

Sampo Group's Annual Report 2013

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P&C Insurance Key Figures P&C Insurance Key Figures

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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)

$$\frac{\begin{array}{l} + \text{solvency capital} \\ + \text{liabilities for insurance and investment contracts} \\ - \text{reinsurers' share of insurance liabilities} \end{array}}{\text{technical provision}} \times 100\%$$

Solvency ratio (IFRS), %

$$\frac{\text{solvency capital}}{\text{technical provision}} \times 100\%$$

premiums earned from 12 months