

# Interim report 2025

## Asset management across generations

*The mission from the Swedish Parliament  
is to strengthen the income pension  
system for the benefit of current and  
future pensioners.*

AP3 TREDJE  
AP-FONDEN

**AP3**

0.7  
per cent  
Return as at  
30 June 2025

8.5  
per cent  
Average  
return, last  
five years

7.8  
per cent  
Average  
return, last 10 years

550.6  
SEK bn  
Fund capital as at  
30 June 2025

# Highlights of the first half of the year

## Earnings and receipts

- AP3's profit for the first half of 2025 was SEK 3,974 million (35,434).
- AP3's total return was 0.7 per cent (7.1) after costs.
- The Fund's full-year asset management costs were 0.07 per cent (0.07), of which operating expenses were 0.06 per cent (0.06).
- AP3's fund capital was SEK 550,618 million (549,054 as at 31 December 2024).
- From the fund capital, SEK 2,410 million (866) was paid to the Swedish Pensions Agency to cover the difference between paid-in pension contributions and paid-out pensions and costs for the state income pension system during the first half of 2025.
- AP3 had a return of 8.5 per cent (8.8) on average per year over the last five-year period and 7.8 per cent (8.7) over the last 10-year period.

## Other significant events

- AP3 and AP4, in partnership with AP1, have made good progress in preparing to implement the Government's decision to take over AP1's financial assets at the year-end.
- During the first half of the year, AP3 continued to work closely with AP4 on the implementation of a new, cloud-based portfolio system, which will go live in the autumn.
- In the AGM season from July 2024 to June 2025, AP3 voted on more than 11,000 motions at 924 foreign AGMs. AP3 has also voted on 4,000 motions at the 142 Swedish AGMs held so far this year. Find out more about this and AP3's four focus areas in **AP3's Stewardship Report**.
- Work to implement AI to support operations continues. This is leading in part to increased precision in decision-making data and improved risk management through AI-based analyses in the investment process. Overall operational efficiency is increasing and time is being freed up for more value-creating work.

## Summary of AP3's earnings as at 30 June 2025

	30 June 2025	30 June 2024	31 Dec 2024
Fund capital, 31 December, SEK bn	550.6	534.3	549.1
Profit for the period/year, SEK bn	4.0	35.4	51.3
Net flow to pension system, SEK bn	-2.4	-0.9	-2.0
Fund capital, 1 January, SEK bn	549.1	499.8	499.8
Return after expenses, %	0.7	7.1	10.3
Real return after expenses, %	0.2	6.4	9.4
Asset management costs, Operating expenses, per cent of assets under management*	0.06	0.06	0.06
Asset management costs, Commission expenses, per cent of assets under management*	0.01	0.01	0.01
Total asset management costs, per cent of assets under management*	0.07	0.07	0.07
Annualised return after expenses, 5 years, %**	8.5	8.8	8.2
Annualised return after expenses, 10 years, %**	7.8	8.7	8.4
Real annualised return after expenses, 10 years, %**	4.7	5.8	5.3

\* The interim report measures the asset management cost ratio on a full-year basis.

\*\* The interim report also shows annualised return for 10 and 5 years, respectively.

# Market value and return by asset class

Asset class	Return, %	Return contribution, % points	Market value, SEK bn 30/6/2025	Market value, SEK bn full year 2024	Exposure, % 30/6/2025
Listed equities	4.6	2.4	264.3	265.2	52.1
Fixed income investments	2.5	0.6	130.3	120.8	23.3
Alternative investments	1.0	0.3	150.9	157.7	27.5
Other investments	-3.5	0.0	5.1	5.3	0.1
Currency	-2.5	-2.5			24.2**
Total	0.8*	0.8*	550.6	549.1	102.9

\* Return before expenses.

\*\* The currency exposure shows the proportion of assets in foreign currency and cannot be added to the total exposure.

## CEO’s comments on the return for the first half of the year

AP3 ended the first half of the year with a return of 0.7 per cent after expenses. Listed equities and fixed income investments made the largest positive contributions to the return.

However, the volatile movements in global equity markets contributed to the equity management return underperforming its benchmark index by 0.45 per cent. Fixed income management navigated the turbulence with a steady hand, outperforming its benchmark index by 0.56 per cent.

The appreciation of the krona had the largest negative impact on the return, as the value of the Fund’s foreign investments decreased measured in Swedish krona. In alternative investments, the Fund’s portfolio of real estate, unlisted equities, infrastructure and forests delivered a positive return, but not in line with our expectations.

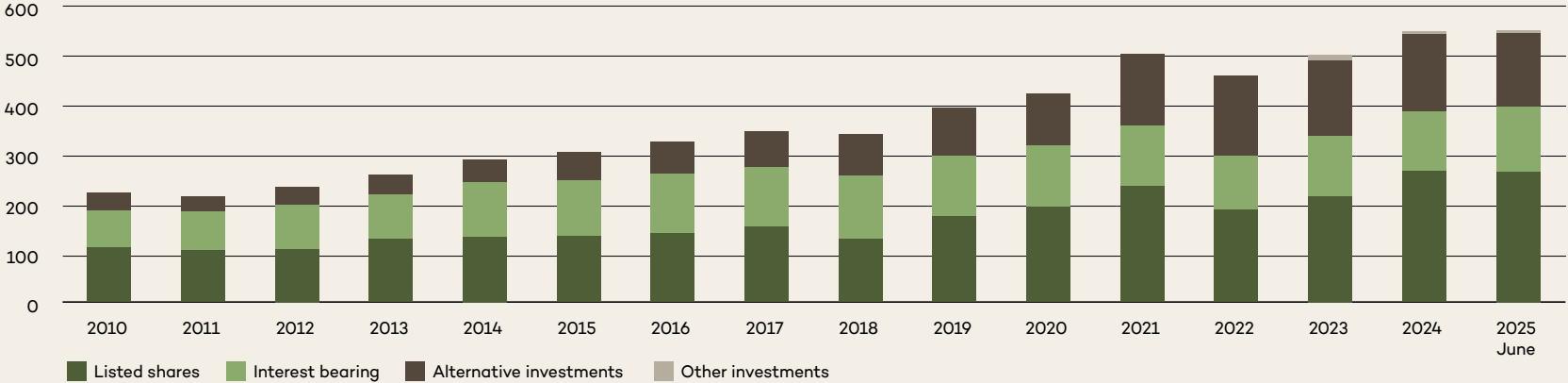
In the run-up to ‘Liberation Day’ on 2 April, the Fund reduced its equity weighting, providing breathing space during the sharp falls in world stock markets. In the turbulence, the equity weighting could be increased again. In summary, the return reflects a challenging first half of the year with large and abrupt changes in financial markets.

Fortunately, both AP3 and the income pension system remain strong for the future. We also note that the “Pension Group” has now proposed to introduce a ‘gas mechanism’ in the system. The issue will be referred for consultation this autumn.

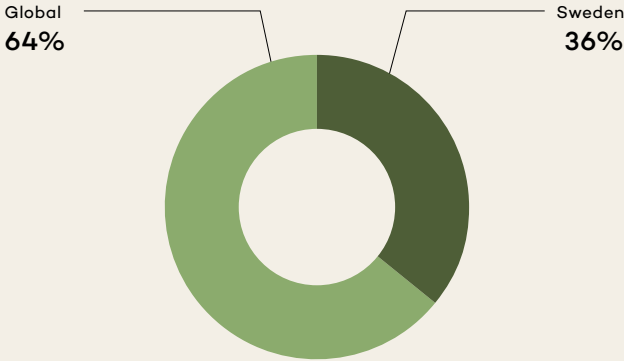
Staffan Hansén, CEO of AP3



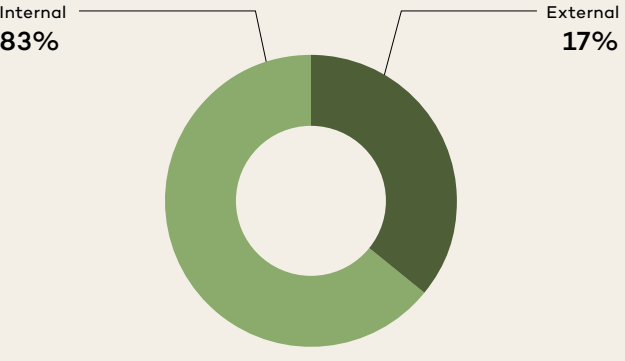
# Growth of the fund capital, 2010 – June 2025



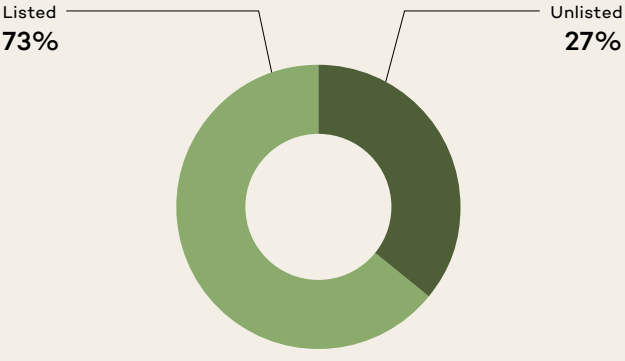
Global/Sweden



Internal/External management



Listed/Unlisted investments



# Income statement

SEK m	2025 Jan–June	2024 Jan–June
<b>Operating income</b>		
Net interest income	1,730	1,698
Dividends received	5,800	3,678
Net income from listed equities and investments	7,300	28,343
Net income from unlisted equities and investments	-963	-236
Net income from fixed income assets	2,009	-467
Net income from derivatives	-663	473
Net income from currencies	-11,044	2,131
Commission expenses	-24	-29
<b>Total operating income</b>	<b>4,144</b>	<b>35,591</b>
<b>Operating expenses</b>		
Staff costs	-96	-91
Other administrative expenses	-74	-66
<b>Total operating expenses</b>	<b>-170</b>	<b>-157</b>
<b>Net result for the year</b>	<b>3,974</b>	<b>35,434</b>

# Balance sheet

SEK m	30/6/2025	30/6/2024
<b>Assets</b>		
Shares and investments		
Listed	266,968	258,954
Unlisted	141,855	139,999
Bonds and other fixed income assets	136,565	135,098
Derivatives	7,857	2,739
Cash and bank balances	1,397	1,408
Other assets	3,947	7,430
Prepaid expenses and accrued income	1,669	1,522
<b>Total assets</b>	<b>560,258</b>	<b>547,150</b>
<b>Fund capital and liabilities</b>		
<b>Liabilities</b>		
Derivatives	3,979	2,730
Other liabilities	5,630	10,053
Deferred income and accrued expenses	31	27
<b>Total liabilities</b>	<b>9,641</b>	<b>12,811</b>
<b>Fund capital</b>		
Fund capital, 1 January	549,054	499,772
Net payments to pension system	-2,410	-866
Net result for the year	3,974	35,434
<b>Total fund capital</b>	<b>550,618</b>	<b>534,339</b>
<b>Total fund capital and liabilities</b>	<b>560,258</b>	<b>547,150</b>



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