

Sparebank 1 Gruppen AS

Solvency and Financial Condition Report

Disclosures

31 December

2021

(Monetary amounts in NOK thousands)

General information

| | |
|---|---|
| Participating undertaking name | Sparebank 1 Gruppen AS |
| Group identification code | 975966372 |
| Type of code of group | Specific code |
| Country of the group supervisor | NO |
| Language of reporting | en |
| Reporting reference date | 31 desember 2021 |
| Currency used for reporting | NOK |
| Accounting standards | IFRS |
| Method of Calculation of the group SCR | Standard formula |
| Method of group solvency calculation | Method 1 is used exclusively |
| Matching adjustment | No use of matching adjustment |
| Volatility adjustment | No 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.05.01.02 - Premiums, claims and expenses by line of business
- S.22.01.22 - Impact of long term guarantees measures and transitionals
- S.23.01.22 - Own Funds
- S.25.01.22 - Solvency Capital Requirement - for groups on Standard Formula
- S.32.01.22 - Undertakings in the scope of the group

S.02.01.02

Balance sheet

| | | Solvency II value |
|---------------|--|----------------------|
| | | C0010 |
| Assets | | |
| R0030 | Intangible assets | |
| R0040 | Deferred tax assets | |
| R0050 | Pension benefit surplus | 474 |
| R0060 | Property, plant & equipment held for own use | 1.482.467 |
| R0070 | Investments (other than assets held for index-linked and unit-linked contracts) | 52.426.612 |
| R0080 | <i>Property (other than for own use)</i> | 8.145.301 |
| R0090 | <i>Holdings in related undertakings, including participations</i> | 1.895.601 |
| R0100 | <i>Equities</i> | 393.504 |
| R0110 | <i>Equities - listed</i> | 242.667 |
| R0120 | <i>Equities - unlisted</i> | 150.837 |
| R0130 | <i>Bonds</i> | 30.551.921 |
| R0140 | <i>Government Bonds</i> | 4.995.353 |
| R0150 | <i>Corporate Bonds</i> | 25.220.030 |
| R0160 | <i>Structured notes</i> | 0 |
| R0170 | <i>Collateralised securities</i> | 336.538 |
| R0180 | <i>Collective Investments Undertakings</i> | 9.869.835 |
| R0190 | <i>Derivatives</i> | 468.180 |
| R0200 | <i>Deposits other than cash equivalents</i> | 922.478 |
| R0210 | <i>Other investments</i> | 179.791 |
| R0220 | Assets held for index-linked and unit-linked contracts | 56.183.876 |
| R0230 | Loans and mortgages | 0 |
| R0240 | <i>Loans on policies</i> | 0 |
| R0250 | <i>Loans and mortgages to individuals</i> | |
| R0260 | <i>Other loans and mortgages</i> | |
| R0270 | Reinsurance recoverables from: | 565.805 |
| R0280 | <i>Non-life and health similar to non-life</i> | 197.616 |
| R0290 | <i>Non-life excluding health</i> | 36.504 |
| R0300 | <i>Health similar to non-life</i> | 161.111 |
| R0310 | <i>Life and health similar to life, excluding index-linked and unit-linked</i> | 368.189 |
| R0320 | <i>Health similar to life</i> | 362.292 |
| R0330 | <i>Life excluding health and index-linked and unit-linked</i> | 5.897 |
| R0340 | <i>Life index-linked and unit-linked</i> | 0 |
| R0350 | Deposits to cedants | 0 |
| R0360 | Insurance and intermediaries receivables | 145.034 |
| R0370 | Reinsurance receivables | 207.966 |
| R0380 | Receivables (trade, not insurance) | 189.472 |
| 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 | 1.502.516 |
| R0420 | Any other assets, not elsewhere shown | 19.095 |
| R0500 | Total assets | 112.723.318 |

S.02.01.02

Balance sheet

| | | Solvency II value |
|-------|--|----------------------|
| | | C0010 |
| | Liabilities | |
| R0510 | Technical provisions - non-life | 5.283.925 |
| R0520 | <i>Technical provisions - non-life (excluding health)</i> | 3.479.716 |
| R0530 | <i>TP calculated as a whole</i> | 0 |
| R0540 | <i>Best Estimate</i> | 3.054.299 |
| R0550 | <i>Risk margin</i> | 425.417 |
| R0560 | <i>Technical provisions - health (similar to non-life)</i> | 1.804.209 |
| R0570 | <i>TP calculated as a whole</i> | 0 |
| R0580 | <i>Best Estimate</i> | 1.624.204 |
| R0590 | <i>Risk margin</i> | 180.005 |
| R0600 | Technical provisions - life (excluding index-linked and unit-linked) | 29.684.044 |
| R0610 | <i>Technical provisions - health (similar to life)</i> | 8.557.120 |
| R0620 | <i>TP calculated as a whole</i> | 0 |
| R0630 | <i>Best Estimate</i> | 8.236.629 |
| R0640 | <i>Risk margin</i> | 320.490 |
| R0650 | <i>Technical provisions - life (excluding health and index-linked and unit-linked)</i> | 21.126.924 |
| R0660 | <i>TP calculated as a whole</i> | 0 |
| R0670 | <i>Best Estimate</i> | 20.249.816 |
| R0680 | <i>Risk margin</i> | 877.109 |
| R0690 | Technical provisions - index-linked and unit-linked | 54.486.530 |
| R0700 | <i>TP calculated as a whole</i> | 0 |
| R0710 | <i>Best Estimate</i> | 53.529.426 |
| R0720 | <i>Risk margin</i> | 957.104 |
| R0740 | Contingent liabilities | 0 |
| R0750 | Provisions other than technical provisions | 0 |
| R0760 | Pension benefit obligations | 14.925 |
| R0770 | Deposits from reinsurers | 368.189 |
| R0780 | Deferred tax liabilities | 1.256.574 |
| R0790 | Derivatives | 464.079 |
| R0800 | Debts owed to credit institutions | 2.566.333 |
| R0810 | Financial liabilities other than debts owed to credit institutions | 1.475 |
| R0820 | Insurance & intermediaries payables | 494.951 |
| R0830 | Reinsurance payables | 15.878 |
| R0840 | Payables (trade, not insurance) | 318.672 |
| R0850 | Subordinated liabilities | 1.503.022 |
| R0860 | <i>Subordinated liabilities not in BOF</i> | |
| R0870 | <i>Subordinated liabilities in BOF</i> | 1.503.022 |
| R0880 | Any other liabilities, not elsewhere shown | 841.575 |
| R0900 | Total liabilities | 97.300.173 |
| R1000 | Excess of assets over liabilities | 15.423.144 |

S.22.01.22

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 | 89.454.499 | 0 | 0 | 220.346 | 0 |
| R0020 Basic own funds | 13.830.135 | 0 | 0 | 2.999.595 | 0 |
| R0050 Eligible own funds to meet Solvency Capital Requirement | 13.830.135 | 0 | 0 | 2.999.595 | 0 |
| R0090 Solvency Capital Requirement | 8.929.029 | 0 | 0 | 161.802 | 0 |

S.23.01.22

Own Funds

Basic own funds before deduction for participations in other financial sector

Own funds when using the D&A, exclusively or in combination of method 1

| | |
|-------|--|
| R0450 | Own funds aggregated when using the D&A and combination of method |
| R0460 | Own funds aggregated when using the D&A and combination of method net of IGT |
| R0520 | Total available own funds to meet the consolidated group SCR (excluding own funds from other financial sector and from the undertakings included via D&A) |
| R0530 | Total available own funds to meet the minimum consolidated group SCR |
| R0560 | Total eligible own funds to meet the consolidated group SCR (excluding own funds from other financial sector and from the undertakings included via D&A) |
| R0570 | Total eligible own funds to meet the minimum consolidated group SCR (group) |
| R0610 | Minimum consolidated Group SCR |
| R0650 | Ratio of Eligible own funds to Minimum Consolidated Group SCR |
| R0660 | Total eligible own funds to meet the group SCR (including own funds from other financial sector and from the undertakings included via D&A) |
| R0680 | Group SCR |
| R0690 | Ratio of Eligible own funds to group SCR including other financial sectors and the undertakings included via D&A |

Reconciliation reserve

| | |
|-------|---|
| R0700 | Excess of assets over liabilities |
| R0710 | Own shares (held directly and indirectly) |
| R0720 | Forseeable 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 |
| R0750 | Other non available own 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 |
| 0 | | | | |
| 0 | | | | |
| 13.830.135 | 10.978.546 | 0 | 2.851.589 | 0 |
| 13.830.135 | 10.978.546 | 0 | 2.851.589 | |
| 13.830.135 | 10.978.546 | 0 | 2.851.589 | 0 |
| 11.552.466 | 10.978.546 | 0 | 573.920 | |
| 2.869.601 | | | | |
| 402,58 % | | | | |
| 13.830.135 | 10.978.546 | 0 | 2.851.589 | 0 |
| 8.929.029 | | | | |
| 154,89 % | | | | |
| C0060 | | | | |
| 15.423.144 | | | | |
| | | | | |
| 4.599.232 | | | | |
| | | | | |
| 10.823.912 | | | | |
| C0060 | | | | |
| 1.562.128 | | | | |
| 842.119 | | | | |
| 2.404.247 | | | | |

S.25.01.22

Solvency Capital Requirement - for groups on Standard Formula

| | Gross solvency capital requirement | USP | Simplifications |
|--|------------------------------------|-------|-----------------|
| | | C0090 | C0120 |
| R0010 Market risk | 8.436.824 | | |
| R0020 Counterparty default risk | 238.545 | | |
| R0030 Life underwriting risk | 3.637.196 | | |
| R0040 Health underwriting risk | 1.760.797 | | |
| R0050 Non-life underwriting risk | 2.647.693 | | |
| R0060 Diversification | -5.145.188 | | |
| R0070 Intangible asset risk | 0 | | |
| R0100 Basic Solvency Capital Requirement | 11.575.866 | | |
| Calculation of Solvency Capital Requirement | | | |
| R0130 Operational risk | 601.677 | | |
| R0140 Loss-absorbing capacity of technical provisions | -2.927.914 | | |
| R0150 Loss-absorbing capacity of deferred taxes | -1.602.000 | | |
| 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 | 7.647.629 | | |
| R0210 Capital add-ons already set | 0 | | |
| R0220 Solvency capital requirement for undertakings under consolidated method | 7.647.629 | | |
| 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 | | |
| R0470 Minimum consolidated group solvency capital requirement | 2.869.601 | | |
| Information on other entities | | | |
| R0500 Capital requirement for other financial sectors (Non-insurance capital requirements) | 1.281.399 | | |
| R0510 <i>Credit institutions, investment firms and financial institutions, alternative investment funds managers, UCITS management companies</i> | 0 | | |
| R0520 <i>Institutions for occupational retirement provisions</i> | 1.281.399 | | |
| R0530 <i>Capital requirement for non-regulated entities carrying out financial activities</i> | 0 | | |
| R0540 Capital requirement for non-controlled participation requirements | 0 | | |
| R0550 Capital requirement for residual undertakings | 0 | | |
| Overall SCR | | | |
| R0560 SCR for undertakings included via D&A | 0 | | |
| R0570 Solvency capital requirement | 8.929.029 | | |

USP Key

For life underwriting risk:

- 1 - Increase in the amount of annuity benefits
- 9 - None

For health underwriting risk:

- 1 - Increase in the amount of annuity benefits
- 2 - Standard deviation for NSLT health premium risk
- 3 - Standard deviation for NSLT health gross premium risk
- 4 - Adjustment factor for non-proportional reinsurance
- 5 - Standard deviation for NSLT health reserve risk
- 9 - None

For non-life underwriting risk:

- 4 - Adjustment factor for non-proportional reinsurance
- 6 - Standard deviation for non-life premium risk
- 7 - Standard deviation for non-life gross premium risk
- 8 - Standard deviation for non-life reserve risk
- 9 - None

S.32.01.22

Undertakings in the scope of the group

| | Country | Identification code of the undertaking | Type of code of the ID of the undertaking | Legal Name of the undertaking | Type of undertaking | Legal form | Category (mutual/non mutual) | Supervisory Authority |
|-----|---------|--|---|--------------------------------|---|--------------|------------------------------|-----------------------|
| Row | C0010 | C0020 | C0030 | C0040 | C0050 | C0060 | C0070 | C0080 |
| 1 | NO | 952226010 | Specific code | Modhi Norge (tidl. Conecto AS) | Non-regulated undertaking carrying out financial activities as defined in Article 1 (52) of Delegated Regulation (EU) 2015/35 | Aksjeselskap | Non-mutual | |
| 2 | NO | 5967007LIEEXZ6CZC36 | LEI | SpareBank 1 Factoring AS | Credit institution, investment firm and financial institution | Aksjeselskap | Non-mutual | FSA_Norway |
| 3 | NO | 919628103 | Specific code | MODHI Finance AS | Credit institution, investment firm and financial institution | Aksjeselskap | Non-mutual | FSA_Norway |
| 4 | NO | 549300YMG64QJP8PQ10 | LEI | Sparebank 1 Forsikring AS | Life insurance undertaking | Aksjeselskap | Non-mutual | FSA_Norway |
| 5 | NO | 975966372 | Specific code | Sparebank 1 Gruppen AS | Insurance holding company as defined in Article 212(1) (f) of Directive 2009/138/EC | Aksjeselskap | Non-mutual | FSA_Norway |
| 6 | NO | HSA1LEEL3Z4COT5M5X84 | LEI | Fremtind Forsikring AS | Non life insurance undertaking | Aksjeselskap | Non-mutual | FSA_Norway |
| 7 | NO | 918488294 | Specific code | SpareBank 1 Spleis AS | Non-regulated undertaking carrying out financial activities as defined in Article 1 (52) of Delegated Regulation (EU) 2015/35 | Aksjeselskap | Non-mutual | FSA_Norway |
| 8 | NO | 925239690 | Specific code | SpareBank 1 Forvaltning AS | Credit institution, investment firm and financial institution | Aksjeselskap | Non-mutual | FSA_Norway |
| 9 | FI | 2937875-2 | Specific code | Modhi Finland OY | Credit institution, investment firm and financial institution | Aksjeselskap | Non-mutual | FSA_Norway |

S.32.01.22

Undertakings in the scope of the group

| Country | Identification code of the undertaking | Type of code of the ID of the undertaking | Legal Name of the undertaking | Criteria of influence | | | | | | Inclusion in the scope of Group supervision | | Group solvency calculation | |
|---------|--|---|-------------------------------|--------------------------------|---|-----------------|----------------|--------------------|--|---|---|--|----------------------------------|
| | | | | % capital share | % used for the establishment of consolidated accounts | % voting rights | Other criteria | Level of influence | Proportional share used for group solvency calculation | YES/NO | Date of decision if art. 214 is applied | Method used and under method 1, treatment of the undertaking | |
| Row | C0010 | C0020 | C0030 | C0040 | C0180 | C0190 | C0200 | C0210 | C0220 | C0230 | C0240 | C0250 | C0260 |
| 1 | NO | 952226010 | Specific code | Modhi Norge (tidl. Conecto AS) | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Adjusted equity method |
| 2 | NO | 5967007LIEEXZ6CZC36 | LEI | SpareBank 1 Factoring AS | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Adjusted equity method |
| 3 | NO | 919628103 | Specific code | MODHI Finance AS | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Adjusted equity method |
| 4 | NO | 549300YMG64QJP8PQ10 | LEI | Sparebank 1 Forsikring AS | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Full consolidation |
| 5 | NO | 975966372 | Specific code | Sparebank 1 Gruppen AS | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Full consolidation |
| 6 | NO | HSA1LEEL3Z4C0T5M5X84 | LEI | Fremtind Forsikring AS | 65,00 % | 100,00 % | 65,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Full consolidation |
| 7 | NO | 918488294 | Specific code | SpareBank 1 Spleis AS | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Adjusted equity method |
| 8 | NO | 925239690 | Specific code | SpareBank 1Forvaltning AS | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Adjusted equity method |
| 9 | FI | 2937875-2 | Specific code | Modhi Finland OY | 100,00 % | 100,00 % | 100,00 % | | Significant | 100,00 % | Included in the scope | | Method 1: Adjusted equity method |