



Webcast – 16 August 2007
H1 2007

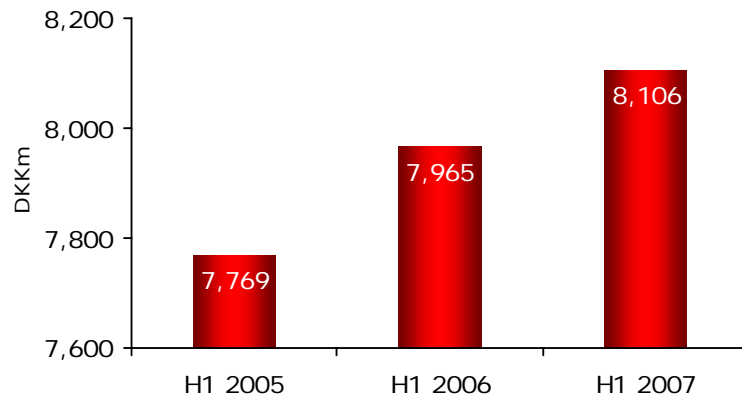
Highlights H1 2007

- Pre-tax result improved by DKK 394m to DKK 1,745m and as a consequence the outlook for pre-tax in 2007 is upgraded 15% to DKK 3,1bn
- Outlook for premium growth upgraded to 4% from 3.3% due to premium growth of 2.8% in local currency combined with several premium increases from 1 July 2007
- Strong performance in number of issued policies – growth of 135,000 of which 71,000 come from Finland and Sweden
- Reduction in expense ratio in Denmark + Norway, while increase of 1% in FI + SE

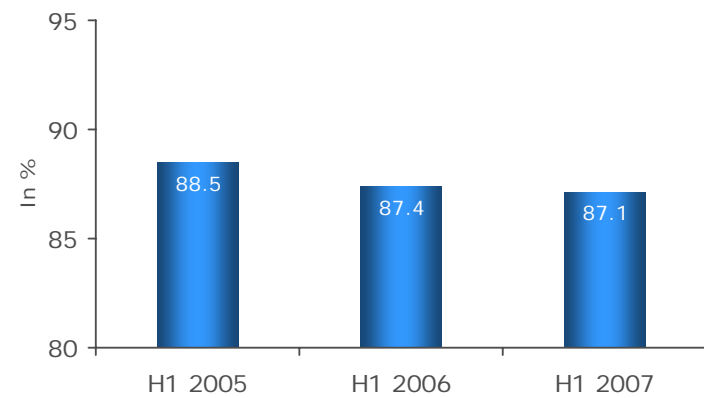
- **Positive performance in renewal rates and increasing momentum in sales to new customers**
- **LEAN introduced in the Group**
- **Price reduction in auto insurance for young females in Denmark**
- **Premium increase in workers' compensation in Denmark as well as selected products in Norway**
- **Large claims of DKK 473m in H1 2007 compared to expected DKK 410m in a normal year**

Development in earnings and key ratios

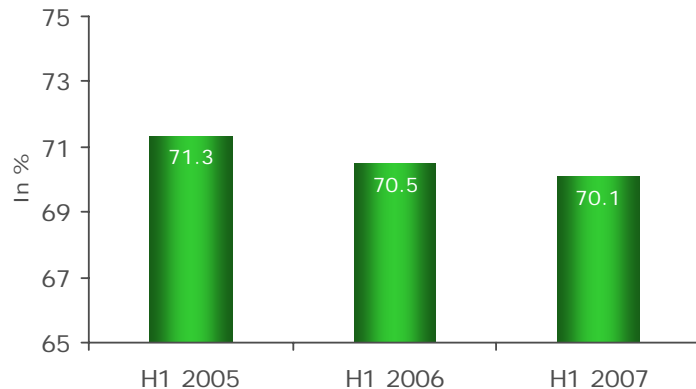
Gross premium earned



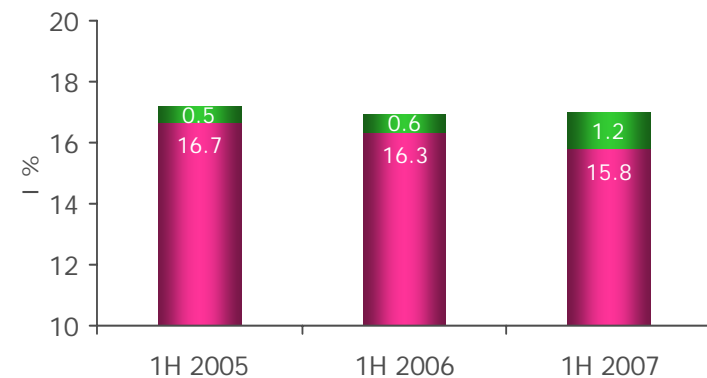
Combined ratio



Claims ratio net of ceded business

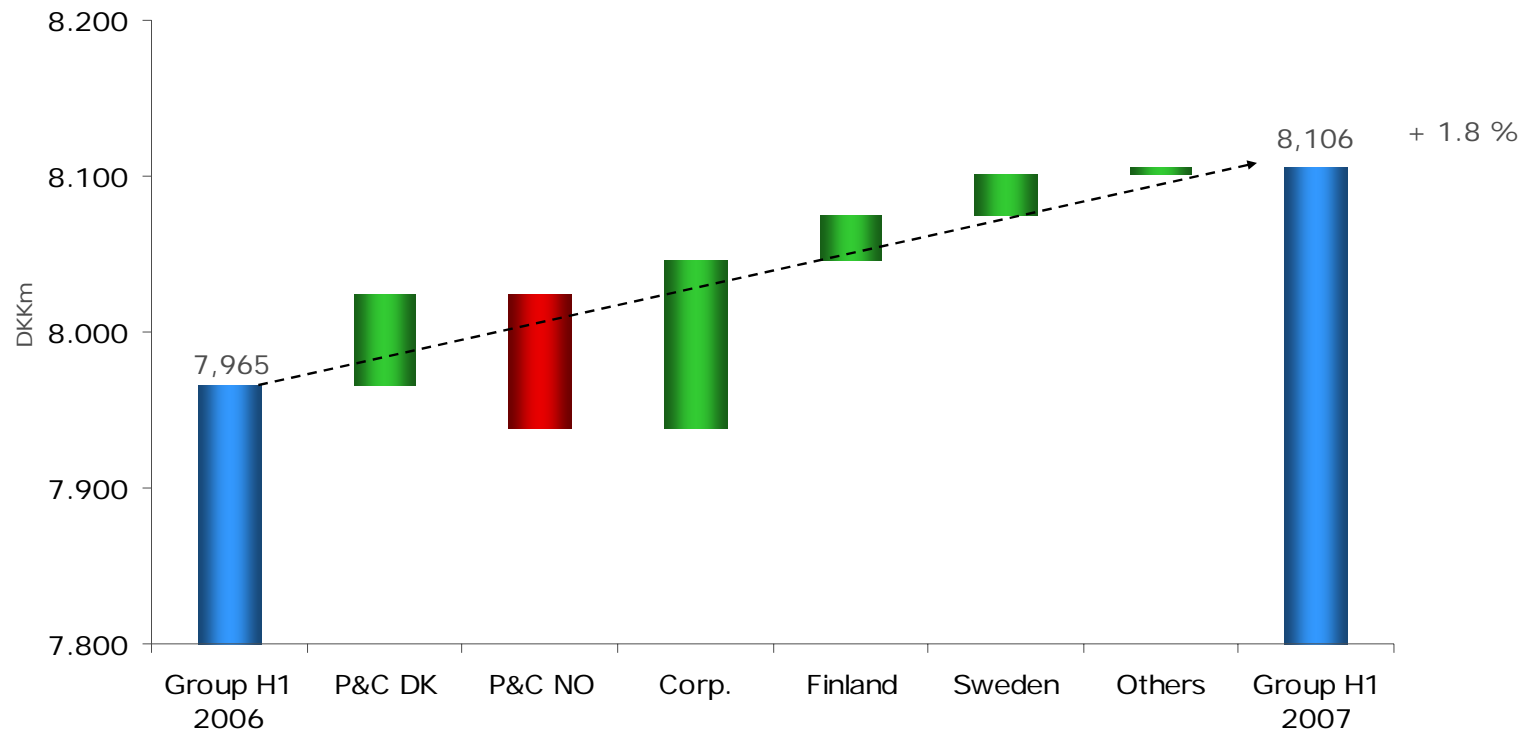


Expense ratio, Gross



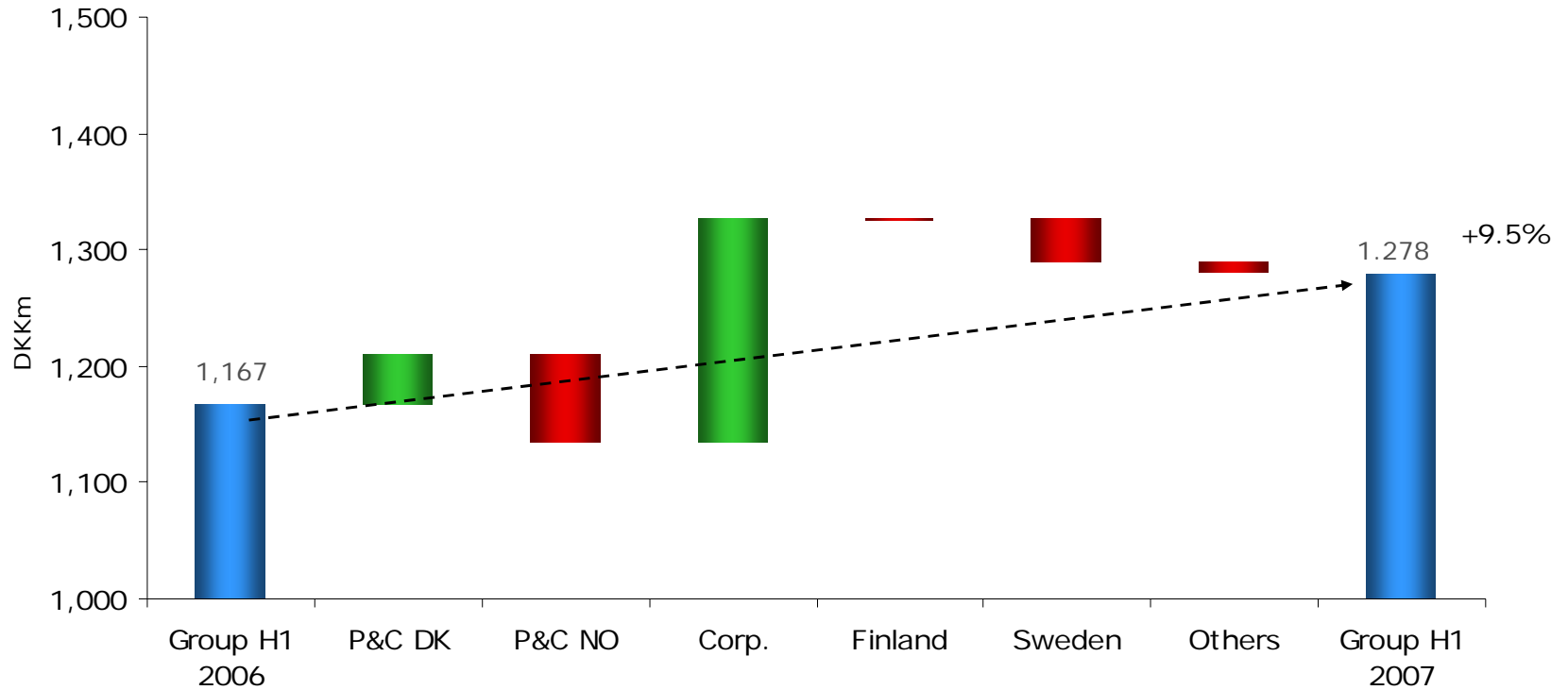
■ Denmark & Norway ■ Finland & Sweden

Gross premium drivers



Note: H1 2007 less H1 2006 – green indicates increase, red indicates reduction

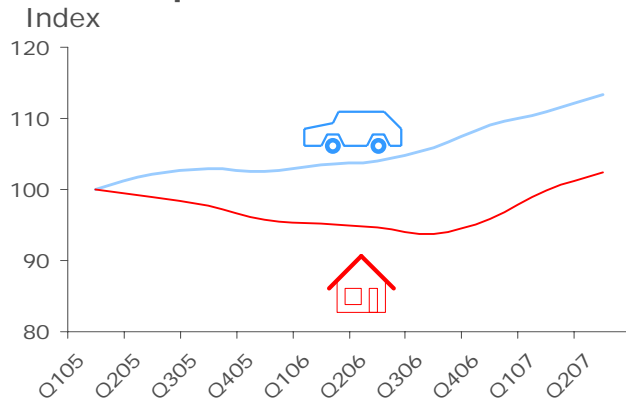
Technical result drivers



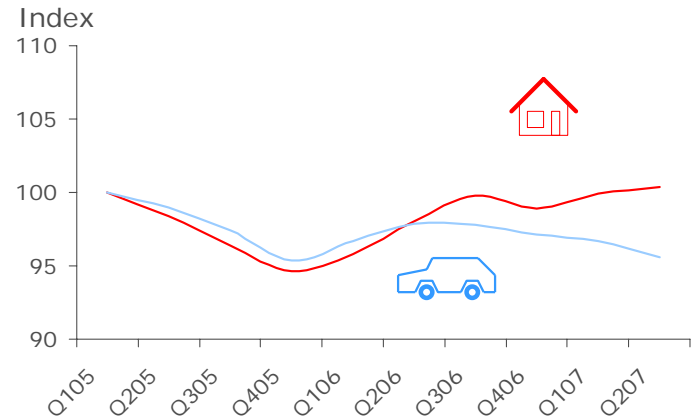
Note: H1 2007 less H1 2006 – green indicates increase, red indicates reduction

Frequency and average claims

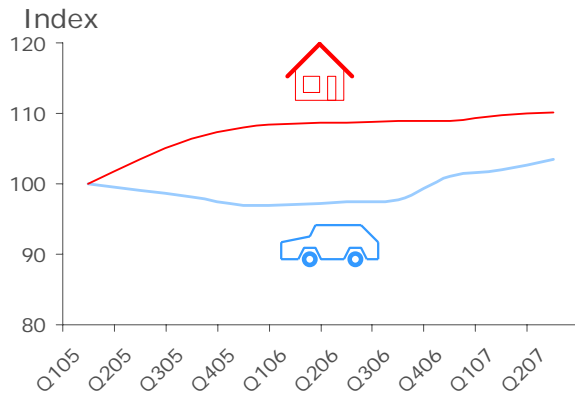
Frequencies in Denmark



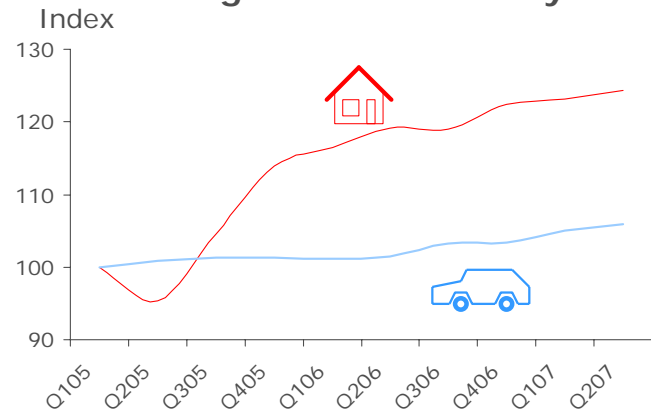
Frequencies in Norway



Average claim in Denmark

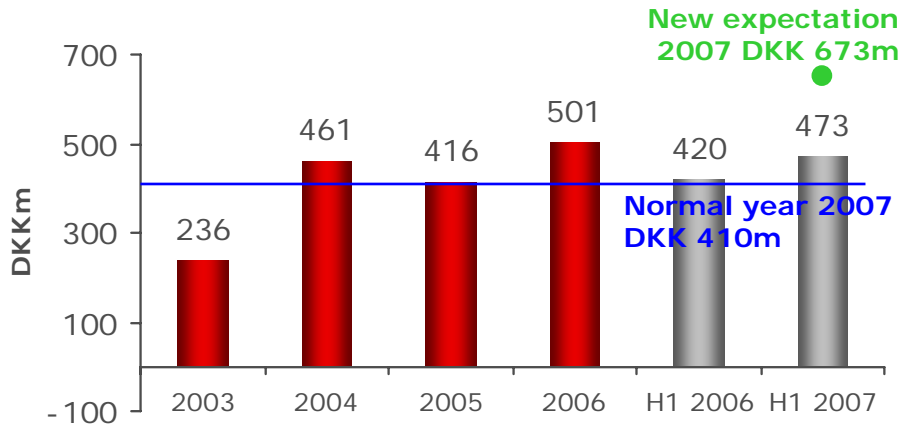


Average claim in Norway

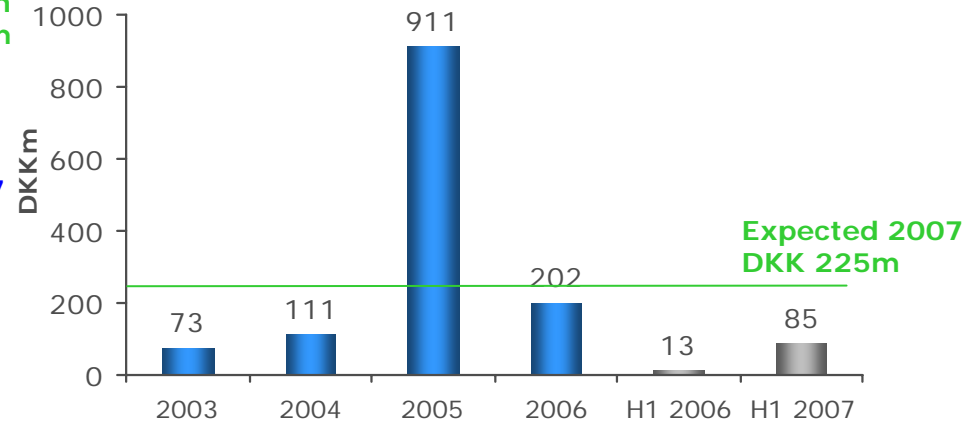


Claims

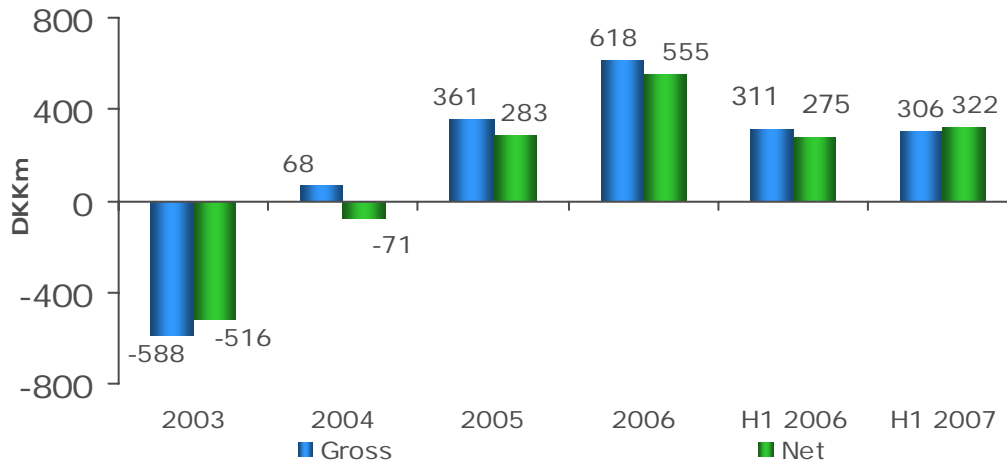
Large claims



Weather related claims



Run-offs



- Tendency to more frequent storms and heavy rain
- Climate changes can trigger premium rises in certain areas
- We will await further development before taking any actions



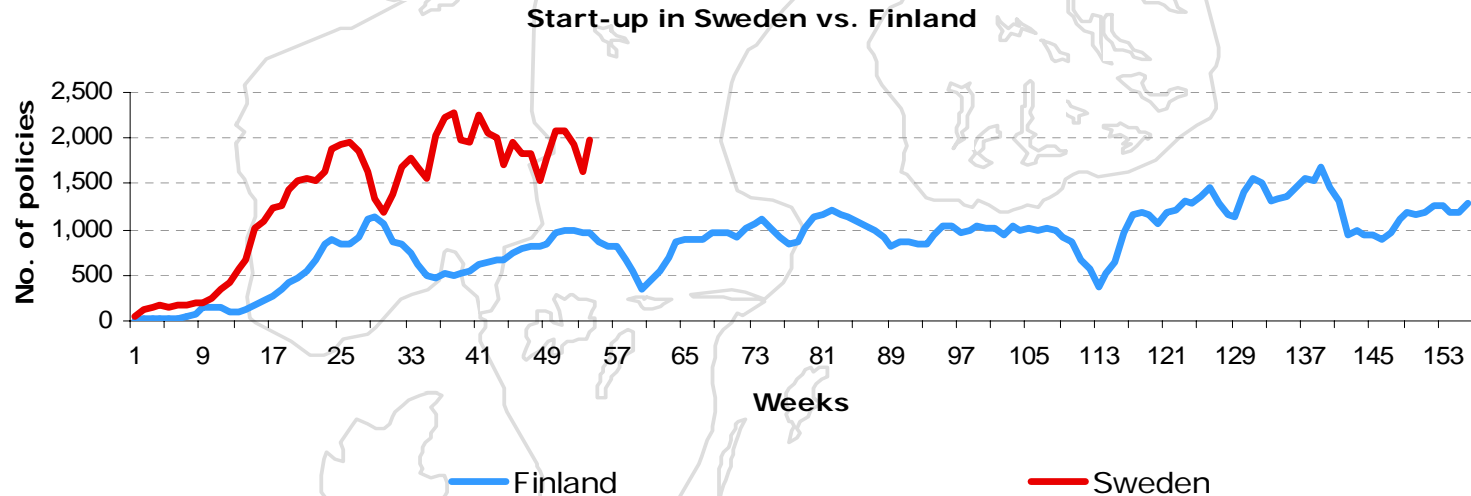
H1 2007 highlights in Finland

- Gross earned premiums grew 32.2% to DKK 119m
- Number of policies issued grew by 23,000
- Claims ratio of 74.7 illustrates the solid risk selection process and method
- Cost ratio in Private declined to 27% from 44% and including the expansion within Commercial to smaller business customers the cost ratio was 47.1% in H1 2007
- Combined ratio for Private was 103.5 compared to 123.3 in H1 2006



H1 highlights in Sweden

- Gross earned premiums of DKK 26m – and DKK 17m in Q2 alone
- Number of policies issued grew 47,000 in H1 equaling aprx. 2,000 per week. The expansion is in line with targets and positioning strategy
- Annual premiums at 30 June 2007 was SEK 160m, up from SEK 60m at the beginning of 2007



Morten Hübbe - CFO



H1 2007 highlights in P&C Denmark

- Premium growth of 1.8% to DKK 3,263m. Q2 growth of 3.5% to DKK 1,642m, despite approx. 3% reduction in average premiums in Auto insurances
- Total number of policies issued grew 38.000
- Claims ratio of 66.5 versus 67.2, despite more weather related claims in 2007
- Cost ratio of 17.3 versus 16.9 due to strengthening of provisions for vacation allowances in H1 2007



H1 2007 highlights in P&C Norway

- Gross earned premiums of DKK 2,178m – a reduction of 1.2% in local currency (3.8% in DKK). Reduction of 1.1% (4.3% in DKK) in Q2 2007. Average premiums fell approx. 1% in Auto and Villa insurances
- Number of policies issued grew 24.000
- Premium increases as of 1 July 2007 in selected products bodes for higher premium growth in H2 2007
- Claims ratio of 73.4 versus 68.4 due to more claims in the property segment. Isolated impact from this is 3.6%
- Cost ratio of 20.4 versus 21.3 despite wage inflation of approx. 5%



H1 2007 highlights in Corporate

Growth in gross premium earned of 5.5% in local currency to DKK 2,520m and Q2 growth of 6.6% in local currency to DKK 1,291m due to strong performance in new sales and high retention

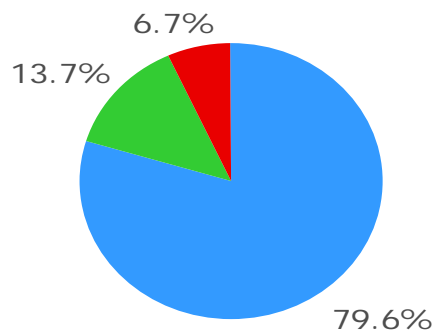
- Annual premiums passed DKK 5bn in Q2 2007
- Claims ratio of 71.5 versus 76.8 despite large claims of DKK 354m in H1 2007
- Cost ratio of 10.4, down 1.2



H1 highlights of investment activities

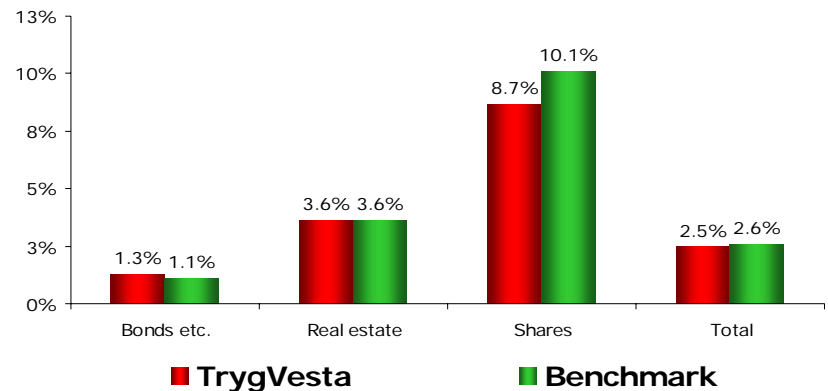
- Return on investment activities before other financial income and expenses of DKK 923m in 2007 compared to DKK 466 in H1 2006
- Return on investment activities after technical interest of DKK 474m vs. DKK 193m in H1 2006
- DKK 37.2bn in investment assets ultimo June 2007
- Approx. 10% of equities were sold in Q2 – equities holding reduced to 13.7%

Distribution of assets ultimo June 2007



■ Bonds etc. ■ Equities ■ Real estate

Return on investment activities in %



Outlook 2007

DKKm	Realised 2006	Outlook 28 Feb 2007	Outlook 9 May 2007	Outlook 16 August 2007	Favorable scenario	Negative scenario
Premium growth	2.0%	3% (*)	3% (*)	4% (*)		
Technical result	2,512	2,050	2,250	2,450	2,600	2,300
Return on investment activities	1,228	500	500	700		
Result before tax and discontinued business	3,709	2,500	2,700	3,100		
Result after tax and discontinued business	3,211	1,850	2,000	2,400	2,500	2,250
Combined ratio	86.4	91	89	88	87	89

* In local currency

On 21 June 2007, TrygVesta upgraded the outlook for premium growth in 2007 to 3.3% from 3%

Outlook 2007

- Gross premium growth of 4% in local currency
- Combined ratio of 87-89 assuming zero run-offs in Q3-Q4

Medium term targets

- Combined ratio: 90-92
- Return on equity (after tax): 19-21%

Return on investment activities
outlook for H2 is based on:

Shares	7.0%
bonds	5.1%
Real property	6.0%

Update on capital structure and ratings

Current capital structure (DKKm)

	<u>June 30, 2007</u>	
Equity	9,135	89 %
Hybrid	1,098	11 %
Other capital	0	0 %
Total	<u>10,233</u>	<u>100 %</u>
Credit lines	2,000	
(Equity + hybrid – dividend) / NPE		65.5 %

Ratings

- S&P: "A-" (strong), stable outlook
- Moody's: "A2" (strong), stable outlook

Dividend policy

- Payout of 50% of the result after tax
AND
- Stock buy backs for additional surplus capital

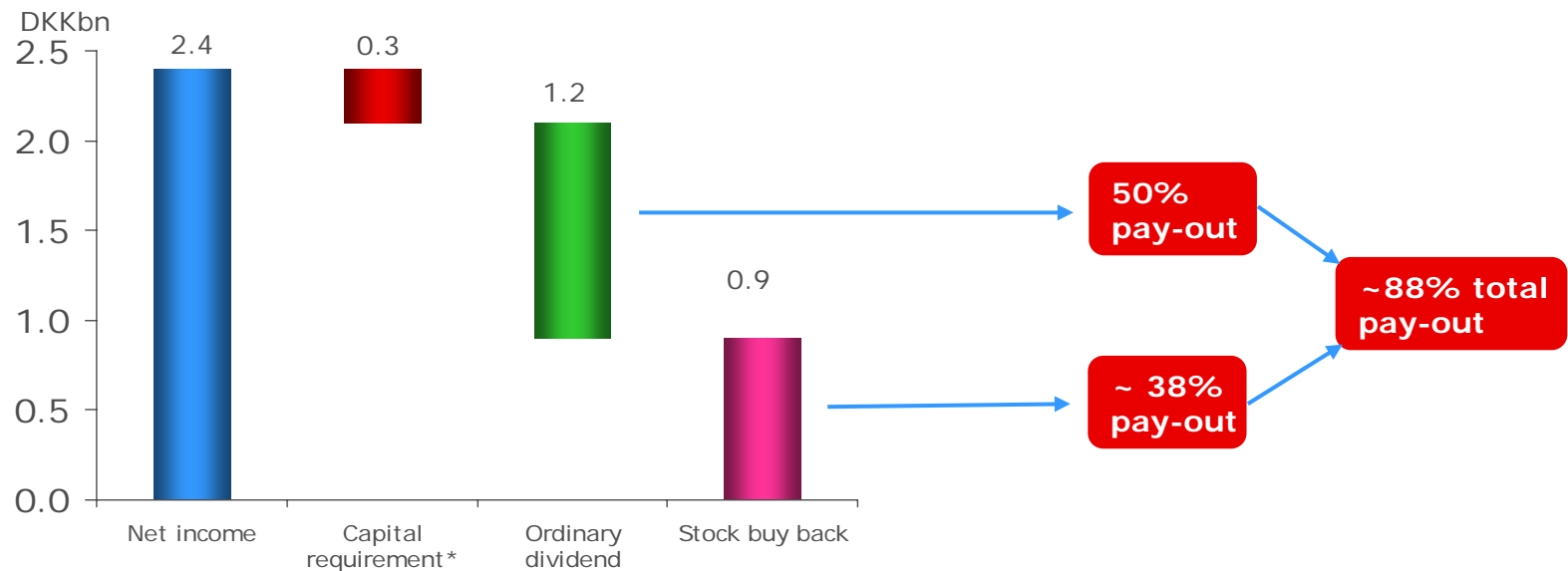
Strong new dimension to capital approach

Return to shareholders policy – June 2007:

Dividend: 50% of annual result after tax

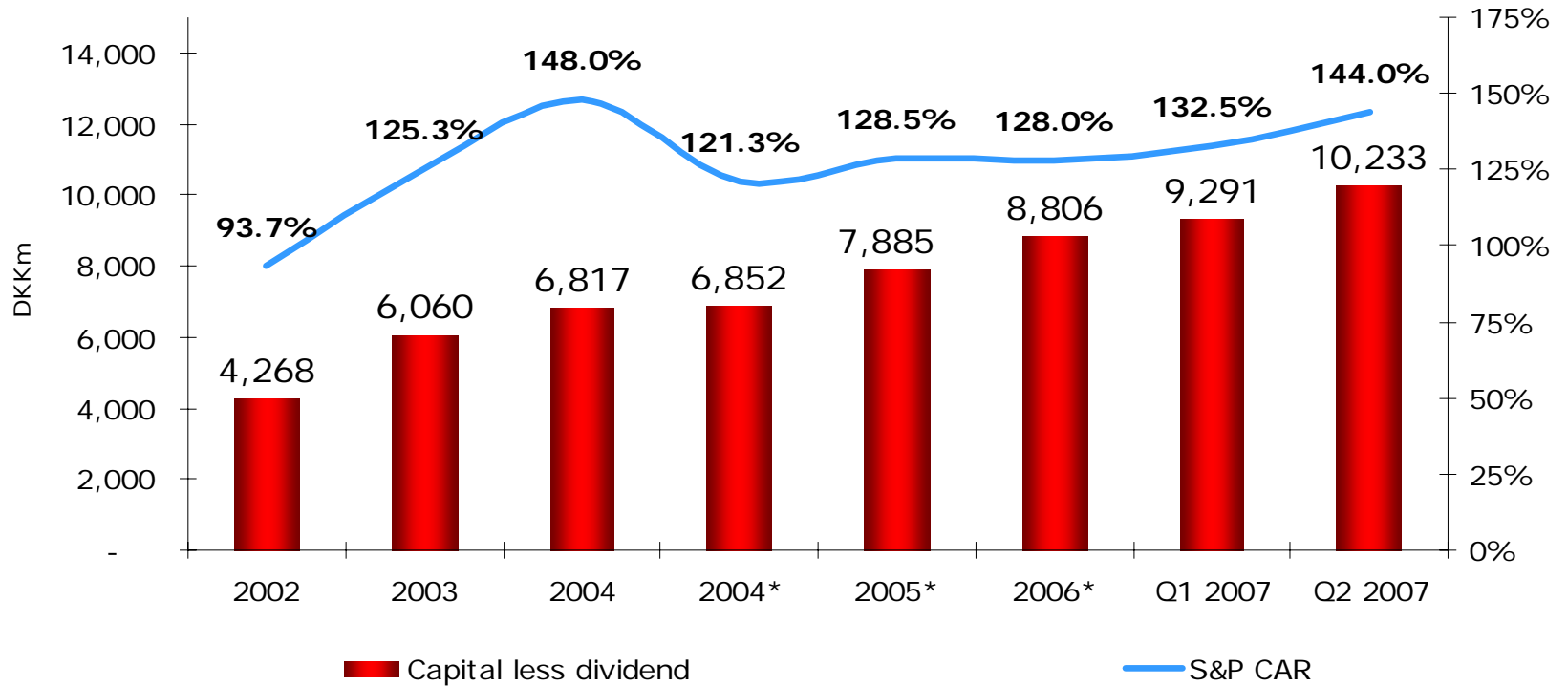
Stock buy back: surplus capital above dividend payout

Example based on Outlook 2007



* Capital requirement is based on assumption of 4% growth in gross premiums and subsequent increase in capital requirement

Capitalisation



* IFRS. Previous years are Danish GAAP.



Questions please...