

Sparebank 1 Skadeforsikring AS

Solvency and Financial Condition Report

Disclosures

31 December

2017

(Monetary amounts in NOK thousands)

General information

Undertaking name	Sparebank 1 Skadeforsikring AS
Undertaking identification code	915651232
Type of code of undertaking	Specific code
Type of undertaking	Non-life undertakings
Country of authorisation	NO
Language of reporting	en
Reporting reference date	31 December 2017
Currency used for reporting	NOK
Accounting standards	Local GAAP
Method of Calculation of the SCR	Standard formula
Matching adjustment	No use of matching adjustment
Volatility adjustment	Use of volatility adjustment
Transitional measure on the risk-free interest rate	No use of transitional measure on the risk-free interest rate
Transitional measure on technical provisions	No use of transitional measure on technical provisions

List of reported templates

- S.02.01.02 - Balance sheet
- S.05.01.02 - Premiums, claims and expenses by line of business
- S.17.01.02 - Non-Life Technical Provisions
- S.19.01.21 - Non-Life insurance claims
- S.22.01.21 - Impact of long term guarantees measures and transitionals
- S.23.01.01 - Own Funds
- S.25.01.21 - Solvency Capital Requirement - for undertakings on Standard Formula
- S.28.01.01 - Minimum Capital Requirement - Only life or only non-life insurance or reinsurance activity

S.02.01.02

Balance sheet

		Solvency II value
		C0010
	Assets	
R0030	Intangible assets	0
R0040	Deferred tax assets	2 895
R0050	Pension benefit surplus	6 677
R0060	Property, plant & equipment held for own use	0
R0070	Investments (other than assets held for index-linked and unit-linked contracts)	9 954 438
R0080	<i>Property (other than for own use)</i>	0
R0090	<i>Holdings in related undertakings, including participations</i>	1 441 997
R0100	<i>Equities</i>	188 739
R0110	<i>Equities - listed</i>	188 739
R0120	<i>Equities - unlisted</i>	0
R0130	<i>Bonds</i>	7 349 811
R0140	<i>Government Bonds</i>	1 907 547
R0150	<i>Corporate Bonds</i>	5 177 561
R0160	<i>Structured notes</i>	0
R0170	<i>Collateralised securities</i>	264 703
R0180	<i>Collective Investments Undertakings</i>	923 434
R0190	<i>Derivatives</i>	26 470
R0200	<i>Deposits other than cash equivalents</i>	0
R0210	<i>Other investments</i>	23 987
R0220	Assets held for index-linked and unit-linked contracts	0
R0230	Loans and mortgages	34 364
R0240	<i>Loans on policies</i>	0
R0250	<i>Loans and mortgages to individuals</i>	0
R0260	<i>Other loans and mortgages</i>	34 364
R0270	Reinsurance recoverables from:	286 386
R0280	<i>Non-life and health similar to non-life</i>	286 386
R0290	<i>Non-life excluding health</i>	43 763
R0300	<i>Health similar to non-life</i>	242 623
R0310	<i>Life and health similar to life, excluding index-linked and unit-linked</i>	0
R0320	<i>Health similar to life</i>	0
R0330	<i>Life excluding health and index-linked and unit-linked</i>	0
R0340	<i>Life index-linked and unit-linked</i>	0
R0350	Deposits to cedants	0
R0360	Insurance and intermediaries receivables	396 531
R0370	Reinsurance receivables	31 206
R0380	Receivables (trade, not insurance)	31 068
R0390	Own shares (held directly)	0
R0400	Amounts due in respect of own fund items or initial fund called up but not yet paid in	0
R0410	Cash and cash equivalents	160 355
R0420	Any other assets, not elsewhere shown	0
R0500	Total assets	10 903 920

S.02.01.02

Balance sheet

Solvency II value	
C0010	
Liabilities	
R0510 Technical provisions - non-life	4 322 393
R0520 <i>Technical provisions - non-life (excluding health)</i>	2 819 404
R0530 <i>TP calculated as a whole</i>	0
R0540 <i>Best Estimate</i>	2 517 990
R0550 <i>Risk margin</i>	301 414
R0560 <i>Technical provisions - health (similar to non-life)</i>	1 502 990
R0570 <i>TP calculated as a whole</i>	0
R0580 <i>Best Estimate</i>	1 406 307
R0590 <i>Risk margin</i>	96 683
R0600 Technical provisions - life (excluding index-linked and unit-linked)	0
R0610 <i>Technical provisions - health (similar to life)</i>	0
R0620 <i>TP calculated as a whole</i>	0
R0630 <i>Best Estimate</i>	0
R0640 <i>Risk margin</i>	0
R0650 <i>Technical provisions - life (excluding health and index-linked and unit-linked)</i>	0
R0660 <i>TP calculated as a whole</i>	0
R0670 <i>Best Estimate</i>	0
R0680 <i>Risk margin</i>	0
R0690 Technical provisions - index-linked and unit-linked	0
R0700 <i>TP calculated as a whole</i>	0
R0710 <i>Best Estimate</i>	0
R0720 <i>Risk margin</i>	0
R0740 Contingent liabilities	0
R0750 Provisions other than technical provisions	0
R0760 Pension benefit obligations	0
R0770 Deposits from reinsurers	0
R0780 Deferred tax liabilities	291 555
R0790 Derivatives	12 943
R0800 Debts owed to credit institutions	0
R0810 Financial liabilities other than debts owed to credit institutions	2 090
R0820 Insurance & intermediaries payables	82 545
R0830 Reinsurance payables	2 006
R0840 Payables (trade, not insurance)	25 824
R0850 Subordinated liabilities	0
R0860 <i>Subordinated liabilities not in BOF</i>	0
R0870 <i>Subordinated liabilities in BOF</i>	0
R0880 Any other liabilities, not elsewhere shown	2 644 312
R0900 Total liabilities	7 383 669
R1000 Excess of assets over liabilities	3 520 250

S.05.01.02

Premiums, claims and expenses by line of business

Non-life

Line of Business for: non-life insurance and reinsurance obligations (direct business and accepted proportional reinsurance)												Line of business for: accepted non-proportional reinsurance				Total	
Medical expense insurance	Income protection insurance	Workers' compensation insurance	Motor vehicle liability insurance	Other motor insurance	Marine, aviation and transport insurance	Fire and other damage to property insurance	General liability insurance	Credit and suretyship insurance	Legal expenses insurance	Assistance	Misc. financial loss	Health	Casualty	Marine, aviation and transport	Property		C0200
C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160		
Premiums written																	
R0110	233 206	61 577	98 024	803 881	1 295 426	4 015	2 507 099	60 012				523 908	62 730				5 649 878
R0120																	0
R0130																	0
R0140	173	27	2 790	914	1 476	115	35 969	45		625	287						42 419
R0200	233 033	61 551	95 235	802 968	1 293 950	3 900	2 471 130	59 967		523 282	62 443						5 607 459
Premiums earned																	
R0210	232 985	61 329	99 585	778 978	1 258 059	4 218	2 463 134	59 197		514 723	57 789						5 529 996
R0220																	0
R0230																	0
R0240	173	27	2 790	914	1 476	115	35 969	45		625	287						42 419
R0300	232 812	61 303	96 796	778 064	1 256 583	4 103	2 427 165	59 152		514 097	57 502						5 487 577
Claims incurred																	
R0310	224 358	46 675	-15 215	164 625	856 069	-23 186	1 615 197	13 127		316 521	47 412						3 245 583
R0320																	0
R0330																	0
R0340	0	-7	-53 658	-7 187	-4 253	-11 659	979	0		0	330						-75 453
R0400	224 358	46 682	38 443	171 811	860 321	-11 526	1 614 217	13 127		316 521	47 082						3 321 037
Changes in other technical provisions																	
R0410	0	0	0	0	0	0	68 337	0			0						68 337
R0420																	0
R0430																	0
R0440	0	0	0	0	0	0	0	0		0	0						0
R0500	0	0	0	0	0	0	68 337	0		0	0						68 337
R0550	24 190	7 512	4 602	67 291	152 068	2 576	193 469	8 171		50 468	4 863						515 210
R1200	Other expenses																822 157
R1300	Total expenses																1 337 367

S.05.02.01

Premiums, claims and expenses by country

Non-life

	C0010	C0020	C0030	C0040	C0050	C0060	C0070
	Home Country	Top 5 countries (by amount of gross premiums written) - non-life obligations			Top 5 countries (by amount of gross premiums written) - non-life obligations		Total Top 5 and home country
	C0080	C0090	C0100	C0110	C0120	C0130	C0140
R0010							
Premiums written							
R0110	Gross - Direct Business						0
R0120	Gross - Proportional reinsurance accepted						0
R0130	Gross - Non-proportional reinsurance accepted						0
R0140	Reinsurers' share						0
R0200	Net	0	0	0	0	0	0
Premiums earned							
R0210	Gross - Direct Business						0
R0220	Gross - Proportional reinsurance accepted						0
R0230	Gross - Non-proportional reinsurance accepted						0
R0240	Reinsurers' share						0
R0300	Net	0	0	0	0	0	0
Claims incurred							
R0310	Gross - Direct Business						0
R0320	Gross - Proportional reinsurance accepted						0
R0330	Gross - Non-proportional reinsurance accepted						0
R0340	Reinsurers' share						0
R0400	Net	0	0	0	0	0	0
Changes in other technical provisions							
R0410	Gross - Direct Business						0
R0420	Gross - Proportional reinsurance accepted						0
R0430	Gross - Non-proportional reinsurance accepted						0
R0440	Reinsurers' share						0
R0500	Net	0	0	0	0	0	0
R0550	Expenses incurred						0
R1200	Other expenses						
R1300	Total expenses						0

Non-Life Technical Provisions

		Direct business and accepted proportional reinsurance											Accepted non-proportional reinsurance				Total Non-Life obligation	
		Medical expense insurance	Income protection insurance	Workers' compensation insurance	Motor vehicle liability insurance	Other motor insurance	Marine, aviation and transport insurance	Fire and other damage to property insurance	General liability insurance	Credit and suretyship insurance	Legal expenses insurance	Assistance	Miscellaneous financial loss	Non-proportional health reinsurance	Non-proportional casualty reinsurance	Non-proportional marine, aviation and transport reinsurance		Non-proportional property reinsurance
		C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0120	C0130	C0140	C0150	C0160	C0170	C0180
R0010	Technical provisions calculated as a whole	0	0	0	0	0	0	0	0			0	0					0
R0050	Total Recoverables from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default associated to TP calculated as a whole																	0
Technical provisions calculated as a sum of BE and RM Best estimate																		
Premium provisions																		
R0060	Gross	23 293	-3 209	12 774	-72 857	156 574	270	54 566	12 367			25 341	5 972					215 091
R0140	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	-177	-24	-569	-526	-870	20	-2 598	-32			-561	50					-5 288
R0150	Net Best Estimate of Premium Provisions	23 471	-3 184	13 343	-72 331	157 444	250	57 164	12 399			25 902	5 922					220 379
Claims provisions																		
R0160	Gross	454 973	244 487	673 988	951 372	207 775	730	984 922	72 598			107 117	11 244					3 709 206
R0240	Total recoverable from reinsurance/SPV and Finite Re after the adjustment for expected losses due to counterparty default	0	39	243 354	33 576	951	0	8 959	4 795			0	0					291 674
R0250	Net Best Estimate of Claims Provisions	454 973	244 448	430 633	917 796	206 824	730	975 962	67 803			107 117	11 244					3 417 531
R0260	Total best estimate - gross	478 267	241 279	686 762	878 515	364 349	1 000	1 039 488	84 964			132 458	17 216					3 924 297
R0270	Total best estimate - net	478 444	241 264	443 976	845 465	364 268	980	1 033 126	80 202			133 019	17 167					3 637 911
R0280	Risk margin	13 217	16 011	67 454	58 996	55 257	315	143 203	7 865			30 879	4 898					398 097
Amount of the transitional on Technical Provisions																		
R0290	Technical Provisions calculated as a whole																	0
R0300	Best estimate																	0
R0310	Risk margin																	0
R0320	Technical provisions - total	491 484	257 290	754 216	937 511	419 606	1 315	1 182 691	92 829			163 338	22 114					4 322 393
R0330	Recoverable from reinsurance contract/SPV and Finite Re after the adjustment for expected losses due to counterparty default - total	-177	15	242 786	33 049	81	20	6 362	4 762			-561	50					286 386
R0340	Technical provisions minus recoverables from reinsurance/SPV and Finite Re - total	491 661	257 275	511 430	904 461	419 525	1 295	1 176 329	88 067			163 899	22 064					4 036 007

S.19.01.21

Non-Life insurance claims

Total Non-life business

Z0020

Accident year / underwriting year

Gross Claims Paid (non-cumulative)															
(absolute amount)															
Year	C0010	C0020	C0030	C0040	C0050	C0060	C0070	C0080	C0090	C0100	C0110	C0170	C0180		
	Development year										In Current year	Sum of years (cumulative)			
	0	1	2	3	4	5	6	7	8	9			10 & +		
R0100	Prior											27 714	27 714	27 714	
R0160	2008	1 549 608	710 172	141 242	79 171	70 789	47 562	24 700	21 441	15 490	7 121		7 121	2 667 296	
R0170	2009	1 694 772	665 645	119 476	50 785	59 016	44 540	24 486	22 014	17 263			17 263	2 697 999	
R0180	2010	1 890 499	821 292	136 466	69 482	57 877	35 947	36 326	24 280				24 280	3 072 169	
R0190	2011	1 906 174	799 481	147 744	70 909	88 310	41 386	22 567					22 567	3 076 572	
R0200	2012	1 732 082	717 583	157 640	85 627	48 401	42 622						42 622	2 783 956	
R0210	2013	1 785 850	804 462	138 308	105 321	76 760							76 760	2 910 701	
R0220	2014	1 800 126	691 170	128 369	81 246								81 246	2 700 910	
R0230	2015	1 876 070	681 080	155 665									155 665	2 712 816	
R0240	2016	2 000 036	700 494										700 494	2 700 531	
R0250	2017	2 116 624											2 116 624	2 116 624	
R0260													Total	3 272 358	27 467 287

Gross Undiscounted Best Estimate Claims Provisions													
(absolute amount)													
Year	C0200	C0210	C0220	C0230	C0240	C0250	C0260	C0270	C0280	C0290	C0300	C0360	
	Development year										Year end (discounted data)		
	0	1	2	3	4	5	6	7	8	9		10 & +	
R0100	Prior											303 493	288 988
R0160	2008	0	0	0	0	0	0	0	116 527	77 596		72 118	
R0170	2009	0	0	0	0	0	0	165 126	95 739			89 658	
R0180	2010	0	0	0	0	0	189 581	129 582				121 269	
R0190	2011	0	0	0	0	264 844	177 531					167 369	
R0200	2012	0	0	0	0	334 795	216 023					204 121	
R0210	2013	0	0	0	443 492	310 687						295 213	
R0220	2014	0	0	405 405	253 764							241 220	
R0230	2015	0	599 053	379 669								360 143	
R0240	2016	1 323 583	507 404									483 824	
R0250	2017	1 422 949										1 385 282	
R0260												Total	3 709 206

S.22.01.21

Impact of long term guarantees measures and transitionals

	Amount with Long Term Guarantee measures and transitionals	Impact of transitional on technical provisions	Impact of transitional on interest rate	Impact of volatility adjustment set to zero	Impact of matching adjustment set to zero
	C0010	C0030	C0050	C0070	C0090
R0010 Technical provisions	4 322 393	0	0	18 196	0
R0020 Basic own funds	3 520 250	-3 520 250	0	0	0
R0050 Eligible own funds to meet Solvency Capital Requirement	3 520 250	-3 520 250	0	0	0
R0090 Solvency Capital Requirement	1 836 021	0	0	1 196	0
R0100 Eligible own funds to meet Minimum Capital Requirement	2 809 807	-2 809 807	0	0	0
R0110 Minimum Capital Requirement	775 791	0	0	0	0

S.23.01.01

Own Funds

Basic own funds before deduction for participations in other financial sector as foreseen in article 68 of Delegated Regulation 2015/35

R0010	Ordinary share capital (gross of own shares)
R0030	Share premium account related to ordinary share capital
R0040	Initial funds, members' contributions or the equivalent basic own-fund item for mutual and mutual-type undertakings
R0050	Subordinated mutual member accounts
R0070	Surplus funds
R0090	Preference shares
R0110	Share premium account related to preference shares
R0130	Reconciliation reserve
R0140	Subordinated liabilities
R0160	An amount equal to the value of net deferred tax assets
R0180	Other own fund items approved by the supervisory authority as basic own funds not specified above
R0220	Own funds from the financial statements that should not be represented by the reconciliation reserve and do not meet the criteria to be classified as Solvency II own funds
R0230	Deductions for participations in financial and credit institutions
R0290	Total basic own funds after deductions

Ancillary own funds

R0300	Unpaid and uncalled ordinary share capital callable on demand
R0310	Unpaid and uncalled initial funds, members' contributions or the equivalent basic own fund item for mutual and mutual - type undertakings, callable on demand
R0320	Unpaid and uncalled preference shares callable on demand
R0330	A legally binding commitment to subscribe and pay for subordinated liabilities on demand
R0340	Letters of credit and guarantees under Article 96(2) of the Directive 2009/138/EC
R0350	Letters of credit and guarantees other than under Article 96(2) of the Directive 2009/138/EC
R0360	Supplementary members calls under first subparagraph of Article 96(3) of the Directive 2009/138/EC
R0370	Supplementary members calls - other than under first subparagraph of Article 96(3) of the Directive 2009/138/EC
R0390	Other ancillary own funds
R0400	Total ancillary own funds

Available and eligible own funds

R0500	Total available own funds to meet the SCR
R0510	Total available own funds to meet the MCR
R0540	Total eligible own funds to meet the SCR
R0550	Total eligible own funds to meet the MCR

SCR

R0600	MCR
R0620	Ratio of Eligible own funds to SCR
R0640	Ratio of Eligible own funds to MCR

Reconciliation reserve

R0700	Excess of assets over liabilities
R0710	Own shares (held directly and indirectly)
R0720	Foreseeable dividends, distributions and charges
R0730	Other basic own fund items
R0740	Adjustment for restricted own fund items in respect of matching adjustment portfolios and ring fenced funds
R0760	Reconciliation reserve

Expected profits

R0770	Expected profits included in future premiums (EPIFP) - Life business
R0780	Expected profits included in future premiums (EPIFP) - Non- life business
R0790	Total Expected profits included in future premiums (EPIFP)

Total	Tier 1 unrestricted	Tier 1 restricted	Tier 2	Tier 3
C0010	C0020	C0030	C0040	C0050
132 000	132 000		0	
367 458	367 458		0	
0	0		0	
0		0	0	0
0	0			
0		0	0	0
0		0	0	0
2 155 190	2 155 190			
0		0	0	0
0				0
865 602	0	0	865 602	0
0				
0	0	0	0	
3 520 250	2 654 648	0	865 602	0

0				
0				
0				
0				
0				
0				
0				
0				
0				
0			0	0

3 520 250	2 654 648	0	865 602	0
3 520 250	2 654 648	0	865 602	
3 520 250	2 654 648	0	865 602	0
2 809 807	2 654 648	0	155 158	
1 836 021				
775 791				
191,73%				
362,19%				

C0060
3 520 250
0
1 365 060
0
2 155 190

0

S.25.01.21

Solvency Capital Requirement - for undertakings on Standard Formula

	Gross solvency capital requirement	USP	Simplifications
	C0110	C0090	C0120
R0010 Market risk	972 106		
R0020 Counterparty default risk	138 934		
R0030 Life underwriting risk	0		
R0040 Health underwriting risk	577 876		
R0050 Non-life underwriting risk	1 589 888		
R0060 Diversification	-996 658		
R0070 Intangible asset risk	0		
R0100 Basic Solvency Capital Requirement	2 282 145		
Calculation of Solvency Capital Requirement			
R0130 Operational risk	165 883		
R0140 Loss-absorbing capacity of technical provisions	0		
R0150 Loss-absorbing capacity of deferred taxes	-612 007		
R0160 Capital requirement for business operated in accordance with Art. 4 of Directive 2003/41/EC	0		
R0200 Solvency Capital Requirement excluding capital add-on	1 836 021		
R0210 Capital add-ons already set	0		
R0220 Solvency capital requirement	1 836 021		
Other information on SCR			
R0400 Capital requirement for duration-based equity risk sub-module	0		
R0410 Total amount of Notional Solvency Capital Requirements for remaining part	0		
R0420 Total amount of Notional Solvency Capital Requirements for ring fenced funds	0		
R0430 Total amount of Notional Solvency Capital Requirements for matching adjustment portfolios	0		
R0440 Diversification effects due to RFF nSCR aggregation for article 304	0		

S.28.01.01

Minimum Capital Requirement - Only life or only non-life insurance or reinsurance activity

Linear formula component for non-life insurance and reinsurance obligations

R0010 MCR_{NL} Result

C0010

775 791

Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance) written premiums in the last 12 months
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R0020 Medical expense insurance and proportional reinsurance
R0030 Income protection insurance and proportional reinsurance
R0040 Workers' compensation insurance and proportional reinsurance
R0050 Motor vehicle liability insurance and proportional reinsurance
R0060 Other motor insurance and proportional reinsurance
R0070 Marine, aviation and transport insurance and proportional reinsurance
R0080 Fire and other damage to property insurance and proportional reinsurance
R0090 General liability insurance and proportional reinsurance
R0100 Credit and suretyship insurance and proportional reinsurance
R0110 Legal expenses insurance and proportional reinsurance
R0120 Assistance and proportional reinsurance
R0130 Miscellaneous financial loss insurance and proportional reinsurance
R0140 Non-proportional health reinsurance
R0150 Non-proportional casualty reinsurance
R0160 Non-proportional marine, aviation and transport reinsurance
R0170 Non-proportional property reinsurance

C0020	C0030
478 444	233 033
241 264	60 450
443 976	96 336
845 465	802 968
364 268	1 294 093
980	3 900
1 033 126	2 470 849
80 202	59 467
0	
0	
133 019	523 282
17 167	62 443
0	
0	
0	
0	

Linear formula component for life insurance and reinsurance obligations

R0200 MCR_L Result

C0040

0

Net (of reinsurance/SPV) best estimate and TP calculated as a whole	Net (of reinsurance/SPV) total capital at risk
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R0210 Obligations with profit participation - guaranteed benefits
R0220 Obligations with profit participation - future discretionary benefits
R0230 Index-linked and unit-linked insurance obligations
R0240 Other life (re)insurance and health (re)insurance obligations
R0250 Total capital at risk for all life (re)insurance obligations

C0050	C0060

Overall MCR calculation

R0300 Linear MCR
R0310 SCR
R0320 MCR cap
R0330 MCR floor
R0340 Combined MCR
R0350 Absolute floor of the MCR
R0400 Minimum Capital Requirement

C0070

775 791
1 836 021
826 210
459 005
775 791
35 238
775 791