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Keva's Interim Report 1 January–30 September 2012:

## Excellent return on Keva's investments

The return on Keva's investments during January–September was 10.2 per cent. The market value of the investments was EUR 33.3 billion at the end of September. Among the asset classes, listed equities generated the best returns, at 14.0 per cent.

According to CEO **Merja Ailus**, 2012 has been a successful investment year for Keva.

“We can consider our investment result excellent. We must not, however, lose sight of the fact that uncertainty still exists in the investment environment. With that in mind, we have paid special attention to risk management and on several occasions we have, for example, lowered the risk level of our equities portfolio,” Ailus explains.

The market value return on investments was 10.2 per cent in January–September. The return on listed equities and equity funds was 14.0 per cent. Fixed income investments generated 8.8 per cent and real estate investments (including real estate funds) 3.6 per cent. Among the smaller asset classes, private equity investments accounted for 8.0 per cent, hedge funds for 7.3 per cent and commodity investments for 4.9 per cent of the portfolio.

Fixed income investments accounted for 47.1 per cent, listed equities and equity funds for 37.8 per cent and real estate investments for 7.7 per cent of Keva's entire investment portfolio at market values. Private equity investments accounted for 4.8 per cent, hedge funds for 2.2 per cent and commodity investments for 0.3 per cent.

According to **Ari Huotari**, Keva's Director of Investments, the year so far has turned out better than originally anticipated in terms of investments.

“The general generosity of the central banks and in particular the European Central Bank's promises of support for the euro have resulted in higher returns on riskier investments. The coming winter, however, will not be all rosy; we are certain to see restless periods as well,” Huotari estimates.

### **Additional information:**

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The figures presented in this bulletin are unaudited.