

Overview 2021

LSR

Lífeyrissjóður starfsmanna ríkisins

Engjateigi 11

105 Reykjavík

711297-3919

Statement of changes in net assets available for benefits

	2021	2021	2021	2021	2020
	Division A	Division B	Division S*	LSR	LSR
Premiums					
Members	9,806.3	300.2	1,066.3	11,172.8	10,500.8
Employers	28,224.1	1,064.3	604.2	29,892.7	28,095.6
Transfer of rights and repayments	30.1	0.0	25.4	55.5	19.4
Increase in pension payments	0.0	25,628.8	0.0	25,628.8	22,232.4
State contrib. to equalize disability pension burden ...	309.8	128.6	0.0	438.4	473.3
Liquidated and employers deposits on commitments	0.0	9,020.0	0.0	9,020.0	8,095.9
Pension premiums allocated to mortgage loans	0.0	0.0	(457.7)	(457.7)	(441.3)
	<u>38,370.3</u>	<u>36,141.9</u>	<u>1,238.4</u>	<u>75,750.5</u>	<u>68,976.2</u>
Pensions					
Pensions	13,011.6	62,409.6	638.4	76,059.5	68,692.3
Direct expenses due to disability pension	254.1	17.4	0.0	271.6	254.0
	<u>13,265.7</u>	<u>62,427.0</u>	<u>638.4</u>	<u>76,331.0</u>	<u>68,946.3</u>
Net investment income					
Net income from holdings in companies and funds	109,405.1	31,476.0	1,831.8	142,712.9	117,262.5
Net income from bonds	29,094.8	8,507.2	84.7	37,686.8	34,671.3
Interest income from bank deposits	0.0	0.0	451.7	451.7	361.3
Interest income from cash equivalents	509.1	240.0	1.8	750.9	44.6
Interest income from premiums and other claims	1.6	0.9	0.0	2.5	8.7
Investment expenses	(591.0)	(39.3)	(2.0)	(632.3)	(599.3)
	<u>138,419.6</u>	<u>40,184.8</u>	<u>2,368.0</u>	<u>180,972.5</u>	<u>151,749.1</u>
Operating expenses					
Office and management expenses	892.7	555.6	16.3	1,464.7	1,414.4
	<u>892.7</u>	<u>555.6</u>	<u>16.3</u>	<u>1,464.7</u>	<u>1,414.4</u>
Increase in net assets during the year	162,631.5	13,344.1	2,951.7	178,927.3	150,364.2
Net assets from previous year	861,771.3	284,037.4	22,077.0	1,167,885.6	1,017,521.4
Net assets for pension payments at year-end	<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>

*Voluntary savings pension

Balance sheet

	2021	2021	2021	2021	2020
	Division A	Division B	Division S	LSR	LSR
Assets					
Investments					
Holdings in companies and funds	586,422.0	177,414.9	13,479.8	777,316.7	597,055.4
Bonds	412,233.4	109,337.5	1,215.0	522,785.9	513,542.6
Bank deposits	0.0	0.0	9,875.4	9,875.4	9,122.6
	<u>998,655.4</u>	<u>286,752.4</u>	<u>24,570.2</u>	<u>1,309,978.0</u>	<u>1,119,720.7</u>
Claims					
Claims on employers	2,711.6	268.4	2.4	2,982.4	3,044.2
Other claims	286.7	106.7	24.8	418.2	274.5
	<u>2,998.3</u>	<u>375.2</u>	<u>27.1</u>	<u>3,400.6</u>	<u>3,318.7</u>
Other assets					
Fixed assets	412.8	0.0	0.0	412.8	422.3
Cash equivalents	23,102.8	12,273.5	460.6	35,836.9	47,043.8
	<u>23,515.6</u>	<u>12,273.5</u>	<u>460.6</u>	<u>36,249.7</u>	<u>47,466.1</u>
Assets	<u>1,025,169.3</u>	<u>299,401.1</u>	<u>25,057.9</u>	<u>1,349,628.2</u>	<u>1,170,505.5</u>
Liabilities					
Accrued pension commitments	185.4	238.7	0.0	424.2	335.2
Other liabilities	581.1	1,780.8	29.2	2,391.1	2,284.6
Liabilities	<u>766.5</u>	<u>2,019.6</u>	<u>29.2</u>	<u>2,815.3</u>	<u>2,619.8</u>
Net assets for pension payments at year-end	<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>
Off balance sheet assets					
Claims on employers acc. Act no. 1/1997 article 33 ...		591,279.8		591,279.8	538,941.3

Cash flow statement

	2021	2021	2021	2021	2020
Inflow	Division A	Division B	Division S	LSR	LSR
Premiums	38,403.1	36,232.0	1,237.1	75,872.1	68,532.6
Paid interest income on cash equivalents and claims .	24.1	31.8	1.9	57.8	183.6
Other inflow	48.2	11.0	0.0	59.3	103.0
	<u>38,475.4</u>	<u>36,274.8</u>	<u>1,238.9</u>	<u>75,989.2</u>	<u>68,819.1</u>
Outflow					
Pensions	13,214.0	62,405.3	633.3	76,252.6	68,625.8
Operating expenses	836.4	535.9	22.5	1,394.8	1,322.1
Investment in operating assets	3.3	0.0	0.0	3.3	8.4
Other outflow	165.0	46.6	14.0	225.5	273.5
	<u>14,218.6</u>	<u>62,987.8</u>	<u>669.8</u>	<u>77,876.2</u>	<u>70,229.7</u>
New disposable resources for investments	<u>24,256.8</u>	<u>(26,713.0)</u>	<u>569.1</u>	<u>(1,887.0)</u>	<u>(1,410.6)</u>
Investment transactions					
Received income from holdings in companies and funds	2,849.7	898.2	55.4	3,803.3	1,949.9
Investment in holding companies and funds	(74,126.0)	(11,329.9)	(1,821.2)	(87,277.1)	(171,811.2)
Sold holdings in companies and funds	31,412.9	12,509.5	1,615.8	45,538.2	161,425.4
Installments on bond principals and interest	55,048.3	27,103.0	46.5	82,197.8	89,110.0
Purchased bonds	(63,525.3)	(6,036.4)	(94.1)	(69,655.8)	(85,601.8)
Sold bonds	15,679.7	0.0	0.0	15,679.7	18,357.9
New bank deposits	0.0	0.0	(301.5)	(301.5)	(412.0)
Sold other investments	0.0	0.0	0.0	0.0	59.6
	<u>(32,660.6)</u>	<u>23,144.4</u>	<u>(499.2)</u>	<u>(10,015.5)</u>	<u>13,077.8</u>
Increase (decrease) in cash equivalents	(8,403.8)	(3,568.6)	69.9	(11,902.5)	11,667.2
Exchange rate difference on cash equivalents	486.6	209.1	(0.1)	695.6	(130.2)
Cash equivalents at beginning of year	<u>31,020.0</u>	<u>15,633.0</u>	<u>390.7</u>	<u>47,043.8</u>	<u>35,506.8</u>
Cash equivalents at year-end	<u>23,102.8</u>	<u>12,273.5</u>	<u>460.6</u>	<u>35,836.9</u>	<u>47,043.8</u>

Financial indicators LSR

	2021	2020	2019	2018	2017
Yield					
Nominal yield.....	15.5%	14.9%	16.6%	5.6%	7.6%
Real yield.....	10.2%	11.0%	13.6%	2.3%	5.7%
Net real yield.....	10.0%	10.9%	13.4%	2.1%	5.6%
Average net real yield over the last 5 years.....	8.3%	6.4%	5.6%	4.7%	5.6%
Average net real yield over the last 10 years.....	7.3%	6.5%	5.6%	4.6%	1.4%
Investment securities					
Listed holdings in companies and funds.....	50.8%	46.5%	42.4%	37.6%	35.7%
Listed bonds.....	25.0%	26.7%	28.4%	32.5%	36.4%
Unlisted holdings in companies and funds.....	8.4%	6.8%	5.6%	4.5%	4.9%
Unlisted bonds.....	15.0%	19.1%	22.6%	24.6%	23.0%
Bank deposits.....	0.8%	0.8%	0.9%	0.8%	0.0%
Investment securities by currencies					
Securities in Icelandic krona.....	57.4%	59.1%	63.9%	70.0%	71.0%
Securities in foreign currencies.....	42.6%	40.9%	36.1%	30.0%	29.0%
Members and pensioners					
Average number of active members.....	30,058	29,586	28,992	28,365	27,785
Average number of pensioners.....	23,148	22,325	21,242	20,230	19,283
Number of total fund members at year-end*.....	117,686	115,342	112,840	111,065	107,053
Staff (full-time equivalent position).....	52.3	54.0	53.0	49.7	48.4
Amounts at fixed prices					
Total premiums.....	77,541.7	66,029.6	63,546.5	61,024.2	75,967.8
Total pensions.....	78,135.9	66,001.0	62,328.1	58,781.1	50,743.5
Total net investment income.....	185,251.7	145,266.5	142,912.7	46,922.1	57,701.1
Total operating expenses.....	1,499.3	1,353.9	1,283.9	1,309.0	1,010.8
Increase in net assets for pension payments.....	183,158.1	143,940.8	142,835.2	47,844.4	81,914.7
Breakdown of pension payments by type					
Old-age pension.....	82.8%	82.2%	82.1%	81.7%	80.4%
Disability pension.....	5.8%	5.9%	5.9%	5.9%	5.9%
Spouses' pension.....	10.9%	11.3%	11.7%	12.2%	13.4%
Children's allowance.....	0.3%	0.3%	0.3%	0.3%	0.3%
Other payments.....	0.2%	0.2%	0.0%	0.0%	0.0%
Other financial indicators					
Pensions as % of premiums.....	100.8%	100.0%	98.1%	96.3%	66.8%
Operating expenses as % of premiums.....	1.9%	2.1%	2.0%	2.1%	1.3%
Net investment income as % of average asset position.....	14.4%	13.9%	15.3%	5.4%	7.3%
Operating expenses as % of average asset position.....	0.12%	0.13%	0.14%	0.15%	0.13%

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