



OSLO PENSJONSFORSIKRING

Results. Third quarter. 2019

31 October 2019

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

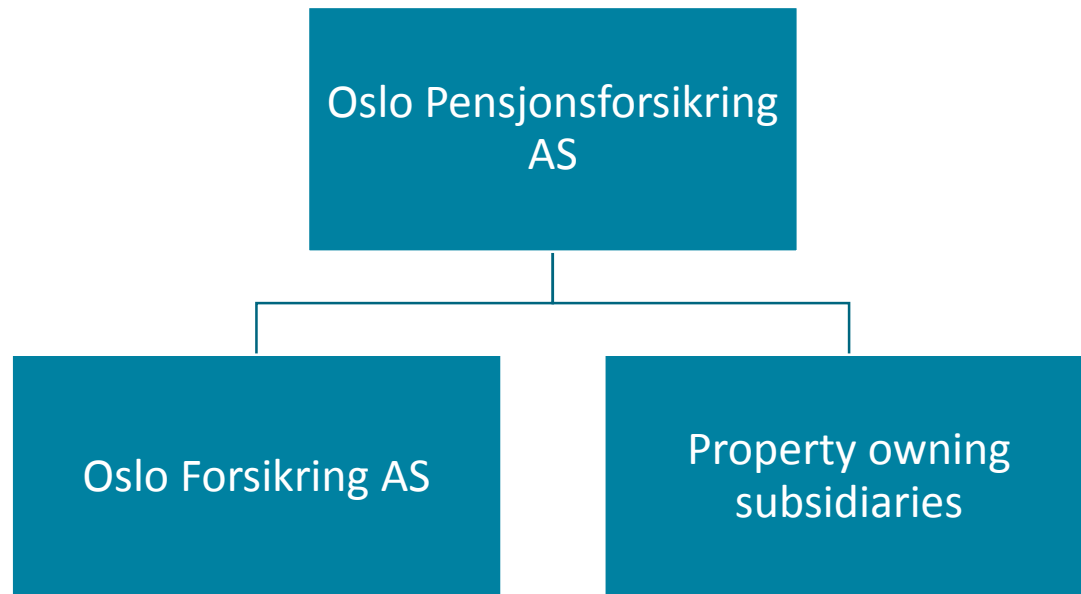
to the City of Oslo and associated entities. State-owned hospital corporations in Oslo are also pension customers of OPF.

- Assets corresponding to policy holders' funds are managed in the Common Portfolio while equity, subordinated debt and non-pension insurance reserves are managed in the Corporate Portfolio.
- The company is regulated by the Norwegian FSA.

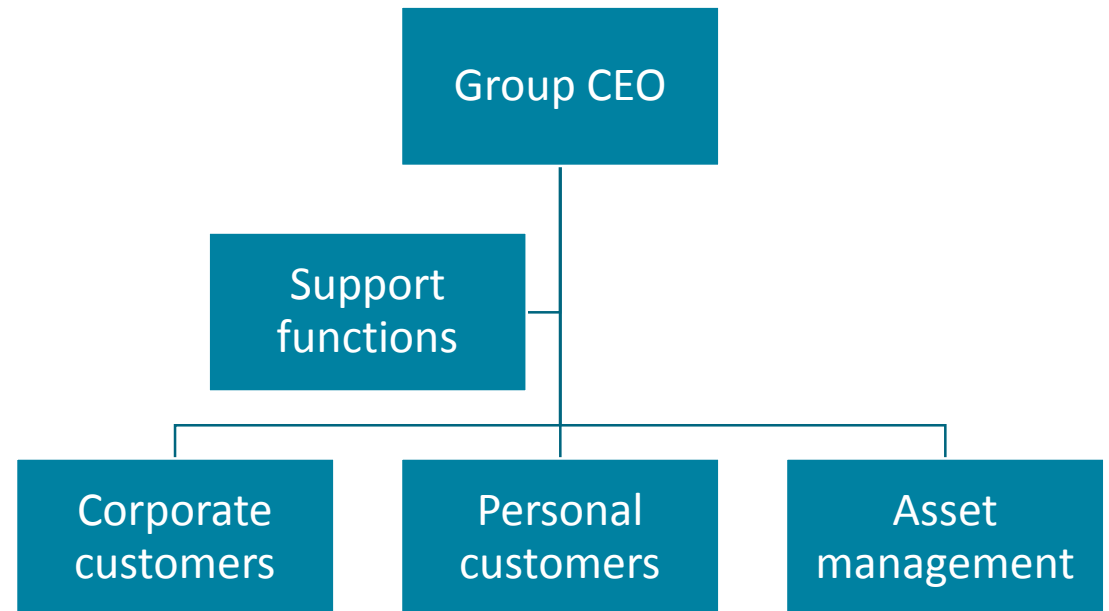
Legal and organizational structure



Group legal structure



Organizational structure





Strong results in the third quarter



- The group's result was NOK 251m (NOK 276m) in the third quarter of 2019.
- Value-adjusted return on customer funds was 6.7 (3.9) per cent as of 30 September.
- Solvency capital ratio was 471 per cent for the parent company (standard model, calculated without transitional measures).

Oslo Pensjonsforsikring Group: Result NOK 251m in the third quarter

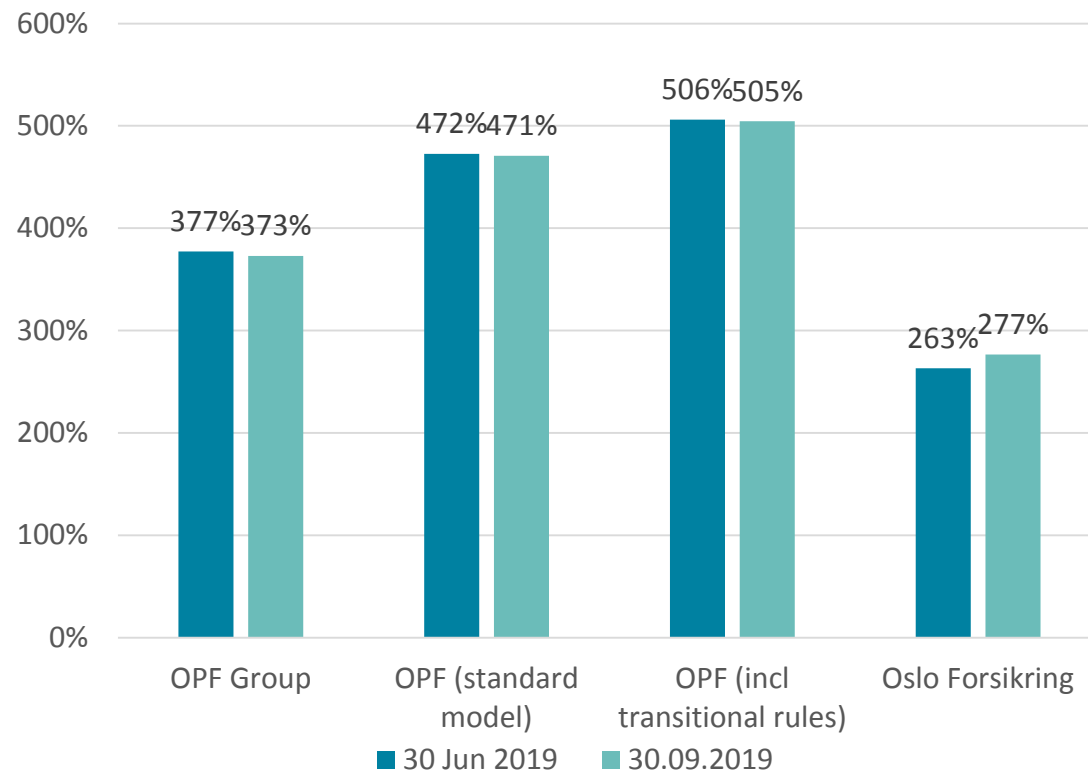


Quarterly results by business line.						
NOK million	Q3 2019	Q2 2019	Q1 2019	Q4 2018	Q3 2018	2018
Result from Pension insurance	95	90	90	173	144	505
The company's share of the risk result	0	0	0	102	66	201
Administration result	16	14	13	8	11	47
Guarantee premiums and risk margin	79	76	77	63	67	257
Result from life and non-life insurance	33	26	30	44	35	99
Personal risk products (OPF)	19	12	11	40	19	86
Non-life insurance (Oslo Forsikring AS)	14	14	19	4	16	13
Financial income on capital	71	131	192	-40	97	187
Pension plan changes	52	0	0	0	0	0
Group result before tax	251	247	312	176	276	791

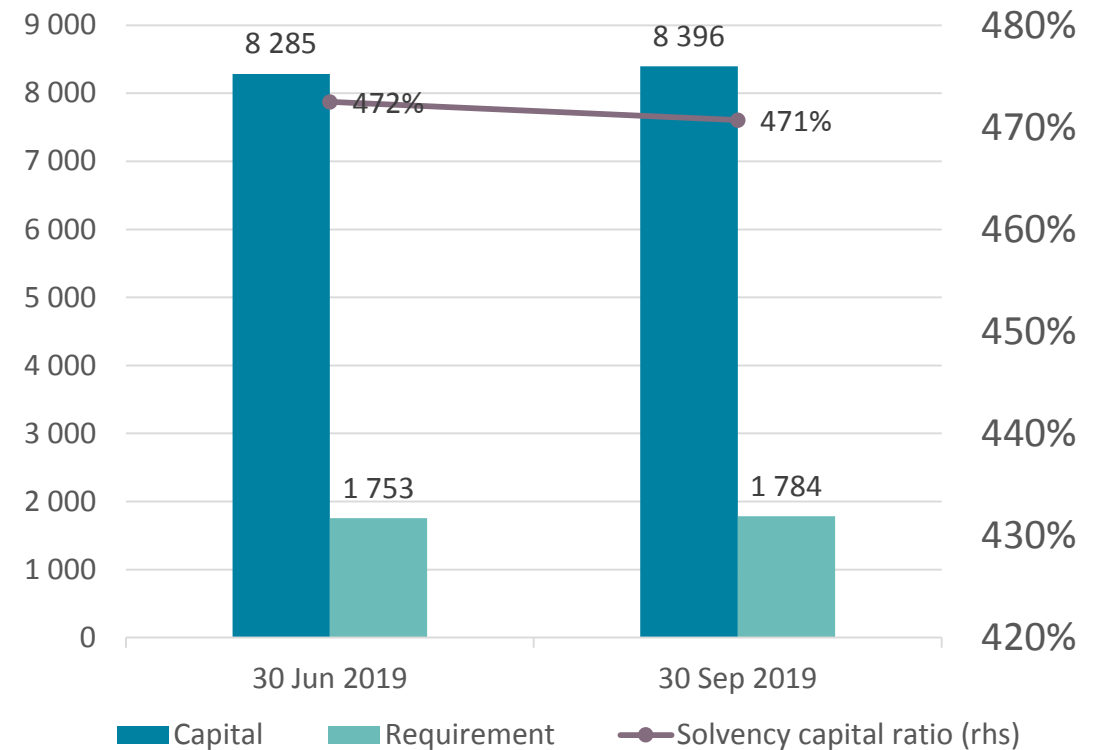
OPF's solvency capital ratio (standard model) was 471 per cent as of 30 September 2019



Solvency capital ratio



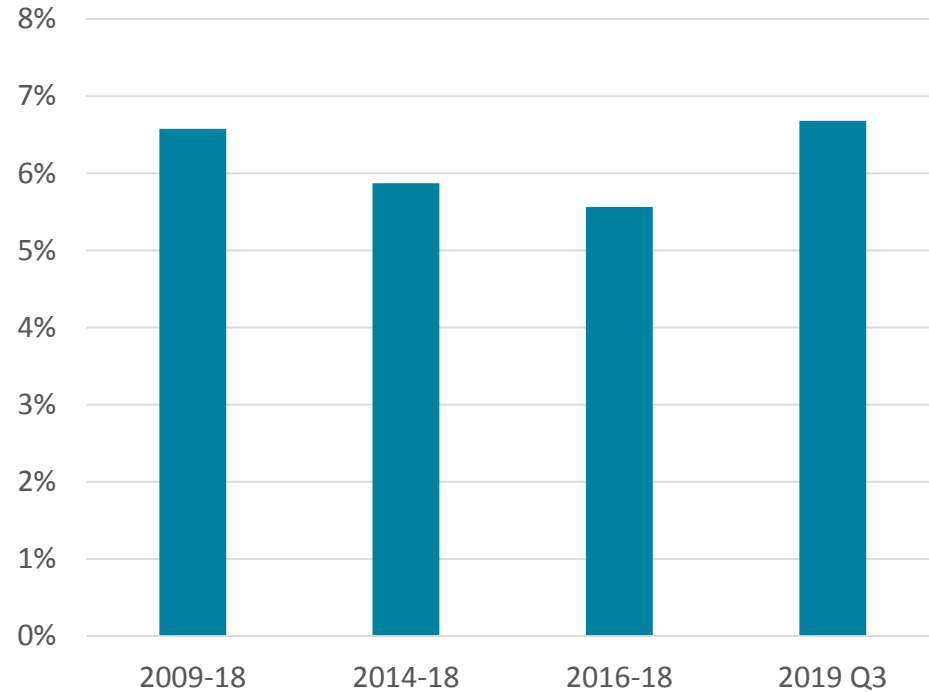
OPF solvency capital, capital requirement and coverage ratio.
NOK million and per cent.



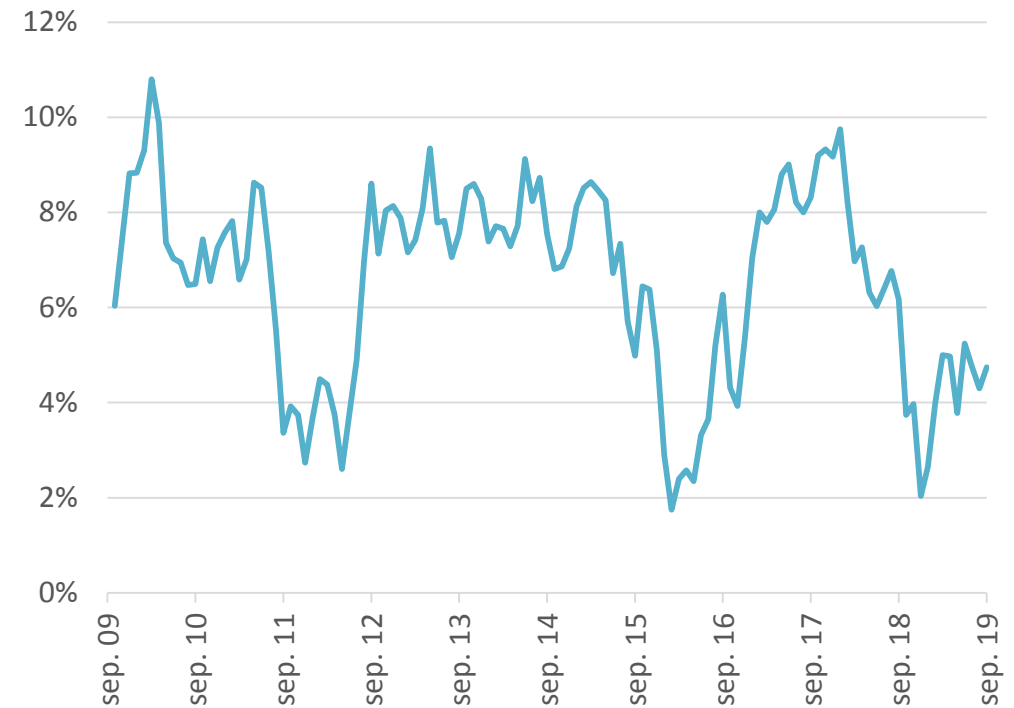


Pension insurance: 6.7 per cent value adjusted return in the Common Portfolio YTD

Value adjusted return. Annual average.
Common Portfolio.



Value adjusted return. 12 months average last ten years.
Common Portfolio.



Pension insurance: High investment returns to customers YTD



Allocation and returns in per cent	Allocation 30 Sept 2019	Return YTD	Allocation 31 Dec 2018
Hedging assets	59.9	3.3	66.5
Money market	4.0	1.2	6.0
Mortgage loans	3.5	1.8	3.7
Domestic bonds	6.8	2.5	7.1
International bonds	4.8	7.5	4.8
Bonds held to maturity	20.7	2.9	23.0
Real interest rate bonds	1.7	5.3	1.6
Hedge funds	3.4	-1.6	3.6
Property and infrastructure	15.1	4.7	16.7
Return assets	39.1	13.2	33.3
Convertible bonds	2.7	4.9	2.7
High yield bonds	1.7	6.8	1.4
Private Equity	3.0	6.8	2.5
Equities	21.7	18.0	18.8
Other financial assets	10.0	7.9	7.9
Other assets	1.0	-	0.2
Total	100.0	6.7	100.0

Pension insurance Common Portfolio: Financial income NOK 5.6bn vs NOK 3.2bn as of 30 September



NOK million	30 Sept 2019	30 Sept 2018
Net financial result	0	1 556
Financial income Common portfolio	5 636	3 165
Guaranteed interest on reserves	-1 345	- 1 294
From (+)/to (-) Market value adjustment reserve	-4 662	-315
Temporary contribution from the company to cover the interest guarantee	371	0
Customers' share of the risk result	191	99
Surplus funds to pension customers	191	1 655

Non-life insurance: Combined ratio of 60 per cent



NOK million	30 Sept 2019			2018
	Total	Personal risk products	Non-life	Total
Insurance result	54.3	28.3	26.0	5.8
Insurance premiums	152.8	78.6	74.2	100.1
Total claims	-66.5	-46.6	-19.9	-89.9
- Claims paid	-56.3	-38.6	-17.7	-38.3
- Changes in technical reserves	-10.2	-8.0	-2.2	-51.6
Operating expenses	-15.9	-2.5	-13.4	-12.9
Net reinsurance result	-16.1	-1.2	-14.9	8.5
Financial income and other items	35.1	13.8	21,3	13.5
Business area result	89.4	42.1	47.3	19.3
<i>Combined ratio (net of reinsurance)</i>	<i>60 %</i>	<i>62 %</i>	<i>56 %</i>	<i>94%</i>



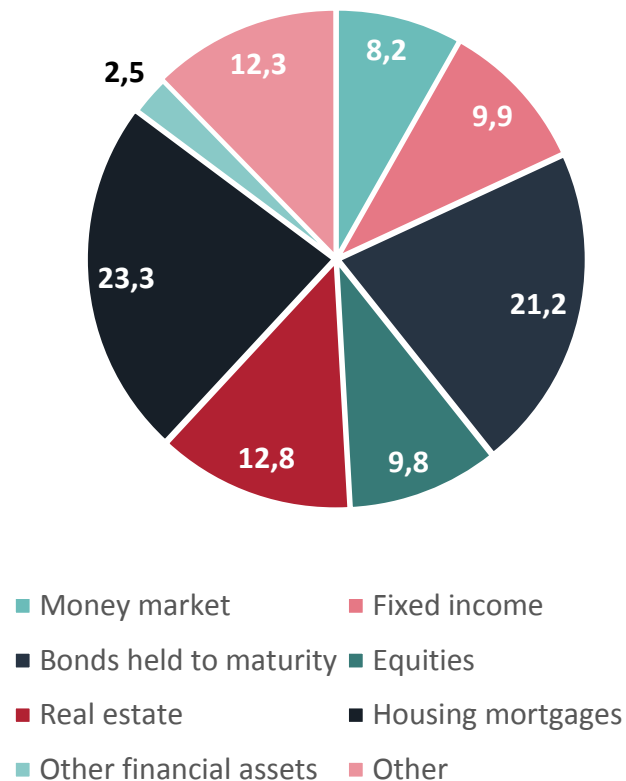
Non-life insurance: Oslo Forsikring AS's result was NOK 14.2m in the third quarter

NOK million	Q3 2019	Q2 2019	Q1 2018	Q4 2018	Q3 2018	2018
Insurance result	10.7	7.9	7.4	9.9	11.7	7.7
Premium income. gross	25.1	24.6	24.4	23.5	22.8	90.4
Claims paid. gross	-5.9	-8.4	-5.6	-5.2	-27.9	-90.4
Reinsurance result	-4.8	-4.7	-5.4	-4.6	20.3	25.1
Operating expenses. gross	-3.7	-3.7	-6.0	-3.8	-3.5	-17.4
Net financial income	3.6	5.9	10.5	-7.5	5.5	3.6
Other income and expenses	-0.1	0.1	1.3	0.8	-0.5	1.4
Result before tax	14.2	13.9	19.2	3.2	16.7	12.7
<i>Combined ratio gross</i>	<i>38 %</i>	<i>49 %</i>	<i>48 %</i>	<i>38 %</i>	<i>137 %</i>	<i>119 %</i>
<i>Combined ratio net of reinsurance</i>	<i>47 %</i>	<i>61 %</i>	<i>61 %</i>	<i>48 %</i>	<i>36 %</i>	<i>89 %</i>



The Corporate Portfolio returned 4.5 per cent as of 30 September

Corporate Portfolio. Asset allocation in per cent. 30 Sept 2019



Financial income on capital

NOK million	30 Sept 2019	2018
Financial income Corporate Portfolio	442	203
Other income	6	7
Paid interests	-56	-75
Financial Income Risk adj. fund	49	65
Correction Oslo Forsikring AS	-47	-13
Financial income on capital	394	187

Total assets of NOK 101.8bn and equity of NOK 9.1bn



OPF AS. NOK million	30 Sept 2019	31 Dec 2018
Assets	101 797	95 170
Corporate Portfolio	10 432	9 914
Common Portfolio	91 365	85 256
Liabilities and Own funds	101 797	95 170
Pension premium reserve	66 784	63 589
Additional allocations	7 503	7 492
Market value adjustment reserve	13 966	9 304
Premium fund	1 299	3 249
Insurance fund personal risk products	399	364
Unallocated surplus funds to pension customers	191	0
Other debt and Deferred taxes	1 335	1 241
Subordinated debt	1 240	1 240
Equity	9 081	8 691



Oslo Pensjonsforsikring AS
www.opf.no • post@opf.no
Telephone: +47 23 36 08 00
Rosenkrantz' gate 22, Oslo, Norway