



INTERIM REPORT Q2 2023
PROTECTOR FORSIKRING ASA

(UNAUDITED)
10 JULY 2023

Highlights Q2 2023

Combined ratio:

Q2 23	83,9 %
Q2 22	84,8 %

Premium growth (local currencies):

Q2 23	56 %
Q2 22	24 %

Insurance service result (MNOK):

Q2 23	383,8
Q2 22	248,5

Total investment return (MNOK)

Q2 23	- 37,7
Q2 22	29,7

Profit (MNOK):

Q2 23	218,5
Q2 22	199,5

Solvency ratio:

Q2 23	192 %
Q2 22	206 %

CR 83.9% and 56% volume growth in local currencies

Protector Forsikring ASA recorded a profit of NOK 218.5m (NOK 199.5m) for the quarter. The result is driven by a strong insurance service (technical) result offset by a negative return on investments.

The insurance service result was NOK 383.8m (NOK 248.5m) corresponding to a combined ratio of 83.9% (84.8%).

Net income from assets under management was NOK -180.2m (NOK -175.2m) or -1.0% (-1.2%).

The total investment return including insurance finance was NOK -37.7m (NOK 29.7m).

In Q2, the gross written premiums amounted to NOK 3 057.2 up 71% (56% in local currencies) relative to Q2 2022. The strong growth is driven by the UK (84% of the growth), but all countries contribute.

The Board has utilized its authorization granted by the Annual General Meeting 30th March 2023 and has resolved to distribute a special dividend of NOK 164.9m, corresponding to NOK 2.00 per share.

At the end of Q2 2023, the SCR-ratio was 192% (206%), post dividends.

Highlights H1 2023

Combined ratio:

H1 23	88,1 %
H1 22	90,1 %

Premium growth (local currencies):

H1 23	34 %
H1 22	16 %

Insurance service result (MNOK):

H1 23	519,7
H1 22	317,8

Total investment return (MNOK)

H1 23	484,0
H1 22	278,7

Profit (MNOK):

H1 23	844,7
H1 22	407,6

CR 88.1% and 34% volume growth in local currencies

Protector Forsikring ASA recorded a profit of NOK 844.7m (NOK 407.6m) for the first half year. The result is driven by a strong insurance service (technical) result and a good return on investments.

The insurance service result was NOK 519.7m (NOK 317.8m) corresponding to a combined ratio of 88.1% (90.1%).

Net income from assets under management was NOK 480.6m (NOK -185.1m) or 3.1% (-1.2%).

The total investment return including insurance finance was NOK 484.0m (NOK 278.7m).

In H1, the gross written premiums amounted to NOK 7,000.7 up 43% (34% in local currencies) relative to H1 2022. The strong growth is driven by the UK (59% of the growth) and Scandinavia.

Financial highlights - Protector Forsikring ASA

NOKm		Q2 2023	Q2 2022	H1 2023	H1 2022	FY 2022
Gross written premium	(1)	3 057,2	1 788,0	7 000,7	4 898,6	7 097,8
Insurance revenue		2 387,4	1 638,7	4 373,6	3 222,8	6 619,1
Insurance claims expenses		(1 555,8)	(1 176,3)	(3 387,0)	(2 437,8)	(5 044,8)
Insurance operating expenses		(269,8)	(175,5)	(475,6)	(347,3)	(734,5)
Insurance service result before reinsurance contracts held		561,7	287,0	511,0	437,7	839,9
Net result from reinsurance contracts held		(177,9)	(38,4)	8,7	(119,8)	(139,1)
Insurance service result		383,8	248,5	519,7	317,8	700,8
Net income from investments		(169,9)	(164,9)	465,2	(174,1)	477,0
Net insurance finance income or expenses		132,2	194,6	18,8	452,8	607,0
Other income/expenses		(15,7)	(16,0)	(31,7)	(32,2)	(74,0)
Profit/(loss) before tax expenses		330,5	262,2	972,0	564,3	1 710,7
Tax		(103,9)	(52,8)	(135,2)	(151,5)	(341,4)
Discontinued operations		(8,0)	(9,9)	7,9	(5,2)	9,7
Profit/(loss)		218,5	199,5	844,7	407,6	1 379,0
Large losses, net of reinsurance	(1)	(111,7)	(44,4)	(135,3)	(207,2)	(425,9)
Run-off gains/losses, net of reinsurance	(1)	70,3	48,7	25,8	96,9	133,7
Change in risk adjustment, net of reinsurance	(1)	(48,8)	(12,1)	(64,2)	(31,4)	(79,6)
Discounting effect, net of reinsurance	(1)	149,6	21,8	208,6	34,4	154,5
Loss ratio, gross	(2)	65,2 %	71,8 %	77,4 %	75,6 %	76,2 %
Net reinsurance ratio	(3)	7,5 %	2,3 %	-0,2 %	3,7 %	2,1 %
Loss ratio, net of reinsurance	(4)	72,6 %	74,1 %	77,2 %	79,4 %	78,3 %
Cost ratio	(5)	11,3 %	10,7 %	10,9 %	10,8 %	11,1 %
Combined ratio	(6)	83,9 %	84,8 %	88,1 %	90,1 %	89,4 %
Retention rate	(7)	93,1 %	88,0 %	93,5 %	87,9 %	87,5 %

(1) Defined as alternative performance measure (APM). APMs are described on www.protectorforsikring.no in document named APMs Protector Forsikring Q2 2023

(2) "Insurance claims expenses" in % of "Insurance revenue"

(3) "Net result from reinsurance contracts held" in % of "Insurance revenue"

(4) "Loss ratio, gross" + "Net reinsurance ratio"

(5) "Insurance operating expenses" in % of "Insurance revenue"

(6) "Loss ratio, net of reinsurance" + "Cost ratio"

(7) ("Insurance revenue" + "Reinsurance premium") / "Insurance revenue"

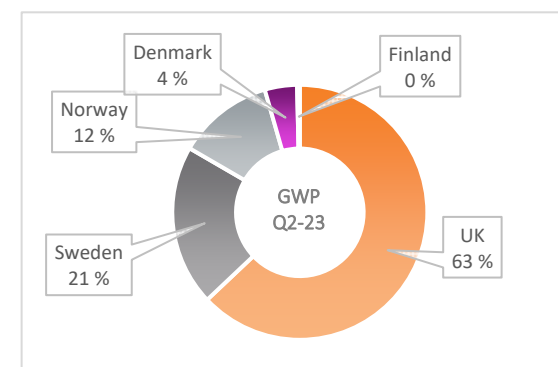
Premiums

Gross premiums written increased by 71% or NOK 1,269.3m to a total of NOK 3,057.2m. In local currencies the growth was 56%. The growth is driven by all countries with UK, which has its largest inception date 1st of April, as the largest contributor. The renewal rate was 106% (92.8%), supported by price increases to counter claims inflation.

In accordance with IFRS 17, the insurance revenue (earned premium) for Q2 2023 has been adjusted for seasonal variations with NOK 18m (NOK 23m) which is mainly related to Motor insurance in Norway and Sweden. The retention rate for Q2 2023 was 93.1% (88.0%). The increase is driven by non-renewal of the solvency-based reinsurance agreement with effect from January 1st, 2023.

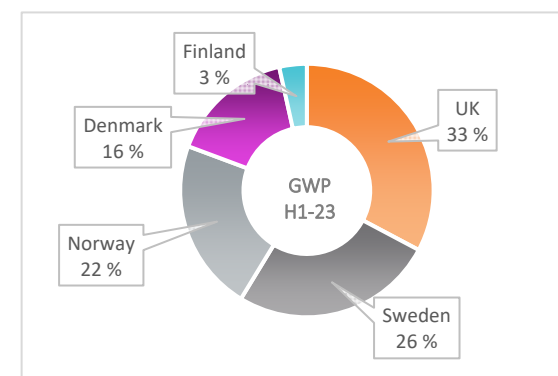
Gross premium written (NOKm)	Q2 2023	Q2 2022	Growth	
UK	1 924,8	863,3	1 061,5	123 %
Sweden	624,5	515,5	109,1	21 %
Norway	372,6	338,3	34,3	10 %
Denmark	124,9	63,2	61,7	98 %
Finland	10,4	7,7	2,7	35 %
Protector	3 057,2	1 788,0	1 269,3	71 %

Growth (LCY)
103 %
12 %
10 %
42 %
-59 %
56 %



Gross premium written (NOKm)	H1 2023	H1 2022	Growth	
UK	2 294,2	1 059,1	1 235,1	117 %
Sweden	1 815,8	1 458,5	357,3	24 %
Norway	1 539,1	1 293,5	245,5	19 %
Denmark	1 105,1	875,4	229,7	26 %
Finland	246,5	212,0	34,4	16 %
Protector	7 000,7	4 898,6	2 102,0	43 %

Growth (LCY)
99 %
19 %
19 %
11 %
2 %
34 %



Results

The profit totaled to NOK 218.5m against NOK 199.5m in Q2 2022. The insurance service result was NOK 383.8m (NOK 248.5m), corresponding to a combined ratio of 83.9%, 0.9 percentage points lower than 84.8%, as reported in Q2 2022. The technical result is mainly driven by strong results in the UK.

For H1 2023 the profit totaled NOK 844.7m against NOK 407.6m in H1 2022. The insurance service result was NOK 519.7m (NOK 317.8m), corresponding to a combined ratio of 88.1%, 2.0 percentage points lower than 90.1%, as reported in H1 2022.

After implementing IFRS 17, the result is affected by interest rate changes and risk adjustment, which for Q2 2023 improved the combined ratio with 3.6 percentage points compared to Q2 2022.

	Combined ratio		Loss ratio		Net reinsurance ratio		Cost ratio	
	Q2 2023	Q2 2022	Q2 2023	Q2 2022	Q2 2023	Q2 2022	Q2 2023	Q2 2022
UK	68,3 %	93,6 %	41,0 %	72,4 %	13,6 %	4,8 %	13,7 %	16,4 %
Sweden	99,8 %	79,0 %	81,7 %	64,8 %	3,9 %	2,8 %	14,2 %	11,4 %
Norway	89,1 %	81,0 %	82,1 %	72,4 %	1,6 %	2,9 %	5,5 %	5,7 %
Denmark	95,7 %	84,5 %	82,1 %	81,0 %	6,4 %	-2,9 %	7,2 %	6,4 %
Finland	61,2 %	98,3 %	48,3 %	85,2 %	0,9 %	-1,3 %	12,0 %	14,4 %
Protector	83,9 %	84,8 %	65,2 %	71,8 %	7,5 %	2,3 %	11,3 %	10,7 %

	Combined ratio		Loss ratio		Net reinsurance ratio		Cost ratio	
	H1 2023	H1 2022	H1 2023	H1 2022	H1 2023	H1 2022	H1 2023	H1 2022
UK	72,9 %	93,2 %	62,1 %	69,4 %	-2,8 %	8,4 %	13,5 %	15,4 %
Sweden	100,3 %	87,0 %	82,8 %	74,1 %	4,0 %	1,3 %	13,5 %	11,6 %
Norway	90,5 %	87,2 %	82,1 %	77,6 %	2,5 %	3,3 %	5,9 %	6,3 %
Denmark	100,7 %	95,2 %	99,8 %	86,0 %	-6,1 %	2,2 %	7,0 %	7,0 %
Finland	76,5 %	91,6 %	64,8 %	75,8 %	0,6 %	-0,1 %	11,1 %	15,8 %
Protector	88,1 %	90,1 %	77,4 %	75,6 %	-0,2 %	3,7 %	10,9 %	10,8 %

In Q2 2023, the company had run-off gains (undiscounted) of 2.9%, net of reinsurance against 3.0% in Q2 2022. The loss ratio (gross) was 65.2% (71.8%), while the loss ratio net of reinsurance ended at 72.6% (74.1%). The result is driven by strong property results, partially offset by weak motor results.

Large losses (defined as absolute net losses > MNOK 10) for Q2 amounted to NOK 111.7m, or 4.7% (2,8%), and include the company's share of a natural peril event in Norway totaling at NOK 34m.

The cost ratio amounted to 11.3%, up from 10.7% in Q2 2022. The increase is mainly due to increased broker commissions in Sweden and the UK.

In H1 2023, the company had run-off gains (undiscounted) of 0.6%, net of reinsurance against 3.0% in H1 2022. The loss ratio (gross) was 77.4% (75.6%), while the loss ratio net of reinsurance ended at 77.2% (79.4%).

The cost ratio for H1 2023 amounted to 10.9%, slightly up from 10.8% in H1 2022.

Investments

The assets under management amounted to a total of NOK 17,920m on 30 June, up 6.0% compared to the portfolio at the end of Q1 2023.

In Q2, the investment activities yielded a total return of NOK -180.2m (-1.0%) compared to NOK -175.2m (-1.2%) in Q2 2022. Equities accounted for a NOK 157.2m loss (-5.4%) including put options against a NOK 94.6m loss (-3.9%) in Q2 2022. The return on the fixed income portfolio totaled NOK -22.9m (-0.2%) against NOK -80.6m (-0.7%) in Q2 2022.

In H1, the investment activities yielded a total return of NOK 480.6m (3.1%) compared to NOK -185.1m (-1.2%) in H1 2022. Equities accounted for a NOK 269.5m gain (11.1%) including put options against a NOK 106.9m loss (-4.6%) in H1 2022. The return on the fixed income portfolio totaled to NOK 211.1m gain (1.6%) against a NOK -78.2m loss (-0.6%) in H1 2022.

At the end of Q2 2023, 15.5% of Protector's financial assets were invested in equities, against 17.4% at the end of Q1 2023. 23% of the total financial assets were allocated to high yield (NOK 4.1 bn.), up from 21% (NOK 3.5 bn.) at the end of Q1 2023.

The insurance finance result impacted the total investment return positively with NOK 132.2m in Q2 2023 and NOK 18.8m in H1 2023, against a positive effect in Q2 2022 of NOK 194.6m and NOK 452.8 in H1 2022. The decrease is mainly due to interest curve changes.

Equity and capital position

At the end of Q2 2023, the volatility adjusted SCR-ratio using the standard formula was 192% post dividends, down from 198% at the end of Q1 2023. The company's long-term objective is to maintain a SCR-ratio (calculated according to the Solvency II regulations) above 150%.

The company's equity amounted to NOK 4,045.4m, an increase of NOK 1,230.2m compared to the equity at the end of Q2 2022.

Protectors BBB+ Long-Term Issuer Credit rating from A.M. Best was affirmed 22 June 2023. Outlooks were revised from stable to positive.

Dividend

Based on the company's strong financial position, competitive position in the market and dividend policy the Board has resolved to distribute a dividend of NOK 164.9 million, corresponding to NOK 2.00 per share.

The resolved dividend is included in other equity and the payment will take place on July 21st, 2023.

Prospects

The underlying profitability is good, and with continued price increases to counter claims inflation, the technical result is expected to stay strong.

The 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 2023.

Oslo, 10th July 2023

The Board of Directors of Protector Forsikring ASA

Income statement

NOKm	Q2	Q2	H1	H1	FY
	2023	2022	2023	2022	2022
Insurance revenue	2 387,4	1 638,7	4 373,6	3 222,8	6 619,1
Insurance claims expenses	(1 555,8)	(1 176,3)	(3 387,0)	(2 437,8)	(5 044,8)
Insurance operating expenses	(269,8)	(175,5)	(475,6)	(347,3)	(734,5)
Insurance service result before reinsurance contracts held	561,7	287,0	511,0	437,7	839,9
Reinsurance premium	(164,6)	(197,3)	(283,5)	(389,1)	(826,4)
Amounts recovered from reinsurance	(13,3)	158,9	292,2	269,2	687,3
Net result from reinsurance contracts held	(177,9)	(38,4)	8,7	(119,8)	(139,1)
Insurance service result	383,8	248,5	519,7	317,8	700,8
Result from investments in associates and joint venture	-	6,1	-	15,1	20,1
Interest income and dividend etc. from financial assets	220,9	124,5	348,3	247,0	457,8
Net changes in fair value of investments	(607,9)	(292,1)	(422,3)	(555,8)	(122,8)
Net realised gain and loss on investments	232,5	2,1	575,4	127,6	156,3
Interest expenses and expenses related to investments	(15,4)	(5,5)	(36,3)	(8,0)	(34,4)
Net income from investments	(169,9)	(164,9)	465,2	(174,1)	477,0
Insurance finance income or expenses	139,8	215,5	22,9	490,8	672,2
Reinsurance finance income or expenses	(7,6)	(20,9)	(4,1)	(38,0)	(65,2)
Net insurance finance income or expenses	132,2	194,6	18,8	452,8	607,0
Other income/expenses	(15,7)	(16,0)	(31,7)	(32,2)	(74,0)
Profit/(loss) before tax expenses	330,5	262,2	972,0	564,3	1 710,7
Tax	(103,9)	(52,8)	(135,2)	(151,5)	(341,4)
Discontinued operations	(8,0)	(9,9)	7,9	(5,2)	9,7
Profit/(loss)	218,5	199,5	844,7	407,6	1 379,0

Statement of comprehensive income

NOKm	Q2 2023	Q2 2022	H1 2023	H1 2022	FY 2022
Profit/loss for the period	218,5	199,5	844,7	407,6	1 379,0
Other comprehensive income which can subsequently be reclassified as profit or loss					
Currency changes from foreign enterprise	2,6	18,2	123,0	(11,0)	(40,6)
Taxes on components of comprehensive income	(0,5)	(4,6)	(30,7)	3,5	11,1
Total other comprehensive income	2,1	13,5	92,2	(7,5)	(29,5)
Comprehensive income	220,7	213,1	936,9	400,1	1 349,5

Statement of financial position

NOKm	30.06.23	30.06.22	31.12.22
Assets			
Financial assets			
Shares in associated companies	0,0	138,3	0,0
Shares	2 687,6	2 011,4	2 522,9
Securities, bonds etc	13 995,4	9 972,2	10 832,1
Financial derivatives	27,5	141,6	65,7
Bank deposits	661,6	1 586,5	839,8
Total financial assets	17 372,1	13 850,0	14 260,6
Reinsurance contract assets	1 170,4	1 077,6	1 029,1
Intangible fixed assets	102,9	84,9	95,9
Tangible fixed assets	138,4	151,2	132,2
Cash and bank deposits	46,4	105,4	198,5
Other receivables	58,4	117,9	29,5
Total prepaid expenses	366,4	717,6	684,5
Assets discontinued operations	517,2	1 102,2	888,1
Total assets	19 772,2	17 206,7	17 318,4

Statement of financial position

NOKm	30.06.23	30.06.22	31.12.22
Equity and liabilities			
Shareholders' equity			
Share capital [82.500.000 shares]	82,5	82,5	82,5
Own shares	(0,1)	(0,1)	(0,1)
Other paid-in equity	267,7	267,7	267,7
Total paid-in equity	350,1	350,1	350,1
Earned equity			
Natural perils capital	101,3	97,3	60,7
Guarantee scheme provision	73,5	75,0	72,8
Fund for valuation differences	-	18,6	-
Other equity	3 520,5	2 274,2	3 277,9
Total earned equity	3 695,3	2 465,2	3 411,4
Total equity	4 045,4	2 815,2	3 761,5
Subordinated loan capital	1 244,7	1 244,7	1 244,7
Liabilities for remaining coverage (LRC)	2 991,5	2 581,9	1 420,6
Liabilities for incurred claims (LIC)	8 822,2	7 904,9	8 127,7
Liabilities for incurred claims risk adjustment (RA)	996,0	829,0	881,6
Insurance contract liabilities	12 809,7	11 315,7	10 430,0
Current tax liability	-	-	120,2
Deferred tax liability	148,8	173,1	147,8
Financial derivatives	58,2	100,4	54,8
Other liabilities	756,6	656,8	481,9
Other incurred expenses and prepaid income	379,0	251,5	555,2
Liabilities discontinued operations	329,8	649,2	522,4
Total equity and liabilities	19 772,2	17 206,7	17 318,4

Statement of changes in equity

NOKm	Share Capital	Own shares	Other paid-in equity	Natural perils capital	Guarantee scheme provision	Fund for valuation differences	Other equity	Total
Equity at 31.12.2021 NGAAP	82,5	(0,1)	267,7	97,7	78,2	10,0	3 046,2	3 582,1
IFRS Adjustments				(2,9)			(220,4)	(223,3)
Equity at 1.1.2022 IFRS	82,5	(0,1)	267,7	94,9	78,2	10,0	2 825,8	3 358,9
Profit for the period				(9,0)	(1,4)	9,0	209,5	208,1
Other comprehensive income							(21,0)	(21,0)
Dividend paid							(247,1)	(247,1)
Equity at 31.03.2022	82,5	(0,1)	267,7	85,9	76,8	18,9	2 767,1	3 298,8
Profit for the period				11,4	(1,8)	(0,3)	190,3	199,5
Other comprehensive income							13,5	13,5
Dividend paid							(700,2)	(700,2)
Value changes synt. shares long term bonus scheme							3,5	3,5
Own shares		0,0					0,0	0,0
Equity at 30.06.2022	82,5	(0,1)	267,7	97,3	75,0	18,6	2 274,3	2 815,2
Profit for the period				3,9	(1,5)	(18,6)	374,4	358,2
Other comprehensive income							6,7	6,7
Reclassification of admin. cost				(47,5)			47,5	-
Value changes synt. shares long term bonus scheme							(0,5)	(0,5)
Equity at 30.09.2022	82,5	(0,1)	267,7	53,6	73,6	-	2 702,3	3 179,6
Profit for the period				8,0	(0,8)		606,0	613,2
Other comprehensive income							(28,7)	(28,7)
Value changes synt. shares long term bonus scheme							(2,5)	(2,5)
Equity at 31.12.2022	82,5	(0,1)	267,7	61,6	72,8	-	3 277,1	3 761,5
Profit for the period				(4,2)	0,5		629,9	626,2
Other comprehensive income							90,1	90,1
Dividend paid							(494,3)	(494,3)
Value changes synt. shares long term bonus scheme		(0,0)					0,5	0,5
Equity at 31.03.2023	82,5	(0,1)	267,7	57,5	73,3	-	3 503,3	3 984,0
Profit for the period				(1,9)	0,3		220,2	218,5
Other comprehensive income							2,1	2,1
Reclassification of admin. cost				45,7			(45,7)	-
Dividend paid							(164,8)	(164,8)
Own shares							9,8	9,8
Value changes synt. shares long term bonus scheme							(4,4)	(4,4)
Equity at 30.06.2023	82,5	(0,1)	267,7	101,3	73,5	-	3 520,5	4 045,4

Statement of cashflow

NOKm	Q2 2023	Q2 2022	H1 2023	H1 2022	FY 2022
Cash flow from operations					
Insurance revenue	2 699,7	1 779,9	6 350,1	4 325,0	6 505,1
Insurance claims expenses	(1 430,3)	(1 119,7)	(3 424,4)	(2 299,5)	(4 535,3)
Net expense from reinsurance contracts	233,9	0,3	134,4	(59,7)	(46,7)
Insurance operating expenses	(388,4)	(340,6)	(470,4)	(366,2)	(413,9)
Interest / dividend income	227,4	134,0	363,1	264,6	482,4
Net payments from financial instruments	(2 287,5)	(128,6)	(2 325,4)	(1 071,2)	(1 792,2)
Payable tax	(55,8)	(7,8)	(336,8)	(262,4)	(320,6)
Net cash flow from operations	(1 001,0)	317,5	290,6	530,4	(121,4)
Cash flow from investment activities					
Investments in fixed assets	(15,0)	(11,8)	(27,3)	(22,4)	(43,8)
Net cash flow from investment activities	(15,0)	(11,8)	(27,3)	(22,4)	(43,8)
Cash flow from financial activities					
Dividend paid	(164,8)	(700,2)	(659,0)	(947,3)	(947,3)
Net payment on subordinated loan capital	-	(0,1)			(140,0)
Interest payments on subordinated loan capital	(22,2)	(15,7)			(66,6)
Net cash flow from financial activities	(187,0)	(716,0)	(659,0)	(947,3)	(1 153,9)
Net cash flow for the period	(1 203,0)	(410,3)	(395,8)	(439,2)	(1 319,0)
Net change in cash and cash equivalents	(1 203,0)	(410,3)	(439,6)	(610,1)	(1 319,0)
Cash and cash equivalents opening balance	1 918,3	2 194,7	1 080,3	2 407,2	2 407,2
Effects of exchange rate changes on cash and cash equivalents	15,1	10,8	89,7	(2,0)	(7,9)
Cash and cash equivalents closing balance	730,4	1 795,2	730,4	1 795,2	1 080,3

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 skadeforsikringselskaper), IAS 34 Interim Financial Reporting and IFRS.

The Ministry of Finance adopted changes to the accounting rules for insurance companies as a result of IFRS 17. The changes came into force with effect for accounting years starting from January 1st, 2023 or later. This means that Protector reports according to full IFRS from January 1st, 2023. Comparable figures for 2022 have been restated to IFRS.

The main change from NGAAP to full IFRS is related to IFRS 17 Insurance contracts. This new standard replaces IFRS 4 Insurance contracts and introduces new requirements for recognition, measurement, presentation and information about issued insurance contracts. The purpose of the new standard is to establish a uniform practice for accounting for insurance contracts.

Other standards that have been implemented in 2023, as a result of the transition to full IFRS, are IFRS 9 Financial Instruments and IFRS 16 Leases. IFRS 9 has not had any significant effect on the balance sheet or profit and loss due to the fact that Protector previously has chosen to measure all financial assets at fair value through profit or loss (FVTPL). The implementation of IFRS 9 will not affect Protector's recognition and measurement.

The implementation of IFRS 16 does not affect the profit and loss significant but has some effects on the balance sheet and classification in the profit and loss statement.

Please see transition note in the Interim Report Q1 2023, note 28 in the annual report for 2022 and material regarding the transition to IFRS published separately on www.protectorforsikring.no for further information on effects of implementing IFRS.

Discontinued operation

Protector decided in 2018 to exit the change of ownership insurance (COI) market. After the decision COI is defined as "discontinued operations" in the accounts.

Net profit and assets and liabilities associated with COI are presented on separate lines as discontinued operations.

Protector has entered into a 50% quota share agreement (reinsurance) covering all historical business written until July 1st, 2020. At January 1st, 2022, when the new Real Property Sale Act entered into force, Protector stopped writing new COI business.

Income statement discontinued operations

NOKm	Q2	Q2	H1	H1	FY
	2023	2022	2023	2022	2022
Insurance revenue	(0,0)	0,4	0,1	2,2	2,6
Insurance claims expenses	4,3	0,3	(6,1)	(0,5)	(25,4)
Insurance operating expenses	-	(1,2)	-	(1,2)	(1,6)
Insurance service result before reinsurance contracts held	4,3	(0,4)	(6,1)	0,5	(24,4)
Net result from reinsurance contracts held	(6,7)	(0,8)	(5,2)	2,0	8,9
Insurance service result	(2,4)	(1,3)	(11,3)	2,5	(15,6)
Net income from investments	(10,3)	(10,4)	15,4	(11,0)	23,6
Net insurance finance income or expenses	4,6	2,2	2,0	8,2	3,8
Other income/expenses	-	(0,8)	-	(1,9)	(3,2)
Profit/(loss) before tax expenses	(8,1)	(10,3)	6,1	(2,2)	8,7
Tax	0,1	0,4	1,8	(3,0)	1,0
Profit/(loss)	(8,0)	(9,9)	7,9	(5,2)	9,7

Financial assets, fair value estimation

Financial assets through profit or loss [NOKm]	Currency	Level 1	Level 2	Level 3	Total
Shares	NOK	309,7	2 427,7	39,3	2 776,7
Bonds and other fixed income securities	NOK	-	14 138,1	321,6	14 459,7
Cash and cash equivalents	NOK	683,5	-	-	683,5
Derivatives:					
Interest rate swaps	NOK	-	-	-	-
Foreign currency contracts	NOK	-	12,2	-	12,2
Options	NOK	-	16,2	-	16,2
Total assets 30.06.2023	NOK	993,3	16 594,3	360,8	17 948,4
Total assets 30.06.2022	NOK	2 097,1	12 164,4	319,1	14 580,5

Financial liabilities at fair value through profit or loss [NOKm]	Currency	Level 1	Level 2	Level 3	Total
Derivatives:					
Interest rate swaps					0
Foreign exchange contracts	NOK	-	(58,2)	-	(58,2)
Other financial liabilities	NOK	0,0	-	-	0,0
Total financial liabilities 30.06.2023	NOK	0,0	(58,2)	-	(58,2)
Total financial liabilities 30.06.2022	NOK	(47,4)	(116,8)	-	(164,2)

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 recognized 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 20m 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. certificates or equivalent instruments issued by national governments are generally classified as level 1.

Solvency margin

NOKm	30.06.23	30.06.22	31.12.22
Total solvency capital requirement	3 060	2 202	2 611
Total eligible own funds to meet SCR	5 872	4 546	5 093
Ratio of eligible own funds to SCR	192 %	206 %	195 %
Total minimum capital requirement	1 377	991	1 175
Ratio of eligible own funds to MCR	375 %	380 %	373 %

Segment information - Quarter

NOKm	UK		Sweden		Norway		Denmark		Finland	
	Q2 2023	Q2 2022	Q2 2023	Q2 2022	Q2 2023	Q2 2022	Q2 2023	Q2 2022	Q2 2023	Q2 2022
Gross written premium	1 924,8	863,3	624,5	515,5	372,6	338,3	124,9	63,2	10,4	7,7
Insurance revenue	924,1	449,5	605,6	499,4	457,0	388,8	336,7	258,2	64,0	42,9
Insurance claims expenses	(378,8)	(325,5)	(494,6)	(323,8)	(375,1)	(281,4)	(276,5)	(209,1)	(30,9)	(36,5)
Insurance operating expenses	(126,8)	(73,8)	(86,2)	(56,7)	(24,9)	(22,2)	(24,2)	(16,6)	(7,7)	(6,2)
Insurance service result before reinsurance contracts held	418,5	50,3	24,8	118,8	57,0	85,2	36,0	32,5	25,4	0,2
Reinsurance premium	(98,4)	(83,3)	(30,4)	(46,4)	(7,2)	(36,1)	(28,1)	(27,9)	(0,5)	(3,6)
Amounts recovered from reinsurance	(26,9)	61,9	7,1	32,5	0,0	25,0	6,5	35,4	(0,1)	4,2
Net result from reinsurance contracts held	(125,3)	(21,4)	(23,3)	(14,0)	(7,1)	(11,2)	(21,6)	7,5	(0,6)	0,6
Insurance service result	293,2	28,9	1,5	104,9	49,9	74,0	14,5	40,0	24,8	0,7
Large losses, net of reinsurance	(1) (36,8)	(36,2)	(31,0)	1,3	(33,9)	-	(10,0)	(9,6)	-	-
Run-off gains/losses, net of reinsurance	(1) 10,4	13,6	23,6	26,4	18,5	5,9	(11,9)	(1,3)	29,7	4,2
Change in risk adjustment, net of reinsurance	(1) (27,9)	(13,2)	(3,2)	(1,2)	(12,3)	(2,4)	(5,0)	4,2	(0,5)	0,5
Discounting effect, net of reinsurance	(1) 97,0	13,3	12,9	4,5	21,1	8,7	12,9	(5,1)	5,7	0,3
Loss ratio, gross	(1) 41,0 %	72,4 %	81,7 %	64,8 %	82,1 %	72,4 %	82,1 %	81,0 %	48,3 %	85,2 %
Net reinsurance ratio	(1) 13,6 %	4,8 %	3,9 %	2,8 %	1,6 %	2,9 %	6,4 %	-2,9 %	0,9 %	-1,3 %
Loss ratio, net of reinsurance	(1) 54,6 %	77,2 %	85,5 %	67,6 %	83,6 %	75,2 %	88,5 %	78,1 %	49,2 %	83,9 %
Cost ratio	(1) 13,7 %	16,4 %	14,2 %	11,4 %	5,5 %	5,7 %	7,2 %	6,4 %	12,0 %	14,4 %
Combined ratio	(1) 68,3 %	93,6 %	99,8 %	79,0 %	89,1 %	81,0 %	95,7 %	84,5 %	61,2 %	98,3 %
Retention rate	(1) 89,3 %	81,5 %	95,0 %	90,7 %	98,4 %	90,7 %	91,7 %	89,2 %	99,2 %	91,5 %

(1) Defined as alternative performance measure (APM). APMs are described on www.protectorforsikring.no in document named APMs Protector Forsikring Q2 2023

Segment information - Half-year

NOKm	UK		Sweden		Norway		Denmark		Finland	
	H1 2023	H1 2022	H1 2023	H1 2022	H1 2023	H1 2022	H1 2023	H1 2022	H1 2023	H1 2022
Gross written premium	2 294,2	1 059,1	1 815,8	1 458,5	1 539,1	1 293,5	1 105,1	875,4	246,5	212,0
Insurance revenue	1 504,7	840,9	1 185,4	967,4	919,6	784,2	628,8	502,9	135,1	127,3
Insurance claims expenses	(935,1)	(583,5)	(981,5)	(716,7)	(755,1)	(608,6)	(627,8)	(432,5)	(87,5)	(96,5)
Insurance operating expenses	(202,7)	(129,9)	(159,8)	(112,3)	(54,0)	(49,6)	(44,1)	(35,4)	(14,9)	(20,2)
Insurance service result before reinsurance contracts held	366,9	127,5	44,0	138,5	110,5	126,0	(43,0)	35,1	32,6	10,6
Reinsurance premium	(163,5)	(168,2)	(54,6)	(86,2)	(14,9)	(72,2)	(49,6)	(52,7)	(0,9)	(9,8)
Amounts recovered from reinsurance	205,0	97,8	7,4	73,7	(8,2)	46,3	88,0	41,6	0,1	9,9
Net result from reinsurance contracts held	41,5	(70,4)	(47,2)	(12,5)	(23,1)	(26,0)	38,3	(11,1)	(0,8)	0,1
Insurance service result	408,4	57,1	(3,2)	126,0	87,4	100,0	(4,7)	24,0	31,8	10,7
Large losses, net of reinsurance	(1) (60,4)	(92,7)	(31,0)	(95,1)	(33,9)	-	(10,0)	(19,4)	-	-
Run-off gains/losses, net of reinsurance	(1) 16,9	43,4	(6,9)	67,2	18,7	4,1	(34,1)	(16,9)	31,2	(0,9)
Change in risk adjustment, net of reinsurance	(1) (39,0)	(25,8)	(5,6)	(5,2)	(13,2)	(5,1)	(6,2)	5,2	(0,2)	(0,4)
Discounting effect, net of reinsurance	(1) 125,3	21,1	24,1	4,8	33,4	13,9	19,3	(5,6)	6,5	0,1
Loss ratio, gross	(1) 62,1 %	69,4 %	82,8 %	74,1 %	82,1 %	77,6 %	99,8 %	86,0 %	64,8 %	75,8 %
Net reinsurance ratio	(1) -2,8 %	8,4 %	4,0 %	1,3 %	2,5 %	3,3 %	-6,1 %	2,2 %	0,6 %	-0,1 %
Loss ratio, net of reinsurance	(1) 59,4 %	77,8 %	86,8 %	75,4 %	84,6 %	80,9 %	93,7 %	88,2 %	65,4 %	75,7 %
Cost ratio	(1) 13,5 %	15,4 %	13,5 %	11,6 %	5,9 %	6,3 %	7,0 %	7,0 %	11,1 %	15,8 %
Combined ratio	(1) 72,9 %	93,2 %	100,3 %	87,0 %	90,5 %	87,2 %	100,7 %	95,2 %	76,5 %	91,6 %
Retention rate	(1) 89,1 %	80,0 %	95,4 %	91,1 %	98,4 %	90,8 %	92,1 %	89,5 %	99,3 %	92,3 %

(1) Defined as alternative performance measure (APM). APMs are described on www.protectorforsikring.no in document named APMs Protector Forsikring Q2 2023

Quarterly outline

NOKm	Q2	Q1	Q4	Q3	Q2	Q1	Q4	Q3	Q2
	2023	2023	2022	2022	2022	2022	2021	2021	2021
Insurance revenue	2 387,4	1 986,2	1 781,4	1 614,9	1 638,7	1 584,1	1 493,7	1 463,3	1 424,1
Insurance claims expenses	(1 555,8)	(1 831,2)	(1 384,1)	(1 222,9)	(1 176,3)	(1 261,5)	(1 249,5)	(1 083,6)	(1 097,8)
Insurance operating expenses	(269,8)	(205,7)	(218,4)	(168,7)	(175,5)	(171,8)	(185,5)	(156,4)	(146,6)
Insurance service result before reinsurance contracts held	561,7	(50,7)	178,9	223,3	287,0	150,7	58,7	223,3	179,8
Reinsurance premium	(164,6)	(119,0)	(228,1)	(209,3)	(197,3)	(191,8)	(199,5)	(215,5)	(194,2)
Amounts recovered from reinsurance	(13,3)	305,6	215,9	202,2	158,9	110,4	244,5	179,3	187,9
Net result from reinsurance contracts held	(177,9)	186,6	(12,2)	(7,1)	(38,4)	(81,4)	45,0	(36,2)	(6,3)
Insurance service result	383,8	135,9	166,7	216,2	248,5	69,3	103,8	187,1	173,4
Net income from investments	(169,9)	635,1	631,0	20,1	(164,9)	(9,2)	220,1	(0,3)	135,5
Net insurance finance income or expenses	132,2	(113,4)	(84,9)	239,0	194,6	258,2	13,4	35,9	(10,2)
Other income/expenses	(15,7)	(16,0)	(23,1)	(18,7)	(16,0)	(16,2)	(17,2)	(13,0)	(14,5)
Profit/(loss) before tax expenses	330,5	641,5	689,7	456,7	262,2	302,1	320,1	209,7	284,3
Large losses, net of reinsurance	(1) (111,7)	(19,5)	(64,5)	(99,1)	(44,4)	(143,5)	(90,9)	(99,2)	(21,9)
Run-off gains/losses, net of reinsurance	(1) 70,3	(44,5)	(5,2)	42,0	48,7	48,2	(54,9)	61,8	(22,7)
Change in risk adjustment, net of reinsurance	(1) (48,8)	(15,3)	(27,5)	(20,7)	(12,1)	(19,3)	(26,2)	(31,8)	(27,2)
Discounting effect, net of reinsurance	(1) 149,6	59,0	76,7	43,4	21,8	12,6	21,6	20,0	16,7
Loss ratio, gross	(1) 65,2 %	92,2 %	77,7 %	75,7 %	71,8 %	79,6 %	83,7 %	74,1 %	77,1 %
Net reinsurance ratio	(1) 7,5 %	-9,4 %	0,7 %	0,4 %	2,3 %	5,1 %	-3,0 %	2,5 %	0,4 %
Loss ratio, net of reinsurance	(1) 72,6 %	82,8 %	78,4 %	76,2 %	74,1 %	84,8 %	80,6 %	76,5 %	77,5 %
Cost ratio	(1) 11,3 %	10,4 %	12,3 %	10,4 %	10,7 %	10,8 %	12,4 %	10,7 %	10,3 %
Combined ratio	(1) 83,9 %	93,2 %	90,6 %	86,6 %	84,8 %	95,6 %	93,1 %	87,2 %	87,8 %
Retention rate	(1) 93,1 %	94,0 %	87,2 %	87,0 %	88,0 %	87,9 %	86,6 %	85,3 %	86,4 %

(1) Defined as alternative performance measure (APM). APMs are described on www.protectorforsikring.no in document named APMs Protector Forsikring Q2 2023

Alternative performance measures and key figures

		Q2 2023	Q2 2022	H1 2023	H1 2022	FY 2022
Return on assets under management	(1)					
Total net income from investments, continued business	NOKm	(169,9)	(164,9)	465,2	(174,1)	477,0
Total net income from investments, discontinued business	NOKm	(10,3)	(10,4)	15,4	(11,0)	23,6
Total return on assets under management	NOKm	(180,2)	(175,2)	480,6	(185,1)	500,6
Average investments, continued business	NOKm	15 712,9	12 067,3	15 211,5	12 875,2	13 998,1
Average investments, discontinued business	NOKm	1 619,6	2 415,6	504,6	2 308,1	692,0
Total average assets under management	NOKm	17 332,5	14 482,9	15 716,2	15 183,3	14 690,1
Return on investments, continued business	%	-1,1 %	-1,4 %	3,1 %	-1,4 %	3,4 %
Return investments, discontinued business	%	-0,6 %	-0,4 %	3,1 %	-0,5 %	3,4 %
Total return on assets under management	%	-1,0 %	-1,2 %	3,1 %	-1,2 %	3,4 %
Total net income from shares	NOKm	(157,2)	(94,6)	269,5	(106,9)	329,8
Total net income from interests	NOKm	(22,9)	(80,6)	211,1	(78,2)	170,8
Total return on assets under management	NOKm	(180,2)	(175,2)	480,6	(185,1)	500,6
Average investments shares	NOKm	2 887,7	2 415,6	2 438,5	2 308,1	2 377,5
Average investments interests	NOKm	14 444,8	12 067,3	13 277,7	12 875,2	12 312,6
Total average assets under management	NOKm	17 332,5	14 482,9	15 716,2	15 183,3	14 690,1
Return on investments, shares	%	-5,4 %	-3,9 %	11,1 %	-4,6 %	13,9 %
Return investments, interests	%	-0,2 %	-0,7 %	1,6 %	-0,6 %	1,4 %
Total return on assets under management	%	-1,0 %	-1,2 %	3,1 %	-1,2 %	3,4 %

(1) Defined as alternative performance measure (APM). APMs are described on www.protectorforsikring.no in document named APMs Protector Forsikring Q2 2023

Alternative performance measures and key figures

			Q2 2023	Q2 2022	H1 2023	H1 2022	FY 2022
Equity		NOKm			4 045,4	2 815,2	3 761,5
Equity per share		NOKm			49,1	34,2	45,7
Earnings per share, basic and diluted		NOKm	2,7	2,4	10,3	4,9	16,7
Return on equity, annualised	(1)	%	21,8 %	26,1 %	42,8 %	25,5 %	42,9 %
Total eligible own funds to meet the SCR	(1)	NOKm			5 872	4 546	5 093
Solvency Capital Requirement (SCR)	(1)	NOKm			3 060	2 202	2 611
Solvency ratio	(1)	%			192 %	206 %	195 %
Gross written premiums	(1)						
UK		NOKm	1 924,8	863,3	2 294,2	1 059,1	2 115,7
Sweden		NOKm	624,5	515,5	1 815,8	1 458,5	2 072,6
Norway		NOKm	372,6	338,3	1 539,1	1 293,5	1 610,1
Denmark		NOKm	124,9	63,2	1 105,1	875,4	1 077,2
Finland		NOKm	10,4	7,7	246,5	212,0	222,2
Total Gross written premiums		NOKm	3 057,2	1 788,0	7 000,7	4 898,6	7 097,8

(1) Defined as alternative performance measure (APM). APMs are described on www.protectorforsikring.no in document named APMs Protector Forsikring Q2 2023

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 1st of January to 30th of June, 2023 has been prepared in accordance with current accounting standards 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, 10th of July 2023

The Board of Directors of Protector Forsikring ASA

Jostein Sørvoll
(Chairman)

Arve Ree
(Deputy Chairman)

Else Bugge Fougner

Kjetil Garstad

Randi Helene Røed

Mathews Ambalathil

Tonje Giertsen

Henrik Golfetto Høye
(CEO)