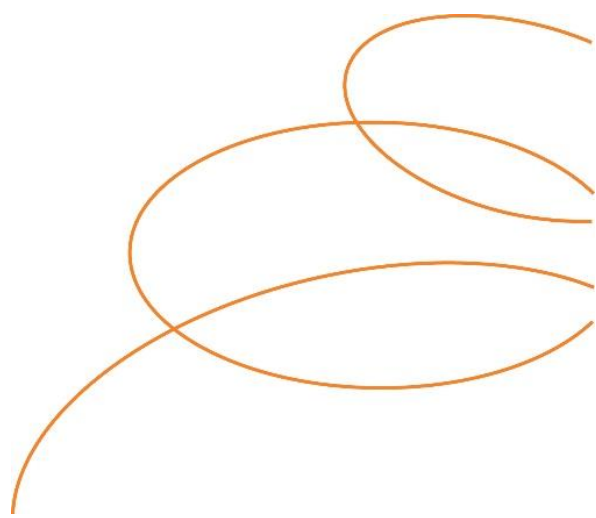




INTERIM REPORT Q2 2020

PROTECTOR FORSIKRING ASA

(UNAUDITED)
10 JULY 2020



Highlights Q2 2020

CR 92.1% and strong return on investments

Protector Forsikring ASA recorded a profit of NOK 580.4m (NOK -125.7m) for the quarter. The result is driven by a strong return on investments and a good technical result. The underwriting result was NOK 93.4m (NOK -72.0m) corresponding to a combined ratio of 92.1% (107.2%).

The improvement in the underlying result is somewhat weaker as we in Q2 2019 recorded an arbitration loss with a 7.4 percentage points negative effect on net CR.

In Q2, gross written premiums increased by 3% in local currencies. The growth is driven by UK. Significant price increases in the Nordics have resulted in a higher than normal churn. In Q2 the average overall price increases in our Nordic insurance portfolio came in at 13.6%.

Q2 2020 shows following development compared to Q2 2019:

- Premium growth of 16% (32%)
- Net combined ratio 92.1% (107.2%)
- Net return on investments NOK 638.8m (NOK - 69.3m) or 5.2% (-0.6%)
- Profit for the period NOK 580.4m (NOK - 125.7m)
- Solvency margin 161% (166%)

H1 2020 shows following development compared to H1 2019:

- Premium growth of 8% (20%)
- Net combined ratio 95.1% (106.6%)
- Net return on investments NOK 186.7m (NOK 41.9m) or 1.5% (0.4%)
- Profit for the period NOK 195.5m (NOK - 33.8m)

Financial highlights and key ratios

		Q2 2020	Q2 2019	H1 2020	H1 2019	FY 2019
Gross premiums written		1 288,0	1 105,9	4 116,0	3 819,2	5 100,5
Earned premiums, net of reinsurance		1 154,9	1 011,9	2 277,3	1 902,5	4 147,5
Claims incurred, net of reinsurance		(946,3)	(999,8)	(1 952,7)	(1 884,2)	(3 949,1)
Sales cost		(79,8)	(65,6)	(151,5)	(114,6)	(233,5)
Administration cost		(56,0)	(42,9)	(104,3)	(80,9)	(179,9)
Commission from reinsurer		18,9	23,1	41,9	51,1	57,2
Other insurance related income/expenses		1,7	1,3	1,5	(0,7)	(5,2)
Technical result		93,4	(72,0)	112,1	(126,6)	(163,0)
Other income/costs		(17,7)	(13,2)	(33,4)	(27,4)	(50,3)
Net financial income		509,8	(31,7)	187,0	49,5	141,4
Profit before tax		585,4	(116,9)	265,7	(104,6)	(71,9)
Tax		(119,9)	(0,1)	(80,2)	(0,1)	(4,1)
Discontinued operations		119,1	(10,8)	3,8	69,1	71,5
Net comprehensive income		(4,2)	2,2	6,2	1,8	(0,3)
Profit for the period		580,4	(125,7)	195,5	(33,8)	(4,9)
Claims ratio, net of ceded business	(1)	81,9 %	98,8 %	85,7 %	99,0 %	95,2 %
Expense ratio, net of ceded business	(2)	10,1 %	8,4 %	9,4 %	7,6 %	8,6 %
Combined ratio, net of ceded business	(3)	92,1 %	107,2 %	95,1 %	106,6 %	103,8 %
Gross claims ratio	(4)	80,7 %	92,6 %	83,1 %	93,0 %	94,6 %
Gross expense ratio	(5)	10,1 %	8,7 %	9,7 %	8,2 %	8,3 %
Gross combined ratio	(6)	90,8 %	101,3 %	92,8 %	101,2 %	102,8 %
Retention rate	(7)	86,0 %	81,5 %	86,4 %	77,7 %	83,0 %
Earnings per share	(8)	7,1	(1,6)	2,3	(0,4)	(0,1)

(1) Claims incurred, net of reinsurance in % of earned premiums, net of reinsurance

(2) Operating expenses in % of earned premiums, net of reinsurance

(3) Net claims ratio + net expense ratio

(4) Gross claims incurred in % of gross premiums earned

(5) Sales and administration costs in % of gross premiums earned

(6) Gross claims ratio + gross expense ratio

(7) Earned premiums, net of reinsurance in % of gross earned premiums

(8) Profit before other comprehensive income divided by weighted number of shares

Premiums

In Q2, gross premiums written increased by 16% or NOK 182.1m to a total of NOK 1,288.0m. In local currencies the growth was 3%. The volume growth is driven by strong volume growth in the UK.

The renewal rate was 85.6% supported by price increases in the Nordics. The client churn in Q2 was high but is expected to decline and start returning to normal levels entering 2021. Some very large clients were not renewed in Q2 for profitability reasons.

Covid-19 had in Q2 limited effect on top-line development.

The growth per country was;

Gross written premiums (NOKm)	Q2 2020	Q2 2019	Growth	
Norway	266,2	334,0	-67,8	-20 %
Sweden	362,3	402,7	-40,4	-10 %
Denmark	41,2	40,2	1,0	3 %
UK	620,9	311,2	309,7	100 %
Finland	-2,7	17,8	-20,5	-115 %
Total	1288,0	1105,9	182,1	16 %

Gross premiums earned increased by NOK 100.4m or by 8% to a total of NOK 1,342.3m.

The growth per country was;

Gross earned premiums (NOKm)	Q2 2020	Q2 2019	Growth	
Norway	373,1	405,5	-32,4	-8 %
Sweden	396,5	374,7	21,8	6 %
Denmark	251,4	227,6	23,8	10 %
UK	280,1	178,9	101,2	57 %
Finland	41,2	55,2	-14,0	-25 %
Total	1342,3	1241,9	100,4	8 %

Premiums earned for own account amounted to NOK 1,154.9m, an increase of 14% compared to Q2 2019. Stronger growth in net premiums is due to an increased retention rate because of changes in the reinsurance structure in 2019 (from Surplus to Risk XL on property).

The growth in net premiums earned per country was;

Net earned premiums (NOKm)	Q2 2020	Q2 2019	Growth	
Norway	330,8	347,4	-16,6	-5 %
Sweden	347,0	307,9	39,1	13 %
Denmark	219,9	191,6	28,3	15 %
UK	220,4	116,1	104,3	90 %
Finland	36,7	48,8	-12,1	-25 %
Total	1154,9	1011,8	143,1	14 %

In H1, gross written premiums totalled NOK 4,116.0m, representing a 8% growth. Growth in local currencies was 1%. The volume growth is driven by strong growth in the UK.

The renewal rate was 85.8% supported by price increases in the Nordics.

The growth by country was:

Gross written premiums (NOKm)	H1 2020	H1 2019	Growth	
Norway	1086,7	1137,9	-51,2	-5 %
Sweden	1151,3	1188,5	-37,2	-3 %
Denmark	854,6	801,5	53,1	7 %
UK	813,2	486,7	326,5	67 %
Finland	210,2	204,8	5,4	3 %
Total	4116,0	3819,2	296,8	8 %

Gross premiums earned increased by 10% from NOK 2,388.8m to a total of NOK 2,635.6m.

The growth by country was:

Gross earned premiums (NOKm)	H1 2020	H1 2019	Growth	
Norway	740,0	781,1	-41,1	-5 %
Sweden	793,9	720,5	73,4	10 %
Denmark	485,3	435,2	50,1	12 %
UK	507,2	332,4	174,8	53 %
Finland	109,1	119,7	-10,6	-9 %
Total	2635,6	2388,8	246,8	10 %

The premiums earned for own account totalled to NOK 2,277.3m, an increase of 20% compared to H1 2019. The strong growth is due to an increased retention rate due to changes in the reinsurance structure in 2019 (from Surplus to Risk XL on property).

The premiums earned for own account by country was:

Net earned premiums (NOKm)	H1 2020	H1 2019	Growth	
Norway	658,7	661,9	-3,2	0 %
Sweden	695,6	569,7	125,9	22 %
Denmark	424,1	365,5	58,6	16 %
UK	401,4	199,7	201,7	101 %
Finland	97,5	105,7	-8,2	-8 %
Total	2277,3	1902,5	374,8	20 %

Results

The profit before tax totalled NOK 585.4m (NOK -116.9m), while the profit after tax and discontinued operations was NOK 580.4m (NOK -125.7m). The result is driven by a strong investment result and a good technical result.

The technical result improved by NOK 165.3m from NOK -72.0m in Q2 2019 to 93.4m in Q2 2020. Underlying improvement in technical result is somewhat weaker as we had run-off losses of NOK 97.8m (9.7%) in Q2 2019 against NOK 22.3m (1.9%) in run-off losses this quarter. In Q2, the net combined ratio was 92.1% (107.2 %).

The net combined ratio by country was:

Net combined ratio	Q2 2020	Q2 2019
Norway	87,3 %	91,6 %
Sweden	102,7 %	99,1 %
Denmark	106,8 %	109,5 %
UK	74,2 %	155,1 %
Finland	53,3 %	147,7 %
Total	92,1 %	107,2 %

The claims ratio for own account decreased from 98.8% in Q2 2019 to 81.9 % in Q2 2020. Denmark had in Q2 run-off losses of NOK 44.3m and Finland run-off gains of NOK 38.1m. Run-off losses in the other countries totalled NOK 16m. In Q2 the large loss rate was slightly above a normal level.

Covid-19 had in Q2 less than 2 percentage points positive effect on net CR.

The net claims ratio by country was:

Net claims ratio	Q2 2020	Q2 2019
Norway	80,2 %	89,4 %
Sweden	89,6 %	85,5 %
Denmark	98,1 %	102,9 %
UK	61,5 %	139,5 %
Finland	50,8 %	137,1 %
Total	81,9 %	98,8 %

The expense ratio for own account amounted to 10.1%, up from 8.4 % in Q2 2019. The increase is due to somewhat higher personnel costs and the strong growth in the UK drives broker commissions upwards.

In H1, the profit for the half-year totalled NOK 195.5m against NOK -33.8m in H1 2019. The net combined ratio was 95.1%, compared to 106.6%, in H1 2019.

The net combined ratio for the half-year by country was:

Net combined ratio	H1 2020	H1 2019
Norway	94,0 %	96,5 %
Sweden	96,4 %	99,2 %
Denmark	113,7 %	112,9 %
UK	82,9 %	140,0 %
Finland	63,7 %	124,8 %
Total	95,1 %	106,6 %

In H1 the company had run-off losses of NOK 18.7m (0.8%) compared to run-off losses of 1.8% during the same period in 2019.

Net claims ratio	H1 2020	H1 2019
Norway	88,1 %	92,1 %
Sweden	84,2 %	88,9 %
Denmark	105,1 %	107,4 %
UK	69,9 %	125,9 %
Finland	62,1 %	117,2 %
Total	85,7 %	99,0 %

The net expense ratio was 9.4%, up from 7.6% in H1 2019, due to higher broker commissions and personnel costs while level of reinsurance commissions continued to decrease. Going forward the company expects higher broker commission due to growth coming from the UK.

Net expense ratio	H1 2020	H1 2019
Norway	5,9 %	4,4 %
Sweden	12,2 %	10,3 %
Denmark	8,5 %	5,5 %
UK	13,0 %	14,0 %
Finland	1,6 %	7,6 %
Total	9,4 %	7,6 %

Discontinued operations

In Q2, the technical result for discontinued operations (change of ownership insurance) was NOK 10.1m (NOK 30.0m) and the profit for the quarter was NOK 119.1m (-10.8m). In Q2, the company continued to sell change of ownership insurance due to existing agreements with some real estate brokers.

In H2, the technical result was NOK 10.4m (NOK 112.6m). The strong technical result in H1 last year is due to run-off gains of NOK 61m as a result of a win in the court of appeal regarding grey silverfish. The profit for the half-year was 3.8m (69.1m).

Investment return

The net investment portfolio amounted to a total of NOK 12,936m at 30 June 2020, up 18.7% compared to the portfolio end of Q2 2019.

The investment return on the company's total investment portfolio totalled NOK 638.8m, or 5.2% compared to a negative return of NOK -69.3m or -0.6% in Q2 2019. Equities accounted for a NOK 198m gain (22.4%) against a NOK 122.0m loss (-10.1%) in Q2 2019. The return on the fixed income portfolio totalled NOK 440.8m or 3.9% against NOK 52.7m or 0.5% in Q2 2019.

In H1, the investment result was NOK 186.7m (1.5%) against NOK 41.9m (0.4%) in H1 2019. Equities accounted for a NOK 133m loss (-11.3%) against a NOK 69.7m loss (-6.2%) in H1 2019. The return on the fixed income portfolio totalled NOK 319.7m or 2.9% against NOK 111.7m or 1.2% in H1 2019.

Among our investments, both in equities and bonds, there are very little exposure towards industries and companies directly affected by the corona virus disease.

At the end of 2019 about 16% of our total financial positions were allocated to High Yield (HY). By the end of Q2 2020 we have increased this allocation to 27%.

End of Q2 2020, 8.3% of Protector's financial assets were invested in equities, against 10.1% year end 2019.

Equity and capital position

The company's equity amounted to NOK 2,231.9m at the end of the quarter (NOK 2,019.1 at the end of 2019).

End of Q2, the volatility adjusted solvency ratio using the standard formula was 161% (166%), down from 172% year end 2019. The company's long term objective is to maintain a SCR-ratio (calculated according to the Solvency II regulations) above 150 %.

Protector has a BBB+ rating from A.M. Best.

Prospects

The COVID-19 situation has to this point had limited effect on the company's insurance business. Products in our portfolio that may be adversely affected by COVID-19 is limited. The situation may lead to some increased pay-outs within products like other illness and business interruption, but at the same time reduced economic activity has led to stronger profitability expectations on other products.

In the first half-year price increases were 13.5%. The client churn has been high but is expected to decline and start returning to normal levels entering 2021.

Claims development, and the inherent volatility of capital markets, continue to be the most important risk factors that could affect the company's profit in 2020.

Oslo, 9th July 2020

The Board of Directors of Protector Forsikring ASA

Income statement

NOKm	Q2 2020	Q2 2019	H1 2020	H1 2019	FY 2019
Premium income					
Gross written premiums	1 288,0	1 105,9	4 116,0	3 819,2	5 100,5
Change in provisions for unearned premiums	54,3	136,1	(1 480,4)	(1 430,4)	(104,7)
Gross premiums earned	1 342,3	1 241,9	2 635,6	2 388,8	4 995,8
Reinsurers' share of earned premiums	(187,4)	(230,0)	(358,3)	(486,3)	(848,2)
Earned premiums, net of reinsurance	1 154,9	1 011,9	2 277,3	1 902,5	4 147,5
Other insurance-related income	3,9	3,2	8,2	6,4	10,5
Gross claims incurred	(1 083,3)	(1 150,0)	(2 189,1)	(2 221,7)	(4 723,9)
Reinsurers' share of claims incurred	137,0	150,2	236,4	337,5	774,8
Claims incurred, net of reinsurance	(946,3)	(999,8)	(1 952,7)	(1 884,2)	(3 949,1)
Operating expenses					
Sales costs	(79,8)	(65,6)	(151,5)	(114,6)	(233,5)
Administration costs	(56,0)	(42,9)	(104,3)	(80,9)	(179,9)
Commission from reinsurers	18,9	23,1	41,9	51,1	57,2
Total operating expenses, net of reinsurance	(116,9)	(85,4)	(213,9)	(144,3)	(356,2)
Other insurance-related expenses	(2,3)	(1,9)	(6,6)	(7,1)	(15,7)
Technical result	93,4	(72,0)	112,1	(126,6)	(163,0)
Net income from financial assets	509,8	(31,7)	187,0	49,5	141,4
Other income	(2,7)	0,4	(2,7)	0,7	1,7
Other expenses	(15,0)	(13,6)	(30,7)	(28,1)	(52,1)
Other income/expenses	(17,7)	(13,2)	(33,4)	(27,4)	(50,3)
Non-technical result	492,0	(45,0)	153,5	22,1	91,1
Profit before tax	585,4	(116,9)	265,7	(104,6)	(71,9)
Tax	(119,9)	(0,1)	(80,2)	(0,1)	(4,1)
Discontinued operations	119,1	(10,8)	3,8	69,1	71,5
Profit before components of comprehensive income	584,6	(127,9)	189,3	(35,6)	(4,5)
Actuarial gain and loss from defined benefit pension plans	-	-	-	-	(1,8)
Currency changes from foreign enterprise	(5,7)	2,5	8,2	1,9	1,3
Taxes on components of comprehensive income	1,4	(0,3)	(2,1)	(0,1)	0,1
Profit for the period	580,4	(125,7)	195,5	(33,8)	(4,9)
		-		-	-
Earnings per share	7,14	(1,56)	2,31	(0,43)	(0,06)
Earnings per share, diluted	7,14	(1,56)	2,31	(0,43)	(0,06)

Balance Sheet

NOKm	30.06.2020	30.06.2019	31.12.2019
Assets			
Intangible fixed assets			
Other intangible fixed assets	44,7	26,6	34,6
Total intangible fixed assets	44,7	26,6	34,6
Buildings and other real estates			
Owner-occupied property	12,6	13,1	12,8
Total buildings and other real estates	12,6	13,1	12,8
Financial assets			
Shares	923,7	896,3	916,9
Securities, bonds etc	8 743,8	7 164,2	6 773,5
Financial derivatives	25,9	16,7	32,6
Bank deposits	1 500,5	839,0	1 529,4
Total financial assets	11 194,0	8 916,3	9 252,5
Reinsurers share of gross technical provisions			
Reinsurers share of gross premium provisions	293,8	288,0	130,3
Reinsurers share of gross claims provisions	1 580,1	1 679,6	1 686,9
Total reinsurers share of gross technical provisions	1 873,9	1 967,6	1 817,2
Receivables			
Policyholders	578,5	628,1	416,2
Intermediaries	2,7	6,6	5,1
Other receivables	141,3	19,1	48,3
Total receivables	722,6	653,8	469,7
Other assets			
Tangible fixed assets	33,2	38,1	34,1
Cash and bank deposits	274,2	151,4	343,3
Total other assets	307,4	189,5	377,4
Total prepaid expenses	621,7	415,0	349,7
Assets discontinued operations	2 401,8	2 828,8	2 428,5
Total assets	17 178,6	15 010,7	14 742,2

Balance Sheet

NOKm	30.06.2020	30.06.2019	31.12.2019
Equity and liabilities			
Shareholders' equity			
Share capital [86.155.605 shares]	86,2	86,2	86,2
Own shares	(4,3)	(4,4)	(4,4)
Other paid-in equity	267,7	267,7	267,7
Total paid-in equity	349,6	349,4	349,4
Earned equity			
Natural perils fund	83,0	67,8	76,9
Guarantee scheme	87,6	89,2	89,2
Other equity	1 711,7	1 481,6	1 503,8
Total earned equity	1 882,3	1 638,6	1 669,9
Total equity	2 231,9	1 988,0	2 019,3
Subordinated loan capital	1 243,3	1 243,3	1 243,3
Technical provisions			
Provisions for unearned premiums	2 766,6	2 493,4	1 211,5
Provisions for claims	7 643,4	6 332,4	7 127,7
Total technical provisions	10 410,1	8 825,8	8 339,2
Provisions for other risks and liabilities			
Pension liabilities	16,0	13,0	16,0
Current tax liability	47,6	12,5	-
Deferred tax liability	96,5	123,2	103,1
Total provisions for other risks and liabilities	160,1	148,8	119,2
Liabilities			
Liabilities in connection with insurance	187,1	143,8	70,5
Liabilities in connection with reinsurance	1 157,0	536,7	727,7
Financial derivatives	51,2	22,1	45,5
Other liabilities	298,0	354,9	325,7
Total liabilities	1 693,3	1 057,5	1 169,4
Incurred expenses and prepaid income			
Other incurred expenses and prepaid income	101,7	119,2	299,6
Total incurred expenses and prepaid income	101,7	119,2	299,6
Liabilities discontinued operations	1 338,3	1 628,1	1 552,2
Total equity and liabilities	17 178,6	15 010,7	14 742,2

Cash flow statement

[NOKm]	Q2 2020	Q2 2019	H1 2020	H1 2019	FY 2019
<u>Cash flow from operations</u>					
Premiums paid	1 403,6	1 188,8	3 919,2	3 393,4	5 343,9
Claims paid	(1 006,2)	(825,8)	(2 266,7)	(1 830,5)	(4 004,0)
Paid reinsurance	380,2	281,1	211,8	240,7	659,2
Paid operating expenses including commissions	(491,1)	(196,4)	(533,1)	(429,1)	(581,5)
Interest / dividend income	81,8	81,7	142,4	139,3	268,9
Net payments from financial instruments	(934,9)	(347,5)	(1 558,1)	(1 019,8)	(278,3)
Payable tax	(36,5)	(18,1)	(27,0)	2,9	4,2
Net cash flow from operations	(603,1)	163,9	(111,6)	496,9	1 412,5
<u>Cash flow from investment activities</u>					
Investments in fixed assets	(10,3)	(14,9)	(21,0)	(28,9)	(47,8)
Net cash flow from investment activities	(10,3)	(14,9)	(21,0)	(28,9)	(47,8)
<u>Cash flow from financial activities</u>					
Interest payments on subordinated loan capital	(16,4)	(16,3)	(34,3)	(32,1)	(66,6)
Net cash flow from financial activities	(16,4)	(16,3)	(34,3)	(32,1)	(66,6)
Net cash flow for the period	(629,8)	132,7	(167,0)	435,8	1 298,1
Net change in cash and cash equivalents	(629,8)	132,7	(167,0)	435,8	1 298,1
Cash and cash equivalents opening balance	2 659,7	1 155,3	2 155,1	859,5	859,5
Effects of exchange rate changes on cash and cash equivalents	(12,6)	(1,0)	29,2	(8,2)	(2,5)
Cash and cash equivalents closing balance	2 017,3	1 287,1	2 017,3	1 287,1	2 155,1

Statement of changes in equity

NOKm	Share Capital	Own shares	Other paid-in equity	Natural perils fund	Guarantee scheme	Other equity	Total
Equity at 31.12.2018	86,2	(4,4)	267,7	54,8	88,5	1 540,4	2 033,0
Profit for the period				24,3	0,5	67,1	91,9
Currency changes						(10,5)	(10,5)
Equity at 31.03.2019	86,2	(4,4)	267,7	79,1	89,0	1 597,0	2 114,5
Profit for the period				(11,3)	0,2	(114,6)	(125,7)
Currency changes						(0,8)	(0,8)
Equity at 30.06.2019	86,2	(4,4)	267,7	67,8	89,2	1 481,6	1 988,0
Profit for the period				5,2	0,2	(13,8)	(8,3)
Currency changes						(1,2)	(1,2)
Equity at 30.09.2019	86,2	(4,4)	267,7	73,0	89,5	1 466,6	1 978,5
Profit for the period				3,9	(0,3)	33,7	37,3
Currency changes						3,6	3,6
Equity at 31.12.2019	86,2	(4,4)	267,7	76,9	89,2	1 503,8	2 019,3
Profit for the period				3,9	(0,7)	(388,1)	(384,9)
Currency changes						(4,1)	(4,1)
Equity at 31.03.2020	86,2	(4,4)	267,7	80,8	88,5	1 111,7	1 630,4
Profit for the period				2,2	(0,9)	579,1	580,4
Currency changes						21,0	21,0
Own shares		0,1					0,1
Equity at 30.06.2020	86,2	(4,3)	267,7	83,0	87,6	1 711,7	2 231,9

Notes

Accounting principles

These interim accounts have been prepared in accordance with the Financial Statement Regulation for Non-life Insurance Companies (Forskrift om årsregnskap for skadeforsikringsselskaper) and IAS 34 and in line with the accounting principles described in the annual report for 2019. The company's financial statements are prepared in accordance with the Norwegian Accounting Act, Financial Statement Regulation for Non-life Insurance Companies and generally accepted accounting principles. For further information, please see the 2019 annual report.

Segment information

Protector Forsikring ASA's operations comprise the segments Norway, Sweden, Denmark, Finland and the UK. The segments are evaluated regularly by Protector's executive management based on financial and operational information specially prepared for each segment for the purpose of following up performance and allocating necessary resources.

Quarter

		Norway		Sweden		Denmark		UK		Finland	
[NOKm]		Q2 2020	Q2 2019	Q2 2020	Q2 2019	Q2 2020	Q2 2019	Q2 2020	Q2 2019	Q2 2020	Q2 2019
Gross premiums written		266,2	333,9	362,3	402,7	41,2	40,2	620,9	311,2	(2,7)	17,8
Gross premiums earned		373,1	405,6	396,5	374,7	251,4	227,6	280,1	178,9	41,2	55,2
Gross claims incurred		(299,7)	(343,3)	(356,9)	(374,4)	(247,2)	(233,8)	(159,4)	(124,2)	(20,1)	(74,4)
Earned premiums, net of reinsurance		330,8	347,4	347,0	307,9	219,9	191,6	220,4	116,1	36,7	48,8
Other insurance related income		2,3	1,6	(0,1)	0,1	(0,4)	0,7	(0,8)	0,5	2,9	0,3
Claims incurred, net of reinsurance		(265,3)	(310,6)	(311,1)	(263,2)	(215,7)	(197,1)	(135,5)	(162,0)	(18,6)	(66,9)
Sales cost		(14,9)	(3,4)	(35,0)	(40,8)	(5,5)	(2,7)	(23,3)	(15,7)	(1,1)	(3,0)
Administration cost		(13,5)	(10,9)	(14,4)	(7,4)	(13,1)	(12,3)	(13,3)	(12,0)	(1,7)	(0,3)
Commission from reinsurer		4,9	6,7	4,1	6,4	(0,7)	2,3	8,6	9,6	2,0	(1,9)
Other insurance related expenses		0,5	(1,8)	(1,3)	(0,2)	0,0	-	(1,2)	(0,3)	(0,3)	0,4
Technical result		44,8	29,0	(10,8)	2,8	(15,4)	(17,5)	55,0	(63,8)	19,8	(22,6)
Other income/costs		(15,5)	(13,1)	(0,1)	-	(0,9)	(0,1)	(1,6)	-	0,4	-
Net financial income		395,8	(52,2)	75,7	13,6	10,4	0,8	7,0	0,5	20,8	5,6
Profit before tax		425,2	(36,3)	64,8	16,4	(5,8)	(16,8)	60,4	(63,3)	40,9	(17,0)
Claims ratio, net of ceded business	(1)	80,2 %	89,4 %	89,6 %	85,5 %	98,1 %	102,9 %	61,5 %	139,5 %	50,8 %	137,1 %
Expense ratio, net of ceded business	(2)	7,1 %	2,2 %	13,0 %	13,6 %	8,8 %	6,6 %	12,7 %	15,6 %	2,5 %	10,7 %
Combined ratio, net of ceded business	(3)	87,3 %	91,6 %	102,7 %	99,1 %	106,8 %	109,5 %	74,2 %	155,1 %	53,3 %	147,7 %
Gross claims ratio	(4)	80,3 %	84,6 %	90,0 %	99,9 %	98,3 %	102,7 %	56,9 %	69,4 %	48,8 %	134,8 %
Gross expense ratio	(5)	7,6 %	3,5 %	12,5 %	12,9 %	7,4 %	6,6 %	13,0 %	15,5 %	7,0 %	6,0 %
Gross combined ratio	(6)	87,9 %	88,2 %	102,5 %	112,8 %	105,7 %	109,3 %	70,0 %	84,9 %	55,8 %	140,8 %

(1) Claims incurred, net of reinsurance in % of earned premiums, net of reinsurance

(2) Operating expenses in % of earned premiums, net of reinsurance

(3) Net claims ratio + net expense ratio

(4) Gross claims incurred in % of gross premiums earned

(5) Sales and administration costs in % of gross premiums earned

(6) Gross claims ratio + gross expense ratio

Half-year

	Norway		Sweden		Denmark		UK		Finland		
[NOKm]	H1 2020	H1 2019	H1 2020	H1 2019	H1 2020	H1 2019	H1 2020	H1 2019	H1 2020	H1 2019	
Gross premiums written	1 086,7	1 137,9	1 151,3	1 188,5	854,6	801,5	813,2	486,7	210,2	204,8	
Gross premiums earned	740,0	781,1	793,9	720,5	485,3	435,2	507,2	332,4	109,1	119,7	
Gross claims incurred	(645,8)	(675,7)	(676,0)	(700,5)	(492,8)	(456,2)	(308,6)	(249,8)	(66,0)	(139,4)	
Earned premiums, net of reinsurance	658,7	661,9	695,6	569,7	424,1	365,5	401,4	199,7	97,5	105,7	
Other insurance related income	2,8	2,1	0,4	0,2	0,4	0,9	(0,0)	1,9	4,6	1,2	
Claims incurred, net of reinsurance	(580,3)	(609,5)	(585,7)	(506,6)	(445,7)	(392,6)	(280,4)	(251,5)	(60,5)	(123,9)	
Sales cost	(29,1)	(14,2)	(69,9)	(65,7)	(10,1)	(9,7)	(40,4)	(21,0)	(2,0)	(3,9)	
Administration cost	(27,2)	(23,3)	(27,4)	(18,1)	(21,8)	(18,7)	(24,4)	(17,7)	(3,5)	(3,1)	
Commission from reinsurer	17,1	8,3	12,7	25,0	(4,3)	8,2	12,5	10,7	4,0	(1,0)	
Other insurance related expenses	(0,7)	(3,0)	(1,7)	(2,6)	(1,5)	(0,5)	(1,7)	(0,7)	(1,0)	(0,3)	
Technical result	41,4	22,2	24,0	1,9	(59,0)	(46,9)	66,9	(78,6)	38,9	(25,3)	
Other income/costs	(31,2)	(27,2)	(0,1)	(0,1)	(0,9)	-	(1,6)	-	0,4	(0,2)	
Net financial income	168,3	16,0	26,6	21,7	(3,5)	2,6	8,6	3,3	(13,2)	6,0	
Profit before tax	178,5	11,0	50,5	23,5	(63,4)	(44,3)	73,9	(75,3)	26,1	(19,5)	
Claims ratio, net of ceded business	(1)	88,1 %	92,1 %	84,2 %	88,9 %	105,1 %	107,4 %	69,9 %	125,9 %	62,1 %	117,2 %
Expense ratio, net of ceded business	(2)	5,9 %	4,4 %	12,2 %	10,3 %	8,5 %	5,5 %	13,0 %	14,0 %	1,6 %	7,6 %
Combined ratio, net of ceded business	(3)	94,0 %	96,5 %	96,4 %	99,2 %	113,7 %	112,9 %	82,9 %	140,0 %	63,7 %	124,8 %
Gross claims ratio	(4)	87,3 %	86,5 %	85,1 %	97,2 %	101,6 %	104,8 %	60,8 %	75,2 %	60,5 %	116,5 %
Gross expense ratio	(5)	7,6 %	4,8 %	12,3 %	11,6 %	6,6 %	6,5 %	12,8 %	11,6 %	5,1 %	5,8 %
Gross combined ratio	(6)	94,9 %	91,3 %	97,4 %	108,9 %	108,1 %	111,4 %	73,6 %	86,8 %	65,5 %	122,3 %

Discontinued operations

Protector decided in 2018 to exit the COI market due to the product's recent years weak technical performance, and due to the significant uncertainty related to the product's future premium development and profitability. After the decision to exit the COI market, COI is defined as "discontinued operations" in the accounts. Net profit and assets and liabilities associated with COI are presented on separated lines as discontinued operations.

Protector has entered into a 50% quota share agreement (reinsurance) for the entire COI portfolio. The quota share agreement includes the historical portfolio as well as new business written. Premium income in 2020 is due to some continued agreements with real estate brokers.

NOKm	Q2 2020	Q2 2019	H1 2020	H1 2019	FY 2019
Gross premiums earned	64,2	109,9	127,1	198,6	356,1
Reinsurers' share of earned premiums	(29,6)	(50,5)	(58,6)	(59,4)	(132,0)
Earned premiums, net of reinsurance	34,6	59,3	68,5	139,2	224,1
Gross claims incurred	(49,8)	(77,0)	(107,9)	(78,2)	(269,8)
Reinsurers' share of claims incurred	26,2	45,3	52,7	45,4	139,8
Claims incurred, net of reinsurance	(23,6)	(31,7)	(55,2)	(32,8)	(130,0)
Total operating expenses, net of reinsurance	1,1	2,3	1,3	6,2	(5,7)
Other insurance-related income/expenses	(2,1)	(0,0)	(4,2)	(0,0)	(6,6)
Technical result	10,1	30,0	10,4	112,6	90,9
Net income from financial assets	129,0	(37,6)	(0,3)	(7,5)	15,7
Other income/expenses	(2,1)	(3,2)	(4,6)	(6,4)	(11,4)
Non-technical result	126,9	(40,8)	(4,9)	(13,9)	4,3
Profit before tax	137,0	(10,8)	5,5	98,7	95,3
Tax	(17,9)	(0,0)	(1,7)	(29,6)	(23,8)
Profit for the period	119,1	(10,8)	3,8	69,1	71,4

Financial assets, fair value estimation

Financial assets through profit or loss [NOKm]	Currency	Level 1	Level 2	Level 3	Total
Shares	NOK	235	828		1 063
Bonds and other fixed income securities	NOK		10 034		10 034
Cash and cash equivalents	NOK	1 895			1 895
<i>Derivatives:</i>					
Foreign currency contracts	NOK		14		14
Options	NOK		16		16
Total assets 30.06.2020	NOK	2 130	10 892	0	13 022
Total assets 30.06.2019	NOK	1 237	9 745	37	11 019

Financial liabilities at fair value through profit or loss [NOKm]	Currency	Level 1	Level 2	Level 3	Total
Foreign exchange contracts	NOK		(51)		(51)
Other financial liabilities	NOK	(35)			(35)
Total financial liabilities 30.06.2020	NOK	(35)	(51)		(86)
Total financial liabilities 30.06.2019	NOK	(101)	(22)		(190)

The fair value of listed investments is based on the current sales price. Financial instruments measured at fair value are valued on a daily basis. Directly observable prices in the market are used as far as possible. The valuations for the different types of financial instruments are based on recognised methods and models.

Level 1: Financial instruments valued on the basis of quoted prices for identical assets in active markets

This category encompasses listed equities that over the previous three months have experienced average daily trading equivalent to approximately NOK 20 million or more. Based on this, the equities are regarded as sufficiently liquid to be included at this level. Bonds, certificates or equivalent instruments issued by national governments are generally classified as level 1.

Level 2: Financial instruments valued on the basis of observable market information not covered by level 1

This category encompasses financial instruments that are valued on the basis of market information that can be directly observable or indirectly observable. Market information that is indirectly observable means that the prices can be derived from observable related markets. Level 2 includes shares or equivalent equity instruments for which market prices are available, but where the volume of transactions is too limited to fulfil the criteria in level 1. Shares in this level will normally have been traded during the last month. Bonds and equivalent instruments are generally classified in this level. Foreign exchange derivatives are classified as level 2. Fund investments are generally classified as level 2.

Level 3: Financial instruments valued on the basis of information that is not observable in accordance with level 2

The instrument is included in level 3 if one or more essential data are not based on observable market data.

Solvency Margin

(NOKm)	30.06.2020	30.06.2019	31.12.2019
Total solvency capital requirement	1 943	1 744	1 726
Total eligible own funds to meet SCR	3 120	2 902	2 967
Ratio of eligible own funds to SCR	161 %	166 %	172 %
Total minimum capital requirement	874	785	777
Ratio of eligible own funds to MCR	266 %	279 %	291 %

* Use of volatility adjustment (VA) from and including Q1 2020; historical results recalculated to include VA

Alternative performance measures and key figures

		Q2 2020	Q2 2019	H1 2020	H1 2019	1.1-31.12.2019
Gross premiums written ¹						
Norway	NOKm	266,2	333,9	1 086,7	1 137,9	1 540,5
Sweden	NOKm	362,3	402,7	1 151,3	1 188,4	1 549,5
Denmark	NOKm	41,2	40,2	854,6	801,5	937,1
UK	NOKm	620,9	311,2	813,2	486,6	852,7
Finland	NOKm	-2,7	17,8	210,2	204,8	220,7
Total premiums written	NOKm	1 288,0	1 105,9	4 116,0	3 819,2	5 100,5
Gross premiums earned						
Norway	NOKm	373,1	405,6	740,0	781,2	1 583,9
Sweden	NOKm	396,5	374,7	793,9	720,5	1 491,9
Denmark	NOKm	251,4	227,6	485,3	435,2	921,5
UK	NOKm	280,1	178,9	507,2	332,3	744,4
Finland	NOKm	41,2	55,2	109,1	119,7	254,0
Total gross premiums earned	NOKm	1 342,3	1 241,9	2 635,6	2 388,8	4 995,8
Earned premiums, net of reinsurance						
Norway	NOKm	330,8	347,4	658,7	661,9	1 367,1
Sweden	NOKm	347,0	307,9	695,6	569,7	1 264,8
Denmark	NOKm	219,9	191,6	424,1	365,5	786,0
UK	NOKm	220,4	116,1	401,4	199,7	504,9
Finland	NOKm	36,7	48,8	97,5	105,7	224,6
Total earned premiums, net of reinsurance	NOKm	1 154,9	1 011,9	2 277,3	1 902,5	4 147,5
Gross claims incurred						
Norway	NOKm	(299,7)	(343,3)	(645,8)	(675,8)	(1 591,5)
Sweden	NOKm	(356,9)	(374,4)	(676,0)	(700,6)	(1 343,3)
Denmark	NOKm	(247,2)	(233,8)	(492,8)	(456,3)	(885,1)
UK	NOKm	(159,4)	(124,2)	(308,6)	(249,8)	(543,9)
Finland	NOKm	(20,1)	(74,4)	(66,0)	(139,4)	(360,1)
Total gross claims incurred	NOKm	(1 083,3)	(1 150,0)	(2 189,1)	(2 221,7)	(4 723,9)
Claims incurred, net of reinsurance						
Norway	NOKm	(265,3)	(310,6)	(580,3)	(609,6)	(1 356,6)
Sweden	NOKm	(311,1)	(263,2)	(585,7)	(506,6)	(1 058,1)
Denmark	NOKm	(215,7)	(197,1)	(445,7)	(392,6)	(776,5)
UK	NOKm	(135,5)	(162,0)	(280,4)	(251,6)	(436,4)
Finland	NOKm	(18,6)	(66,9)	(60,5)	(123,9)	(321,5)
Total claims incurred, net of reinsurance	NOKm	(946,3)	(999,8)	(1 952,7)	(1 884,2)	(3 949,1)
Gross expenses						
Norway	NOKm	(28,4)	(14,3)	(56,2)	(37,5)	(83,4)
Sweden	NOKm	(49,4)	(48,2)	(97,3)	(83,8)	(170,5)
Denmark	NOKm	(18,5)	(15,0)	(31,9)	(28,4)	(59,2)
UK	NOKm	(36,5)	(27,7)	(64,8)	(38,7)	(86,7)
Finland	NOKm	(2,9)	(3,3)	(5,5)	(7,0)	(13,5)
Total gross expenses	NOKm	(135,8)	(108,5)	(255,8)	(195,4)	(413,4)
Net expenses						
Norway	NOKm	(23,5)	(7,6)	(39,2)	(29,3)	(82,9)
Sweden	NOKm	(45,3)	(41,8)	(84,7)	(58,8)	(139,2)
Denmark	NOKm	(19,3)	(12,7)	(36,2)	(20,3)	(46,3)
UK	NOKm	(27,9)	(18,1)	(52,3)	(28,0)	(64,1)
Finland	NOKm	(0,9)	(5,2)	(1,5)	(8,0)	(23,8)
Total net expenses	NOKm	(116,9)	(85,4)	(213,9)	(144,3)	(356,2)

Alternative performance measures and key figures

		Q2 2020	Q2 2019	H1 2020	H1 2019	1.1-31.12.2019
Gross claims ratio						
Norway	%	80,3 %	84,6 %	87,3 %	86,5 %	100,5 %
Sweden	%	90,0 %	99,9 %	85,1 %	97,2 %	90,0 %
Denmark	%	98,3 %	102,7 %	101,6 %	104,9 %	96,0 %
UK	%	56,9 %	69,4 %	60,8 %	75,2 %	73,1 %
Finland	%	48,8 %	134,8 %	60,5 %	116,4 %	141,8 %
Total gross claims ratio	%	80,7 %	92,6 %	83,1 %	93,0 %	94,6 %
Claims ratio, net of ceded business ¹						
Norway	%	80,2 %	89,4 %	88,1 %	92,1 %	99,2 %
Sweden	%	89,6 %	85,5 %	84,2 %	88,9 %	83,7 %
Denmark	%	98,1 %	102,9 %	105,1 %	107,4 %	98,8 %
UK	%	61,5 %	139,5 %	69,9 %	126,0 %	86,4 %
Finland	%	50,8 %	137,1 %	62,1 %	117,2 %	143,1 %
Total claims ratio, net of ceded business	%	81,9 %	98,8 %	85,7 %	99,0 %	95,2 %
Gross expense ratio						
Norway	%	7,6 %	3,5 %	7,6 %	4,8 %	5,3 %
Sweden	%	12,5 %	12,9 %	12,3 %	11,6 %	11,4 %
Denmark	%	7,4 %	6,6 %	6,6 %	6,5 %	6,4 %
UK	%	13,0 %	15,5 %	12,8 %	11,7 %	11,7 %
Finland	%	7,0 %	6,0 %	5,1 %	5,8 %	5,3 %
Total gross expense ratio	%	10,1 %	8,7 %	9,7 %	8,2 %	8,3 %
Expense ratio, net of ceded business ¹						
Norway	%	7,1 %	2,2 %	5,9 %	4,4 %	6,1 %
Sweden	%	13,0 %	13,6 %	12,2 %	10,3 %	11,0 %
Denmark	%	8,8 %	6,6 %	8,5 %	5,5 %	5,9 %
UK	%	12,7 %	15,6 %	13,0 %	14,0 %	12,7 %
Finland	%	2,5 %	10,7 %	1,6 %	7,6 %	10,6 %
Total expense ratio, net of ceded business	%	10,1 %	8,4 %	9,4 %	7,6 %	8,6 %
Gross combined ratio						
Norway	%	87,9 %	88,2 %	94,9 %	91,3 %	105,7 %
Sweden	%	102,5 %	112,8 %	97,4 %	108,9 %	101,5 %
Denmark	%	105,7 %	109,3 %	108,1 %	111,4 %	102,5 %
UK	%	70,0 %	84,9 %	73,6 %	86,8 %	84,7 %
Finland	%	55,8 %	140,8 %	65,5 %	122,3 %	147,1 %
Total gross combined ratio	%	90,8 %	101,3 %	92,8 %	101,2 %	102,8 %
Combined ratio, net of ceded business ¹						
Norway	%	87,3 %	91,6 %	94,0 %	96,5 %	105,3 %
Sweden	%	102,7 %	99,1 %	96,4 %	99,2 %	94,7 %
Denmark	%	106,8 %	109,5 %	113,7 %	113,0 %	104,7 %
UK	%	74,2 %	155,1 %	82,9 %	140,0 %	99,1 %
Finland	%	53,3 %	147,7 %	63,7 %	124,8 %	153,7 %
Total combined ratio, net of ceded business	%	92,1 %	107,2 %	95,1 %	106,6 %	103,8 %
Retention rate ¹						
Norway	%	88,7 %	85,7 %	89,0 %	84,7 %	86,3 %
Sweden	%	87,5 %	82,2 %	87,6 %	79,1 %	84,8 %
Denmark	%	87,5 %	84,2 %	87,4 %	84,0 %	85,3 %
UK	%	78,7 %	64,9 %	79,1 %	60,1 %	67,8 %
Finland	%	89,0 %	88,4 %	89,3 %	88,3 %	88,4 %
Total retention rate	%	86,0 %	81,5 %	86,4 %	79,6 %	83,0 %

Alternative performance measures and key figures

		Q2 2020	Q2 2019	H1 2020	H1 2019	1.1-31.12.2019
Run-off gains/(losses)						
Net run-off-gains/losses	NOKm	-22,3	-97,8	-18,7	-34,6	-49,8
Net run-off-gains/losses	%	-1,9 %	-9,7 %	-0,8 %	-1,8 %	-1,2 %
Return on investments ¹						
Total net income from investments, continued business	NOKm	509,8	(31,7)	187,0	49,5	141,4
Total net income from investments, discontinued business	NOKm	129,0	(37,6)	(0,3)	(7,5)	15,7
Total net income from investments	NOKm	638,8	(69,3)	186,7	41,9	157,1
Average investments, continued business	NOKm	10 464,7	8 936,0	10 495,6	8 639,9	8 455,1
Average investments, discontinued business	NOKm	1 838,5	1 951,8	1 841,4	1 951,8	2 369,9
Total average investments	NOKm	12 303,2	10 887,8	12 337,0	10 591,7	10 825,0
Return on investments, continued business	%	4,9 %	-0,4 %	1,8 %	0,6 %	1,7 %
Return investments, discontinued business	%	7,0 %	-1,9 %	0,0 %	-0,4 %	0,7 %
Total return on investments	%	5,2 %	-0,6 %	1,5 %	0,4 %	1,5 %
Total net income from shares	NOKm	198,0	(122,0)	(133,0)	(69,7)	(44,5)
Total net income from interests	NOKm	440,8	52,7	319,7	111,7	201,7
Total net income from investments	NOKm	638,8	(69,3)	186,7	41,9	157,1
Average investments shares	NOKm	884,0	1 203,8	1 181,5	1 129,1	1 146,8
Average investments interests	NOKm	11 419,2	9 684,0	11 155,6	9 462,5	9 678,1
Total average investments	NOKm	12 303,2	10 887,8	12 337,0	10 591,7	10 825,0
Return on investments, shares	%	22,4 %	-10,1 %	-11,3 %	-6,2 %	-3,9 %
Return investments, interests	%	3,9 %	0,5 %	2,9 %	1,2 %	2,1 %
Total return on investments	%	5,2 %	-0,6 %	1,5 %	0,4 %	1,5 %
Return on equity, annualised ¹						
Profit before comprehensive income	NOKm	584,6	(127,9)	189,3	(35,6)	(4,5)
Average shareholders equity	NOKm	1931,1	2051,2	1943,3	2145,7	2026,2
Return on equity, annualised	%	121,1 %	-24,9 %	19,5 %	-3,3 %	-0,2 %
Equity	NOKm	2 231,9	1 988,0	2 231,9	1 988,0	2 019,3
Equity per share	NOK	27,3	24,3	27,3	24,3	24,7
Earnings per share in the period, basic and diluted ²	NOK	7,14	-1,56	2,31	-0,43	-0,06
Issued shares (excl. own shares), at the end of the period	No.	81 886 229	81 761 926	81 886 229	81 761 926	81 761 926

¹ Defined as alternative performance measure (APM). APMs are described on www.protectorforsikring.no in document named APMs Protector Forsikring Q2 2020

² Earnings per share from continuing and discontinued operations, basic and diluted = the shareholders' share of the profit or loss from continuing and discontinued operations in the period/average number of outstanding shares in the period

Quarterly outline continued business

[NOKm]		Q2 2020	Q1 2020	Q4 2019	Q3 2019	Q2 2019	Q1 2019	Q4 2018	Q3 2018	Q2 2018
Gross premiums written		1 288,0	2 828,0	548,8	732,5	1 105,9	2 713,4	475,1	624,3	838,3
Gross premiums earned		1 342,3	1 293,2	1 315,6	1 291,4	1 241,9	1 146,9	1 123,2	1 042,4	1 015,7
Gross claims incurred		(1 083,3)	(1 105,8)	(1 363,2)	(1 139,0)	(1 150,0)	(1 071,7)	(1 161,7)	(937,1)	(889,3)
Earned premiums, net of reinsurance		1 154,9	1 122,3	1 132,9	1 112,1	1 011,9	890,6	759,0	689,7	699,8
Other insurance related income		3,9	4,2	2,0	2,2	3,2	3,1	12,0	9,5	2,9
Claims incurred, net of reinsurance		(946,3)	(1 006,4)	(1 129,7)	(935,2)	(999,8)	(884,4)	(739,3)	(613,2)	(670,5)
Sales cost		(79,8)	(71,7)	(65,3)	(53,7)	(65,6)	(48,9)	(49,4)	(55,4)	(49,3)
Administration cost		(56,0)	(48,3)	(61,0)	(38,0)	(42,9)	(38,0)	(46,1)	(28,9)	(35,0)
Commission from reinsurer		18,9	23,0	(2,3)	8,4	23,1	28,0	31,1	37,7	61,0
Other insurance related expenses		1,7	(4,3)	2,9	(11,5)	(1,9)	(5,2)	(2,1)	(10,8)	(6,0)
Technical result		93,4	18,8	(120,6)	84,2	(72,0)	(54,7)	(34,8)	28,6	2,8
Other income/costs		(17,7)	(16,3)	(8,3)	(14,7)	(13,2)	(14,0)	(12,3)	(12,5)	(12,6)
Net financial income		509,8	(322,8)	107,3	(15,3)	(31,7)	81,2	(141,9)	35,5	78,7
Profit before tax		585,4	(320,3)	(21,5)	54,2	(116,9)	12,5	(189,1)	51,7	68,9
Claims ratio, net of ceded business	(1)	81,9 %	89,7 %	99,7 %	84,1 %	98,8 %	99,3 %	97,4 %	88,9 %	95,8 %
Expense ratio, net of ceded business	(2)	10,1 %	8,6 %	11,4 %	7,5 %	8,4 %	6,6 %	8,5 %	6,7 %	3,3 %
Combined ratio, net of ceded business	(3)	92,1 %	98,3 %	111,1 %	91,6 %	107,2 %	105,9 %	105,9 %	95,7 %	99,2 %
Gross claims ratio	(4)	80,7 %	85,5 %	103,6 %	88,2 %	92,6 %	93,4 %	103,4 %	89,9 %	87,5 %
Gross expense ratio	(5)	10,1 %	9,3 %	9,6 %	7,1 %	8,7 %	7,6 %	8,5 %	8,1 %	8,3 %
Gross combined ratio	(6)	90,8 %	94,8 %	113,2 %	95,3 %	101,3 %	101,0 %	111,9 %	98,0 %	95,8 %

(1) Claims incurred, net of reinsurance in % of earned premiums, net of reinsurance

(2) Operating expenses in % of earned premiums, net of reinsurance

(3) Net claims ratio + net expense ratio

(4) Gross claims incurred in % of gross premiums earned

(5) Sales and administration costs in % of gross premiums earned

(6) Gross claims ratio + gross expense ratio

The Board of Directors and the CEO's statement

We confirm, to the best of our knowledge, that the condensed set of financial statements for the period 1 January to 30 June 2020 has been prepared in accordance with Norwegian Accounting Act, financial statement regulations for insurance companies, IAS 34 – Interim Financial Reporting and generally accepted accounting principles, and gives a true and fair view of the Company's assets, liabilities, financial position and profit and loss as a whole.

We also confirm, to the best of our knowledge, that the interim management report includes a fair review of important events that have occurred during the first six months of the financial year and their impact on the condensed set of financial statements, a description of the principal risks and uncertainties for the remaining six months of the financial year, and major related parties transactions.

Oslo, 9th July 2020

The Board of Directors of Protector Forsikring ASA

Jostein Sørvoll
(styreleder)

Arve Ree
(nestleder)

Else Bugge Fougner

Kjetil Garstad

Randi Helene Røed

Kristine Røkeberg Nilsen

Mathews V. Ambalathil

Sverre Bjerkeli
(CEO)