



Elo Mutual Pension Insurance Company

Interim report 31 March 2015

Elo's investment risk distribution and risk figures 31 March 2015

	Basic allocation by market value		Actual risk position		Return	Volatility
	EUR million	%	EUR million	%	%	
Fixed-income investments	8,764.4	41.9	8,525.2	40.7	1.1	
Loans	578.1	2.8	578.1	2.8	0.8	
Bonds	6,635.7	31.7	6,636.5	31.7	1.3	2.5
Bonds of public corporations	3,795.3	18.1	3,796.1	18.1	1.0	
Bonds of other corporations	2,840.4	13.6	2,840.4	13.6	1.7	
Other money market instruments and deposits including any receivables and liabilities related to investments	1,550.6	7.4	1,310.6	6.3	0.0	
Equities	7,092.5	33.9	7,539.5	36.0	13.2	
Listed equities	5,987.5	28.6	6,434.5	30.7	14.8	8.3
Private equity investments	831.8	4.0	831.8	4.0	6.4	
Unlisted equity investments	273.2	1.3	273.2	1.3	1.4	
Real estate	2,703.6	12.9	2,703.6	12.9	1.8	
Direct real estate investments	2,162.7	10.3	2,162.7	10.3	1.3	
Real estate funds and joint investment companies	540.9	2.6	540.9	2.6	3.8	
Other investments	2,374.5	11.3	2,308.4	11.0	3.0	
Hedge fund investments	2,370.2	11.3	2,370.2	11.3	2.7	2.3
Commodity investments	1.9	0.0	-58.7	0.3	-	
Other investments	2.4	0.0	-3.1	-0.0	-	
Total investments	20,935.1	100.0	21,076.7	100.7	5.3	3.0
Effect of derivatives			-141.7	-0.7		
Total	20,935.1	100.0	20,935.1	100.0		

Market value includes accrued interest

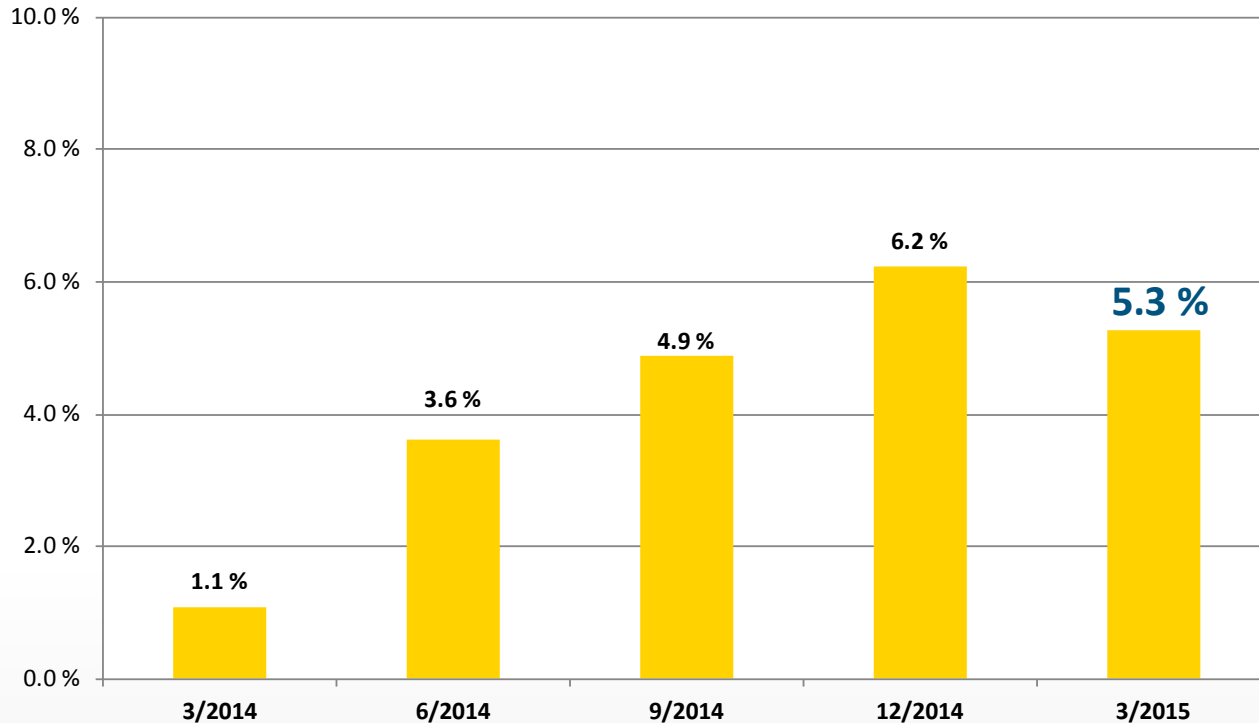
Risk distribution = calculated according to the risk (adjusted with derivatives)

Return = return on invested capital calculated with a time and money-weighted formula (adapted Dietz)

Volatility = annualised volatility calculated from two years' history

Modified duration of bonds 3.9

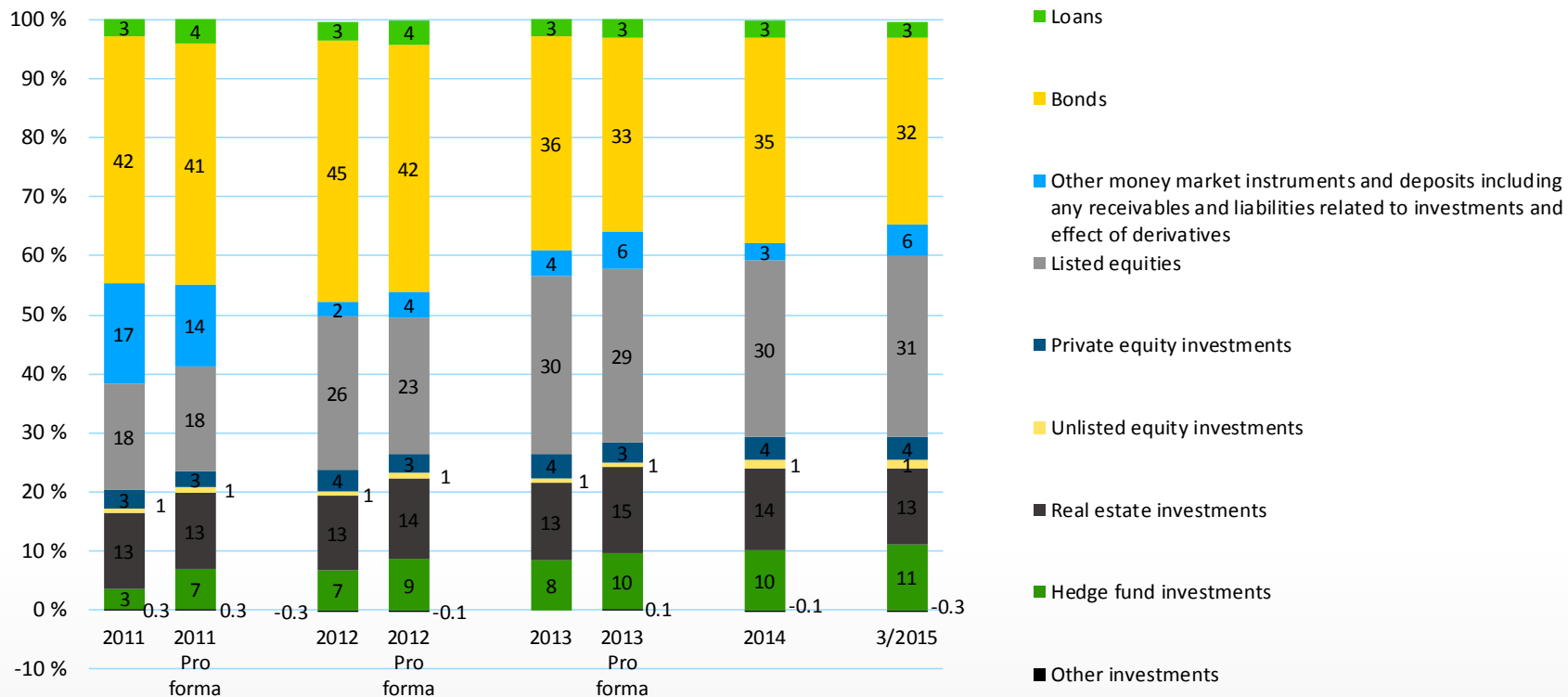
Investment income 2014–3/2015



Average return on investments

- For 10 years:
nominal return 5.5 % (pro forma 5.6 %),
real return 3.6 % (pro forma 3.7 %)
- For 5 years:
nominal return 5.7 % (pro forma 6.3 %),
real return 3.9 % (pro forma 4.4 %)

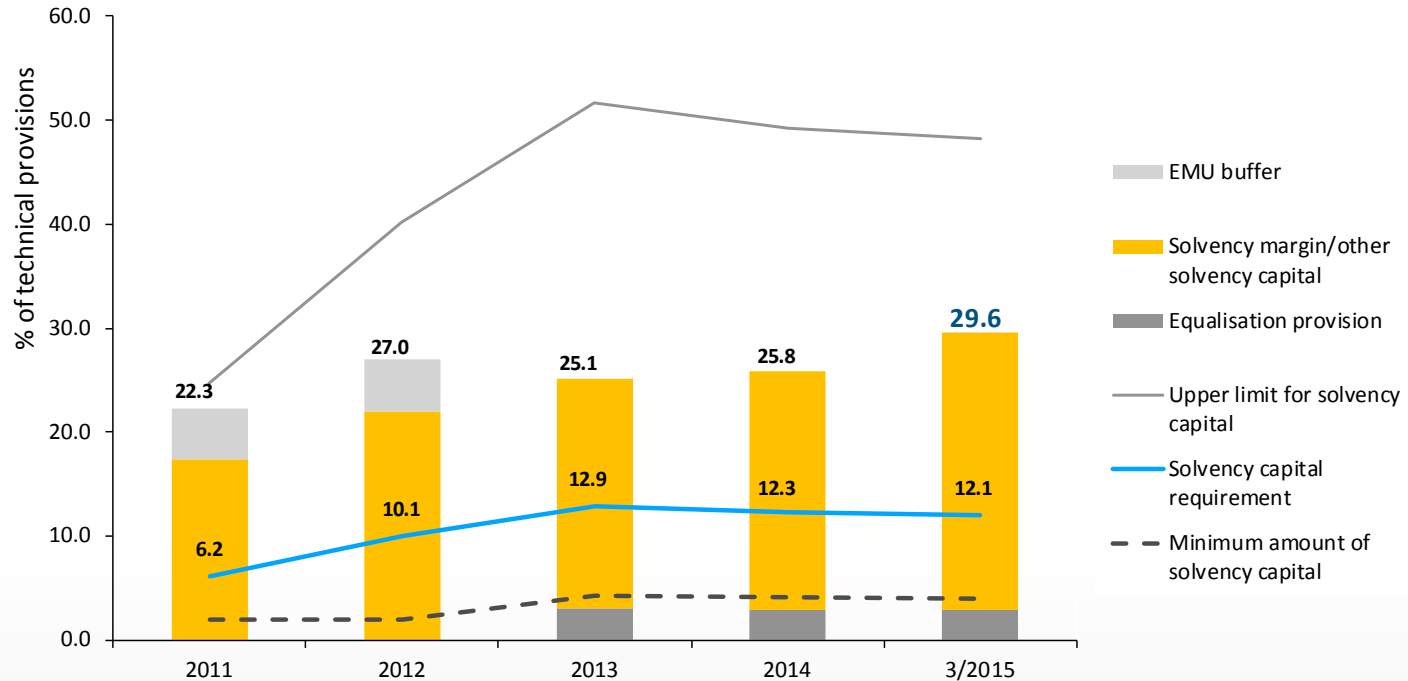
Investment risk distribution 2011–3/2015



All figures have been calculated in accordance with the accounting policies current at the time. For the 2011–2013 period, the figures reported for Elo are the revised figures of LocalTapiola Pension Company. Pro forma figures are the combined figures of Pension Fennia and LocalTapiola Pension Company.

Solvency 2011–3/2015

Solvency ratio and its limits



Solvency margin up to and including 2012 calculated in accordance with the provisions in force at the time.
For the 2011–2013 period, the figures reported for Elo are those of LocalTapiola Pension Company.