

Segment Information

The Group's business segments comprise P&C insurance, Life insurance and Holding company.

Geographical information has been disclosed about income from external customers and non-current assets. The reported areas are Finland, Sweden, Norway, Denmark, the Baltic countries and other countries.

Segment information has been produced in accordance with the accounting policies adopted for preparing and presenting the consolidated financial statements. The segment revenue, expense, assets and liabilities, either directly attributable or reasonably allocable, have been allocated to the segments. Inter-segment pricing is based on market prices. The transactions, assets and liabilities between the segments are eliminated in the consolidated financial statements on a line-by-line basis.

Depreciation and amortisation by segment are disclosed in notes 11 - 13 and investments in associates in note 14.

Consolidated income statement by business segment for year ended 31 December 2016

EURm	P&C insurance	Life insurance	Holding	Elimination	Group
Insurance premium written	4,292	1,116	-	-32	5,375
Net income from investments	173	634	36	-16	827
Other operating income	26	23	17	-16	50
Claims incurred	-2,670	-967	-	10	-3,627
Change in liabilities for insurance and investment contracts	-6	-465	-	24	-448
Staff costs	-512	-46	-16	-	-574
Other operating expenses	-472	-78	-18	16	-551
Finance costs	-13	-7	-14	15	-18
Share of associates' profit/loss	65	0	773	-	837
Profit before taxes	883	210	778	0	1,871
Taxes	-178	-41	-2	-	-221
Profit for the year	705	168	777	0	1,650
Other comprehensive income for the period					
Items reclassifiable to profit or loss					
Exchange differences	-80	-	-	-	-80
Available-for-sale financial assets	118	82	24	-	225
Share of associate's other comprehensive income	-	-	19	-	19
Taxes	-25	-19	-5	-	-49
Total items reclassifiable to profit or loss, net of tax	13	64	38	0	115
Items not reclassifiable to profit or loss					
Actuarial gains and losses from defined pension plans	-6	-	-	-	-6
Taxes	1	-	-	-	1
Total items not reclassifiable to profit or loss, net of tax	-5	-	-	-	-5
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	714	232	815	0	1,760

Consolidated income statement by business segment for year ended 31 December 2015

EURm	P&C insurance	Life insurance	Holding	Elimination	Group
Insurance premium written	4,378	1,144	-	-	5,522
Net income from investments	304	632	76	-14	998
Other operating income	28	18	18	-17	46
Claims incurred	-2,894	-1,023	-	-	-3,917
Change in liabilities for insurance and investment contracts	-34	-462	-	-5	-502
Staff costs	-371	-47	-20	-	-438
Other operating expenses	-477	-74	-12	17	-545
Finance costs	-16	-6	-63	18	-68
Share of associates' profit/loss	42	0	751	-	793
Profit before taxes	960	181	749	-2	1,888
Taxes	-195	-36	-1	0	-232
Profit for the year	765	144	749	-1	1,656
Other comprehensive income for the period					
Items reclassifiable to profit or loss					
Exchange differences	-35	-	-	-	-35
Available-for-sale financial assets	-148	32	2	8	-106
Share of associate's other comprehensive income	-	-	16	-	16
Taxes	32	-9	0	-2	21
Total items reclassifiable to profit or loss, net of tax	-151	24	18	6	-103
Items not reclassifiable to profit or loss					
Actuarial gains and losses from defined pension plans	14	-	-	-	14
Taxes	-3	-	-	-	-3
Total items not reclassifiable to profit or loss, net of tax	11	-	-	-	11
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	624	168	766	5	1,564

Consolidated balance sheet by business segment at 31 December 2016

EURm	P&C insurance	Life insurance	Holding	Elimination	Group
Assets					
Property, plant and equipment	19	4	3	-	27
Investment property	14	201	-	-4	211
Intangible assets	541	70	0	-	612
Investments in associates	553	0	7,554	-	8,107
Financial assets	11,667	5,459	3,201	-2,659	17,668
Investments related to unit-linked insurance contracts	-	3,468	-	-41	3,427
Tax assets	24	-	7	-4	27

Reinsurers' share of insurance liabilities	236	3	-	-	239
Other assets	1,593	162	15	-9	1,761
Cash and cash equivalents	463	682	1439	-	2,585
Assets held for sale	-	3,291	-	-	3,291
Total assets	15,111	13,341	12,220	-2,717	37,955
Liabilities					
Liabilities for insurance and investment contracts	9,379	4,611	-	-	13,990
Liabilities for unit-linked insurance and investment contracts	-	3,448	-	-41	3,407
Financial liabilities	474	111	3,551	-289	3,847
Tax liabilities	346	181	-	0	527
Provisions	35	-	-	-	35
Employee benefits	79	-	-	-	79
Other liabilities	700	148	96	-10	933
Liabilities related to assets held for sale	-	3,202	-	-	3,202
Total liabilities	11,013	11,701	3,647	-340	26,021
Equity					
Share capital					98
Reserves					1,531
Retained earnings					9,700
Other components of equity					605
Total equity					11,934
Total equity and liabilities					37,955

Consolidated balance sheet by business segment at 31 December 2015

EURm	P&C insurance	Life insurance	Holding	Elimination	Group
Assets					
Property, plant and equipment	19	5	3	-	26
Investment property	15	180	-	-4	191
Intangible assets	564	160	0	-	724
Investments in associates	374	0	7,305	-	7,679
Financial assets	10,566	6,039	3,243	-2,659	17,189
Investments related to unit-linked insurance	-	5,865	-	-18	5,847
Tax assets	27	-	12	-4	36
Reinsurers' share of insurance liabilities	239	3	-	-	242
Other assets	1,541	127	51	-10	1,708
Cash and cash equivalents	775	482	739	-	1,997
Total assets	14,119	12,860	11,354	-2,695	35,639
Liabilities					
Liabilities for insurance and investment contracts	9,433	5,014	-	-	14,447
Liabilities for unit-linked insurance and investment contracts	-	5,858	-	-18	5,841
Financial liabilities	216	133	2,314	-289	2,375
Tax liabilities	314	154	-	0	468
Provisions	51	-	-	-	51
Employee benefits	90	-	-	-	90
Other liabilities	669	167	133	-11	957
Total liabilities	10,772	11,327	2,447	-318	24,228
Equity					

Share capital	98
Reserves	1,531
Retained earnings	9,325
Other components of equity	457
Total equity	11,411
Total equity and liabilities	35,639

Geographical information

EURm	Finland	Sweden	Norway	Denmark	Baltic	Total
2016						
Revenue from external customers						
P&C insurance	990	1,453	1,321	389	132	4,286
Life insurance	1,087	-	-	-	29	1,116
Holding	52	-	-	-	-	52
Total	2,129	1,453	1,321	389	161	5,454
Non-current assets						
P&C insurance	101	460	14	552	1	1,127
Life insurance	275	-	-	-	1	276
Holding	3	7,554	-	-	-	7,558
Total	379	8,014	14	552	1	8,961
2015						
Revenue from external customers						
P&C insurance	1,021	1,403	1,408	384	128	4,344
Life insurance	1,110	-	-	-	34	1,144
Holding	93	-	-	-	-	93
Total	2,225	1,403	1,408	384	162	5,581
Non-current assets						
P&C insurance	103	498	19	349	1	971
Life insurance	344	-	-	-	1	345
Holding	3	7,305	-	-	-	7,309
Total	451	7,804	19	349	2	8,625

The revenue includes insurance premiums according to the underwriting country, consisting of premiums earned for P&C insurance and premiums written for Life insurance, and net investment income and other operating income in the Holding segment.

Non-current assets comprise of intangible assets, investments in associates, property, plant and equipment, and investment property.