



TELIA FÖRSÄKRING AB

FINANCIAL STATEMENTS
June 30, 2021

TELIA FÖRSÄKRING AB**FINANCIAL STATEMENTS
June 30, 2021
TABLE OF CONTENTS**

| Contents | Page |
|--|-------------|
| Commentary/Financial Highlights | 3 |
| Balance Sheet | 4 |
| Income Statement | 5 |
| UW Analysis | 6 |
| Risk Matching | 7 |

TELIA FÖRSÄKRING AB

COMMENTARY
June 30, 2021
(EXPRESSED IN SEK)

| <u>FINANCIAL RESULTS</u> | | <u>2021-06-30</u> | <u>2020-06-30</u> |
|---------------------------------|-----|--------------------------|--------------------------|
| Gross Premiums Written | SEK | 400 054 055 | 379 899 267 |
| Net Premiums Earned | SEK | 372 588 857 | 373 544 508 |
| Losses Incurred | SEK | -87 896 729 | -97 116 829 |
| Net Income before Taxes | SEK | 46 754 342 | 48 205 343 |
| Assets | SEK | 624 373 394 | 517 585 775 |
| Shareholder's Equity | SEK | 295 941 811 | 252 702 082 |

Commentary

The net technical result YTD in June is positive by 46,734 MSEK. The affinity business is growing in the Baltic where the business has grown 13,6% in Latvia since year-end and 6,5 % in Estonia.

The business is also growing slightly in Sweden where Halebop shows the biggest increase of premiums (2,5%) followed by Commercial (1,9%).

The loss ratio is lower than expected for affinity.

One large new claim (claim number 0697) with D.O.L 2021-06-23 has been reported during the month. The reserve for this claim is set to 73 KEUR.

The largest outstanding claims, with a total reserve of 14 943 KSEK, are claim 0673 in Norway, claim 0668 in Finland and claim 0695 in Sweden. All of these claims belong to the Tech E&O Liability and Cyber program or Fidelity.

The net income as per June 2021 is 46,754 MSEK.

The SCR ratio as per 31 March is 151,8%. A new calculation will be made late July based on Q2 figures.

Administrative

The owner report has been submitted in June. Preparations for annual financial statements for the branches in Estonia and Latvia have started and are expected to be finalized early July.

TELIA FÖRSÄKRING AB
STATEMENT OF INCOME AND RETAINED EARNINGS
June 30, 2021

(EXPRESSED IN KSEK)

| | <u>2021</u> | <u>Business Plan 2021</u> | <u>2020</u> | <u>Business plan 2021</u> |
|---|----------------------|-------------------------------|----------------------|-------------------------------|
| | Year-to-Date | Year-to-Date | Year-to-Date | Full year |
| Earned premiums net of reinsurance | | | | |
| Earned Premiums | 382 676 | 409 500 | 363 058 | 819 000 |
| R/I Premium Cost | -10 087 | -11 000 | -9 613 | -22 000 |
| Norwegian natural pool peril | 0 | | 0 | |
| | <u>372 589</u> | <u>398 500</u> | <u>353 445</u> | <u>797 000</u> |
| Other Technical Income | <u>0</u> | <u>375</u> | <u>1 284</u> | <u>1 500</u> |
| | 0 | 375 | 1 284 | 1 500 |
| Claims net of reinsurance | | | | |
| Claims paid & payable | -92 334 | -75 000 | -96 172 | -150 000 |
| Loss adjustment expenses paid | -914 | 0 | -94 | 0 |
| R/I share of claims paid | 0 | 0 | 0 | 0 |
| Change in IBNR claims reserve | 1 785 | 0 | 1 875 | 0 |
| Change in claims reserve | 3 567 | -75 000 | -2 726 | -150 000 |
| Change in LAE reserve | 0 | 0 | 132 | 0 |
| Change in r/i share of claims reserve | 0 | 0 | 0 | 0 |
| Norsk natur skador | 0 | 0 | 0 | 0 |
| | <u>-87 897</u> | <u>-150 000</u> | <u>-96 985</u> | <u>-300 000</u> |
| Operating expenses | | | | |
| Commission expenses | -229 103 | -229 000 | -201 582 | -458 000 |
| Operating expenses | -8 768 | -9 150 | -7 115 | -18 300 |
| Pension related costs | -87 | 0 | -153 | 0 |
| Bonus | 0 | 0 | 0 | 0 |
| | <u>-237 958</u> | <u>-238 150</u> | <u>-208 849</u> | <u>-476 300</u> |
| Net technical result | 46 734 | 10 725 | 48 894 | 22 200 |
| Investment result | | | | |
| Investment Income | -521 | 0 | 128 | 0 |
| Gain/Loss on Foreign Exchange | 541 | 0 | -818 | 0 |
| | <u>21</u> | <u>0</u> | <u>-689</u> | <u>0</u> |
| Appropriations | 0 | 0 | 0 | 0 |
| Result before taxes | 46 754 | 10 725 | 48 205 | 22 200 |
| Taxes | 0 | 0 | 0 | 0 |
| NET INCOME | <u><u>46 754</u></u> | <u><u>10 725</u></u> | <u><u>48 205</u></u> | <u><u>22 200</u></u> |

TELIA FÖRSÄKRING AB
BALANCE SHEET
June 30, 2021
 (EXPRESSED IN KSEK)

| | <u>2021</u> | <u>2020</u> |
|---|-----------------------|-----------------------|
| | Year-to-Date | Year-to-Date |
| <u>ASSETS</u> | | |
| Financial Assets | | |
| Cash at bank, cashpool | 102 500 | 378 801 |
| Cash at bank, external | 141 004 | 0 |
| Bonds and Other Securities | 208 765 | 0 |
| Deposits with Willis | 31 370 | 2 664 |
| | <u>483 639</u> | <u>381 465</u> |
| R/I share of technical provision | | |
| R/I share of premium reserve | 18 448 | 18 448 |
| R/I share of claims reserve | 0 | 0 |
| | <u>18 448</u> | <u>18 448</u> |
| Receivables, prepayment and accrued income | | |
| Insurance Receivables | 120 944 | 116 083 |
| Accounts Receivables Group | 0 | 0 |
| Other receivables | 1 224 | 1 487 |
| Prepayments | 119 | 103 |
| Accrued Income | 0 | 0 |
| | <u>122 287</u> | <u>117 673</u> |
| TOTAL ASSETS | <u>624 373</u> | <u>517 586</u> |
| <u>LIABILITIES</u> | | |
| Shareholders Equity | | |
| Subscribed capital 2 000 000 á nom 100 SEK | 200 000 | 200 000 |
| Unconditional capital contribution | 45 000 | 0 |
| Profit brought forward | 4 187 | 4 497 |
| Profit for the period | 46 754 | 48 205 |
| | <u>295 942</u> | <u>252 702</u> |
| Untaxed reserve | <u>197 141</u> | <u>157 056</u> |
| | 197 141 | 157 056 |
| Technical provisions | | |
| Premium Reserve | 41 208 | 38 663 |
| Claims and Claims Handling Reserve | 52 677 | 39 348 |
| Norwegian peril | 2 444 | 2 498 |
| | <u>96 329</u> | <u>80 509</u> |
| Payables, accruals and deferred income | | |
| Payables Group Contribution | 0 | 0 |
| Insurance Payables | 5 674 | 0 |
| Reinsurance payables | 20 100 | 20 100 |
| Other Creditors | 3 624 | 3 361 |
| Accruals | 2 517 | 1 520 |
| Taxes Payable | 3 047 | 2 338 |
| | <u>34 961</u> | <u>27 319</u> |
| TOTAL LIABILITIES | <u>624 373</u> | <u>517 586</u> |

TELIA FÖRSÄKRING AB
UNDERWRITING ANALYSIS
June 30, 2021

(EXPRESSED IN KSEK)

| | Direct insurance | | | | Received reinsurance | | Total |
|---|------------------|---------------|-----------------|----------------|----------------------|-----------|-----------------|
| | Affinity* | Leasing | Property damage | Liability | Property damage | Liability | |
| Earned premiums net of reinsurance | | | | | | | |
| Gross premiums written | 346 841 | 14 999 | 18 789 | 19 425 | 0 | 0 | 400 054 |
| Reinsurer's share of premiums written | 0 | 0 | -6 806 | -13 413 | 0 | 0 | -20 219 |
| Change in premium reserve | 1 887 | 0 | -8 860 | -10 619 | 213 | 0 | -17 378 |
| Change in r/i share of premium reserve | 0 | 0 | 3 371 | 6 762 | 0 | 0 | 10 132 |
| | 348 728 | 14 999 | 6 494 | 2 155 | 213 | 0 | 372 589 |
| Other technical income | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Bonuses and rebates | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Profit sharing | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Incurred claims net of reinsurance | | | | | | | |
| Claims paid & Payable | -76 432 | -11 022 | -331 | -5 464 | 0 | 0 | -93 248 |
| R/I share of claims paid | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Change in IBNR claims Reserve | 1 313 | 472 | 0 | 0 | 0 | 0 | 1 785 |
| Change in claims reserve | 9 701 | 677 | -691 | -6 121 | 0 | 0 | 3 567 |
| Change in r/i share of claims reserve | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| | -65 418 | -9 872 | -1 022 | -11 585 | 0 | 0 | -87 897 |
| Net operating expenses | | | | | | | |
| Commission expenses | -229 050 | 0 | -40 | -14 | 0 | 0 | -229 103 |
| Other operating expenses | -7 991 | -344 | -228 | -202 | -5 | 0 | -8 768 |
| Depreciation | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| Pension related costs | -79 | -3 | -2 | -2 | 0 | 0 | -87 |
| | -237 119 | -347 | -269 | -218 | -5 | 0 | -237 958 |
| Other technical expenses | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| NET TECHNICAL RESULT | 46 191 | 4 779 | 5 203 | -9 648 | 208 | 0 | 46 734 |

TELIA FÖRSÄKRING AB

UNDERWRITING REPORT June 30, 2021 (EXPRESSED IN ORIGINAL CURRENCY)

| Currency | Premium Reserve | Claims Reserve | IBNR | Other liabilities | Total liabilities to be matched | Financial Investm | R/I Premium Reserve | R/I Claims Reserve | Other receivables | Premium Receiv. | Total assets to be matched | Deviation in Curr | Deviation in SEK | Currency Risk |
|----------|-----------------|----------------|---------|-------------------|---------------------------------|-------------------|---------------------|--------------------|-------------------|-----------------|----------------------------|-------------------|------------------|---------------|
| KSEK | -25 385 | -19 079 | -9 680 | -527 247 | -581 392 | 436 130 | 18 448 | 0 | 1 343 | 76 285 | 532 206 | -49 186 | | |
| KDKK | -2 106 | -152 | 0 | -25 | -2 283 | 679 | 0 | 0 | 0 | 2 306 | 2 985 | 702 | 954 | 95 |
| KEUR | -850 | -1 257 | -108 | -295 | -2 510 | 2 804 | 0 | 0 | 0 | 3 633 | 6 437 | 3 928 | 39 712 | 3 971 |
| KGBP | 0 | 0 | 0 | 0 | 0 | 93 | 0 | 0 | 0 | 0 | 93 | 93 | 1 101 | 110 |
| KNOK | -4 395 | -9 776 | -104 | -226 | -14 500 | 14 771 | 0 | 0 | 0 | 4 823 | 19 594 | 5 094 | 5 061 | 506 |
| KPLN | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 | 0 |
| KUSD | 0 | -11 | 0 | 0 | -11 | 289 | 0 | 0 | 0 | 0 | 289 | 277 | 2 359 | 236 |
| | -41 208 | -41 804 | -10 874 | -530 488 | -624 373 | 483 639 | 18 448 | 0 | 1 343 | 120 944 | 624 373 | | | 4 919 |

| Closing rates | |
|---------------|---------|
| SEK | 1,0000 |
| DKK | 1,3598 |
| EUR | 10,1112 |
| GBP | 11,7872 |
| NOK | 0,9934 |
| PLN | 2,2383 |
| USD | 8,5036 |

TELIA FÖRSÄKRING AB

Details on Affinity Business
May 31, 2021
(EXPRESSED IN SEK)

| Company | Gross Premiums Written | Commission Telia | Commission Willis | Net Written Premium | Claims Paid | Change in Outstanding loss reserve | Change in IBNR | Total | Outstanding Loss Reserve | IBNR | Loss Ratio |
|--------------------------|------------------------------|---------------------|----------------------|------------------------|-------------|--|-------------------|-------------|-----------------------------|-----------|------------|
| Total HaleBop 2017 | 21 133 649 | 7 956 311 | 625 184 | 12 552 154 | 11 035 737 | 18 668 | 0 | 1 497 749 | 18 668 | 0 | 88% |
| Total Halebop 2018 | 44 156 294 | 17 894 510 | 1 331 262 | 24 930 521 | 18 685 986 | 98 151 | 0 | 6 146 385 | 98 151 | 0 | 75% |
| Total Halebop 2019 | 49 029 338 | 21 701 938 | 1 456 005 | 25 871 395 | 21 266 111 | 70 416 | 0 | 4 534 868 | 70 416 | 0 | 82% |
| Total Halebop 2020 | 58 092 363 | 26 887 287 | 1 701 914 | 29 601 411 | 21 307 899 | 468 000 | 60 647 | 7 764 864 | 468 000 | 60 647 | 74% |
| Total Halebop 2021 | 25 248 950 | 13 770 793 | 737 479 | 10 740 678 | 4 688 093 | 2 207 636 | 685 352 | 3 159 597 | 2 207 636 | 685 352 | 71% |
| Total Consumer 2017 | 169 146 118 | 86 172 443 | 6 656 734 | 77 575 179 | 72 628 828 | 165 854 | 0 | 4 780 497 | 165 854 | 0 | 94% |
| Total Consumer 2018 | 367 233 198 | 207 594 026 | 13 117 692 | 146 521 480 | 114 608 172 | 1 092 655 | 0 | 30 820 652 | 1 092 655 | 0 | 79% |
| Total Consumer 2019 | 389 120 624 | 232 745 880 | 13 141 864 | 143 232 880 | 113 296 052 | 260 974 | 0 | 29 675 854 | 260 974 | 0 | 79% |
| Total Consumer 2020 | 384 757 950 | 238 755 492 | 12 612 994 | 133 389 463 | 99 585 525 | 1 572 267 | 301 392 | 31 930 279 | 1 572 267 | 301 392 | 76% |
| Total Consumer 2021 | 165 405 439 | 112 356 689 | 5 356 851 | 47 691 899 | 22 182 937 | 5 750 255 | 3 268 785 | 16 489 922 | 5 750 255 | 3 268 785 | 65% |
| Total Enterprise 2017 | 20 579 952 | 13 566 154 | 789 792 | 6 224 007 | 4 152 776 | 0 | 0 | 2 071 231 | 0 | 0 | 67% |
| Total Enterprise 2018 | 54 576 765 | 38 900 601 | 1 991 274 | 13 684 890 | 9 568 676 | 95 329 | 0 | 4 020 885 | 95 329 | 0 | 71% |
| Total Enterprise 2019 | 69 864 191 | 53 258 587 | 2 316 500 | 14 289 105 | 12 798 792 | 36 986 | 0 | 1 453 327 | 36 986 | 0 | 90% |
| Total Enterprise 2020 | 76 546 157 | 59 563 909 | 2 389 543 | 14 592 705 | 11 588 285 | 216 867 | 38 054 | 2 749 499 | 216 867 | 38 054 | 81% |
| Total Enterprise 2021 | 31 169 919 | 25 029 886 | 946 959 | 5 193 074 | 2 136 230 | 557 919 | 329 416 | 2 169 509 | 557 919 | 329 416 | 58% |
| Total Estonia 2017 | 23 359 | 12 127 | 1 051 | 10 181 | 39 853 | 0 | 0 | -29 672 | 0 | 0 | 391% |
| Total Estonia 2018 | 7 188 405 | 3 586 979 | 323 478 | 3 277 947 | 4 515 699 | 0 | 0 | -1 237 752 | 0 | 0 | 138% |
| Total Estonia 2019 | 27 329 633 | 12 471 758 | 1 229 833 | 13 628 042 | 12 910 228 | 0 | 0 | 717 813 | 0 | 0 | 95% |
| Total Estonia 2020 | 43 837 625 | 20 075 346 | 1 969 742 | 21 792 537 | 17 311 469 | 127 354 | 7 185 | 4 346 530 | 127 354 | 7 185 | 80% |
| Total Estonia 2021 | 20 191 410 | 9 359 736 | 908 612 | 9 923 062 | 4 532 607 | 2 015 218 | 302 469 | 3 072 768 | 2 015 218 | 302 469 | 69% |
| Total Latvia 2019 | 4 652 911 | 2 146 489 | 357 853 | 2 148 568 | 3 379 294 | 3 090 | 0 | -1 233 816 | 3 090 | 0 | 157% |
| Total Latvia 2020 | 28 087 309 | 12 858 118 | 2 160 504 | 13 068 687 | 11 174 520 | 150 623 | 0 | 1 743 543 | 150 623 | 0 | 87% |
| Total Latvia 2021 | 15 906 888 | 7 252 035 | 1 223 473 | 7 431 380 | 3 128 324 | 1 903 991 | 125 017 | 2 274 048 | 1 903 991 | 125 017 | 69% |
| Total Lithuania 2019 | 20 078 090 | 8 079 500 | 903 514 | 11 095 077 | 10 755 666 | 0 | 0 | 339 410 | 0 | 0 | 97% |
| Total Lithuania 2020 | 68 906 138 | 28 300 349 | 3 100 753 | 37 505 037 | 28 873 904 | 205 795 | 19 864 | 8 405 473 | 205 795 | 19 864 | 78% |
| Total Lithuania 2021 | 30 655 086 | 12 943 375 | 1 379 478 | 14 294 967 | 6 625 125 | 3 149 296 | 237 508 | 4 283 037 | 3 149 296 | 237 508 | 70% |
| Total all companies 2017 | 210 883 079 | 107 707 035 | 8 072 761 | 96 361 520 | 87 857 194 | 184 522 | 0 | 8 319 804 | 184 522 | 0 | 91% |
| Total all companies 2018 | 473 154 662 | 267 976 116 | 16 763 707 | 188 414 839 | 147 378 534 | 1 286 135 | 0 | 39 750 170 | 1 286 135 | 0 | 79% |
| Total all companies 2019 | 560 074 787 | 330 404 151 | 19 405 570 | 210 265 066 | 174 406 143 | 371 466 | 0 | 35 487 457 | 371 466 | 0 | 83% |
| Total all companies 2020 | 660 227 542 | 386 440 501 | 23 935 451 | 249 949 839 | 189 841 602 | 2 740 906 | 427 142 | 56 940 189 | 2 740 906 | 427 142 | 77% |
| Total all companies 2021 | 288 577 692 | 180 712 514 | 10 552 853 | 95 275 060 | 43 293 317 | 15 584 315 | 4 948 547 | 31 448 881 | 15 584 315 | 4 948 547 | 67% |
| Total UWY | 2 192 917 762 | 1 273 240 317 | 78 730 342 | 840 266 324 | 642 776 790 | 20 167 344 | 5 375 690 | 171 946 501 | 20 167 344 | 5 375 690 | 80% |

TELIA FÖRSÄKRING AB
UNDERWRITING ANALYSIS

June 30, 2021

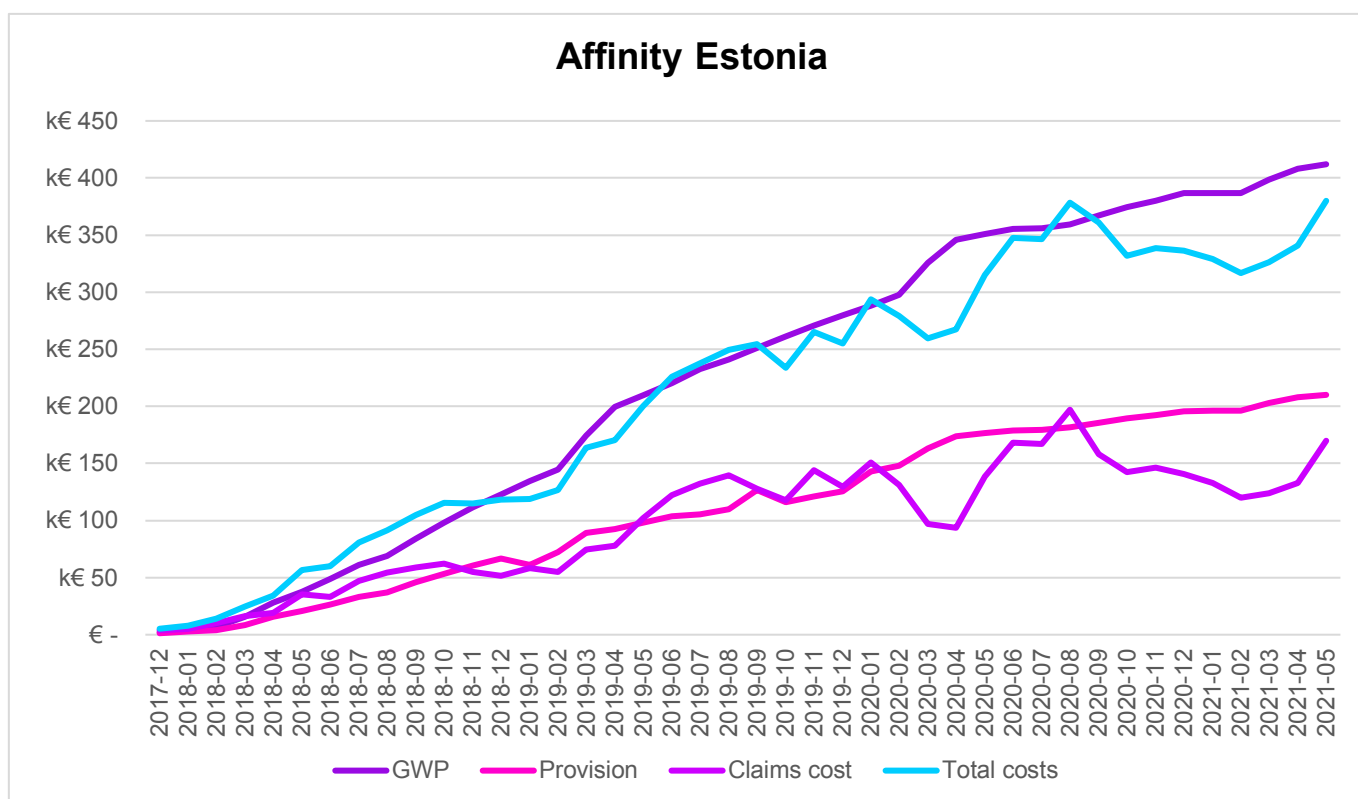
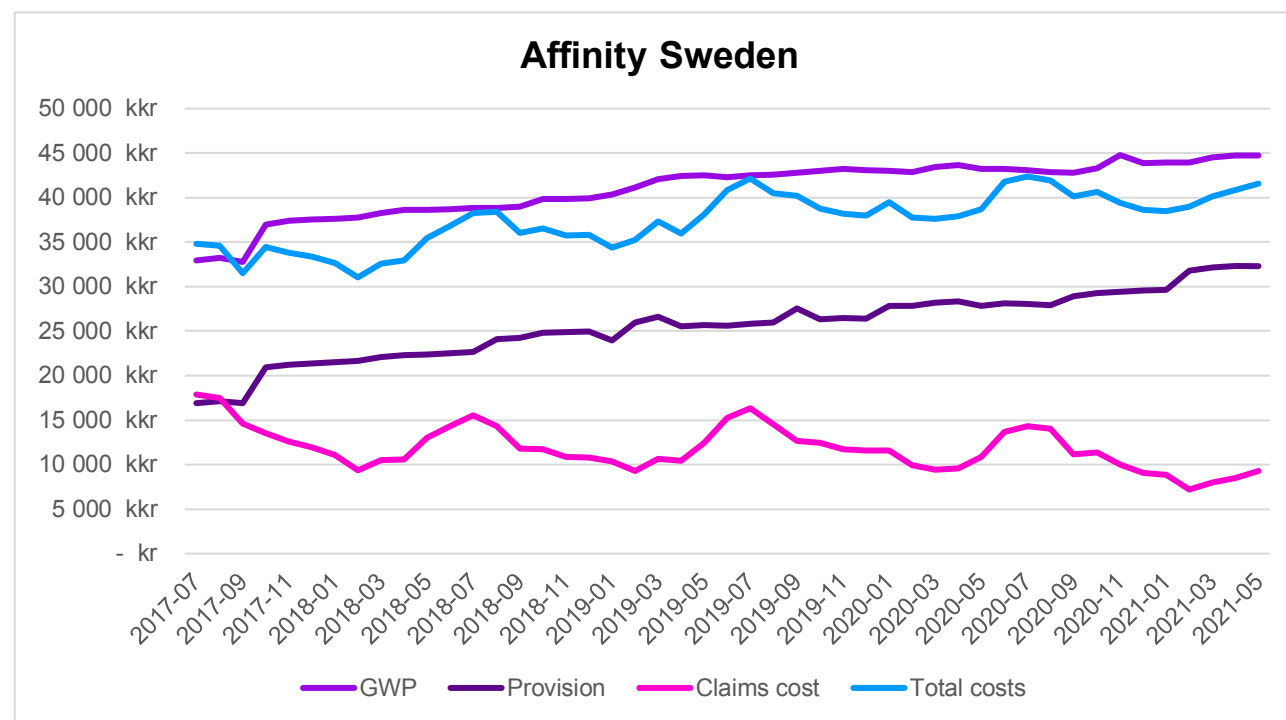
(EXPRESSED IN MSEK)

| All figures in MSEK | Affinity | Leasing | FTG Insurance | Total YTD | Business Plan YTD | YTD 2020 |
|-------------------------------|--------------|-------------|---------------|--------------|-------------------|--------------|
| Gross Premiums Earned | 348,7 | 15,0 | 18,9 | 382,7 | 409,5 | 363,1 |
| Reinsurance premiums Earned | 0,0 | 0,0 | -10,1 | -10,1 | -11,0 | -9,6 |
| Net Premiums Earned | 348,7 | 15,0 | 8,9 | 372,6 | 398,5 | 353,4 |
| Other Technical income | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 1,3 |
| Bonuses & rebates | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 |
| Profit sharing | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 | 0,0 |
| Net claims incurred | -65,4 | -9,9 | -12,6 | -87,9 | -150,0 | -97,0 |
| Commission expenses | -229,0 | 0,0 | -0,1 | -229,1 | -229,0 | -201,6 |
| Other operating expenses | -8,1 | -0,3 | -0,4 | -8,9 | -9,2 | -7,3 |
| NET TECHNICAL RESULT | 46,2 | 4,8 | -4,2 | 46,7 | 10,4 | 48,9 |

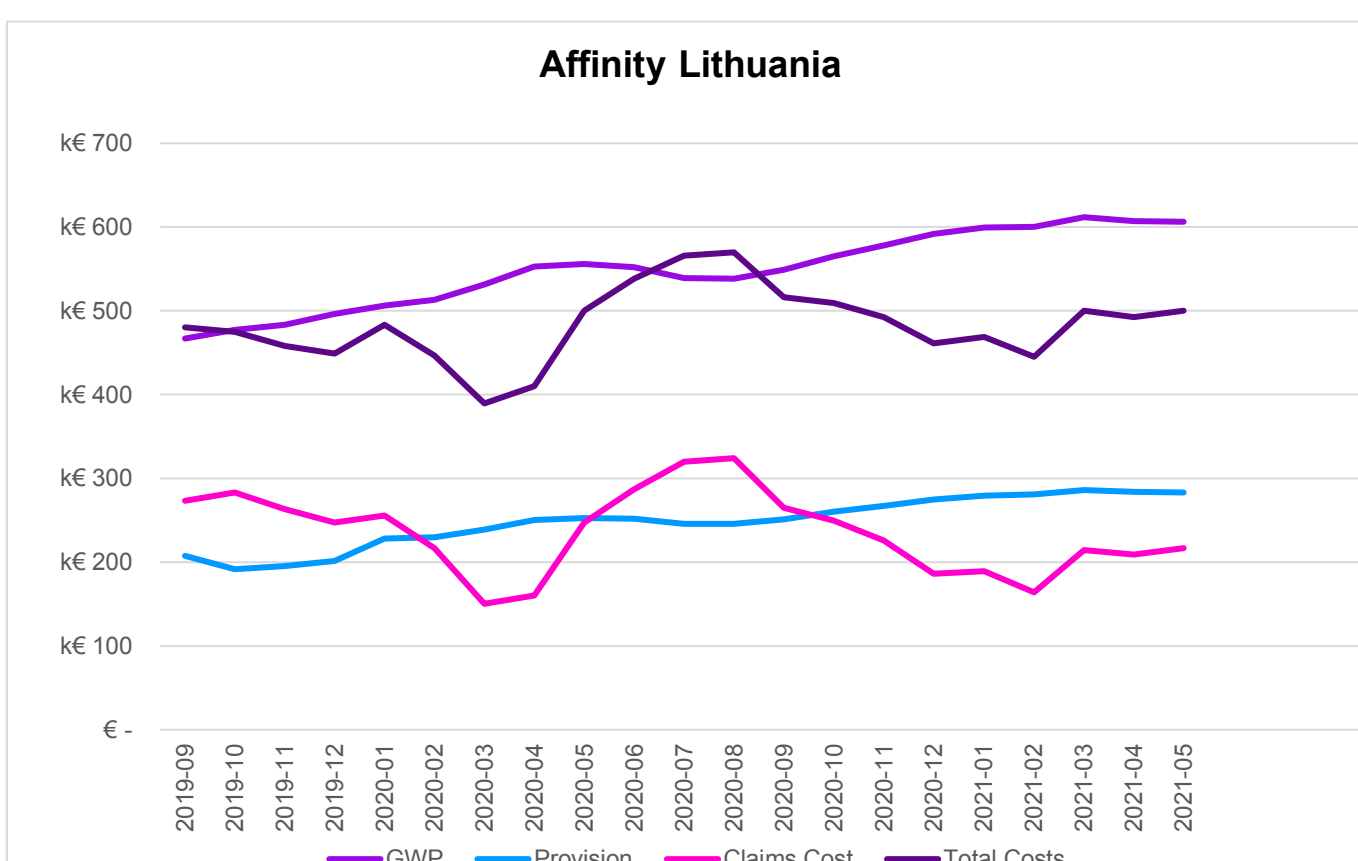
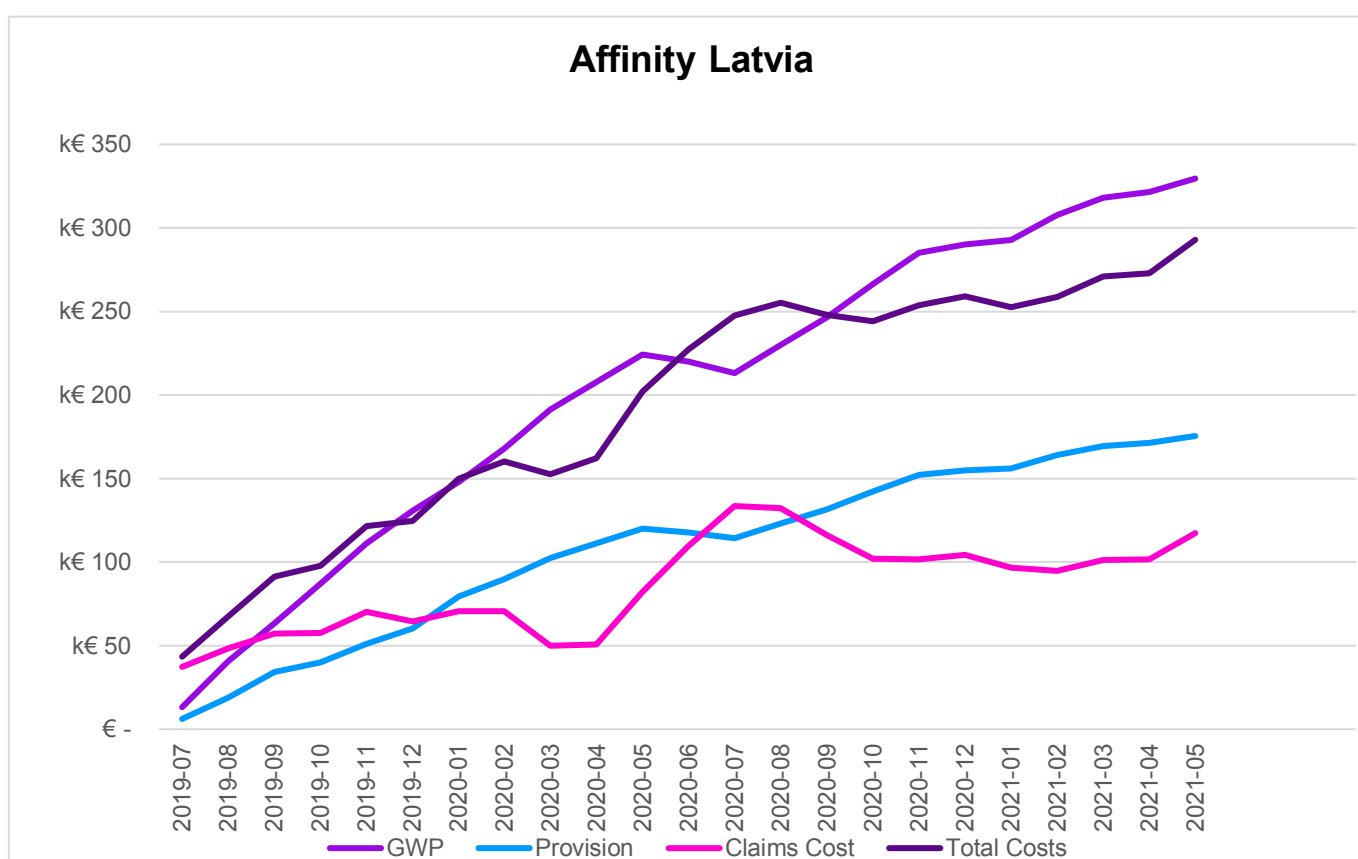
| Treasury result | | Financial assets | |
|--------------------------|------------|-------------------------|--------------|
| Treasury result | 0,0 | Cash at bank | 274,9 |
| <i>Whereof:</i> | | <i>Whereof:</i> | |
| Interest income | 1,0 | Telia company cash pool | 102,5 |
| Ch market value on bonds | -1,5 | Willis | 31,4 |
| Exchange rate difference | 0,5 | Bank | 141,0 |
| | | Bonds | 208,8 |

TELIA FÖRSÄKRING AB

Affinity business
 May 31, 2021
 (EXPRESSED IN KSEK)



0



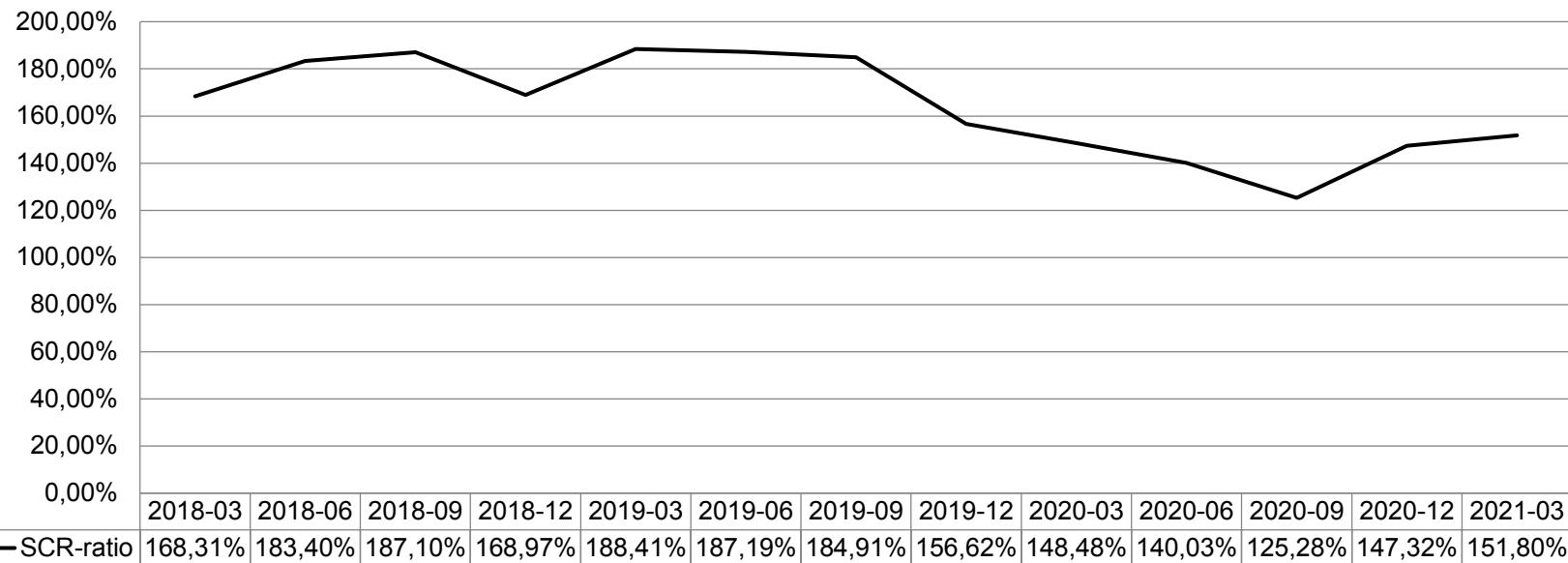
TELIA FÖRSÄKRING AB

Solvency Capital Requirement

Date of latest calculation 31 March 2021

| | | |
|---|-------|----------------|
| Available and eligible own funds | | |
| Total available own funds to meet the SCR | R0500 | 435 619 171,01 |
| Total available own funds to meet the MCR | R0510 | 435 619 171,01 |
| Total eligible own funds to meet the SCR | R0540 | 435 619 171,01 |
| Total eligible own funds to meet the MCR | R0550 | 435 619 171,01 |
| SCR | R0580 | 286 968 235,96 |
| MCR | R0600 | 71 742 058,99 |
| Ratio of Eligible own funds to SCR | R0620 | 1,5180 |
| Ratio of Eligible own funds to MCR | R0640 | 6,0720 |

SCR-ratio



TELIA FÖRSÄKRING AB

Minimum Capital Requirement
Date of latest calculation 31 March 2021

| | | |
|---|-------|----------------|
| Available and eligible own funds | | |
| Total available own funds to meet the SCR | R0500 | 435 619 171,01 |
| Total available own funds to meet the MCR | R0510 | 435 619 171,01 |
| Total eligible own funds to meet the SCR | R0540 | 435 619 171,01 |
| Total eligible own funds to meet the MCR | R0550 | 435 619 171,01 |
| SCR | R0580 | 286 968 235,96 |
| MCR | R0600 | 71 742 058,99 |
| Ratio of Eligible own funds to SCR | R0620 | 1,5180 |
| Ratio of Eligible own funds to MCR | R0640 | 6,0720 |

