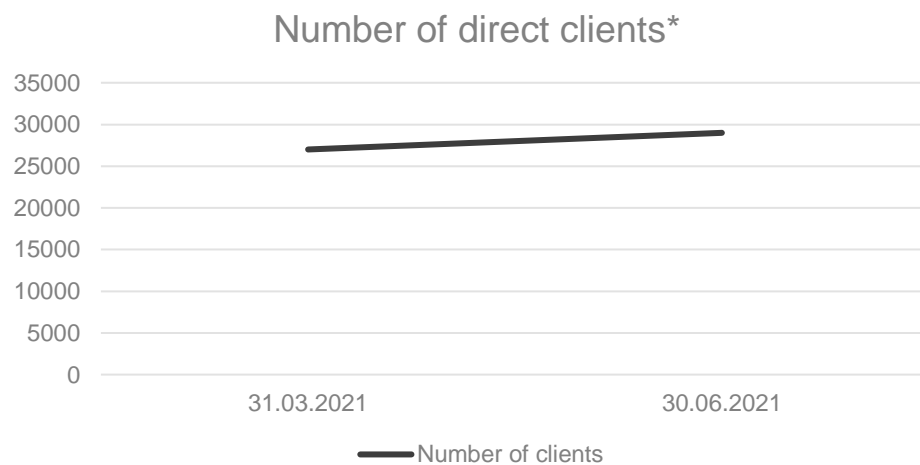
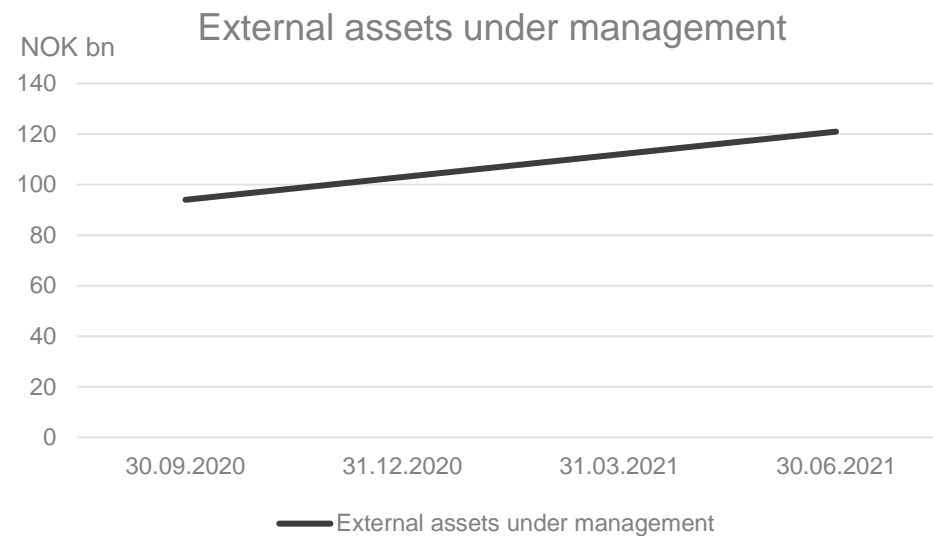
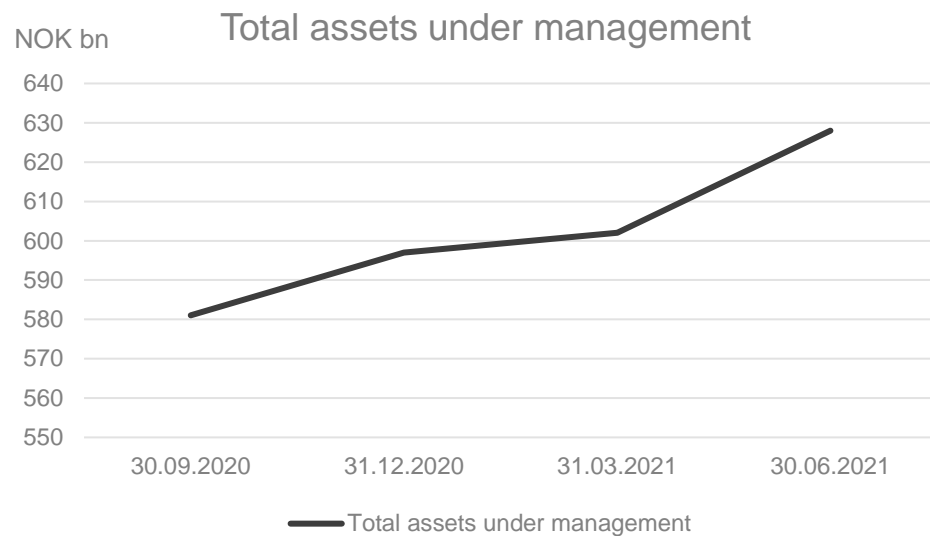
KLP Bank-group – lending and deposits

Mortgage loans, NOK billion	30.06.2021	31.03.2021	31.12.2020	30.09.2020
KLP Banken AS	9.7	8.8	9.7	10.0
KLP Boligkreditt AS	11.6	12.0	10.8	10.6
KLP (Management agreement)	3.1	3.2	3.2	3.3
Total	24.4	24.1	23.7	23.8

Public sector loans, NOK billion	30.06.2021	31.03.2021	31.12.2020	30.09.2020
KLP Kommunekreditt AS	16.7	16.7	17.6	16.8
KLP (Management agreement)	65.0	65.1	64.0	63.8
KLP (currency loans)	7.8	7.3	9.9	10.1
Total	89.5	89.0	91.5	90.0

Deposits, NOK billion	30.06.2021	31.03.2021	31.12.2020	30.09.2020
KLP Banken AS	12.8	12.3	12.0	12.2
Total	12.8	12.3	12.0	12.2

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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