

Results for ALANDIA Group in 2019

In general

The Group's consolidated profit in 2019 was €3.1 (21.6) million, and the group's total income from premiums amounted to €80.5 (69.1) million. The technical result of insurance operations, including the change in equalisation provisions for non-life insurance totalled €-9.2 (16.1) million. The effect of the equalisation provision on the technical result of insurance operations was €5.4 (21.0) million and was hence significantly lower than in the previous year. The loss-ratio for non-life insurance was 98 (83) per cent. The contributions from risk insurances in life insurances totalled €1.8 (4.6) million.

The net asset value increased with €3.0 (-16.7) million and on 31st of December it totalled €152.7 (149.7) million. Considering dividends paid during the year the net asset value return totalled €3.3 (-2.9) %.

Non-life Insurance

The premiums written from non-life insurance increased with 19 (29) per cent, and the premiums earned increased with 27 (34) per cent. This growth is a result of Alandia's growth strategy. The operating expenses rose which was mainly due to an increase of €1.7 million in acquisition commissions due to the higher premium income.

The claims experience was clearly worse than expected. This is mainly due to an unusually high frequency of medium-sized claims that contribute to the weak outcome.

Life Insurance

Liv-Alandia yielded a good result as both risk insurances and interest movement contributed positively. The result yielded by changes in rates has benefited from a positive return within investments. Although continuously negative the loading profit showed an improved result in comparison to the previous year. Since the 1st of January 2019 Liv-Alandia has halted the sales of new policies, and towards the end of the year an agreement was signed with Aktia in regard to the transfer of portfolios, which is due to take place during spring 2020.

Group investment operations

The group's investment assets, including bank deposits, totalled €291.1 (277.8) million at market value, and the return on the investment was 6.8 (-0.4) per cent. Both listed interest-bearing investments and listed equity investments yielded a good return. All property investments yielded an expected stable return.

The market value of interest-bearing investments was €163.4 (151.1) million and that of equity investments was €73.1 (58.3) million. The market value of properties was €43.8 (48.0) million. Investments in hedge funds totalled €22.1 (28.5) million.

Group KPI					
EUR 1000	2015	2016	2017	2018	2019
Non-life Insurance					
Premiums Written	52 262	47 456	49 394	63 674	75 870
Premiums Earned	29 629	30 411	37 569	50 217	63 834
Claims Incurred	-22 516	-18 316	-24 685	-41 529	-62 360
Operating Expenses	-7 157	-9 447	-11 688	-13 536	-16 065
Combined Ratio	100 %	91 %	97 %	110 %	123 %
Investment Result	15 304	10 347	8 868	6 130	7 324
Life Insurance					
Premiums Written	7 170	6 175	5 520	5 468	4 674
Claims Incurred	-8 701	-7 862	-7 945	-8 542	-8 019
Combined Ratio	104 %	131 %	118 %	115 %	103 %
Investment Result	13 090	4 278	6 278	3 908	5 901
Group Total					
Premiums Written	59 432	53 631	54 914	69 142	80 544
Investment Result	28 394	14 625	15 146	10 038	13 224
Result	19 451	15 227	19 308	21 595	3 140
Balance Sheet Total	316 315	312 114	309 394	305 498	311 577
Net Asset Value	168 076	163 039	166 325	149 669	152 683
Dividends paid	8 174	12 067	10 120	11 901	1 989
RoNAV	11 %	4 %	8 %	-3 %	3 %

The group includes Bostads Ab Sandåsvägen and Fastighets Ab Kubiken