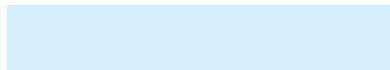


CREDIT OPINION

** 1 1

Pohjola Insurance Ltd



Summary

RATINGS

Pohjola Insurance Ltd

Domicile	HELSINKI, Finland
Long Term Rating	A2
Type	Insurance Financial Strength
Outlook	Stable

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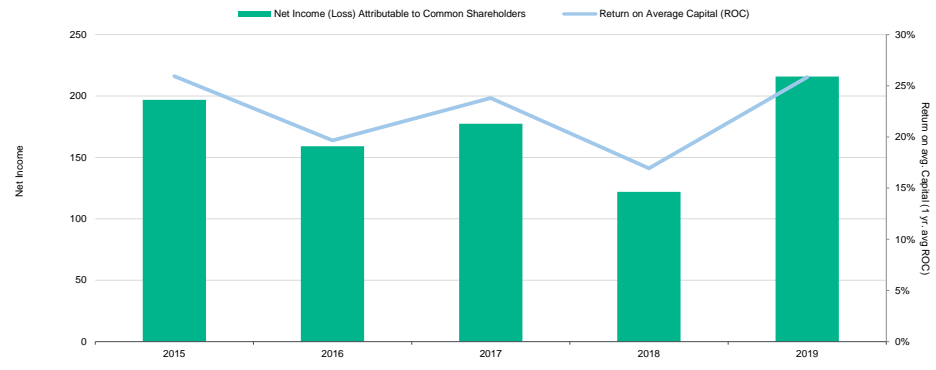
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Credit strengths

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Credit challenges

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Rating outlook

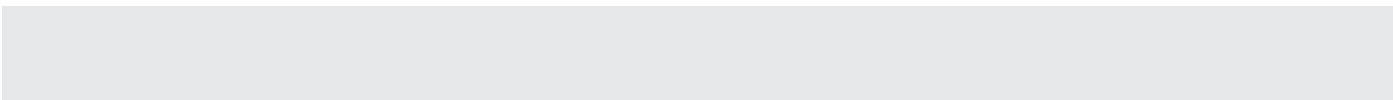
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Factors that could lead to an upgrade

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Factors that could lead to a downgrade

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Key indicators

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Pohjola Insurance Ltd [1][2]	2019	2018	2017	2016	2015
As Reported (Euro Millions)					
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Recent developments: Coronavirus outbreak

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Detailed credit considerations

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Insurance financial strength rating

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Market Position, Brand and Distribution: Market leadership in Finnish non-life market and very strong Pohjola brand

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Product risk and Diversification: good diversification by lines of business but limited geographic diversification

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Asset Quality: Material proportion of high risk assets constrains asset quality

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Capital Adequacy: Moderately strong Solvency II ratio based on capital management by the group

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Profitability: Very good historic profitability but significantly weaker in 2019 and 2020

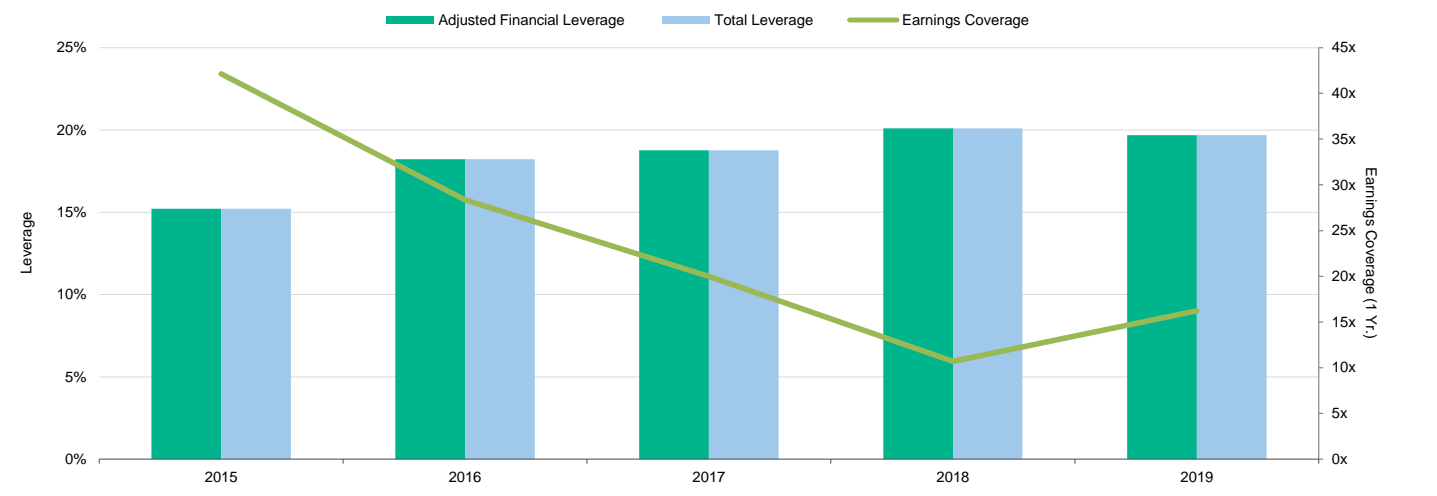
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Reserve Adequacy: No material reserve releases on a normalized basis paired with high sensitivity to changes in discounting factors

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Financial flexibility: Moderate leverage and benefitting from the group's access to funding

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Environmental, Social and Governance Considerations

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Social

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Governance

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Support and structural considerations

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Rating methodology and scorecard factors

Financial Strength Rating Scorecard [1][2]	Aaa	Aa	A	Baa	Ba	B	Caa	ScoreAdj	Score
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Market Position, Brand and Distribution (25%)									
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Product Focus and Diversification (10%)								"	?
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5								"	"
Asset Quality (10%)								"	?
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Capital Adequacy (15%)								?	"
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Profitability (15%)								"	"
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Reserve Adequacy (10%)								"	"
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Financial Flexibility (15%)								"	"
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Ratings

Category	Moody's Rating
POHJOLA INSURANCE LTD	
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OP CORPORATE BANK PLC	
8 = 9) "	
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Endnotes

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3=CC . "8H 5 ?1/7 > ?H C==>HF) ".1H /3) /.3 ".> =8 /) " /1/") C==>HF) 38 >/ 8" /.4) ")))C .) = 7 8 =5

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