

Income Statement - Group

January 1 – December 31

MSEK

Technical Account for Insurance Operations

		<i>Unaudited</i>	<i>Audited</i>
	<i>Note</i>	2016	2015
Earned premiums, for own account			
Gross premium income	3	10,806	9,689
Ceded reinsurance premiums	3	-3,660	-2,599
Change in the gross provision for unearned premiums		-278	-82
Change in the provision for unearned premiums, reinsurers' share		297	98
Total earned premiums, for own account		7,165	7,106
Allocated investment return transferred from the non-technical account		192	143
Claims incurred, for own account			
Claims paid	4		
Gross amount		-5,946	-5,582
Reinsurers' share		1,363	1,279
Claims paid, for own account		-4,583	-4,303
Change in the provision for claims, for own account			
Gross amount	4	129	1,016
Reinsurers' share		210	-302
Total claims incurred, for own account		-4,244	-3,589
Operating costs	5	-2,566	-2,525
Other Operating costs	5	-362	-45
Operating profit/loss of technical account		185	1,090

Non-technical account

		<i>Unaudited</i>	<i>Audited</i>
	<i>Note</i>	2016	2015
Balance of technical account		185	1,090
Investment income/expenses	9		
Investment income	6	1,795	1,647
Unrealized gains and losses	7	-562	-418
Investment expenses and charges	8	-880	-215
Share of result in associated companies	14	8	-8
Investment income allocated to the technical account		-192	-143
Total investment income/expenses		169	863
Result before taxes		354	1,952
Taxes	10	67	-411
Net income for the year		421	1,541

Statement of Comprehensive Income - Group

January 1 – December 31

MSEK

	<i>Unaudited</i>	<i>Audited</i>
<i>Note</i>	2016	2015
Net income for the year	421	1,541
Other comprehensive income		
Items not to be reclassified to income statement:		
Actuarial gains and losses on defined benefit pension plans	27 -6	3
Tax on items not to be reclassified to income statement	2	0
Items to be reclassified to income statement:		
Change of fair value on bonds	53	-73
Currency translation differences	575	649
Tax on items to be reclassified to income statement	10 -11	17
Items reclassified to income statement:		
Change of fair value on bonds	-97	-58
Tax on items reclassified to income statement	10 22	13
Other comprehensive income for the year, net of tax	538	551
Total comprehensive income for the year	959	2,092

Balance Sheet - Group

December 31

<i>MSEK</i>		<i>Unaudited</i>	<i>Audited</i>
ASSETS	<i>Note</i>	2016	2015
Intangible assets	<i>11</i>		
Goodwill		26	26
Other intangible assets		113	162
Total intangible assets		139	188
Investment assets			
Land and buildings	<i>12</i>	10	11
Interest bearing investments emitted by, and loans to, group companies		118	310
Shares and participations in associated companies	<i>14</i>	145	127
Other financial investments			
Shares and participations	<i>15,19</i>	1,918	5,387
Bonds and other interest bearing investments	<i>16,19</i>	20,581	18,428
Derivative financial instruments	<i>17,19</i>	53	-
Total other financial investments		22,552	23,815
Deposits with cedents		811	664
Total investment assets		23,638	24,927
Reinsurers' share of technical provisions			
Provisions for unearned premiums	<i>23</i>	1,322	736
Claims outstanding	<i>24</i>	2,777	2,381
Total reinsurers' share of technical provisions		4,099	3,117
Debtors			
Debtors arising out of direct insurance operations		236	168
Debtors arising out of reinsurance operations		3,533	2,658
Current tax receivables		273	314
Deferred tax receivables	<i>10</i>	2,181	1,964
Other debtors	<i>18, 19</i>	93	260
Total debtors		6,316	5,364
Other assets			
Tangible assets	<i>20</i>	94	98
Cash and bank balance		2,764	2,842
Total other assets		2,858	2,940
Prepayments and accrued income	<i>19</i>		
Accrued interest		136	134
Deferred acquisition costs	<i>21</i>	645	628
Other prepayments and accrued income		19	29
Total prepayments and accrued income		800	791
TOTAL ASSETS		37,850	37,327

MSEK

SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES	Note	2016	2015
Shareholders' equity			
Share capital (8 million shares of nom. value SEK 100)		800	800
Additional paid in capital		5,480	5,479
Reserves		1,943	1,402
Retained earnings – restricted		8,433	8,361
Retained earnings – non-restricted, including net income for the year		-2,023	235
Total shareholders' equity		14,633	16,277
Minority interest		7	-
Total shareholders' equity		14,640	16,277
Technical provisions			
Provisions for unearned premiums	23	3,601	2,879
Claims outstanding	24, 26	14,284	13,431
Total Technical provisions		17,885	16,310
Provisions for other risks and expenses			
Employee benefits	27	30	27
Current tax liabilities		0	1
Deferred tax liabilities	10	2,335	2,350
Other provisions		366	383
Total provisions for other risks and expenses		2,731	2,761
Liabilities			
Deposits received from reinsurers		727	441
Creditors arising out of direct insurance operations		135	88
Creditors arising out of reinsurance operations		1,076	490
Derivatives	17, 19	336	734
Other liabilities	19, 28	254	154
Accrued expenses and deferred income	19	66	72
Total liabilities		2,594	1,979
TOTAL SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES		37,850	37,327

Change in Shareholders' Equity - Group

MSEK

	Share-Capital ¹⁾	Additional paid in capital	Reserves	Retained earnings – restricted ¹⁾	Retained earnings – non-restricted	Total	Minority interest	Total Shareholders equity
<i>Unaudited</i>								
Amount January 1, 2016	800	5,479	1,402	8,361	235	16,277	0	16,277
<i>Comprehensive Income</i>								
Net profit/loss for the year	-	-	-	-	421	421	7	428
Change in untaxed reserves	-	-	-	4	-4	0	-	0
Reclassification within shareholders' equity	-	1	-	68	-69	0	-	0
<i>Other comprehensive income, after tax</i>								
Change of fair value on bonds	-	-	-34	-	-	-34	-	-34
Change defined benefit pension paid	-	-	-	-	-5	-5	-	-5
Currency translation differences	-	-	575	-	-	575	-	575
Total other comprehensive income	0	0	541	0	-5	537	0	537
Total comprehensive income	0	1	541	72	343	958	7	964
<i>Transactions with owners</i>								
Shareholder's contribution	-	-	-	-	-5	-5	-	-5
Dividend paid ²⁾	-	-	-	-	-2,597	-2,597	-	-2,597
Total transactions with owners	0	0	0	0	-2,602	-2,602	0	-2,602
Amount December 31, 2016	800	5,480	1,943	8,433	-2,023	14,633	7	14,639
<i>Audited</i>								
Amount January 1, 2015	800	5,317	854	8,158	522	15,651	0	15,651
<i>Comprehensive Income</i>								
Net profit/loss for the year	-	-	-	-	1,541	1,541	-	1,541
Change in untaxed reserves	-	-	-	203	-203	0	-	0
Reclassification within shareholders' equity	-	-	-	-	-	0	-	0
<i>Other comprehensive income, after tax</i>								
Change of fair value on bonds	-	-	-101	-	-	-101	-	-101
Change defined benefit pension paid	-	-	-	-	3	3	-	3
Currency translation differences	-	-	649	-	-	649	-	649
Total other comprehensive income	-	-	548	-	3	551	-	551
Total comprehensive income	-	-	548	203	1,341	2,092	-	2,092
<i>Transactions with owners</i>								
Shareholder's contribution	-	162	-	-	-	162	-	162
Dividend paid ²⁾	-	-	-	-	-1,627	-1,627	-	-1,627
Total transactions with owners	-	162	-	-	-1,627	-1,465	-	-1,465
Amount December 31, 2015	800	5,479	1,402	8,361	235	16,277	-	16,277

¹⁾ Share capital and Retained earnings – restricted represents the restricted shareholders' equity.

²⁾ Dividend paid to the parent company Fund American Holdings AB. The dividend is equal to 325 SEK (203 SEK) per share.

Share capital

Specified in number of shares	2016	2015
Issued per January 1	8,000,000	8,000,000
Issued per December 31	8,000,000	8,000,000

Per December 31, 2016 the share capital comprised 8,000,000 (8,000,000) ordinary shares.

The shares have a nominal value of 100 (100) SEK.

Additional paid in capital

Opening additional paid in capital	5,479	5,317
Reclassification within shareholders' equity	1	162
Closing additional paid in capital	5,480	5,479

Reserves

Fair value reserve

Opening fair value reserve	23	154
Change for the year	-44	-131
Closing fair value reserve	-21	23

Tax on fair value reserves

Opening tax on fair value reserves	-4	-34
Change for the year	10	30
Closing tax on fair value reserve	6	-4

Fair value reserve after tax

Opening fair value reserve after tax	19	120
Change for the year	-34	-101
Closing fair value reserve after tax	-15	19

Translation difference

Opening translation difference	1,383	734
Change for the year	575	649
Closing translation difference	1,958	1,383

Retained earnings - restricted

Opening retained earnings - restricted	8,361	8,158
Change for the year	72	203
Closing retained earnings – restricted	8,433	8,361

Retained earnings – non-restricted

Opening retained earnings – non-restricted	235	522
Net profit/loss for the year	421	1,541
Change in safety reserve and other restricted reserves	-4	-203
Change defined benefit pension plans	-5	3
Reclassification within shareholders' equity	-69	-
Dividend paid	-2,602	-1,627
Closing retained earnings – non-restricted	-2,023	235