

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)

$$\begin{array}{l} + \text{ equity after proposed profit distribution} \\ \pm \text{ valuation differences on investment} \\ - \text{ intangible assets} \\ + \text{ subordinated loans} \end{array}$$

- deferred tax liability probably realised in near future
- ± other required items (Ministry of Finance decree)

Solvency capital, % of technical provision (IFRS)

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

Solvency ratio (IFRS), %

solvency capital		
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premiums earned from 12 months		x 100%