

Overview 2023

LSR

Lífeyrissjóður starfsmanna ríkisins

Engjateigi 11

105 Reykjavík

711297-3919

Statement of changes in net assets available for benefits

	2023	2023	2023	2023	2022
	Division A	Division B	Division S*	LSR	LSR
Premiums					
Members	11,934.5	217.4	1,145.9	13,297.8	12,189.5
Employers	34,370.5	848.6	697.6	35,916.6	32,693.7
Transfer of rights and repayments	(120.7)	(1.8)	65.0	(57.5)	10.5
	<u>46,184.2</u>	<u>1,064.2</u>	<u>1,908.5</u>	<u>49,156.9</u>	<u>44,893.7</u>
Increase in pension payments	0.0	30,573.4	0.0	30,573.4	27,513.9
State contrib. to equalize disability pension burden	443.8	140.2	0.0	584.0	495.8
Liquidated and employers deposits on commitments	356.3	8,746.0	0.0	9,102.3	21,246.5
Pension premiums allocated to mortgage loans	0.0	0.0	(509.9)	(509.9)	(463.0)
	<u>46,984.3</u>	<u>40,523.8</u>	<u>1,398.5</u>	<u>88,906.7</u>	<u>93,686.9</u>
Pensions					
Pensions	20,886.7	71,775.7	923.7	93,586.1	83,309.1
Direct expenses due to disability pension	295.7	17.6	0.0	313.2	287.4
	<u>21,182.4</u>	<u>71,793.2</u>	<u>923.7</u>	<u>93,899.4</u>	<u>83,596.6</u>
Net investment income					
Net income from holdings in companies and funds	59,503.5	13,135.1	1,263.0	73,901.6	(90,184.7)
Net income from bonds	34,075.4	8,948.1	48.8	43,072.3	25,954.7
Interest income from bank deposits	0.0	0.0	1,046.1	1,046.1	957.6
Interest income from cash equivalents	619.9	797.3	46.1	1,463.3	1,543.2
Interest income from premiums and other claims	2.3	3.1	0.0	5.4	4.3
Investment expenses	(640.4)	(29.1)	(0.2)	(669.7)	(466.4)
	<u>93,560.8</u>	<u>22,854.5</u>	<u>2,403.8</u>	<u>118,819.1</u>	<u>(62,191.3)</u>
Operating expenses					
Office and management expenses	1,162.9	582.3	19.7	1,764.9	1,578.8
Increase in net assets during the year	118,199.9	(8,997.3)	2,858.9	112,061.5	(53,679.8)
Net assets from previous year	<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>
Net assets for pension payments at year-end	<u>1,140,113.2</u>	<u>237,174.9</u>	<u>27,906.5</u>	<u>1,405,194.6</u>	<u>1,293,133.1</u>

*Voluntary savings pension

Balance sheet

	2023	2023	2023	2023	2022
	Division A	Division B	Division S	LSR	LSR
Assets					
Investments					
Holdings in companies and funds	665,644.9	130,154.9	12,749.1	808,548.9	721,613.1
Bonds	453,256.0	93,603.1	1,208.0	548,067.1	522,982.5
Bank deposits	0.0	0.0	12,584.8	12,584.8	11,701.8
	<u>1,118,900.9</u>	<u>223,758.0</u>	<u>26,541.9</u>	<u>1,369,200.8</u>	<u>1,256,297.4</u>
Claims					
Claims on employers	4,073.3	359.1	0.0	4,432.5	3,469.5
Other claims	270.1	93.6	34.4	398.1	370.3
	<u>4,343.4</u>	<u>452.7</u>	<u>34.4</u>	<u>4,830.6</u>	<u>3,839.8</u>
Other assets					
Fixed assets	431.0	0.0	0.0	431.0	409.4
Cash equivalents	18,034.0	15,418.3	1,384.5	34,836.7	36,318.5
	<u>1,141,709.3</u>	<u>239,629.0</u>	<u>27,960.8</u>	<u>1,409,299.0</u>	<u>1,296,865.1</u>
Liabilities					
Accrued pension commitments	228.5	261.4	0.0	489.9	456.4
Other liabilities	1,367.6	2,192.7	54.2	3,614.5	3,275.6
	<u>1,596.1</u>	<u>2,454.1</u>	<u>54.2</u>	<u>4,104.4</u>	<u>3,732.0</u>
Net assets for pension payments at year-end	<u><u>1,140,113.2</u></u>	<u><u>237,174.9</u></u>	<u><u>27,906.5</u></u>	<u><u>1,405,194.6</u></u>	<u><u>1,293,133.1</u></u>
Off balance sheet assets					
Claims on employers acc. Act no. 1/1997 article 33		647,342.3		647,342.3	606,061.2

Cash flow statement

	2023	2023	2023	2023	2022
Inflow	Division A	Division B	Division S	LSR	LSR
Premiums	45,836.7	40,407.4	1,398.5	87,642.6	80,793.8
Payment due to pension supplement and commitm.	356.3	0.0	0.0	356.3	12,297.5
Paid interest income on cash equivalents and claims	807.2	792.9	46.3	1,646.4	726.7
Other inflow	47.3	8.3	0.0	55.7	61.5
	<u>47,047.5</u>	<u>41,208.7</u>	<u>1,444.9</u>	<u>89,701.0</u>	<u>93,879.5</u>
Outflow					
Pensions	21,239.4	71,550.9	918.3	93,708.5	82,526.2
Operating expenses	1,037.9	541.9	17.8	1,597.6	1,608.9
Investment in operating assets	30.9	0.0	0.0	30.9	5.2
Other outflow	68.6	32.6	3.8	105.0	83.4
	<u>22,376.7</u>	<u>72,125.4</u>	<u>939.8</u>	<u>95,442.0</u>	<u>84,223.8</u>
New disposable resources for investments	<u>24,670.7</u>	<u>(30,916.7)</u>	<u>505.0</u>	<u>(5,741.0)</u>	<u>9,655.7</u>
Investment transactions					
Received income from holdings in companies and funds	4,102.9	913.8	24.0	5,040.8	10,595.1
Investment in holding companies and funds	(79,879.7)	(12,130.4)	(327.5)	(92,337.7)	(127,954.5)
Sold holdings in companies and funds	42,811.0	30,396.8	543.2	73,751.0	82,869.1
Installments on bond principals and interest	43,681.7	11,740.0	54.8	55,476.4	67,705.3
Purchased bonds	(45,687.3)	(73.9)	(114.1)	(45,875.3)	(59,170.6)
Sold bonds	7,617.3	599.5	0.0	8,216.8	16,830.8
New bank deposits	0.0	0.0	164.8	164.8	(870.0)
Sold other investments	0.0	0.0	0.0	0.0	0.0
	<u>(27,354.1)</u>	<u>31,445.9</u>	<u>345.1</u>	<u>4,436.9</u>	<u>(9,994.8)</u>
Increase (decrease) in cash equivalents	(2,683.4)	529.1	850.1	(1,304.1)	(339.1)
Exchange rate difference on cash equivalents	(184.9)	7.4	(0.2)	(177.7)	820.7
Cash equivalents at beginning of year	<u>20,902.3</u>	<u>14,881.7</u>	<u>534.6</u>	<u>36,318.5</u>	<u>35,836.9</u>
Cash equivalents at year-end	<u>18,034.0</u>	<u>15,418.3</u>	<u>1,384.5</u>	<u>34,836.7</u>	<u>36,318.5</u>

Financial indicators LSR

	2023	2022	2021	2020	2019
Yield					
Nominal yield.....	9.2%	(4.6%)	15.5%	14.9%	16.6%
Real yield.....	1.1%	(12.7%)	10.2%	11.0%	13.6%
Net real yield.....	1.0%	(12.9%)	10.0%	10.9%	13.4%
Average net real yield over the last 5 years.....	4.0%	4.3%	8.3%	6.4%	5.6%
Average net real yield over the last 10 years.....	4.4%	4.9%	7.3%	6.5%	5.6%
Investment securities					
Listed holdings in companies and funds.....	47.1%	46.4%	50.8%	46.5%	42.4%
Listed bonds.....	25.3%	25.7%	25.0%	26.7%	28.4%
Unlisted holdings in companies and funds.....	12.1%	11.0%	8.4%	6.8%	5.6%
Unlisted bonds.....	14.6%	15.9%	15.0%	19.1%	22.6%
Bank deposits.....	0.9%	0.9%	0.8%	0.8%	0.9%
Investment securities by currencies					
Securities in Icelandic krona.....	56.5%	59.0%	57.4%	59.1%	63.9%
Securities in foreign currencies.....	43.5%	41.0%	42.6%	40.9%	36.1%
Members and pensioners					
Average number of active members.....	31,388	30,590	30,058	29,586	28,992
Average number of pensioners.....	24,632	24,244	23,148	22,325	21,242
Number of total fund members at year-end*.....	122,893	119,944	117,686	115,342	112,840
Staff (full-time equivalent position).....	56.9	55.7	52.3	54.0	53.0
Amounts at fixed prices					
Total premiums.....	92,328.2	105,699.8	91,568.7	86,863.7	83,597.1
Total pensions.....	97,513.0	94,315.7	92,270.5	86,826.1	81,994.3
Total net investment income.....	123,391.8	(70,165.7)	218,763.1	191,102.0	188,005.5
Total operating expenses.....	1,832.8	1,781.3	1,770.5	1,781.2	1,689.0
Increase in net assets for pension payments.....	116,374.2	(60,562.9)	216,290.8	189,358.0	187,903.5
Breakdown of pension payments by type					
Old-age pension.....	83.8%	83.4%	82.8%	82.2%	82.1%
Disability pension.....	5.7%	5.7%	5.8%	5.9%	5.9%
Spouses' pension.....	10.2%	10.5%	10.9%	11.3%	11.7%
Children's allowance.....	0.3%	0.3%	0.3%	0.3%	0.3%
Other payments.....	0.0%	0.0%	0.2%	0.2%	0.0%
Other financial indicators					
Pensions as % of premiums.....	105.6%	89.2%	100.8%	100.0%	98.1%
Operating expenses as % of premiums.....	2.0%	1.7%	1.9%	2.1%	2.0%
Net investment income as % of average asset position.....	8.8%	(4.7%)	14.4%	13.9%	15.3%
Operating expenses as % of average asset position.....	0.13%	0.12%	0.12%	0.13%	0.14%

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