

Topdanmark's results

Q1 2003



How Topdanmark intends to create value

Operations

- An increase in premium income higher than the market
- A declining expense ratio



How Topdanmark intends to create value

Capital

- Topdanmark is an insurance company
 - **Not an investment trust**
- Topdanmark intends to avoid unnecessary excess capital
 - **Share buy-back**



Corporate Governance

- Has removed all relevant limitations set out in the Articles of Association
- Lives up to the principles of good Corporate Governance
- No shareholder holds more than 10%
- A high share price is the only protection against uninvited take-over bids
- Revolving stock option scheme for management



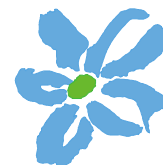
Key features of Q1 2003

- DKK 102m post-tax profit after transfer of DKK 24m to equalisation provisions
 - Q1 2002 : DKK 100m plus non-recurring income of DKK 112m
- Cash flow of DKK 133m (Q1 2002 : DKK 185m)
- Expense ratio improved to 19.7% (Q1 2002: 20.9%)
- Combined ratio declined to 95.0% (Q1 2002: 100.7%)
- Premium growth / decline
 - Non-life 14.1% growth
 - Life 8.1% decline
 - Regular premiums 14.9% growth

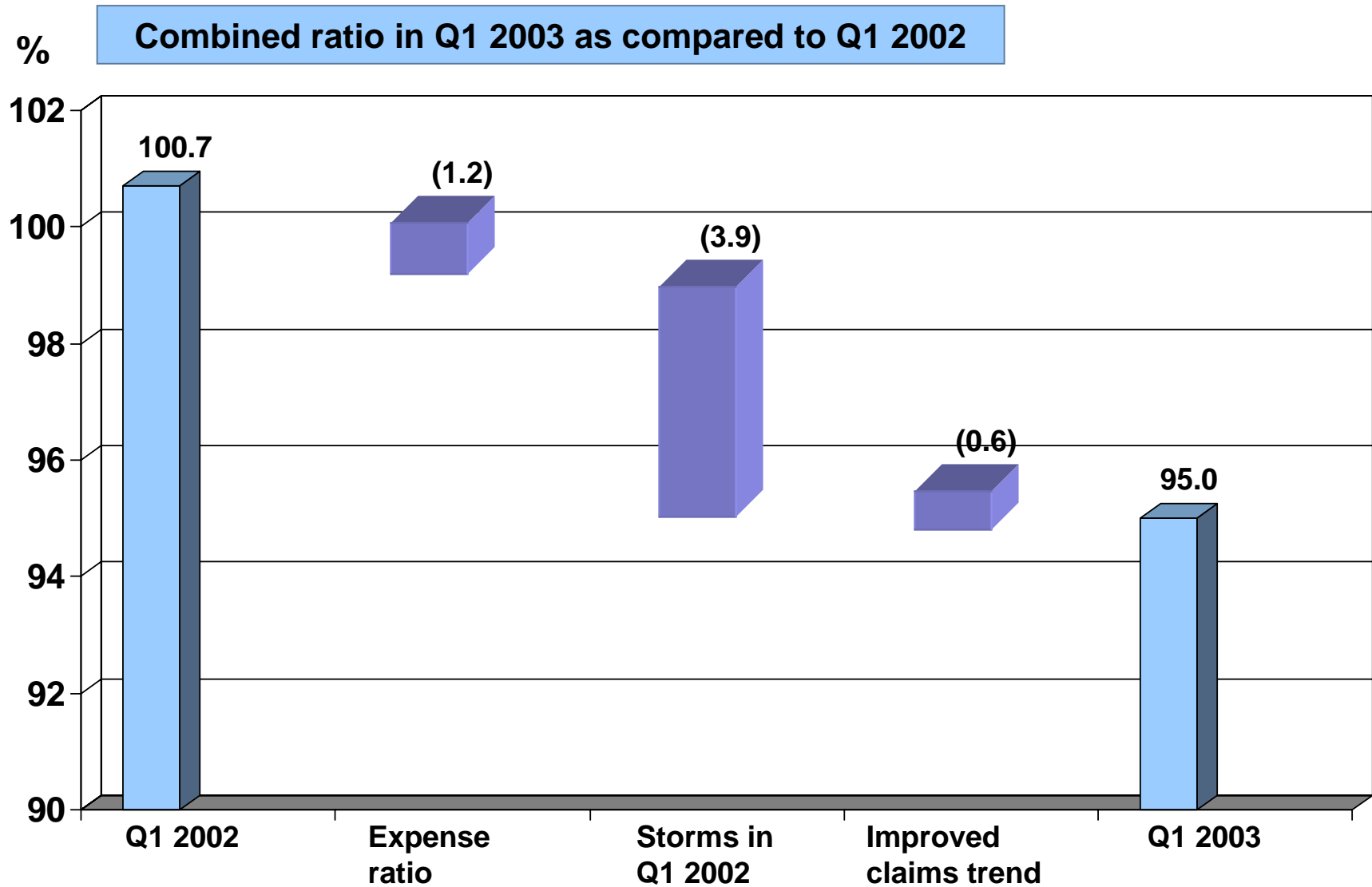


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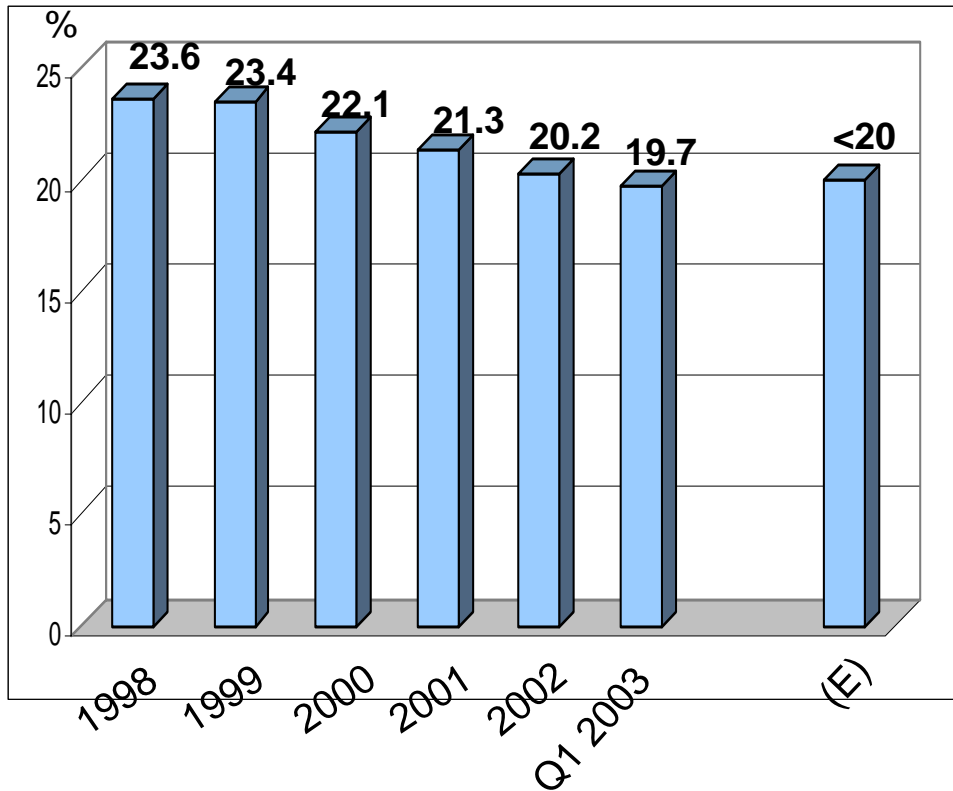
Improved combined ratio



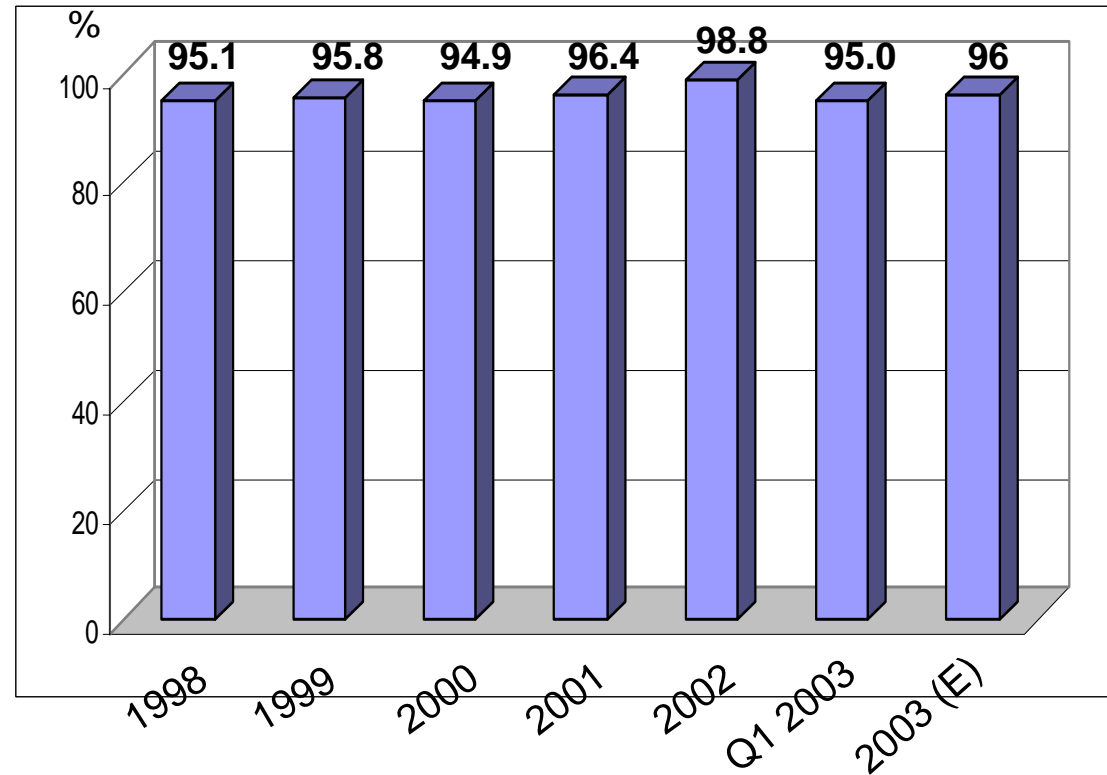
Non-life

Continued decline in expense ratio

Expense ratio



Combined ratio - excl. 1999-hurricane



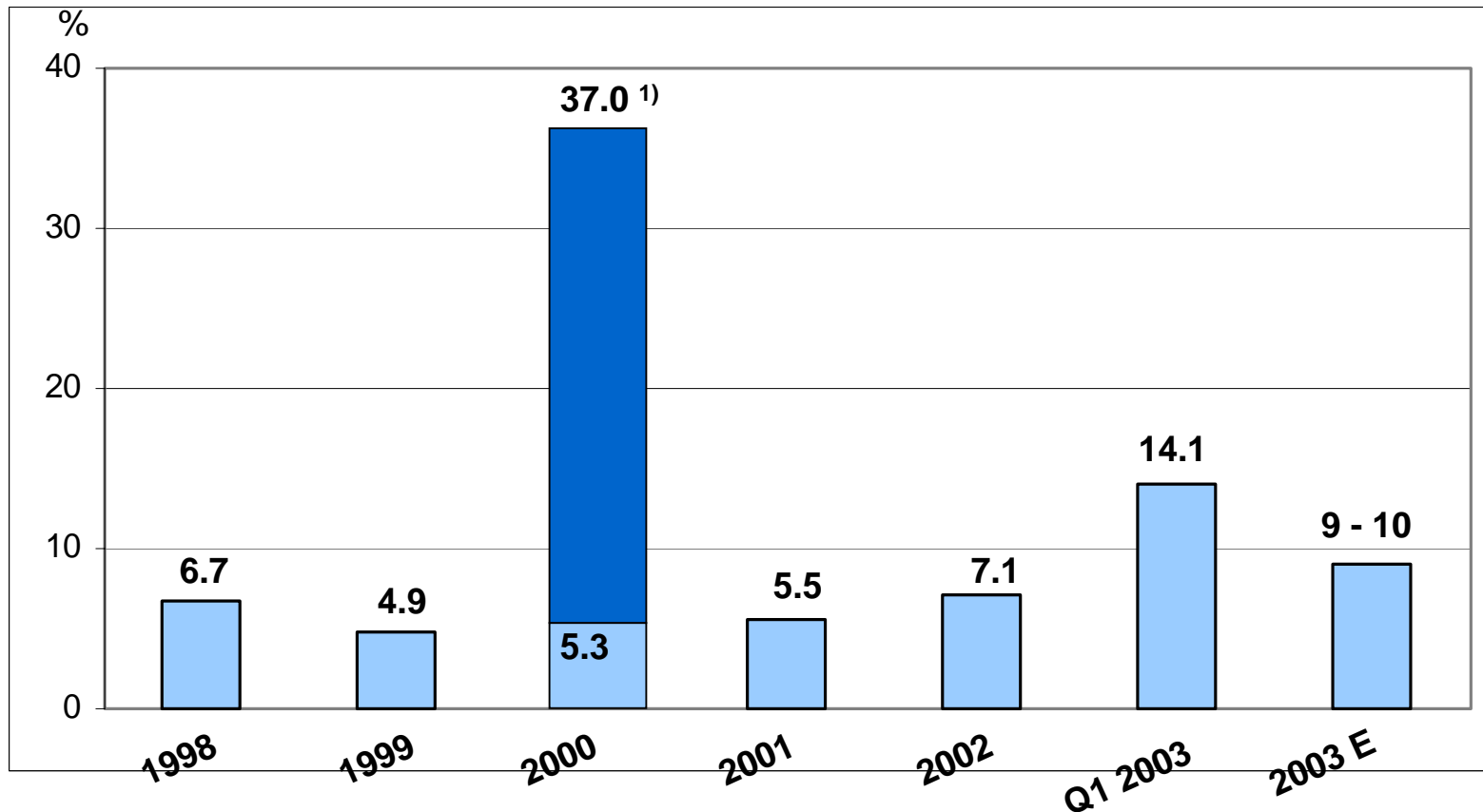
Non-life

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Growth in non-life premiums

Premium growth



¹⁾ Including the acquisition of Danske Forsikring / Danica Forsikring

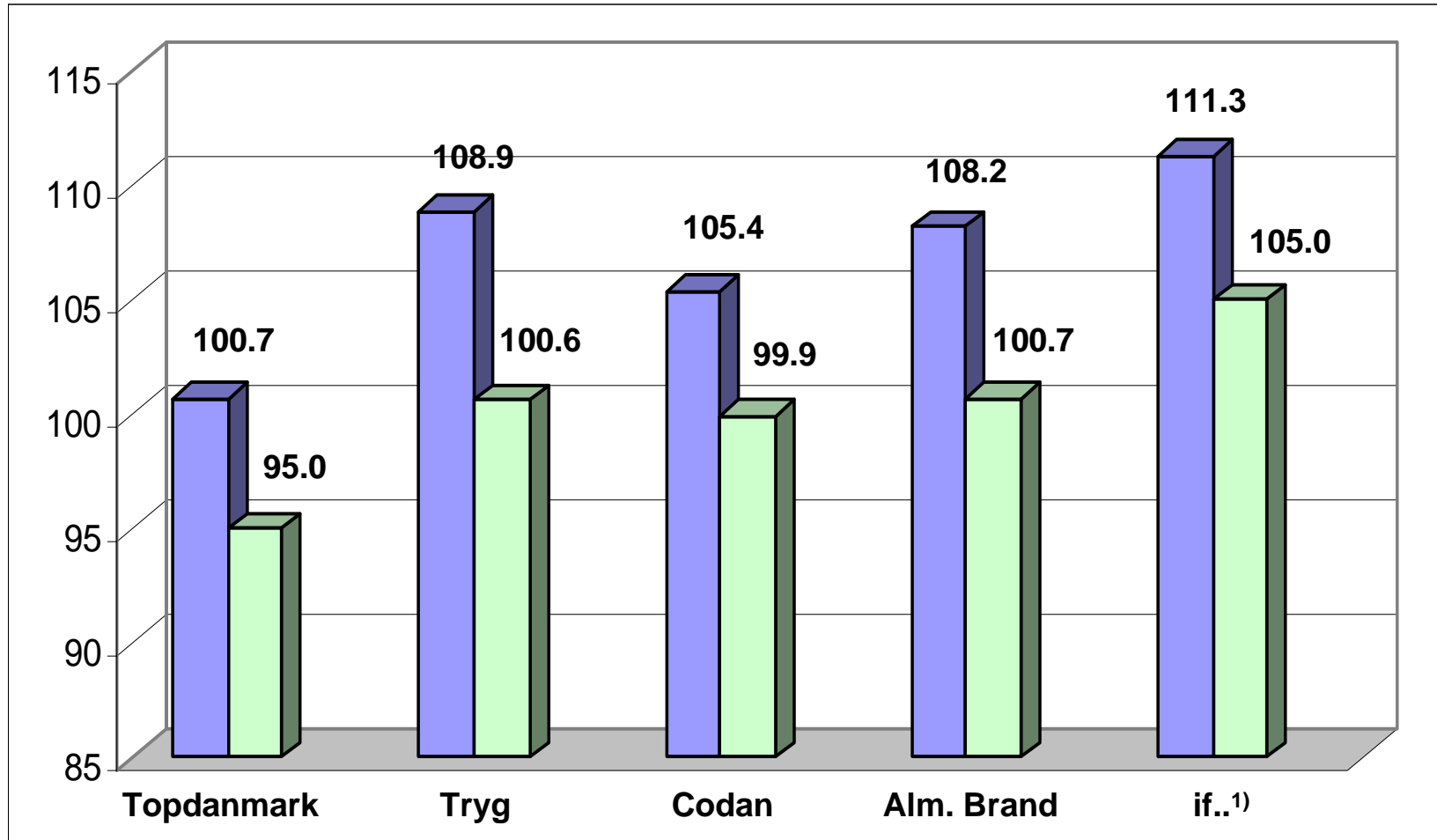


Non-life

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Topdanmark keeps the lead in combined ratio



1) if...’s Nordic business



Non-life



Prospects for non-life insurance

- Improved competitive position
- Expected premium growth 9 - 10% in 2003
 - Previously 8 - 10%
- Stability in reinsurance expenditure
- Build-up of equalisation provisions
 - DKK 24m in Q1 2003
- Expected combined ratio continues to be 96% for 2003
- Continued low investment income
 - Risk free interest rate 3.5% in 2002 - 2.8% in Q1 2003



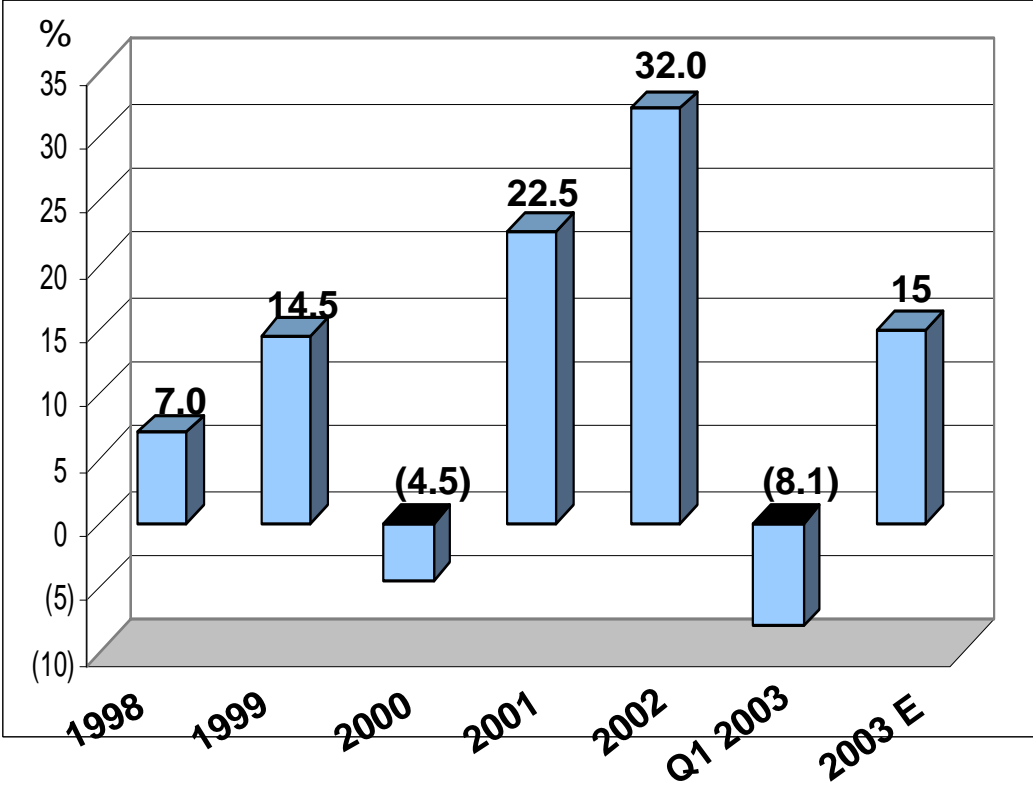
Non-life

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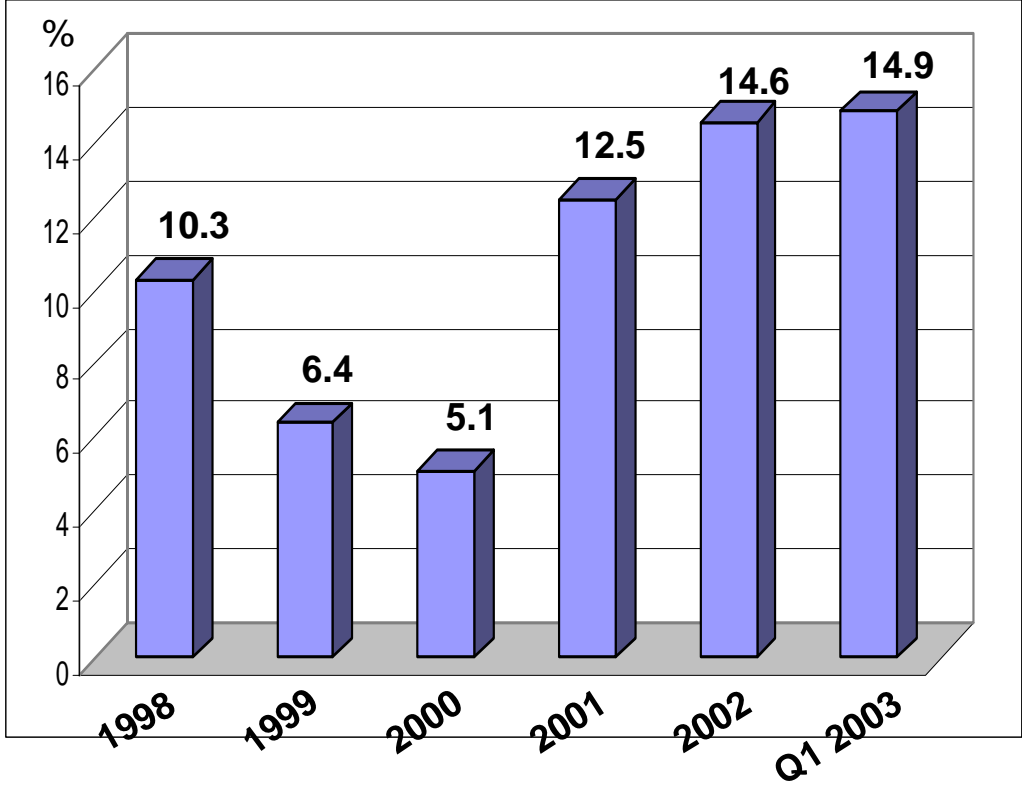


Increased growth in regular premiums

Premium growth
excl. BG Pension

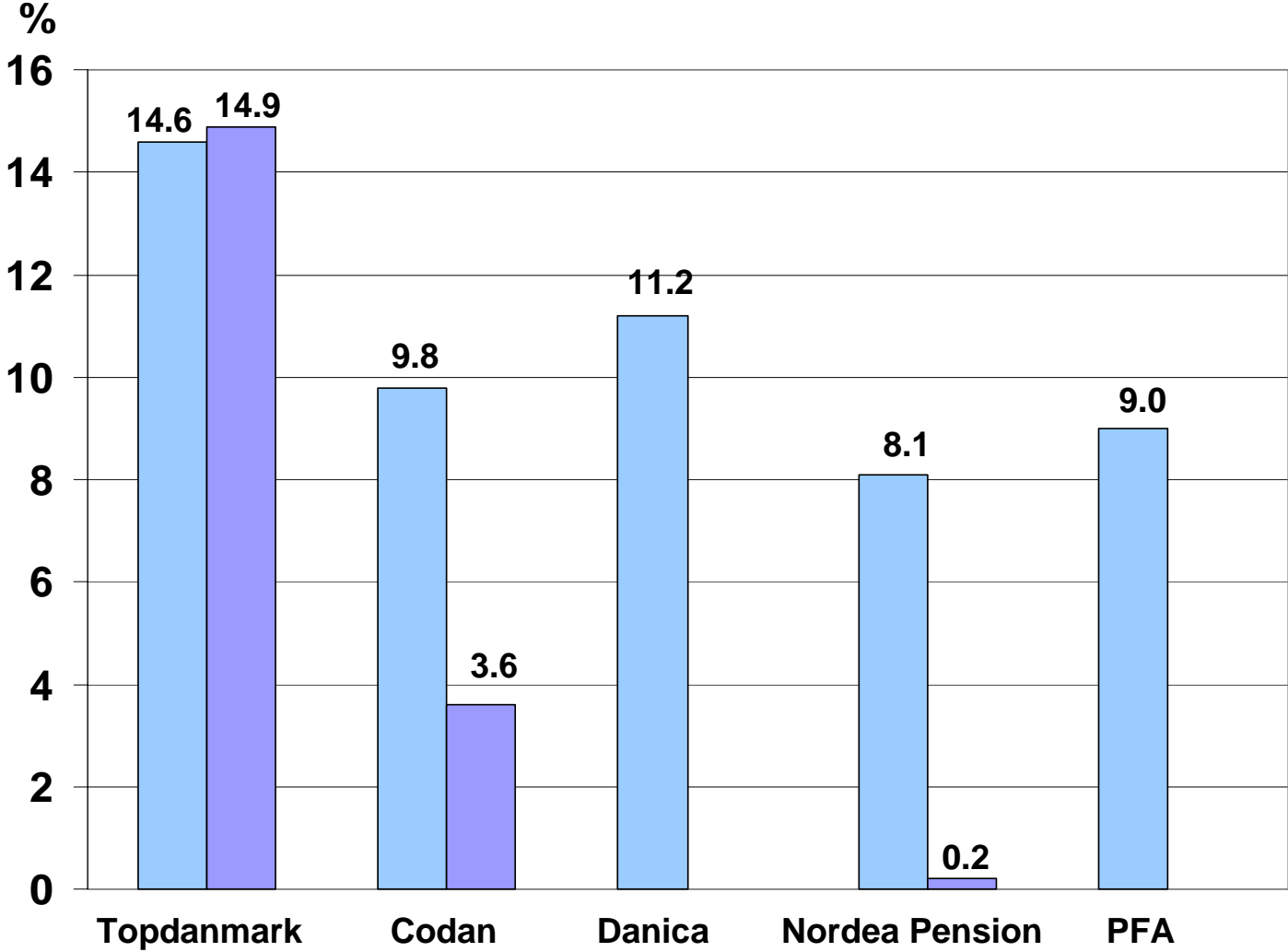


Trend in regular premiums
excl. BG Pension



Life

Trend in regular premiums



Regular premiums 2002

Regular premiums Q1 2003

Life



Growth expected to continue in Topdanmark Livsforsikring

- Improved competitive position
- Topdanmark receives more attention from brokers
- Increase in sales through own sales channels
- Expected increase in sales through banks and mortgage lenders
- Significant single premiums expected in remainder of year
- Expected 15% premium growth in 2003
- Larger buffer against losses on investment assets due to shift to market value policy
- Allowance for risk expected to be included in income from Q2 2003



Life

Topdanmark



Profit forecast for 2003

DKKm

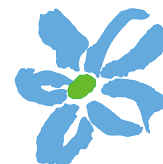
- Profit excl. shareholding in Danske Bank 425 - 525
- Profit on shareholding in Danske Bank 175 - 175
- Expected profit 600 - 700

Forecast assumptions based on share price on 19 May 2003



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Shareholding in Danske Bank

- Topdanmark's non-life business holds 11,525,466 shares in Danske Bank
 - equivalent to 1.6% stake
- Expect to sell most of shareholding after expiry of 3-year period, i.e. after September 2003
- Expect to invest proceeds in
 - Bonds
 - Portfolio equities
 - Share buy-back
- Sale of Danske Bank-shares
 - significantly reduces exposure to financial risk
 - reduces volatility in Topdanmark's results
 - increases share buy-back potential



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Opportunity to increase share buy-back in 2003

- Share capital reduced 38% from share buy-backs since 1998
- Annual Report 2002 expected DKK 350 - 450m share buy-back for 2003
- Increase in potential for 2003 due to upgraded profit forecast and trend in price of Danske Bank's shares
- Decision on any increase in buy-back to be made H2 2003
- 2003 to date DKK 151m shares bought back



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www.topfacts.dk

- a source of updated information on Topdanmark



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