

Utrecht, 24 August 2022, 07.00am CET

Resilient a.s.r. delivers strong result over first half of 2022

Strong performance in all segments

- Operating result¹ amounted to € 513 million (HY 2021: € 532 million); despite underlying improvements of the business the operating result decreased by 3.5% due to the impact of the storms at the beginning of this year and an ongoing normalisation of claims in P&C following termination of COVID-19 restrictions.
- Operating result of the Non-life segment amounted to € 150 million (HY 2021: € 179 million) and absorbed the impact of the storms (€ -38 million) and the claims normalisation. Combined ratio, including 2.6% impact from storms, is 92.8% (HY 2021: 90.2%), outperforming the target range of 93-95%.
- Operating result of the Life segment increased by € 9 million to € 385 million (HY 2021: € 376 million), primarily as a result of higher investment income.
- Operating result of fee-based businesses increased by 6.4% to € 36 million (H1 2021: € 34 million).
- Operating return on equity is 13.7%, which is at the upper-end of the 12-14% target.
- Net IFRS result is € 442 million (HY 2021: € 454 million). The limited decrease is primarily a consequence of the decline in the operating result.
- Interim dividend increased to € 0.98 per share (HY 2021: € 0.82) and equals 40% of the dividend for 2021, which is in line with the dividend policy.

Robust solvency and strong organic capital creation

- Solvency II ratio (SF) as at 30 June 2022 stands at 214% (31 December 2021: 196%). This is after the deduction of interim dividend (€ 131 million) and includes the buyback of own shares (€ 75 million) impact in HY 2022. Very strong organic capital creation (+11%-points) and a positive impact from market & operational movements (+13%-points) led to a higher Solvency II ratio.
- Organic capital creation increased by € 56 million to € 428 million (HY 2021: € 372 million). The increase reflects mainly a lower UFR drag due to higher interest rates and strong underlying performances within the business segments.
- Unrestricted Tier 1 capital stands at € 5.4 billion, which is equal to 74% of own funds, with ample headroom for additional hybrid capital.

Solid commercial results

- Organic growth of Disability and P&C combined is 7.9% to € 1,888 million, which exceeds our target of 3-5%. As anticipated, gross written premiums in Health reflecting the pricing discipline and the pursuit of value-over-volume in a more competitive environment. Gross written premiums in the Non-life increased by 3.1% to € 2,490 million (H1 2021: € 2,416 miljoen).
- Gross written premiums in the Life segment rose by 3.9% to € 964 million (HY 2021: € 928 million) primarily due to an increase in the 'Werknemers Pensioen' (DC) by 32% to € 450 million.
- Mortgage origination amounted to € 3.7 billion, which is an increase of € 1.1 billion compared to HY 2021.
- Assets under management for third parties fell to € 26.9 billion (31 December 2021: € 28.0 billion), primarily due to lower equity markets and higher interest rates, partially offset against new inflows in the ASR Mortgage funds.

Engaged employees drive happy customers

- Employee engagement is strong. The annual Denison survey shows a score of 88, which exceeds the target (>85).
- Responsible investments: the objective of a 65% reduction of the CO₂ footprint has been achieved in the interim period. In addition to a structural improvement, the reduction also reflects lower economic activity (and emissions) in recent years due to COVID-19 which is expected to have a temporary effect.
- Impact investments, including wind and solar parks, amount to € 2.7 billion despite the negative revaluation due to higher interest rates (31 December 2021: € 2.5 billion).
- Reputation of sustainable insurer in the Netherlands has risen to 38% (31 December 2021: 36%).

1 With effect from 2022, the inflation linked value changes of bonds are classified as non-operating result. The comparable data of 2021 have been adjusted accordingly.

2 P&C and Disability.

Jos Baeten, Chairman of the Executive Board and CEO: 'Against a background marked by geopolitical tension and economic uncertainty we look back at a solid performance in first half year. The financial results are strong across the board and our capital position has remained notably robust in volatile markets in the first half of this year. Despite the impact of storm claims and an ongoing normalisation of claims following the termination of COVID-19 restrictions, our operating result showed only a small decline compared to last year's record performance. This demonstrates that a.s.r. is resilient and offers stability.

Both our organic capital creation and our Solvency II ratio have gone up considerably, driven by our solid business performance as well as a higher interest rate environment. In line with our earlier commitment we have purchased own shares for an amount of € 75 million in the first half of this year. It is our intention to buyback own shares for at least € 100 million annually for the next three years. In line with our capital management policy, capital generation over and above the medium term plan will provide additional capacity for inorganic growth and/or a buyback above the € 100 million commitment.

We aim to prove to our customers that we are there for them, particularly if they are confronted with damage and claims, for example, when the storms hit early this year. The storms caused considerable worries and distress to those affected. Our teams of claims experts were at the various locations immediately and they were readily available to our customers to ensure that claims were handled smoothly. We are making good progress with our customer satisfaction. We see this reflected in feedback from customers with whom we have been in contact, in the appreciation for the improvement of various process components and in the increase in the number of customers that we can serve fully digitally.

Commercially we have had another successful first half year. The organic growth in the Non-life segment, specifically gross written premiums at P&C and Disability, was almost 8%. This growth surpasses our target by a considerable margin. In Disability, we realised growth of more than 10% due to higher sales volumes, which combined with selective price increases also led to an improvement in the combined ratio, especially in absenteeism. In P&C, our strategy to grow in the business segment has also been successful, particularly in the Fire. In the Life segment, we once again realised strong revenue growth in the 'Werknemers Pensioen', our DC proposition.

Our strategy continues to aim for sustainable value creation for all stakeholders. We are therefore proud that the 'Eerlijke Verzekeringswijzer' ('fair insurance guide') recently recognised a.s.r.'s investment policy as the most sustainable amongst Dutch insurers. Fitting our ambition to be a leading sustainable insurer we have announced today a 'Green Finance Framework'. This offers us the opportunity to issue 'green bonds' with which we can give our sustainable and impact investments an extra boost in the future.

Whereas there is considerable uncertainty about economic developments and financial market volatility has risen, we remain cautiously optimistic about our prospects for the second half of this year. Our business units are performing strongly and, with our strategy and robust solvency, we are in a good position to deliver on our targets this year. We can only achieve our results with highly engaged employees. I am therefore proud about the high employee engagement as demonstrated by the score of 88 in the annual Denison survey.

I would like to thank our shareholders, customers, intermediaries and employees for their continued support and trust in a.s.r.'

Key figures

(in € million, unless per share or expressed as a percentage)

	HY 2022	HY 2021	Delta (%)
Operating result ¹	513	532	-3.5%
Operating return on equity ²	13.7%	17.7%	-4.0%-p
Net result for the period (on IFRS basis)	442	454	-2.7%
Return on equity	13.9%	15.4%	-1.4%-p
Gross written premiums	3,415	3,298	3.6%
Operating expenses	-371	-346	7.3%
Combined ratio P&C and Disability	92.8%	90.2%	2.6%-p
Gross written premium P&C and Disability, organic growth	7.9%	5.2%	2.7%-p
New business (Life segment (APE))	52	61	-15.3%

	30 June 2022	31 December 2021	Delta (%)
Total equity	6,660	7,385	-9.8%
Total equity attributable to shareholders	5,631	6,363	-11.5%
Solvency II ratio (standard formula ³ , post interim dividend)	214%	196%	18%-p
Financial leverage	26.9%	24.8%	2.1%-p
Liquidity position at holding level	437	525	-16.8%
Number of FTEs (internal)	4,242	4,155	2.1%

	HY 2022	HY 2021	Delta (%)
Operating result per share ⁴	2.69	2.79	-3.5%
Dividend per share	0.98	0.82	19.5%
Number of shares issued and outstanding at end of period (m)	134.1	135.7	-1.2%
Weighted average number of issued and outstanding shares (m)	135.0	136.8	-1.3%

Explanatory notes to the table

- Operating result is calculated by adjusting result before tax for continuing operations reported in accordance with IFRS, as adjusted for the changes in accounting policies and for the following: i) investment related: investment income of an incidental nature (including capital gains and losses, impairments and fair value changes) on financial instruments for own account, net of applicable shadow accounting and net of additional provisions recognised for realised gains and losses on financial assets backing the insurance liabilities ('compensation of realised capital gains') impact; ii) Incidental items: 1. model- and methodological changes with a substantial impact; 2. results of non-core operations; and 3. other non-recurring or one-off items, that do not relate directly to the core business and/or ongoing business of the group, restructuring costs, regulatory costs not related to business activities, changes in own pension arrangements and expenses related to mergers and acquisitions (M&A) activities and start-ups. Furthermore, starting from 2022 the inflation linked value changes of bonds are classified as non-operating result. The comparative figures have been adjusted accordingly.
- The operating return on equity is calculated by dividing the operating result before tax after deduction of interest on hybrid assets and taxes (tax rate 2022: 25.8%, 2021: 25.0%) by the annual average equity attributable to shareholders after deduction of the reserve for unrealised profits and losses and the equity for real estate development (operating activities in 'run-off'). Furthermore, starting from 2022 the inflation linked value changes of bonds are classified as non-operating result. The comparative figures have been adjusted accordingly.
- Exclusive of financial institutions.
- The operating result per share is calculated by dividing the operating result before tax after deduction of interest on hybrid assets and taxes (tax rate 2022: 25.8%, 2021: 25.0%) by the weighted average number of outstanding shares. Furthermore, starting from 2022 the inflation linked value changes of bonds are classified as non-operating result. The comparative figures have been adjusted accordingly.

Important dates 2022

Wednesday 24 August	Announcement interim dividend
Wednesday 31 August	Ex-interim dividend
Thursday 1 September	Dividend record date
Monday 5 September	Payment interim dividend 2022

The figures in this press release have not been audited or reviewed by an external independent auditor.

Conference call for financial market parties (in English) at 9.30am CET. For more information, go to www.asrnl.com.

Media Relations

Rosanne de Boer
T: +31 (0)6 2279 0974
E: rosanne.de.boer@asr.nl
www.asrnederland.nl

Investor Relations

T: +31 (0)30 257 8600
E: ir@asr.nl
www.asrnl.com

About a.s.r.

ASR Nederland N.V. (a.s.r.) ranks among the top 3 insurers of the Netherlands. a.s.r. offers products and services in the fields of insurance, pensions and mortgages for consumers, self-employed persons and companies. In addition, a.s.r. is active as an asset manager for third parties. a.s.r. is listed on Euronext Amsterdam and is included in the AMX Index. For more information, please visit www.asrnl.com.

This press release contains inside information within the meaning of Article 7 of the Market abuse regulation (Regulation 596/2014).

Financial group and business performance HY 2022

ASR Nederland N.V.

Key figures			
(in € million, unless stated otherwise)	HY 2022	HY 2021 ¹	Delta (%)
Operating result	513	532	-3.5%
- Non-life	150	179	-15.7%
- Life	385	376	2.4%
- Asset Management	19	17	8.9%
- Distribution and Services	17	16	3.9%
- Holding and Other / Eliminations	-58	-56	-3.3%
Incidental items (not included in operating result)	41	42	-1.9%
- Investment income	84	57	46.5%
- Incidentals	-42	-15	-181.5%
Result before tax	554	574	-3.4%
- Non-life	105	169	-38.2%
- Life	536	399	34.5%
- Asset Management	19	17	9.5%
- Distribution and Services	11	12	-10.6%
- Holding and Other / Eliminations	-116	-24	-393.9%
Income tax expense	-112	-122	-8.6%
Result for the period, after tax	442	451	-2.0%
Non-controlling interest	1	-3	n.m. ²
Result for the period attributable to holders of equity instruments	442	454	-2.7%
Organic capital creation (OCC)	428	372	15.1%
Operating return on equity	13.7%	17.7%	-4.0%-p
Return on equity	13.9%	15.4%	-1.4%-p
Earnings per share			
Operating result per share (€)	2.69	2.79	-3.5%
Dividend per share (€)	0.98	0.82	19.5%
Basic earnings per share on IFRS basis (€)	3.19	3.24	-1.5%
Gross written premiums	3,415	3,298	3.5%
- Non-life	2,490	2,416	3.1%
- Life	964	928	3.9%
- Eliminations	-40	-45	-12.7%

1 Starting from 2022 the inflation linked value changes of bonds are classified as non-operating result. The comparative figures have been adjusted accordingly.

2 n.m.: not meaningful.

(in € million, unless stated otherwise)

	HY 2022	HY 2021 ¹	Delta (%)
Operating expenses associated with ordinary activities	-340	-319	6.4%
- Non-life	-135	-130	4.0%
- Life	-86	-83	4.2%
- Asset Management	-56	-50	12.7%
- Distribution and Services	-45	-41	10.1%
- Holding and Other / Eliminations	-17	-16	8.1%
Operating expenses	-371	-346	7.3%
Provision for restructuring expenses	-2	-2	22.4%

	30 June 2022	31 December 2021	Delta (%)
Number of internal FTEs	4,242	4,155	2.1%
Capital management			
Solvency II ratio (standard formula, post proposed dividend)	214%	196%	18%-p
Financial leverage	26.9%	24.8%	2.1%-p
Double leverage	93.2%	99.2%	-6.0%-p
Total equity attributable to holders of equity instruments (IFRS-based)	6,635	7,366	-9.9%

¹ n.m. : not meaningful

Operating result

The operating result amounted to € 513 million in the first half of 2022, a decline of € 19 million. All business segments apart from Non-life delivered higher operating results. The operating result from the Non-life segment absorbed the impact of the February storms (€ -38 million) and an ongoing normalisation of claims after the COVID-19 restrictions were lifted. The operating result of the Non-life segment decreased by € 28 million. In the Life segment, driven by a higher investment margin, the operating result increased by € 9 million, which was partially offset against additional unit linked provisioning due to market effects. Both the Asset Management segment and Distribution and Services segment realised higher operational results, which was driven by organic growth and acquisitions.

Gross written premiums

Gross written premiums (GWP) increased by 3.5% to € 3,415 million. The GWP in the Non-life segment increased by 3.1%, to € 2,490 million, which was driven by strong organic growth at P&C and Disability (7.9%). Health GWP decreased (-9.6%) due in part to the exceptionally strong increase in the number of customers in last year, which has been reversed by a less competitive price proposition this year. The GWP in the Life segment increased by 3.9%, to € 964 million, mainly driven by the continuing commercial success of the DC pension product 'Werknemers Pensioen'.

Operating expenses associated with ordinary activities

The operating expenses increased by € 20 million to € 340 million reflecting organic business growth and additional (running) costs of several new growth initiatives. The increase also reflects the inclusion of various small acquisitions (total impact € 4 million) in the fee-based segments (Asset Management and Distribution & Services) and the acquisition of Brand New Day IORP as at 1 April 2021 in the Life segment.

The cost ratio of P&C and Disability improved by 0.3%-point to 7.7% (HY 2021: 8.0%) mainly due to organic business growth. In the Life segment, the cost ratio increased slightly to 46 bps (FY 2021: 45 bps), which is still in the middle of the target range (40-50 bps).

Result before tax

The result before tax decreased by € 19 million to € 554 million, mainly due a lower operating result (€ 19 million). The total impact of incidental items amounted to € 41 million (HY 2021: € 42 million). The IFRS net result amounted to € 442 million (HY 2021: € 454 million), reflecting an effective tax rate of 20.2% (HY 2021: 21.3%).

¹ Starting from 2022 the inflation linked value changes of bonds are classified as non-operating result. The comparative figures have been adjusted accordingly.

Operating return on equity

The operating return on equity amounted to 13.7%, at the upper-end of the target range, primarily reflecting the lower operating result and an increased adjusted IFRS equity, including an adjustment for unrealised gains and losses.

Solvency II ratio and Organic capital creation

The Solvency II ratio, based on the standard formula, increased by 18%-points to 214% (31 December 2021: 196%), including a 5%-points deduction for the 2022 interim dividend (€ 131 million) and the buyback of shares (€ 75 million) executed in the first half of 2022. A very strong organic capital creation (11%-points) and a positive impact of market & operational movements (13%-points) led to a higher Solvency II ratio. The positive impact of market & operational movements reflects an increase in the volatility adjustment, higher interest rates and a positive solvency impact from lower equity markets which, combined, more than offset the negative impacts of the 15 bps UFR decrease, higher inflation and spread widening (mainly mortgages).

Organic capital creation increased by € 56 million to € 428 million, mainly due to a decrease in the UFR unwind as a result of higher interest rates and increased excess investment returns. The contribution of the Non-life segment remained stable despite the February storms and an ongoing normalisation of claims.

Dividend and capital distribution

In line with our dividend policy, a.s.r. will pay an interim dividend for 2022 of € 0.98 per share, equal to 40% of last year's full year dividend. This is an increase of 20% compared to the interim dividend in 2021, reflecting the significant step-up in the 2021 full-year dividend.

Medium-term targets

The table below shows the medium-term targets for the 2022-2024 period and the performance of a.s.r.

Medium-term targets		
Group	HY 2022	Medium-term target
Organic capital creation (OCC)	€ 428 million	cumulative € 1.7 -1.8 billion
Dividend	N/A	Progressive dividend
Share buyback programme	N/A	≥ € 100 million per year
Solvency II-ratio (standard formula)	214%	> 160%
Operating return on equity	13.7%	12-14%
Reduction CO ₂ footprint of the investment portfolio, incl. real estate investments and mortgage portfolio (base year: 2015)	65%	65% reduction by 2030
Impact investments on the balance sheet	€ 2.7 billion	> € 4.5 billion by 2024
Net Promoter Score - relational (NPS-r)	N/A	> market average in 2024
Employee engagement (Annual survey by Denison)	88	> 85
Reputation measurement sustainable insurer	38%	> 40% in 2024
Business	HY 2022	Medium-term target
Combined ratio P&C and Disability	92.8%	93-95%
Organic growth of gross written premiums of P&C and Disability	7.9%	3% - 5%
Operating result of the Life segment	€ 385 million	≥ € 700 million until 2024
Operating costs of the Life segment (of basic Life provision)	46 bps	40 – 50 bps
Combined operating result of fee-based business (Asset Management, Distribution and Services)	€ 36 million	> € 80 million per year by 2024

Group targets

On 23 February 2022 a.s.r. announced a share buyback (SBB) programme in the amount of € 75 million which was completed on 24 May 2022. The SBB represented the third and final part of the commitment from 2019-2021. A new SBB ambition of at least € 100 million per annum has come into effect this year with a first part to be decided upon with the full year 2022 results.

At the end of June 2022, the 65% reduction of CO₂ footprint of the investment portfolio was achieved when compared to base year 2015. In addition to underlying efforts to reduce the CO₂ footprint, the reduction was affected by lower economic activity (and emissions) as a result of COVID-19 restrictions. There is a natural delay in the availability of reported data on emissions and as such the current set is still reflecting the impact from the COVID-19 on economic activity. We expect this beneficial impact to be temporary.

The portfolio of impact investments (for own account) increased to € 2.7 billion (2021: € 2.5 billion) mainly driven by acquisitions in renewable energy (several wind farms and one solar farm).

The Net Promoter Score – relational (NPS-r) data for 2022 are not yet available. The NPS-r is measured annually in the second half of the year.

Employee engagement based on the Denison scan of March 2022 is 88, which is in line with the target of >85.

Our reputation as a sustainable insurer improved to 38% (2021: 36%) and reflects our scores on being perceived as sustainable, reliable, transparent and socially responsible.

Non-life segment

Key figures, Non-life segment¹			
(in € million, unless stated otherwise)	HY 2022	HY 2021	Delta
Gross written premiums	2,490	2,416	3.1%
Operating expenses	-136	-132	3.4%
Provision for restructuring expenses	-2	-2	-7.0%
Operating result	150	179	-15.7%
Incidental items (not included in operating result)	-46	-9	n.m.²
- Investment income	-35	2	n.m. ²
- Incidentals	-10	-11	-7.1%
Result before tax	105	169	-38.2%
Result for the period attributable to holders of equity instruments	84	129	-34.7%
	HY 2022	HY 2021	Delta
Combined ratio P&C and Disability	92.8%	90.2%	2.6%-p
- Commission ratio	18.7%	18.8%	-0.1%-p
- Cost ratio	7.7%	8.0%	-0.3%-p
- Claims ratio	66.4%	63.5%	2.9%-p
Combined ratio			
- P&C	94.6%	88.6%	6.0%-p
- Disability	90.7%	92.1%	-1.4%-p
- Health	98.4%	95.4%	3.0%-p

Gross written premiums

Gross written premiums increased by 3.1% (€ 75 million) to € 2,490 million, mostly due to strong organic growth in P&C and Disability, which more than offset a decrease in Health. The total organic growth of P&C and Disability combined was 7.9% (€ 139 million), driven by increased sales volumes and tariff adjustments (mainly in Disability). In P&C, in line with our strategy, a sales volume growth was realised in SME market and in travel insurance after COVID-19 restrictions were lifted. In Disability, this increase reflects both tariff adjustments and higher sales volumes, mainly in Sickness leave and Group disability. In addition, an automated administrative link to customer payroll systems proved successful. In Health, premiums decreased by 9.6% (€ 64 million) as pricing discipline and the pursuit of our value-over-volume approach were maintained in a more competitive environment, primarily in basic health insurance.

Operating result

The operating result of the Non-life segment decreased by 15.7% (€ 28 million) to € 150 million, mainly due to 'triple storms' Dudley, Eunice and Franklin in February this year with a negative impact of € 38 million (after reinsurance) and an ongoing normalisation of claims following the abolishment of the COVID-19 restrictions. In the first six months of last year there were no weather-related calamities. Apart from the impact of the storms and taking into account last year's COVID-19 related effects and reserve strengthening, the underlying performance was good with healthy underwriting results in P&C and Disability, despite some pressure on the Health result due a decrease in the portfolio.

1 The Non-life segment consists of non-life insurance entities and their subsidiaries. The non-life insurance entities offer the following non-life insurance contracts; disability insurance, property and casualty insurance and health insurance.

2 n.m.: not meaningful.

Operating expenses

Operating expenses increased by € 4 million (3.4%) to € 136 million, mostly driven by increased volumes at P&C and Disability. On segment level the cost ratio deteriorated slightly, which is due to a shift in the business mix. At P&C and Disability the cost ratio improved by 0.3%-points due to volume growth at relatively fixed costs.

Combined ratio

The combined ratio of P&C and Disability increased by 2.6%-points, to 92.8%, mostly due to claims from storms in February this year, which had a 2.6%-points net impact. The claims ratio was also impacted by an ongoing normalisation of claims post COVID-19.

At P&C, the combined ratio amounted to 94.6% (HY 2021: 88.6%). Here too, the increase of 6.0%-points is related predominantly to the February storms, which had a 4.8%-point impact on this product line. Large-size claims were higher compared to last year. This was partially offset against fewer bulk and mid-size claims, reflecting an overall strong underlying business.

At Disability, the combined ratio amounted to 90.7% (HY 2021: 92.1%). Group disability reserves were strengthened (€ 27 million) to reflect the intended increase in the statutory minimum wage by 2.5% effective 1 January 2023. The increase in the minimum wage is the basis claims indexation. This was offset against improved underwriting results at Individual and Sickness leave, which resulted in a 1.4%-point improvement of the combined ratio.

The combined ratio at Health deteriorated by 3.0%-points, to 98.4%. Last year, Health benefited from government support related to COVID-19 and an extraordinary inflow of customers. This year, a net outflow of customers resulted in an increase in the ratio. The Dutch Health market is very price competitive and considerable movements in the number of customers occur every year due to relatively small differences in premiums for the mandatory 'basic' health policy. We have maintained our pricing discipline and continue to pursue value-over-volume.

Result before tax

The result before tax decreased by 38.2% (€ 65 million) to € 105 million. In addition to the lower operating result, indirect investment income decreased by € 37 million, mostly due to fair value revaluations. An increase in the interest rates led to negative revaluations of derivatives and mortgage funds, which effect was partially mitigated by the methodology of shadow accounting (for Disability).

Life segment

Key figures, Life segment¹

(in € million, unless stated otherwise)	HY 2022	HY 2021 ²	Delta
Recurring premiums	771	753	2.4%
Single premiums	193	175	10.4%
Gross written premiums	964	928	3.9%
Operating expenses	-87	-83	5.1%
Provision for restructuring expenses	-1	-	n.m. ³
Operating result	385	376	2.4%
Incidental items (not included in operating result)	152	23	n.m.³
- Investment income	121	22	n.m. ³
- Incidentals	31	1	n.m. ³
Result before tax	536	399	34.5%
Result for the period attributable to holders of equity instruments	415	303	36.8%
Cost-premium ratio (APE)	8.8%	8.5%	0.2%-p
Life operating expenses on basic life provision (bps) (2021 figure is per FY 2021)	46	45	1
New business (APE)	52	61	-15.3%

Gross written premiums

At € 964 million, the gross written premiums increased by 3.9% (€ 36 million). The increase was mainly driven by an increase in recurring and single premiums at Pension DC. The Pension DC product 'Werknemers Pensioen' (Employee Pension) continued its commercial success this year as the number of active participants further increased to over 140,000 (31 December 2021: approx. 130,000). Recurring premiums of 'Werknemers Pensioen' increased by € 66 million (or 21%) to € 373 million. The DC product 'Doenpensioen', especially for small employers and facilitated in an IORP, also contributed to the growth, with the number of active participants increasing to over 150,000 (31 December 2021: over 120,000).

Growth of the pension business resulted in an increase in AuM. Due to revaluations and despite of business growth, the total market value decreased slightly, to € 4.7 billion (31 December 2021: € 5.0 billion).

Operating result

The operating result increased by 2.4% (€ 9 million) to € 385 million, mainly due to a higher investment margin, which more than offset the decrease in the technical result.

The investment margin improved by € 43 million to € 371 million and was driven mainly by a further optimisation of the asset mix in the investment portfolio. The contribution to the operating result of investments in 'renewables' increased due to several acquisitions in wind and solar farms since the second half of 2021 and high energy prices. In addition, the required interest on technical provisions decreased due to the regular run-off of the Individual life portfolio.

1 The Life segment comprises the life insurance entities and their subsidiaries. The life insurance entity offers financial products such as life insurance contracts and life insurance contracts on behalf of policyholders. The Life segment also includes ASR Premiepensioeninstelling N.V. (previously known as Brand New Day Premiepensioeninstelling N.V.), which offers investment contracts to policyholders that bear no insurance risk and for which the actual return on investments allocated to the contract is passed on to the policyholder.

2 Starting from 2022 the inflation linked value changes of bonds are classified as non-operating result. The comparative figures have been adjusted accordingly.

3 n.m.: not meaningful.

The technical result (including result on costs) decreased by € 34 million, to € 14 million. Due to a sharp decline in equity markets and considerably higher interest rates, provisions for unit linked liabilities with guarantees were strengthened by € 26 million. At € 11 million, the result on costs remained flat, whereas lower cost coverage at Individual life following a declining portfolio was compensated by business growth of the Pension DC products 'Werknemers Pensioen' and 'Doenpensioen'. The result on mortality improved due to a relatively favourable development in the number of mortalities, whereas last year's mortality was somewhat elevated due to the COVID-19 situation.

Operating expenses

Operating expenses increased by 5.1% (€ 4 million), to € 87 million, mainly driven by an increase in the cost base following from the acquisition of Brand New Day IORP as at 1 April 2021 (product renamed into 'Doenpensioen' as in April 2022) and in expenses for realising a new IT landscape to administer the pension portfolio.

Life operating expenses, expressed in basis points of the basic life provision increased slightly, to 46 bps (2021: 45 bps). This is in line with the target range of 40-50 bps for 2022-2024.

Result before tax

The result before tax increased by 34.5% (€ 138 million), to € 536 million, mainly driven by an increase in incidental items of € 129 million and, to a lesser extent, an increase in the operating result (€ 9 million).

The incidental items total of € 152 million relates to incidental investment income (€ 121 million, mainly fair value investments including derivatives) and other incidentals (€ 31 million, mainly related to a.s.r.'s own pension scheme).

Asset Management segment

Key figures, Asset Management segment¹

(in € million, unless stated otherwise)	HY 2022	HY 2021	Delta
Assets under Management for third parties (€ bn), 2021 as at 31 December	26.9	28.0	-4.0%
Operating expenses	-56	-50	12.7%
Provision for restructuring expenses	-	-	n.m. ²
Operating result	19	17	8.9%
Incidental items (not included in operating result)	-	-	n.m.²
- Investment income	-	-	n.m. ²
- Incidentals	-	-	n.m. ²
Result before tax	19	17	9.5%
Tax	-5	-4	13.0%
Profit/(loss) for the period attributable to holders of equity instruments	14	13	8.3%

Assets under management

Total AuM for third parties decreased by € 1.1 billion to € 26.9 billion (2021: € 28.0 billion), mainly impacted by lower market value of investments driven by higher interest rates and lower equity markets. The impact of these market effects was offset partially against higher inflows into mortgage funds and an expansion of managing the AuM of 'Doenpensioen'. In addition, the inflow and positive revaluations in the ASR Dutch Core Residential Fund (ASR DCRF) increased the real estate third party AuM.

Operating result

The operating result of Asset Management increased by 8.9% (€ 2 million) to € 19 million, mainly driven by higher fee income following an increase in third-party AuM (ASR DCRF, ASR Mortgage funds and 'Doenpensioen') compared to the first half of 2021.

Mortgage origination amounted to € 3.7 billion, € 1.7 billion of which was allocated to the ASR Mortgage Fund. In addition, € 0.4 billion and € 0.3 billion of the mortgage origination were allocated to the ASR Separate Account Mortgage Fund and external investors, respectively.

Payment arrears of more than three months on the mortgage portfolio remained equal compared to last year (2 bps). Credit losses on mortgages decreased by 0.19 bps to 0.07 bps (FY 2021: 0.26 bps), mainly due to write-offs of irrecoverable debts in 2021.

Operating expenses

The operating expenses increased by 12.7% (€ 6 million) to € 56 million, driven by top-line growth and higher project and personnel costs, in part due to a decision to insource the management of residential property and the acquisition of a real estate consultancy company.

¹ The Asset Management segment involves all activities related to asset management including investment property management. These activities include amongst others ASR Vermogensbeheer N.V., ASR Financieringen B.V., ASR Real Estate B.V. and ASR Hypotheken B.V.

² n.m.: not meaningful.

Distribution and Services segment

Key figures, Distribution and Services segment¹			
(in € million)	HY 2022	HY 2021	Delta
Total income	65	62	4.6%
Operating expenses	-50	-45	10.1%
Provision for restructuring expenses	-	-	n.m. ²
Operating result	17	16	3.9%
Incidental items (not included in operating result)	-6	-4	45.1%
- Investment income	-	-	n.m. ²
- Incidentals	-6	-4	45.9%
Result before tax	11	12	-10.6%
Tax	-3	-3	3.4%
Result for the period attributable to holders of equity instruments	8	9	-15.8%

Total income

Total income increased by 4.6% (€ 3 million), to € 65 million. The increase was driven mainly by acquisitions, in addition to organic business growth in various portfolios and selective tariff adjustments.

Operating result

The operating result increased by 3.9% (€ 1 million) to € 17 million, reflecting the contributions of acquisitions and organic business growth.

Operating expenses

Operating expenses increased by 10.1% (€ 5 million) to € 50 million. The increase related predominantly to acquisitions, organic growth of the business and start-up costs for Vitality, which are excluded from the operating result.

Result before tax

The IFRS result before tax decreased by 10.6% (€ -1 million), to € 11 million due to a more negative impact of incidentals like costs for start-ups.

1 The Distribution and Services segment includes the activities related to distribution of insurance contracts and include amongst others the financial intermediary business of Poliservice B.V. (Poliservice), Van Kampen Groep Holding B.V. (VKG), Van Kampen Geld B.V., Dutch ID B.V., Corins B.V., SuperGarant Verzekeringen B.V. (and ZZP Nederland Verzekeringen B.V. and Bedrijfsartsengroep B.V.), and ASR Vitaliteit & Preventieve Diensten B.V. (Vitality).

2 n.m.: not meaningful.

Holding and Other segment (including eliminations)

Key figures, Holding and Other segment / Eliminations¹			
(in € million)	HY 2022	HY 2021	Delta
Operating expenses	-41	-36	15.5%
- of which associated with ordinary activities	-17	-16	8.1%
Provision for restructuring expenses	-	-	n.m. ²
Operating result	-58	-56	-3.3%
Incidental items (not included in operating result)	-58	33	n.m.²
- Investment income	-2	33	n.m. ²
- Incidentals	-56	-	n.m. ²
Result before tax	-116	-24	-393.9%
Tax	37	20	79.8%
Non-controlling interest	-1	-3	76.7%
Result for the period attributable to holders of equity instruments	-79	-	n.m.²

Operating result

The operating result decreased by € 2 million, to € -58 million. The decrease is a consequence of lower result from joint ventures and additional overhead expenses.

Comparable to the same period last year, the operating result includes interest charges of € 22 million for two subordinated liabilities (Tier 2 notes).

Operating expenses

The operating expenses increased by 15.5% (€ 5 million), to € 41 million, due to additional overhead expenses (as part of expenses from ordinary activities), increased IFRS17/9 implementation costs and the digitisation programme (both part of incidental/non-recurring expenses).

Result before tax

The IFRS result before tax decreased by € 92 million, to € -116 million, which is mainly a consequence of incidental items. HY 2021 results contained incidental items amounting to € 33 million, predominantly related to higher indirect investment income. In addition, incidentals in HY 2022 decreased by € -56 million, driven primarily by a lower incidental result of the old DB pension scheme for a.s.r. employees.

1 The segment Holding and Other consists primarily of the holding activities of a.s.r. (including the group related activities), other holding and intermediate holding companies, the real estate development business (ASR Vastgoed Projecten B.V.), ASR Vooruit B.V., the investment firm that performs activities related to private investing for customers, and the activities of ASR Deelnemingen N.V.

2 n.m.: not meaningful.

Capital management

- The Solvency II ratio, using the standard formula, increased by 18%-points, to 214% (31 December 2021: 196%), including a 5%-point deduction for the 2022 interim dividend (€ 131 million) and the buyback of shares (€ 75 million) executed in the first half of 2022. The Solvency II ratio meets the management target of 'above 160%'.
- Organic capital creation (OCC) increased by 15.1% (€ 56 million) to € 428 million.
- Equity attributable to holders of equity instruments (IFRS-based equity) decreased by € 731 million, to € 6,635 million, predominantly as a result of market revaluations.
- The financial leverage stood at 26.9% (31 December 2021: 24.8%), reflecting primarily the decrease in equity.
- Double leverage stood at 93.2% (2021: 99.2%).

Solvency II

Solvency II			
(in € million)	30 June 2022	31 December 2021	Delta
Eligible Own Funds	7,287	8,189	-11%
Solvency Capital Requirement	3,404	4,185	-19%
Solvency II ratio (post dividend)	214%	196%	18%-p

The Solvency II ratio, using the standard formula, increased by 18%-points to 214% (31 December 2021: 196%), including a 5%-point deduction for the 2022 interim dividend (€ 131 million) and the buyback of shares (€ 75 million) executed in the first half of 2022. Very strong organic capital creation (11%-points) and a positive impact of market & operational movements (13%-points) led to a higher Solvency II ratio. The positive impact in Market & operational movements reflects an increase in the volatility adjustment, higher interest rates and a positive impact of lower equity markets, which combined, more than offset the negative impacts of the 15 bps UFR decrease, higher inflation and spread widening (mainly mortgages).

Organic capital creation increased by € 56 million, to € 428 million, mainly due to a decrease of the UFR unwind following higher interest rates and increased excess investment returns. The contribution of the Non-life segment remained stable despite the February storms and an ongoing normalisation of claims.

Eligible Own Funds

The Eligible Own Funds decreased to € 7,287 million (31 December 2021: € 8,189 million) mainly driven by interest and spread developments, lower equity markets and capital distributions. This was offset partially against organic capital creation and an increase in the volatility adjustment.

Solvency Capital Requirement

Solvency Capital Requirement stood at € 3,404 million (31 December 2021: € 4,185 million). The decrease was driven mainly by market movements like higher interest rates, an increase in the volatility adjustment and lower equity markets, which combined, resulted in lower market risks (interest, equity and spread) and a decrease in required capital for Life risk, which was offset partly against lower diversification benefits.

Equity

Breakdown of total equity

in € million	30 June 2022	31 December 2021	Delta
Share capital	22	22	0.0%
Share premium reserve	956	956	0.0%
Unrealised gains and losses	-150	1,461	-110.3%
Actuarial gains and losses (IAS19)	-317	-1,055	-69.9%
Retained earnings	5,276	5,061	4.3%
Treasury shares	-156	-83	88.0%
Equity attributable to shareholders	5,631	6,363	-11.5%
Other equity instruments	1,004	1,004	-
Equity attributable to holders of equity instruments	6,635	7,366	-9.9%
Non-controlling interest	25	18	38.5%
Total equity	6,660	7,385	-9.8%

Statement of changes in total equity

in € million	30 June 2022	31 December 2021
Beginning of reporting period - total equity	7,385	6,313
Profit / loss for the period	442	942
Unrealised gains and losses	-1,612	325
Actuarial gains and losses (IAS19)	738	198
Dividend	-214	-285
Discretionary interest on other equity	-12	-48
Non-controlling interest	7	18
Treasury shares acquired	-73	-
Other changes	-1	-77
End of reporting period - total equity	6,660	7,385

Total equity attributable to holders of equity instruments (IFRS-based) decreased by € 731 million, to € 6,635 million (31 December 2021: € 7,366 million). A decrease in unrealised gains and losses (€ -1,612 million) includes shadow accounting and relates mainly to increased interest rates - affecting the valuation of the fixed income bonds portfolio - and the impact of lower equity markets. In addition, the final dividend for 2021 was paid (€ 214 million). Movements in treasury shares include the share buy-back programme (€ 75 million) and the sale (€ 2 million) of shares in relation to the a.s.r. employee purchase programme. The discretionary interest on other equity was € 12 million.

Several other factors contributed to the offset of the decrease in equity, i.e. the addition of the 2022 net result (€ 442 million) and net actuarial gains and losses (IAS19, € 738 million) due to a significant increase in the discount rate, to 2.97% (31 December 2021: 0.90%). The increase in non-controlling interest (€ 7 million) relates to third party capital contributions to the ASR Dutch Science Park Fund.

Financial leverage

Financial leverage			
(in € million)	30 June 2022	31 December 2021	Delta
Basis for financial leverage (Equity attributable to shareholders)	5,631	6,363	-11.5%
Financial liabilities	2,071	2,101	-1.4%
of which hybrids	1,004	1,004	0.0%
of which subordinated liabilities	993	992	0.1%
of which senior debt	75	105	-28.6%
Financial leverage (%)	26.9%	24.8%	2.1%-p
Interest coverage ratio (IFRS)	12.7x	13.8x	-1.0x

The financial leverage increased by 2.1%-points, to 26.9% (31 December 2021: 24.8%), mainly due to a decrease in shareholders' equity of € 731 million. It is offset partially against a decrease in the debt position of € 30 million. The leverage remained well below the self-imposed maximum target level of 35%.

The interest coverage ratio (ICR) decreased by 1.0x to 12.7x (31 December 2021: 13.8x) due to a slightly lower IFRS result before tax (€ 19 million) compared to stable interest expenses. The ICR of the operating result remained fairly stable, at 11.8x (31 December 2021¹: 11.6x).

Double leverage

Double leverage			
(in € million)	30 June 2022	31 December 2021	Delta
Total value of associates	7,112	8,293	-14.2%
Equity attributable to shareholders	5,631	6,363	-11.5%
Hybrids and subordinated liabilities	1,996	1,996	0.0%
Equity attributable to holders of equity instruments	7,628	8,358	-8.7%
Double leverage (%)	93.2%	99.2%	-6.0%-p

The double leverage decreased by 6.0%-points to 93.2%.

The shareholders' equity from participating interests ('value of associates') decreased by € 1,181 million, to € 7,112 million. This exceeds the decrease in the holding company's shareholders' equity, including subordinated liabilities, of € 731 million, to € 7,628 million. The decrease in the double leverage amounting to € 450 million is related predominantly to actuarial gains on the own pension scheme, a.s.r. holding company's result and dividends received from subsidiaries. The decrease was only partially offset against the results of subsidiaries, dividend payments, the share buy-back programme, capital contribution and coupon payments on other equity instruments.

¹ With effect from 2022, the inflation linked value changes of bonds are classified as non-operating result. The comparable data of 2021 have been adjusted accordingly.

Appendices

- 1 Financial statements
 - 1.1 Consolidated interim balance sheet
 - 1.2 Consolidated interim income statement
 - 1.3 Consolidated interim statement of changes in equity
 - 1.4 Segmented balance sheet
 - 1.5 Segmented income statement
- Disclaimer

1 Financial statements

1.1 Consolidated interim balance sheet

Consolidated interim balance sheet			
(in € millions and before profit appropriation)	Note	30 June 2022	31 December 2021
Intangible assets		421	428
Property, plant and equipment	6.1	628	556
Investment property	6.1	2,185	2,052
Associates and joint ventures at equity method		101	102
Investments	6.2	24,374	33,550
Investments on behalf of policyholders	6.2	9,798	11,574
Investments related to investment contracts	6.2	1,822	1,952
Loans and receivables	6.2	17,050	15,259
Derivatives	6.2	4,378	6,212
Deferred tax assets		39	-
Reinsurance contracts		424	417
Other assets		810	631
Cash and cash equivalents	6.2	2,412	2,306
Total assets		64,441	75,040
Share capital		22	22
Share premium reserve		956	956
Unrealised gains and losses		-150	1,461
Actuarial gains and losses		-317	-1,055
Retained earnings		5,276	5,061
Treasury shares		-156	-83
Equity attributable to shareholders		5,631	6,363
Other equity instruments		1,004	1,004
Equity attributable to holders of equity instruments		6,635	7,366
Non-controlling interests		25	18
Total equity		6,660	7,385
Subordinated liabilities		993	992
Liabilities arising from insurance contracts	6.3	31,554	37,797
Liabilities arising from insurance contracts on behalf of policyholders		12,865	14,566
Liabilities arising from investment contracts	6.2	1,822	1,952
Employee benefits	6.4	2,985	4,013
Provisions		24	24
Borrowings	6.2	199	192
Derivatives	6.2	3,281	759
Deferred tax liabilities		-	69
Due to customers	6.2	507	573
Due to banks	6.2	2,578	5,741
Other liabilities		973	976
Total liabilities		57,781	67,655
Total equity and liabilities		64,441	75,040

1.2 Consolidated interim income statement

Consolidated interim income statement		
(in € millions)	HY 2022	HY 2021
Gross written premiums	3,415	3,298
Change in provision for unearned premiums	-399	-358
Gross insurance premiums	3,016	2,940
Reinsurance premiums	-49	-49
Net insurance premiums	2,967	2,891
Investment income	824	784
Realised gains and losses	128	138
Fair value gains and losses	-30	132
Result on investments on behalf of policyholders	-1,818	920
Result on investments related to investment contracts	-314	78
Fee and commission income	116	97
Other income	90	26
Share of result of associates and joint ventures	-1	4
Total income	1,962	5,069
Insurance claims and benefits	-820	-3,606
Insurance claims and benefits recovered from reinsurers	37	12
Net insurance claims and benefits	-783	-3,595
Changes in liabilities arising from investment contracts	314	-78
Operating expenses	-371	-346
Restructuring provision expenses	-2	-2
Commission expenses	-264	-256
Impairments	-69	-8
Interest expense	-181	-183
Other expenses	-51	-28
Total expenses	-624	-901
Result before tax	554	574
Income tax (expense) / gain	-112	-122
Net result	442	451
Attributable to:		
Non-controlling interests	1	-3
- Shareholders of the parent	430	443
- Holders of other equity instruments	12	12
Result attributable to holders of equity instruments	442	454

1.3 Consolidated interim statement of changes in equity

Consolidated interim statement of changes in equity

(in € millions)	Share capital	Share premium reserve	Unrealised gains and losses	Unrealised actuarial gains and losses	Retained earnings	Treasury shares (-)	Equity attributable to shareholders	Other equity instruments	Non controlling interest	Total equity
At 1 January 2021	23	976	1,137	-1,253	4,509	-82	5,309	1,004	-	6,313
Net result	-	-	-	-	454	-	454	-	-3	451
Total other comprehensive income	-	-	218	182	-	-	400	-	-	400
Total comprehensive income	-	-	218	182	454	-	854	-	-3	852
Dividend paid	-	-	-	-	-174	-	-174	-	-	-174
Discretionary interest on other equity instruments	-	-	-	-	-12	-	-12	-	-	-12
Treasury shares acquired (-)/sold	-	-	-	-	-	-80	-81	-	-	-81
Other movements	-	-	-	-	-	-	-	-	-	-1
At 30 June 2021	23	976	1,355	-1,071	4,777	-162	5,897	1,004	-3	6,899
At 1 January 2022	22	956	1,461	-1,055	5,061	-83	6,363	1,004	18	7,385
Net result	-	-	-	-	442	-	442	-	1	442
Total other comprehensive income	-	-	-1,612	738	-	-	-874	-	-	-874
Total comprehensive income	-	-	-1,612	738	442	-	-432	-	1	-431
Dividend paid	-	-	-	-	-214	-	-214	-	-	-214
Discretionary interest on other equity instruments	-	-	-	-	-12	-	-12	-	-	-12
Treasury shares acquired (-)/sold	-	-	-	-	-	-73	-73	-	-	-73
Increase in capital	-	-	-	-	-	-	-	-	7	7
Other movements	-	-	-	-	-	-	-	-	-1	-1
At 30 June 2022	22	956	-150	-317	5,276	-156	5,631	1,004	25	6,660

1.4 Segmented balance sheet

Segmented balance sheet							
As at 30 June 2022	Non-life	Life	Asset Management	Distribution and Services	Holding and Other	Eliminations	Total
Intangible assets	87	120	41	171	-	-	421
Property, plant and equipment	-	584	-	13	244	-213	628
Investment property	304	1,881	-	-	-	-	2,185
Associates and joint ventures at equity method	-	23	-	9	69	-	101
Investments	6,550	17,757	-	-	3,050	-2,983	24,374
Investments on behalf of policyholders	-	9,798	-	-	-	-	9,798
Investments related to investment contracts	-	1,822	-	-	-	-	1,822
Loans and receivables	1,971	15,107	20	44	128	-219	17,050
Derivatives	120	4,258	-	-	-	-	4,378
Deferred tax assets	-	210	-	-	-	-171	39
Reinsurance contracts	274	151	-	-	-	-	424
Other assets	177	536	25	-120	194	-2	810
Cash and cash equivalents	253	1,522	86	61	490	-	2,412
Total assets	9,734	53,769	172	178	4,175	-3,587	64,441
Equity attributable to holders of equity instruments	1,934	5,133	153	52	-513	-124	6,635
Non-controlling interests	4	22	-	-	-	-	25
Total equity	1,938	5,155	153	52	-513	-124	6,660
Subordinated liabilities	45	-	-	-	993	-45	993
Liabilities arising from insurance contracts	7,291	26,893	-	-	-	-2,630	31,554
Liabilities arising from insurance contracts on behalf of policyholders	-	12,865	-	-	-	-	12,865
Liabilities arising from investment contracts	-	1,822	-	-	-	-	1,822
Employee benefits	-	-	-	-	2,985	-	2,985
Provisions	1	16	-	-	7	-	24
Borrowings	-	182	-	48	316	-347	199
Derivatives	210	3,069	-	-	2	-	3,281
Deferred tax liabilities	101	-	6	9	98	-214	-
Due to customers	85	589	-	24	-	-191	507
Due to banks	20	2,483	-	-	75	-	2,578
Other liabilities	44	695	14	45	212	-37	973
Total liabilities	7,797	48,615	19	126	4,688	-3,464	57,781
Total equity and liabilities	9,734	53,769	172	178	4,175	-3,587	64,441
Additions to:							
Intangible assets	-	1	6	2	-	-	9
Property, plant and equipment	-	113	-	2	3	-	119
Total additions	-	114	6	5	3	-	128

Segmented balance sheet (continued)

As at 31 December 2021	Non-life	Life	Asset Management	Distribution and Services	Holding and Other	Eliminations	Total
Intangible assets	96	125	35	172	-	-	428
Property, plant and equipment	-	512	-	12	249	-216	556
Investment property	285	1,768	-	-	-	-	2,052
Associates and joint ventures at equity method	-	23	-	9	69	-	102
Investments	7,578	25,398	-	-	3,881	-3,308	33,550
Investments on behalf of policyholders	-	11,574	-	-	-	-	11,574
Investments related to investment contracts	-	1,952	-	-	-	-	1,952
Loans and receivables	1,557	13,842	18	45	134	-336	15,259
Derivatives	124	6,088	-	-	-	-	6,212
Deferred tax assets	-	22	-	-	58	-80	-
Reinsurance contracts	263	154	-	-	-	-	417
Other assets	137	412	24	-5	65	-2	631
Cash and cash equivalents	109	2,005	83	48	62	-	2,306
Total assets	10,150	63,874	160	280	4,517	-3,942	75,040
Equity attributable to holders of equity instruments	2,420	5,876	141	164	-1,122	-112	7,366
Non-controlling interests	3	15	-	-	-	-	18
Total equity	2,423	5,891	141	164	-1,121	-112	7,385
Subordinated liabilities	45	-	-	-	992	-45	992
Liabilities arising from insurance contracts	7,051	33,621	-	-	-	-2,874	37,797
Liabilities arising from insurance contracts on behalf of policyholders	-	14,566	-	-	-	-	14,566
Liabilities arising from investment contracts	-	1,952	-	-	-	-	1,952
Employee benefits	-	-	-	-	4,013	-	4,013
Provisions	1	14	-	-	9	-	24
Borrowings	-	175	-	47	433	-463	192
Derivatives	64	695	-	-	1	-	759
Deferred tax liabilities	174	-	5	9	-	-119	69
Due to customers	99	746	-	24	-	-296	573
Due to banks	88	5,549	-	-	105	-	5,741
Other liabilities	206	666	14	36	86	-32	976
Total liabilities	7,727	57,983	19	116	5,639	-3,830	67,655
Total equity and liabilities	10,150	63,874	160	280	4,517	-3,942	75,040
Additions to:							
Intangible assets	-	71	28	23	-	-	122
Property, plant and equipment	-	370	-	3	14	-	387
Total additions	-	440	28	27	14	-	508

1.5 Segmented income statement

Segmented income statement							
HY 2022	Non-life	Life	Asset Management	Distribution and Services	Holding and Other	Eliminations	Total
Gross written premiums	2,490	964	-	-	-	-40	3,415
Change in provision for unearned premiums	-399	-	-	-	-	-	-399
Gross insurance premiums	2,092	964	-	-	-	-40	3,016
Reinsurance premiums	-49	-1	-	-	-	-	-49
Net insurance premiums	2,043	964	-	-	-	-40	2,967
Investment income	92	722	-	-	7	2	824
Realised gains and losses	21	85	-	-	-	23	128
Fair value gains and losses	-45	38	-	-	-2	-21	-30
Result on investments on behalf of policyholders	-	-1,818	-	-	-	-	-1,818
Result on investments related to investment contracts	-	-314	-	-	-	-	-314
Fee and commission income	11	9	97	64	-	-66	116
Other income	1	89	-	-	-	-	90
Share of result of associates and joint ventures	-	-	-	-	-1	-	-1
Total income	2,122	-225	97	65	4	-101	1,962
Insurance claims and benefits	-1,591	746	-	-	-	25	-820
Insurance claims and benefits recovered from reinsurers	36	1	-	-	-	-	37
Net insurance claims and benefits	-1,555	747	-	-	-	25	-783
Changes in liabilities arising from investment contracts	-	314	-	-	-	-	314
Operating expenses	-136	-87	-56	-50	-65	24	-371
Restructuring provision expenses	-2	-1	-	-	-	-	-2
Commission expenses	-290	-5	-	-	-	31	-264
Impairments	-22	-47	-	-	-	-	-69
Interest expense	-8	-136	-	-1	-11	-25	-181
Other expenses	-4	-25	-22	-3	-10	12	-51
Total expenses	-462	14	-78	-54	-86	42	-624
Result before tax	105	536	19	11	-82	-34	554
Income tax (expense) / gain	-20	-120	-5	-3	28	9	-112
Net result	84	416	14	8	-54	-25	442
Attributable to:							
Non-controlling interests	-	1	-	-	-1	-	1
- Shareholders of the parent	84	415	14	8	-65	-25	430
- Holders of other equity instruments					12	-	12
Result attributable to holders of equity instruments	84	415	14	8	-54	-25	442

Segmented income statement (continued)

HY 2021	Non-life	Life	Asset Management	Distribution and Services	Holding and Other	Eliminations	Total
Gross written premiums	2,416	928	-	-	-	-45	3,298
Change in provision for unearned premiums	-358		-	-	-	-	-358
Gross insurance premiums	2,057	928	-	-	-	-45	2,940
Reinsurance premiums	-49	-1	-	-	-	-	-49
Net insurance premiums	2,009	927				-45	2,891
Investment income	74	704	-	-	6	-	784
Realised gains and losses	8	96	-	-	33	-	138
Fair value gains and losses	-4	131	-	-	-1	6	132
Result on investments on behalf of policyholders	-	920	-	-	-	-	920
Result on investments related to investment contracts	-	78	-	-	-	-	78
Fee and commission income	11	5	79	61	-	-59	97
Other income	1	22	-	1	5	-2	26
Share of result of associates and joint ventures	-	-	-	-	4	-	4
Total income	2,098	2,884	79	62	47	-101	5,069
Insurance claims and benefits	-1,515	-2,157	-	-	-	66	-3,606
Insurance claims and benefits recovered from reinsurers	10	2	-	-	-	-	12
Net insurance claims and benefits	-1,506	-2,155	-	-	-	66	-3,595
Changes in liabilities arising from investment contracts	-	-78	-	-	-	-	-78
Operating expenses	-132	-83	-50	-45	-59	24	-346
Restructuring provision expenses	-2	-	-	-	-	-	-2
Commission expenses	-277	-10	-	-	-	32	-256
Impairments	-2	-6	-	-	-	-	-8
Interest expense	-7	-146	-	-	-4	-25	-183
Other expenses	-2	-8	-12	-4	-10	8	-28
Total expenses	-423	-331	-62	-50	-74	39	-901
Result before tax	169	399	17	12	-27	4	574
Income tax (expense) / gain	-40	-95	-4	-3	21	-1	-122
Net result	129	303	13	9	-6	3	451
Attributable to:							
Non-controlling interests	-	-	-	-	-3	-	-3
- Shareholders of the parent	129	303	13	9	-15	3	443
- Holders of other equity instruments	-	-	-	-	12	-	12
Result attributable to holders of equity instruments	129	303	13	9	-3	3	454

Disclaimer

Cautionary note regarding forward-looking statements.

The terms of this disclaimer ('Disclaimer') apply to this document of ASR Nederland N.V. and all ASR Nederland N.V.'s legal vehicles and businesses operating in the Netherlands ('ASR Nederland'). Please read this Disclaimer carefully.

ASR Nederland's condensed consolidated financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the European Union ('IFRS-EU') and with Part 9 of Book 2 on the Netherlands Civil Code. In preparing the financial information in this document, the same accounting principles are applied as in the 2021 ASR Nederland consolidated financial statements. All figures in this document are unaudited. Small differences are possible in the tables due to rounding. Certain of the statements contained herein are not (historical) facts but are forward looking statements ('Statements'). These Statements may be identified by words such as 'expect', 'should', 'could', 'shall' and similar expressions. The Statements can change as a result of possible events or factors. The Statements are based on our beliefs, assumptions and expectations of future performance, taking into account information that was available to ASR Nederland at the moment of drafting of the document. ASR Nederland warns that the Statements could entail certain risks and uncertainties, so that the actual results, business, financial condition, results of operations, liquidity, investments, share price and prospects of ASR Nederland could differ materially from the Statements.

Factors which could cause actual results to differ from these Statements may include, without limitation: (1) changes in general economic conditions; (2) changes of conditions in the markets in which ASR Nederland is engaged; (3) changes in the performance of financial markets in general; (4) changes in the sales of insurance and/or other financial products; (5) the behavior of customers, suppliers, investors, shareholders and competitors; (6) changes in the relationships with principal intermediaries or partnerships or termination of relationships with principal intermediaries or partnerships; (7) the unavailability and/or unaffordability of reinsurance; (8) deteriorations in the financial soundness of customers, suppliers or financial institutions, countries/states and/or other counterparties; (9) technological developments; (10) changes in the implementation and execution of ICT systems or outsourcing; (11) changes in the availability of, and costs associated with, sources of liquidity; (12) consequences of a potential (partial) termination of the European currency: the Euro or the European Union; (13) changes in the frequency and severity of insured loss events; (14) catastrophes and terrorist related events; (15) changes affecting mortality and morbidity levels and trends and changes in longevity; (16) changes in laws and regulations and/or changes in the interpretation thereof, including without limitation Solvency II, IFRS and taxes; (17) changes in the policies of governments and/or regulatory-or supervisory authorities; (18) changes in ownership that could affect the future availability of net operating loss, net capital and built-in loss; (19) changes in conclusions with regard to accounting assumptions and methodologies; (20) adverse developments in legal and other proceedings and/or investigations or sanctions taken by supervisory authorities; (21) risks related to mergers, acquisitions, and divestments (22) other financial risks such as currency movements, interest rate fluctuations, liquidity, and credit risks could influence future results and (23) the other risks and uncertainties detailed in the Risk Factors section contained in recent public disclosures made by ASR Nederland.

The foregoing list of factors and developments should not be exhaustive. Any Statements made by or on behalf of ASR Nederland speak only as of the date they are made and, except as required by applicable law, ASR Nederland disclaims any obligation to publicly update or revise and/or publish any Statements, whether as a result of new information, future events or otherwise. Neither ASR Nederland nor any of its directors, officers, employees do give any statement, warranty or prediction on the anticipated results as included in the document. The Statements in this document represent, in each case, only one of multiple possible scenarios and should not be viewed as the most likely or standard scenario. ASR Nederland has taken all reasonable care in the reliability and accurateness of this document. Nevertheless, information contained in this document may be incomplete or incorrect. ASR Nederland does not accept liability for any damages resulting from this document in case the information in this document is incorrect or incomplete.

This document does not constitute an offer to sell, or a solicitation of an offer to buy, any securities or any other financial instruments.