

P&C Insurance Key Figures

Profit before taxes

Formula shown above in connection with the Group key figures.

Return on equity (at fair values), %

Formula shown above in connection with the Group key figures.

Risk ratio, %

$$\frac{\begin{array}{l} + \text{ claims incurred} \\ - \text{ claims settlement expenses} \end{array}}{\text{premiums earned}} \times 100\%$$

Cost ratio, %

$$\frac{\begin{array}{l} + \text{ operating expenses} \\ + \text{ claims settlement expenses} \end{array}}{\text{premiums earned}} \times 100\%$$

Loss ratio, %

$$\frac{\text{claims incurred}}{\text{premiums earned}} \times 100\%$$

Loss ratio excl. unwinding of discount, %

$$\frac{\text{claims incurred before unwinding of discount}}{\text{premiums earned}} \times 100\%$$

Expense ratio, %

$$\frac{\text{operating expenses}}{\text{premiums earned}} \times 100\%$$

Combined ratio, %

Loss ratio + expense ratio

Combined ratio excl. unwinding of discount, %

Loss ratio before unwinding of discount + expense ratio

Solvency capital (IFRS)

- + equity after proposed profit distribution
- ± valuation differences on investment

- intangible assets
- + subordinated loans
- deferred tax liability probably realised in near future
- ± other required items (Ministry of Finance decree)

Solvency capital, % of technical provision (IFRS)

| | | |
|---|--|--------|
| + | solvency capital | |
| + | liabilities for insurance and investment contracts | |
| - | reinsurers' share of insurance liabilities | |
| | | x 100% |

Solvency ratio (IFRS), %

| | |
|--------------------------------|--------|
| solvency capital | |
| premiums earned from 12 months | |
| | x 100% |