



Financial results Q2 2023

KLP Group

Oslo, 28th August 2023

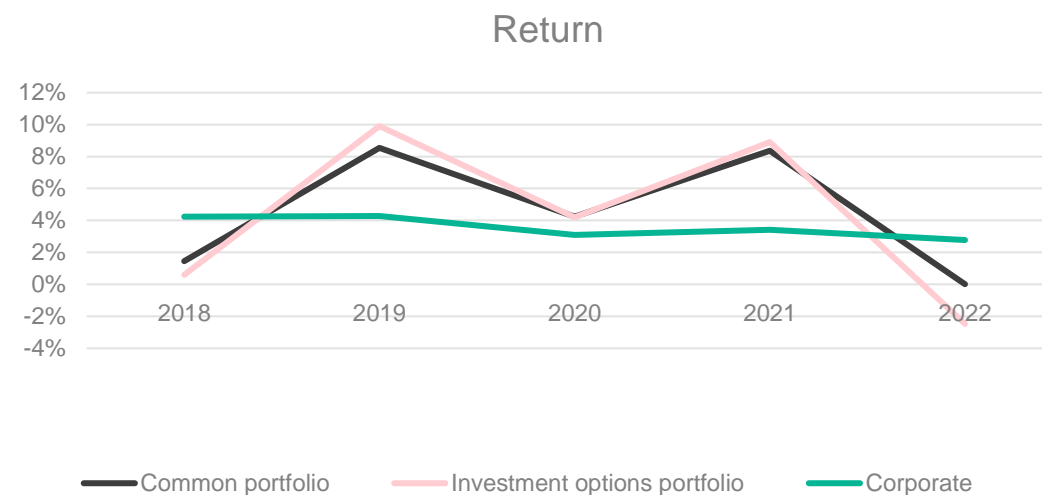
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Main features

- Total group assets: NOK 956.3 billion
- Common portfolio of life company returned 4.2 per cent after first half 2023
- Corporate portfolio returned 1.5 per cent after first half 2023
- Solvency ratio KLP: 330 per cent

	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Common portfolio				
Return	1.7 %	2.5 %	1.4 %	-0.6 %
Return incl. HTM bonds/bonds booked at amortised costs	0.6 %	2.6 %	2.1 %	-1.1 %
Investment options portfolio	2.2 %	3.4 %	1.8 %	-0.8 %
Corporate portfolio	0.6 %	0.9 %	1.4 %	0.5 %



KLP Group – results by segment

NOK million	30.06.2023	31.03.2023	31.12.2022	30.09.2022
Life insurance	-205	34	918	461
Non-life insurance	189	99	-10	-50
Banking	121	53	116	97
Asset management	4	11	5	-19
Other	0	0	2	1
Group result before tax	-1 989	-2 049	1 652	973

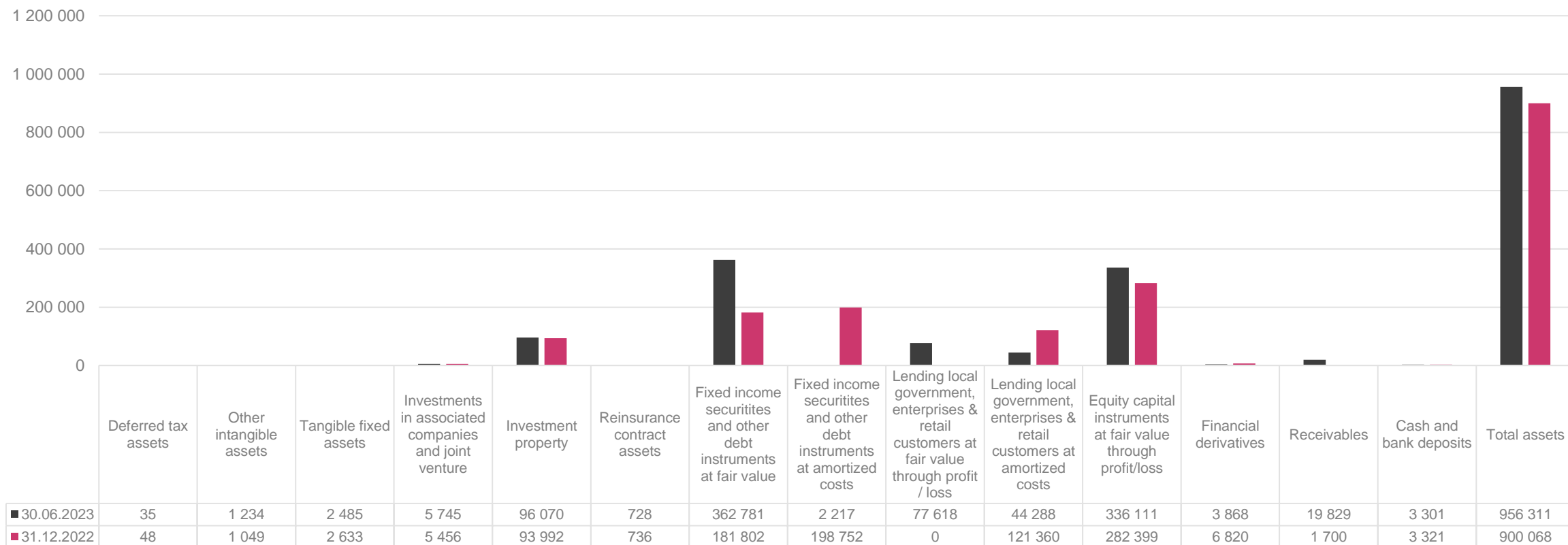
KLP Group – main figures - results

NOK MILLIONS	30.06.2023	30.06.2022	31.12.2022
Insurance service result	66	398	2 022
Net income from investments measured at fair value with changes in P/L	41 590	5 324	8 748
Net income from investments not measured at fair value with changes in P/L	39	- 45 255	- 37 425
Fair value adjustment investment properties and rental income	-63	7 043	6 558
Net interest income banking	222	160	371
Unit holder's value change in consolidated securites funds	-20 540	19 276	15 966
Total net income	21 248	-13 452	- 5 783
Policyholder's share of changes in fair value of underlying items	-21 946	31 343	21 992
Other insurance related financial cost	6	49	49
Net insurance related financial cost	-21 939	31 392	22 040
Net insurance services and financial result	-625	18 338	18 279
Net costs subordinated loan and hybrid Tier 1 securities	-551	- 134	- 169
Operating expenses	-621	- 564	- 1 159
Other income	23	260	305
Other expenses	-214	- 39	- 25
Pre-tax income	-1 989	17 861	17 232
Cost of taxes ¹	-761	- 384	- 826
Income	-2 750	17 478	16 405

KLP Group - Balance

Assets

NOK million



■ 30.06.2023 ■ 31.12.2022

KLP Group - Balance

Own funds and liabilities

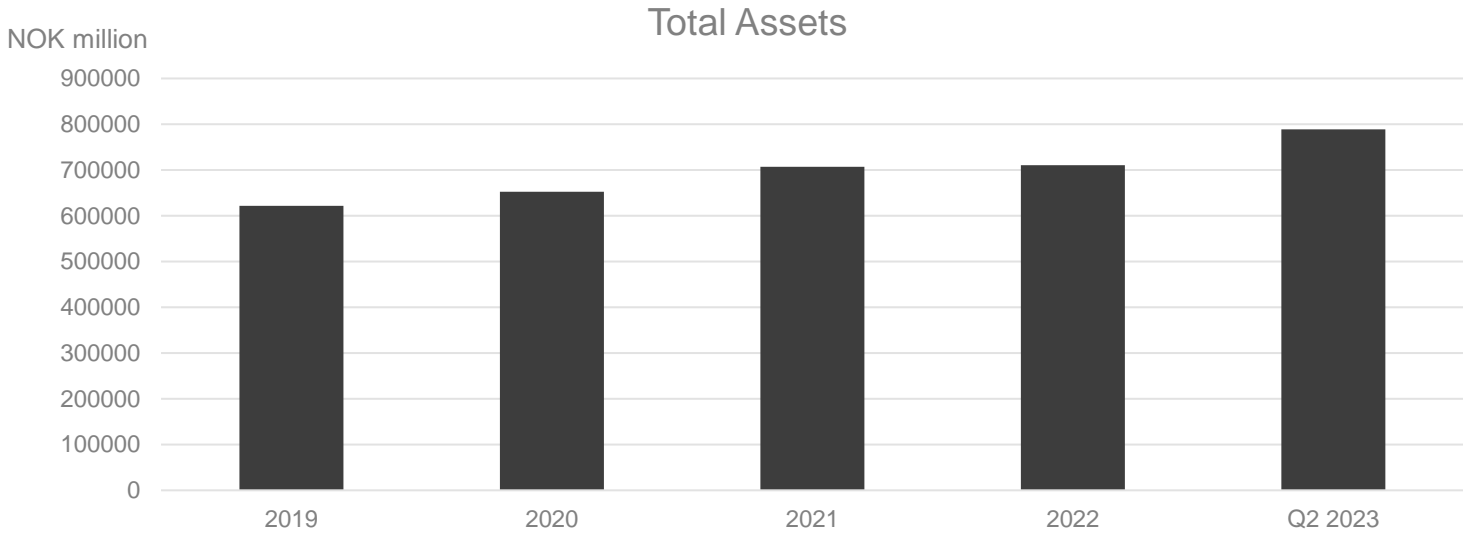
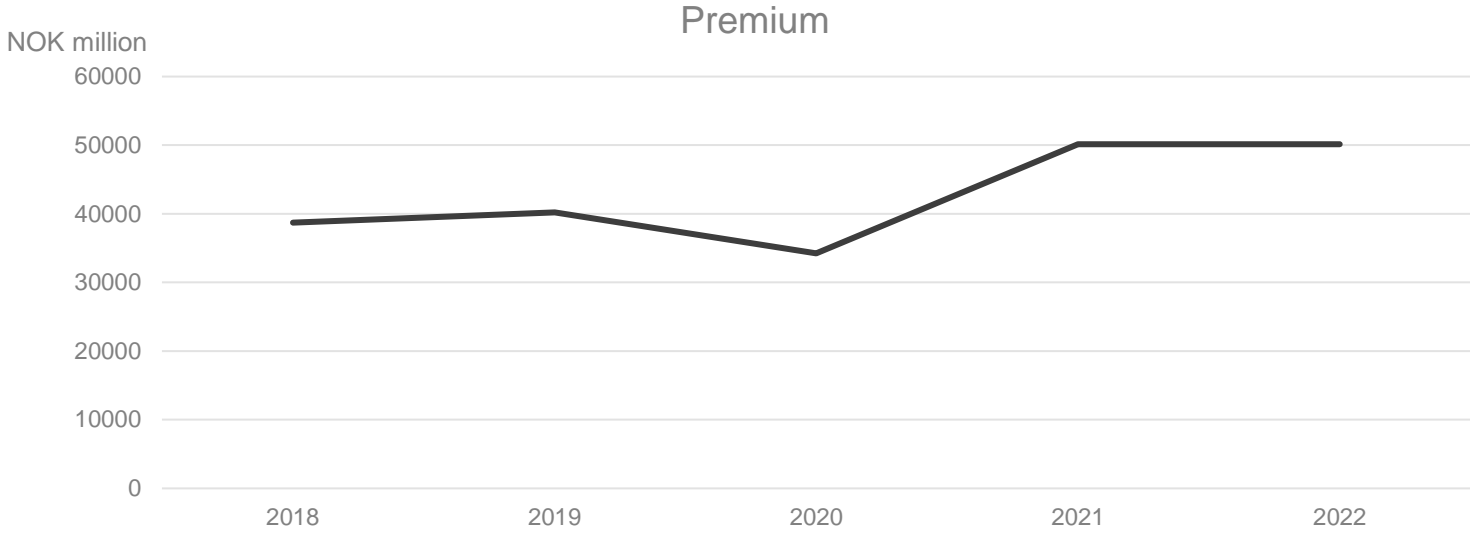
NOK million



	Hybrid Tier 1 securities and subordinated loan capital	Pension obligations	Insurance obligations with the right to residual value	Other insurance liabilities	Covered bonds issued	Debt to credit institutions	Liabilities to and deposits from customers	Financial derivatives	Deferred tax	Other current liabilities	Equity	Unit holders's interest in consolidated securities funds	Total equity and liabilities
■ 30.06.2023	4 886	469	707 079	3 776	30 606	4 368	14 524	4 853	1 144	24 169	-3 623	164 060	956 311
■ 31.12.2022	4 575	818	686 861	3 181	32 430	6 683	13 779	3 158	1 153	4 152	8 450	134 831	900 068

■ 30.06.2023 ■ 31.12.2022

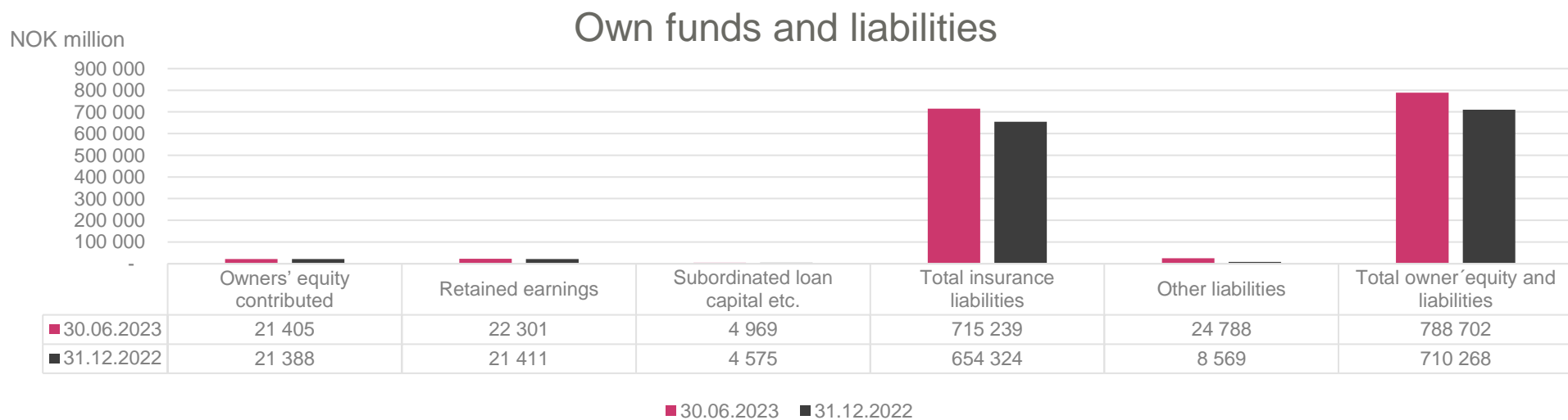
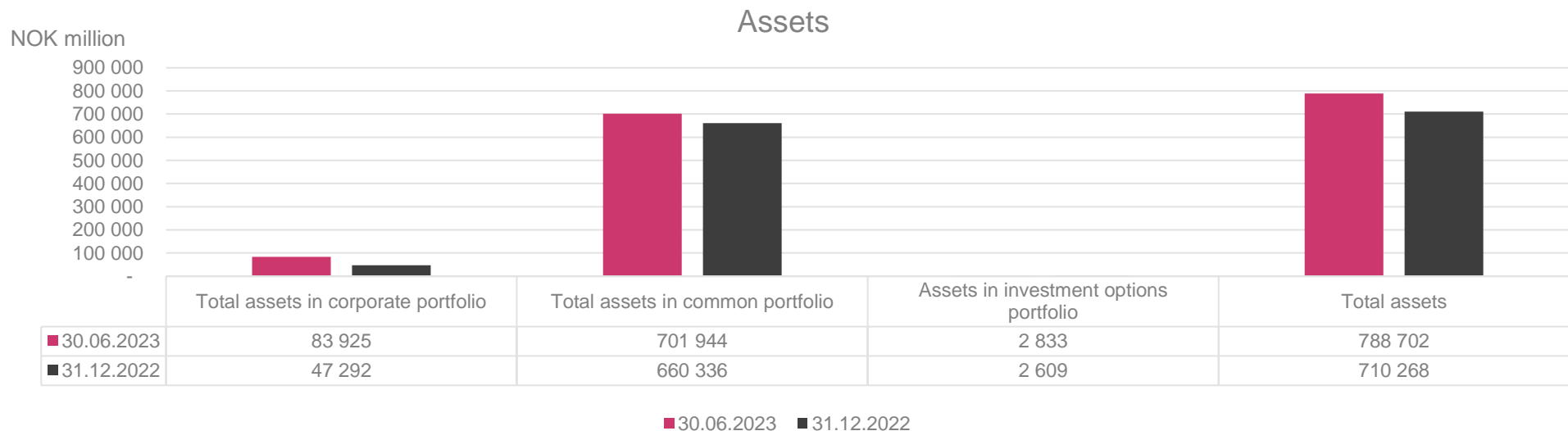
KLP Life



KLP – Appropriation of results

Nok million	Result Customers	Result Company	30.06.2023	31.12.2022
Interest result common portfolio	21 049	195	21 244	-20 007
Risk result	270		270	651
Premium interest rate guarantee		144	144	266
Administration result		62	62	-17
Net income corporate portfolio		374	374	811
Tax		-172	-172	-115
Other result elements		290	290	94
Total	21 318	892	22 210	-18 409

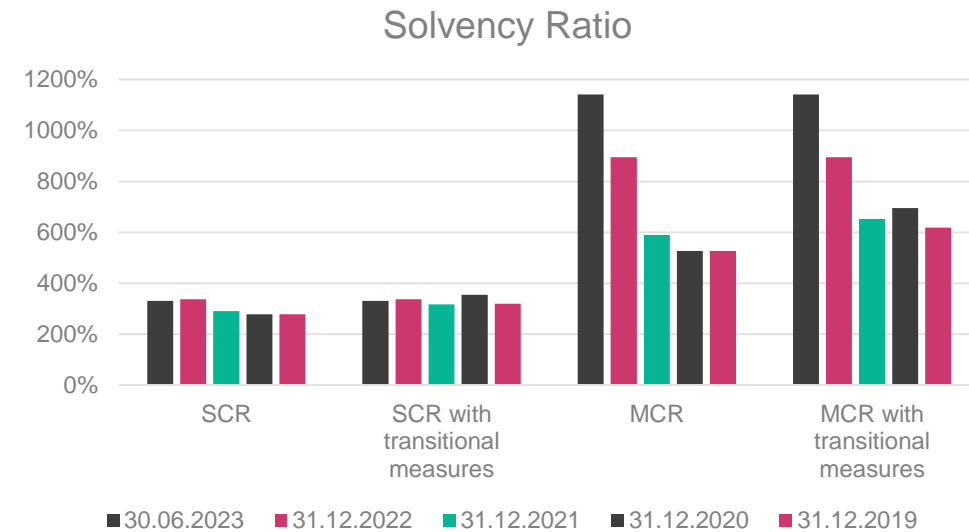
KLP Life - Balance



KLP Life - Solvency

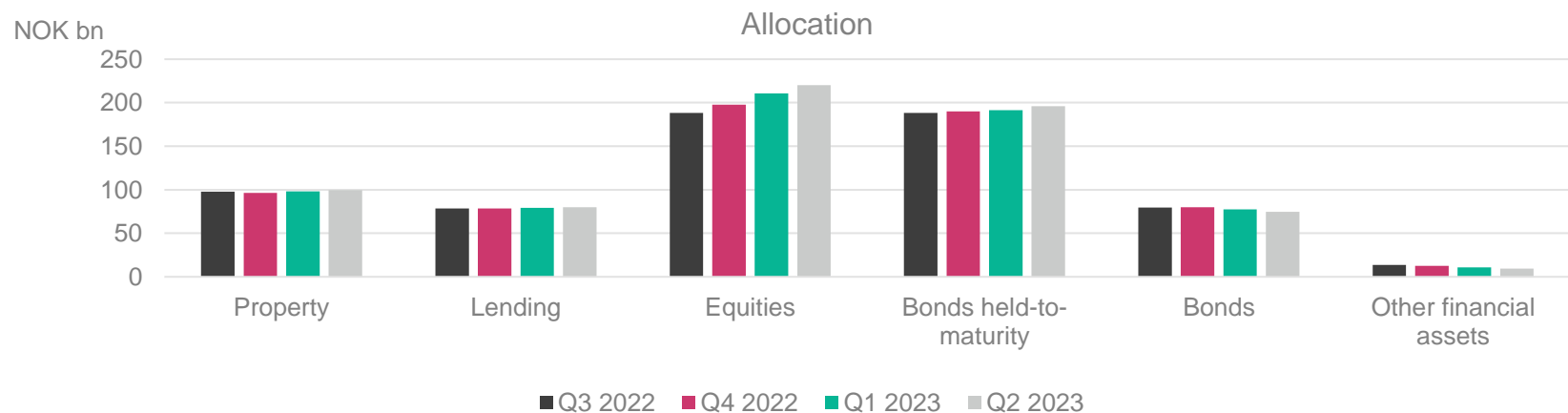
- Solvency ratio Q2: 330 per cent
- Minimum solvency ratio Q2: 1 141 per cent

	30.06.2023	31.03.2023	31.12.2022	30.09.2022
Solvency ratio (SCR)	330 %	316 %	337 %	341 %
Solvency ratio (SCR) with transitional measures	330 %	316 %	337 %	341 %
Minimum solvency ratio (MCR)	1 141 %	835 %	895 %	1 139 %
Minimum solvency ratio (MCR) with transitional measures	1 141 %	835 %	895 %	1 139 %



KLP Life - Common Portfolio

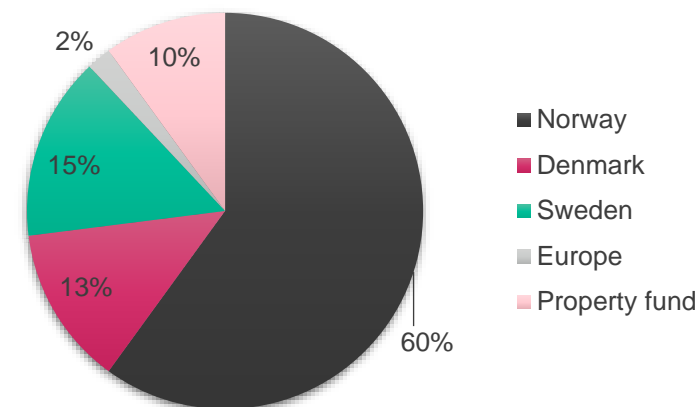
	Share*	Return	Share*	Return
	30.06.2023	30.06.2023	31.12.2022	31.12.2022
Equities	32.4 %	11.7 %	30.2 %	-8.0 %
Bonds	11.0 %	1.3 %	12.2 %	-9.9 %
Bonds held-to-maturity	28.8 %	1.6 %	29.0 %	3.3 %
Lending	11.7 %	1.7 %	12.0 %	2.5 %
Property	14.6 %	-0.8 %	14.7 %	7.1 %
Other financial assets	1.4 %	1.8 %	1.9 %	1.6 %



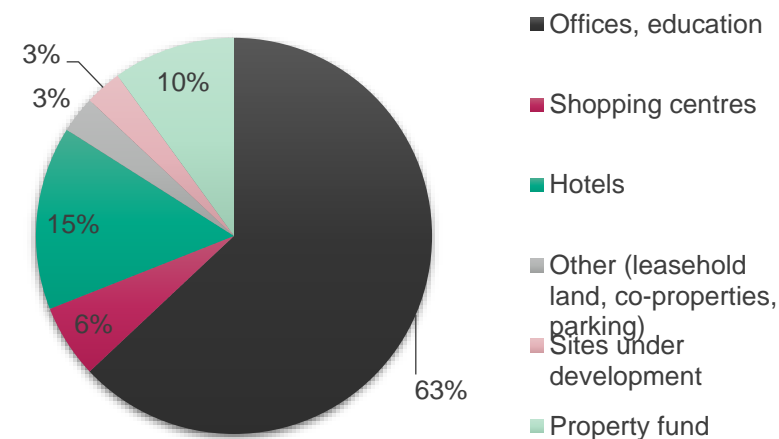
KLP - Property

- The portfolio written down by NOK 1 787 million (-1.7%) in the quarter
- Investments or sales in 2023
 - During first half 2023, 1,562 million was invested in property funds
 - In the second quarter, Munkedamsveien 62 in Oslo was taken over

Property value - by country



Property value - by sector



KLP – Property

NOK million	30.06.2023	31.03.2023	31.12.2022	30.09.2022
Fair value total portfolio	105 540	104 328	102 497	104 102
Fair value common portfolio	99 916	98 502	96 668	98 198

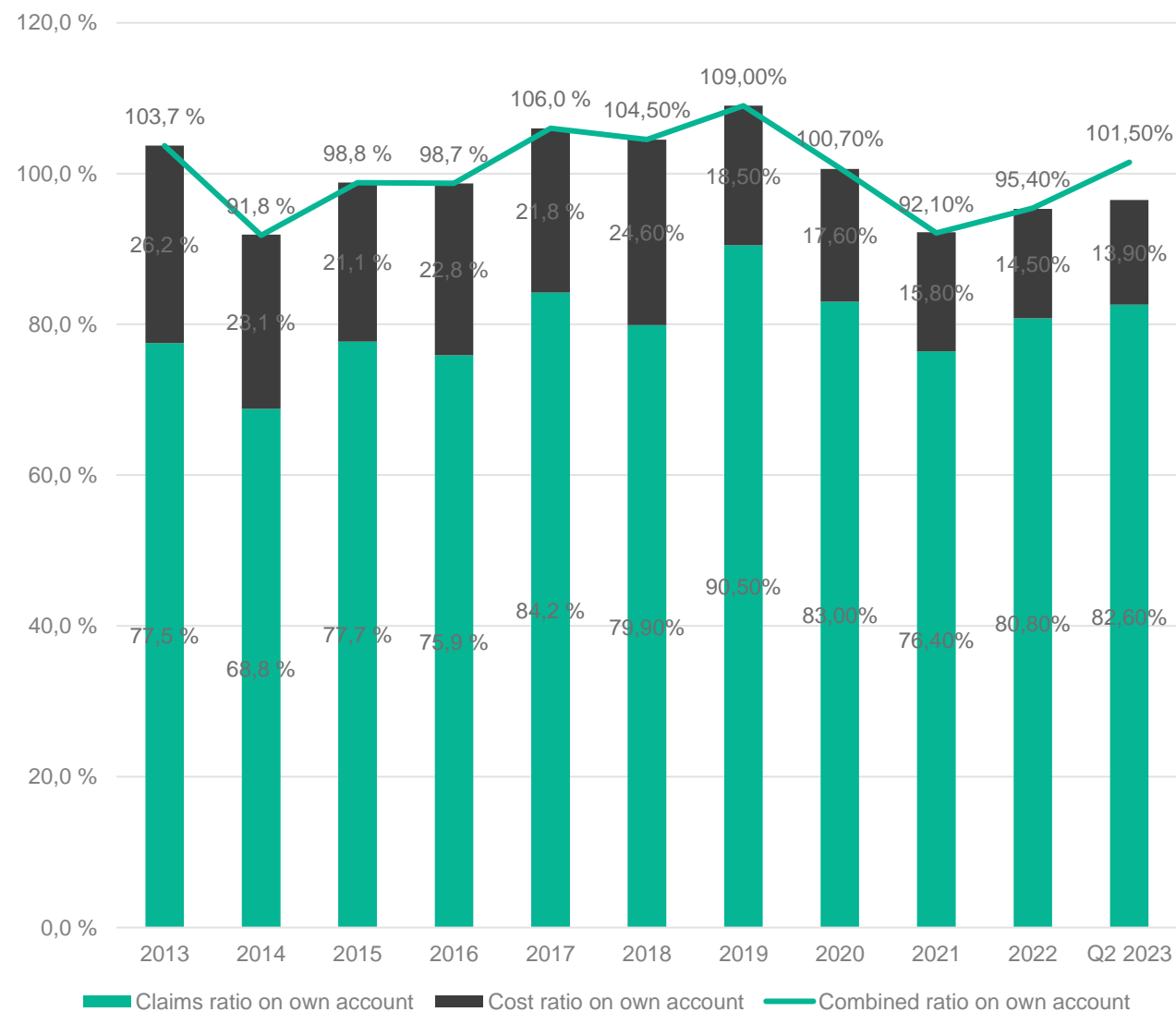
All figures Incl exchange-rate hedged and property fund

	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Value adjustment in per cent	-1.7 %	-0,9 %	-2,3 %	0,2 %
Value adjustment in per cent common portfolio	-1.6 %	-1,0 %	-2,3 %	0,2 %
Total return common portfolio	-0.7 %	-0,2 %	-1,5 %	0,9 %

All figures Incl exchange-rate hedged and property fund

KLP Skadeforsikring (non-life insurance)

- Quarterly result of NOK 90 million before tax and NOK 189 million first half
- Good growth in all portfolios - premiums written increased by NOK 159 million (14,8 per cent) in the last 12 months
- Financial return of NOK 47 million in the quarter, corresponding to 0.9 per cent
- Solvency ratio: 222 per cent



KLP Skadeforsikring (non-life insurance)

NOK million	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Premium written f.o.a.	599.5	630.1	571.7	557.3
	-428.4	-587.4	-462.3	-935.2
Claims f.o.a.	-83.2	-87.8	-85.0	-66.4
Insurance related expenses	87.9	-45.1	24.5	-444.3
Other insurance related income	-75.8	14.1	4.0	415.5
Result from technical activities	47.2	149.8	41.3	-24.2
Result from investment activities	26.3	-29.9	-13.8	13.6
Other income	4.6	0.4	6.2	0.6
Result from ordinary operation	90.2	99.3	62.2	-38.9
Estimated tax expense	-32.3	-25.7	-38.3	9.5
Other elements	39.1	3.4	10.9	1.1
Provisions for equity fund	-23.8	1.5	18.3	15.7
Result after provisions for equity fund	73.2	78.6	53.1	-12.6

KLP Skadeforsikring (non-life insurance)

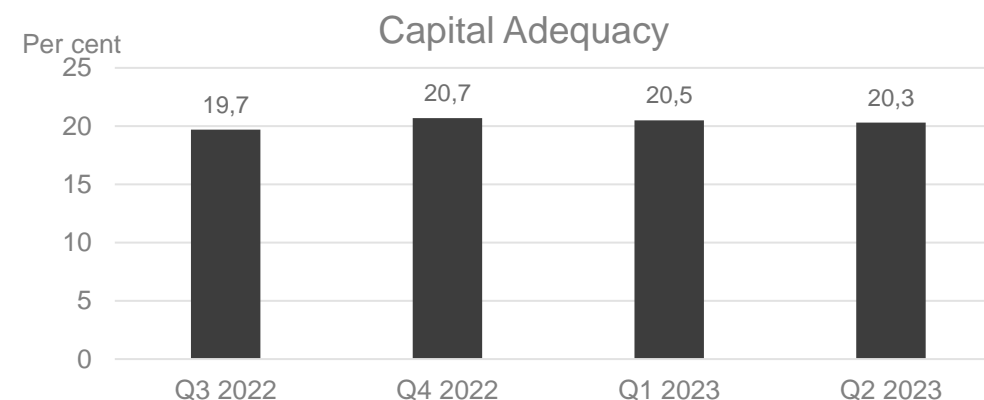
Revenues, NOK million	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Gross premium written	600	630	571	558
	-428	-587	-462	-935
Premium income for own account	-76	14	4	416
Claims paid for own account	-83	-88	-85	-66
Insurance related costs for own account	74	130	28	-11
Results	90	99	62	-39

Key figure balance sheet, NOK million	30.06.2023	31.03.2023	31.12.2022	30.09.2022
Financial assets	5 979	6 028	5 195	5 283
Total assets	6 868	6 947	6 109	6 166
Equity	2 543	2 446	2 370	2 339
Provisions in insurance funds for own account	3 048	3 150	2 445	2 617

KLP Bank-group – main figures

- The total number of active customers Q2 2023 was 50,231 customers. The net customer growth retail market became 534 customers second quarter and 1,427 first half
- In the first of 2023, we received an increase in mortgage lending of NOK 168 million.
- The Group's capital adequacy ratio is 20.3 per cent, which is well above the ICAAP of 19.5 per cent.
- The current capital target of 19.5% is applicable from Q1 2023 following the increases in the countercyclical capital buffer which increased from 1.5 to 2 per cent on 31. December 2022 and then to 2.5 per cent from 31. March 2023, as well as the systemic risk buffer increasing from 3 to 4.5 per cent from 31. December 2023

NOK million	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Net interest revenues	110.6	110.2	110.5	99.2
Net fee – and commissions income	7.4	5.8	7.1	7.4
Management fees	15.3	15.3	15.2	12.7
Operating cost	-62.5	-71.4	-66.3	-57.4
Value changes financial instruments	-2.6	-6.7	16.6	-6.9
Pre-tax earnings	68.3	53.1	83.0	55.0
Total assets	49 557	49 373	50 511	49 369



KLP Bank-group – main figures

KLP Kommunekreditt, NOK million	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Net interest revenues	26.5	25.3	33,4	29,2
Operating cost	-5.7	-5.0	-5,1	-5,6
Value changes financial instruments	-3.2	-2.5	6,1	-3,3
Pre-tax earnings	17.6	17.8	34,3	20,2
Total assets	21 949	21 843	22 548	21 246

KLP Banken. NOK million	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Net interest revenues	64.4	60.7	58,3	50,9
Net fee – and commissions income	7.4	5.8	7,1	7,4
Management fees	15.3	15.3	15,2	12,7
Operating cost	-42.4	-50.3	-47,0	-35,7
Value changes financial instruments	-0.4	-3.0	6,3	-3,6
Pre-tax earnings	44.4	28.6	39,9	31,7
Total assets	19 013	18 494	18 174	18 049

KLP Boligkreditt. NOK million	Q2 2023	Q1 2023	Q4 2022	Q3 2022
Net interest revenues	19.8	24.1	18,7	19,2
Operating cost	-14.4	-16.1	-14,1	-16,1
Value changes financial instruments	-0.5	-2.6	2,8	-1,4
Pre-tax earnings	5.0	5.3	7,4	1,7
Total assets	13 600	13 843	14 087	14 110

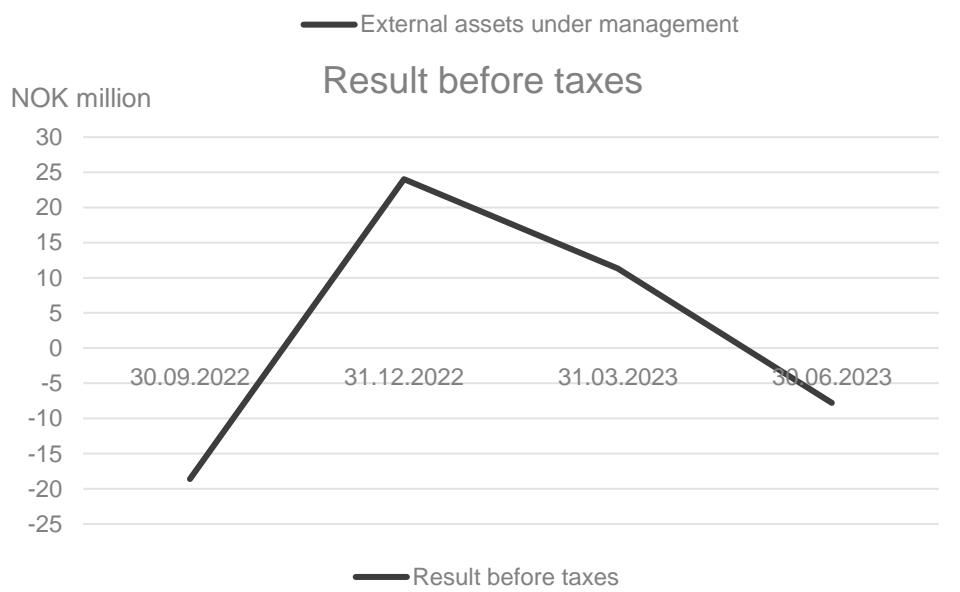
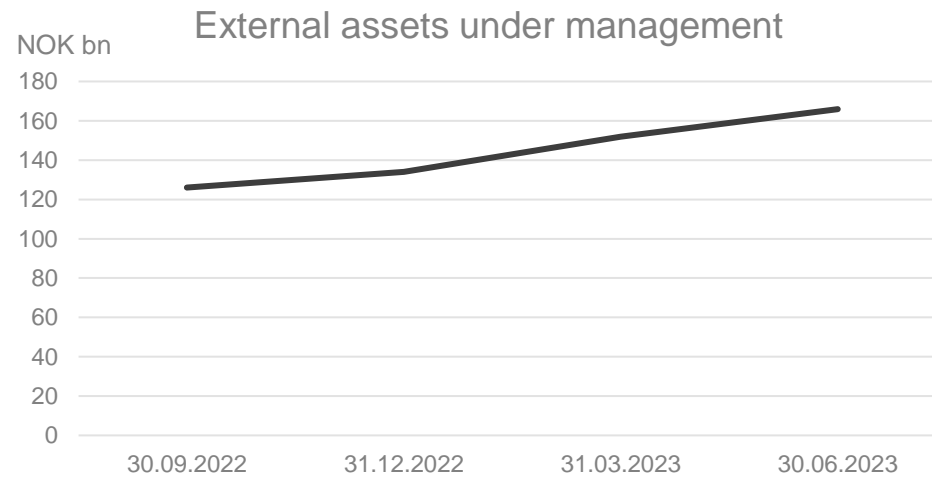
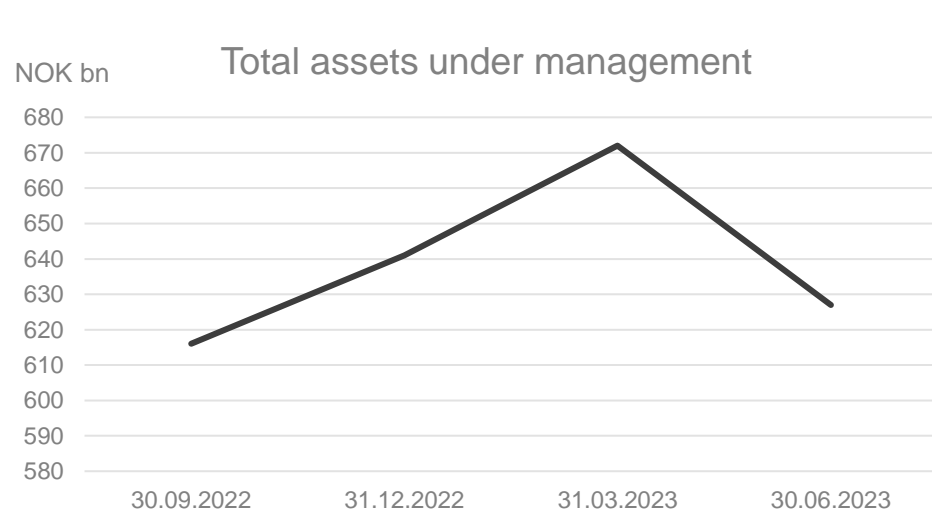
KLP Bank-group – lending and deposits

Mortgage loans, NOK billion	30.06.2023	31.03.2023	31.12.2022	30.09.2022
KLP Banken AS	10.8	10.5	10.9	10.6
KLP Boligkreditt AS	12.6	12.8	12.2	12.7
KLP (Management agreement)	2.9	2.9	2.9	3.0
Total	26.3	26.1	26.1	26.3

Public sector loans, NOK billion	30.06.2023	31.03.2023	31.12.2022	30.09.2022
KLP Kommunekreditt AS	19.4	19.3	19.1	18.7
KLP (Management agreement)	69.0	68.5	68.0	73.8
KLP (currency loans)	5.7	5.6	5.3	6.2
Total	94.1	93.4	92.5	98.7

Deposits, NOK billion	30.06.2023	31.03.2023	31.12.2022	30.09.2022
KLP Banken AS	14.9	14.6	14.2	14.0
Total	14.9	14.6	14.2	14.0

KLP Kapitalforvaltning (Asset management)



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

Contacts in KLP

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