Storebrand Livsforsikring AS

Supplement to the Registration Document
dated 25.10.2021

Persons responsible

RESPONSIBLE FOR THE INFORMATION

Responsible for the information given in the Registration Document are as follows:

Storebrand Livsforsikring AS,
Professor Kohts vei 9,
1366 Lysaker,
Norway.

DECLARATION BY RESPONSIBLE

Storebrand Livsforsikring AS confirms that, to the best of its knowledge, the information contained in the Supplement to the Registration Document is in accordance with the facts and that the Supplement to the Registration Document makes no omission likely to affect its import.

Oslo, 01.07.2022
Kjetil Ramberg Krøkje -

Group Head of Finance & Strategy
Storebrand Livsforsikring AS

Information about the Issuer and its business

The information below should be read as a supplement to chapter 5 of the Registration Document dated 25 October 2021:

On June 14, 2022, S&P Global Ratings raised its long-term issuer credit and insurer financial strength ratings on Storebrand Livsforsikring to 'A' from 'A-' and the long-term issuer credit rating on Storebrand ASA to 'BBB+' from 'BBB'. The outlook is stable. They also upgraded the tier 2 subordinated issue ratings to 'BBB+' from 'BBB' and the AT1 issue rating to 'BBB' from 'BBB-'.

Storebrand has worked systematically with sustainability since 1995; climate neutral operations since 2008 and commitment to transition investment portfolios to net-zero GHG emissions by 2050, with intermediate 2025 targets.

Climate Action is an important Sustainable Development goal for Storebrand, both from a risk and an opportunity standpoint. Storebrand is committed to emphasize emissions reduction in the real economy and report on progress.

Storebrand has launched a new Green Bond Framework in line with ICMA principles and verified by Sustainalytics. Storebrands aim is to contribute to a growing market of sustainable green bonds and stimulate the market for sustainable investments and financing.

Administrative, management and supervisory bodies

The information below should be read as a supplement to chapter 6 of the Registration Document dated 25 October 2021:

BOARD OF DIRECTORS:

Vibeke Hammer Madsen has left the Board of Directors. Anne Kathrine Slumgård enters as a new Board Member, she is also the deputy chair in Investinor AS and the CEO in Trondheim Symfoniorkester. Hans Henrik Klouman is no longer board member of Exact Therapeutics AS or a member of the Corporate Assembly at Norsk Hydro ASA. However, in addition to his other activities outside the Company as mentioned in the Registration Document he is a board member of Taurus AS as well.

EXECUTIVE MANAGEMENT:

Geir Holmgren has resigned from his position as Managing Director of Storebrand Livsforsikring AS and Executive Vice President of the Storebrand Group. Lars Aa. Løddesøl is interim Managing Director of Storebrand Livsforsikring AS while also maintaining his position as Group CFO of Storebrand. Terje Løken has also left the executive management.

Financial information concerning the Issuer's assets and liabilities, financial position and profits and losses

The information below should be read as a supplement to chapter 8 of the Registration Document dated 25 October 2021:

The financial statements are prepared in accordance with the "Regulation on the annual accounts etc. of life insurance companies" for the parent company and the annual consolidated financial statements are prepared in accordance with EU-approved International Financial Reporting Standards (IFRS) and related interpretations and the interim report in accordance with IAS 34 Interim Financial Reporting.

The financial information is incorporated by reference from the Company's Annual Report 2021, and the Q1 2021 financial information is incorporated by reference from the Company's Q1 2021 report.

Storebrand Livsforsikring AS:

Group	**2021** *audited*	**Q1 2022** *unaudited*
Income statement	Page 40 - 41	Page 16 – 17
Balance sheet	Page 42 – 43	Page 18 - 20
Cash flow statement	Page 45	Page 22
Notes	Page 51 - 151	Page 28 - 38
Accounting principles	Page 51 - 61	Page 28
Auditor's report	Page 153 - 159	-

Issuer	**2021** *audited*	**Q1 2022** *unaudited*
Income statement	Page 46 - 47	Page 23 - 24
Balance sheet	Page 48 - 49	Page 25 - 26
Cash flow statement	Page 45	Page 22
Notes	Page 51 - 151	Page 28 - 38
Accounting principles	Page 51 - 61	Page 28
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Reports:
2021: https://www.storebrand.no/en/investor-relations/annual-reports/_/attachment/inline/7fc580b3-365b-4dd2-bd1f-fb03c9e92fee:896b4fa35853f9ec3aa9c0b2884c5903f5653240/Storebrand%20Livsforsikring%20AS%20Annual%20Report%202021%20ENG.pdf
Q1 2022: https://www.storebrand.no/en/investor-relations/quarterly-reporting/storebrand-livsforsikring-as/_/attachment/inline/6681beca-b338-477c-894c-3783d09d4538:2dee6f594471812be677375fb5710e028d30c27b/2022-1q-interim-report-storebrand-livsforsikring.pdf

The historical financial information for 2021 has been audited, the interim report is not audited.

DANICA

In December 2021, Storebrand announced that it has entered into an agreement to acquire Danica in Norway, which holds a market share of 5% in Defined Contribution pensions. This will strengthen Storebrand's presence in the segment for small and medium sized businesses, and it will increase Storebrand's distribution capacity of both Defined Contribution pensions and personal risk products. The transaction has received all the necessary regulatory approvals. Closing of the transaction is expected soon, but after the conclusion of the 2nd quarter 2022.

INCREASED INTEREST RATES AND INFLATION

Going into 2022, inflation was increasing due to supply-shortages. The trend has been reinforced as the Ukraine war has led to a surge in energy and raw-material prices. There is growing risk for the pick-up in inflation to be more than transitory. Higher inflation and expectations for central banks to gradually increase rates and reduce the monetary stimulus, has led to increased interest rates.

Rising inflation will increase costs and insurance claims in Storebrand. In Storebrands business, pension premiums and insurance premiums are often directly linked to wage inflation, which will automatically result in premium growth for Storebrand. In products like P&C insurance, Storebrand will increase prices to mitigate the potential increase in claims.

The flipside of higher inflation is higher interest rates. Short term, this has led to lower investment returns and reduced customer buffers. The effect on the financial result is limited. Longer term, higher rates are positive for Storebrands customers and shareholders. Higher rates make it easier to achieve the promised returns for guaranteed pension products, with prospects of higher profit sharing. This increases pension payments as well as profits. The company capital, which amounts to over 30bn NOK, will also yield better returns. Higher rates also improve the solvency ratio and reduces solvency risk.

SOLVENCY II REVIEW

The European Commission presented proposals for changes in the Solvency II standard model in September 2021. The Commission's proposals differ significantly compared to earlier proposals from The European Insurance and Occupational Pension Authority (EIOPA).

Storebrand currently applies the standard model. In the review, changes to the interest rate risk module could increase the solvency capital requirement for Norwegian and Swedish insurers. The Commission's proposals appear more representative for Norwegian and Swedish interest rates than earlier proposals from EIOPA. The Commission also proposes changes that could have offsetting effects to increased capital requirements, such as a reduced risk margin. Several changes are proposed in the calculation of the volatility adjustment as well as an increased interval for the symmetric adjustment for equity risk. As they are currently outlined, the Commission's proposals are not expected to have a significant overall impact on Storebrand's solvency ratio.

The Commission has not outlined a timeline for the further process on adapting changes in the standard model. Storebrand expect final conclusions to be drawn by the Commission, the Parliament and the Council in 2022. This will be followed by work on delegated acts and guidelines. Changes are not expected to enter into force until 2024-2025. The Commission will consider a phasing-in period of five years for new rules related to the calculation of interest rate risk and the new extrapolation method for interest rates will be phased in gradually until the end of 2031.

OTHER STATEMENTS FOR THE GROUP

In the 3rd quarter 2021, Storebrand acquired real estate manager Capital Investment in Denmark to expand our offering of alternative assets.

In April 2022 Storebrand Livsforsikring AS received a decision from The Norwegian Tax Administration (TNTA) regarding the uncertain tax position for the income year 2018, and the transitional rules related to new tax legislation for life insurance and pension companies introduced in 2018. New information in the decision received resulted in a tax income of approximately NOK 550 million being booked in the 1st quarter 2022.

Storebrand still disagrees with significant parts of TNTA's interpretation of the transitional rules and will challenge the decision. Information related to uncertain tax positions is described in more detail in note 27 of Storebrand ASA's and note 28 of Storebrand Livsforsikring AS's annual accounts for 2021.

Other than the above there are no governmental, legal or arbitration proceedings (including any such proceedings which are pending or threatened of which the Issuer is aware), during a period covering at least the previous 12 months which may have, or have had in the recent past, significant effects on the Issuer and/or Group's financial position or profitability.

Storebrand Livsforsikring AS issued in May 2022 a new green subordinated Tier 2, ISIN NO0012531740, in the amount of NOK 650 million with a coupon of 3 month Nibor + 2.60% per annum. The maturity date for the bonds will be 27 May 2052 and the issuer has a first call option on 27 May 2027.

In conjunction with the new green bond issuance Storebrand Livsforsikring AS has repurchased SEK 102 million of the outstanding bonds with ISIN NO0010810237 at a price of 100.623% of par.

Other than this, there is no significant change in the financial position of the Group which has occurred since the end of the last financial period for which either audited financial statements or interim financial statements have been published. Furthermore, there has been no material adverse change in the prospects of the Issuer since the date of the last published audited financial statements, and there is no significant change in the financial performance of the Group since the end of the last financial period for which financial information has been published to the date of the Registration Document.

There are no recent events in particular to the Issuer which are to a material extent relevant to the evaluation of the Issuer's solvency.

There are no material contracts that are not entered into in the ordinary course of the Issuer's business, which could result in any group member being under an obligation or entitlement that is material to the Issuer's ability to meet its obligation to security holders in respect of the securities being issued.