

## 2 Net income from investments

### P&C insurance

EURm	2016	2015
<b>Financial assets</b>		
<b>Derivative financial instruments</b>		
Gains/losses	-7	-4
<b>Loans and receivables</b>		
Interest income	9	18
<b>Financial assets available-for-sale</b>		
Debt securities		
Interest income	177	191
Impairment losses	-15	10
Gains/losses	-11	-5
Equity securities		
Gains/losses	45	121
Impairment losses	-16	-11
Dividend income	40	47
<b>Total</b>	<b>221</b>	<b>353</b>
<b>Total from financial assets</b>	<b>223</b>	<b>366</b>
<b>Other assets</b>		
Investment properties		
Gains/losses	0	-1
Other	1	0
<b>Total from other assets</b>	<b>1</b>	<b>-1</b>
Expense on other than financial liabilities	-6	-4
Effect of discounting annuities	-28	-38
<b>Fee and commission expenses</b>		
Asset management	-17	-19
<b>P&amp;C insurance, total</b>	<b>173</b>	<b>304</b>

Included in gains/losses from financial assets available-for-sale is a net gain of EURm 12 (83) transferred from the fair value reserve.

### Life insurance

Milj.e	2016	2015
<b>Financial assets</b>		
<b>Derivative financial instruments</b>		
Gains/losses	-9	-90
<b>Financial assets designated as at fair value through p/l</b>		
Debt securities		
Interest income	1	1
Gains/losses	-3	1
<b>Total</b>	<b>-3</b>	<b>2</b>
<b>Investments related to unit-linked contracts</b>		

Debt securities		
Interest income	50	58
Gains/losses	4	-40
Equity securities		
Gains/losses	198	219
Dividend income	32	22
Loans and receivables		
Interest income	0	1
Other financial assets		
Gains/losses	-8	-21
<b>Total</b>	<b>276</b>	<b>239</b>
<b>Loans and receivables</b>		
Interest income	4	3
Gains/losses	6	27
<b>Total</b>	<b>10</b>	<b>30</b>
<b>Financial assets available-for-sale</b>		
Debt securities		
Interest income	102	96
Gains/losses	30	48
Equity securities		
Gains/losses	101	192
Impairment losses	-15	-19
Dividend income	122	108
<b>Total</b>	<b>340</b>	<b>423</b>
<b>Total financial assets</b>	<b>614</b>	<b>604</b>
<b>Other assets</b>		
Investment properties		
Gains/losses	3	2
Other	6	13
<b>Total other assets</b>	<b>9</b>	<b>15</b>
<b>Net fee income</b>		
Asset management	-15	-17
Fee income	26	29
<b>Total</b>	<b>11</b>	<b>13</b>
<b>Life insurance, total</b>	<b>634</b>	<b>632</b>

Included in gains/losses from financial assets available-for-sale is a net gain of EURm 106 (259) transferred from the fair value reserve.

## Holding

EURm	2016	2015
<b>Financial assets</b>		
<b>Derivative financial instruments</b>		
Gains/losses	12	7
<b>Loans and receivables</b>	-5	9
<b>Financial assets available-for-sale</b>		
Debt securities		
Interest income	34	28
Gains/losses	10	15

Equity securities		
Gains/losses	-26	13
Impairment losses	-1	0
Dividend income	12	5
<b>Total</b>	<b>29</b>	<b>60</b>
<b>Holding, total</b>	<b>36</b>	<b>76</b>

Included in gains/losses from financial assets available for-sale is a net gain of EURm -27 (12) transferred from the fair value reserve.

Elimination items between segments	-16	-14
<b>EURm</b>	<b>2016</b>	<b>2015</b>
<b>Group, total</b>	<b>827</b>	<b>998</b>

The changes in the fair value reserve are disclosed in the Statement of changes in equity. Other income and expenses comprise rental income, maintenance expenses and depreciation of investment property. All the income and expenses arising from investments are included in Net income from investments. Gains/losses include realised gains/losses on sales, unrealised and realised changes in fair values and exchange differences. Unrealised fair value changes for financial assets available-for-sale are recorded in other comprehensive income and presented in the fair value reserve in equity. The effect of discounting annuities in P&C insurance is disclosed separately. The provision for annuities is calculated in accordance with actuarial principles taking anticipated inflation and mortality into consideration, and discounted to take the anticipated future return on investments into account. To cover the costs for upward adjustment of annuity provisions required for the gradual reversal of such discounting, an anticipated return on investments is added to annuity results.