

Länsförsäkringar Alliance

INTERIM REPORT, JANUARY – SEPTEMBER 2006

Summary

- Continued strong profitability within non-life insurance operations. The technical result amounted to SEK 1,873 M (2,055).
- Profit from life assurance and unit-linked insurance amounted to SEK 7,106 M (3,430). Premium income rose by 8% to SEK 7,222 M (6,670). Investment income amounted to SEK 4,616 M (14,221).
- Operating income from bank operations amount to SEK 172 M (150) before loan losses. Lending to the public rose by 16% to SEK 52 billion (45). Deposits from the public rose by 14% to SEK 24 billion (21).
- The number of customers in the regional insurance companies at the end of the third quarter was 3,179,000, an increase of slightly more than 32,000 during the first nine months of the year.

Figures in parentheses pertain to the corresponding period in 2005.



Tommy Persson, Managing Director of Länsförsäkringar AB, the Alliance's jointly-owned company:

Länsförsäkringar is performing well. The earnings trend remains strong in non-life insurance, life assurance and banking. It is particularly pleasing that the work with refining the fund offering has led to the regional insurance companies now having one of the best offerings in this area. The focus on enhancing efficiency and profitability in recent years has created a substantial position of strength for the future. We are now entering an era of new challenges for Länsförsäkringar.

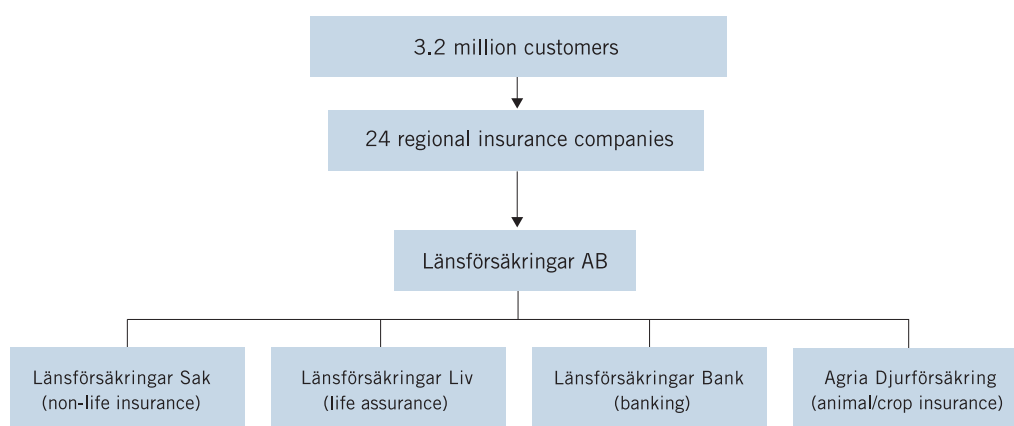


The Länsförsäkringar Alliance is neither a legal entity nor, in the legal sense of the term, a Group; it is an alliance between 24 independent regional insurance companies that jointly own Länsförsäkringar AB. Länsförsäkringar's earnings from non-life insurance consist of the total of the earnings of the 24 regional insurance companies and of the jointly-owned Länsförsäkringar AB, excluding life assurance and banking.



Länsförsäkringar Alliance in brief, third quarter 2006

The Länsförsäkringar Alliance consists of 24 local, customer-owned regional insurance companies and the jointly owned Länsförsäkringar AB, with subsidiaries in non-life insurance, life assurance, unit-linked insurance, banking, fund management and animal insurance. The organization is based on a strong belief in local presence, and customer contact always occurs at the regional insurance companies. Economies of scale are achieved through Länsförsäkringar AB, and service and strategic development efforts create possibilities for the regional insurance companies to be successful in their respective markets. The regional insurance companies offers a wide range of insurance, bank services and other financial solutions for companies and private individuals. The number of customers is approximately 3.2 million and the Länsförsäkringar Alliance has slightly more than 5,500 employees.



LÄNSFÖRSÄKRINGAR ALLIANCE, NON-LIFE INSURANCE

	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005
Premiums earned after ceded reinsurance, SEK M	12,259	12,057
Technical result, SEK M	1,873	2,055
Operating income, SEK M	3,111	5,672
Combined ratio	90	89

LÄNSFÖRSÄKRINGAR AB GROUP, EXCL. LIFE ASSURANCE

	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005
Technical result, SEK M	245	235
Operating income, SEK M	332	1,435
Solvency margin, %	472	469

LÄNSFÖRSÄKRINGAR BANK

	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005
Deposits from the public, SEK M	23,759	20,910
Lending to the public, SEK M	52,387	45,112
Operating income after loan losses, SEK M	147*	106

* Includes nonrecurring item in Wasa Kredit.

AGRIA DJURFÖRSÄKRING

	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005
Premiums earned after ceded reinsurance, SEK M	702	625
Technical result, SEK M	56	56

LÄNSFÖRSÄKRINGAR LIV (LIFE ASSURANCE)

	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005
Premium income, net, SEK M	7,222	6,670
Net profit for the period, SEK M	7,106	3,430
Solvency ratio, %	134	125
Collective consolidation, %	111	111

Länsförsäkringar Liv is a limited company but operates according to mutual principles and all profits accrue to policyholders.

Credit ratings

Company	Institute	Rating
Länsförsäkringar AB	Standard & Poor's	A-/stable
Länsförsäkringar AB	Moody's	A3/stable
Länsförsäkringar Bank	Standard & Poor's	A-/positive A2/K1
Länsförsäkringar Bank	Moody's	A3/stable/ P-2
Länsförsäkringar Sak	Standard & Poor's	A/stable
Länsförsäkringar Sak	Moody's	A2/stable
Humlegården	Standard & Poor's	A/stable
Agria Djurförsäkring	Standard & Poor's	A-/pi*

*pi means that the rating, for which there is no forecast, is based on public information such as annual reports.

Non-life insurance*

- Continued strong profitability in non-life insurance operations. The technical result amounted to SEK 1,873 M (2,055)
- Combined ratio was stable at 90% (89).
- Negative trends in the financial market impacted operating income, which declined from SEK 5,672 M to SEK 3,111 M.

The technical result from the Länsförsäkringar Alliance's non-life insurance operations remained strong and amounted to SEK 1,873 M (2,055) after the third quarter 2006. Operating income before tax fell from SEK 5,672 M to SEK 3,111 M. This decline is due to negative trends in the financial markets compared with the corresponding period in 2005.

Total premiums earned rose by 2%, due to the market displaying tendencies toward increasingly intense price pressure after a long period of stable profitability. The total market measured in paid premiums increased during the second quarter, but at a considerably lower growth rate than in recent years. Länsförsäkringar's total market shares for non-life insurance are approximately 29%**.

Mobility in the market has risen and the four largest players were exposed to increased competition. The development in the number of insured objects was positive in the large areas of household and car insurance during the first three quarters of 2006. The

market share for private-home insurance is 40.8%*** (40.8) and for car insurance is 36.5%*** (36.3). Länsförsäkringar's position in commercial insurance, in which the pricing competition is most intense, is also strong, with a market share of approximately 34.6%** (37.5).

Länsförsäkringar Alliance's specialist company for animal and crop insurance, Agria Djurförsäkring, reported a technical result of SEK 56 M (56). Premiums earned after ceded reinsurance was SEK 702 M (625).

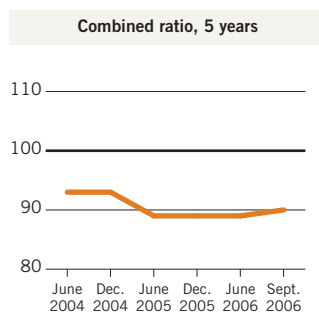
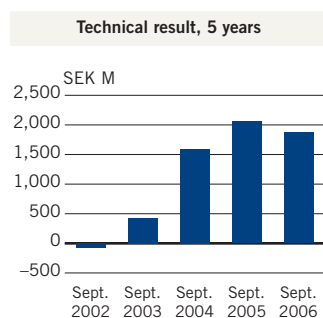
The regional insurance companies have been working on claims-prevention measures and internal efficiency activities for non-life insurance for a long period of time. Profitability was stable with a combined ratio of 90% (89). The claims trend during the first two quarters of the year was favorable while the third quarter was impacted by a higher number of large-claim cases. The claims ratio amounted to 72% (71). Claims costs in nominal terms rose by 3% to SEK 8,760 M. The expense ratio was 18% (18).

The Länsförsäkringar Alliance is intensifying its drive in the health area. Focus is directed toward products to meet companies' anxiety over high sick leave figures and co-financing costs for ill employees. Customers' increasingly extensive needs for insurance solutions in healthcare, medical care and rehabilitation make the health market a highly attractive development area.

KEY FIGURES

	Jan.1–Sept.30 2006	Jan.1–Sept.30 2005	Full-year 2005
Premiums earned ¹⁾ , SEK M	12,259	12,057	16,215
Technical result, SEK M	1,873	2,055	2,496
Operating income, SEK M	3,111	5,672	7,027
Solvency capital, SEK M	28,790	25,782	28,015
Solvency margin, %	172	157	171
Claims ratio	72	71	71
Expense ratio	18	18	18
Combined ratio	90	89	89

¹⁾ After ceded reinsurance.



*Länsförsäkringar's earnings from non-life insurance consist of the sum of the earnings of the 24 regional insurance companies, Agria and of the jointly-owned Länsförsäkringar AB, excluding life assurance and banking. The value and changes in value of the regional insurance companies' holdings of shares in Länsförsäkringar AB and subordinated loans have been eliminated.

**Swedish Insurance Federation: market shares as per June 30, 2006, percentage of total premium income.

*** Swedish Insurance Federation: market shares as per June 30, 2006, percentage of number of insurance policies.

Life assurance and pension insurance

- Premium income for life and unit-linked assurance rose by 8% and amounted to SEK 7,222 M (6,670).
- Profit amounted to SEK 7,106 M (3,430).
- Investment income amounted to SEK 4,616 M (14,221).

Länsförsäkringar Liv (Life)

SEK M	Jan.1–Sep.30 2006	Jan.1–Sep.30 2005	Full-year 2005
Premium income, net	7,222	6,670	9,472
Profit	7,106	3,430	4,584
Total assets	146,345	134,196	140,681
Return, New World, %	5.7	12.6	17.1
Total return, traditional life assurance	3.4	10	14.9

Profit in the Länsförsäkringar Liv Group amounted to SEK 7,106 M and improved compared with the corresponding period in 2005, despite a decline in investment income. The reason is that the occupational pension directive affected interest-rate assumptions for technical reserves, which had a positive impact on profit.

Premium income for life and unit-linked assurance is steadily increasing and amounted to SEK 7,222 M (6,670). New sales amounted to SEK 10,974 M (10,302).

In 2006, Länsförsäkringar's life assurance operation is intensifying focus on growth, and throughout the year is conducting a drive in the private market with a new private pension product, "Guarantee Pension." Increases in growth will be achieved through sustained profitability, enhancing the efficiency of the operations and continuing to reduce operating expenses.

Traditional life assurance

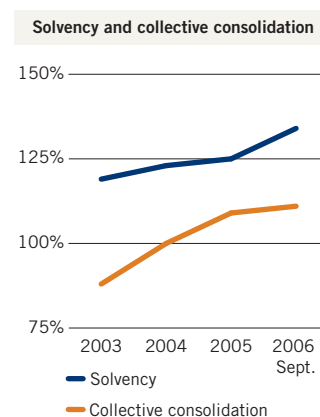
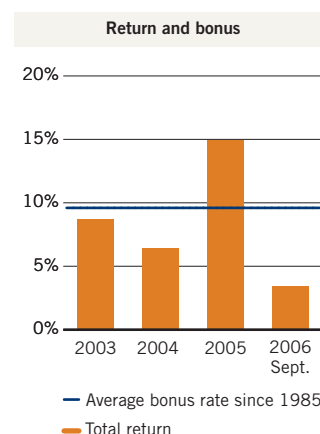
SEK M	Jan.1–Sep.30 2006	Jan.1–Sep.30 2005	Full-year 2005
Premium income, net	4,238	4,000	5,790
Investment income, net	3,205	9,084	13,111
Profit after tax	7,180	3,672	4,760
Investment assets	106,503	101,890	105,147
Total assets	113,085	106,995	111,104
Solvency ratio, %	134	125	126
Collective consolidation, %	111	111	114

The total return in the traditional life assurance operations for the first nine months of the year amounted to 3.4% (10.0). The large equities portion had a negative impact on returns during the stock-market downturn in May and June. Since the stock exchanges improved in August, the relatively high equities portion positively affected the total return.

Swedish equities yielded a return of 20.6% (24.2) and the return for foreign equities was 1.2% (17.7). The total return for the fixed-income portfolio was 0% (4.2).

According to Länsförsäkringar Liv's long-term strategy for how pension savers' funds are to yield the best returns, 40% of the so-called reference portfolio is to comprise listed shares. The main portion of these shares is to be found in mature markets such as the US, Europe, Sweden and Japan. The remainder shall comprise growth markets and Asia. The portion of unlisted shares is to be 10%. Accordingly, Länsförsäkringar strives for a total equities portion of 50%. During the autumn, the equities portion exceeded 50%. Hedging strategies are applied in the management to limit risks in the portfolio. By utilizing equity and interest-rate hedges savers' funds are protected against a decline in the stock market or hike in interest rates. These hedging strategies had a positive effect when interest rates rose at the beginning of the year and when the stock markets fell.

Länsförsäkringar Liv continues to have a strong balance sheet and the solvency ratio was 134% (125) on September 30, 2006. The lowest permitted solvency ratio is 104%. Solvency determines the scope for action in the investment of assets. Good solvency



provides scope for equities in the investment portfolio, which from experience involves potential for substantial increases in value.

Collective consolidation amounted to 111% (111) at September 30, 2006.

The bonus rate for customers saving in pension and life assurance has been 6% before taxes and fees since 1 July 2006.

The average annual bonus rate since Länsförsäkringar's life assurance operation commenced in 1985 is 9.5%.

New World

Länsförsäkringar's New World management alternative combines the security of traditional management with the opportunities provided by unit-linked management. The high portion of equities, 70%, generates potential for a favorable return in the long term. After five years or in the event of death, the customer is guaranteed repayment of the paid premiums less fees and yield tax. New World management is only available from Länsförsäkringar.

The New World portfolio generated a return of 5.7% (12.6) through September 30, 2006. With its large equities portion, New World benefited from the positive equity climate during the autumn. Holdings in Swedish and European equities made the greatest contribution to the New World return.

Assets in the New World portfolio are hedged, meaning that the level of return is not affected by the trend of the Swedish krona against other currencies. This measure was positive this year since the krona strengthened against foreign currencies.

The New World portfolio has generated an average annual return of 8.6% since it was started in 1996.

Unit-linked insurance

	Jan. 1–Sep. 30 2006	Jan. 1–Sep. 30 2005	Full-year 2005
Premium income, net	2,984	2,670	3,683
Investment income, net	1,286	5,154	6,933
Profit/loss after tax	–79	–83	–97
Total assets	35,364	29,873	32,261

On October 9, Länsförsäkringar launched a new and more comprehensive fund offering including a selection of funds from three new managers: Catella, FIM and Skagen. This offering was also supplemented by several funds from existing managers, while others were removed from the portfolio. In addition to Länsförsäkringar's own funds, the offering includes funds from ABN Amro, Carlson, Fidelity, Lannebo, SEB and Société Générale.

The positive stock-market performance in the autumn had a positive effect on both equity funds and mixed funds. The majority of funds that were worst affected by the fall in the stock markets in May and June have recovered. However, the level of returns in many foreign funds is reduced due to the strengthening of the Swedish krona against the US dollar. The krona strengthened a total of 8% and primarily affected funds invested in North America, Asia and in growth markets.

The average return among funds in Länsförsäkringar's offering was 3%. Three of the funds generated returns of more than 20%: ABN Amro China rose by 22.5%, SEB Real Estate Fund by 22.5% and Carlson SmallCap Fund by 20.2%.

The ten best funds rose on average of 18%. These ten funds include many Sweden funds, particularly smallcap funds. SEB's and Länsförsäkringar's Real Estate Funds also performed highly favorably. Historically low interest rates benefit the real-estate sector and a number of large real-estate transactions were recently made in Europe, which has also heightened the interest in the Swedish real-estate sector. Several European funds are also high on the list. This upturn is primarily driven by the export companies. In Europe, there are also large oil companies that benefited from the high price of oil.

The funds generating the lowest returns include the Japan funds. At the beginning of the year, large profits were taken on the Tokyo Stock Exchange after the excellent performance in 2005. The stock exchange has since become anxious about future trends in interest rates.

Market interest rates rose both in Sweden and internationally, which has limited the ability of fixed-income funds to generate positive returns. Fixed-income funds invested abroad were also reduced by the strong Swedish krona. However, at the end of September, fixed-income funds invested in Sweden generated positive returns.

Fund-in-funds and mixed funds also performed poorly at the beginning of the year, but were positively impacted by rising share prices and declining interest rates after the summer.

INVESTMENT INCOME IN 2006 FOR LÄNSFÖRSÄKRINGAR LIV INCLUDING PROPERTY COMPANIES AND NEW WORLD

Investment	Market-value Jan. 1, 2006	%	Net-investment	Change in value	%	Market-value Sept. 30, 2006	%	Direct return	%	Total return	%
SEK M											
Interest-bearing, total	58,125	57	–3,939	–1,373	–2.5	52,813	50	1,384	2.5	11	0.0
Total equities, excl. Alternative Investments	33,106	32	4,452	1,264	3.6	38,822	38	630	1.8	1,894	5.4
Alternative Investments	6,376	6	899	–620	–10.9	6,655	6	1,849	32.5	1,229	21.6
Properties	5,111	5	1,244	226	4.2	6,581	6	108	2.0	334	6.2
Financing of investments	–13	0	0	0	0.0	–13	0	0	0.0	0	0.0
SUBTOTAL	102,705	100	2,656	–503	–0.5	104,858	100	3,971	3.9	3,468	3.4
Other ¹⁾	5,741		322	–259		5,804		–99		–358	
TOTAL	108,446		2,978	–762	–0.7	110,662		3,872	3.6	3,110	2.9

¹⁾ The item "Other" includes the surplus value of shares in Group and associated companies.

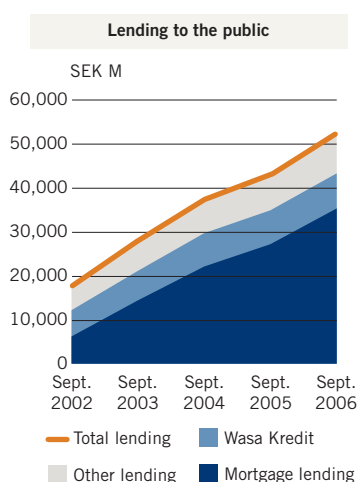
Bank

- Operating income amounted to SEK 172 M (150) before loan losses and to SEK 147 M (106) after loan losses.
- Profit includes a nonrecurring item of SEK 18 M attributable to the sale of receivables previously written-off in Wasa Kredit.
- Lending to the public increased by 16% to SEK 52 billion (45).
- Deposits from the public rose by 14% to SEK 24 billion (21).
- The number of customers increased to 604,000 (588,000).
- Länsförsäkringar continues to have highly satisfied bank customers in the private market, according to the 2006 edition of the Swedish Quality Index survey (SQI) for the banking industry.

Growth

The very positive growth in the bank operations is continuing, which demonstrates the strength and sustainability of the operations. The basis of this success is the strong brand and number of highly satisfied customers. According to the Swedish Quality Index survey, customers believe that Länsförsäkringar delivers what it promises to a greater extent than other banks. These factors indicate continued growth.

Total assets amounted to SEK 58.0 billion (49.0), an increase of 18.5%. Lending to the public rose by 16.1% or SEK 7.3 billion to SEK 52.4 billion (45.1). Deposits from the public grew by 13.6% or SEK 2.9 billion to SEK 23.8 billion (20.9).



Diversified borrowing

Borrowing and securities issuance increased by 24.5%, or SEK 5.6 billion, to SEK 28.3 billion (22.7).

	Limit	Exercised Sept. 30, 2006
Commercial papers	SEK 15 billion	SEK 4 billion
ECP	Euro 1,5 billion	Euro 0 billion
MTN (Medium Term Note)	SEK 20 billion	SEK 10 billion
EMTN (Euro Medium Term Note)	Euro 2 billion	Euro 2 billion

Capital adequacy

At September 30, 2006, capital adequacy was 10.98% (11.61). The Tier 1 ratio amounted to 8.93% (9.26). Unconditional shareholders' contributions totaling SEK 300 M were received during the year.

The target level for capital adequacy ratio is 10.5%, and for the Tier 1 ratio 8.5%. A deviation of +/-0.5 percentage points is allowed for both targets.

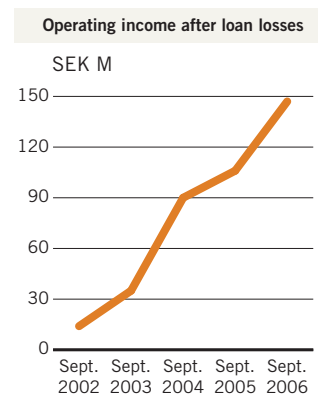
Rating

In January 2006, Standard & Poor's changed its outlook for the bank from "stable" to "positive." Consequently, the rating for long-term borrowing is A-/positive and the rating for short-term borrowing, A-2, was confirmed. Standard & Poor's referred to the strategic significance of the operations for the entire Länsförsäkringar Alliance and to the involvement of the owner. They also referred to the high capital adequacy and favorable trend of banking transactions among the regional insurance companies.

The long-term credit rating from Moody's is A3/stable, and the short-term rating, P-2.

Earnings and profitability

Operating income before loan losses amounted to SEK 172.1 M (149.7) and to SEK 147.5 M (105.6) after loan losses. This corresponds to a return on average equity of 4.5% (3.8). Income includes a nonrecurring item of SEK 18 M attributable to the sale of previously terminated loans in Wasa Kredit.



Revenue

Net interest income rose by 4.1% to SEK 676.4 M (650.0). The increase is primarily attributable to higher volumes. The investment margin amounted to 1.6% (1.9). The change is due mainly to a proportionally higher percentage of mortgage loans.

Net commission income improved by 76.6% to negative SEK 13.5 M (neg: 57.6). Other operating revenues amounted to SEK 81.8 M (103.9).

Expenses

Operating expenses rose by 3.0% or SEK 16.6 M to SEK 572.6 M (555.9). The cost/income ratio amounted to 0.77 (0.79) before loan losses and 0.80 (0.85) after loan losses.

Loan losses

Depending on the product, provisions were mostly made after group-wise appraisal and only to a limited extent after individual review. The Group's loan losses, both probable and confirmed, amounted to SEK 24.6 M (44.1). This item includes a nonrecurring item of SEK 18 M attributable to the sale of previously terminated loans in Wasa Kredit.

Basel II

As of January 1, 2007, Länsförsäkringar Bank, with subsidiaries, following approval by the Swedish Financial Supervisory Authority (Finansinspektionen) will calculate capital adequacy for credit risks in accordance with the Internal Ratings-based Approach (the IRB approach) for household borrowings. Work on realizing this goal is progressing as planned.

Parent Company

Deposits, funding and some lending are conducted by the Parent Company. Lending to the public rose to SEK 9.2 billion (8.3). Deposits from the public rose to SEK 23.8 billion (20.9). Most of the Group's lending

operations are conducted through Länsförsäkringar Hypotek and Wasa Kredit.

The major portion of the Bank Group's administration expenses is contained within the Parent Company.

Subsidiaries

Länsförsäkringar Hypotek

SEK M	Sept. 30, 2006	Sept. 30, 2005
Total assets	35,466	29,174
Lending volume	35,247	29,092
Operating profit	30.7	18.9
Return on shareholders' equity, %	1.67	1.30

Residential lending increased by 21.2% or SEK 6.1 billion to SEK 35.2 billion (29.1). The market share in terms of lending now amounts to 2.9%. The number of mortgage customers increased from 79,000 to 89,000. Most of the loans are loans for private homes. First-lien mortgages are carried by Länsförsäkringar Hypotek and second-lien mortgages by the Parent Company. Operating income amounted to SEK 30.7 M (18.9).

Wasa Kredit

SEK M	Sept. 30, 2006	Sept. 30, 2005
Total assets	8,320	8,031
Lending volume	7,947	7,684
Operating profit	91.1	83.8
Return on shareholders' equity, %	15.7	15.7

Wasa Kredit is a finance company whose operations focus on car financing, computer

financing, financing for heavy machinery, and unsecured loans. Wasa Kredit's operating income before appropriations and tax amounted to SEK 91.1 M (83.8). The lending volume totaled SEK 7.9 billion (7.7).

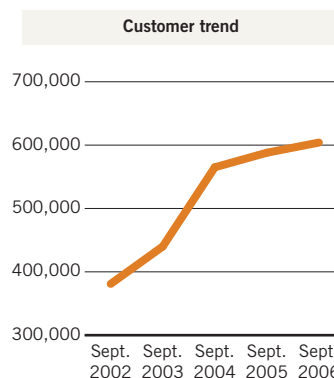
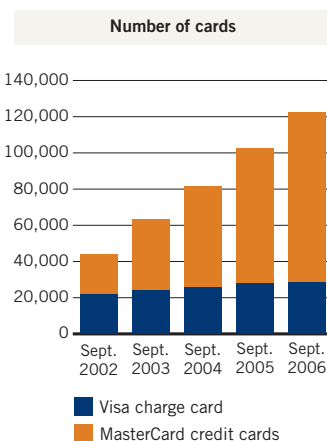
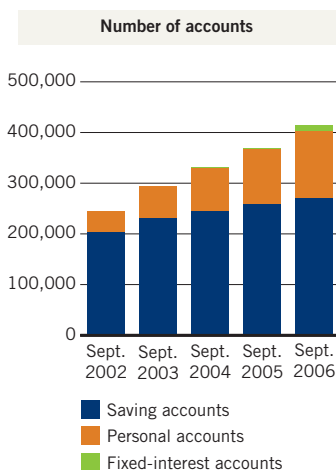
Länsförsäkringar Fondförvaltning AB

SEK M	Sept. 30, 2006	Sept. 30, 2005
Total assets	188	166
Assets under management	58,531	50,635
Net inflow	2,874	2,409
Operating profit	48.0	40.6
Return on shareholders' equity, %	59.4	62.1

Länsförsäkringar Fondförvaltning manages SEK 59 billion (51) in 31 (34) mutual funds with different investment orientations. During the period, Morningstar upgraded seven of the funds, as a result of which the average rating rose to four stars from the previous three stars. This ranks Länsförsäkringar at the top, among the large players.

The funds that were upgraded are Pension 2020, Pension 2025, and Pension 2030, which have been upgraded from four stars to five stars, Pension 2010 and Total Fund from three stars to four stars, Europe Fund from two stars to three stars and Fund-in-Fund Low risk from one star to two stars.

Income before tax and appropriations amounted to SEK 48.0 M (40.6).



Customer trends

Customers

The number of customers in the Länsförsäkringar Alliance was more than 3,179,000 at the end of the third quarter, representing an increase of slightly more than 32,000 during the first nine months of the year. At the same time, an increasing number of customers have products in all of Länsförsäkringar's core businesses of non-life insurance, life assurance and bank.

Private customers

The trend in the private market was encouraging. Cross sales during the first nine months of the year were at the highest levels recorded to date. Customers with products in non-life insurance, life assurance and banking increased by 10.5%. The number of private customers rose by about 25,000 and now amounts to 2,687,000.

Business customers

The trend in the corporate market was also positive during the first nine months of the year. The number of business customers rose during the period by almost 8,000 to around 315,000. In total, the number of products per customer rose, and motor-insurance customers in particular are choosing to have a higher number of products.

Agricultural customers

The number of agricultural customers decreased by slightly more than 500 during the first nine months of the year and now amounts to 176,000. Cross sales continued to show a positive trend, with the number of customers with products in all three core businesses increasing by nearly 5%. The number of products per customer increased during the period and is expected to amount to 5.5 products per customer at year-end.

Income statements and balance sheets

NON-LIFE INSURANCE ¹⁾

Income statement, SEK M	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005	Full-year 2005
Premiums earned, after ceded reinsurance	12,259	12,057	16,217
Investment income transferred from financial operations	607	640	818
Claims payments, after ceded reinsurance	–8,760	–8,529	–11,548
Operating expenses	–2,239	–2,119	–2,946
Other technical revenues/expenses	6	5	–26
Technical result from non-life insurance operations before bonuses and discounts	1,873	2,055	2,515
Bonuses and discounts	–105	–85	–926
Technical result from non-life insurance operations after bonuses and discounts	1,768	1,969	1,589
Total investment income	2,103	4,527	6,543
Investment income transferred to insurance operations	–607	–640	–818
Other non-technical expenses	–154	–185	–175
INCOME BEFORE APPROPRIATIONS AND TAX	3,111	5,672	7,138

Balance sheet, SEK M	Sept. 30, 2006	Sept. 30, 2005
ASSETS		
Shares and participations	24,176	21,164
Bonds and other interest-bearing securities	23,428	21,101
Other investment assets	9,685	8,433
Total investment assets	57,289	50,698
Reinsurers' portion of technical reserves	994	2,375
Other assets	10,599	10,341
TOTAL ASSETS	68,882	63,414
SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES		
Shareholders' equity	19,866	13,896
Untaxed reserves	3,375	7,407
Technical reserves (before ceded reinsurance)	32,611	31,927
Other liabilities	13,030	10,184
TOTAL SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES	68,882	63,414

¹ Länsförsäkringar's earnings from non-life insurance comprise the sum of the earnings for the 24 regional insurance companies and the Länsförsäkringar AB, excluding life assurance and banking. The balance between the regional insurance companies and Länsförsäkringar AB has been eliminated. The value and change in value of the regional insurance companies' holdings of shares in Länsförsäkringar AB, and the debenture loan, have been eliminated. Länsförsäkringar is neither a legal entity nor, in the legal sense of the term, a group; it is an alliance between 24 independent regional insurance companies that jointly own Länsförsäkringar AB.

LÄNSFÖRSÄKRINGAR LIV (LIFE)

Income statement, SEK M	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005	Full-year 2005
Premium income before ceded reinsurance	7,333	6,827	9,609
Premium income after ceded reinsurance	7,222	6,670	9,472
Investment income, net	4,616	14,221	20,165
Claims payments	–3,478	–3,821	–5,291
Other technical revenues			–
Change in technical reserves	465	–11,821	–17,527
Operating expenses	–1,008	–1,057	–1,379
Technical result, insurance operations	7,817	4,191	5,440
Non-technical expenses	–145	–133	–177
Income before tax	7,672	4,058	5,263
Tax	–566	–628	–679
NET PROFIT FOR THE PERIOD	7,106	3,430	4,584

Balance sheet, SEK M	Sept. 30, 2006	Sept. 30, 2005
ASSETS		
Intangible assets	1,701	1,730
Investment assets	102,408	97,657
Investment assets for which policyholders bear the investment risk	34,090	28,714
Reinsurers' portion of technical reserves	731	733
Receivables	1,270	115
Other assets	3,564	2,481
Prepaid expenses and accrued income	2,581	2,766
TOTAL ASSETS	146,345	134,196
SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES		
Share capital	8	8
Funds plus net profit for the period	24,869	18,055
Technical reserves	83,246	83,788
Reserves for life assurance for which policyholders bear the investment risk	34,090	28,722
Provisions for other risks and expenses	18	129
Deposits from reinsurers	751	809
Liabilities	3,093	2,291
Accrued expenses and prepaid income	270	394
TOTAL SHAREHOLDERS' EQUITY, PROVISIONS AND LIABILITIES	146,345	134,196

BANK

Income statement, SEK M	Jan. 1–Sept. 30 2006	Jan. 1–Sept. 30 2005
Net interest income	676.4	650.0
Net commission income	–13.5	–57.6
Other revenue	81.8	113.2
Total revenue	744.7	705.6
General administration expenses	–516.0	–497.7
Other expenses	–56.6	–58.2
Total expenses	–572.6	–555.9
Income before loan losses	172.1	149.7
Loan losses, net	–24.6	–44.1
TOTAL OPERATING INCOME	147.5	105.6
Tax	–41.3	–29.6
NET PROFIT	106.2	76.0

Balance sheet, SEK M	Sept. 30, 2006	Sept. 30, 2005
ASSETS		
Lending to the public	52,387	45,112
Bonds and other interest-bearing securities	2,602	1,990
Intangible assets	122	93
Tangible assets	9	13
Other assets	2,969	1,752
TOTAL ASSETS	58,089	48,960
LIABILITIES AND SHAREHOLDERS' EQUITY		
Deposits and borrowing from the public	24,213	21,707
Securities issued	27,797	21,891
Other liabilities	2,882	2,544
Shareholders' equity	3,257	2,818
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	58,089	48,960

Financial calender

Solvency Report, Life assurance: February 16, 2007.

Year-end report, Länsförsäkringar Bank: February 20, 2007.

Year-end report, Länsförsäkringar Hypotek: February 20, 2007.

Year-end report, Länsförsäkringar Alliance: February 21, 2007.



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