



# Interim report 1 January – 30 June 2024

26 August 2024



# Summary of January-June

- The return on Veritas' investments was **5.2 per cent** in January-June.
- The return on fixed-income investments was **2.7 per cent**, equity investments **8.9 per cent**, real estate investments **0.9 per cent** and other investments **3.5 per cent**.
- Premiums written are expected to grow by **6.2 per cent** in 2024.
- The TyEL payroll is estimated to increase by **7.7 per cent** in 2024.



**5.2%**

Return on investments



**4.6 bn**

Value of investments



**123.5%**

Solvency ratio



**1.5**

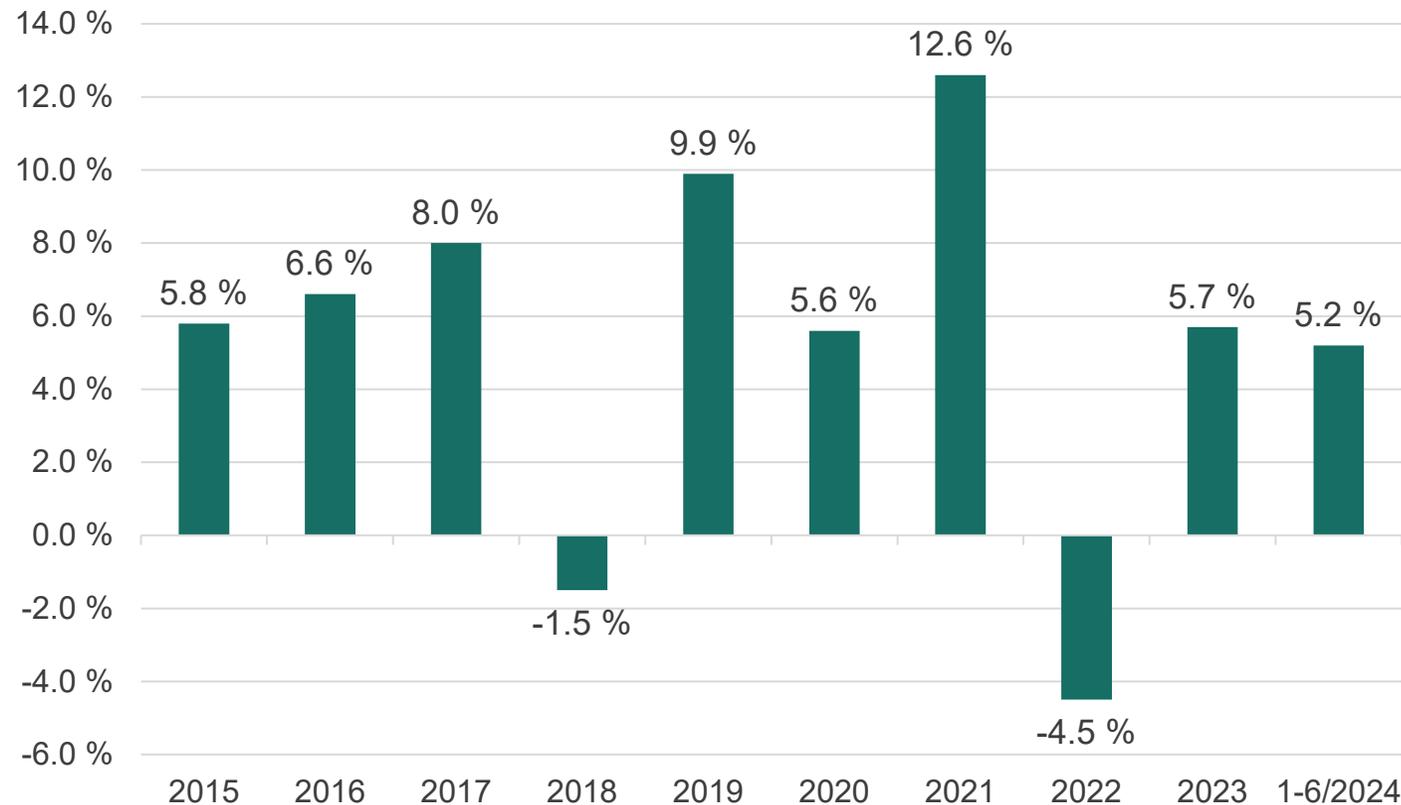
Solvency position

A person wearing glasses and a grey hoodie is sitting in a white ergonomic chair at a desk. The desk has two large monitors displaying financial data, including line graphs and tables. A laptop is also open on the desk. The background shows a window with a view of a building. The word "Investments" is overlaid in a large, dark green font across the center of the image.

# Investments

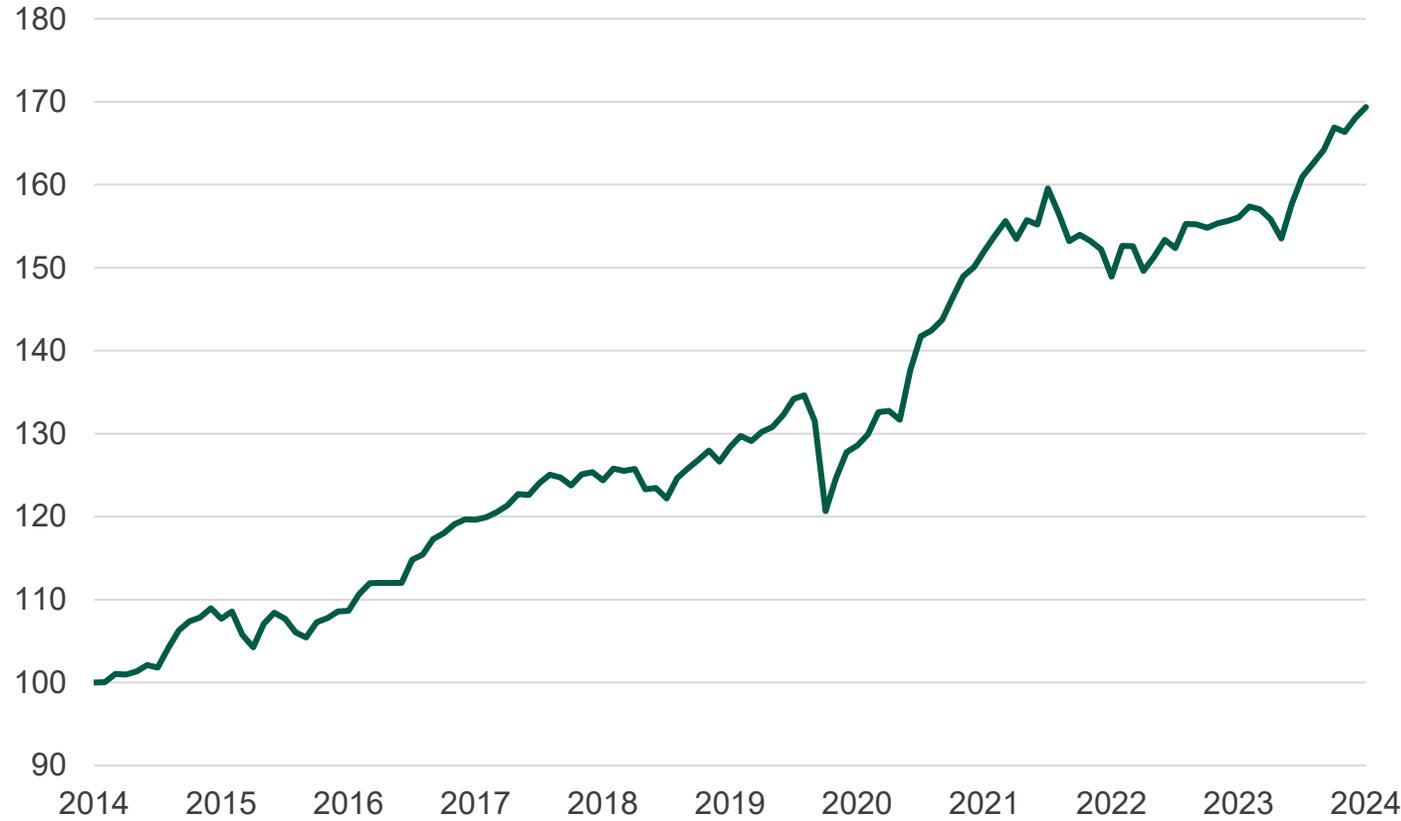
# The return on investments was 5.2 per cent

## Investment returns



- The return on Veritas' investments was **1.5 per cent** in the second quarter of 2024.
- In January-June, the return on investments was **5.2 per cent**.
- The return on fixed income investments was **2.7 per cent**, equity investments **8.9 per cent**, real estate investments **0.9 per cent** and other investments **3.5 per cent**.

# The cumulative investment return for a 10-year period is 69.4 per cent



The return is calculated from 1 July 2014 to 30 June 2024.

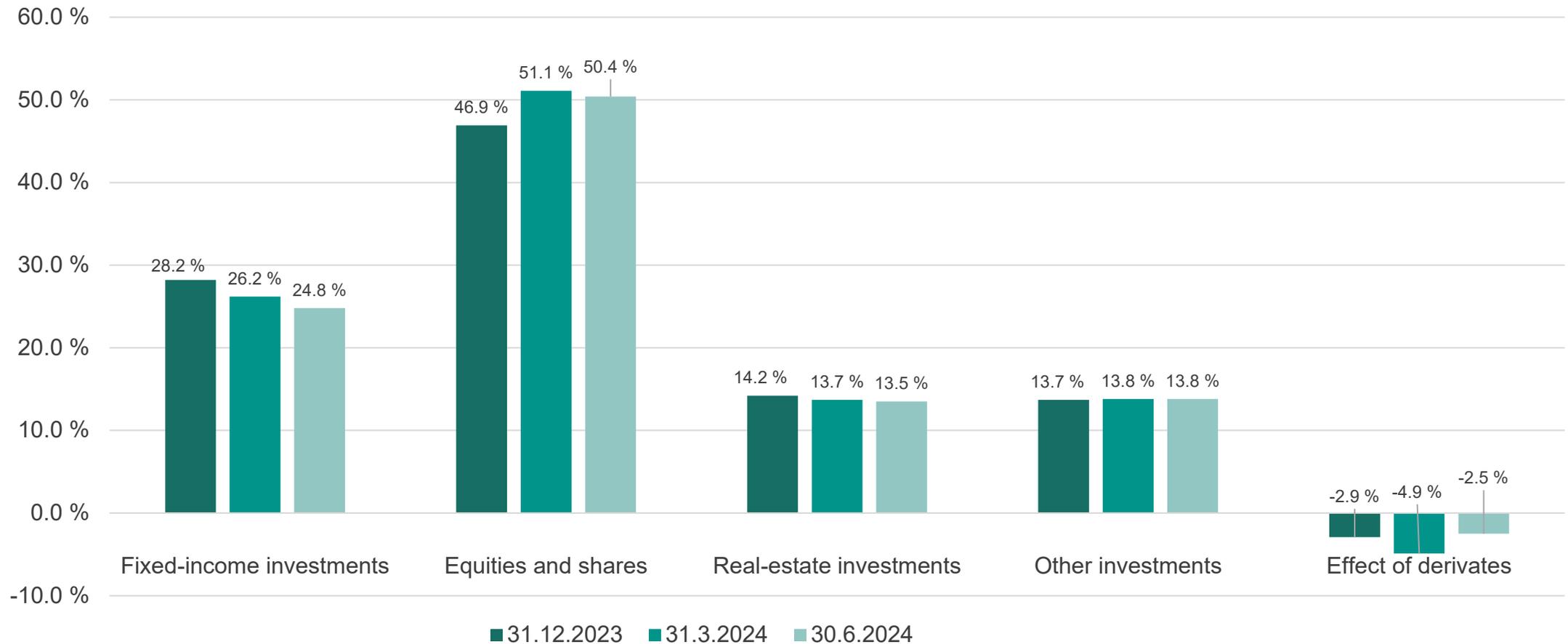
## Nominal return



## Real return

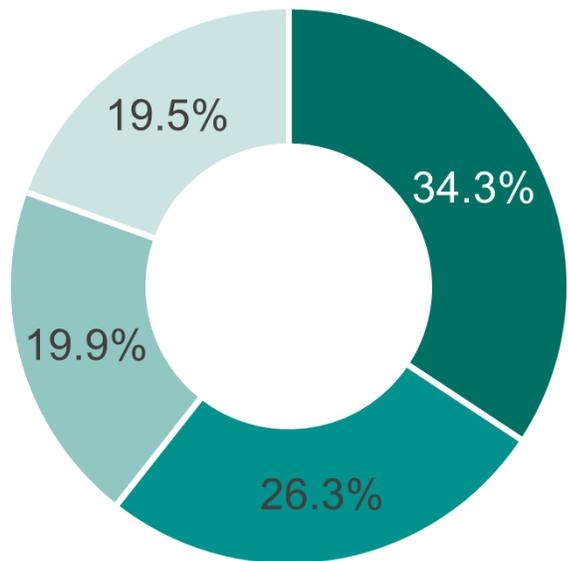


# Half of the portfolio is invested in equities



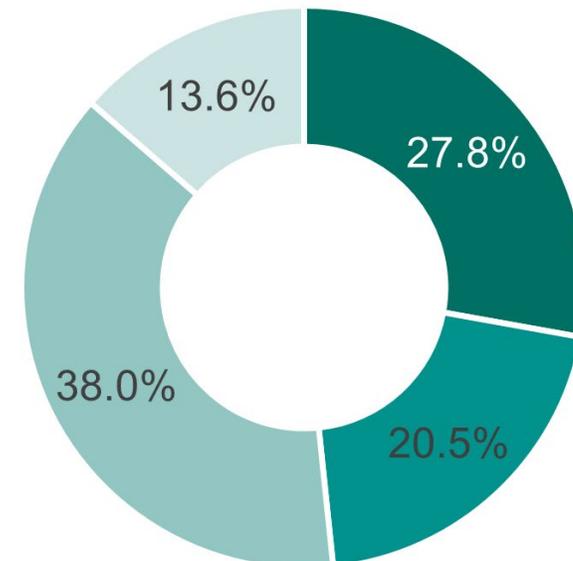
# Geographical distribution of investments

All investments



■ Finland ■ Europe ■ North-America ■ Others

Listed equities



■ Finland ■ Europe ■ North-America ■ Others

# Breakdown of investments at fair value

	Basic breakdown 30 Jun 2024		Risk-adjusted breakdown 30 Jun 2024		Return 1-6/2024
	milj. €	%	milj. €	% <sup>8</sup>	%
<b>Fixed-income investments</b>	<b>1 121.2</b>	<b>24.4</b>	<b>1 142.6</b>	<b>24.8</b>	<b>2.7</b>
Loan receivables <sup>1</sup>	63.1	1.4	63.1	1.4	2.6
Bonds <sup>1</sup>	946.4	20.6	967.7	21.0	2.7
Government bonds	499.1	10.8	520.4	11.3	1.6
Other bonds	447.3	9.7	447.3	9.7	4.0
Other money market instruments and deposits <sup>1 2</sup>	111.7	2.4	111.7	2.4	2.5
<b>Equity investments</b>	<b>2 224.0</b>	<b>48.3</b>	<b>2 319.5</b>	<b>50.4</b>	<b>8.9</b>
Listed equities	1 723.1	37.4	1 818.6	39.5	11.4
Private equity investments <sup>3</sup>	431.8	9.4	431.8	9.4	0.6
Unlisted equities <sup>4</sup>	69.1	1.5	69.1	1.5	2.4
<b>Real estate investments</b>	<b>621.4</b>	<b>13.5</b>	<b>621.4</b>	<b>13.5</b>	<b>0.9</b>
Direct real estate investments	502.8	10.9	502.8	10.9	1.1
Real estate funds	118.6	2.6	118.6	2.6	-0.1
<b>Other investments</b>	<b>635.9</b>	<b>13.8</b>	<b>635.9</b>	<b>13.8</b>	<b>3.5</b>
Hedge fund investments <sup>5</sup>	481.1	10.5	481.1	10.5	3.7
Other investments <sup>6</sup>	154.8	3.4	154.8	3.4	2.8
<b>Total investments</b>	<b>4 602.5</b>	<b>100.0</b>	<b>4 719.3</b>	<b>102.5</b>	<b>5.2</b>
Effect of derivatives <sup>7</sup>			-116.8	-2.5	
<b>Total investments at fair value</b>			<b>4 602.5</b>	<b>100.0</b>	
Modified duration of the bond portfolio			3.9		
Open currency position, % of the market value of investments			24.8		

<sup>1</sup> Includes accrued interest

<sup>2</sup> Includes cash and bank balance as well as settlement receivables and liabilities

<sup>3</sup> Includes private equity and mezzanine funds

<sup>4</sup> Includes unlisted real estate investment companies

<sup>5</sup> Includes all types of hedge fund shares, regardless of the fund's strategy

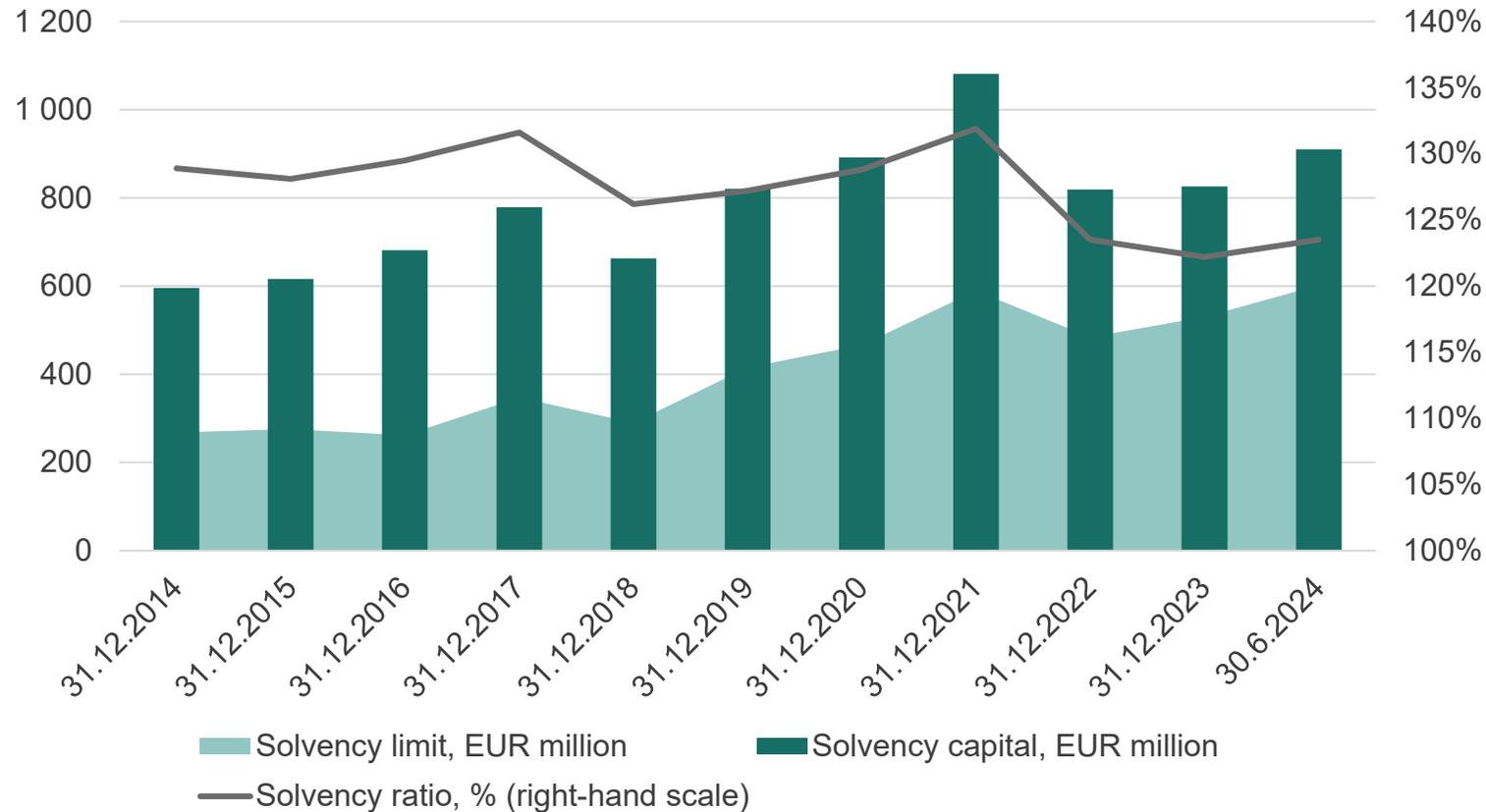
<sup>6</sup> Includes items that cannot be allocated to other investment groups

<sup>7</sup> 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.

<sup>8</sup> 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 strengthened during the first half of the year



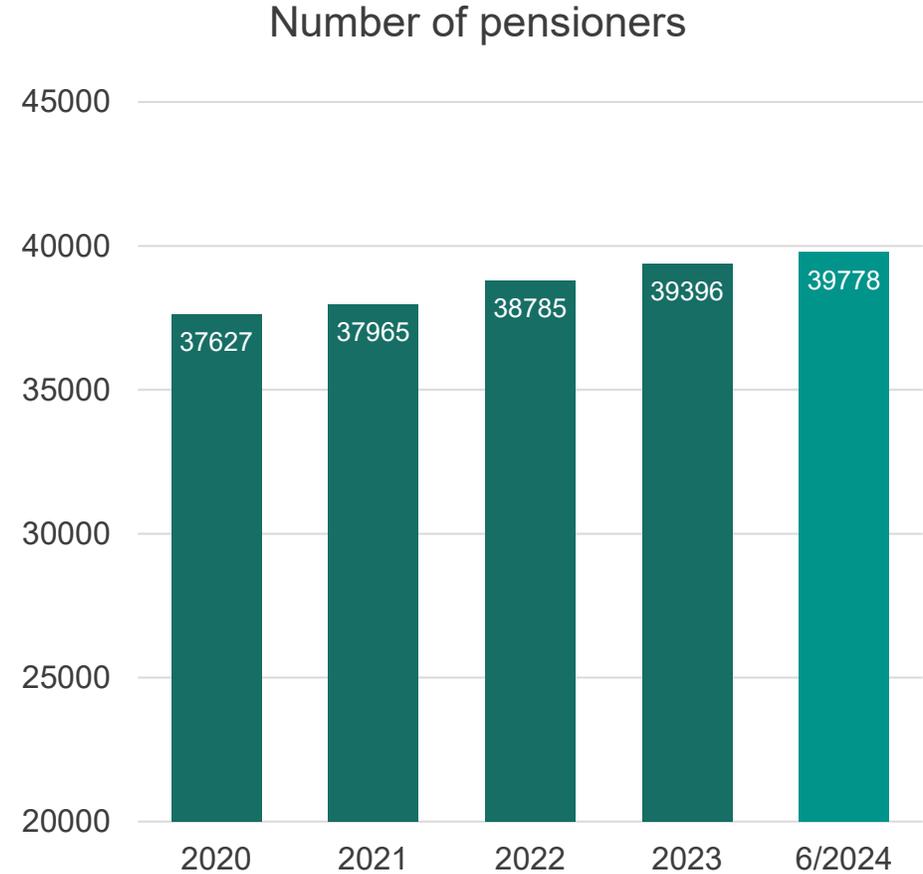
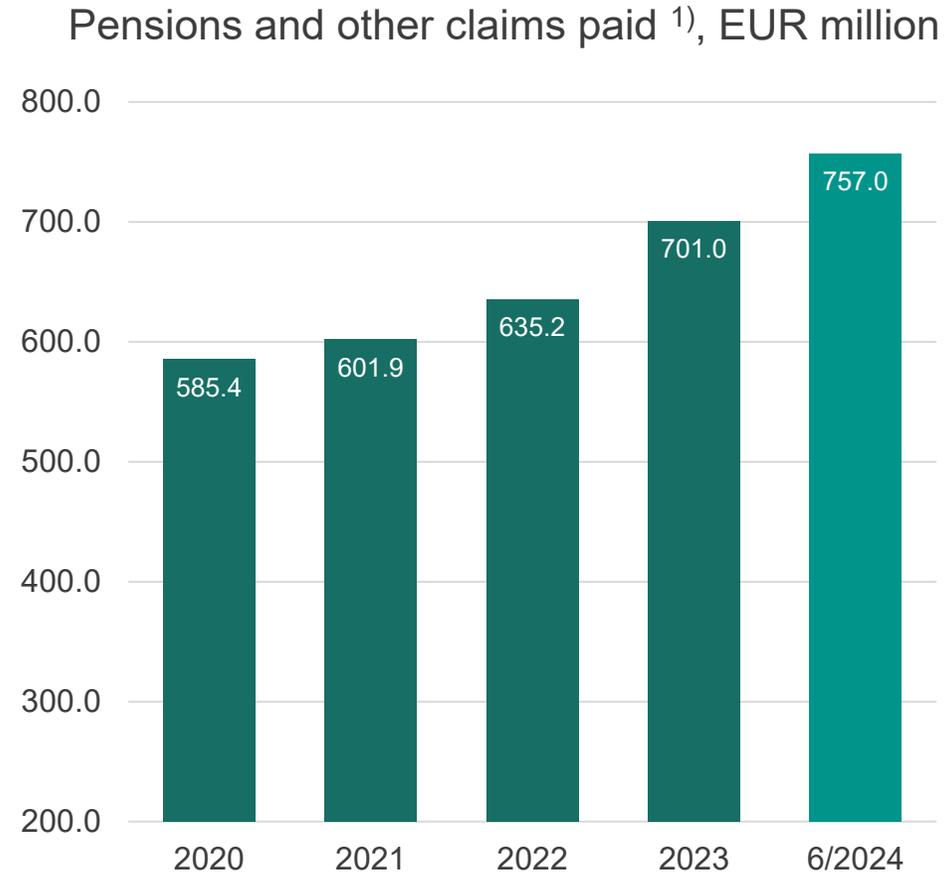
- The solvency ratio was **123.5 per cent** at the end of June.
- The solvency position was **1.5** times the solvency limit.
- The solvency capital stood at **EUR 910.5 million** at the end June.

1) Veritas Pension Insurance and Pensions-Alandia merged on 1 January 2019. The figures for the previous years are Veritas figures before the merger.

A man and a woman are sitting on a light-colored sofa in a modern office environment. The woman, on the left, has long blonde hair and is wearing a white cardigan over a colorful floral dress. The man, on the right, has a beard and is wearing a white cable-knit sweater and blue jeans. They are both looking at a tablet computer that the woman is holding. The background features a glass railing, a wall of green plants, and large windows letting in natural light.

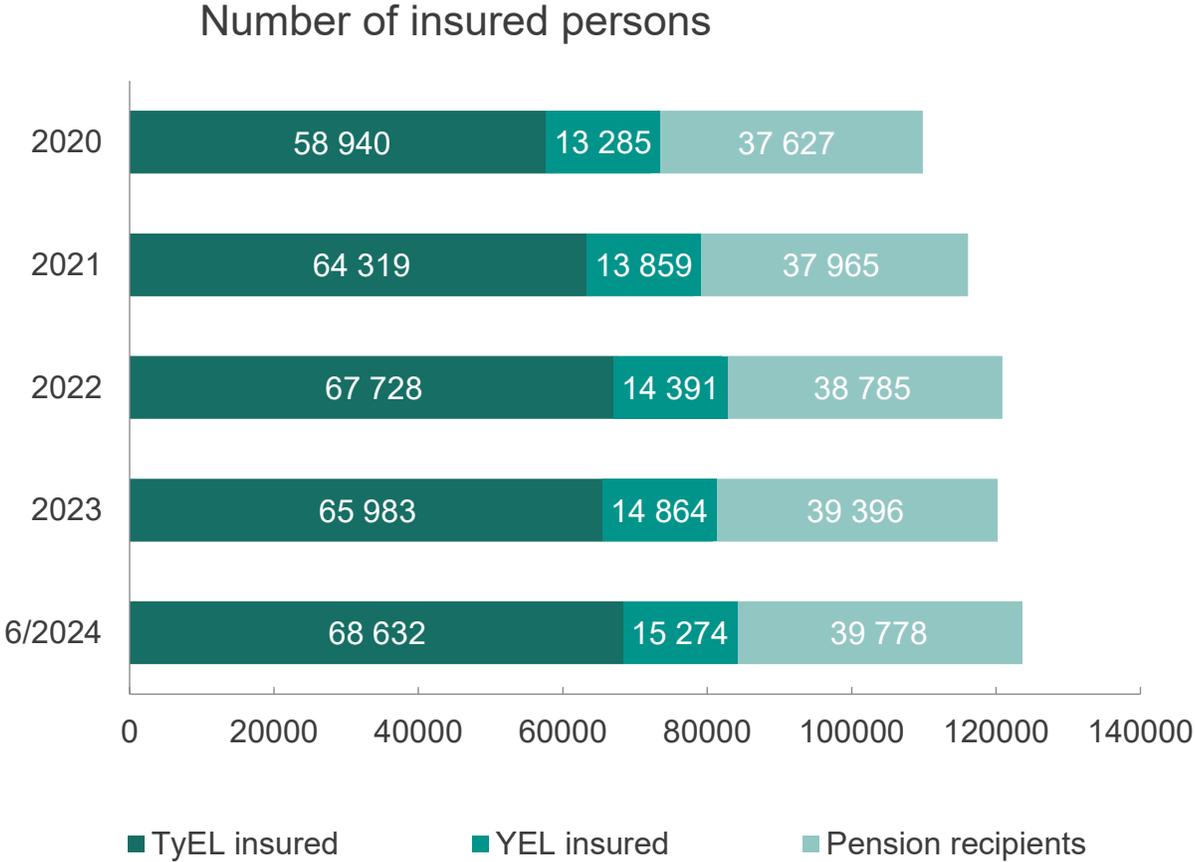
# Pensions and insurance

# Veritas pays out pensions to nearly 40 000 people



1) Pensions and other claims paid 6/2024 is an estimate for the whole year 2024.

# Veritas takes care of the pension cover of more than 123,000 people



TyEL insured



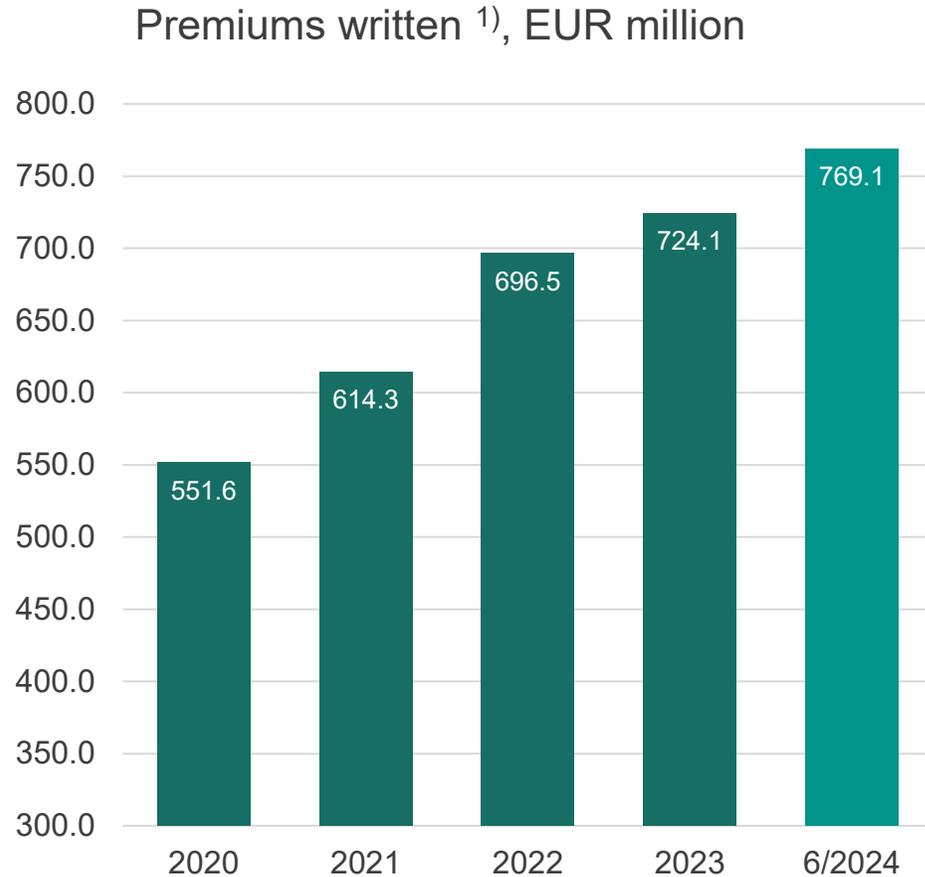
YEL insured



Pension recipients



# Premiums written are expected to grow by 6.2 per cent

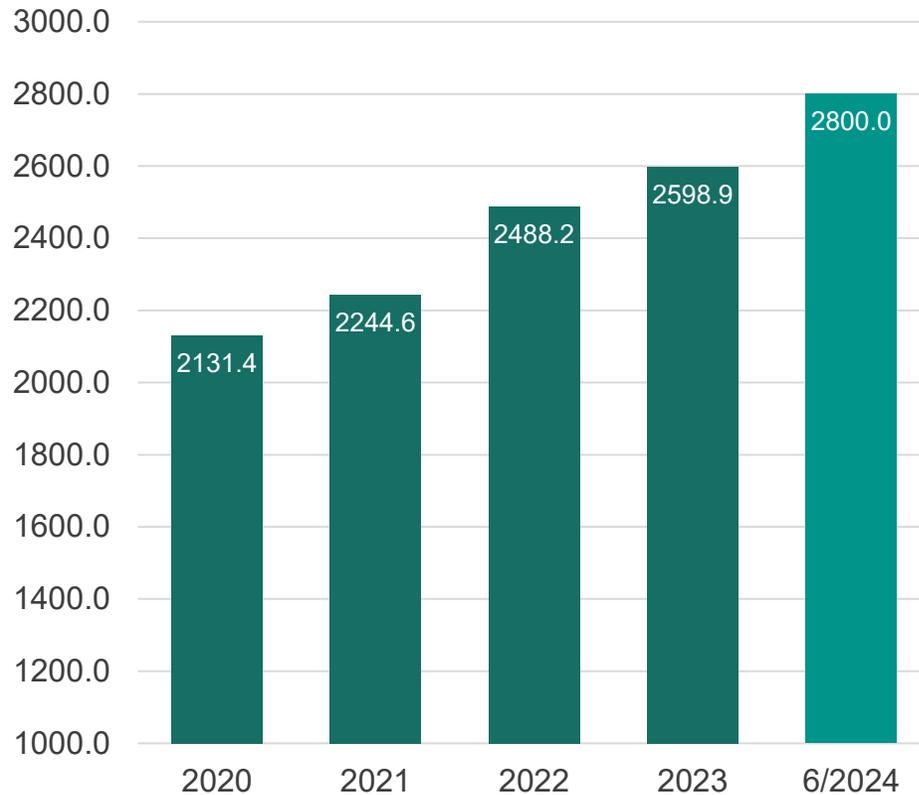


1) Premiums written 6/2024 is an estimate of the whole year 2024.

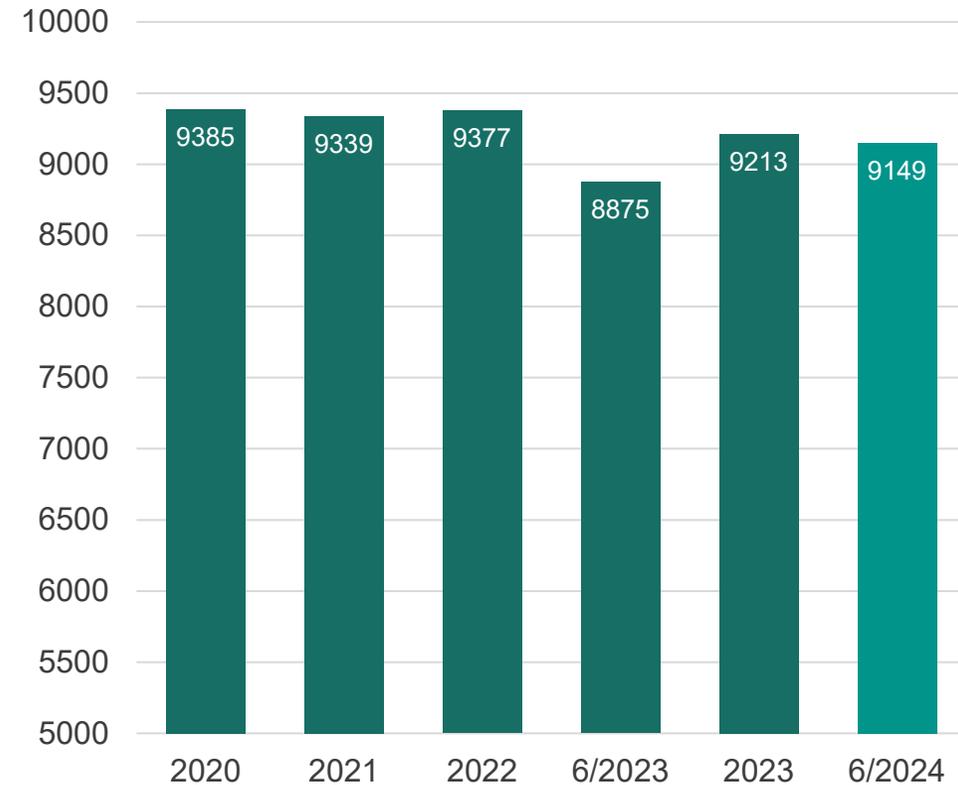
- Veritas' premiums written are expected to grow by 6.2 per cent to **EUR 769.1 million**.
- The share of TyEL insurances accounts for **EUR 690.3 million** and YEL insurances for **EUR 78.7 million** of the total.

# The TyEL payroll is estimated to increase by 7.7 per cent

TyEL payroll <sup>1)</sup>, EUR million



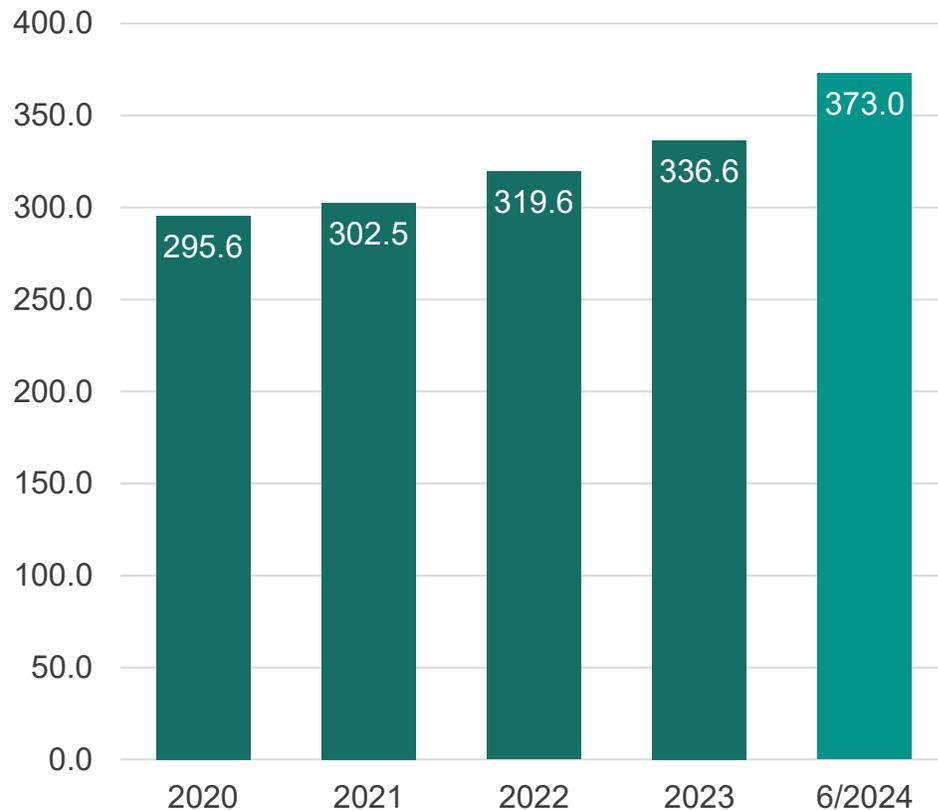
Number of TyEL policies



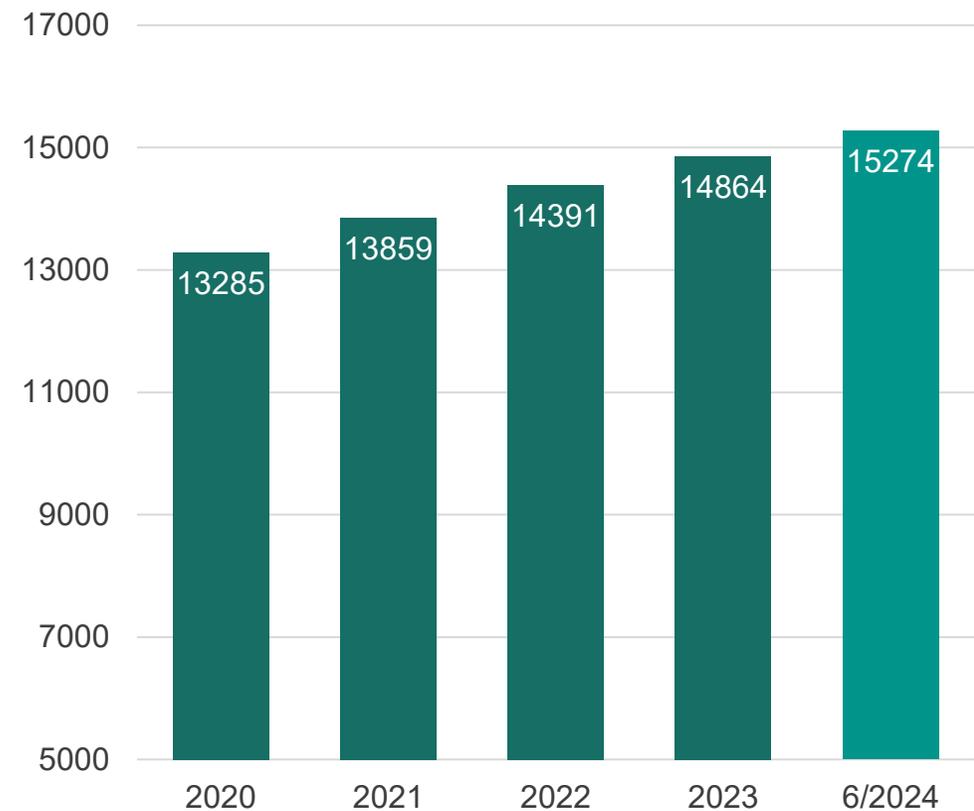
1) TyEL payroll 6/2024 is an estimate for the whole year 2024.

# Strong growth in YEL insurance policies continues

Reported income under YEL <sup>1)</sup>, EUR million



Number of YEL policies



1) Reported income under YEL 6/2024 is an estimate for the whole year 2024.

# Result

<b>Result analysis, EUR million</b>	<b>1-6/2024</b>	<b>1-6/2023</b>	<b>2023</b>
Technical underwriting result	-0,5	-0,8	-2.8
Return on investments at fair value	84,8	-8,2	26.1
+ Net return on investments at fair value	231,0	102,9	237.6
- Return requirement on technical provisions	-146,3	-111,1	-211.5
Loading profit <sup>1)</sup>	-1,2	0,2	-0.3
Other profit	0,6	0,1	0.3
<b>Total result</b>	<b>83,7</b>	<b>-8,8</b>	<b>23.2</b>
Operating income covered by expense loading component, EUR million <sup>1)</sup>	9,5	8,9	18.0
Number of employees (average)	134	132	130



#WeAreVeritas