

# Overview 2022

LSR

*Lífeyrissjóður starfsmanna ríkisins*

*Engjateigi 11*

*105 Reykjavík*

*711297-3919*

## Statement of changes in net assets available for benefits

	2022	2022	2022	2022	2021
	Division A	Division B	Division S*	LSR	LSR
<b>Premiums</b>					
Members .....	10,805.1	260.7	1,123.6	12,189.5	11,172.8
Employers .....	31,087.3	972.2	634.2	32,693.7	29,892.7
Transfer of rights and repayments .....	0.6	0.0	9.9	10.5	55.5
Increase in pension payments .....	0.0	27,513.9	0.0	27,513.9	25,628.8
State contrib. to equalize disability pension burden ...	360.2	135.6	0.0	495.8	438.4
Liquidated and employers deposits on commitments	12,297.5	8,949.0	0.0	21,246.5	9,020.0
Pension premiums allocated to mortgage loans .....	0.0	0.0	(463.0)	(463.0)	(457.7)
	<u>54,550.7</u>	<u>37,831.5</u>	<u>1,304.7</u>	<u>93,686.9</u>	<u>75,750.5</u>
<b>Pensions</b>					
Pensions .....	16,242.5	66,330.5	736.1	83,309.1	76,059.5
Direct expenses due to disability pension .....	272.5	14.9	0.0	287.4	271.6
	<u>16,515.0</u>	<u>66,345.4</u>	<u>736.1</u>	<u>83,596.6</u>	<u>76,331.0</u>
<b>Net investment income</b>					
Net income from holdings in companies and funds ....	(61,031.7)	(27,711.0)	(1,442.0)	(90,184.7)	142,712.9
Net income from bonds .....	20,904.7	5,117.5	(67.4)	25,954.7	37,686.8
Interest income from bank deposits .....	0.0	0.0	957.6	957.6	451.7
Interest income from cash equivalents .....	1,040.8	482.3	20.0	1,543.2	750.9
Interest income from premiums and other claims .....	2.8	1.5	0.0	4.3	2.5
Investment expenses .....	(429.9)	(35.0)	(1.5)	(466.4)	(632.3)
	<u>(39,513.3)</u>	<u>(22,144.6)</u>	<u>(533.3)</u>	<u>(62,191.3)</u>	<u>180,972.5</u>
<b>Operating expenses</b>					
Office and management expenses .....	1,011.8	550.8	16.3	1,578.8	1,464.7
<b>Increase in net assets during the year .....</b>	<b>(2,489.4)</b>	<b>(51,209.3)</b>	<b>18.9</b>	<b>(53,679.8)</b>	<b>178,927.3</b>
Net assets from previous year .....	<u>1,024,402.7</u>	<u>297,381.5</u>	<u>25,028.7</u>	<u>1,346,812.9</u>	<u>1,167,885.6</u>
<b>Net assets for pension payments at year-end .....</b>	<b><u>1,021,913.3</u></b>	<b><u>246,172.2</u></b>	<b><u>25,047.6</u></b>	<b><u>1,293,133.1</u></b>	<b><u>1,346,812.9</u></b>

\*Voluntary savings pension

## Balance sheet

	2022	2022	2022	2022	2021
	Division A	Division B	Division S	LSR	LSR
<b>Assets</b>					
<b>Investments</b>					
Holdings in companies and funds .....	573,662.8	136,226.3	11,724.1	721,613.1	777,316.7
Bonds .....	424,976.8	96,907.9	1,097.9	522,982.5	522,785.9
Bank deposits .....	0.0	0.0	11,701.8	11,701.8	9,875.4
	<u>998,639.6</u>	<u>233,134.1</u>	<u>24,523.7</u>	<u>1,256,297.4</u>	<u>1,309,978.0</u>
<b>Claims</b>					
Claims on employers .....	3,226.9	242.6	0.0	3,469.5	2,982.4
Other claims .....	244.3	87.8	38.1	370.3	418.2
	<u>3,471.2</u>	<u>330.4</u>	<u>38.1</u>	<u>3,839.8</u>	<u>3,400.6</u>
<b>Other assets</b>					
Fixed assets .....	409.4	0.0	0.0	409.4	412.8
Cash equivalents .....	20,902.3	14,881.7	534.6	36,318.5	35,836.9
	<u>21,311.7</u>	<u>14,881.7</u>	<u>534.6</u>	<u>36,727.9</u>	<u>36,253.7</u>
<b>Assets</b>	<u>1,023,422.4</u>	<u>248,346.3</u>	<u>25,096.4</u>	<u>1,296,865.1</u>	<u>1,349,628.2</u>
<b>Liabilities</b>					
Accrued pension commitments .....	206.3	250.1	0.0	456.4	424.2
Other liabilities .....	1,302.8	1,924.0	48.8	3,275.6	2,391.1
<b>Liabilities</b>	<u>1,509.1</u>	<u>2,174.1</u>	<u>48.8</u>	<u>3,732.0</u>	<u>2,815.3</u>
<b>Net assets for pension payments at year-end .....</b>	<u>1,021,913.3</u>	<u>246,172.2</u>	<u>25,047.6</u>	<u>1,293,133.1</u>	<u>1,346,812.9</u>
<b>Off balance sheet assets</b>					
Claims on employers acc. Act no. 1/1997 article 33 ...		606,061.2		606,061.2	585,047.4

## Cash flow statement

	2022	2022	2022	2022	2021
Inflow	Division A	Division B	Division S	LSR	LSR
Premiums .....	41,631.6	37,857.4	1,304.7	80,793.8	75,872.1
Payment due to pension supplement and commitm. .	12,297.5	0.0	0.0	12,297.5	0.0
Paid interest income on cash equivalents and claims .	374.0	332.5	20.3	726.7	57.8
Other inflow .....	52.3	9.2	0.0	61.5	59.3
	<u>54,355.4</u>	<u>38,199.1</u>	<u>1,325.0</u>	<u>93,879.5</u>	<u>75,989.2</u>
<b>Outflow</b>					
Pensions .....	15,631.0	66,181.1	714.2	82,526.2	76,252.6
Operating expenses .....	1,038.2	552.6	18.0	1,608.9	1,394.8
Investment in operating assets .....	5.2	0.0	0.0	5.2	3.3
Other outflow .....	64.3	18.6	0.4	83.4	225.5
	<u>16,738.8</u>	<u>66,752.3</u>	<u>732.7</u>	<u>84,223.8</u>	<u>77,876.2</u>
New disposable resources for investments .....	<u>37,616.6</u>	<u>(28,553.3)</u>	<u>592.3</u>	<u>9,655.7</u>	<u>(1,887.0)</u>
<b>Investment transactions</b>					
Received income from holdings in companies and funds	8,296.4	2,273.0	25.7	10,595.1	3,803.3
Investment in holding companies and funds .....	(108,922.5)	(16,241.1)	(2,791.0)	(127,954.5)	(87,277.1)
Sold holdings in companies and funds .....	53,801.6	26,000.2	3,067.4	82,869.1	45,538.2
Installments on bond principals and interest .....	49,124.9	18,530.7	49.7	67,705.3	82,197.8
Purchased bonds .....	(57,722.3)	(1,448.3)	0.0	(59,170.6)	(69,655.8)
Sold bonds .....	14,935.2	1,895.7	0.0	16,830.8	15,679.7
New bank deposits .....	0.0	0.0	(870.0)	(870.0)	(301.5)
Sold other investments .....	0.0	0.0	0.0	0.0	0.0
	<u>(40,486.8)</u>	<u>31,010.1</u>	<u>(518.1)</u>	<u>(9,994.8)</u>	<u>(10,015.5)</u>
Increase (decrease) in cash equivalents .....	(2,870.1)	2,456.8	74.3	(339.1)	(11,902.5)
Exchange rate difference on cash equivalents .....	669.6	151.4	(0.3)	820.7	695.6
Cash equivalents at beginning of year .....	23,102.8	12,273.5	460.6	35,836.9	47,043.8
<b>Cash equivalents at year-end .....</b>	<u>20,902.3</u>	<u>14,881.7</u>	<u>534.6</u>	<u>36,318.5</u>	<u>35,836.9</u>

## Financial indicators LSR

	2022	2021	2020	2019	2018
<b>Yield</b>					
Nominal yield.....	(4.6%)	15.5%	14.9%	16.6%	5.6%
Real yield.....	(12.7%)	10.2%	11.0%	13.6%	2.3%
Net real yield.....	(12.9%)	10.0%	10.9%	13.4%	2.1%
Average net real yield over the last 5 years.....	4.3%	8.3%	6.4%	5.6%	4.7%
Average net real yield over the last 10 years.....	4.9%	7.3%	6.5%	5.6%	4.6%
<b>Investment securities</b>					
Listed holdings in companies and funds.....	46.4%	50.8%	46.5%	42.4%	37.6%
Listed bonds.....	25.7%	25.0%	26.7%	28.4%	32.5%
Unlisted holdings in companies and funds.....	11.0%	8.4%	6.8%	5.6%	4.5%
Unlisted bonds.....	15.9%	15.0%	19.1%	22.6%	24.6%
Bank deposits.....	0.9%	0.8%	0.8%	0.9%	0.8%
<b>Investment securities by currencies</b>					
Securities in Icelandic krona.....	59.0%	57.4%	59.1%	63.9%	70.0%
Securities in foreign currencies.....	41.0%	42.6%	40.9%	36.1%	30.0%
<b>Members and pensioners</b>					
Average number of active members.....	30,590	30,058	29,586	28,992	28,365
Average number of pensioners.....	24,244	23,148	22,325	21,242	20,230
Number of total fund members at year-end*.....	119,944	117,686	115,342	112,840	111,065
Staff (full-time equivalent position).....	55.7	52.3	54.0	53.0	49.7
<b>Amounts at fixed prices</b>					
Total premiums.....	97,865.7	77,541.7	66,029.6	63,546.5	61,024.2
Total pensions.....	87,325.3	78,135.9	66,001.0	62,328.1	58,781.1
Total net investment income.....	(64,965.3)	185,251.7	145,266.5	142,912.7	46,922.1
Total operating expenses.....	1,649.3	1,499.3	1,353.9	1,283.9	1,309.0
Increase in net assets for pension payments.....	(56,074.1)	183,158.1	143,940.8	142,835.2	47,844.4
<b>Breakdown of pension payments by type</b>					
Old-age pension.....	83.4%	82.8%	82.2%	82.1%	81.7%
Disability pension.....	5.7%	5.8%	5.9%	5.9%	5.9%
Spouses' pension.....	10.5%	10.9%	11.3%	11.7%	12.2%
Children's allowance.....	0.3%	0.3%	0.3%	0.3%	0.3%
Other payments.....	0.0%	0.2%	0.2%	0.0%	0.0%
<b>Other financial indicators</b>					
Pensions as % of premiums.....	89.2%	100.8%	100.0%	98.1%	96.3%
Operating expenses as % of premiums.....	1.7%	1.9%	2.1%	2.0%	2.1%
Net investment income as % of average asset position.....	(4.7%)	14.4%	13.9%	15.3%	5.4%
Operating expenses as % of average asset position.....	0.12%	0.12%	0.13%	0.14%	0.15%

\* Total fund members at year-end is a total of members from all divisions of LSR. Therefore some members are counted more than once.