

**Annual financial statements for the  
NORWEGIAN NATURAL PERILS POOL**

Reg. No. 975506584

Financial year  
01.01.2023 – 31.12.2023

**Statement of income**

	Note	2023	2022
<b>Operating revenue</b>			
Called up from members	1	32 024 492	17 754 256
Other revenue	1, 2	812 925	1 540 604
<b>Total operating revenue</b>		<b>32 837 417</b>	<b>19 294 860</b>
<b>Operating expenses</b>			
Payroll expenses	3	-10 867 065	-8 713 783
Depreciation	4	-55 344	-51 397
Other operating expenses	3, 5	-25 898 715	-8 993 035
<b>Total operating expenses</b>		<b>-36 821 124</b>	<b>-17 758 216</b>
<b>Operating profit/loss</b>		<b>-3 983 707</b>	<b>1 536 644</b>
<b>Finance income</b>			
Other interest income		1 428 383	328 892
<b>Total finance income</b>		<b>1 428 383</b>	<b>328 892</b>
<b>Finance expenses</b>			
Other interest expenses		0	-16 613
Other finance expenses		-60	0
<b>Total finance expenses</b>		<b>-60</b>	<b>-16 613</b>
<b>Net finance income</b>		<b>1 428 323</b>	<b>312 279</b>
<b>Profit/loss before tax</b>		<b>-2 555 384</b>	<b>1 848 923</b>
<b>Profit/loss for the year</b>		<b>-2 555 384</b>	<b>1 848 923</b>
<b>Transfers</b>			
Transferred to retained profit payable to members	6	-2 555 384	1 848 923
<b>Total transfers</b>		<b>-2 555 384</b>	<b>1 848 923</b>

## Statement of financial position

	Note	31.12.2023	31.12.2022
<b>ASSETS</b>			
<b>Non-current assets</b>			
<b>Property, plant and equipment</b>			
Equipment etc.	4	110 292	130 111
<b>Total property, plant and equipment</b>		<b>110 292</b>	<b>130 111</b>
<b>Total non-current assets</b>		<b>110 292</b>	<b>130 111</b>
<b>Current assets</b>			
<b>Receivables</b>			
Receivable from employees	3	1 815	3 795
Receivable from members		243 335 181	80 994 837
Other current receivables		243 412	135 050
<b>Total receivables</b>		<b>243 580 408</b>	<b>81 133 682</b>
<b>Bank deposits, cash etc.</b>			
Bank deposits	7	18 489 875	18 775 567
<b>Total bank deposits, cash etc.</b>		<b>18 489 875</b>	<b>18 775 567</b>
<b>Total current assets</b>		<b>262 070 283</b>	<b>99 909 249</b>
<b>TOTAL ASSETS</b>		<b>262 180 575</b>	<b>100 039 360</b>

## Statement of financial position

	Note	31.12.2023	31.12.2022
<b>EQUITY AND LIABILITIES</b>			
<b>Equity</b>			
<b>Earned equity</b>			
Payable to members	6	10 460 814	13 016 177
<b>Total earned equity</b>		<b>10 460 814</b>	<b>13 016 177</b>
<b>Total equity</b>		<b>10 460 814</b>	<b>13 016 177</b>
<b>Liabilities</b>			
<b>Provisions</b>			
Other provisions	3	865 761	0
<b>Total provisions</b>		<b>865 761</b>	<b>0</b>
<b>Current liabilities</b>			
Accounts payable		4 412 472	316 280
Payable to authorities		922 197	837 856
Payable to members		237 734 755	78 426 885
Holiday pay		887 062	734 529
Accrued expenses		379 419	33 094
Fees for distribution	8	2 615 008	2 767 543
Received through commutation	2	3 903 087	3 906 995
<b>Total current liabilities</b>		<b>250 854 000</b>	<b>87 023 183</b>
<b>Total liabilities</b>		<b>251 719 761</b>	<b>87 023 183</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>262 180 575</b>	<b>100 039 360</b>

Oslo, 20 May 2024

\_\_\_\_\_  
Marianne Sundvall  
Chair

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Odd-Arne Hoel  
Board member

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Fredrik Haldor Øyan  
Board member

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Hans Olav Høiby  
Board member

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Glenn Olsen  
Board member

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Øivind Gjerstad Skallerud  
Board member

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Jostein Wilhelm Damminger  
Board member

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Andreas Peterson Warren  
Board member

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Ståle Solem Ingebrigtsen  
Director

## Notes

### Accounting policies

The financial statements have been prepared in accordance with the Accounting Act's provisions for small companies (NRS 8) and generally accepted accounting principles.

Current assets and liabilities are items that fall due for payment within a year of the balance sheet date and are measured at the lower of cost and fair value.

The Pool's revenue comprises amounts called up from members, based on their share of the total sum insured against fire in Norway, to cover purchases of reinsurance and administrative expenses. Contributions are collected from Norwegian members in two instalments, in January and June, while foreign members are required to pay in full in January. The amounts are based on the approved budget and are linked to the financial year.

The Pool does not provide insurance services itself. Its role is to equalise natural perils claims between member companies. The Pool is organised such that the Pool (the board) obtains reinsurance on behalf of members. When buying reinsurance, it is ensured that all members pay no more than they would in the market. The Pool has chosen not to include the collection and payment of reinsurance in the financial statements. The reinsurance obtained covers events in the range NOK 1.5-16 billion.

### Overview of participants in the Pool

Gjensidige Forsikring incl. mutual fire insurers	26.9438%
If Skadeforsikring NUF	20.9336%
Fremtind Forsikring AS	14.0586%
Tryg Forsikring	10.3678%
Others (<10%)	27.6962%
	100%

## Note 1 – Revenue

The gross amount called up from members was NOK 328 699 493.

On behalf of members, the Pool paid reinsurance premiums of NOK 296 675 001.

NOK 32 024 492 was collected to cover the Pool's administrative expenses.

Other revenue includes NOK 461 118 from an adjustment to the sum insured for 2022.

Administrative services billed internally within the Finance Norway Insurance Services (FNF) alliance came to NOK 237 631, and revenue from external courses came to NOK 114 176.

## Note 2 – Commutation

After a couple of years, companies that have decided to stop writing fire insurance in Norway can discharge their obligations through commutation, i.e. by paying their reserve into the Pool. Ten years after the company stops writing fire insurance, the liability expires and the reserve paid into the Pool is recognised as revenue. The amount recognised as revenue for 2023 is NOK 0.

## Note 3 – Payroll expenses and audit fees

The Pool had nine full-time employees on 31 December 2023.

	2023	2022
Salary, holiday pay, etc.	6 928 001	6 191 122
Salaries and fees other than for employees	692 992	498 365
Pension costs	2 003 646	967 229
Employer's contributions	1 242 427	1 057 067
	<b>10 867 065</b>	<b>8 713 783</b>

The Pool provides defined-contribution pensions for its employees under the Mandatory Occupational Pensions Act.

At 31 December 2023, one retiree was covered by an unfunded pension plan. The pension liability is calculated as the present value of probable future pension benefits based on actuarial estimates and assumptions.

No fees were paid to members of the board, and no loans or collateral were provided to the director or other staff.

One employee has computer equipment on loan for personal use with repayment over three years.

The Pool's Director is employed by FNF, and the Pool paid NOK 1 660 304 for the resources allocated in 2023, which is included in other operating expenses.

The audit fee for the year was NOK 162 225. The auditor also billed other services at NOK 337 875.

These figures include value-added tax.

#### Note 4 – Property, plant and equipment

	IT equipment	Fixtures and fittings	Total
Cost at 1 Jan	113 213	68 295	181 508
Year's additions	35 525		35 525
<b>Cost at 31 Dec</b>	<b>148 738</b>	<b>68 295</b>	<b>217 033</b>
Year's depreciation	41 685	13 659	55 344
Accumulated depreciation at 1 Jan	37 738	13 659	51 397
<b>Accumulated depreciation at 31 Dec</b>	<b>79 423</b>	<b>27 318</b>	<b>106 741</b>
<b>Carrying amount at 31 Dec</b>	<b>69 315</b>	<b>40 977</b>	<b>110 292</b>
Depreciation rates	3%	5%	

#### Note 5 – Other operating expenses

	2023	2022
Meteor project costs – external development	12 512 420	0
Administrative expenses at Finance Norway (FNO/FNF)	7 113 137	4 026 439
Rent	1 246 487	799 936
IT operation and development	1 070 733	1 020 886
Consulting services	780 871	1 957 612
Audit fees	162 225	89 950
Accountancy fees	280 388	0
Other external services	1 556 506	0
Telephone and communications	72 199	63 095
Courses and training	149 100	20 798
Meetings	206 236	219 561
Travel	226 209	256 385
Property valuation system	333 574	443 000
Insurance premiums	27 312	0
Miscellaneous expenses	161 318	95 341
Bad debts	0	33
	<b>25 898 715</b>	<b>8 993 036</b>

#### Note 6 – Payable to members

The Pool has no equity. The accumulated profit (loss) is reported as payable to (receivable from) members.

**Note 7 – Bank deposits**

Includes withheld taxes of NOK 520 606.

**Note 8 – Fees for distribution**

Fees collected from policyholders purchasing fire insurance from non-members.