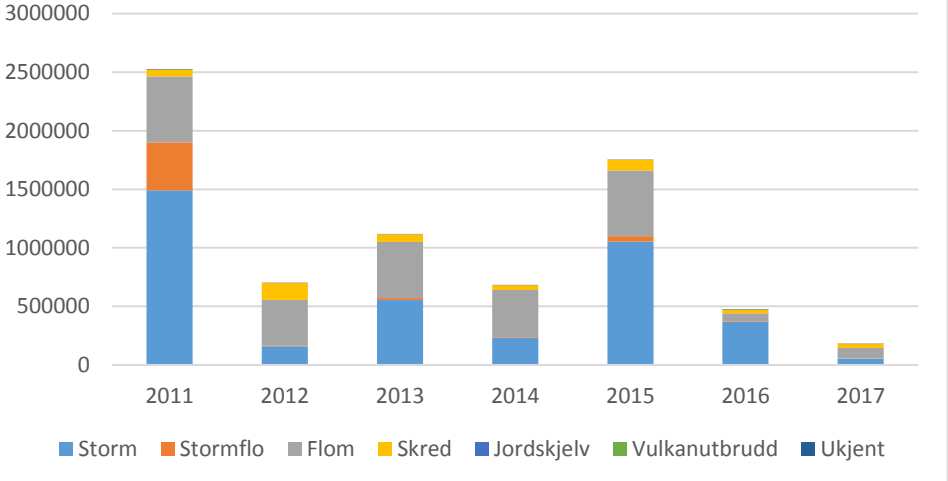


# Natural Catastrophes Insurance Cover

## Individual System Summary Updates

As of

|          |  |   |
|----------|--|---|
| <b>1</b> | <b>The name of the Cover</b>   | <i>Norwegian Natural Perils Pool – Administrated by Finance Norway</i>  |
| <b>2</b> | <b>Cover Purchase / Distribution Channels</b>                                      | <i>Established by law 1979. The Norwegian Natural Perils Pool was formed on 1 January 1980. Its activities are governed by the Natural Perils Insurance Act and the Rules for the Norwegian Natural Perils Pool. Natural perils insurance is a compulsory cover linked to fire insurance in Norway. All insurers providing fire cover in Norway must be members of the Pool. The purpose was to relieve the state-owned erasure scheme by introducing natural property insurance as a mandatory part of the fire insurance on buildings and Content.</i>  |
| <b>3</b> | <b>Coverage</b><br>(incl. perils, sum insured & premium etc.)                      | <i>The pool cover losses caused by landslide, storm, flood, storm flood, earthquake and volcanic eruption.<br/>Maximum limit on single event NOK 12,5 Billion.<br/>The premium rate is stipulated by the Pool Board, taking into account that the total premiums shall over time correspond to the NP's and the individual company's amount of loss and damage and administrative expenses.<br/>The natural disaster insurance premium shall be collected by all companies at the same rate on the fire insurance amounts and specified as a separate item in the policies. Since 2012 the Premium has been 0,07 ‰ of sum fired insured regardless of risk.</i> |
| <b>4</b> | <b>Claim Criteria / Loss Trigger</b>   | <i>By definition of certain objective limits in the Natural Disaster definitions linked to the coverage caused by landslide, storm, flood, storm flood, earthquake and volcanic eruption</i>  |
| <b>5</b> | <b>Current Risk Assuming and Transferring structure</b><br>(see following diagram) | <i>Current national sum fire insured &gt; NOK 18 trillions<br/>Given 0,07 ‰ premium income = NOK 1,26 billions<br/><br/>Reinsurance programme;<br/>Layer 1 NOK 2,500,000,000 xs NOK 1,500,000,000<br/>Layer 2 NOK 8,500,000,000 xs NOK 4,000,000,000</i>  |

|    |  |  |
|----|--|--|
| 6  | <b>Recent Loss events</b>                        |  <p>Year 2011 had a storm loss hitting the Reinsurance programme, since then there has only been smaller losses.</p>   |
| 7  | <b>Latest take-up rate</b><br>(Penetration rate) |  |
| 8  | <b>Current Accumulate reserves</b><br>(fund)     | <p>The member companies report natural property capital in their own accounts, so there is no overall overview of total funds.</p> <p>Conservative estimates can indicate that the funds totaling more than NOK 7 billion.</p> <p>The member companies' amount of capital depends on when they joined the pool, loss history, market share etc.</p>                          |
| 9  | <b>Website/ annual report Linkage</b>            | <p>Web-site:<br/> <a href="http://www.naturskade.no/en/">http://www.naturskade.no/en/</a><br/> <a href="http://www.naturskade.no/">http://www.naturskade.no/</a></p> <p>Statistics:<br/> <a href="https://www.finansnorge.no/statistikk/skadeforsikring/Naturskadestatistikk-NASK/">https://www.finansnorge.no/statistikk/skadeforsikring/Naturskadestatistikk-NASK/</a></p> |
| 10 | <b>Others</b>                                    |  |

## Current Risk Assuming and Transferring structure (diagram)