



# Financial results Q4 2022

## KLP Group

Oslo, 20th February 2023

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# Main features

- Total group assets: NOK 901.6 billion
- Common portfolio of life company returned -1.1 per cent after fourth quarter 2022
- Corporate portfolio returned 2.8 per cent after fourth quarter 2022
- Solvency ratio KLP: 337 per cent

	Q4 2022	Q3 2022	Q2 2022	Q1 2022
Common portfolio				
Return	1.4 %	-0.6 %	-1.3 %	-0.8 %
Return incl. HTM bonds/bonds booked at amortised costs	2.1 %	-1.1 %	-2.6 %	-2.3 %
Investment options portfolio	1.8 %	-0.8 %	-2.3 %	-1.2 %
Corporate portfolio	1.4 %	0.5 %	0.3 %	0.6 %



# KLP Group – results by segment

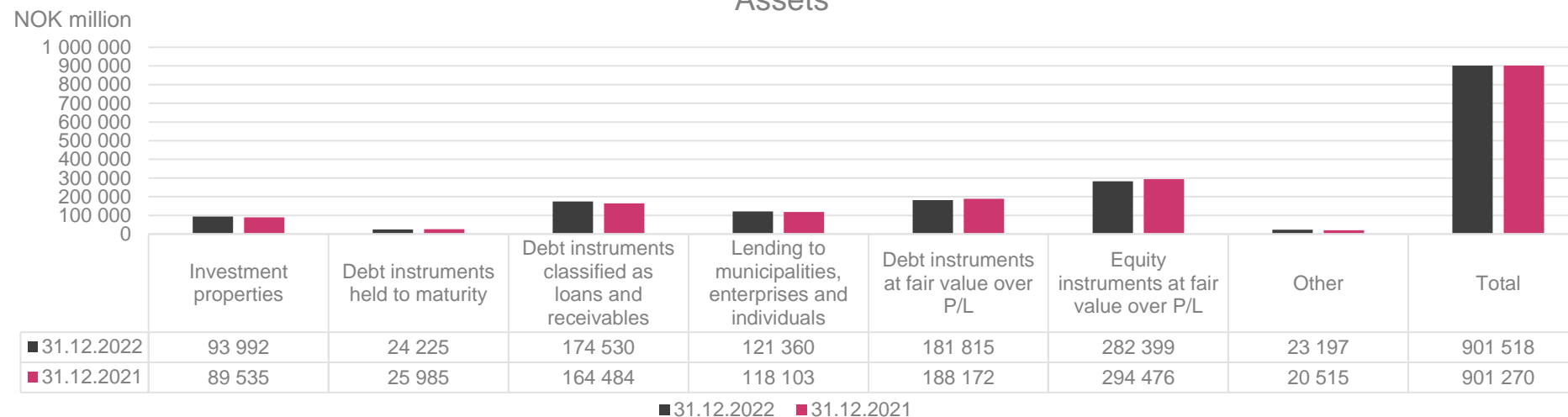
NOK million	31.12.2022	30.09.2022	30.06.2022	31.03.2022
Life insurance	918	461	216	71
Non-life insurance	-10	-50	3	-24
Banking	116	97	42	18
Asset management	5	-19	-30	-21
Other	2	1	1	0
Group result before tax	1 652	973	464	213

# KLP Group – main figures - results

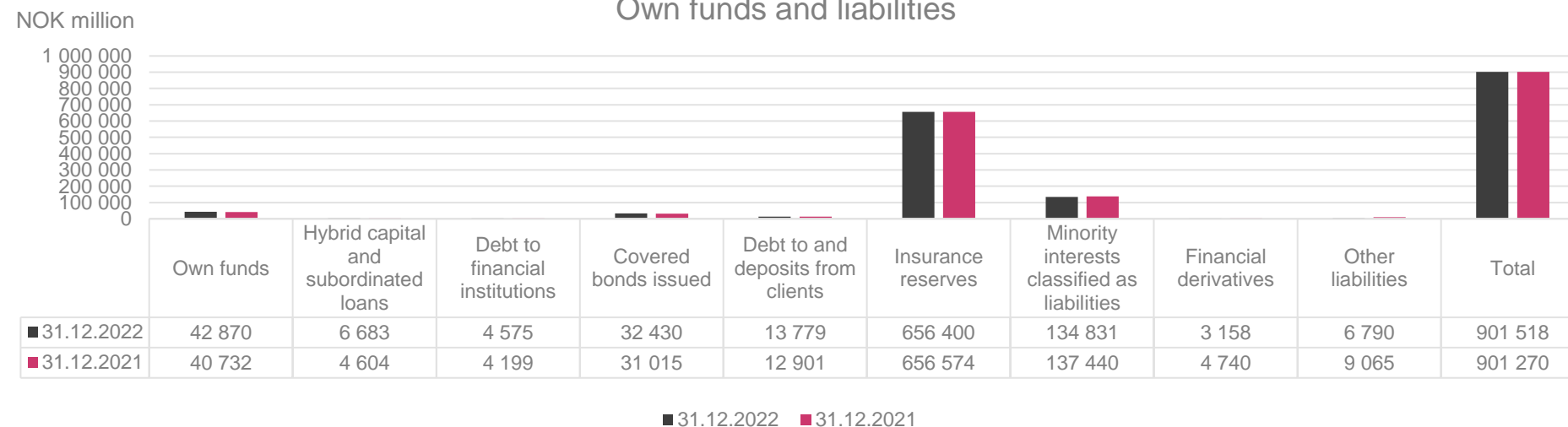
<b>NOK MILLIONS</b>	<b>31.12.2022</b>	<b>31.12.2021</b>
Premium income for own account	52 601	52 001
Current return on financial assets	18 128	14 813
Net interest income banking	371	309
Net value changes on financial instruments	-47 383	48 365
Net income from investment properties	6 282	8 543
Other income	1 684	1 547
<b>Total net income</b>	<b>31 682</b>	<b>125 577</b>
Claims for own account	-29 348	- 31 855
Change in technical provisions	-32 223	- 31 253
Net costs subordinated loan and hybrid Tier 1 securities	-169	103
Operating expenses	-2 476	- 2 278
Other expenses	-1 377	- 1 292
Unit holder's value change in consolidated securites funds	15 001	- 19 802
<b>Total expenses</b>	<b>-50 591</b>	<b>-86 377</b>
<b>Operating profit/loss</b>	<b>-18 910</b>	<b>39 200</b>
To/from securities adjustment fund – life insurance	0	- 21 646
To supplementary reserves – life insurance	24 063	- 5 420
Assets allocated to insurance customers - life insurance	-3 501	- 11 107
<b>Pre-tax income</b>	<b>1 652</b>	<b>1 027</b>
Cost of taxes <sup>1</sup>	-801	- 748
<b>Income</b>	<b>851</b>	<b>279</b>

# KLP Group - Balance

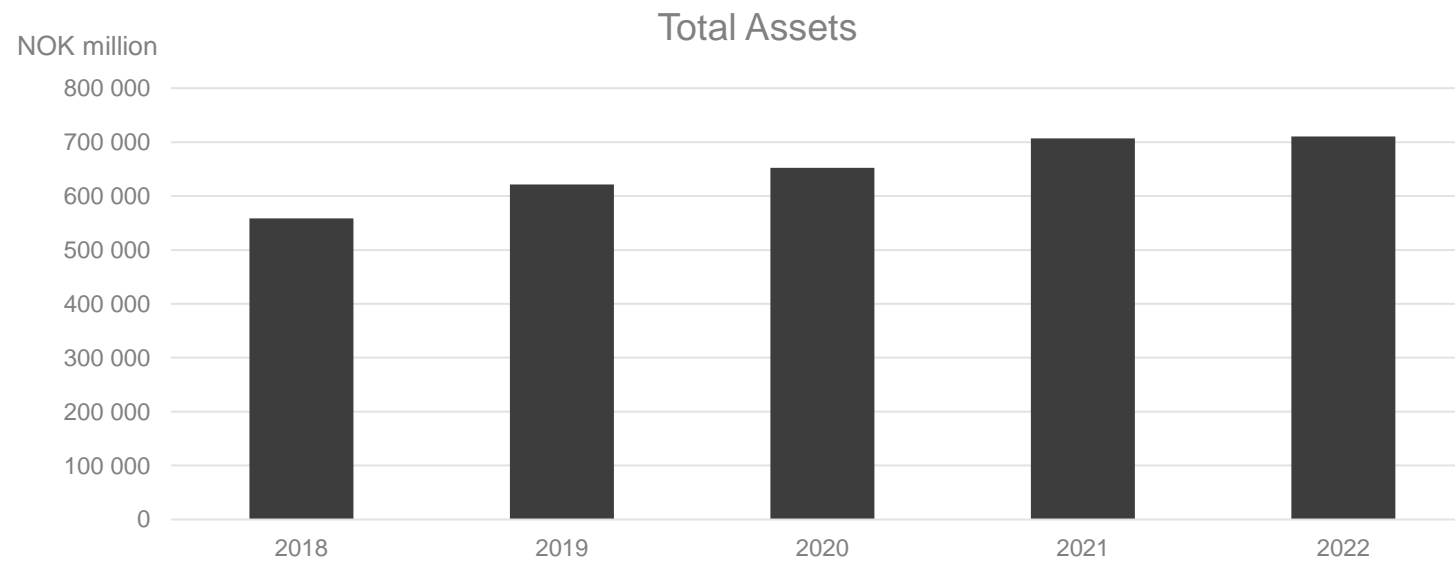
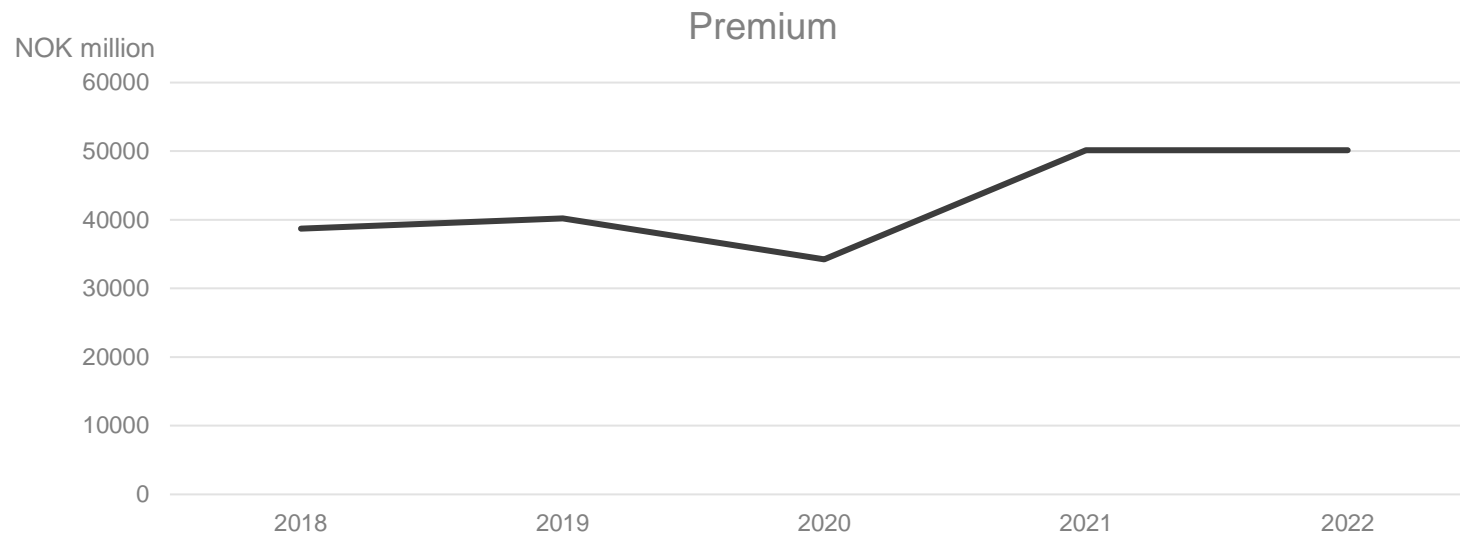
## Assets



## Own funds and liabilities



# KLP Life

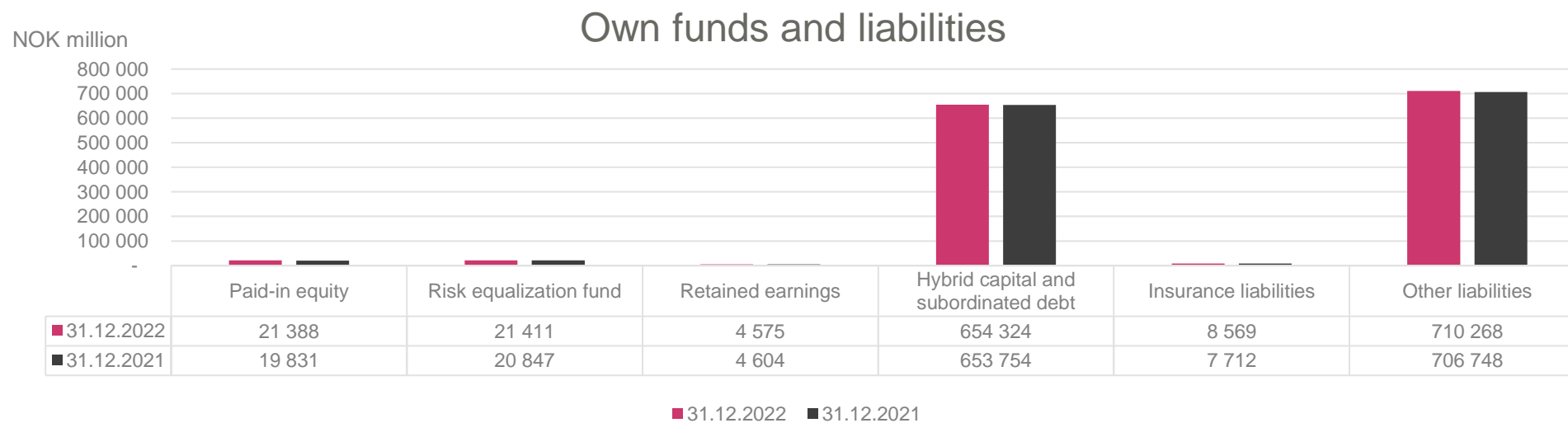
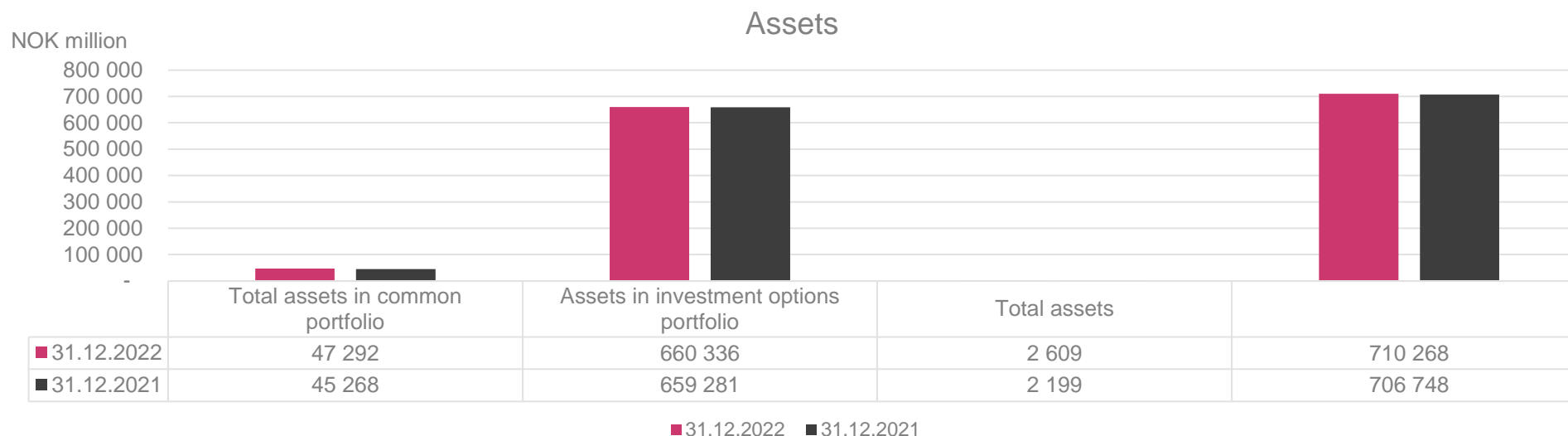


# KLP – Appropriation of results

Nok million	Result Customers	Result Company	31.12.2022	31.12.2021
Interest result common portfolio	-19 957	-50	-20 007	15 134
Risk result	651		651	589
Premium interest rate guarantee		266	266	251
Administration result		-17	-17	35
Other income			0	6
Net income corporate portfolio		811	811	1 030
Tax		-115	-115	-202
Other result elements		94	94	56
<b>Total</b>	<b>-19 306</b>	<b>897</b>	<b>-18 409</b>	<b>16 898</b>



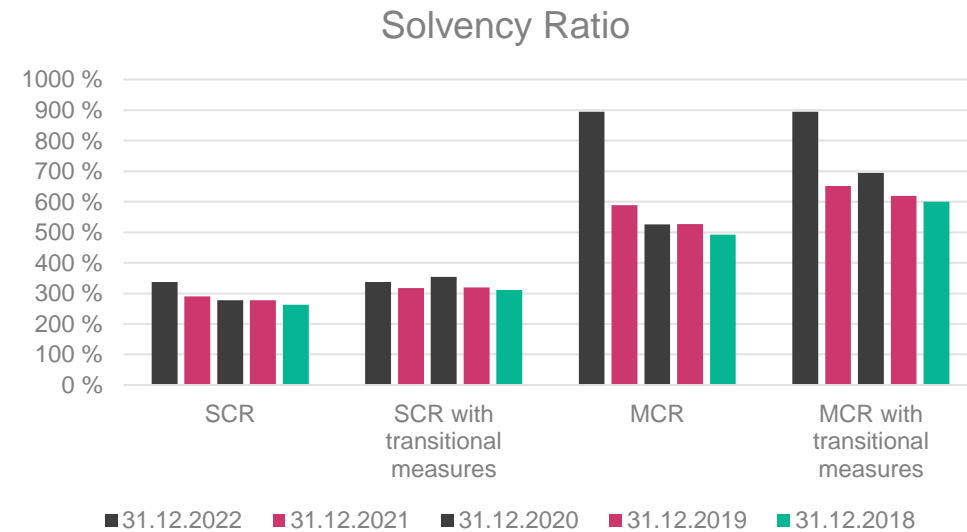
# KLP Life - Balance



# KLP Life - Solvency

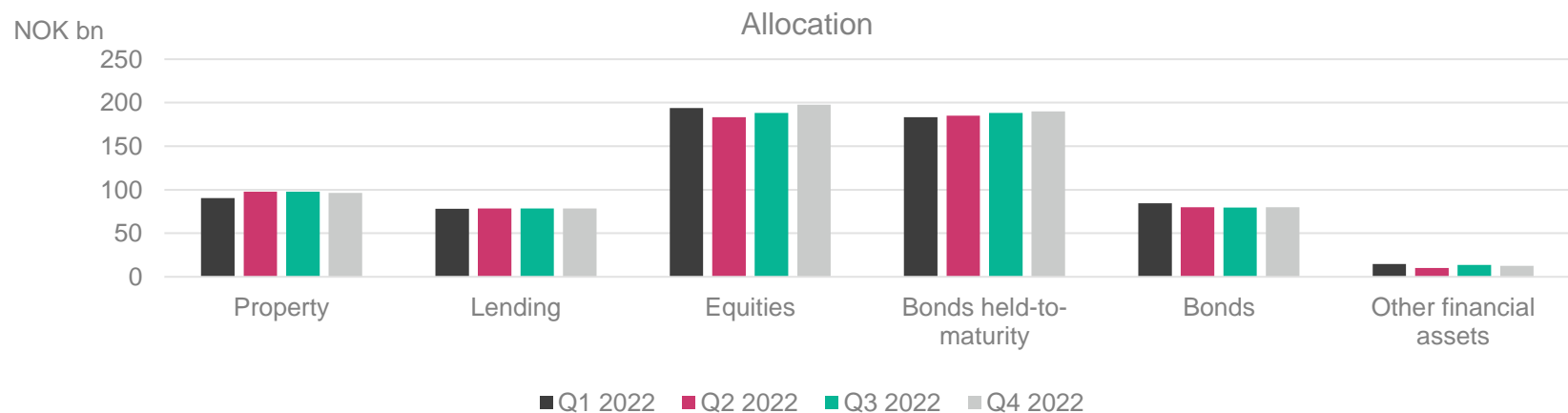
- Solvency ratio Q4: 337 per cent
- Minimum solvency ratio Q4: 895 per cent

	31.12.2022	30.09.2022	30.06.2022	31.03.2022
Solvency ratio (SCR)	337 %	341 %	340 %	332 %
Solvency ratio (SCR) with transitional measures	337 %	341 %	340 %	332 %
Minimum solvency ratio (MCR)	895 %	1 139 %	1 084 %	821 %
Minimum solvency ratio (MCR) with transitional measures	895 %	1 139 %	1 084 %	821 %



# KLP Life - Common Portfolio

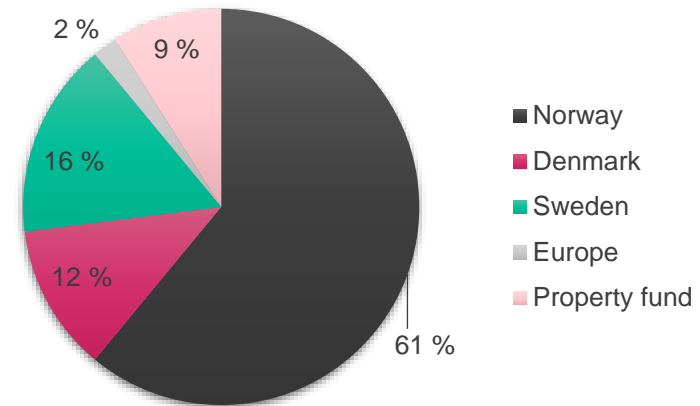
	Share*	Return	Share*	Return
	31.12.2022	31.12.2022	31.12.2021	31.12.2021
Equities	30.2 %	-8.0 %	30.9 %	22.8 %
Bonds	12.2 %	-9.9 %	13.8 %	-0.7 %
Bonds held-to-maturity	29.0 %	3.3 %	27.7 %	3.5 %
Lending	12.0 %	2.5 %	11.9 %	1.7 %
Property	14.7 %	7.1 %	13.8 %	10.2 %
Other financial assets	1.9 %	1.6 %	1.9 %	0.7 %



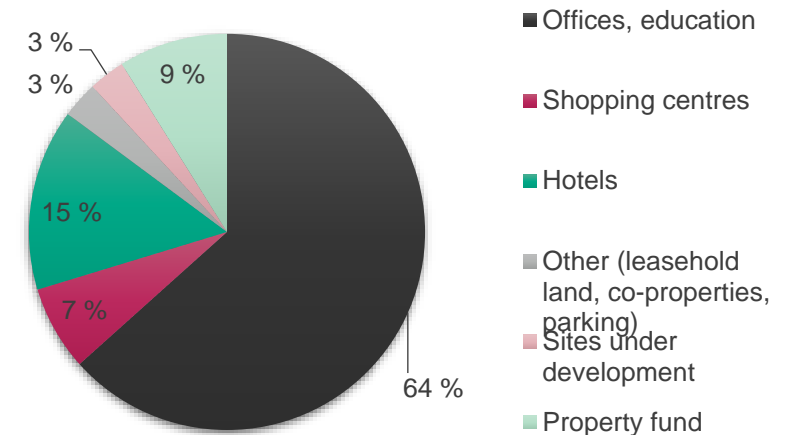
# KLP Life - Property

- The portfolio written down by NOK 2 400 million (-2.3 %) in the quarter
- No new investments or sales in 2022
  - During 2022, 1,983 million was invested in property funds

Property value - by country



Property value - by sector



# KLP Life – Property

NOK million	31.12.2022	30.09.2022	30.06.2022	31.03.2022
Fair value total portfolio	102 497	104 102	103 959	96 612
Fair value common portfolio	96 668	98 198	98 116	90 959

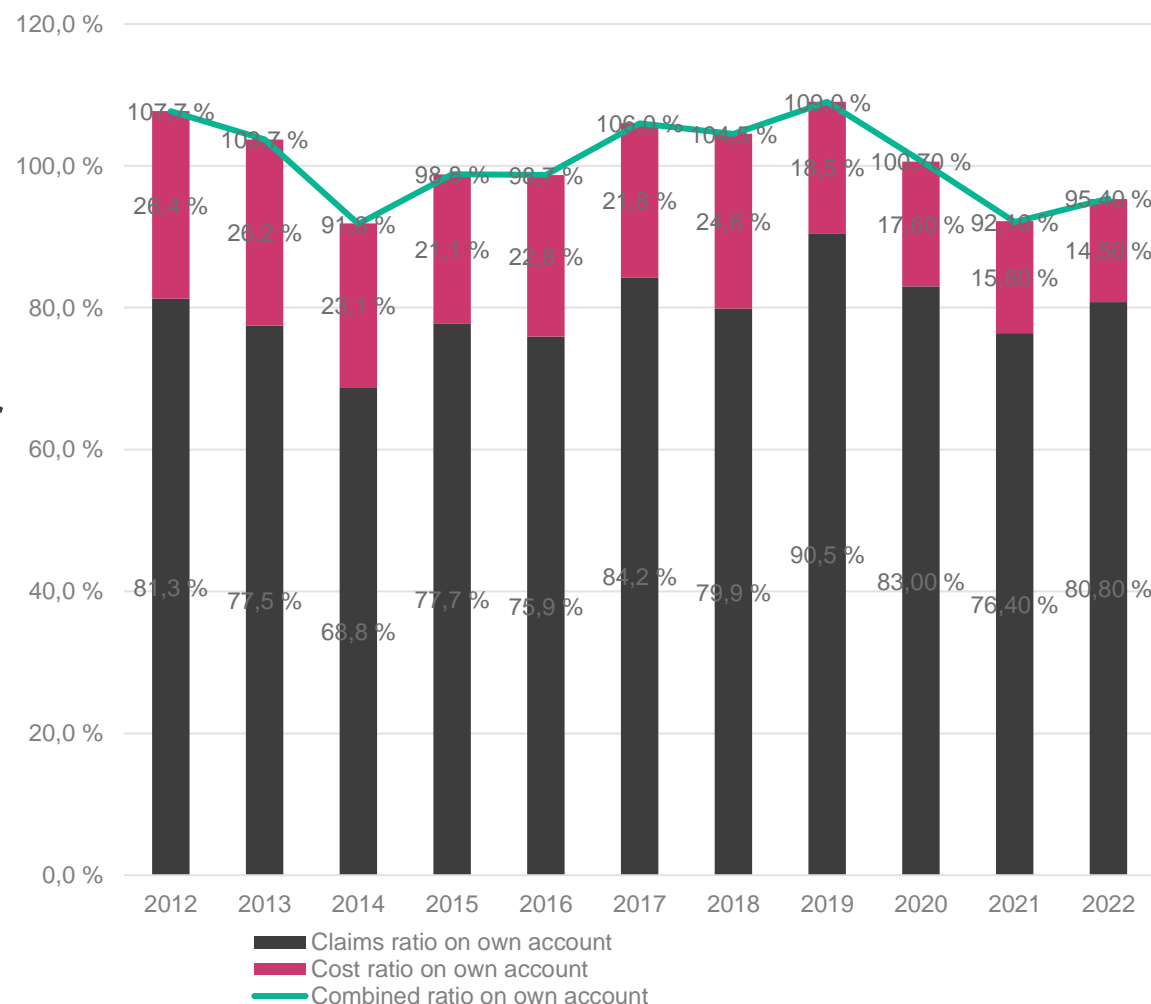
All figures Incl exchange-rate hedged and property fund

	Q4 2022	Q3 2022	Q2 2022	Q1 2022
Value adjustment in per cent	-2.3 %	0.1 %	5.8 %	0.7 %
Value adjustment in per cent common portfolio	-2.3 %	0.0 %	5.9 %	0.5 %
Total return common portfolio	-1.5 %	0.9 %	6.3 %	1.5 %

All figures Incl exchange-rate hedged and property fund

# KLP Skadeforsikring (non-life insurance)

- Quarterly result of NOK 59.6 million
- Good growth in all portfolios - premiums written increased by NOK 293 million (14.6 per cent) in the last 12 months
- Financial return of NOK 40.6 million in the quarter, corresponding to 0.8 per cent
- Solvency ratio: 204 per cent



# KLP Skadeforsikring (non-life insurance)

NOK million	Q4 2022	Q3 2022	Q2 2022	Q1 2022
Premium written f.o.a.	550.9	541.2	520.1	492.4
Claims f.o.a.	-453.8	-503.7	-351.6	-392.0
Insurance related expenses	-85.0	-66.4	-78.4	-76.1
Other insurance related income	6.2	0.6	0.7	0.6
<b>Result from technical activities</b>	<b>18.3</b>	<b>-28.6</b>	<b>90.8</b>	<b>24.9</b>
Result from investment activities	40.6	-25.0	-63.8	-49.3
Other income	0.7	0.8	0.3	0.2
<b>Result from ordinary operation</b>	<b>59.6</b>	<b>-52.8</b>	<b>27.3</b>	<b>-24.3</b>
Estimated tax expense	-34.9	13.2	-6.8	6.1
Other elements	8.2	0.8	-28.4	33.3
Provisions for equity fund	-18.3	-15.7	-13.7	8.3
<b>Result after provisions for equity fund</b>	<b>14.5</b>	<b>-54.5</b>	<b>-21.6</b>	<b>23.4</b>

# KLP Skadeforsikring (non-life insurance)

Revenues, NOK million	Q4 2022	Q3 2022	Q2 2022	Q1 2022
Gross premium written	551	541	520	492
Premium income for own account	-454	-504	-352	-392
Claims paid for own account	-85	-66	-78	-76
Insurance related costs for own account	41	-25	-64	-49
<b>Results</b>	<b>60</b>	<b>-53</b>	<b>27</b>	<b>-24</b>

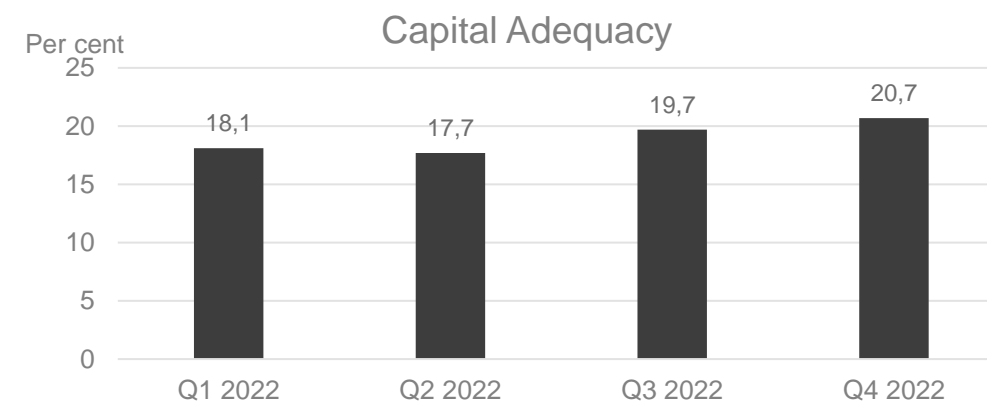
Key figure balance sheet, NOK million	31.12.2022	30.09.2022	30.06.2022	31.03.2022
Financial assets	5 195	5 283	5 248	5 350
Total assets	6 453	6 459	6 246	6 192
Equity	2 269	2 234	2 273	2 281
Provisions in insurance funds for own account	3 078	3 273	3 273	3 259



# KLP Bank-group – main figures

- The total number of active customers as of the fourth quarter of 2022 was 48 804 customers. The net customer growth retail market became 588 customers fourth quarter and 2 341 customer in 2022.
- In 2022, we received an increase in mortgage lending of NOK 1,106 million.
- The Group's capital adequacy ratio is 20.7 per cent, which is well above the ICAAP of 19.0 per cent.
- In 2022 and 2023, the bank's capital target will increase by 2.5 per cent, to 19.5 per cent through an increase in the countercyclical capital buffer, which increases from 1.5 to 2 per cent on 31 December 2022 and furthermore to 2,5 per cent 31. Mars 2023, as well as the systemic risk buffer increasing from 3 to 4.5 per cent from 31 December 2022. As a result of the increased capital requirements, the bank has received NOK 300 million in equity capital from the owner in August 2022..

NOK million	Q4 2022	Q3 2022	Q2 2022	Q1 2022
<b>Net interest revenues</b>	110.5	99.2	86.9	72.1
<b>Net fee – and commissions income</b>	7.1	7.4	7.2	5.2
<b>Management fees</b>	15.2	12.7	15.1	15.1
<b>Operating cost</b>	-66.3	-57.4	-59.3	-64.0
<b>Value changes financial instruments</b>	16.6	-6.9	-25.8	-10.1
<b>Pre-tax earnings</b>	83.0	55.0	24.2	18.3
<b>Total assets</b>	50 511	49 369	48 704	47 954



# KLP Bank-group – main figures

KLP Kommunekreditt, NOK million	Q4 2022	Q3 2022	Q2 2022	Q1 2022
Net interest revenues	33,4	29,2	26,0	19,0
Operating cost	-5,1	-5,6	-4,8	-5,2
Value changes financial instruments	6,1	-3,3	-11,1	-2,4
<b>Pre-tax earnings</b>	<b>34,3</b>	<b>20,2</b>	<b>10,1</b>	<b>11,4</b>
Total assets	22 548	21 246	21 014	20 162

KLP Banken. NOK million	Q4 2022	Q3 2022	Q2 2022	Q1 2022
Net interest revenues	58,3	50,9	43,8	34,0
Net fee – and commissions income	7,1	7,4	7,2	5,2
Management fees	15,2	12,7	15,1	15,1
Operating cost	-47,0	-35,7	-36,9	-40,8
Value changes financial instruments	6,3	-3,6	-8,8	-4,5
<b>Pre-tax earnings</b>	<b>39,9</b>	<b>31,7</b>	<b>20,5</b>	<b>9,0</b>
Total assets	18 174	18 049	17 442	17 193

KLP Boligkreditt. NOK million	Q4 2022	Q3 2022	Q2 2022	Q1 2022
Net interest revenues	18,7	19,2	11,1	19,1
Operating cost	-14,1	-16,1	-17,6	-18,0
Value changes financial instruments	2,8	-1,4	-7,3	-4,6
<b>Pre-tax earnings</b>	<b>7,4</b>	<b>1,7</b>	<b>-7,9</b>	<b>-3,5</b>
Total assets	14 087	14 110	14 227	14 654

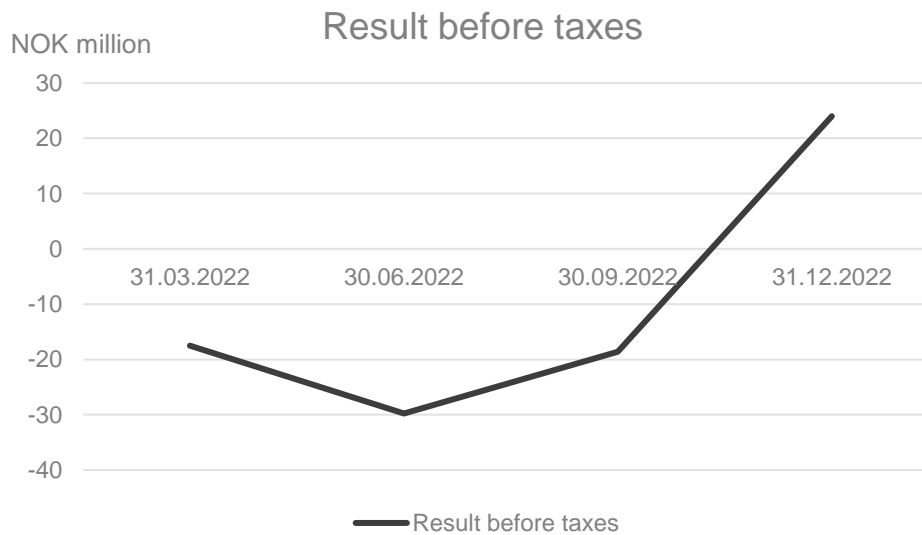
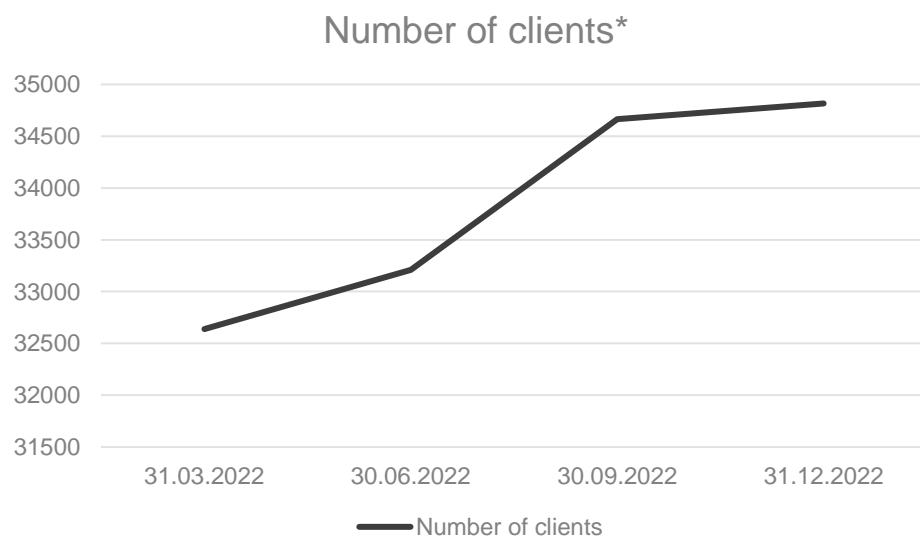
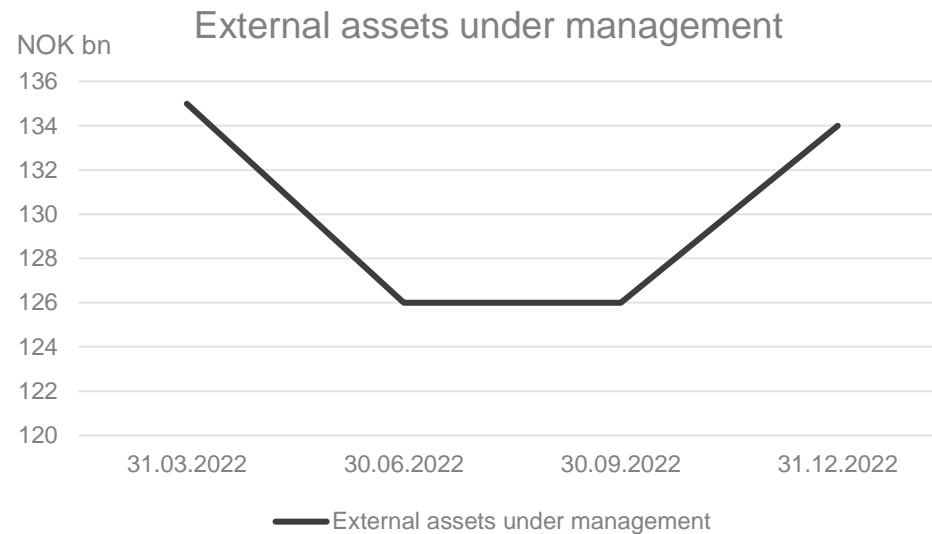
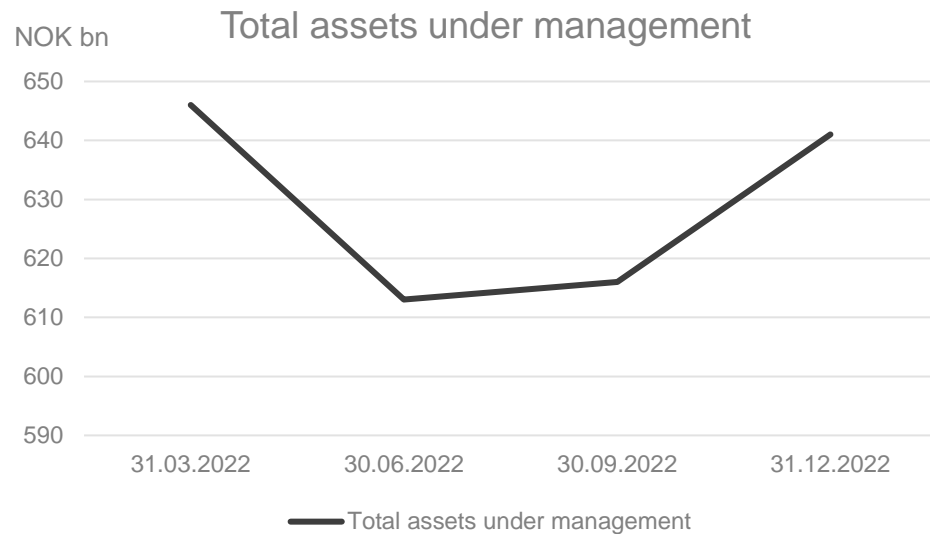
# KLP Bank-group – lending and deposits

Mortgage loans, NOK billion	31.12.2022	30.09.2022	30.06.2022	31.03.2022
KLP Banken AS	10.9	10.6	10.1	9.8
KLP Boligkreditt AS	12.2	12.7	12.9	12.7
KLP (Management agreement)	2.9	3.0	3.1	3.1
<b>Total</b>	<b>26.1</b>	<b>26.3</b>	<b>26.1</b>	<b>25.7</b>

Public sector loans, NOK billion	31.12.2022	30.09.2022	30.06.2022	31.03.2022
KLP Kommunekreditt AS	19.1	18.7	18.4	18.0
KLP (Management agreement)	68.0	73.8	67.2	66.4
KLP (currency loans)	5.3	6.2	5.9	6.3
<b>Total</b>	<b>92.5</b>	<b>98.7</b>	<b>91.5</b>	<b>90.6</b>

Deposits, NOK billion	31.12.2022	30.09.2022	30.06.2022	31.03.2022
KLP Banken AS	14.2	14.0	13.9	13.8
<b>Total</b>	<b>14.2</b>	<b>14.0</b>	<b>13,9</b>	<b>13,8</b>

# 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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Executive Vice President & CFO	Aage E. Schaanning	+47 905 24 312	aes@klp.no
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