Q2 2026 Interim report

KLP GROUP AND KLP

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KLP GROUP

KOMMUNAL LANDSPENSJONSKASSE

KLP Group

Q2 2026

Report for the second quarter of 2026

After a first quarter marked by turmoil in the financial markets and moderate returns on the pension assets, growth in the equity markets during the second quarter contributed to highest quarterly growth in returns since the fourth quarter of 2001:

- The surplus return to pension customers amounts to NOK 30,408 million
- 3.9 percent return on the pension assets in the common portfolio in the second quarter and 4.8 percent for the year to date.
- The adjustment of accrued pension benefits resulting from this year's national insurance settlement increased insurance liabilities and premium income by NOK 30.6 billion in the quarter
- Strong growth in sales of banking and insurance products to the retail market after the agreement with the Norwegian Nurses Association and its almost 130,000 members took effect on 1 January 2026

KLP – A CUSTOMER-OWNED GROUP

The KLP Group is made up of the following companies: Kommunal Landspensjonskasse (KLP) and its subsidiaries the KLP Banken Group, KLP Skadeforsikring, KLP Kapitalforvaltning, KLP Forsikringsservice and KLP Eiendom.

At the end of the second quarter of 2026, the Group had total assets of NOK 1,395,887 million.

Public service pensions

Results for the second quarter

NOK MILLION	Customers	Company	Total
Investment result common portfolio	30,283	170	30,453
Investment result investment option portfolio	125	0	125
Total investment result	**30,408**	**170**	**30,578**
Risk result	41	0	41
Interest guarantee premium	0	3	3
Administration result	0	94	94
Net income from investments in the corporate portfolio and other income/expenses in non-technical accounts	0	946	946
Tax	0	-235	-235
Other profit/loss elements	0	9	9
Results in 2nd quarter 2026	**30,449**	**986**	**31,435**
Results in 2nd quarter 2025	**21,139**	**703**	**21,842**

Results for the year to date

NOK MILLION	Customers	Company	Total
Investment result common portfolio	33,444	205	33,649
Investment result investment option portfolio	133	0	133
Total investment result	**33,577**	**205**	**33,782**
Risk result	493	0	493
Interest guarantee premium	0	6	6
Administration result	0	56	56
Net income from investments in the corporate portfolio and other income/expenses in non-technical accounts	0	1,102	1,102
Tax	0	-267	-267
Other profit/loss elements	0	110	110
Results after 2nd quarter 2026	**34,070**	**1,212**	**35,282**
Results after 2nd quarter 2025	**17,215**	**863**	**18,078**

Investment result

KLP manages the pension capital that covers the pension benefits that have been earned. The pension capital is mainly managed in the common portfolio.

The pension money has to be paid out over many years, so part of this amount can be financed from the return on the pension capital (guaranteed return). The investment result consists of actual returns minus the guaranteed return.

KLP has guaranteed to provide customers on public-sector occupational pensions with financial income equivalent to NOK 8,020 million after the second quarter. Actual financial income amounted to
NOK 41,780 million, equivalent to 4.8 percent, and the investment return, including returns on the risk equalisation fund, amounted to NOK 33,782 million (17,261) [1].

Return on capital as of 30.06.	Q2 2026	Year to date 2026	Q2 2025	Year to date 2025
Common portfolio	3.9%	4.8%	3.1%	3.1%
Including value change at amortised cost	4.3%	4.6%	3.7%	3.7%
Investment option portfolio	4.9%	5.5%	3.9%	3.1%
Including value change at amortised cost	5.3%	5.6%	4.6%	3.8%

Management of the common portfolio

The assets in the common portfolio totalled NOK 926,207 million (825,733):

	30.06.2026			30.06.2025		
	Share	Return Q2	Return year to date	Share	Return Q2	Return year to date
Equities and specialised investment fund	36.9%	8.7%	9.4%	35.1%	6.2%	3.7%
Long-term bonds	24.3%	1.0%	1.9%	25.9%	0.9%	1.8%
Real estate	13.0%	1.7%	3.1%	13.5%	2.6%	4.4%
Lending	9.6%	1.1%	2.2%	10.7%	1.2%	2.4%
Short-term bonds	11.8%	1.6%	1.6%	10.8%	2.3%	3.5%
Liquidity/money market	4.4%	1.2%	2.2%	4.1%	1.3%	2.6%

Shares and special funds

Total exposure to listed and unlisted equities and special funds, including equity derivatives, was 36.9 percent at the end of the second quarter. The total return on shares and special funds was 8.7 percent in the quarter. The return on KLP's global exchange-listed equities was 14.9 percent, while its Norwegian equity portfolio returned -6.9 percent in the second quarter.

The currency hedging ratio for equities in developed markets and the most liquid currencies in emerging markets was between 40 and 60 percent. In the second quarter, the Norwegian krone depreciated against the US dollar and the euro, among other currencies. Currency hedging had a negative impact on the return on shares this quarter.

Of the total portfolio of securities, approximately 85 percent are currency-hedged.

Short-term bonds and money market instruments

Short-term bonds accounted for 11.8 percent and money-market instruments 4.4 percent of the assets in the common portfolio at the end of the quarter. Long-term government rates in Norway fell in the second quarter. KLP's Norwegian government bond index achieved a return of 1.6 percent in the quarter, while the currency-hedged return on the global government bond index was 1.3 percent. Global credit margins decreased during the quarter. The quarterly return on KLP's global credit bond index was 1.9 percent, while the return on the Norwegian credit bond index was 2.0 percent. Short-term bonds produced a total return of 1.6 percent in the second quarter. The money market return was 1.2 percent for the quarter.

Long-term bonds

Investments in bonds at amortised cost made up 24.3 percent of the common portfolio at the end of the quarter. Unrecognised decreases in value in the portfolio amounted to NOK 8.4 billion at the end of the second quarter. The portfolio is well diversified and consists of securities issued by creditworthy borrowers. The return measured at amortised cost in this quarter was 1.0 percent.

[1] Figures in brackets give values for the corresponding period in 2025.

Property

Property investments, including Norwegian and international real estate funds, made up 13.0 percent of the common portfolio. The property investments achieved a return of 1.7 percent in the andre quarter. The returns include currency hedging.

Lending

Loans make up 9.6 percent of the assets in the common portfolio, and totalled NOK 87,695 million at the end of the second quarter. This is split between NOK 80,009 million in loans to the public sector, NOK 3,100 million in secured mortgage loans and NOK 4,585 million in loans outside Norway secured against mortgages or government guarantees. The lending portfolio is of high credit quality, with no losses on public-sector guaranteed loans and very modest provisions for losses on mortgage-backed loans. Unrecognised losses in value in the lending portfolio totalled NOK 901 million at the end of the quarter. The return in the second quarter was 1.1 percent.

Risk result

The risk result is an expression of how mortality and disability have developed in the insured population in relation to the assumptions used in the annual setting of premiums.

The risk result amounted to NOK 41 (-90) million in the second quarter, and NOK 493 (78) million in the year to date.

The total risk result for longevity and mortality was NOK 984 (425) million in year to date. In the second quarter, net income was NOK 220 (294) million .

The risk result related to disability amounted to NOK 491 (-347) million in the year to date. In the second quarter, net income was NOK -179 (-384) million.

Administration result

The difference between the cost elements within premium income, withdrawals from management reserves and insurance-related operating expenses constitutes the administration result. The administration result shows a profit of NOK 94 million (59) million in the second quarter. Insurance-related operating costs came to NOK 389 (397) million in the second quarter. So far this year, the administration result comes to NOK 56 (32) million.

Net income from investments in the corporate portfolio and other pre-tax income/expenses

Investments in the corporate portfolio amount to NOK 47,668 million (46,411) at the end of the quarter. The corporate portfolio is managed with a moderate-risk long-term investment horizon, with the objective of stable returns. Income from investments in the corporate portfolio amounted to NOK 946 million (838) million in the second quarter, and NOK 1,107 million (1,119) million so far this year. This represents a return of 1.0 percent in the second quarter, and 2.5 percent for the year to date.

Other income/expenses in non-technical accounts amounted to NOK -1 (-66) million in the second quarter, and NOK -5 (-116) million so far this year.

Premium income

Premium income, excluding premium reserves received on transfers in, amounted to NOK 39,287 (34,601) million in the second quarter, of which NOK 30,550 (26,635) million was attributable to premiums related to the adjustment of pension entitlements following this year's national insurance settlement. Premium income excluding monies received on transfers in amounted to NOK 48,062 million (42,671) at the end of the second quarter.

Claims

Pensions and other benefits paid, excluding ceded premium reserves, amounted to NOK 7,840 (7,346) million in the quarter, and NOK 15,154 million (14,289) for the year to date.

Financial strength and capital-related matters

KLP's total assets increased by NOK 74,908 million in the year to date, and amount to NOK 1,010,799 million. The premium reserve increased by NOK 39,999 million to NOK 700,725 million in the same period.

The buffer fund amounts to NOK 145,773 million after the second quarter. The fund can be used to cover any shortfall in returns on the pension capital and constitutes a financial buffer.

The solvency capital requirement (SCR) is 324 percent. This is a reduction of 19 percentage points in the quarter. The decline is attributable to increased technical provisions during the quarter, primarily as a result of the revaluation of liabilities following the national insurance settlement. KLP's target is for capital adequacy to exceed 150 percent. Capital adequacy is well above this target and thus enables sound and stable management of customer funds in a multi-year perspective.

The regular annual call for equity contributions was issued in the second quarter and amounts to NOK 1,539 million. The amount will be included in the company's equity and solvency capital once it has been paid, i.e. in the third quarter.

Non-life insurance

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Insurance income	987	746	2,033	1,532	3,117
Insurance service expenses	-834	-567	-1,700	-1,155	-2,710
Insurance related operating expenses	-118	-94	-263	-213	-371
Insurance service result before reinsurance	**34**	**86**	**69**	**165**	**37**
Reinsurance result	-27	-29	-66	-98	-51
Insurance service result after reinsurance	**7**	**57**	**3**	**67**	**-15**
Financial income	195	136	233	179	425
Net financial result from insurance and reinsurance	-45	-33	-41	-55	-80
Other insurance-related income/expenses	0	0	0	0	4
Profit before tax	**158**	**160**	**194**	**193**	**335**
Tax	-39	-40	-49	-48	-60
Profit before other income and expenses	**118**	**120**	**146**	**144**	**275**
Other income and expenses	2	-10	12	-10	1
TOTAL COMPREHENSIVE INCOME	120	110	158	134	276

Strong second-quarter results due to strong financial returns and improved research results.

Profit before tax in the second quarter of 2026 amounted to NOK 158 (160) million. Overall, the underwriting result is weaker than expected, as reserves from previous years have decreased, particularly in areas related to disability. Financial income for the quarter was good, and better than expected.

Volume growth so far this year is NOK 896 million, and premium volume was NOK 4,138 (3,141) million at the end of the second quarter of 2026. Sales have been very strong so far this year, and during the second quarter, the company exceeded 100,000 individual members as private customers, of whom 15,800 are members of the Norwegian Nurses Association. The increase is also due to the acquisition of the group insurance policies held by the Norwegian Nurses Association, strong sales during the 2025 procurement season and slightly higher premium rates. Insurance income has increased by NOK 500 million, or 33 percent, since the same time in 2025, and amounts to NOK 2,033 million.

Net financial income at 30.06.2026 was NOK 233 million (179), or 3.0 (2.7) percent.

The retail market shows growth of NOK 445 million, or 70 percent, while the public-sector and corporate market shows growth of NOK 88 million, or 18 percent. The corporate portfolio shows a decrease of NOK 33 million, or 8 percent.

Overall, this year's insurance operations have performed as expected in terms of results. The underwriting result for the public-sector market was weak in the first half-year. The biggest claim reported this year occurred in the first quarter and is estimated at NOK 65 million, within the company's own expense limits. The corporate and retail portfolios continued to perform well. The trend in claims frequency in motor and property insurance is positive, but disability-related products are still on a downward trend across all market segments. No major natural perils were reported during this period. Losses of NOK 97 million on reversals of previous years' claims have been recognised, equivalent to 3 percent of the reserves at the start of the year.

On Friday 17 July, a large fire broke out in an area of terraced houses in Krokstadelva, just outside Drammen. Over a hundred properties were destroyed, and several hundred people lost their homes. KLP Skadeforsikring has so far received around 15 claims related to the fire, but the costs associated with these claims are still uncertain. They will be included in the company's financial statements for the third quarter of 2026.

Key figures

	30.06.2026	30.06.2025	31.12.2025
Claims ratio, gross	83.7%	75.4%	86.9%
Net reinsurance ratio	3.2%	6.4%	1.6%
Cost ratio	12.9%	13.9%	11.9%
Combined ratio	**99.8%**	**95.6%**	**100.5%**

As of 30.06, the return was 9.3 percent for equities and 1.9 percent for fixed-income investments. The company's long-term bonds had a yield of 1.9 percent. The return on real estate investments was 5.1 percent, following revaluations of the company's property assets in both the first and second quarters, totalling NOK 18.6 million.

The financial return for the second quarter alone was 2.5 percent. Overall, the equity portfolio posted a return of 11.0 percent, where returns in international markets were much better than in the Norwegian market, which showed a negative return of 5.7 percent. The company's investments in fixed-income funds generated a total quarterly return of 1.6 percent, with a return of 1.5 percent on investments with short-term fixed interest rates and 1.8 percent on securities maturing in more than one year. After write-ups, property investments returned 2.7 percent in the quarter.

The solvency margin (SCR) decreased from 231 percent at the end of 2025 to 222 percent at the end of the second quarter of 2026. The corresponding solvency margin at the same time last year was 246 percent.

Continued general geopolitical unrest is causing uncertainty about inflation, which affects every link in our value chains. This could lead to increasing costs arising from claims. Financial income is expected to go on fluctuating significantly in the future, driven by developments in the Middle East in particular.

Asset and fund management

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Fee income	169	139	330	282	589
Operating expenses	-107	-116	-271	-277	-490
Net financial income	16	9	19	19	33
Profit before tax	**78**	**32**	**78**	**24**	**132**
Tax	-19	-8	-19	-6	-31
PROFIT	**58**	**24**	**58**	**18**	**101**

Assets under management

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
External clients	335,883	254,276	282,163
Group internal clients	740,902	656,633	702,574
Total assets under management	**1,076,785**	**910,910**	**984,737**

KLP Kapitalforvaltning AS handles securities management in the KLP Group. At the start of the quarter, the company's assets under management passed NOK 1,000 billion. Good financial performance towards the end of the quarter, along with net new subscriptions, helped bring the value of the portfolio to NOK 1077 billion, with NOK 336 billion managed on behalf of external clients.

Net new subscriptions to the KLP funds were NOK 27.0 billion in the second quarter. Of this amount, external customers brought a net inflow of NOK 17.5 billion.

So far this year, net new subscriptions to KLP funds have totalled NOK 39.5 billion, of which net new subscriptions from customers outside the Group accounted for NOK 28.7 billion.

KLP Kapitalforvaltning achieved a pre-tax profit of NOK 78 (32) million in the second quarter and NOK 78 (24) million for the year to date. Fee income in the second quarter totalled NOK 169, compared to NOK 139 million in the second quarter of last year.

Banking

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Net interest income	103	138	205	271	512
Net charges and commission income	11	9	20	17	38
Other fee income	16	16	32	31	63
Net gain/ (loss) financial instruments	18	8	26	9	23
Operating expenses	-68	-63	-164	-144	-278
Operating profit/loss before tax	**80**	**108**	**119**	**184**	**357**
Tax	3	-7	15	-6	-8
Profit/loss for the period	**82**	**101**	**134**	**179**	**349**
Other income and expenses	1	-4	5	-4	-2
Comprehensive income for the period	**83**	**97**	**139**	**174**	**347**

At the end of the second quarter, the KLP Banken Group achieved a pre-tax operating profit of NOK 119 (184) million . For the second quarter in isolation, the profit was NOK 80 (108) million. Changes in earnings compared with last year are mainly down to lower net interest income and higher operating costs.

Broken down by area, pre-tax profits were NOK 86.3 (140.7) million in the retail market
and NOK 32.2 (43.5) million in the public-sector market. After tax and estimate differences, the Group's total comprehensive income was NOK 139 (174) million.

Net interest income in the KLP Banken Group for the second quarter was NOK 205 million (271). The change is mainly due to reduced margins between lending and financing in the retail market. Strong growth in lending has led to an increased need for market financing. This resulted in higher financing costs in the first half-year.

At the end of the quarter, the income statement includes net income of NOK 25.6 (9.1) million from changes in the value of financial instruments. This profit/loss effect is mainly related to changes in the market value of the bank's liquidity investments and buy-backs of its own lending.

Operating costs and depreciation totalled NOK -164 million (-144) in the first half-year, of which NOK -68 (-63) million fell in the second quarter.

Recognised losses and loss provisions in the retail market total NOK -0.1 (+0.7) million so far in 2026. The change from the same period last year is largely due to the reversal of historical loan loss provisions. Nor have we experienced any losses related to public-sector lending in 2026.

Lending volume (principal before loss provisions and excluding interest accrued but not yet paid)

MILLION NOK	30.06.2026	30.06.2025	31.12.2025
Mortgages	33,063	24,374	24,067
Public sector loans	21,566	19,617	18,595
Total loans KLP Banken	**54,629**	**43,992**	**42,662**
Mortgages financed from pension funds in KLP	3,098	3,386	3,435
Public sector loans financed from pension funds in KLP	75,070	75,075	77,420
Other loans financed from pension funds in KLP	9,642	5,983	6,699
Total loans financed from pension funds in KLP	**87,809**	**84,444**	**87,554**
Total loans managed by KLP Banken	**142,438**	**128,436**	**130,216**

KLP Banken manages lending on its own account and loans financed by KLP totalling NOK 142,438 (128,436) million. On its own balance sheet, the KLP Banken Group had loans to customers at 30 June 2026 totalling NOK 54,629 (43,992) million. Mortgage loans in the retail market and public-sector loans totalled NOK 33,063 and 21,566 million (24,374 and 19,617 million) respectively.

The KLP Banken Group manages NOK 3,098 (3,386) million in mortgage loans and NOK 84,711 (81,059) million in loans to public-sector borrowers and other businesses on behalf of KLP. The Bank's mortgage products are aimed at the target group of members of the KLP pension schemes.

Net total mortgage growth as of the second quarter is NOK 4,075 (258) million. The strong growth seen in the fourth quarter of last year thus continued into 2026 thanks to the bank's marketing efforts and favourable lending conditions. New mortgage disbursements in the second quarter totalled NOK 7.9 (3.1) billion.

Lending volume to the public-sector market on KLP Banken's balance sheet has changed by NOK -0.8 (+1.1) billion so far in 2026. Loans to public-sector borrowers managed on behalf of KLP increased by NOK 0.6 (0.3) billion in the same period. New payments of public-sector loans so far in 2026 amount to NOK 6.7 (5.5) billion for KLP and KLP Banken together.

The KLP Banken Group's external financing consists of bonds and deposits. At the time of reporting, deposits from individuals and businesses amounted to NOK 17.7 (17.2) billion. Deposit growth so far in 2026 is NOK 0.7 (1.1) billion. Liabilities created on issuance of securities totalled NOK 45.1 (30.2) billion. The securities debt is mainly covered bonds issued by KLP Kommunekreditt AS and KLP Boligkreditt AS.

Solvency

Percent	30.06.2026	30.06.2025	31.12.2025
Core capital adequacy	22.5%	26.9%	25.6%
Capital adequacy	22.5%	26.9%	25.6%
Leverage ratio (core capital)	5.3%	6.4%	6.1%

In 2025, KLP Banken AS entered into an agreement with the Norwegian Nurses Association (NSF) to provide banking services to the NSF's 130,000 members. The agreement, which took effect on 1 January 2026, gives reason to expect continued strong growth in mortgage lending going forward, as it is anticipated that a proportion of NSF's members will refinance their mortgages with KLP Banken.

The banking industry is at the forefront of technological development, while customers' expectations for simple and digital solutions are increasing. The KLP Banken Group aims to exploit tried and tested technology to offer relevant, customer-friendly and efficient services. This creates a lasting need for IT investments if the Bank's goals for further growth and profitability are to be achieved. Partly in light of this, KLP Banken decided in 2025 to join the Eika Banking Alliance. A technical conversion is expected to be carried out during the first half of 2027.

Group

Income statement

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Insurance income	1,341	794	2,986	2,372	4,152
Insurance service expenses	-1,375	-1,069	-2,917	-2,266	-5,013
Reinsurance income and expenses	-27	-29	-66	-98	-51
Insurance service result	**-61**	**-304**	**3**	**9**	**-912**
Net investment income	39,075	30,893	44,359	31,632	71,464
Policyholder's share of changes in fair value of net assets	-38,601	-29,237	-41,190	-29,646	-69,688
Other insurance-related financial expenses and income	-45	-33	-41	-55	-80
Net insurance services and financial result	**368**	**1,318**	**3,131**	**1,940**	**783**
Other income and expenses in ordinary result	-164	-183	-510	-497	-773
Profit before tax	**203**	**1,026**	**2,621**	**1,480**	**334**
Tax	-491	-567	-721	-857	-1,784
Profit before other comprehensive income	**-288**	**459**	**1,900**	**623**	**-1,450**
Other income and expenses	76	577	-1,998	425	1,246
TOTAL COMPREHENSIVE INCOME	**-211**	**1,036**	**-98**	**1,048**	**-204**

KLP is a mutual insurance company which produces consolidated financial statements in accordance with IFRS Accounting Standards®. These accounting rules reflect the fact that KLP is a mutual insurance company where all value creation accrues to policy-holders and is posted as a liability to them as part of the overall insurance liability.

The liability to policy-holders comprises the discounted value of the best estimate related to future premiums received, claims payments and operating costs that are expected to arise from the insurance contracts. As these are estimates, a risk adjustment for non-financial risk also has to be determined and added to the insurance liability. The fair value of the assets minus the best estimate of the insurance liability, the risk adjustment to the insurance liability, and other debt, constitutes the residual value, The residual value accrues to the policy-holders who own KLP, and is included in the insurance liability. The Group therefore has no profits or equity. However, some technical equity may still arise if individual assets or liabilities have been measured at anything other than fair value in the balance sheet. This equity represents the difference between the book value and fair value of net assets (the “measurement difference”). Changes in measurement difference constitute total comprehensive income for the period.

Financial position statement

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Assets measured at fair value	1,294,930	1,118,448	1,192,394
Other assets	100,957	76,389	78,688
TOTAL ASSETS	**1,395,887**	**1,194,837**	**1,271,082**
Best estimate of insurance liabilities	476,088	412,140	448,381
Risk adjustment for non financial risk	34,514	29,276	32,002
Residual value	453,893	424,916	441,336
Insurance liabilities	**964,495**	**866,331**	**921,719**
Other liabilities	112,396	81,565	76,972
Unit holders`s interest in consolidated securities funds	322,602	249,195	275,898
Equity	-3,606	-2,255	-3,508
TOTAL LIABILITIES AND EQUITY	**1,395,887**	**1,194,837**	**1,271,082**

Profit/loss from insurance services amounted to NOK -61 (-304) million in the second quarter, and NOK 3 (9) million in the year to date.A change in the risk adjustment for non-financial risk incurred during the period relating to the Public Service Pension (OfTP) contracts reduced the underwriting result for the period by NOK 111 million, and by NOK 69 million for the year to date. The underwriting result from OfTPs, excluding risk adjustment, amounted to NOK 43 million in the second quarter, and NOK 69 million so far this year. This result reflects the way in which the actual cost coverage in the period for public-sector occupational pensions differs from the expected cost coverage. The total underwriting result including reinsurance amounted to NOK 7 million in the second quarter for non-life insurance contracts, and NOK 3 million for the year to date.

Total comprehensive income, which is the change in unrecognised added value, amounted to NOK -211 million in the second quarter, and NOK -98 million in the year to date. This means that the unrecognised added value increased to NOK 3,606 million as of 30.06.2026. These added values constitute the negative equity in the consolidated balance sheet.

The best estimate of the insurance liability increased by NOK 27,707 million to NOK 476,088 million in the year to date. The change is mainly due to interest rate effects. The residual value accruing to policy-holders increased by NOK 12,556 million in the quarter, to NOK 453,893 million.

Solvency

Percent	30.06.2026	30.06.2025	31.12.2025
Capital Adequacy Solvency II	271%	288%	281%

Capital adequacy at the consolidated level reduce in the quarter by 16 percentage points to 271 percent.

Sustainability

CLIMATE-FRIENDLY INVESTMENTS[2]

At the end of the second quarter, KLP's climate-friendly investments accounted for 44 percent of its financial assets. In the second quarter, these investments increased by around NOK 0.8 billion net. The increase comes from investments in several funds that invest in renewable energy internationally, as well as investments in generation companies and grid operators in Norway.

KLP's aims to increase its net new investments in climate and nature-friendly solutions by NOK 6 billion a year.

NOK MILLION	30.06.2026	31.12.2025
	Fair value	
Climate and nature-based solutions	**73,765**	**73,803**
- *as a share of KLP's investments*	8%	8%
Renewable energy	63,107	63,273
Nature-positive investments	3,236	2,974
Climate and nature-based technology	2,921	3,057
Infrastructure	4,500	4,500
Transitional financing	**355,485**	**337,647**
- *as a share of KLP's investments*	36%	36%
Green buildings	19,900	19,422
Green bonds and loans	36,181	32,113
Companies with science-based climate targets (SBTi)	299,404	286,112
Total climate-friendly investments	**429,250**	**411,450**
- *as a share of KLP's investments*	44%	44%

NOK MILLION	Q2 2026
	Amount invested
Climate and nature-based solutions	**751**
Renewable energy	771
Nature-positive investments	—
Climate and nature-based technology	-21
Infrastructure	1

[2] Climate-friendly investments include two categories: climate and nature solutions, and transitional investments. *Climate and nature solutions* are investments in line with the low-emission society. *Transitional investments* contribute to emission cuts and help sectors that are hard to make emission-free.

Future prospects

Mixed growth forecasts for the global economy The International Monetary Fund (IMF) and the OECD conclude in their updates that the global economy in 2026 will be characterised by weaker growth and higher inflation as a result of geopolitical conflicts and energy shocks. Global growth is expected to be around 2.8 to 3.0 percent in 2026 before picking up slightly in 2027. Strong demand related to artificial intelligence and technology-related value chains is sustaining economic activity in technology-intensive economies. Energy-driven shocks hit energy importers and vulnerable markets harder than technology-driven economies. Geopolitical turmoil, cost pressures on real income, and a rebound in the financial markets, are risk factors that could lead to financial turmoil in the future. KLP has substantial financial buffers that both the pension capital and enable sound management of this capital, even in turbulent financial markets.

The energy crisis is focusing greater attention on energy security

Conflicts and trade barriers have led to uncertainty in international energy supplies. This could lead to wider adoption of renewable energy sources such as solar and wind power, as these can be generated locally and so help to stabilise the energy supply. This can help to accelerate the energy transition from oil and gas to renewables, creating opportunities to invest more of the pension capital in renewable energy globally.

However, there will still be a need for energy in the form of oil and gas, and Norway can position itself as an attractive supplier to Europe in terms of security of supply. This could increase pressure to boost production and look for new oil and gas deposits on the Norwegian continental shelf. KLP has signed a petition initiated by the Danish organisation Sampensjon, calling on EU commissioners not to allow new drilling for oil and gas in the Arctic. KLP believes that further drilling in the Arctic would entail high financial risk, due in part to the substantial investment requirements, long lead times, increased emissions, and the vulnerability of this region. Any such opening up would not help alleviate the current energy crisis, as any new production would be unlikely to reach the market until the 2040s.

Management of guaranteed pension products

In April 2026, the Storting passed amendments to the Occupational Pensions Act and the Insurance Activities Act concerning the management of guaranteed pension products. One key change is that pension funds are now allowed to cover shortfalls in the return on their pension assets with a contingent equity contribution, also known as “borrowed equity”. The contingent equity contribution may be recouped later through future returns on the pension assets. The aim is to enable pension funds to take on higher risk in their management of the pension assets, thereby achieving higher expected returns. The rules will take effect from 1 January 2027, for local government and public-sector pension schemes.

From the same date, the method of valuing of assets in connection with transfers of municipal pension contracts will also change. Assets measured at amortised cost will be measured at fair value when the contract is transferred. The aim is to make it cost-neutral to transfer a pension contract, even though there may be varying levels of gains or losses on assets measured at amortised cost among the pension providers.

Changes in life expectancy

Public-sector pensions are adjusted for life expectancy. This means that the pension assets are allocated over the expected remaining lifetime for each birth cohort, so the later you start receiving your pension, the higher the annual amount will be. Life expectancy is determined annually for each birth cohort based on Statistics Norway’s (SSB) forecast of life expectancy. For 2026, Statistics Norway’s forecast for average life expectancy is slightly lower than in previous projections. As a result, the pension pot is spread over a shorter expected lifetime, which means a higher expected monthly pension. However, KLP must adhere to the minimum tariff for longevity, which assumes that life expectancy will be longer than indicated by Statistics Norway’s forecast. This results in a shortfall in pension reserves. This is financed through a one-time premium and is estimated at around NOK 100 million for KLP’s insured population.

Revision of Solvency II

The Solvency II Directive will be amended starting in 2027. The rules are now out for public consultation, and the proposed changes include revisions to the calculation rules to strengthen the ability to withstand market fluctuations over time, as well as stricter requirements for companies to assess and integrate climate and environmental risks into their operations and risk management.

Implementation of the Insurance Recovery and Resolution Directive (IRRD)

The Ministry of Finance is conducting a public consultation on the transposition of the new crisis management Directive on the Recovery and Resolution of Insurance and Reinsurance Undertakings (the IRRD Directive) into Norwegian law. The aim is to establish a specific framework for crisis management that will help protect insurance customers and ensure financial stability by providing companies and authorities with tools to prevent and manage crises at an early stage. In this regard, it is proposed that a crisis management fund of NOK 25 billion be established to cover both life and non-life insurance, at least half of it to be paid in advance over a period of 10 years. The insurance industry opposes the proposal because it would result in higher costs for customers without providing any corresponding benefits, as the fund is intended to address risks that are already managed through solvency rules and existing supervisory tools.

Proposal to examine possible VAT on non-life Insurance

Non-life insurance is currently classified as a financial service exempt from value-added tax. To compensate for the exemption, the Storting introduced financial activity tax (finansskatt) in 2017. The tax is in two parts, and consists of an additional employer contribution (an extra 5 percent) and an increased tax rate (25 percent instead of 22 percent). The Tax Commission (NOU 2026:9) recommends replacing the current financial activity tax with value-added tax (25 percent) on non-life insurance. KLP will analyse the effects of such a regulatory change to assess its impact on premium-setting.

Proposal to allow revenue-sharing agreements in mutual funds

In June, the government proposed allowing managers of mutual funds to enter into revenue-sharing agreements with major clients under certain conditions. The goal is to enable greater flexibility and enhanced competitiveness for Norwegian asset management companies.

Ongoing matters relevant to the framework conditions and market for public-sector occupational pensions and KLP

Storebrand filed a complaint against Norway with the EFTA monitoring body (ESA) in 2022, alleging that KLP is receiving unlawful state aid, and that Norwegian municipalities have breached the rules on public procurement. The government has dismissed both complaints, and the cases are still pending with the ESA.

The Norwegian Competition Authority's investigations into whether KLP may have breached Section 11 of the Competition Act on improper exploitation of a dominant position started in 2022, and are still ongoing. KLP is assisting by responding to requests for information and is awaiting the Norwegian Competition Authority's conclusion.

Our mutual status provides a solid foundation for further growth and development

As a mutual company, KLP is committed to meeting the needs of its customers and members for financial services. Through close dialogue, we continue to develop KLP and are well positioned for continued development despite uncertain times.

Oslo, 21. august 2026

Styret i Kommunal Landspensjonskasse gjensidig forsikringsselskap

TINE SUNDTOFT
Styrets leder

TERJE ROOTWELT-REVHEIM
Styrets nestleder

SVEND MORTEN VOLDSRUD

ELI ARNSTAD

KJERSTIN FYLLINGEN

TORKILD SINDRE VARRAN

VIBEKE HELDAL
Valgt av og blant de ansatte

EIRIK JOHANSEN
Valgt av og blant de ansatte

SVERRE THORNES
Konsernsjef


klp

Income statement

KLP Group

NOTE	NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
3,5	**Insurance service result**	**-61**	**-304**	**3**	**9**	**-912**
	Net income from investments measured at fair value with changes in profit and loss	69,511	43,414	63,775	31,160	87,768
4	Fair value adjustment of investment properties and rental income	1,745	2,720	3,276	4,250	8,875
	Net income from associated enterprises and jointly controlled entities	82	-314	713	85	133
	Interest income, effective interest method	709	640	1,377	1,256	2,549
	Interest expenses, effective interest method	-658	-551	-1,262	-1,106	-2,229
	Unit holder's value change in consolidated securities funds	-32,315	-15,017	-23,520	-4,013	-25,633
	Total net income	**39,075**	**30,893**	**44,359**	**31,632**	**71,464**
	Policyholder's share of changes in fair value of net assets	-38,601	-29,237	-41,190	-29,646	-69,688
	Other insurance-related financial expenses and income	-45	-33	-41	-55	-80
5	**Net insurance related financial cost**	**-38,646**	**-29,270**	**-41,231**	**-29,700**	**-69,768**
	Net insurance services and financial result	**368**	**1,318**	**3,131**	**1,940**	**783**
	Net costs subordinated loan and hybrid Tier 1 securities	0	-109	0	38	324
	Operating expenses	-175	-184	-440	-430	-728
	Other income and expenses	11	0	-70	-67	-45
	Profit before tax	**203**	**1,026**	**2,621**	**1,480**	**334**
	Tax	-491	-567	-721	-857	-1,784
	Income	**-288**	**459**	**1,900**	**623**	**-1,450**

NOTE	NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
9	Change in actuarial assumptions own employees	13	-125	150	-125	86
	Tax on items that will not be reclassified to profit or loss	-1	19	-24	19	-22
	Items that will not be reclassified to profit or loss	**12**	**-106**	**126**	**-106**	**64**
	Fair value adjustment of properties for own use	10	15	21	24	132
4	Foreign currency translation difference on net investment in foreign operations	57	672	-2,140	514	1,083
	Tax on items that will be reclassified to profit or loss	-2	-4	-5	-6	-33
	Items that will be reclassified to profit or loss	**64**	**683**	**-2,124**	**532**	**1,182**
	Total other comprehensive income	**76**	**577**	**-1,998**	**425**	**1,246**
	Total comprehensive income	**-211**	**1,036**	**-98**	**1,048**	**-204**

Balance sheet

KLP Group

NOTE	NOK MILLION	30.06.2026	30.06.2025	31.12.2025
	Deferred tax assets	7	37	30
	Intangible assets	1,542	1,627	1,631
	Fixed assets	2,425	2,331	2,405
	Investments in associated enterprises and jointly controlled entities	7,957	7,012	7,152
4,6	Investment property	112,812	104,311	109,319
5	Reinsurance contract assets	402	307	415
7	Shares and units	614,746	491,649	541,041
7	Fixed income securities at fair value through profit or loss	478,231	430,568	453,210
	Fixed income securities at amortised costs	2,848	2,375	2,379
7	Lending customers at fair value through profit or loss	87,618	86,865	86,741
	Lending customers at amortised costs	54,833	44,204	51,504
7	Financial derivatives	1,122	4,747	1,669
	Receivables	26,645	13,890	9,727
	Cash and bank deposits	4,700	4,914	3,859
	TOTAL ASSETS	**1,395,887**	**1,194,837**	**1,271,082**

NOTE	NOK MILLION	30.06.2026	30.06.2025	31.12.2025
6,7	Hybrid Tier 1 securities	0	1,308	0
9	Pension obligations	434	709	536
5	Insurance liabilities	964,495	866,331	921,719
6	Covered bonds	43,151	29,357	36,927
6	Debt to credit institutions	5,573	6,570	4,957
6	Liabilities to and deposits from customers	17,697	17,151	16,788
7	Financial derivatives	14,282	4,436	4,322
	Deferred tax liabilities	997	1,173	1,079
10	Other current liabilities	30,261	20,861	12,363
	Equity	-3,606	-2,255	-3,508
	Unit holders`s interest in consolidated securities funds	322,602	249,195	275,898
	TOTAL EQUITY AND LIABILITIES	**1,395,887**	**1,194,837**	**1,271,082**

Changes in owners' equity

KLP Group

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Own funds 01.01.	**-3,508**	**-3,303**	**-3,303**
Income	1,900	623	-1,450
Other comprehensive income	-1,998	425	1,246
Total comprehensive income	**-98**	**1,048**	**-204**
Own funds 30.06. / 31.12.	**-3,606**	**-2,255**	**-3,508**

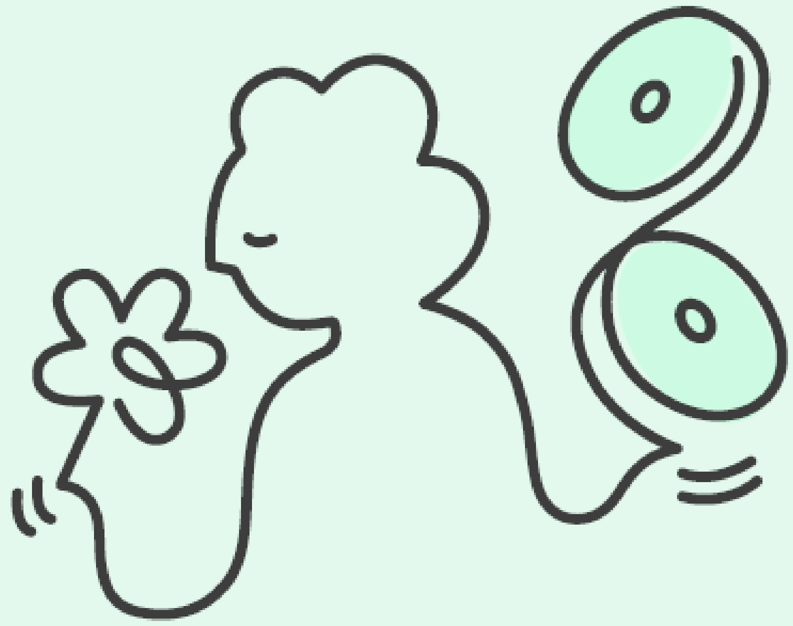
Statement of cash flows

KLP Group

NOK MILLION	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Net cash flow from operational activities	-51,651	-15,794	-21,420
Net cash flow from investment activities [1]	-26	-174	-281
Net cash flow from financing activities [2]	52,518	17,121	21,798
Net changes in cash and bank deposits	**841**	**1,152**	**98**
Holdings of cash and bank deposits at start of period	3,859	3,762	3,762
Holdings of cash and bank deposits at end of period	**4,700**	**4,914**	**3,859**

[1] Payments on the purchase of tangible fixed assets.

[2] Net receipts of owners' equity contribution, rising of new loans and repayment of debt, and payment from unit holders in consolidated security funds.



Notes to the financial statements

KLP GROUP

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Group

Note 1 Accounting principles and estimates

ACCOUNTING PRINCIPLES

The financial statements in this interim report show the consolidated accounts for Kommunal Landspensjonskasse (KLP) for the period 01.01.2026-30.06.2026. The accounts have not been audited.

The consolidated financial statements for KLP have been prepared in accordance with IFRS® accounting standards, as approved by the EU, with additions set out in the Norwegian Regulations on annual accounts for insurance companies. The part of the interim report that relates to the Group financial statements has been prepared in accordance with IAS 34 Interim financial Reporting.

All amounts are presented in NOK million without decimals unless indicated otherwise.

No other changes have been made to the accounting policies that affect the interim financial statements as of 30.06.2026. Please refer to the Group's annual report for 2025 for a more detailed description of significant accounting policies used in the consolidated financial statements.

The interim financial statements do not contain all the information required of complete annual financial statements, and this interim report should be read in conjunction with the annual financial statements for 2025. The annual report can be accessed at klp.no.

CHANGES IN IFRS® ACCOUNTING STANDARDS

A new accounting standard, IFRS 18 Presentation and Disclosure in Financial Statements, published by the IASB in April 2024, will be effective for annual reporting periods beginning on or after 1 January 2027. This new standard will replace IAS 1 Presentation of Financial Statements. The standard sets out new requirements for presentation and disclosures in financial statements. It also entails minor changes to other standards, including IAS 7 Statement of Cash Flows. The aim is to improve accounting information and provide for greater comparability between companies.

In the income statement, income and expenses have to be classified into five categories: operating, investing, financing, tax, and discontinued operations. The first three categories are new compared to IAS 1. It also introduces new requirements for the subtotals "Operating profit or loss" and "Profit or loss before financing and income taxes", in addition to the existing comprehensive income. For the KLP Group, income from insurance services will be included in operating profit. Tax expenses will remain as before, while other items will be assessed with regard to classification within operations, finance or investment.

ACCOUNTING ESTIMATES

In preparing the interim financial statements, we have exercised discretion and used estimates and assumptions that affect the accounting figures. Actual figures may therefore deviate from estimates used.

The measurement of insurance contracts under IFRS 17 uses a number of new parameters that are fraught with considerable uncertainty. The most important for the various business areas are:

LIFE INSURANCE ACTIVITIES

- All cash flows arising from the insurance contracts that are within the contract limit are included in the measurement of the insurance contract. Future cash flows are calculated using assumptions about future annual wage growth/adjustment derived from a projection of the NAM (Norwegian Aggregate Model). The model produces a macro projection of key economic variables year by year based on the economic situation at the measurement date.
- The cash flows calculations use best estimates of mortality and disability.
- The cash flows are discounted using an interest rate curve that takes account of the time value of money and any financial risk that is not included in the estimated cash flows. The discount rate curve for IFRS 17 is based on the EIOPA interest rate curve with an illiquidity mark-up.
- The risk adjustment for non-financial risk is based on the risk appetite in the life insurance business and a 98 percent confidence level, and amounts to 8.4 percent of the insurance liability in 2026.

NON-LIFE INSURANCE ACTIVITIES

- Claims provisions are estimated from the company's historical payment patterns.
- The claims provisions are discounted with an interest rate curve that takes account of the time value of money and any financial risk that is not included in the estimated payments. The interest rate curve is based on the EIOPA interest rate curve with an illiquidity mark-up.
- Insurance income in IFRS 17 corresponds to pro rata earned premiums with an adjustment for seasonal variation.
- The seasonal variations are estimated on the basis of the company's historical variation in accrued claims throughout the year.
- The risk adjustment is derived from the company's risk appetite. The risk adjustment represents an addition to technical provisions so there is a 75 percent probability that they will be sufficient to cover all insurance obligations.
- The risk adjustment for non-financial risk is based on the risk appetite in the non-life insurance business and a 75 percent confidence level, and amounts to 4.0 percent of the insurance liabilities in 2026.

Note 2 Segment information

NOK MILLION	Group pensions pub. sect. & group life			Non-life insurance			Banking			Asset management		
	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Insurance service result	0	0	0	3	67	-15	0	0	0	0	0	0
Premium income for own account	49,976	42,711	65,124	0	0	0	0	0	0	0	0	0
Net financial income from investments	41,780	24,756	63,614	233	179	425	205	271	512	19	19	33
Claims for own account	-16,056	-18,422	-32,843	0	0	0	0	0	0	0	0	0
Insurance provisions for own account	-74,530	-47,999	-93,611	0	0	0	0	0	0	0	0	0
Policyholder's share of changes in fair value of underlying items	0	0	0	0	0	0	0	0	0	0	0	0
Policyholder's share of changes in fair value of net assets	0	0	0	-41	-55	-80	0	0	0	0	0	0
Unit holder's value change in consolidated securities funds	0	0	0	0	0	0	0	0	0	0	0	0
Net insurance services and financial result	**1,170**	**1,046**	**2,284**	**195**	**192**	**331**	**205**	**271**	**512**	**19**	**19**	**33**
Net financial income from investments in company's portfolio	1,107	995	2,408	0	0	0	0	0	0	0	0	0
Net costs subordinated loan and hybrid Tier 1 securities	0	3	290	0	0	0	0	0	0	0	0	0
Operating expenses	-909	-877	-1,887	0	0	0	-164	-144	-278	-271	-277	-490
Other income and expenses	1	-1	-90	0	0	4	78	57	123	330	282	589
Profit before tax	**1,369**	**1,167**	**3,005**	**194**	**193**	**335**	**119**	**184**	**357**	**78**	**24**	**132**
Tax	-267	-212	-439	-49	-48	-60	15	-6	-8	-19	-6	-31
Income	**1,102**	**955**	**2,566**	**146**	**144**	**275**	**134**	**179**	**349**	**58**	**18**	**101**
Total other comprehensive income	110	-92	63	12	-10	1	5	-4	-2	12	-11	-2
Total comprehensive income	**1,212**	**863**	**2,629**	**158**	**134**	**276**	**139**	**174**	**347**	**70**	**7**	**99**
Lending	105,117	106,185	106,643	0	0	0	57,052	45,988	52,717	0	0	0
Other assets	905,682	803,486	829,248	8,947	7,682	7,711	9,780	5,146	6,816	737	692	789
Total assets	**1,010,799**	**909,670**	**935,891**	**8,947**	**7,682**	**7,711**	**66,832**	**51,134**	**59,534**	**737**	**692**	**789**
Insurance liabilities	942,860	847,325	870,929	5,080	4,089	4,039	0	0	0	0	0	0
Other liabilities	15,555	14,346	13,802	479	505	442	63,072	47,597	55,825	124	192	245
Total liabilities	**958,415**	**861,672**	**884,730**	**5,559**	**4,594**	**4,480**	**63,072**	**47,597**	**55,825**	**124**	**192**	**245**

NOK MILLION	Elimintations			Total		
	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Insurance service result	0	-59	-897	3	9	-912
Premium income for own account	-49,976	-42,711	-65,124	0	0	0
Net financial income from investments	25,643	10,419	32,512	67,879	35,645	97,096
Claims for own account	16,056	18,422	32,843	0	0	0
Insurance provisions for own account	74,530	47,999	93,611	0	0	0
Policyholder's share of changes in fair value of underlying items	-41,190	-29,646	-69,688	-41,190	-29,646	-69,688
Policyholder's share of changes in fair value of net assets	0	0	0	-41	-55	-80
Unit holder's value change in consolidated securities funds	-23,520	-4,013	-25,633	-23,520	-4,013	-25,633
Net insurance services and financial result	**1,542**	**412**	**-2,376**	**3,131**	**1,940**	**783**
Net financial income from investments in company's portfolio	-1,107	-995	-2,408	0	0	0
Net costs subordinated loan and hybrid Tier 1 securities	0	35	33	0	38	324
Operating expenses	904	868	1,927	-440	-430	-728
Other income and expenses	-478	-407	-672	-70	-67	-45
Profit before tax	**861**	**-87**	**-3,495**	**2,621**	**1,480**	**334**
Tax	-401	-586	-1,246	-721	-857	-1,784
Income	**460**	**-673**	**-4,741**	**1,900**	**623**	**-1,450**
Total other comprehensive income	-2,137	543	1,186	-1,998	425	1,246
Total comprehensive income	**-1,677**	**-130**	**-3,555**	**-98**	**1,048**	**-204**
Lending	-19,718	-21,104	-21,115	142,451	131,069	138,245
Other assets	328,289	246,762	288,272	1,253,436	1,063,768	1,132,836
Total assets	**308,571**	**225,658**	**267,156**	**1,395,887**	**1,194,837**	**1,271,082**
Insurance liabilities	16,554	14,917	46,751	964,495	866,331	921,719
Other liabilities	355,769	268,120	282,558	434,998	330,760	352,871
Total liabilities	**372,324**	**283,037**	**329,308**	**1,399,493**	**1,197,092**	**1,274,589**

The KLP Group's business is divided into four areas: public sector group pensions; non-life insurance; banking; and asset management. All business is directed towards customers in Norway.

GROUP PENSION SCHEME, PUBLIC SECTOR

Kommunal Landspensjonskasse offers group public sector occupational pensions. This segment is accounted for in accordance with NGAAP, which differs from the IFRS Accounting Standards used in the Group. Adjustments have therefore been entered in the elimination column to reconcile the total with the consolidated financial statements.

NON-LIFE INSURANCE

KLP Skadeforsikring AS offers property and personal injury products to employers in the public and private sectors. It also offers a broad spectrum of standard insurance products to the retail market.

BANKING

KLP's banking business comprises the companies KLP Banken AS and its wholly owned subsidiaries KLP Kommunekreditt AS and KLP Boligkreditt AS. The banking business covers services such as deposits and lending to the retail market, credit cards and lending with public guarantees.

ASSET MANAGEMENT

Asset management is offered by the company KLP Kapitalforvaltning AS. The company offers a wide range of mutual funds to both retail and institutional customers. The securities management has a socially responsible profile.

Note 3 Profit/loss from insurance services

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Insurance income	1,341	794	2,986	2,372	4,152
Insurance service expenses	-1,375	-1,069	-2,917	-2,266	-5,013
Reinsurance income (+)/ cost (-)	-27	-29	-66	-98	-51
Insurance service result	**-61**	**-304**	**3**	**9**	**-912**

Note 4 Investment properties

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Net rental income	1,269	1,179	2,579	2,381	4,823
Loss on disposal	-10	0	-10	0	0
Net value adjustment	487	1,541	706	1,869	4,052
Net income from investment properties	**1,745**	**2,720**	**3,276**	**4,250**	**8,875**
Foreign currency translation difference on net investment in foreign operations	57	672	-2,140	514	1,083
Net income from investment properties included currency translate	**1,803**	**3,392**	**1,136**	**4,764**	**9,958**

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Investment property 01.01.	**109,319**	**98,889**	**98,889**
Value adjustment, including currency translation	-1,434	2,383	5,135
Net additions	4,919	4,280	6,667
Reclassification	0	-1,231	-1,396
Other changes	7	-10	24
Book value 30.06. / 31.12.	**112,812**	**104,311**	**109,319**

Note 5 Technical provisions

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Life insurance contracts	959,415	862,242	917,680
Non-life insurance contracts	5,080	4,089	4,039
Insurance liabilities	**964,495**	**866,331**	**921,719**
Reinsurance contracts assets closing balance	**402**	**307**	**415**

Change in life insurance contracts for the period

NOK MILLION	Estimates of present value of future cash flows	Risk adjustment for non financial risk	Residual value	Total
Life insurance contracts opening balance 01.01.2026	**444,488**	**31,855**	**441,336**	**917,680**
Changes related to new contracts recognised in the period	1,452	122	1,196	2,770
Changes that relate to current services				
Change in risk adjustment for non-financial risk for risk expired	0	69	0	69
Experience adjustment not related to future service	-69	0	0	-69
Insurance service result	**-69**	**69**	**0**	**0**
Change in risk adjustment for non-financial risk at the start of the period	0	0	0	0
Accrued interest	8,723	733	-9,456	0
Released cash flows	-2,232	0	0	-2,232
Changes in estimates related to future service	-97	-8	105	0
Change due to changes in discount curve	18,804	1,580	-20,383	0
Result added to policyholders	2,328	0	41,095	43,422
Insurance related financial cost	**27,525**	**2,304**	**11,361**	**41,190**
Premium	14,135	0	0	14,135
Claims and other insurance service expenses (incl. Investment components)	-16,359	0	0	-16,359
Total cash flows	**-2,225**	**0**	**0**	**-2,225**
Life insurance contracts closing balance 30.06.2026	**471,172**	**34,350**	**453,893**	**959,415**

Change in non-life insurance contracts for the period

NOK MILLION	Liability for incurred claims (LIC)		Liabilities for remaining coverage	
	Estimates of present value of future cash flows	Risk adjustment for non financial risk		Total
Non-life insurance contracts opening balance 01.01.2026	**3,444**	**147**	**449**	**4,039**
Insurance income	**0**	**0**	**-2,033**	**-2,033**
Claims	1,431	57	0	1,488
Expenses	393	5	0	397
Other movements related to current service	0	-20	0	-20
Changes that relate to past service	117	-19	0	98
Insurance service expenses	**1,941**	**22**	**0**	**1,964**
Insurance service result	**1,941**	**22**	**-2,033**	**-69**
Insurance related financial cost	**49**	**-5**	**0**	**44**
Premium	0	0	2,769	2,769
Claims and other insurance service expenses	-1,501	0	0	-1,501
Total cash flows	**-1,501**	**0**	**2,769**	**1,268**
Other changes	**3**	**0**	**-205**	**-202**
Non-life insurance contracts closing balance 30.06.2026	**3,936**	**164**	**980**	**5,080**

Change in reinsurance contracts for the period

NOK MILLION	Liability for incurred claims (LIC)		Liabilities for remaining coverage	
	Estimates of present value of future cash flows	Risk adjustment for non financial risk		Total
Reinsurance contracts assets opening balance 01.01.2026	**421**	**24**	**-30**	**415**
Premium paid - reinsurance	**0**	**0**	**-80**	**-80**
Recoveries of incurred claims and other insurance service expenses	8	0	0	8
Reinsurance expenses -related to past service	7	-1	0	7
Insurance service expenses	**16**	**-1**	**0**	**14**
Insurance service result	**16**	**-1**	**-80**	**-66**
Insurance related financial cost	**6**	**-4**	**0**	**3**
Premium	-31	0	86	55
Total cash flows	**-31**	**0**	**86**	**55**
Other changes	**-5**	**0**	**0**	**-5**
Reinsurance contracts assets closing balance 30.06.2026	**407**	**19**	**-25**	**402**

Change in life insurance contracts for the period

NOK MILLION	Estimates of present value of future cash flows	Risk adjustment for non financial risk	Residual value	Total
Life insurance contracts opening balance 01.01.2025	**411,318**	**29,181**	**395,820**	**836,319**
Changes that relate to current services				
Change in risk adjustment for non-financial risk for risk expired	0	93	0	93
Experience adjustment not related to future service	-34	0	0	-34
Insurance service result	**-34**	**93**	**0**	**59**
Change in risk adjustment for non-financial risk at the start of the period	0	0	0	0
Accrued interest	8,208	690	-8,898	0
Released cash flows	1,390	0	0	1,390
Changes in estimates related to future service	11	1	-12	0
Change due to changes in discount curve	-9,682	-813	10,495	0
Result added to policyholders	747	0	27,509	28,256
Insurance related financial cost	**673**	**-123**	**29,095**	**29,646**
Premium	15,177	0	0	15,177
Claims and other insurance service expenses (incl. Investment components)	-18,958	0	0	-18,958
Total cash flows	**-3,781**	**0**	**0**	**-3,781**
Life insurance contracts closing balance 30.06.2025	**408,175**	**29,151**	**424,916**	**862,242**

Change in non-life insurance contracts for the period

NOK MILLION	Liability for incurred claims (LIC)		Liabilities for remaining coverage	
	Estimates of present value of future cash flows	Risk adjustment for non financial risk		Total
Non-life insurance contracts opening balance 01.01.2025	**2,808**	**121**	**364**	**3,294**
Insurance income	**0**	**0**	**-1,532**	**-1,532**
Claims	1,055	42	0	1,097
Expenses	314	3	0	317
Other movements related to current service	0	-17	0	-17
Changes that relate to past service	-7	-24	0	-30
Insurance service expenses	**1,362**	**5**	**0**	**1,367**
Insurance service result	**1,362**	**5**	**-1,532**	**-165**
Insurance related financial cost	**65**	**-2**	**0**	**63**
Premium	0	0	2,238	2,238
Claims and other insurance service expenses	-1,297	0	0	-1,297
Total cash flows	**-1,297**	**0**	**2,238**	**940**
Other changes	**4**	**0**	**-47**	**-43**
Non-life insurance contracts closing balance 30.06.2025	**2,942**	**124**	**1,023**	**4,089**

Change in reinsurance contracts for the period

NOK MILLION	Liability for incurred claims (LIC)		Liabilities for remaining coverage	
	Estimates of present value of future cash flows	Risk adjustment for non financial risk		Total
Reinsurance contracts assets opening balance 01.01.2025	**494**	**18**	**-3**	**510**
Premium paid - reinsurance	**0**	**0**	**-80**	**-80**
Recoveries of incurred claims and other insurance service expenses	0	0	0	0
Reinsurance expenses -related to past service	-17	-2	0	-18
Insurance service expenses	**-17**	**-2**	**0**	**-18**
Insurance service result	**-17**	**-2**	**-80**	**-98**
Insurance related financial cost	**7**	**1**	**0**	**9**
Premium	-22	0	61	39
Total cash flows	**-22**	**0**	**61**	**39**
Other changes	**-152**	**0**	**0**	**-152**
Reinsurance contracts assets closing balance 30.06.2025	**311**	**18**	**-22**	**307**

Change in life insurance contracts for the period

NOK MILLION	Estimates of present value of future cash flows	Risk adjustment for non financial risk	Residual value	Total
Life insurance contracts opening balance 01.01.2025	**411,318**	**29,181**	**395,820**	**836,319**
Changes that relate to current services				
Change in risk adjustment for non-financial risk for risk expired	0	878	0	878
Experience adjustment not related to future service	19	0	0	19
Insurance service result	**19**	**878**	**0**	**897**
Change in risk adjustment for non-financial risk at the start of the period	0	0	0	0
Accrued interest	16,950	1,424	-18,374	0
Released cash flows	-26,200	0	0	-26,200
Changes in estimates related to future service	22,769	1,913	-24,682	0
Change due to changes in discount curve	-18,347	-1,541	19,888	0
Result added to policyholders	27,204	0	68,684	95,888
Insurance related financial cost	**22,377**	**1,796**	**45,516**	**69,688**
Premium	44,856	0	0	44,856
Claims and other insurance service expenses (incl. Investment components)	-34,081	0	0	-34,081
Total cash flows	**10,775**	**0**	**0**	**10,775**
Life insurance contracts closing balance 31.12.2025	**444,488**	**31,855**	**441,336**	**917,680**

Change in non-life insurance contracts for the period

NOK MILLION	Liability for incurred claims (LIC)		Liabilities for remaining coverage	
	Estimates of present value of future cash flows	Risk adjustment for non financial risk		Total
Non-life insurance contracts opening balance 01.01.2025	**2,808**	**121**	**364**	**3,294**
Insurance income	**0**	**0**	**-3,117**	**-3,117**
Claims	2,290	91	0	2,381
Expenses	588	7	0	595
Other movements related to current service	0	-42	0	-42
Changes that relate to past service	175	-28	0	147
Insurance service expenses	**3,052**	**28**	**0**	**3,080**
Insurance service result	**3,052**	**28**	**-3,117**	**-37**
Insurance related financial cost	**95**	**-3**	**0**	**93**
Premium	0	0	3,149	3,149
Claims and other insurance service expenses	-2,512	0	0	-2,512
Total cash flows	**-2,512**	**0**	**3,149**	**638**
Other changes	**0**	**0**	**51**	**51**
Non-life insurance contracts closing balance 31.12.2025	**3,444**	**147**	**449**	**4,039**

Change in reinsurance contracts for the period

NOK MILLION	Liability for incurred claims (LIC)		Liabilities for remaining coverage	
	Estimates of present value of future cash flows	Risk adjustment for non financial risk		Total
Reinsurance contracts assets opening balance 01.01.2025	**494**	**18**	**-3**	**510**
Premium paid - reinsurance	**0**	**0**	**-162**	**-162**
Recoveries of incurred claims and other insurance service expenses	113	6	0	119
Reinsurance expenses -related to past service	-6	-2	0	-8
Insurance service expenses	**107**	**4**	**0**	**111**
Insurance service result	**107**	**4**	**-162**	**-51**
Insurance related financial cost	**12**	**1**	**0**	**13**
Premium	-58	0	135	77
Total cash flows	**-58**	**0**	**135**	**77**
Other changes	**-134**	**0**	**0**	**-134**
Reinsurance contracts assets closing balance 31.12.2025	**421**	**24**	**-30**	**415**

IMPORTANT ASSUMPTIONS

Discount curve for IFRS 17

Expected cash flows from the insurance contracts will mature at different dates in the future. The future cash flows are therefore discounted to the value on the reporting date using an interest rate curve that is determined on that date. The discount curve for IFRS 17 is generally determined according to the same principles as the curve calculated by EIOPA for Solvency II purposes. The main difference is that EIOPA's estimate for volatility adjustment is replaced with an estimate for the illiquidity premium in the bond market, and this is calibrated to the degree of illiquidity of KLP's liability. Selected values of discounting curves for IFRS 17 are shown below.

Year	30.06.2026	30.06.2025	31.12.2025
1	5.2%	4.7%	4.7%
2	5.1%	4.6%	4.6%
3	4.9%	4.5%	4.5%
4	4.7%	4.4%	4.4%
5	4.6%	4.3%	4.4%
10	4.4%	4.4%	4.5%
15	4.2%	4.3%	4.4%
25	4.1%	4.2%	4.2%
50	3.8%	3.9%	3.9%
75	3.7%	3.8%	3.8%
100	3.7%	3.7%	3.7%

Wage growth curve

Future cash flows within the contract limit are calculated with assumptions about annual future wage growth/adjustment as indicated in the table below. The wage growth curve is projected by the NAM model (Norwegian aggregate model), which makes a macro projection of key economic variables (salary growth, inflation, etc.) year by year.

Year	30.06.2026	30.06.2025	31.12.2025
1	4.4%	5.2%	5.2%
5	3.5%	4.4%	4.4%
10	3.6%	3.3%	3.3%
15	3.8%	3.2%	3.2%
25	3.5%	3.5%	3.5%
50	3.4%	3.5%	3.5%
80	3.4%	3.5%	3.5%

SENSITIVITY, IFRS 17

The table below shows the effect on the Group's residual value from changes in the default assumptions used in the best estimates. Sensitivity related to costs is also included in the overview. The residual value consists of the part of the insurance liability that is not included in the best estimate or the risk adjustment.

NOK MILLION	Changes	30.06.2026	30.06.2025	31.12.2025
Reduced mortality	-5%	-5,502	-4,670	-5,102
Increased mortality	5%	5,270	4,472	4,887
Increased disability	5%	-488	-415	-453
Reduced disability	-5%	491	417	456
Increased costs	5%	-1,586	-1,346	-1,471
Reduced costs	-5%	1,586	1,345	1,471
Increased yield curve	*)	41,679	34,880	37,667
Reduced yield curve	**)	-49,528	-39,245	-42,205

All changes in assumptions are expressed in % change from the default assumption applied at 30.06.2026 (30.06.2025/31.12.2025).
*) Increased interest rate curve by 50 basis points for the liquid part of the discount rate curve, 1:10 years. Then extrapolated to an estimate of long-term interest based on the sum of long-term real GDP growth and Norges Bank's inflation target.
**) Reduced by 50 basis points for the liquid part of the discount rate curve, 1:10 years. Then extrapolated to an estimate of long-term interest based on the sum of long-term real GDP growth and Norges Bank's inflation target.

Note 6 Borrowing

NOK MILLION	Nominal in NOK	Currency	Interest	Due date	Book Value	Book Value	Book Value
					30.06.2026	**30.06.2025**	**31.12.2025**
HYBRID TIER 1 SECURITIES							
Kommunal Landspensjonskasse	984	JPY	Fixed	2034	0	1,308	0
Total hybrid Tier 1 securities	**984**				**0**	**1,308**	**0**
COVERED BONDS							
KLP Kommunekreditt AS	2,065	NOK	Floating	2026	2,086	5,051	3,883
KLP Kommunekreditt AS	500	NOK	Fixed	2027	502	502	508
KLP Kommunekreditt AS	500	NOK	Fixed	2027	515	515	505
KLP Kommunekreditt AS	6,000	NOK	Floating	2027	6,048	6,049	6,047
KLP Kommunekreditt AS	6,250	NOK	Floating	2028	6,303	6,304	6,301
KLP Kommunekreditt AS	1,200	NOK	Fixed	2029	1,237	722	1,211
KLP Kommunekreditt AS	3,000	NOK	Floating	2029	3,003	0	0
KLP Kommunekreditt AS	6,000	NOK	Floating	2030	6,029	0	4,521
KLP Boligkreditt AS	0	NOK	Floating	2025	0	170	0
KLP Boligkreditt AS	357	NOK	Floating	2026	360	2,521	1,192
KLP Boligkreditt AS	0	NOK	Floating	2026	0	2,012	236
KLP Boligkreditt AS	2,010	NOK	Floating	2027	2,023	2,516	2,514
KLP Boligkreditt AS	4,500	NOK	Floating	2029	4,512	3,008	3,008
KLP Boligkreditt AS	3,000	NOK	Floating	2029	3,033	0	3,019
KLP Boligkreditt AS	4,500	NOK	Floating	2030	4,504	0	3,001
KLP Boligkreditt AS	3,000	NOK	Floating	2031	3,015	0	1,005
Other					-18	-13	-23
Total covered bonds	**42,882**				**43,151**	**29,357**	**36,927**

NOK MILLION	Nominal in NOK	Currency	Interest	Due date	Book Value	Book Value	Book Value
					30.06.2026	30.06.2025	31.12.2025
DEBT TO CREDIT INSTITUTIONS							
KLP Banken AS	0	NOK	Floating	2025	0	301	0
KLP Banken AS	150	NOK	Floating	2026	151	151	151
KLP Banken AS	350	NOK	Floating	2027	353	353	353
KLP Banken AS	500	NOK	Floating	2028	504	0	504
KLP Banken AS	400	NOK	Floating	2029	402	0	401
KLP Banken AS	500	NOK	Floating	2031	506	0	504
KLP Fond	3,461	NOK/EUR/USD	Fixed	2026	3,461	2,338	2,332
KLP Fond	119	NOK/EUR/USD	Floating	2026	119	1,073	355
Kommunal Landspensjonskasse	10	NOK/EUR/USD	Floating	2026	10	2,291	326
Other					68	62	31
Total liabilities to credit institutions	**5,490**				**5,573**	**6,570**	**4,957**
LIABILITIES TO AND DEPOSITS FROM CUSTOMERS							
KLP Banken AS	17,697	NOK			17,697	17,151	16,788
Total liabilities to and deposits from customers	**17,697**				**17,697**	**17,151**	**16,788**
Total financial liabilities	**69,582**				**66,421**	**54,386**	**58,673**

This note shows the financial liabilities that the Group had at the end of the reporting period; where the majority is funding for KLP Banken Group

The companies listed above are issuers of the financial debt. Deposits fall under KLP Banken AS.

Note 7 Fair value hierarchy

NOK MILLION	Level 1	Level 2	Level 3	30.06.2026	30.06.2025	31.12.2025
ASSETS AT FAIR VALUE						
Investment property	**0**	**0**	**112,812**	**112,812**	**104,311**	**109,319**
Shares	523,893	8,393	6,252	**538,537**	**421,905**	**467,179**
Equity funds	4,426	0	11	**4,438**	**3,059**	**3,502**
Property funds	0	2,618	6,884	**9,501**	**9,296**	**9,422**
Specialised investment funds	0	4,398	1,883	**6,281**	**5,971**	**6,381**
Private Equity	0	0	55,988	**55,988**	**51,419**	**54,556**
Shares and units	**528,319**	**15,408**	**71,018**	**614,746**	**491,649**	**541,041**
Certificates	4,901	13,220	0	**18,122**	**14,820**	**14,746**
Bonds	27,294	377,096	0	**404,390**	**361,526**	**381,585**
Fixed-income funds	0	9,641	18,302	**27,944**	**26,899**	**28,202**
Loans and receivables	26,936	840	0	**27,776**	**27,323**	**28,677**
Bonds and other fixed-income securities	**59,131**	**400,798**	**18,302**	**478,231**	**430,568**	**453,210**
Lending at fair value	**0**	**87,618**	**0**	**87,618**	**86,865**	**86,741**
Financial derivatives	**0**	**1,122**	**0**	**1,122**	**4,747**	**1,669**
Total assets at fair value	**587,450**	**504,947**	**202,132**	**1,294,528**	**1,118,141**	**1,191,979**
LIABILITIES AT FAIR VALUE						
Hybrid Tier 1 securities	0	0	0	**0**	**1,308**	**0**
Debt to credit institutions	198	3,461	0	**3,659**	**5,770**	**3,045**
Financial derivatives	0	14,282	0	**14,282**	**4,436**	**4,322**
Total liabilities at fair value	**198**	**17,743**	**0**	**17,941**	**11,514**	**7,367**

NOK MILLION	Level 1	Level 2	Level 3	Fair value 30.06.2026	Book value 30.06.2026	Fair value 30.06.2025	Book value 30.06.2025	Fair value 31.12.2025	Book value 31.12.2025
ASSETS AT AMORTISED COST									
Certificates	0	0	0	0	0	0	0	0	0
Bonds	0	2,760	0	2,760	2,848	2,312	2,375	2,306	2,379
Fixed-income securities at amortised cost	**0**	**2,760**	**0**	**2,760**	**2,848**	**2,312**	**2,375**	**2,306**	**2,379**
Loans to and receivables from customers	0	54,863	0	54,863	54,833	44,205	44,204	51,537	51,504
Total financial assets at amortised cost	**0**	**57,623**	**0**	**57,623**	**57,681**	**46,517**	**46,579**	**53,843**	**53,883**
LIABILITIES AT AMORTISED COST									
Covered bonds	0	43,360	0	43,360	43,151	29,473	29,357	37,068	36,927
Debt to credit institutions	0	1,914	0	1,914	1,914	800	800	1,912	1,912
Liabilities to and deposits from customers	0	17,697	0	17,697	17,697	17,151	17,151	16,788	16,788
Total financial liabilities at fair value	**0**	**62,971**	**0**	**62,971**	**62,762**	**47,424**	**47,308**	**55,767**	**55,627**

Changes in level 3, financial assets and investment property	Financial assets	Investment property	Total
Opening balance 01.01.2026	**87,722**	**109,319**	**197,041**
Sold / disposals due to reclassification	-3,628	0	-3,628
Additions due to purchases and capitalisations	4,504	4,919	9,424
Unrealised changes	722	-1,434	-711
Other changes	0	7	7
Closing balance 30.06.2026	**89,320**	**112,812**	**202,132**
Realised gains / losses	946	-10	936

Unrealised changes and realised gains/losses are reflected in “Net value changes on financial instruments” in the consolidated income statement.

The table “Changes in level 3” shows changes in level 3 classified instruments in the period indicated.

Fair value should be a representative price based on what a corresponding asset or liability would have been traded for on normal market terms and conditions. The highest quality in regard to fair value is based on quoted prices in an active market.

A financial instrument is considered to be quoted in an active market if quoted prices are readily and regularly available from a stock market, dealer, broker, industry grouping, pricing service or regulatory authority, and these prices represent actual and regularly occurring arm’s length transactions.

Level 1: Instruments at this level obtain fair value from listed prices in an active market for identical assets or liabilities that the entity has access to at the reporting date. Examples of instruments at level 1 are stock market listed securities.

Level 2: Instruments at this level obtain fair value from observable market data. This includes prices based on identical instruments, but where the instrument does not maintain a high enough trading frequency and is therefore not considered to be traded in an active market, as well as prices based on corresponding assets and price-leading indicators that can be confirmed from market information. Fixed income securities priced on the basis of interest rate paths are examples of instruments at level 2.

Level 3: Instruments at level 3 contain no observable market data or are traded in markets considered to be inactive. The price is based generally on discrete calculations where the actual fair value may deviate if the instrument were to be traded. The instruments at level 3 include unlisted shares and private equity.

For a description of the pricing of investment property, refer to the last published annual report.

For level 3 securities, a change in MSCI Europe index of +/- 10 percent will result in a change in value of +/-NOK 8,902 million for shares and funds units, +/- NOK 413 million for private equity and +/- NOK 132 million for fixed-income funds. For a sensitivity analysis of investment property, please refer to the annual report.

With regard to transfers of securities between the levels, a limit is set for the number of trading days and the amount of trading for shares in order to separate level 1 and level 2. The general principles related to the distribution between levels basically concern whether the asset or liability is listed or not and whether the listing can be stated to be in an active market. As regards shares, there is a further distinction between trading days and amount of trading which separates out listed securities that do not form part of an active market. The values at the end of the reporting period provide the basis for any movement between the levels.

During the second quarter, NOK 1,335 million in shares moved from level 1 to level 2, and NOK 78 million moved from level 1 to level 3. A further NOK 627 million in shares moved from level 2 to level 1. These fluctuations are due to changes in liquidity.

Note 8 Capital adequacy

The Solvency II balance sheet includes assets and liabilities at fair value. For KLP's insurance obligations, there are no observable market values. These are therefore calculated using a best estimate based on actuarial assumptions. There is also a risk margin which is intended to reflect a third party's capital costs on taking over these liabilities.

Tier 1 own funds are taken from the Solvency II balance sheet along with the hybrid Tier 1 securities.. In the calculation of eligible own funds, the hybrid Tier 1 securities are limited to 20 percent of total eligible Tier 1 own funds. Any excess exposure will be included in Tier 2 own funds. Other Tier 2 own funds consist of subordinated debt, the risk equalisation fund, the natural perils fund and ancillary own funds The Financial Supervisory Authority of Norway has accepted that KLP's right to call in further member contributions if necessary, which is laid down in the company's articles of association, can be counted as ancillary own funds, in an amount corresponding to 2.5 percent of the company's premium reserve. Tier 3 own funds consists of any net deferred tax asset.

In calculating the eligible own funds to cover the solvency capital requirement, eligible Tier 1 own funds must make up at least 50 percent of the solvency capital requirement, eligible Tier 3 items must constitute less than 15 percent of the solvency capital requirement, and the sum of eligible Tier 2 and 3 own funds must not exceed 50 percent of the solvency capital requirement before capital requirement contributions from other financial sectors (KLP Banken and KLP Kapitalforvaltning). In calculating the eligible capital to cover the minimum consolidated solvency capital requirement, eligible Tier 1 own funds must make up at least 80 percent of the minimum requirement, and eligible Tier 2 own funds must not exceed 20 percent of the minimum requirement. Own funds from other financial sectors (KLP Banken and KLP Kapitalforvaltning), Tier 3 own funds and ancillary own funds are not eligible to cover the minimum requirement.

Without the use of temporary deductions from technical provisions, the company's solvency ratio is 271 percent, which is well above the company's target of at least 150 percent. With the temporary deduction, the solvency ratio is 271 percent.

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
ELIGIBLE OWN FUNDS			
Assets	1,005,100	905,352	930,437
Liabilities	-951,024	-856,023	-877,790
Excess of assets over liabilities	**54,076**	**49,329**	**52,647**
- Risk equalization fund	-4,683	-4,311	-4,473
+ Hybrid tier 1 securities	0	1,308	0
Adjustment for other financial sector own funds	-261	-277	-148
Tier 1 basic own funds	**49,132**	**46,049**	**48,026**
Sum tier 1 own funds	**49,132**	**46,049**	**48,026**
Risk equalization fund and natural perils fund	4,683	4,311	4,473
Tier 2 basic own funds	**4,683**	**4,311**	**4,473**
Ancillary own funds	17,518	16,167	16,518
Tier 2 ancillary own funds	**17,518**	**16,167**	**16,518**
Sum tier 2 own funds	**22,201**	**20,478**	**20,991**
Sum tier 3 own funds	**0**	**0**	**0**
Eligible own funds to cover the solvency capital requirement - tier 1	**49,132**	**46,049**	**48,026**
Eligible own funds to cover the solvency capital requirement - tier 2	**9,217**	**8,201**	**8,637**
Eligible own funds to cover the solvency capital requirement - tier 3	**0**	**0**	**0**
A Eligible own funds to cover the solvency capital requirement	**58,349**	**54,251**	**56,663**
Eligible own funds to cover the minimum requirement - tier 1	**45,019**	**42,290**	**43,921**
Eligible own funds to cover the minimum requirement - tier 2	**1,042**	**928**	**978**
B Eligible own funds to cover the minimum consolidated group capital requirement	**46,060**	**43,217**	**44,899**

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
CAPITAL REQUIREMENT			
Market risk	231,404	191,074	211,901
Counterparty risk	3,302	3,023	3,262
Life risk	168,825	140,862	154,649
Non-life risk	783	690	761
Health risk	741	514	703
Diversification	-84,902	-70,692	-77,974
Operational risk	4,248	3,817	3,907
Loss absorbing capacity of technical provisions	-303,903	-251,005	-277,982
Loss absorbing capacity deferred tax	-2,066	-1,879	-1,953
Capital requirement for other financial sectors	3,086	2,429	2,887
C Solvency capital requirement	**21,520**	**18,832**	**20,160**
Minimum capital requirement, KLP	4,527	4,072	4,268
Minimum capital requirement, KLP Skadeforsikring	682	565	624
D Minimum consolidated group capital requirement	**5,209**	**4,638**	**4,892**
CAPITAL ADEQUACY			
SCR ratio (A/C)	**271%**	**288%**	**281%**
MCR ratio (B/D)	**884%**	**932%**	**918%**

Note 9 Pension obligations

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Net pension obligation 01.01.	**536**	**543**	**543**
Recognised pension expense	119	112	192
Recognised financial expense	14	14	28
Recognised plan changes	0	0	5
Change in actuarial assumptions own employees	-150	125	-86
Premiums/contributions received	-86	-86	-146
Net pension obligation 30.06. / 31.12.	**434**	**709**	**536**

ASSUMPTIONS	30.06.2026	30.06.2025	31.12.2025
Discount rate	4.00 %	3.70 %	3.90 %
Salary growth	4.00 %	4.00 %	4.00 %
The National Insurance basic amount (G)	3.75 %	3.75 %	3.75 %
Pension increases	2.75 %	3.00 %	2.75 %
Social security contribution rate	14.10 %	14.10 %	14.10 %
Capital activity tax	5.00 %	5.00 %	5.00 %

The effect of changes in the assumptions is a reduction in the liability by NOK 150 million as of 30.06.2026. The change is recognised under “Items that will not be reclassified to profit or loss”.

Note 10 Other current liabilities

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Short-term liability securities	27,840	17,090	8,624
Incurred not assessed taxes	664	1,160	1,380
Accounts payable	347	259	330
Public fees	181	1,238	840
Other current liabilities	1,229	1,114	1,189
Total other current liabilities	**30,261**	**20,861**	**12,363**

Key figures - accumulated

NOK MILLION	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025	Q1 2025	Q4 2024	Q3 2024
KLP GROUP								
Total assets	1,395,887	1,292,120	1,271,082	1,231,451	1,194,805	1,148,861	1,147,390	1,128,136
Equity	-3,606	-3,395	-3,508	-2,255	-3,291	-3,303	-2,594	-2,556
SCR ratio	271 %	287 %	281 %	301 %	288 %	290 %	298 %	289 %
Number of employees in the Group	1,270	1,261	1,241	1,226	1,205	1,189	1,169	1,168
KOMMUNAL LANDSPENSJONSKASSE								
Profit before tax	1,369	157	3,005	2,043	1,167	205	2,169	1,663
Premium income for own account	49,976	11,547	65,124	53,625	42,711	8,110	60,883	51,795
- of which inflow of premium reserve	1,914	2,772	44	43	40	40	1	1
Insurance customers' funds incl. acc. profit	16,056	8,204	32,843	25,905	18,422	11,233	30,200	23,024
- of which funds with guaranteed returns	902	890	4,171	4,157	4,132	4,289	2,423	2,423
Net investment common portfolio	926,207	891,539	879,950	856,090	825,733	805,349	803,441	790,200
Net investment investment option portfolio	3,056	2,827	3,389	3,316	3,348	3,105	3,135	3,063
Insurance funds incl. earnings for the year	942,860	879,007	870,929	849,967	847,325	797,920	803,036	788,668
- of which funds with guaranteed interest	763,018	730,474	726,038	694,338	707,855	678,596	679,801	638,919
Solvency capital requirement (SCR)	58,646	56,597	56,867	56,680	54,711	53,359	52,962	52,772
SCR ratio	324 %	343 %	333 %	353 %	336 %	355 %	361 %	351 %
Risk result	493	452	602	446	78	168	790	420
Return profits	33,782	3,205	48,070	33,149	17,261	-4,094	51,090	40,471
Administration result	56	-37	-13	106	32	-27	77	129
Solvency capital	220,575	186,772	187,921	197,941	163,264	159,022	162,859	193,589
Value-adjusted return on common portfolio	4.8 %	0.8 %	7.9 %	5.5 %	3.1 %	0.0 %	9.0 %	7.0 %
Return on investment option portfolio	5.5 %	0.6 %	8.9 %	6.1 %	3.1 %	-0.8 %	10.8 %	8.6 %
Return on corporate portfolio	2.5 %	0.4 %	6.3 %	4.2 %	2.4 %	0.6 %	4.8 %	3.4 %

NOK MILLION	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025	Q1 2025	Q4 2024	Q3 2024
KLP SKADEFORSIKRING AS								
Profit before tax	194	37	335	408	193	32	386	196
Insurance income	2,033	1,046	3,117	2,316	1,532	786	2,758	2,053
Owners' equity	3,389	3,268	3,230	3,278	3,089	2,979	2,955	2,760
Claims ratio, gross	83.7 %	82.8 %	86.9 %	73.2 %	75.4 %	74.8 %	77.3 %	79.2 %
Net reinsurance ratio	3.2 %	3.7 %	1.6 %	5.9 %	6.4 %	8.8 %	6.4 %	8.3 %
Claims ratio, net of reinsurance	86.9 %	86.5 %	88.6 %	79.0 %	81.7 %	83.6 %	83.8 %	87.6 %
Cost ratio	12.9 %	13.8 %	11.9 %	13.3 %	13.9 %	15.1 %	13.0 %	13.6 %
Combined ratio	99.8 %	100.4 %	100.5 %	92.3 %	95.6 %	98.7 %	96.8 %	101.1 %
Return on assets under management	3.0 %	0.5 %	6.2 %	4.5 %	2.7 %	0.7 %	6.2 %	6.2 %
Solvency capital requirement (SCR)	3,358	3,278	3,237	3,383	3,036	2,973	2,969	2,785
SCR ratio	221.7 %	230.7 %	233.5 %	260.8 %	241.6 %	245.5 %	256.1 %	237.8 %
Annual premium in force – retail market	2,233	2,164	1,430	1,363	1,327	1,272	1,222	1,178
Annual premium in force – public sector market	1,906	1,899	1,812	1,811	1,814	1,784	1,620	1,613
Net new subscriptions (accumulated within the year)	92	50	196	64	59	30	20	-25

NOK MILLION	Q2 2026	Q1 2026	Q4 2025	Q3 2025	Q2 2025	Q1 2025	Q4 2024	Q3 2024
KLP BANKEN GROUP								
Profit before tax	119	39	357	269	184	77	325	255
Net interest income	205	102	512	403	271	133	520	386
Other operating income	52	26	101	74	48	23	96	71
Operating expenses and depreciation	-164	-96	-278	-219	-144	-81	-284	-208
Net realised/unrealised changes in financial instruments to fair value	26	7	23	10	9	1	-7	6
Contributions	17,697	17,193	16,788	16,899	17,151	16,757	15,801	15,685
Loans to customers	54,833	53,444	51,504	45,614	44,203	43,720	42,836	42,228
Defaulted loans	40	47	52	59	74	67	64	58
Borrowing on the issuance of securities	45,065	40,950	38,839	32,769	30,157	32,284	32,334	32,543
Total assets	66,832	62,105	59,534	53,592	51,134	52,711	51,803	51,931
Average total assets	63,183	60,819	55,668	52,697	51,468	52,257	50,365	50,429
Owners' equity	3,761	3,677	3,709	3,631	3,537	3,440	3,439	3,359
Net interest rate	0.32 %	0.17 %	0.92 %	0.77 %	0.53 %	0.25 %	1.03 %	0.76 %
Profit/loss from general operations before tax	0.19 %	0.06 %	0.64 %	0.51 %	0.36 %	0.15 %	0.65 %	0.51 %
Return on owners' equity before tax	6.39 %	4.18 %	10.39 %	10.41 %	10.71 %	8.91 %	10.25 %	10.70 %
Capital adequacy	22.52 %	23.62 %	25.64 %	25.79 %	26.91 %	21.72 %	22.67 %	20.63 %
Number of private customers	63,977	62,935	61,437	60,068	59,065	58,585	57,679	56,601
Of this members of KLP	41,922	41,087	40,077	38,856	38,552	38,229	37,955	37,430
KLP KAPITALFORVALTNING AS								
Profit/loss before tax	78	0	132	47	24	-8	103	81
Total assets under management	1,076,785	990,397	984,737	954,622	910,910	869,051	878,907	860,811
Assets managed for external customers	335,883	284,255	282,163	267,114	254,276	231,931	238,104	226,042

Kommunal Landspensjonskasse

Q2 2026

Income statement

KOMMUNAL LANDSPENSJONSKASSE

NOTE	NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
2	Premium income for own account	38,429	34,602	49,976	42,711	65,124
5	Income from investments in subsidiaries, associated enterprises and jointly controlled entities	1,705	2,883	1,570	4,397	9,050
	Interest income and dividends etc. on financial assets	4,816	4,944	9,295	9,291	18,716
3	Value changes on investments	19,292	10,983	16,842	4,405	22,973
	Gains and losses realised on investments	8,662	6,217	13,913	6,567	12,595
	Net income from investments in the common portfolio	**34,475**	**25,027**	**41,620**	**24,659**	**63,335**
3, 5	Net income from investments in the investment option portfolio	138	121	160	97	279
	Other insurance-related income	303	349	637	723	1,489
4	Claims	-7,852	-7,189	-16,056	-18,422	-32,843
	Changes in insurance liabilities taken to profit/loss - contractual liabilities	-33,997	-34,761	-40,944	-30,665	-45,133
	Changes in insurance liabilities taken to profit/loss – individual investment option portfolio	-96	-145	468	-105	-117
	Funds assigned to insurance contracts - contractual liabilities	0	0	0	0	-48,361
	Unallocated profit to insurance contracts	-30,446	-17,061	-34,053	-17,229	0
	Insurance-related operating expenses	-389	-397	-909	-877	-1,887
	Other insurance-related costs	-298	-356	-631	-729	-1,575
	Technical profit/loss	**266**	**191**	**267**	**164**	**311**
3, 5	Net income from investments in the corporate portfolio	946	838	1,107	1,119	2,855
	Other income	15	20	28	37	79
	Administration costs and other costs associated with the corporate portfolio	-16	-86	-33	-153	-241
	Non-technical profit/loss	**946**	**772**	**1,102**	**1,003**	**2,694**

NOTE	NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
	Profit before tax	**1,212**	**962**	**1,369**	**1,167**	**3,005**
	Tax	-235	-167	-267	-212	-439
	Income before other income and expenses	**977**	**795**	**1,102**	**955**	**2,566**
6	Change in actuarial assumptions own employees	6	-77	94	-77	90
	Proportion of other comprehensive income on application of the equity method	8	-49	56	-49	-4
	Adjustment of the insurance liabilities	-3	14	-17	14	-1
	Tax on other income and expenses that will not be reclassified to profit or loss	-1	19	-24	19	-22
	Total other income and expenses that will not be reclassified to profit or loss	**9**	**-92**	**110**	**-92**	**63**
	TOTAL COMPREHENSIVE INCOME	986	703	1,212	863	2,629

Balance sheet

KOMMUNAL LANDSPENSJONSKASSE

NOTE	NOK MILLION	30.06.2026	30.06.2025	31.12.2025
	ASSETS			
	ASSETS IN THE CORPORATE PORTFOLIO			
	Intangible assets	1,472	1,564	1,559
7	Buildings and other real estate	1,404	1,322	1,404
	Shares and holdings in property subsidiaries	3,154	3,049	3,180
	Shares and holdings in other subsidiaries, associated enterprises and jointly controlled entities	7,776	7,137	7,496
7	Financial assets valued at amortised cost	17,643	16,849	17,175
7	Financial assets valued at fair value	17,691	18,053	17,283
	Receivables	30,848	30,006	2,399
	Right-of-use assets	463	595	541
	Other assets	1,085	2,015	1,515
	Total assets in the corporate portfolio	**81,535**	**80,590**	**52,553**
	ASSETS IN THE CUSTOMER PORTFOLIOS			
	Shares and holdings in property subsidiaries	98,049	88,040	93,269
	Shares and holdings in other subsidiaries, associated enterprises and jointly controlled entities	8,008	7,067	7,206
	Receivables on and securities issued by subsidiaries, associated enterprises and jointly controlled entities	9,225	9,997	9,601
7	Financial assets valued at amortised cost	309,020	298,040	300,008
7	Financial assets valued at fair value	501,905	422,588	469,865
	Total investment in the common portfolio	**926,207**	**825,733**	**879,950**
	Shares and holdings in property subsidiaries	391	354	376
	Receivables on and securities issued by subsidiaries, associated enterprises and jointly controlled entities	53	55	53
7	Financial assets valued at amortised cost	870	1,044	1,060
7	Financial assets at fair value	1,743	1,894	1,901
	Total investments in the investment option portfolio	**3,056**	**3,348**	**3,389**
	Total assets in the customer portfolios	**929,264**	**829,080**	**883,339**
	TOTAL ASSETS	**1,010,799**	**909,670**	**935,891**

NOTE	NOK MILLION	30.06.2026	30.06.2025	31.12.2025
	OWNERS' EQUITY AND LIABILITIES			
	Owners’ equity contributed	27,951	25,178	27,939
	Retained earnings	24,433	22,821	23,221
	Total owners’ equity	**52,384**	**47,999**	**51,161**
7	Subordinated loan capital etc.	0	1,308	0
	Premium reserve etc.	698,752	644,282	658,326
	Buffer fund	145,302	121,996	144,514
	Premium funds, defined contribution funds, pension regulation funds etc.	61,906	60,581	64,699
	Unallocated profit to customers	33,933	17,150	0
	Total insurance liabilities - contractual liabilities	**939,893**	**844,010**	**867,539**
	Pension capital etc.	1,974	2,389	2,400
	Buffer fund	471	260	377
	Premium funds, defined contribution funds, pension regulation funds etc.	386	602	613
	Unallocated profit to customers	137	64	0
	Total insurance liabilities - special investment portfolio	**2,968**	**3,315**	**3,390**
6	Pension obligations	376	432	434
	Tax liabilities	747	1,297	1,098
	Lease liabilities	515	669	616
8	Liabilities	13,809	10,406	11,400
	Accrued costs and prepaid income	107	236	254
	TOTAL OWNERS’ EQUITY AND LIABILITIES	1,010,799	909,670	935,891

Changes in owners' equity

KOMMUNAL LANDSPENSJONSKASSE

NOK MILLION	Owners' equity contributed	Retained earnings		Total owners' equity
		Risk equalization fund	Other retained earnings	
Own funds 01.01.2026	**27,939**	**4,310**	**18,912**	**51,161**
Income before other income and expenses	0	205	897	1,102
Total other income and expenses that will not be reclassified to profit or loss			110	110
Total comprehensive income	**0**	**205**	**1,007**	**1,212**
Net owners equity contribution	11			11
Total transactions with owners	**11**			**11**
Own funds 30.06.2026	**27,951**	**4,515**	**19,918**	**52,384**

NOK MILLION	Owners' equity contributed	Retained earnings		Total owners' equity
		Risk equalization fund	Other retained earnings	
Own funds 01.01.2025	**25,277**	**3,999**	**17,959**	**47,234**
Income before other income and expenses	0	124	831	955
Total other income and expenses that will not be reclassified to profit or loss			-92	-92
Total comprehensive income	**0**	**124**	**739**	**863**
Net owners equity contribution	-99			-99
Total transactions with owners	**-99**			**-99**
Own funds 30.06.2025	**25,178**	**4,123**	**18,698**	**47,999**

NOK MILLION	Owners' equity contributed	Retained earnings		Total owners' equity
		Risk equalization fund	Other retained earnings	
Own funds 01.01.2025	**25,277**	**3,999**	**17,959**	**47,234**
Income before other income and expenses	1,366	311	890	2,566
Total other income and expenses that will not be reclassified to profit or loss			63	63
Total comprehensive income	**1,366**	**311**	**953**	**2,629**
Net owners equity contribution	1,297			1,297
Total transactions with owners	**1,297**			**1,297**
Own funds 31.12.2025	**27,939**	**4,310**	**18,912**	**51,161**

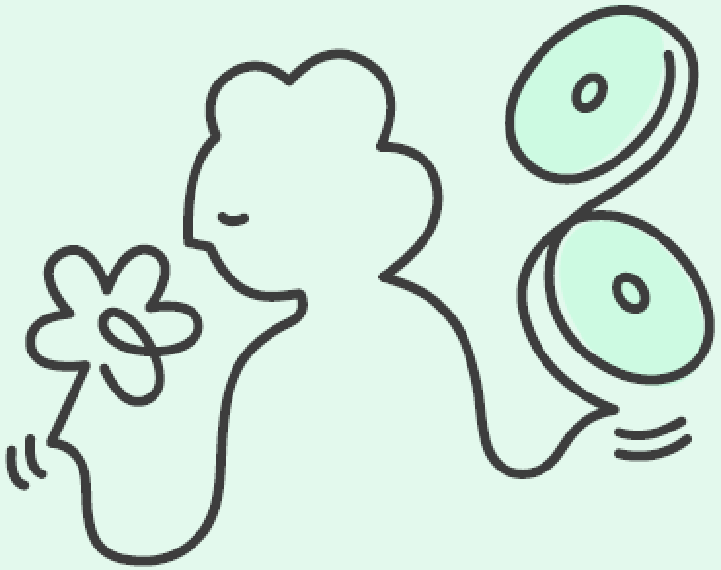
Statement of cash flows

KOMMUNAL LANDSPENSJONSKASSE

NOK MILLION	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Net cash flow from operational activities	-424	4,401	3,805
Net cash flow from investment activities [1]	-19	-160	-251
Net cash flow from financing activities [2]	11	-3,685	-3,492
Net changes in cash and bank deposits	**-431**	**557**	**61**
Holdings of cash and bank deposits at start of period	1,491	1,430	1,430
Holdings of cash and bank deposits at end of period	**1,060**	**1,987**	**1,491**

[1] Payments on the purchase of tangible fixed assets.

[2] Net receipts of owners' equity contribution, rising of new loans and repayment of debt.



Notes to the financial statements

KOMMUNAL LANDSPENSJONSKASSE

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Kommunal Landspensjonskasse

Note 1 Accounting principles and estimates

ACCOUNTING PRINCIPLES

The financial statements in this interim report show the interim accounts for Kommunal Landspensjonskasse (KLP), for the period 01.01.2026-30.06.2026. The accounts have not been audited.

The interim financial statements have been prepared in accordance with the Regulations of 18 December 2015 No 1824: relating to annual financial statements for life insurance companies (the Financial Reporting Regulations) and IAS 34 Interim Reporting. The interim financial statements have been prepared on the same principles as the annual financial statements for 2025, unless stated otherwise.

The interim financial statements do not contain all the information required of complete annual financial statements, and this interim report should be read in conjunction with the annual financial statements for 2025. The company's annual report is available from klp.no.

ACCOUNTING ESTIMATES

In preparing the interim financial statements, we have exercised discretion and used estimates and assumptions that affect the accounting figures. Actual figures may therefore deviate from estimates used. Refer to note 3 "Important accounting estimates and valuations" in the annual report for 2025 for a description of accounting items where there is a significant risk of material changes in balance sheet values in future periods.

Note 2 Premium income for own account

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Gross premiums due	39,287	34,601	48,062	42,671	65,080
Transfer of premium reserves from others	-858	1	1,914	40	44
Total premium income for own account	**38,429**	**34,602**	**49,976**	**42,711**	**65,124**

Note 3 Losses on fixed-income securities and loans measured at amortised cost

The note shows provisions for losses on fixed-income securities measured at amortised cost as well as loans and receivables measured at amortised cost. In Q2 2026, no changes have been made to the models used to calculate the expected loss. In the period 01.01.2026 -30.06.2026, the total net loss provisions were reduced by NOK 15.7 million.

LOSSES ON FIXED-INCOME SECURITIES MEASURED AT AMORTISED COST

NOK THOUSAND	12 months ECL	Lifetime ECL (not credit impaired)	Lifetime ECL (credit impaired)	30.06.2026	30.06.2025	31.12.2025
	Stage 1	**Stage 2**	**Stage 3**	**Total stage 1-3**	**Total stage 1-3**	**Total stage 1-3**
Allowance 01.01.	25,910	1,439	0	27,350	28,814	28,814
Transfer to stage 1	0	0	0	0	0	0
Transfer to stage 2	0	0	0	0	0	0
Transfer to stage 3	0	0	0	0	0	0
Net changes	-42	19	0	-23	23	-1,851
New losses	1,143	0	0	1,143	1,643	834
Write-offs	-107	0	0	-107	-972	-447
Allowance 30.06. / 31.12.	**26,903**	**1,458**	**0**	**28,362**	**29,508**	**27,350**
Change 01.01.- 30.06. / 31.12.	993	19	0	1,012	694	-1,465

LOSSES ON LOANS AND RECEIVABLES AT AMORTISED COST

NOK THOUSAND	12 months ECL	Lifetime ECL (not credit impaired)	Lifetime ECL (credit impaired)	30.06.2026	30.06.2025	31.12.2025
	Stage 1	Stage 2	Stage 3	Total stage 1-3	Total stage 1-3	Total stage 1-3
Allowance 01.01.	4,291	76	155,221	159,589	192,655	192,655
Transfer to stage 1	2	-2	0	0	0	0
Transfer to stage 2	0	0	0	0	0	0
Transfer to stage 3	0	0	0	0	0	0
Net changes	-213	-60	-16,168	-16,441	-20,268	-32,481
New losses	58	0	0	58	48	84
Write-offs	-64	0	-262	-326	-58	-669
Allowance 30.06. / 31.12.	**4,075**	**14**	**138,791**	**142,880**	**172,376**	**159,589**
Change 01.01.- 30.06. / 31.12.	-217	-62	-16,430	-16,709	-20,279	-33,066

BOOK VALUE OF FIXED-INCOME SECURITIES AT AMORTISED COST

NOK THOUSAND	12 months ECL	Lifetime ECL (not credit impaired)	Lifetime ECL (credit impaired)	30.06.2026	30.06.2025	31.12.2025
	Stage 1	Stage 2	Stage 3	Total stage 1-3	Total stage 1-3	Total stage 1-3
Opening balance 01.01.	228,165,434	3,520,799	0	231,686,234	232,609,638	232,609,638
Transfer to stage 1	0	0	0	0	0	0
Transfer to stage 2	0	0	0	0	0	0
Transfer to stage 3	0	0	0	0	0	0
Net changes	1,000,086	46,291	0	1,046,376	-1,276,817	-2,342,515
New fixed-income securities	9,874,501	0	0	9,874,501	12,264,504	6,428,306
Write-offs	-2,740,580	0	0	-2,740,580	-14,545,806	-5,009,195
Fixed-income securities at amortised cost 30.06. / 31.12.	**236,299,441**	**3,567,090**	**0**	**239,866,531**	**229,051,520**	**231,686,234**
Book value ECL	-26,903	-1,458	0	-28,362	-29,508	-27,350
Book value fixed-income securities at amortised cost 30.06. / 31.12.	**236,272,537**	**3,565,631**	**0**	**239,838,169**	**229,022,012**	**231,658,884**

BOOK VALUE OF LOANS AND RECEIVABLES AT AMORTISED COST

NOK THOUSAND	12 months ECL	Lifetime ECL (not credit impaired)	Lifetime ECL (credit impaired)	30.06.2026	30.06.2025	31.12.2025
	Stage 1	Stage 2	Stage 3	Total stage 1-3	Total stage 1-3	Total stage 1-3
Opening balance 01.01.	86,084,142	60,020	599,713	86,743,875	87,649,093	87,649,093
Transfer to stage 1	14,892	-14,892	0	0	0	0
Transfer to stage 2	-16,689	16,689	0	0	0	0
Transfer to stage 3	0	-1,994	1,994	0	0	0
Net changes	-1,905,951	-798	-6,661	-1,913,411	-1,678,500	-2,101,750
New loans	6,272,385	0	0	6,272,385	5,018,856	9,026,090
Write-offs	-3,258,148	-6,946	-262	-3,265,356	-3,905,472	-7,829,558
Loans and receivables measured at amortised cost 30.06. / 31.12.	**87,190,631**	**52,079**	**594,783**	**87,837,493**	**87,083,977**	**86,743,875**
Book value ECL	-4,075	-14	-138,791	-142,880	-172,376	-159,589
Book value loans and receivables measured at amortised cost 30.06. / 31.12.	**87,186,556**	**52,064**	**455,992**	**87,694,613**	**86,911,601**	**86,584,286**

BOOK VALUE OF LOANS AND RECEIVABLES - ALL OFF-BALANCE SHEET SEGMENTS

NOK THOUSAND	12 months ECL	Lifetime ECL (not credit impaired)	Lifetime ECL (credit impaired)	30.06.2026	30.06.2025	31.12.2025
	Stage 1	Stage 2	Stage 3	Total stage 1-3	Total stage 1-3	Total stage 1-3
Opening balance 01.01.	20,669	0	0	20,669	41,351	41,351
Transfer to stage 1	0	0	0	0	0	0
Transfer to stage 2	0	0	0	0	0	0
Transfer to stage 3	0	0	0	0	0	0
Net changes	1,073	5	0	1,078	1,087	1,250
Write-offs	-3,993	0	0	-3,993	-21,575	-21,933
Book value loans and receivables - excluded from the balance sheet 30.06. / 31.12.	**17,749**	**5**	**0**	**17,754**	**20,863**	**20,669**

Note 4 Claims

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Claims paid	7,840	7,346	15,154	14,289	28,672
Transfers of premium reserves to others	11	-157	902	4,132	4,171
Total claims	**7,852**	**7,189**	**16,056**	**18,422**	**32,843**

Note 5 Change in value of property investments

NOK MILLION	Q2 2026	Q2 2025	01.01.2026-30.06.2026	01.01.2025-30.06.2025	01.01.2025-31.12.2025
Value adjustment incl. foreign exchange	490	2,173	-1,550	2,236	4,971
Foreign exchange effect on hedging	74	-646	2,379	-236	-343
Net value adjustment incl. exchange hedging	**564**	**1,527**	**830**	**2,000**	**4,627**

The portfolio of investment properties, including investment properties owned via subsidiaries, has been valued as at 30.06.2026

Note 6 Pension obligations

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Net pension obligation 01.01.	**434**	**328**	**328**
Recognised pension expense	79	66	150
Recognised financial expense	11	9	22
Recognised plan changes	0	0	129
Change in actuarial assumptions own employees	-94	77	-90
Premiums / contributions received	-53	-48	-106
Net pension obligation 30.06. / 31.12.	**376**	**432**	**434**

ASSUMPTIONS	30.06.2026	30.06.2025	31.12.2025
Discount rate	4.00 %	3.70 %	3.90 %
Salary growth	4.00 %	4.00 %	4.00 %
The National Insurance basic amount (G)	3.75 %	3.75 %	3.75 %
Pension increases	2.75 %	3.00 %	2.75 %
Social security contribution rate	14.10 %	14.10 %	14.10 %
Capital activity tax	5.00 %	5.00 %	5.00 %

The effect of changes in the assumptions is a reduction in the liability by NOK 94 million as of 30.06.2026. The change is recognised under “Total other income and expenses that will not be reclassified to profit or loss”.

Note 7 Fair value hierarchy

NOK MILLION	Level 1	Level 2	Level 3	30.06.2026	30.06.2025	31.12.2025
ASSETS BOOKED AT FAIR VALUE						
CORPORATE PORTFOLIO						
Shares	0	0	3	3	4	3
Funds units	1,813	0	0	1,813	1,507	1,656
Private Equity	0	0	0	0	0	0
Shares and units	**1,813**	**0**	**3**	**1,816**	**1,511**	**1,659**
Certificates	0	49	0	49	500	0
Bonds	0	5,315	0	5,315	10,427	11,226
Fixed-income funds	10,015	0	0	10,015	3,067	3,125
Fixed-income securities	**10,015**	**5,364**	**0**	**15,379**	**13,994**	**14,351**
Loans and receivables	**371**	**122**	**0**	**493**	**2,200**	**1,274**
Financial derivatives	**0**	**2**	**0**	**2**	**348**	**0**
Other financial assets	**0**	**1**	**0**	**1**	**0**	**-1**
Total financial assets at fair value	**12,199**	**5,490**	**3**	**17,691**	**18,053**	**17,283**
Buildings and other real estate	**0**	**0**	**1,404**	**1,404**	**1,322**	**1,404**
Total corporate portfolio	**12,199**	**5,490**	**1,407**	**19,096**	**19,375**	**18,687**
COMMON PORTFOLIO						
Shares	122,190	2,213	6,065	130,468	107,102	118,072
Funds units	137,318	8,771	11,333	157,422	129,544	141,949
Private Equity	0	0	55,988	55,988	51,419	54,556
Shares and units	**259,509**	**10,984**	**73,386**	**343,878**	**288,065**	**314,578**
Certificates	2,815	6,310	0	9,125	7,341	5,922
Bonds	21,813	40,067	0	61,880	53,669	58,397
Fixed-income funds	36,538	11,412	18,302	66,252	53,162	64,400
Fixed-income securities	**61,166**	**57,789**	**18,302**	**137,257**	**114,172**	**128,719**

NOK MILLION	Level 1	Level 2	Level 3	30.06.2026	30.06.2025	31.12.2025
Loans and receivables	**15,746**	**1,059**	**0**	**16,805**	**16,895**	**18,717**
Financial derivatives	**0**	**387**	**0**	**387**	**2,904**	**1,036**
Other financial assets	**0**	**3,578**	**0**	**3,578**	**552**	**6,815**
Total common portfolio	**336,420**	**73,796**	**91,688**	**501,905**	**422,588**	**469,865**
INVESTMENT OPTION PORTFOLIO						
Funds units	1,199	13	44	1,255	1,377	1,516
Shares and units	**1,199**	**13**	**44**	**1,255**	**1,377**	**1,516**
Fixed-income funds	354	8	0	363	322	309
Fixed-income securities	**354**	**8**	**0**	**363**	**322**	**309**
Loans and receivables	**124**	**0**	**0**	**124**	**178**	**68**
Financial derivatives	**0**	**1**	**0**	**1**	**16**	**8**
Other financial assets	**0**	**0**	**0**	**0**	**1**	**0**
Total investment option portfolio	**1,677**	**22**	**44**	**1,743**	**1,894**	**1,901**
Total assets valued at fair value	**350,296**	**79,308**	**93,139**	**522,743**	**443,858**	**490,453**
LIABILITIES BOOKED AT FAIR VALUE						
CORPORATE PORTFOLIO						
Financial derivatives	0	108	0	108	79	12
Debt to credit institutions	7	0	0	7	562	252
Total corporate portfolio	**7**	**108**	**0**	**115**	**641**	**264**
COMMON PORTFOLIO						
Financial derivatives	0	7,551	0	7,551	1,778	1,700
Debt to credit institutions	0	0	0	0	1,715	60
Total common portfolio	**0**	**7,551**	**0**	**7,551**	**3,493**	**1,760**
INVESTMENT OPTION PORTFOLIO						
Financial derivatives	0	8	0	8	6	3
Debt to credit institutions	3	0	0	3	14	14
Total investment option portfolio	**3**	**8**	**0**	**11**	**20**	**17**
Total liabilities at fair value	**10**	**7,667**	**0**	**7,677**	**4,154**	**2,041**

NOK MILLION	Level 1	Level 2	Level 3	Fair value 30.06.2026	Book value 30.06.2026	Fair value 30.06.2025	Book value 30.06.2025	Fair value 31.12.2025	Book value 31.12.2025
ASSETS BOOKED AT AMORTISED COST									
CORPORATE PORTFOLIO									
Bonds	0	17,034	0	17,034	17,643	16,432	16,849	16,683	17,175
Total fixed-income securities	**0**	**17,034**	**0**	**17,034**	**17,643**	**16,432**	**16,849**	**16,683**	**17,175**
Total corporate portfolio	**0**	**17,034**	**0**	**17,034**	**17,643**	**16,432**	**16,849**	**16,683**	**17,175**
COMMON PORTFOLIO									
Bonds	0	212,975	0	212,975	221,326	205,112	211,128	206,397	213,424
Total fixed-income securities	**0**	**212,975**	**0**	**212,975**	**221,326**	**205,112**	**211,128**	**206,397**	**213,424**
Lending secured by collateral	0	3,023	0	3,023	3,100	3,306	3,391	3,099	3,159
Lending secured by local government guarantee	0	79,297	0	79,297	80,009	77,272	78,115	78,170	78,713
Foreign lending secured by collateral and local government guarantee	0	4,585	0	4,585	4,585	5,406	5,406	4,713	4,713
Total other loans and receivables	**0**	**86,905**	**0**	**86,905**	**87,695**	**85,983**	**86,912**	**85,982**	**86,584**
Total common portfolio	**0**	**299,880**	**0**	**299,880**	**309,020**	**291,095**	**298,040**	**292,379**	**300,008**
INVESTMENT OPTION PORTFOLIO									
Bonds	0	837	0	837	870	1,013	1,044	1,025	1,060
Total fixed-income securities	**0**	**837**	**0**	**837**	**870**	**1,013**	**1,044**	**1,025**	**1,060**
Total investment option portfolio	**0**	**837**	**0**	**837**	**870**	**1,013**	**1,044**	**1,025**	**1,060**
Total assets at amortised cost	**0**	**317,752**	**0**	**317,752**	**327,533**	**308,540**	**315,934**	**310,087**	**318,243**
LIABILITIES BOOKED AT AMORTISED COST									
CORPORATE PORTFOLIO									
Hybrid Tier 1 securities	0	0	0	0	0	1,308	1,308	0	0
Total corporate portfolio	**0**	**0**	**0**	**0**	**0**	**1,308**	**1,308**	**0**	**0**
Total liabilities at amortised cost	**0**	**0**	**0**	**0**	**0**	**1,308**	**1,308**	**0**	**0**

Changes in level 3, financial assets and investment property	Corporate portfolio		Common portfolio				Investment option portfolio
NOK MILLION	**Shares**	**Buildings and other real estate**	**Shares**	**Fund units**	**Private equity**	**Fixed-income funds**	**Fund units**
Opening balance 01.01.2026	3	1,404	6,126	11,125	54,556	18,238	44
Sold	0	0	-37	-217	-2,161	-1,125	-1
Bought	0	0	22	253	2,628	1,438	0
Unrealised changes	0	0	-45	173	964	-249	2
Closing balance 30.06.2026	**3**	**1,404**	**6,065**	**11,333**	**55,988**	**18,302**	**44**
Realised gains/losses	0	0	7	7	900	25	0

The amounts in the level distribution can in turn be found in the financial position statement under the various portfolios' allocation of "financial instruments at fair value" and "buildings and other real estate". Unrealised changes are reflected in the line "Value changes on investments" in the different portfolios in the income statement.

Fair value should be a representative price based on what a corresponding asset or liability would have been traded for on normal market terms and conditions. The highest quality in regard to fair value is based on quoted prices in an active market.

A financial instrument is considered to be quoted in an active market if quoted prices are readily and regularly available from a stock market, dealer, broker, industry grouping, pricing service or regulatory authority, and these prices represent actual and regularly occurring arm's length transactions.

Level 1:
Instruments at this level obtain fair value from listed prices in an active market for identical assets or liabilities that the entity has access to at the reporting date. Examples of instruments at level 1 are stock market listed securities.

Level 2:
Instruments at this level are not considered to have an active market. Fair value is obtained from observable market data, which includes prices based on identical instruments, but where the instrument does not maintain a high enough trading frequency, and prices based on similar assets and price-leading indicators that can be confirmed from market information Fixed income securities priced on the basis of interest rate paths are examples of instruments at level 2.

Level 3:
Instruments at level 3 contain no observable market data or are traded in markets considered to be inactive. The price is based generally on discrete calculations where the actual fair value may deviate if the instrument were to be traded. KLP's instruments at level 3 include unlisted shares and Private Equity.

Valuation of items in the various levels is described in Note 7 for the Group. For a description of the pricing of investment property, refer to the last published annual report.

The level-based classification of financial assets and liabilities carried at amortised cost will be as follows: assets classified as held to maturity will be included in level 1. Loans, along with borrowings and receivables, will be included in level 2. Liabilities measured at amortised cost will be categorised as follows: subordinated loans are included in both level 1 and 2, hybrid Tier 1 securities are included in level 2 and debt to credit institutions is included in level 1. Information regarding pricing of these interest bearing instruments are available in Note 7 for the Group.

For level 3 securities in the common portfolio, a change in MSCI Europe index of +/- 10 percent will result in a change in value of +/-NOK 1,184 million for shares and funds units, +/- NOK 8,398 million in private equity and +/- NOK 732 million in fixed-income funds. A corresponding change in the investment portfolio will result in a value change of +/- 3 million in funds units. A sensitivity analysis for investment property is available in the last published annual report.

When securities are moved between levels, criteria related to the number of trading days and the trading volumes of the shares are used to distinguish between Level 1 and Level 2. The general principles related to the distribution between levels basically concern whether the asset or liability is listed or not and whether the listing can be stated to be in an active market. As regards shares, there is a further distinction between trading days and amount of trading which separates out listed securities that do not form part of an active market. The values at the end of the reporting period provide the basis for any movement between the levels.

During second quarter, NOK 465 million moved from level 1 to level 2, 4 million from level 1 to level 3, and 74 million from level 2 to level 1. The movements are due to changes in liquidity. There were no other movements between the levels in KLP.

Note 8 Liabilities

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
Liabilities related to direct insurance	749	1,406	1,858
Liabilities to credit institutions	10	2,291	326
Financial derivatives	7,667	1,863	1,715
Other liabilities	5,382	4,847	7,500
Total liabilities	**13,809**	**10,406**	**11,400**

Note 9 Capital adequacy

The Solvency II balance sheet includes assets and liabilities at fair value. Assets that have any other value in the financial statements are therefore adjusted up or down. For KLP's insurance obligations, there are no observable market values. These are therefore calculated using a best estimate based on actuarial assumptions. There is also a risk margin which is intended to reflect a third party's capital costs on taking over these liabilities.

Tier 1 own funds are taken from the Solvency II balance sheet along with the hybrid Tier 1 securities.. In the calculation of eligible own funds, the hybrid Tier 1 securities are limited to 20 percent of total eligible Tier 1 own funds. Any excess exposure will be included in Tier 2 own funds. Tier 2 own funds also include subordinated debt, the risk equalisation fund, the natural perils fund and ancillary own funds The Financial Supervisory Authority of Norway has accepted that KLP's right to call in further member contributions if necessary, which is laid down in the company's articles of association, can be counted as ancillary own funds, in an amount corresponding to 2.5 percent of the company's premium reserve. Tier 3 own funds consists of any net deferred tax asset.

In calculating the eligible own funds to cover the solvency capital requirement, eligible Tier 1 own funds must make up at least 50 percent of the solvency capital requirement, eligible Tier 3 items must constitute less than 15 percent of the solvency capital requirement, and the sum of eligible Tier 2 and 3 own funds must not exceed 50 percent of the solvency capital requirement. In calculating the eligible capital to cover the minimum solvency capital requirement, eligible Tier 1 own funds must make up at least 80 percent of the minimum requirement, and eligible Tier 2 own funds must not exceed 20 percent of the minimum requirement. Tier 3 own funds and ancillary own funds are not eligible to cover the minimum requirement.

Without the use of temporary deductions from technical provisions, the company's solvency ratio is 324 percent, which is well above the company's target of at least 150 percent. With the temporary deduction, the solvency ratio is 324 percent.

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
ELIGIBLE OWN FUNDS			
Assets	999,546	900,837	926,229
Liabilities	-945,440	-851,455	-873,589
Excess of assets over liabilities	**54,107**	**49,382**	**52,640**
- Risk equalization fund	-4,515	-4,123	-4,310
+ Hybrid tier 1 securities	0	1,308	0
Tier 1 basic own funds	**49,592**	**46,567**	**48,331**
Sum tier 1 own funds	**49,592**	**46,567**	**48,331**
Subordinated loan capital	0	0	0
Risk equalization fund	4,515	4,123	4,310
Tier 2 basic own funds	**4,515**	**4,123**	**4,310**
Ancillary own funds	17,518	16,167	16,518
Tier 2 ancillary own funds	**17,518**	**16,167**	**16,518**
Sum tier 2 own funds	**22,033**	**20,290**	**20,828**
Sum tier 3 own funds	**0**	**0**	**0**
Eligible own funds to cover the solvency capital requirement - tier 1	49,592	46,567	48,331
Eligible own funds to cover the solvency capital requirement - tier 2	9,055	8,144	8,536
Eligible own funds to cover the solvency capital requirement - tier 3	0	0	0
A Eligible own funds to cover the solvency capital requirement	**58,646**	**54,711**	**56,867**
Eligible own funds to cover the minimum requirement - tier 1	49,592	46,567	48,331
Eligible own funds to cover the minimum requirement - tier 2	905	814	854
B Eligible own funds to cover the minimum consolidated group capital requirement	**50,497**	**47,381**	**49,184**

NOK MILLION	30.06.2026	30.06.2025	31.12.2025
CAPITAL REQUIREMENT			
Market risk	232,031	191,726	212,575
Counterparty risk	3,066	2,802	3,016
Operational risk	168,825	140,862	154,649
Diversification	-83,687	-69,724	-76,804
Operational risk	4,125	3,714	3,814
Loss absorbing capacity of technical provisions	-304,535	-251,500	-278,543
Loss absorbing capacity deferred tax	-1,717	-1,591	-1,633
C Solvency capital requirement	**18,109**	**16,288**	**17,073**
Absolute floor of the minimum capital requirement	47	48	47
Linear minimum capital requirement	-1,836	2,457	-409
Lower boundary (25% of the solvency capital requirement)	4,527	4,072	4,268
Upper boundary (45% of the solvency capital requirement)	8,149	7,330	7,683
D Minimum capital requirement	**4,527**	**4,072**	**4,268**
CAPITAL ADEQUACY			
SCR ratio (A/C)	**324 %**	**336 %**	**333 %**
MCR ratio (B/D)	**1,115 %**	**1,164 %**	**1,152 %**

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