



Interim report 1 January – 31 March 2022

28 April 2022

Summary of January–March

- The return on Veritas' investments was negative in the first quarter of 2022.
- Veritas' solvency remained at a secure level and at the end of March was 1.7-fold compared to the solvency limit.
- Veritas published its Corporate Responsibility Report on 20 April.
- In real estate as well as in equity investments and corporate bonds, carbon dioxide emissions were reduced faster than targeted.



-3.5%

Return on investments



4.2bn

Value of investments



127.9%

Solvency ratio



1.7

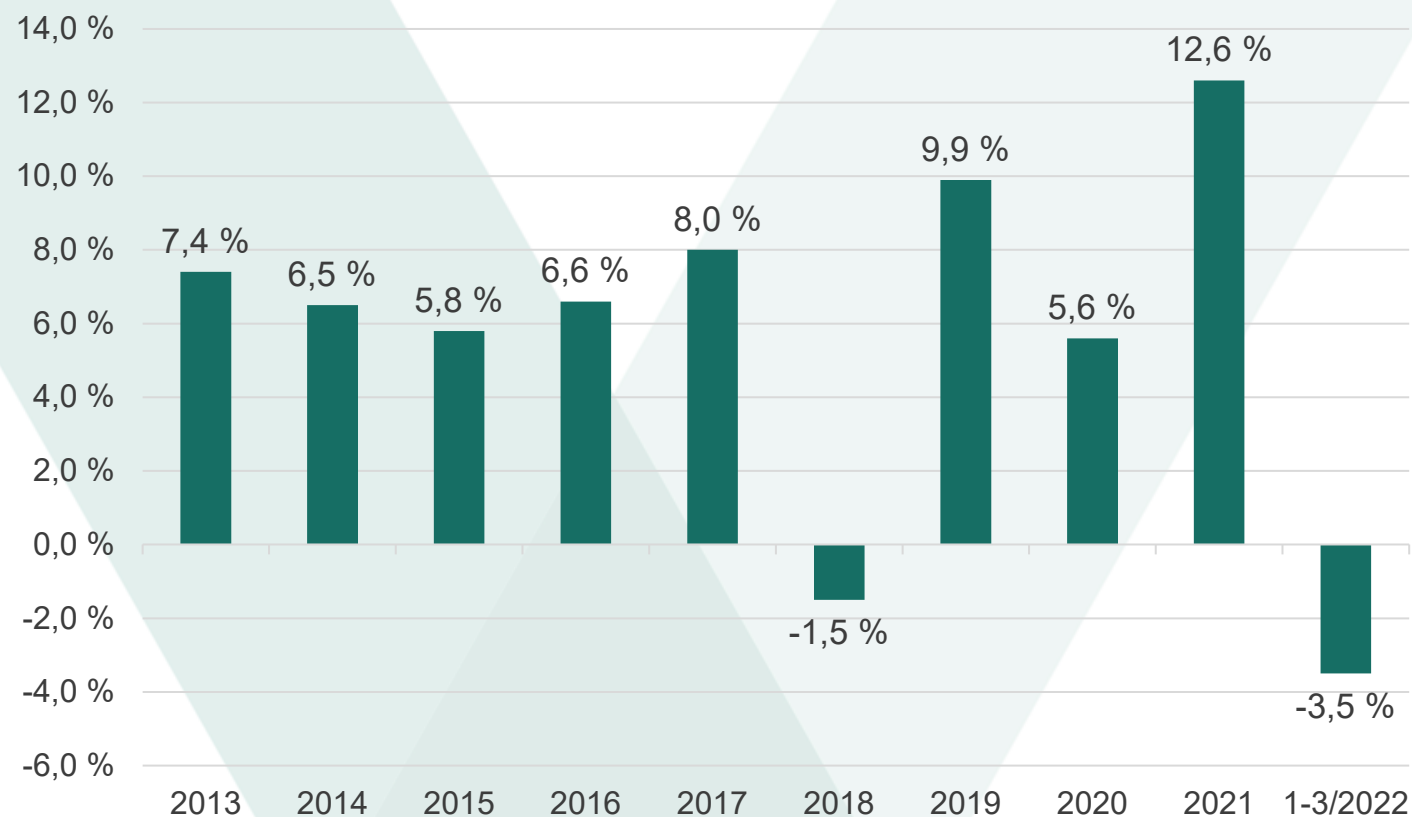
Solvency position



Investments

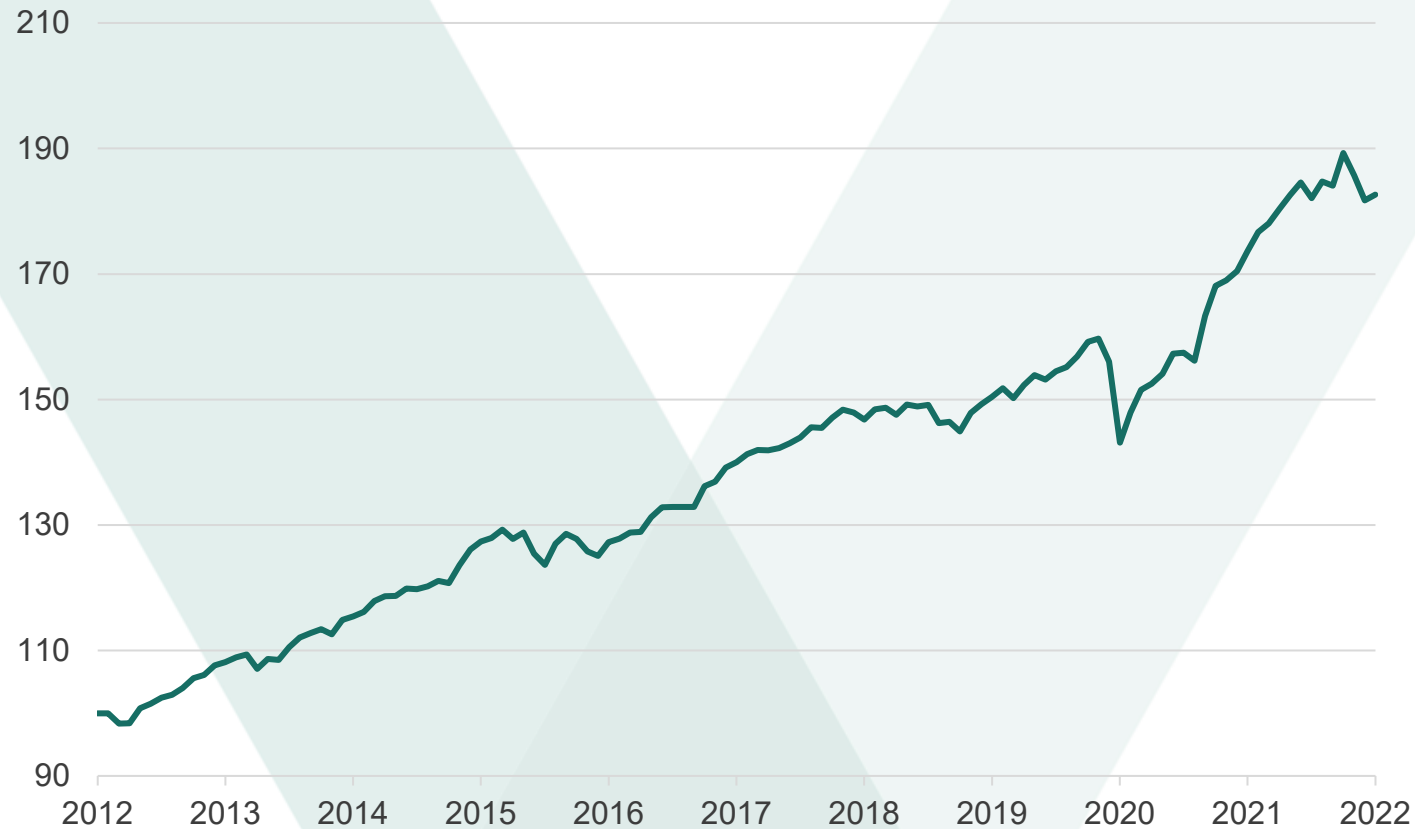
The investment return was -3.5% in the first quarter

Investment returns



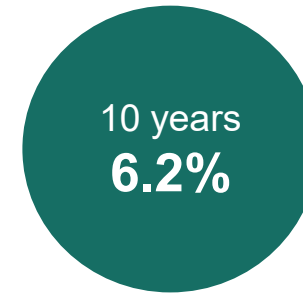
- During the first quarter of this year, the return on Veritas' investments amounted to **-3.5** per cent.
- Fixed-income instruments yielded **-3.0** per cent, equity investments **-6.8** per cent, real estate **1.2** per cent and other investments **3.0** per cent.

The cumulative investment return for a 10-year period is 82.6 per cent



The return is calculated from 1 April 2012 to 31 March 2022.

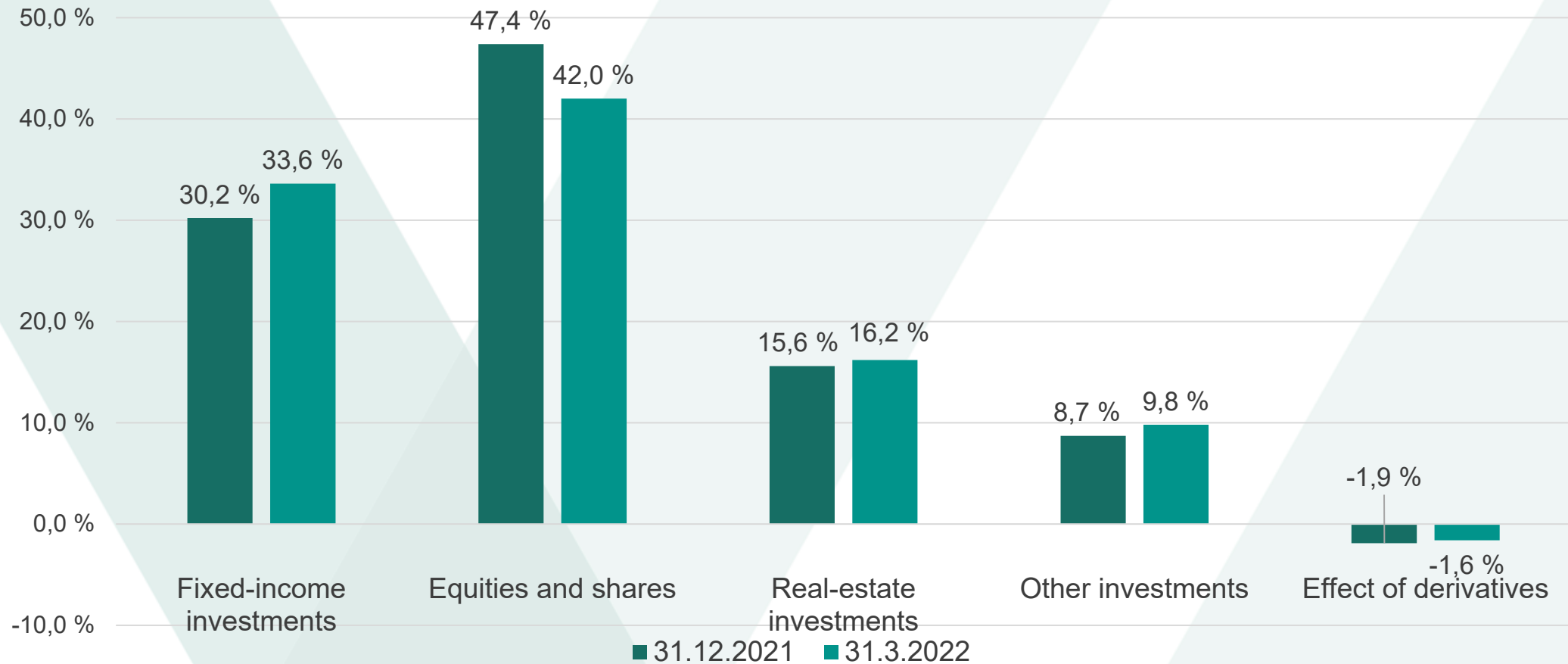
Nominal return



Real return

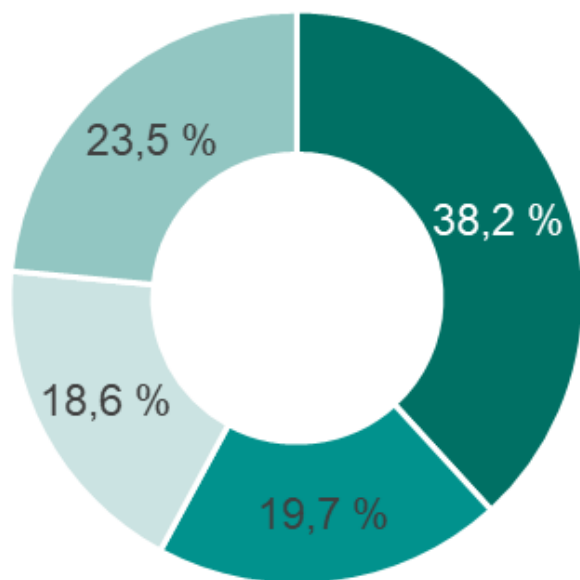


Changes in portfolio allocation



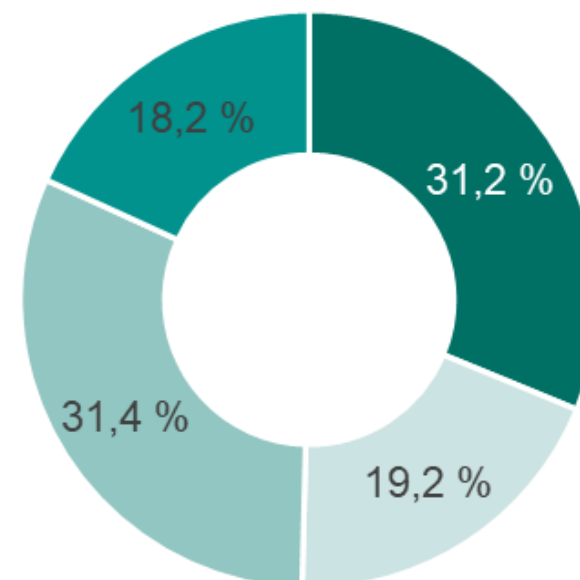
Geographical distribution of investments

All investments



■ Finland ■ Europe ■ North-America ■ Others

Listed equities



■ Finland ■ Europe ■ North-America ■ Others

Breakdown of investments at fair value

	Basic breakdown		Risk-adjusted breakdown		Return
	31 Mar 2022		31 Mar 2022		1-3/2022
	milj. €	%	milj. €	% ⁸	%
Fixed-income investments	1 421,8	33,6	1 419,8	33,6	-3,0
Loan receivables ¹	53,9	1,3	53,9	1,3	0,5
Bonds ¹	1 044,5	24,7	1 042,5	24,6	-3,9
Government bonds	569,1	13,5	567,1	13,4	-5,2
Other bonds	475,4	11,2	475,4	11,2	-2,0
Other money market instruments and deposits ^{1 2}	323,4	7,6	323,4	7,6	-0,3
Equity investments	1 707,1	40,3	1 776,6	42,0	-6,8
Listed equities	1 296,7	30,6	1 366,3	32,3	-9,9
Private equity investments ³	365,1	8,6	365,1	8,6	5,2
Unlisted equities ⁴	45,2	1,1	45,2	1,1	2,6
Real estate investments	686,5	16,2	686,5	16,2	1,2
Direct real estate investments	569,0	13,4	569,0	13,4	1,2
Real estate funds	117,5	2,8	117,5	2,8	1,5
Other investments	415,7	9,8	415,7	9,8	3,0
Hedge fund investments ⁵	256,8	6,1	256,8	6,1	2,6
Other investments ⁶	158,9	3,8	158,9	3,8	3,8
Total investments	4 231,1	100,0	4 298,6	101,6	-3,5
Effect of derivatives ⁷			-67,6	-1,6	
Total investments at fair value			4 231,1	100,0	
Modified duration of the bond portfolio			4,6		
Open currency position, % of the market value of investments			24,7		

¹ Includes accrued interest.

² Includes cash and bank balance as well as settlement receivables and liabilities.

³ Includes private equity and mezzanine funds.

⁴ Includes unlisted real estate investment companies.

⁵ Includes all types of hedge fund shares, regardless of the fund's strategy.

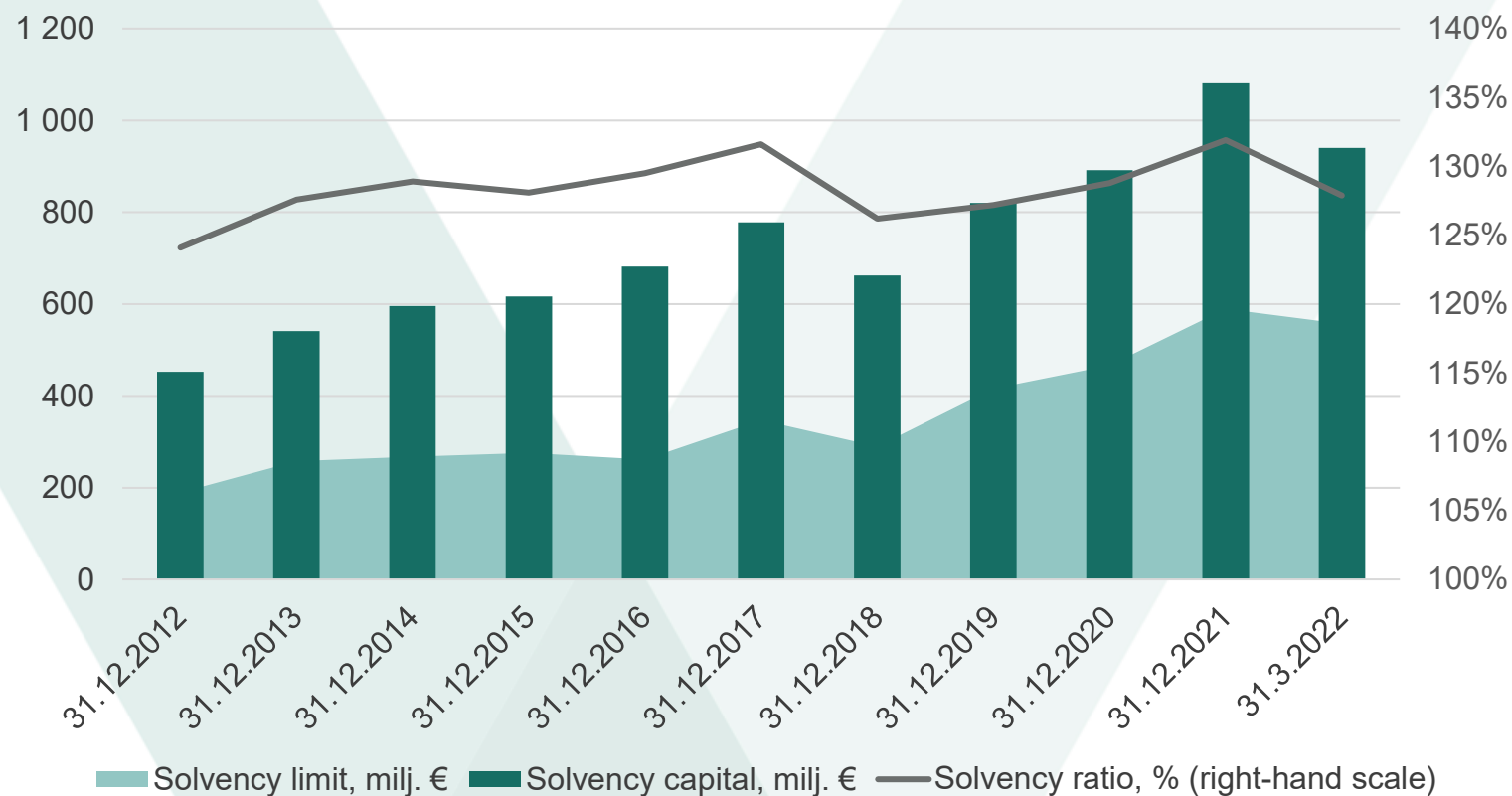
⁸ Includes items that cannot be allocated to other investment groups

⁷ Includes the effect of derivatives on the difference between risk-adjusted breakdown and basic breakdown. The effect may be positive or negative (+/-). When the effect is taken into account, the sums of the risk-adjusted breakdown and the basic breakdown are equal.

⁶ The relative proportion is calculated using the total of the line 'Total investments at fair value' as the divisor.

The table has been compiled according to the guidelines of the Finnish Pension Alliance Tela.

Veritas' solvency remained at a secure level



- The solvency ratio was **127.9** per cent.
- The solvency position was **1.7**-fold compared to the solvency limit.
- The solvency capital stood at EUR **940.2** million at the end of March 2022.

1) Veritas Pension Insurance and Pensions-Alandia merged on 1 January 2019. The figures for the previous years are Veritas figures before the merger.
2) The figures for 2012 include the provision for pooled claims equated with solvency capital, which was EUR 78.3 million.

Veritas climate roadmap

Listed equity and direct real estate investments

Base year 2020

2021

2025

2030

2035

Listed equity investments

Shift to low-carbon indices

Carbon footprint -30 %

Carbon footprint -50 %

Direct real estate investments

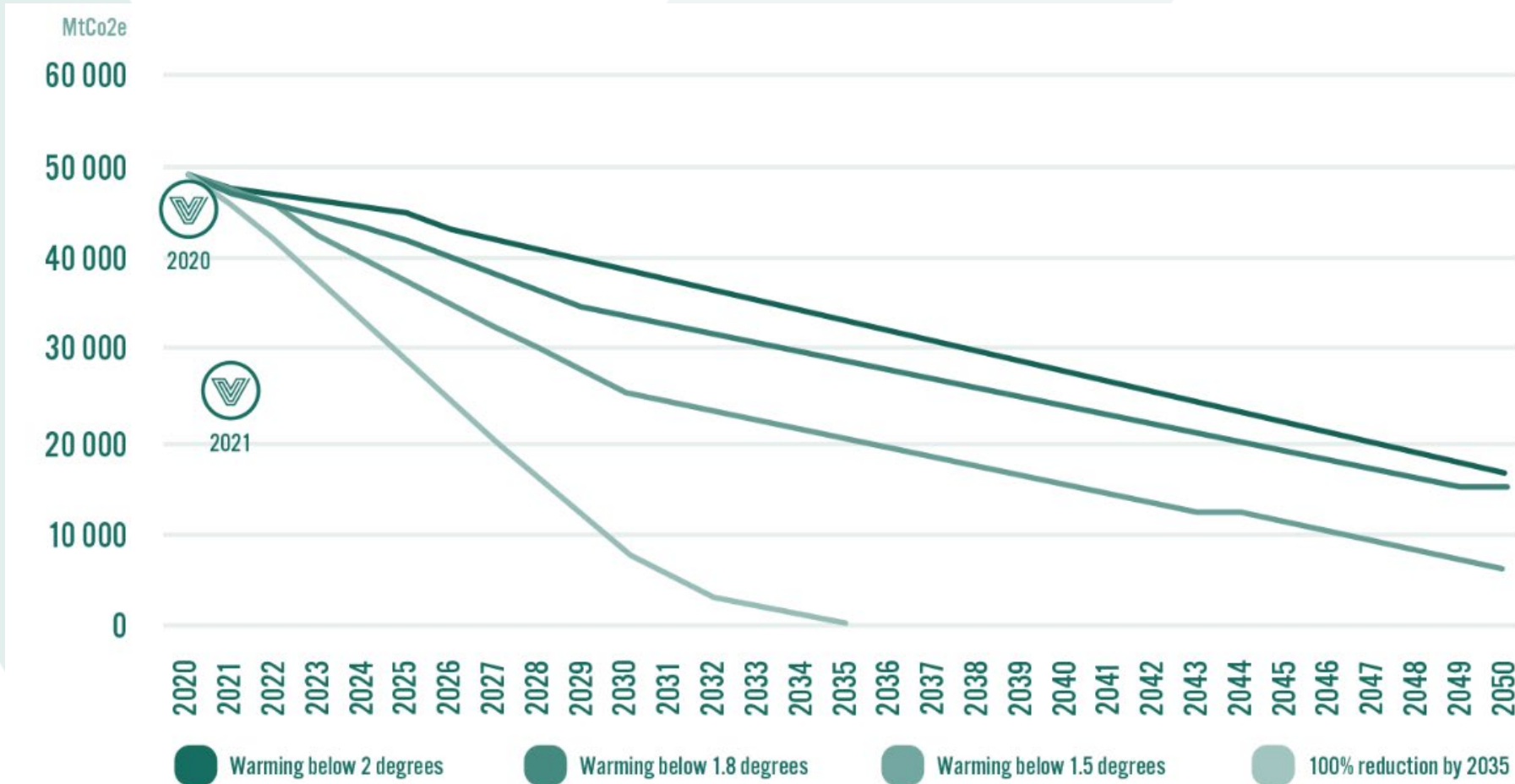
Fossil free heating and electricity

Carbon footprint -80 %

Carbon neutrality

Carbon neutral portfolio

Emissions of Veritas' equity and corporate bonds portfolio



Source: UNEP, Emissions Gap Report 2021

[Veritas corporate responsibility report of 2021](#)

Working towards carbon-neutral properties by 2030

Carbon dioxide emissions (tCO₂)	2021	2020	Change
All properties	558.9	2070	-73 %
Total real estate mass, ratio (kgCO ₂ /m ³)	0.14		
Waste, volume (tn)	2021	2020	Change
All properties	251.18	479.9	-48 %
Water consumption (m³)	2021	2020	Change
All properties	53 984	51 844	4 %



VERITAS
PENSION INSURANCE

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