



OSLO PENSJONSFORSIKRING

Results. Second quarter, 2017

August 21, 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

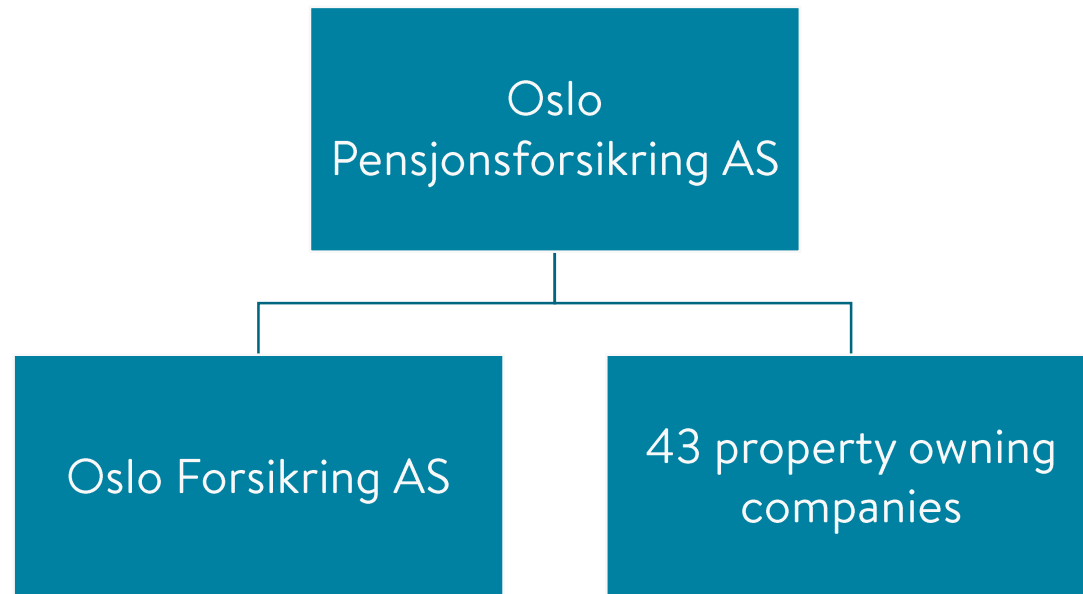
to the City of Oslo and associated entities. State-owned hospital corporations in Oslo are also pension customers of OPF.

- 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.

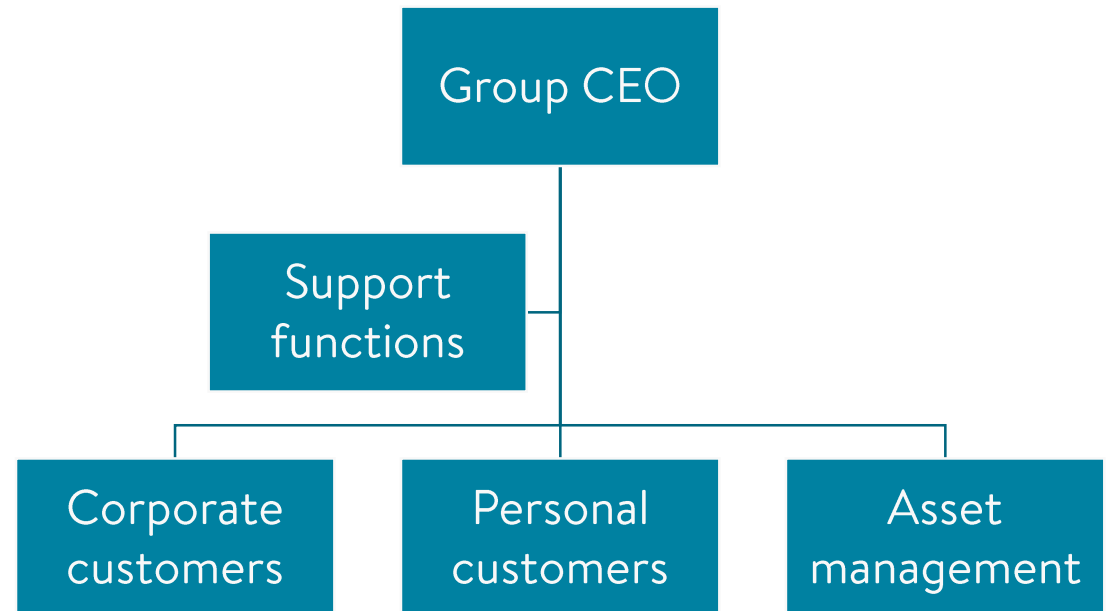


Legal and organizational structure

Group legal structure



Organizational structure





Return on customer funds of 5,2 per cent in first half

- The group's result was 249 million (301 million) NOK in the second quarter of 2017.
- Value-adjusted return on customer funds was 5,2 (1,6) per cent in the first half of 2017.
- Solvency capital ratio (standard model) was 490 per cent for the parent company as of the end of the quarter, against 482 per cent at the end of the previous quarter.





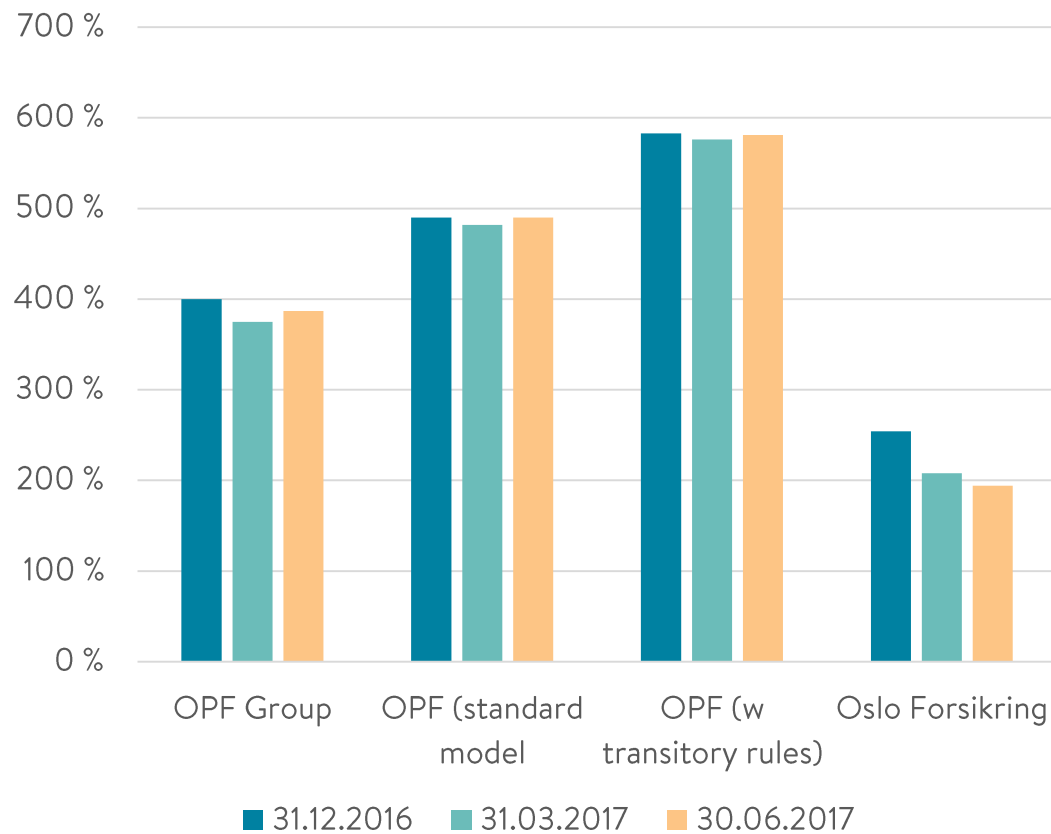
Oslo Pensjonsforsikring Group. Quarterly results by business line.

Million NOK	Q2 2017	Q1 2017	Q4 2016	Q3 2016	Q2 2016	2016
Result from Pension insurance	146	134	96	75	200	353
- The company's share of the risk result	57	52	47	23	41	152
- Administration result	13	6	4	4	7	16
- Guarantee premiums and risk margin	76	77	66	68	66	268
- Coverage of loss in customer income	-	-	-	-	106	-
- Contribution from OPF to reserve strengthening	-	-	-20	-21	-20	-82
Result from Group life and non-life insurance	5	30	15	37	30	101
- Personal risk products (OPF)	19	16	0	20	30	53
- Non-life insurance (Oslo Forsikring AS)	-14	14	15	17	0	48
Financial income on capital	97	126	93	80	71	278
Group result	249	290	204	191	301	732

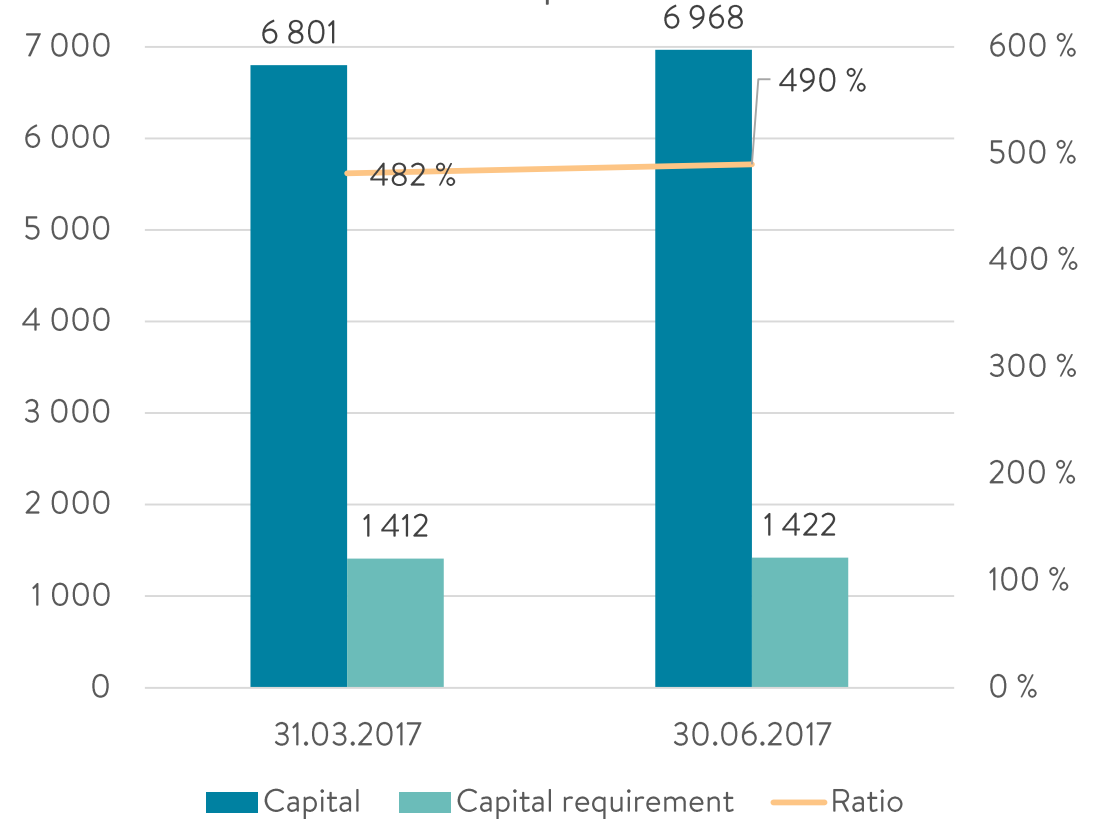


OPF's Solvency capital ratio (standard model) was 490 per cent as of June 30th, 2017

Solvency capital ratio



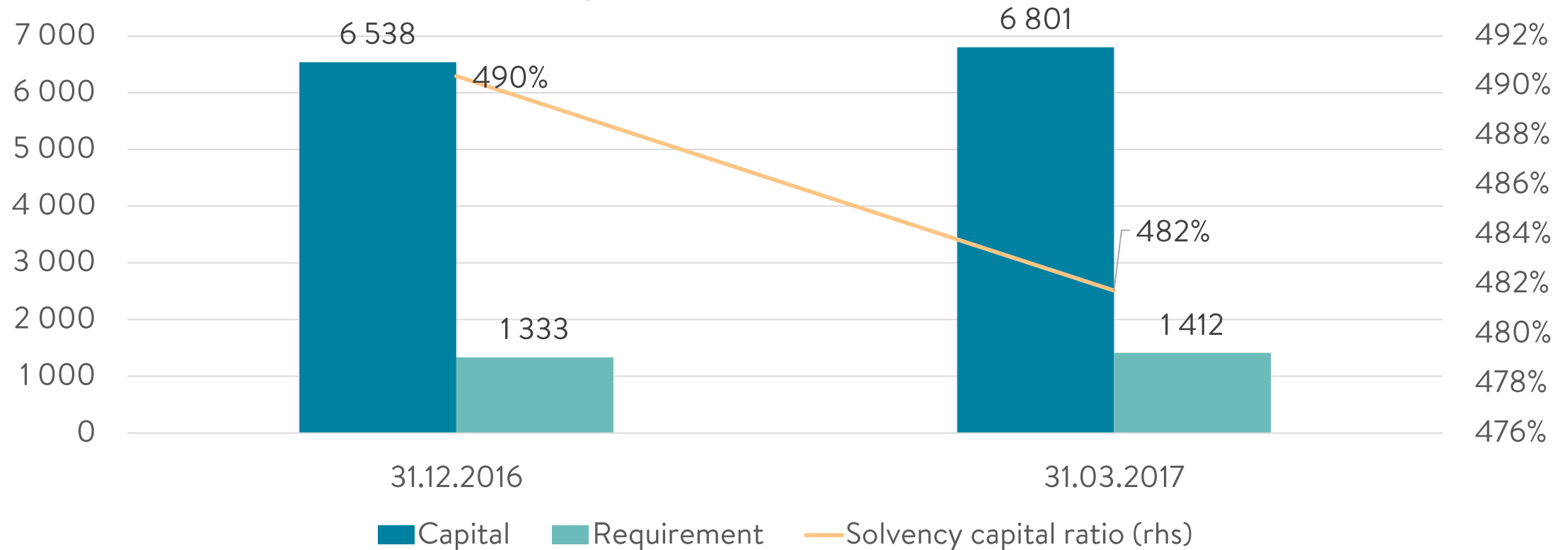
OPF. Solvency capital, capital requirement and ratio. Million kroner and per cent. Standard model





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

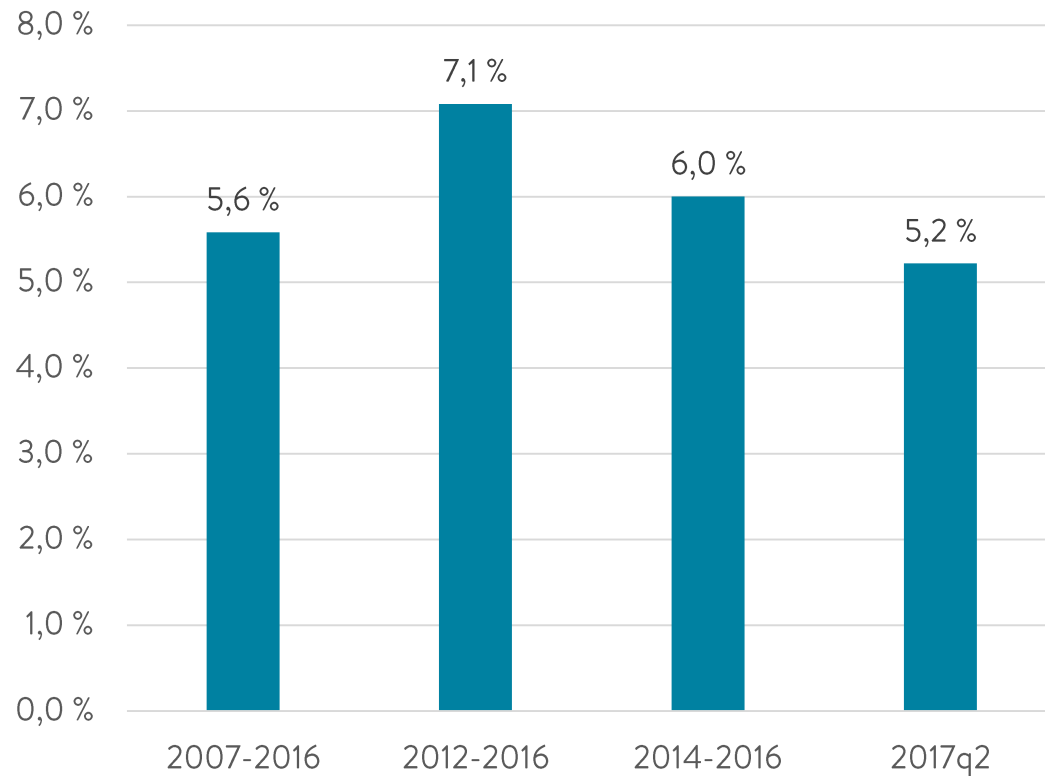
OPF. Solvency capital, capital requirement and coverage ratio. Million NOK and per cent. Standard model



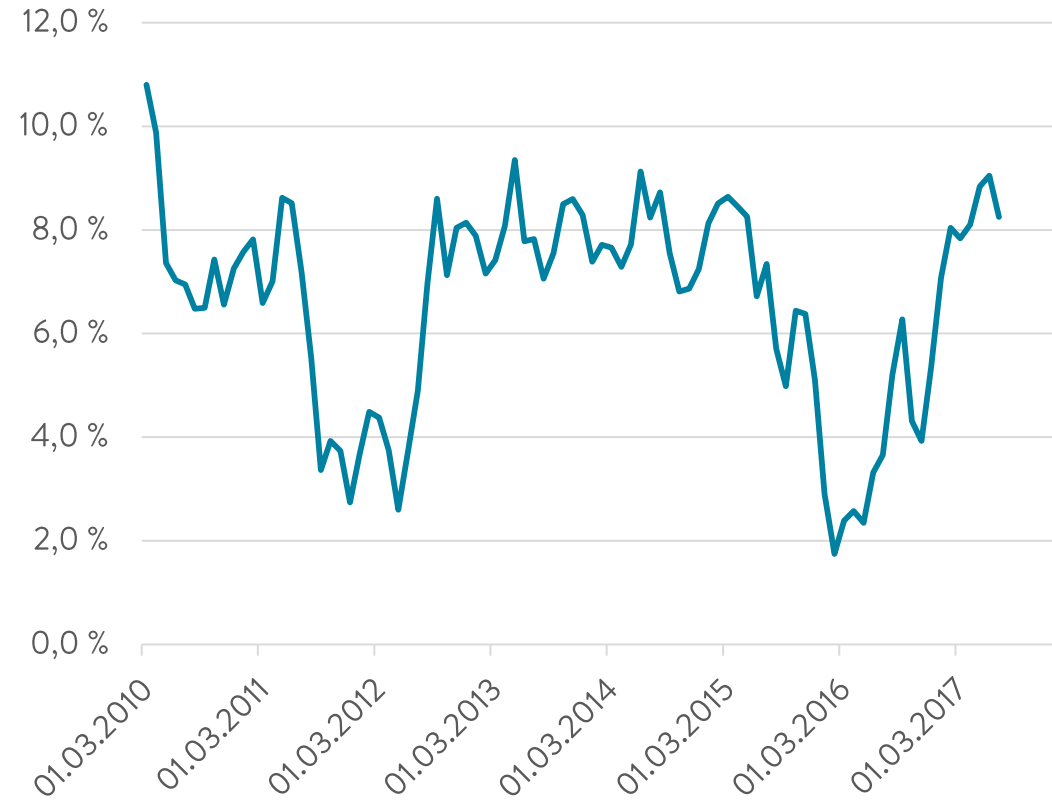


Pension insurance: 5,2 per cent value adjusted return in the Common Portfolio in the first half of 2017

Value adjusted return. Annual average.
Common Portfolio.

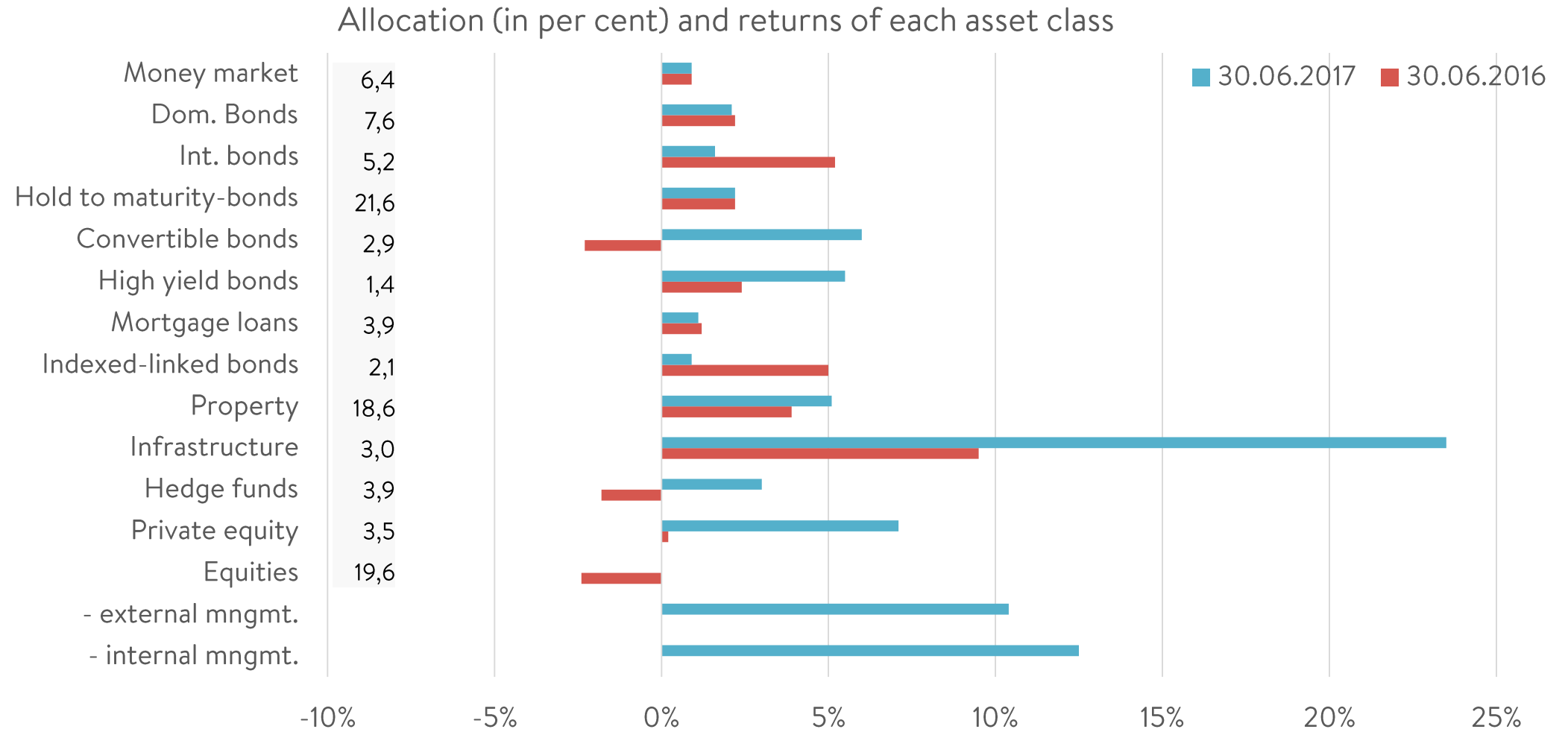


Value adjusted result. Last 12 months.
Common Portfolio.





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





Pension insurance common portfolio: Financial income 3,9 billion NOK in the first half

million NOK	Pr. Q2 2017	Pr. Q2 2016
Financial result	1 265	463
- Financial income Common portfolio	3 853	2 296
- Guarantees	-838	-777
- To (-)/from (+) Market value adjustment reserve	-1 750	-1 056
- To (-)/from (+) Additional allocations	0	0
Customers' share of the Risk result	109	364
Contribution from OPF to reserve strengthening	-	41
<u>Unallocated surplus funds to pension customers</u>	<u>1 374</u>	<u>868</u>



Life and non-life insurance: Two large fires led to low result in non-life insurance

Million NOK	1 st half, 2017			2016
	Total	Personal lines	Non-life	Total
Insurance premiums	102,6	59,3	43,3	210,1
Total claims	-80,0	-28,7	-51,3	-115,2
- Claims paid	-36,6	-26,3	-10,3	-78,7
- Changes in technical reserves	-43,4	-2,4	-41,0	-36,4
Operating expenses	-9,7	-1,9	-7,8	-21,2
Net reinsurance result	3,3	-1,1	4,4	-17,6
Insurance result	16,2	27,6	-11,4	56,1
Financial income and other items	18,7	7,5	11,2	45,5
Business area result	34,9	35,1	-0,2	101,6
<i>Combined ratio</i>	87 %	52 %	136 %	65 %



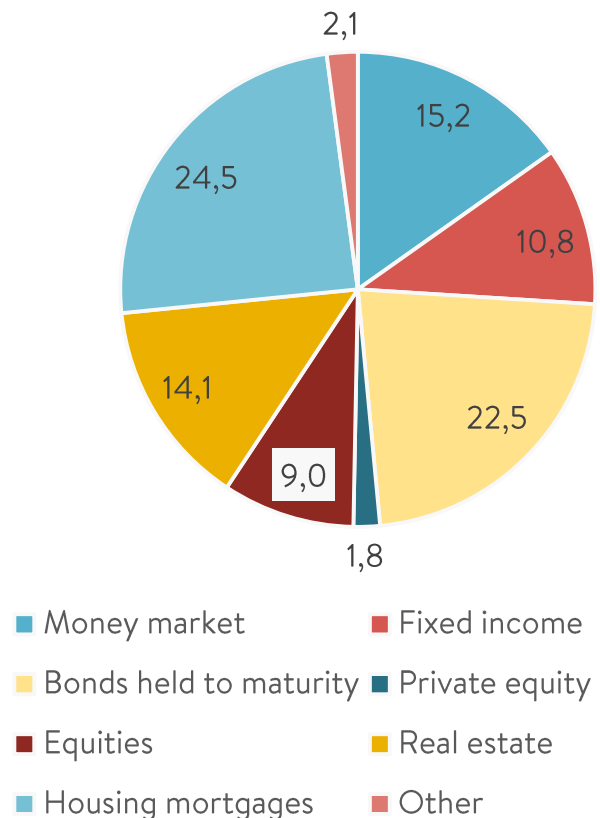
Life and non-life insurance: Oslo Forsikring's result was -14 mill NOK in the second quarter

Million NOK	Q2 2017	Q1 2017	Q4 2016	Q3 2016	Q2 2016	Year 2016
Premium income, gross	21,8	21,5	20,7	20,7	20,5	82,3
Claims paid, gross	-46,8	-4,5	-5,1	-1,9	-14,5	-23,0
Reinsurance result	8,5	-4,2	-3,2	-3,2	-6,3	-15,8
Operating expenses, gross	-3,1	-4,6	-5,9	-3,4	-4,7	-17,9
Insurance result	-19,6	8,2	6,5	12,1	-5,1	25,6
Net financial income	4,9	4,8	6,1	4,0	2,9	17,4
Other income and expenses	0,3	1,2	2,9	0,3	2,0	5,1
Result before tax	-14,4	14,2	15,5	16,4	-0,2	48,0
Combined ratio	229 %	42 %	53 %	26 %	94 %	50 %
Gross claims ratio	215 %	21 %	25 %	9 %	71 %	28 %
Gross expenses ratio	14 %	21 %	28 %	16 %	23 %	22 %



The Corporate portfolio returned 1,2 per cent in the second quarter of 2017

Corporate Portfolio. Asset allocation in per cent. 30.06.2017



Financial income on capital

Million NOK	Q2 2017	2016
Financial income from the Corporate Portfolio	244	371
Other income	3	7
Paid interests	-38	-75
Financial Income Risk adjustment fund	22	46
Correction Oslo Forsikring AS	-0,2	-48
Financial income on capital	231	279

Total assets of 87 billion NOK



OPF. Million NOK	30.06.2017	31.12.2016
Assets	87 428	83 132
- Corporate Portfolio	9 257	8 468
- Common Portfolio	78 171	74 664
Liabilities and Own funds	87 428	83 132
- Pension premium reserve	58 581	57 973
- Additional allocations	4 068	4 068
- Market value adjustment reserve	11 021	9 271
- Premium fund	2 042	2 267
- Insurance fund personal risk products	487	424
- Unallocated surplus funds to pension customers	1 374	-
- Other debt and Deferred taxes	1 151	789
- Subordinated debt	1 240	1 240
- Equity	7 464	7 099



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