



OSLO PENSJONSFORSIKRING

# Results. First quarter, 2017

May 2nd, 2017

Oslo Pensjonsforsikring AS and Oslo Forsikring AS



# About the group



OSLO PENSJONSFORSIKRING

- Oslo Pensjonsforsikring AS is a life insurance company owned by the City of Oslo.
- The OPF group offers
  - Public pension defined benefit schemes,
  - Group life and
  - Occupational injury insurance, all through OPF, and
  - Non-life insurance through the subsidiary Oslo Forsikring AS

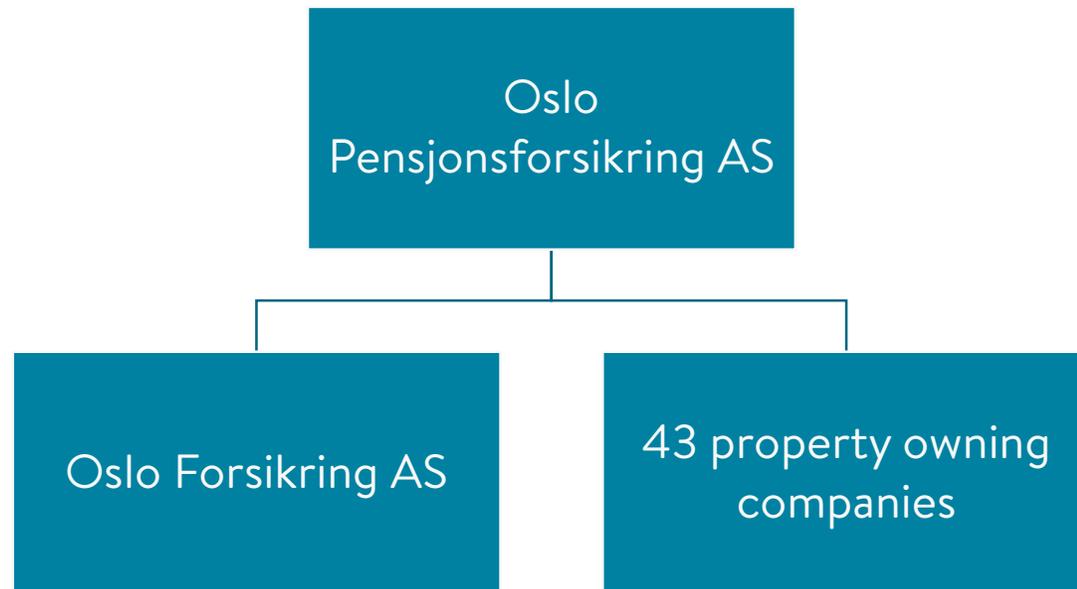
to the City of Oslo and associated entities. State-owned hospital corporations in Oslo are also pension customers of OPF.

- Assets corresponding to policy holders' funds are managed in the Common Portfolio while equity and capital are managed in the Corporate Portfolio.
- The company is regulated by the Norwegian FSA.

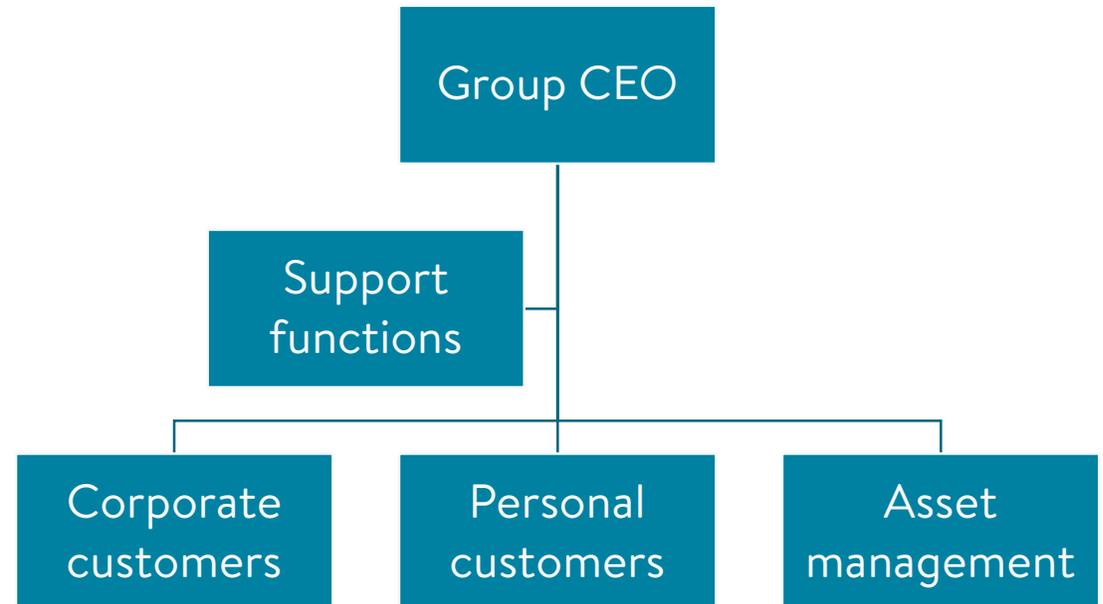


# Legal and organizational structure

## Group legal structure



## Organizational structure





# Good results and high returns for the customers

- The group's result was 290 million (36 million) NOK in the first quarter of 2017.
- Value-adjusted return on customer funds was 2,8 (0,3) per cent. The return was 8,0 per cent over the last four quarters.
- Solvency capital ratio (standard model) was 482 per cent for the parent company as of the end of the quarter, against 490 per cent at the end of the previous quarter.

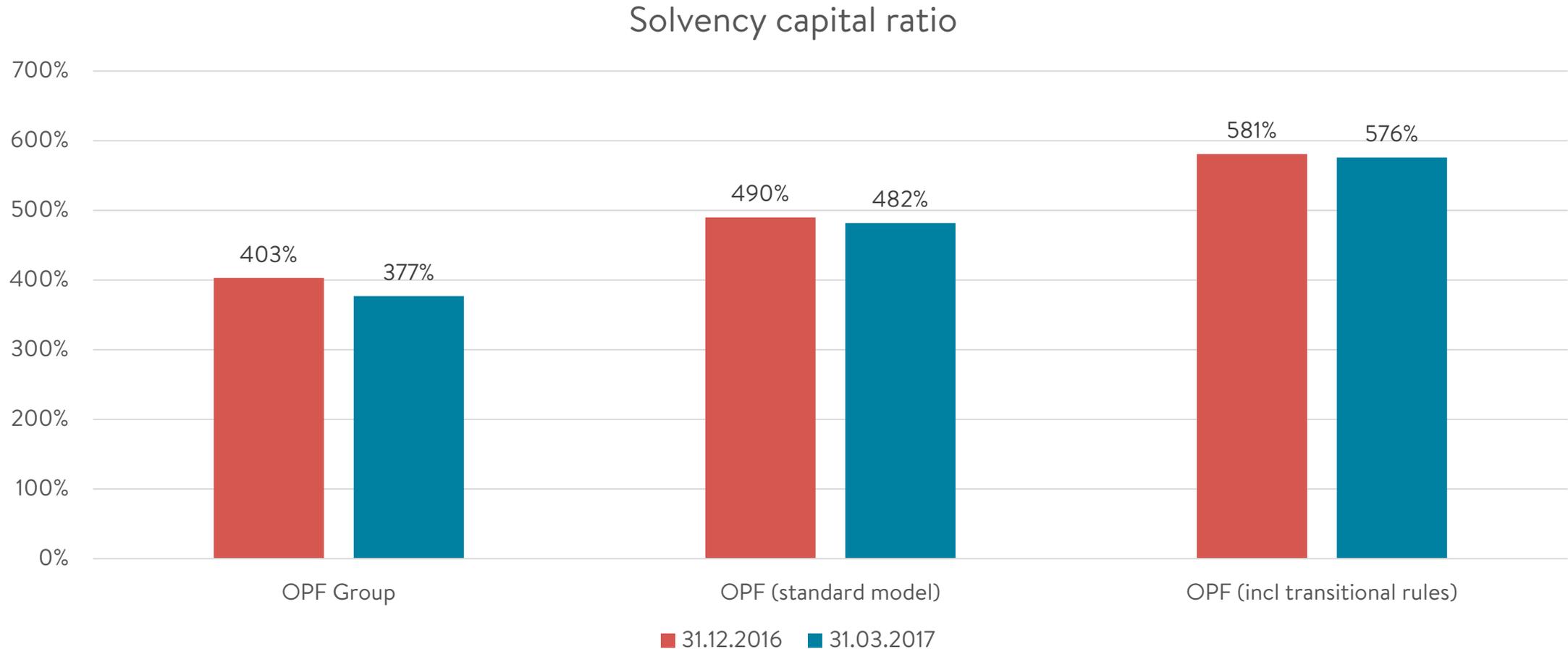


# Oslo Pensjonsforsikring Group. Quarterly results by business line.

Million NOK	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Q1 2016	2016
<b>Result from Pension insurance</b>	134	96	75	200	-17	353
- The company's share of the risk result	52	47	23	41	41	152
- Administration result	6	4	4	7	1	16
- Guarantee premiums and risk margin	77	66	68	66	68	268
- Coverage of loss in customer income	-	-	-	106	-106	-
- Contribution from OPF to reserve strengthening	-	-20	-21	-20	-21	-82
<b>Result from Group life and non-life insurance</b>	30	15	37	30	19	101
- Personal risk products (OPF)	16	0	20	30	3	53
- Non-life insurance (Oslo Forsikring AS)	14	15	17	0	16	48
<b>Financial income on capital</b>	126	93	80	71	34	278
<b>Group result</b>	290	204	191	301	36	732



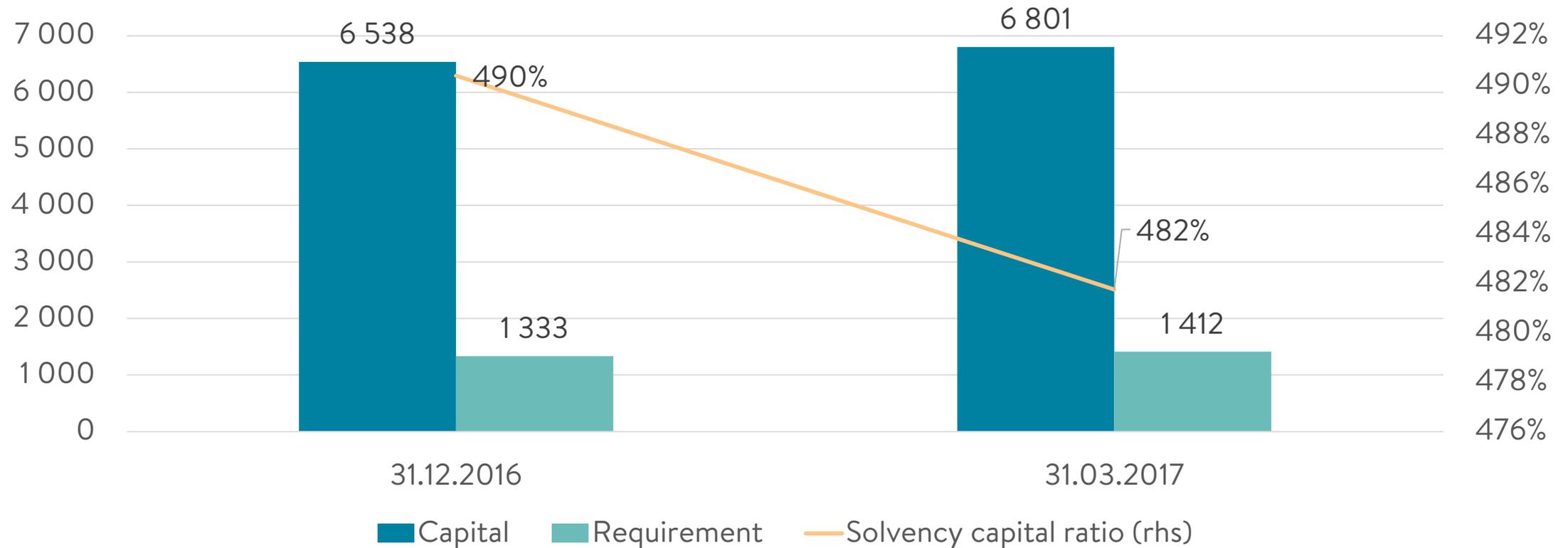
# OPF's Solvency capital ratio (standard model) was 482 per cent as of March 31<sup>st</sup>, 2017





# Solvency capital increased by 4 per cent, while the capital requirement increased by 6 per cent in the first quarter

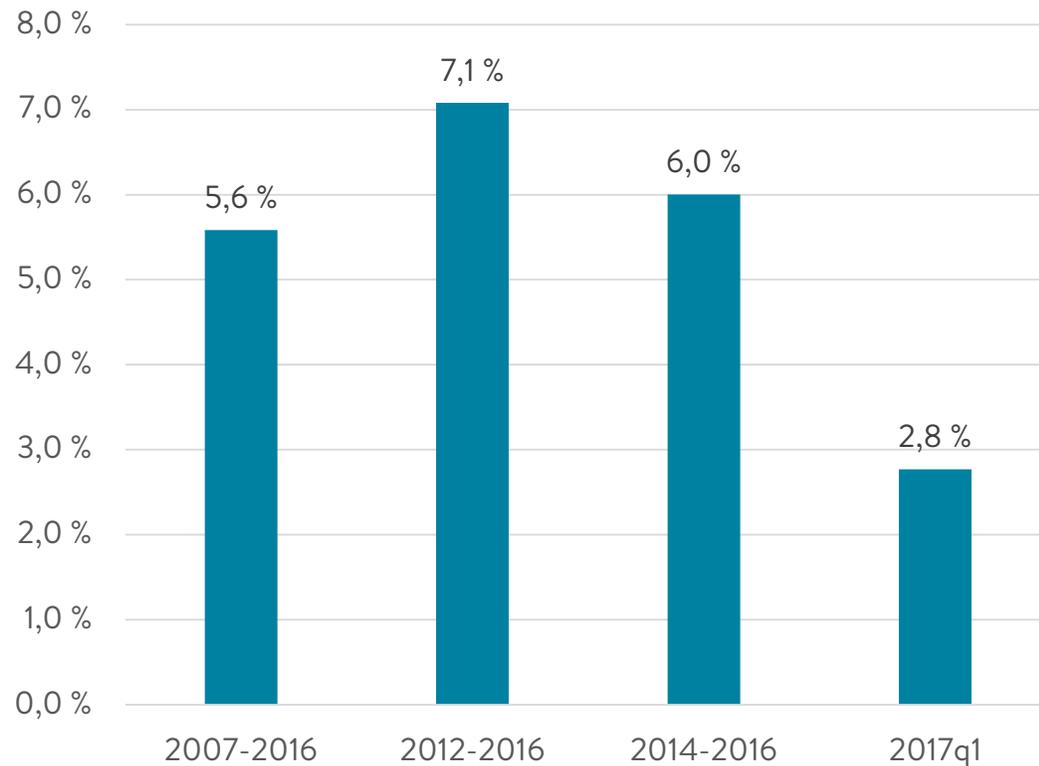
OPF. Solvency capital, capital requirement and coverage ratio. Million NOK and per cent. Standard model



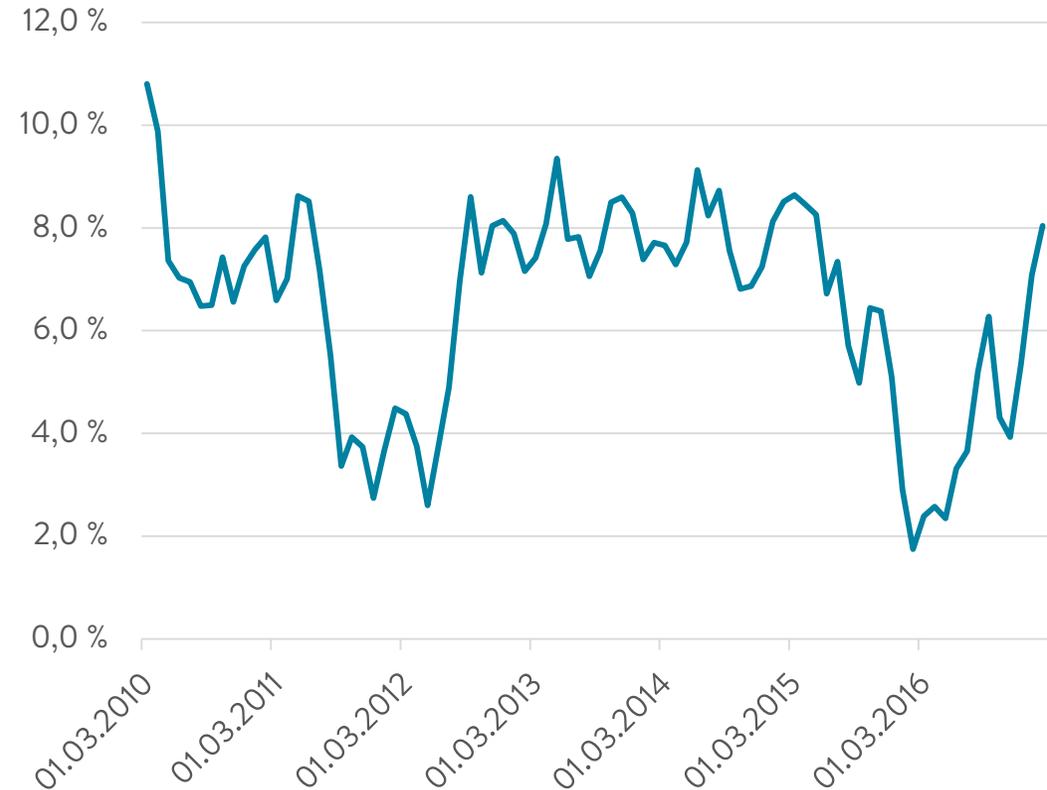


# Pension insurance: 2,8 per cent value adjusted return in the Common Portfolio in the first quarter

Value adjusted return. Annual average.  
Common Portfolio.

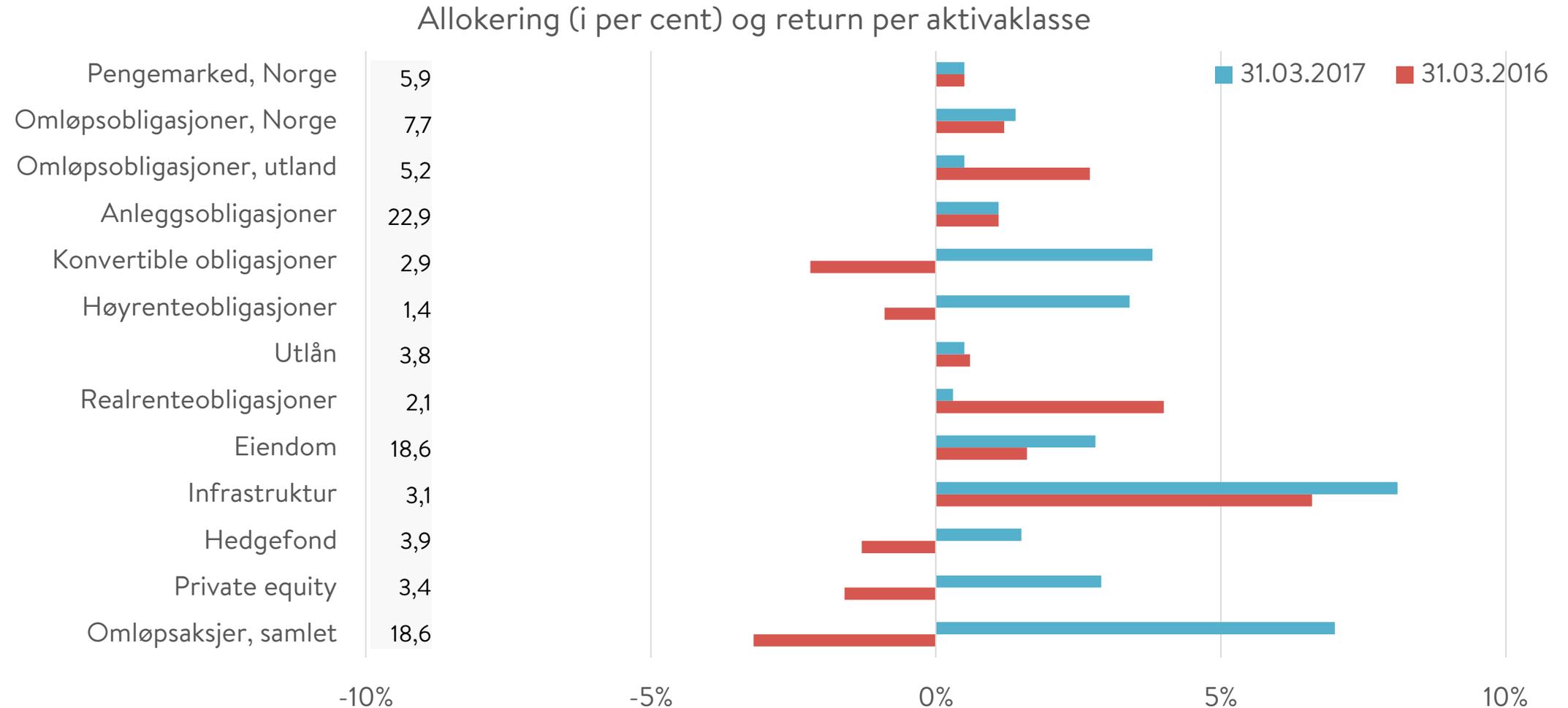


Value adjusted result. Last 12 months.  
Common Portfolio.





# Pension insurance: Positive returns for all asset classes in the common portfolio in the first quarter





# Pension insurance common portfolio: Financial income in excess of 2 billion NOK

million NOK	Q1 2017	Q1 2016
<b>Financial result</b>	1 088	0
- Financial income Common portfolio	2 034	214
- Guarantees	-419	-407
- To (-)/from (+) Market value adjustment reserve	-606	-320
- To (-)/from (+) Additional allocations	-	513
<b>Customers' share of the Risk result</b>	52	41
<b>Contribution from OPF to reserve strengthening</b>	-	21
<b>Unallocated surplus funds to pension customers</b>	1 060	62



# Life and non-life insurance: Low Combined ratio due to no large-scale events

million NOK	Q1 2017			2016
	Total	Personal lines	Non-life	Total
Insurance premiums	51,1	29,6	21,5	210,1
Total claims	-20,5	-16,0	-4,5	-115,2
- Claims paid	-21,3	-13,9	-7,4	-78,7
- Changes in technical reserves	0,8	-2,1	2,9	-36,4
Operating expenses	-5,6	-1,0	-4,6	-21,2
Net reinsurance result	-4,8	-0,7	-4,2	-17,6
Insurance result	20,1	11,9	8,2	56,1
Financial income and other items	9,8	3,7	6,0	45,5
Business area result	29,8	15,6	14,2	101,6
<i>Combined ratio</i>	51 %	57 %	42 %	65 %



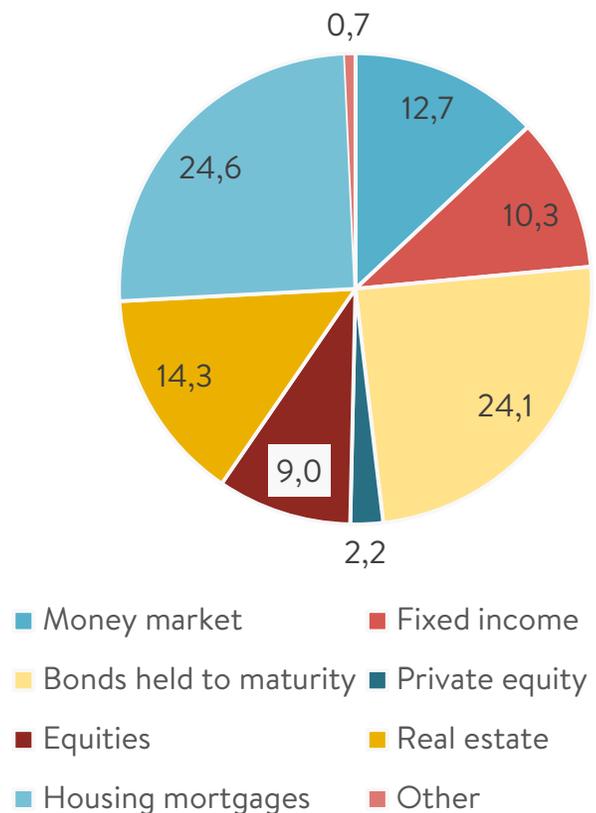
# Life and non-life insurance: Oslo Forsikring's result was 14 mill NOK in the first quarter

Million NOK	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Q1 2016	Year 2016
Premium income, gross	21,5	20,7	20,7	20,5	20,4	82,3
Claims paid, gross	-4,5	-5,1	-1,9	-14,5	-1,4	-23,0
Reinsurance result	-4,2	-3,2	-3,2	-6,3	-3,0	-15,8
Operating expenses, gross	-4,6	-5,9	-3,4	-4,7	-4,0	-17,9
Insurance result	8,2	6,5	12,1	-5,1	12,1	25,6
Net financial income	4,8	6,1	4,0	2,9	4,4	17,4
Other income and expenses	1,2	2,9	0,3	2,0	-0,2	5,1
Result before tax	14,2	15,5	16,4	-0,2	16,3	48,0
Combined ratio	42 %	53 %	26 %	94 %	26 %	50 %
Gross claims ratio	21 %	25 %	9 %	71 %	7 %	28 %
Gross expenses ratio	21 %	28 %	16 %	23 %	19 %	22 %



# The Corporate portfolio returned 1,7 per cent in the first quarter of 2017

## Corporate Portfolio. Asset allocation in per cent. 31.03.2017



## Financial income on capital

Million NOK	Q1 2017	2016
Financial income from the Corporate Portfolio	147	371
Other income	1	7
Paid interests	-19	-75
Financial Income Risk adjustment fund	11	46
Correction Oslo Forsikring AS	-14	-48
<b>Financial income on capital</b>	<b>126</b>	<b>279</b>

# Total assets of 85 billion NOK



OPF. Million NOK	31.03.2017	31.12.2016
<b>Assets</b>	<b>85 542</b>	<b>83 132</b>
- Corporate Portfolio	8 982	8 468
- Common Portfolio	76 560	74 664
<b>Liabilities and Own funds</b>	<b>85 542</b>	<b>83 132</b>
- Pension premium reserve	58 329	57 973
- Additional allocations	4 068	4 068
- Market value adjustment reserve	9 877	9 271
- Premium fund	2 142	2 267
- Insurance fund personal risk products	516	424
- Unallocated surplus funds to pension customers	1 060	-
- Other debt and Deferred taxes	994	789
- Subordinated debt	1 240	1 240
- Equity	7 317	7 099



OSLO PENSJONSFORSIKRING

[www.opf.no](http://www.opf.no) • [post@opf.no](mailto:post@opf.no)

Telefon: 23 36 08 00

Rosenkrantz' gate 22