



OSLO PENSJONSFORSIKRING

Results. Third quarter. 2018

1 November 2018

Oslo Pensjonsforsikring AS and Oslo Forsikring AS

About the group



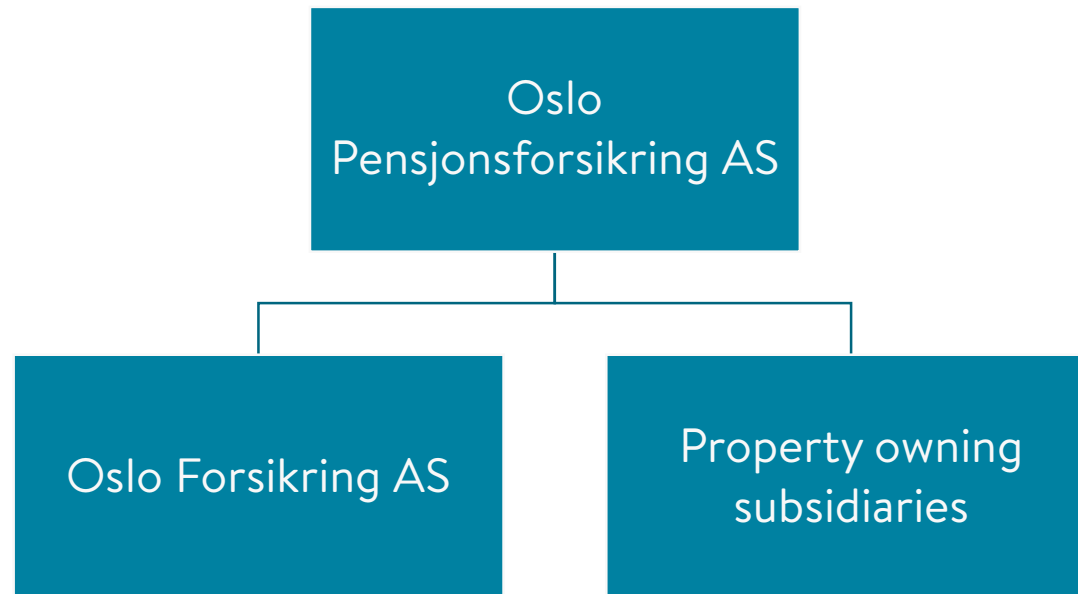
OSLO PENSJONSFORSIKRING

- 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 ASto 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.

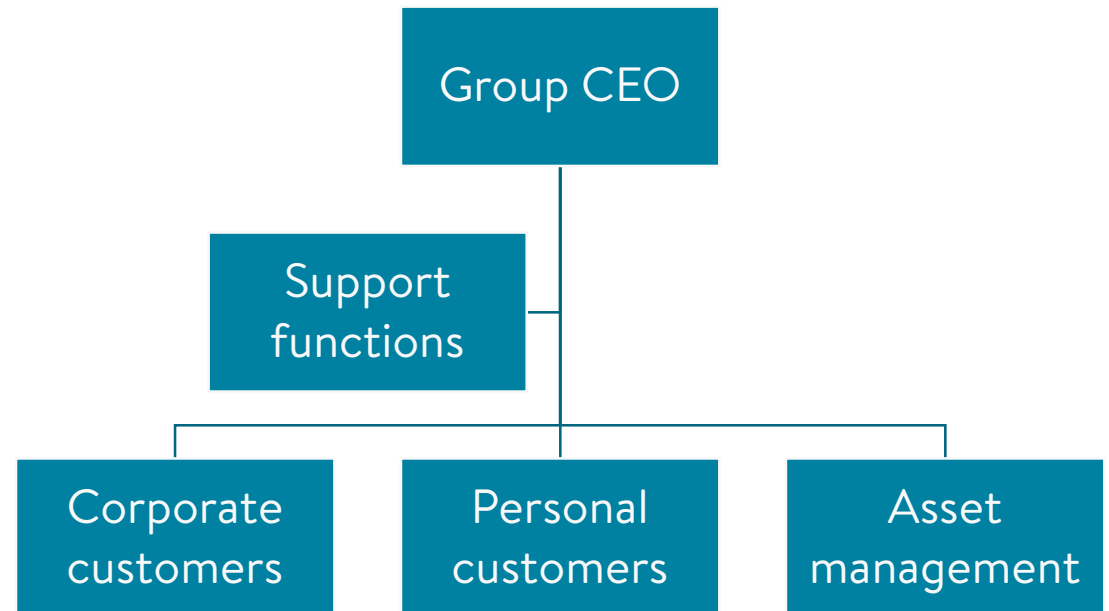


Legal and organizational structure

Group legal structure



Organizational structure



Good return on investments.



- The group's result was NOK 276m (NOK 270m) in the third quarter of 2018.
 - Result from pension insurance: NOK 144m in q3 and NOK 332m accumulated.
 - Life and non-life insurance: NOK 35m in q3 and NOK 54m accumulated.
 - Financial income: NOK 97m in q3 and NOK 228m accumulated.
- Value-adjusted return on customer funds was 3.9 (6.8) per cent.
- Solvency capital ratio was 532 per cent for the parent company and 445 per cent for the group (standard model, calculated without transitional measures).

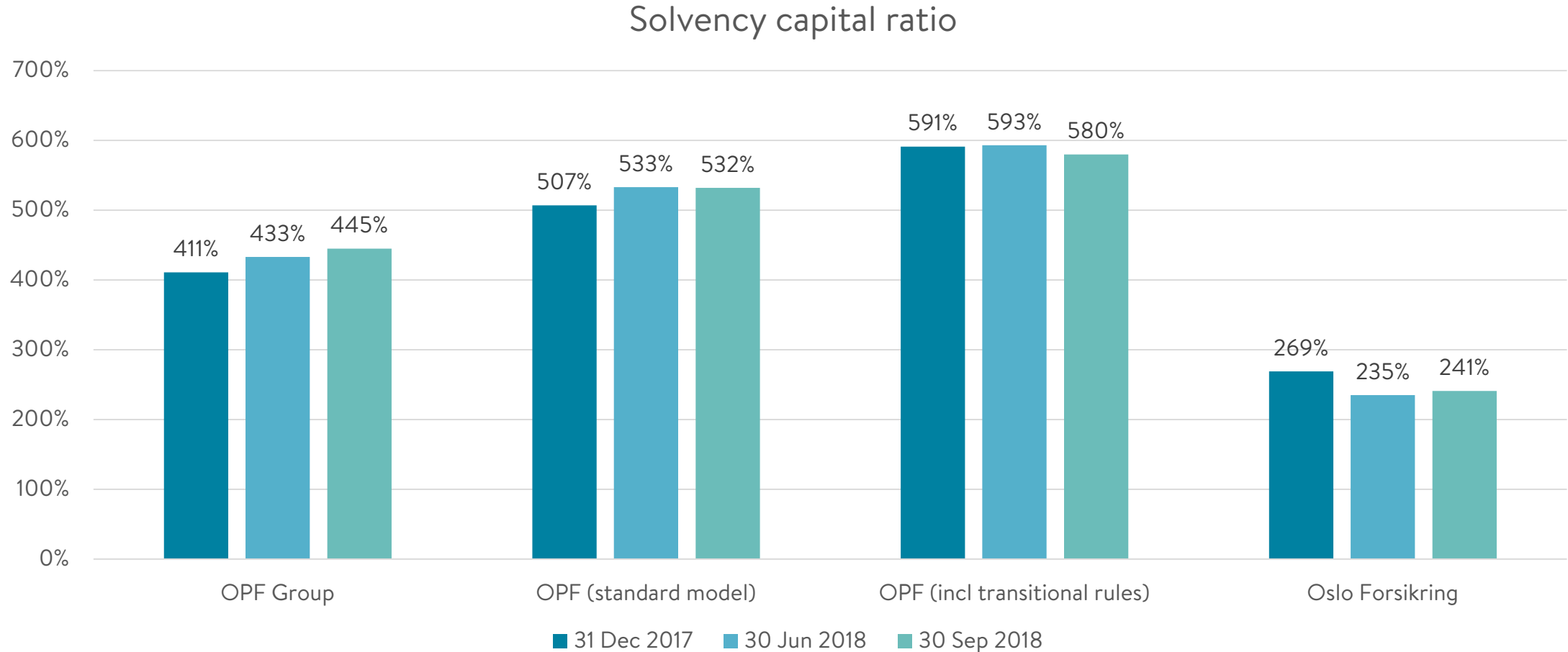


Oslo Pensjonsforsikring Group. Quarterly results by business line.

NOK million	Q3 2018	Q2 2018	Q1 2017	Q4 2017	Q3 2017	2017
Result from Pension insurance	144	92	6	101	143	525
The company's share of the risk result	66	11	22	16	54	179
Administration result	11	18	10	9	12	39
Guarantee premiums and risk margin	67	63	64	76	77	306
Coverage of loss in customer income	-	-	-	-	-	-
Result from life and non-life insurance	35	-1	20	78	36	149
Personal risk products (OPF)	19	13	14	64	20	119
Non-life insurance (Oslo Forsikring AS)	16	-13	6	14	16	30
Financial income on capital	97	107	24	178	91	492
Group result before tax	276	198	140	357	270	1 166



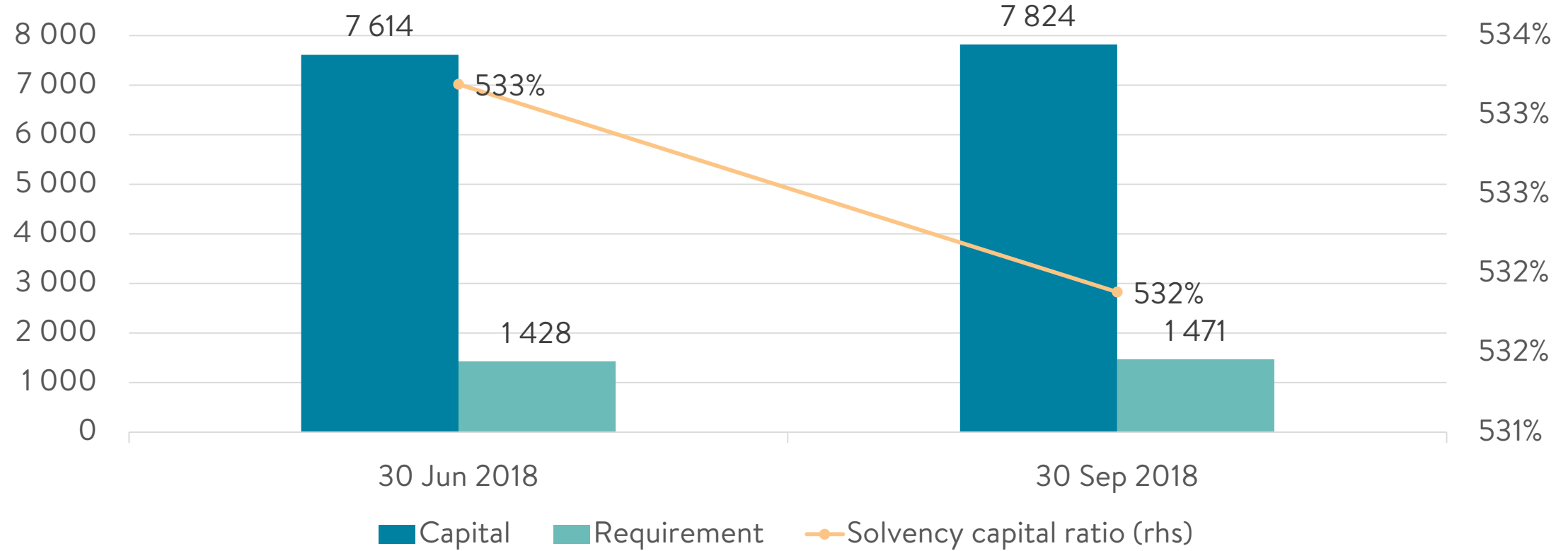
The group's solvency capital ratio (standard model) was 445 per cent as of 30 September 2018





Solvency capital and capital requirement stable in the third quarter

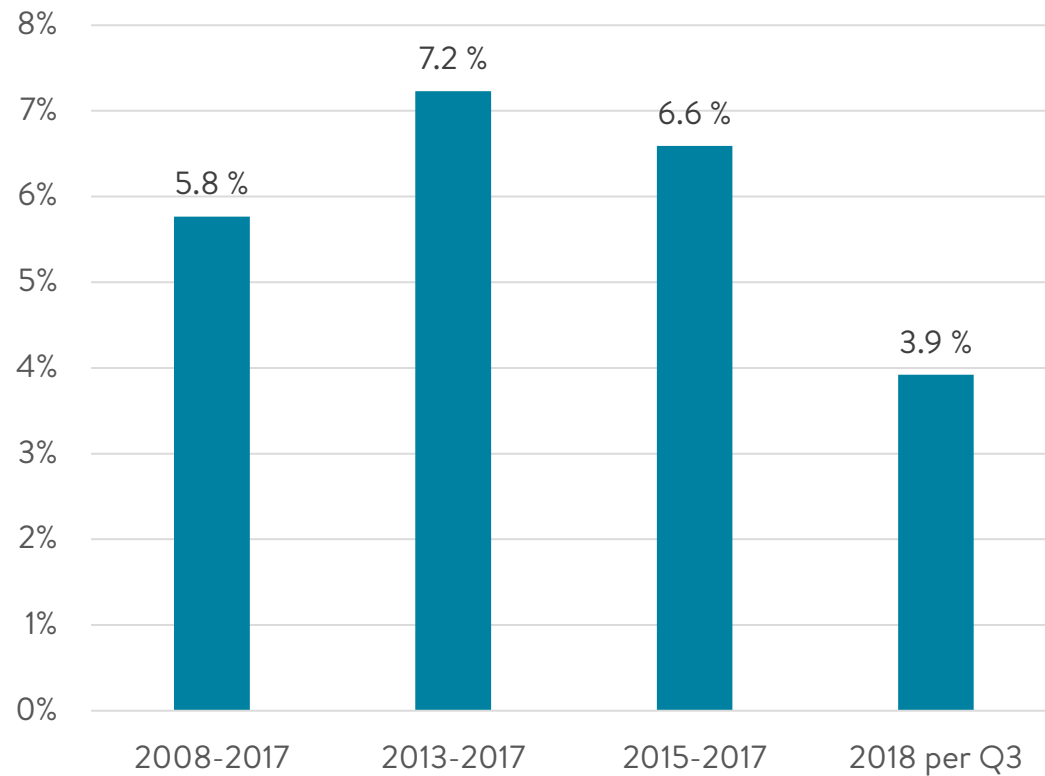
OPF. Solvency capital, capital requirement and coverage ratio. NOK million and per cent. Standard model



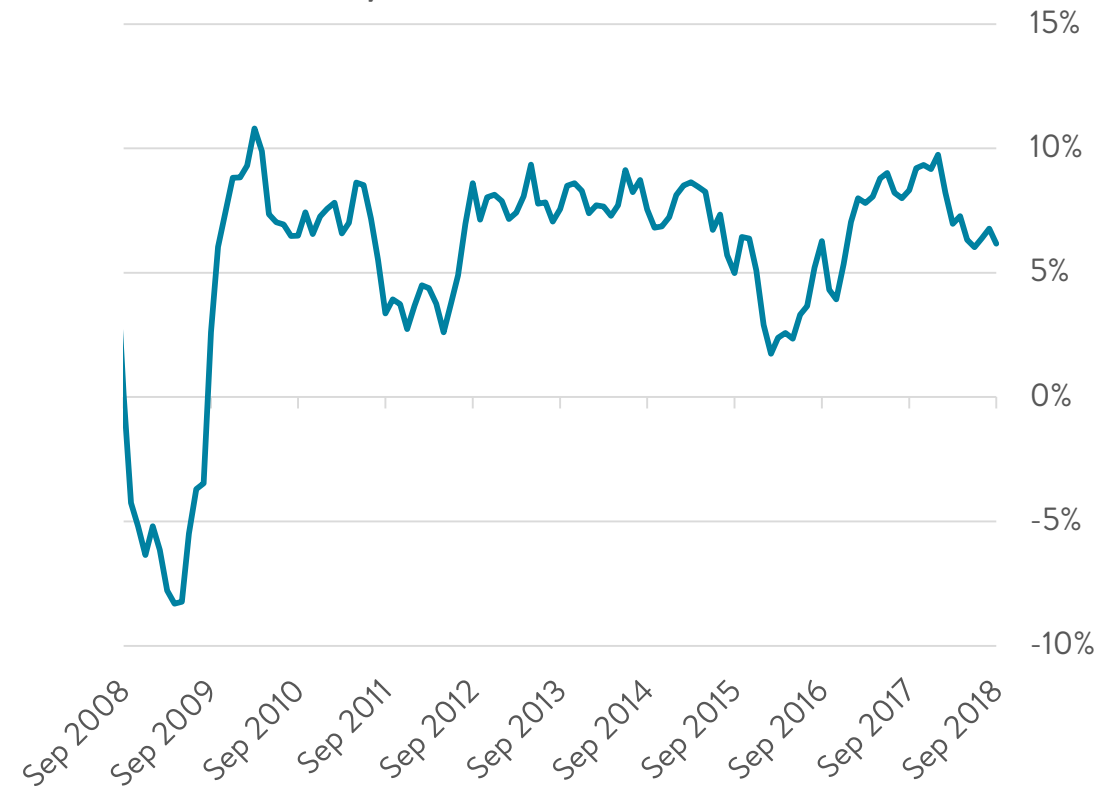


Pension insurance: 1.7 per cent value adjusted return in the Common Portfolio in the third quarter

Value adjusted return. Annual average.
Common Portfolio.



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





Pension insurance: Stable allocation in the Common Portfolio

Allocation and returns in per cent	Allocation 30 Sept 2018	Return 30 Sept 2018	Allocation 31 Dec 2017
Hedging assets	63.2	3.3	66.7
Money market	5.2	0.8	6.7
Mortgage loans	3.6	1.6	3.8
Domestic bonds	7.0	0.8	7.3
International bonds	4.7	-0.4	5.0
Bonds held to maturity	21.4	3.0	21.1
Real interest rate bonds	1.5	2.6	1.9
Hedge funds	3.6	3.9	4.0
Property and infrastructure	16.3	7.1	16.9
Return assets	34.3	5.2	32.9
Convertible bonds	2.7	0.3	2.9
High yield bonds	1.4	4.0	1.5
Private Equity	2.3	11.4	2.0
Equities	20.6	4.8	20.2
Other financial assets	7.2	6.6	6.3
Other assets	2.5	-	0.4
Total	100.0	3.9	100.0



Pension insurance Common Portfolio: Financial income of NOK 3 165m per 30 September

NOK million	30 Sept 2018	30 Sept 2017
Financial result	1 555	2 791
Financial income Common portfolio	3 165	5 034
Guaranteed interest on reserves	-1 294	- 1 262
To (-)/from (+) Market value adjustment reserve	-315	- 981
To (-)/from (+) Additional allocations	0	0
Customers' share of the Risk result	99	163
Contribution from OPF	0	0
Unallocated surplus funds to pension customers	1 655	2 954



Life and non-life insurance: Combined ratio of 76 per cent per 30 September

NOK million	30 Sept 2018			2017
	Total	Personal risk products	Non-life	Total
Insurance result	32.7	34.8	-2.1	20.1
Insurance premiums	151.3	84.4	66.9	51.1
Total claims	-130.7	-45.5	-85.2	-20.5
- Claims paid	-51.4	-35.3	-16.1	-21.3
- Changes in technical reserves	-79.3	-10.2	-69.1	0.8
Operating expenses	-16.3	-2.8	-13.5	-5.6
Net reinsurance result	28.4	-1.3	29.7	-4.8
Financial income and other items	21.8	10.2	11,6	9.8
Business area result	54.5	45.0	9.5	29.8
<i>Combined ratio net of reinsurance</i>	<i>76 %</i>	<i>58 %</i>	<i>104 %</i>	<i>56 %</i>



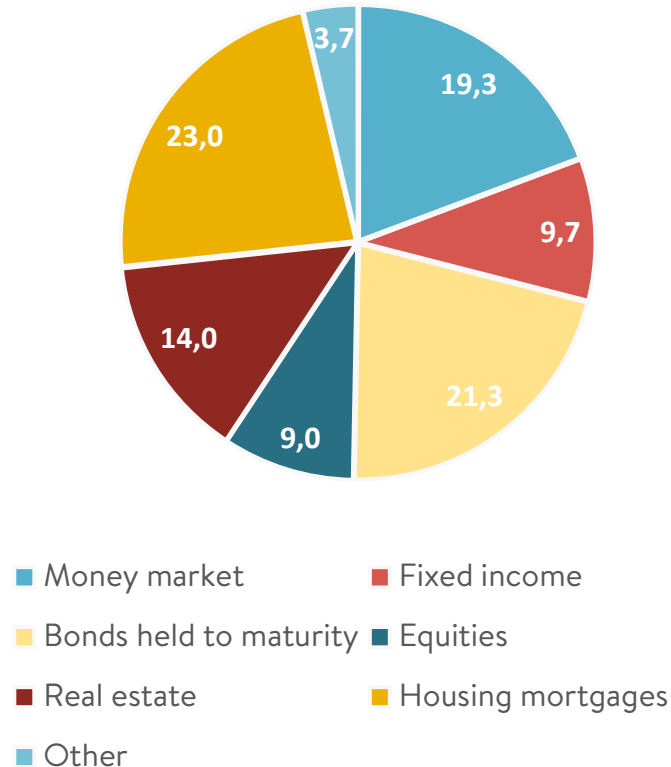
Non-life insurance: Oslo Forsikring's result was NOK 16.7m in the third quarter

NOK million	Q3 2018	Q2 2018	Q1 2018	Q4 2017	Q3 2017	2017
Insurance result	11.8	-19.9	6.0	7.3	12.0	7.9
Premium income. gross	22.8	21.9	22.2	22.0	22.0	87.4
Claims paid. gross	-27.9	-51.3	-6.0	-30.2	-2.8	-84.3
Reinsurance result	20.3	13.8	-4.4	16.8	-4.2	16.8
Operating expenses. gross	-3.4	-4.3	-5.7	-1.3	-3.0	-12.0
Net financial income	5.5	6.3	-0.5	6.4	4.3	20.5
Other income and expenses	-0.6	0.3	0.5	0.2	0.2	1.8
Result before tax	16.7	-13.3	6.1	13.9	16.5	30.2
<i>Combined ratio gross</i>	<i>137 %</i>	<i>254 %</i>	<i>53 %</i>	<i>143 %</i>	<i>26 %</i>	<i>110 %</i>
<i>Combined ratio net of reinsurance</i>	<i>36 %</i>	<i>214 %</i>	<i>66 %</i>	<i>60 %</i>	<i>73 %</i>	<i>89 %</i>



The Corporate Portfolio returned 2.8 (4.1) per cent per 30 September

Corporate Portfolio. Asset allocation in per cent. 30 September 2018



Financial income on capital.

NOK million	30 Sept 2018	2017
Financial income Corporate Portfolio	247	497
Other income	6	7
Paid interests	-56	-75
Financial Income Risk adj. fund	41	93
Correction Oslo Forsikring AS	-9	-30
Financial income on capital	228	492



Total assets of NOK 94bn and equity of NOK 8.4bn per 30 September 2018

OPF AS. NOK million	30 Sept 2018	31 Dec 2017
Assets	97 219	91 349
Corporate Portfolio	10 297	9 319
Common Portfolio	86 922	82 030
Liabilities and Own funds	97 219	91 349
Pension premium reserve	63 401	60 336
Additional allocations	7 101	7 101
Market value adjustment reserve	11 248	10 933
Premium fund	2 160	2 303
Insurance fund personal risk products	424	385
Unallocated surplus funds to pension customers	1 655	-
Other debt and Deferred taxes	1 595	1 131
Subordinated debt	1 240	1 240
Equity	8 395	7 920



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