

Press release

Quarterly Report Q2 2025

Heerlen/Amsterdam, 24 July 2025.

- **Current funding ratio rises to 117.5 per cent in Q2**
- **Second quarter investment return: 0.3% (€1.8 billion)**
- **Pension liabilities fall to €444 billion in Q2**
- **Policy funding ratio falls to 113.7 per cent in Q2**

ABP's financial position improved in the second quarter of 2025. The current funding ratio rose from 115.6 per cent at the end of March 2025 to 117.5 per cent at the end of June 2025. The increase in interest rates caused the fund's pension liabilities to fall from €450 billion to €444 billion. ABP's assets rose slightly to €522 billion.

Chairman of the Board Harmen van Wijnen: "In the second quarter of this year, the turmoil in the world and financial markets continued. It is therefore important that ABP protects the pension assets. ABP's investment portfolio is built to cope with shocks. We invest in a diversified way across the world in different types of investments and with a long-term perspective. At the same time, interest rates have a major impact on the funding ratio. The fact that the funding ratio improved in the second quarter was therefore partly due to the slightly higher interest rates. ABP is also working hard to switch to the new pension scheme in 2027, so that we can continue to provide our participants with a pension offering the highest possible purchasing power and stability in the future."

What can ABP participants expect?

At the end of November this year, ABP will assess whether and how much pensions can be increased in 2026. The fund will look at the financial position at the end of October and the price increase between September 2024 and September 2025. The Board will determine whether and to what extent an increase is appropriate. In doing so, the Board will take the interests of all groups of participants into account.

ABP's second quarter 2025 funding ratios

In the second quarter of 2025, the current funding ratio rose from 115.6 per cent to 117.5 per cent. This was partly due to the slightly higher interest rates. The policy funding ratio (the average of the current funding ratios over the last twelve months) fell slightly by 0.1 per cent in the second quarter: from 113.8 per cent to 113.7 per cent.

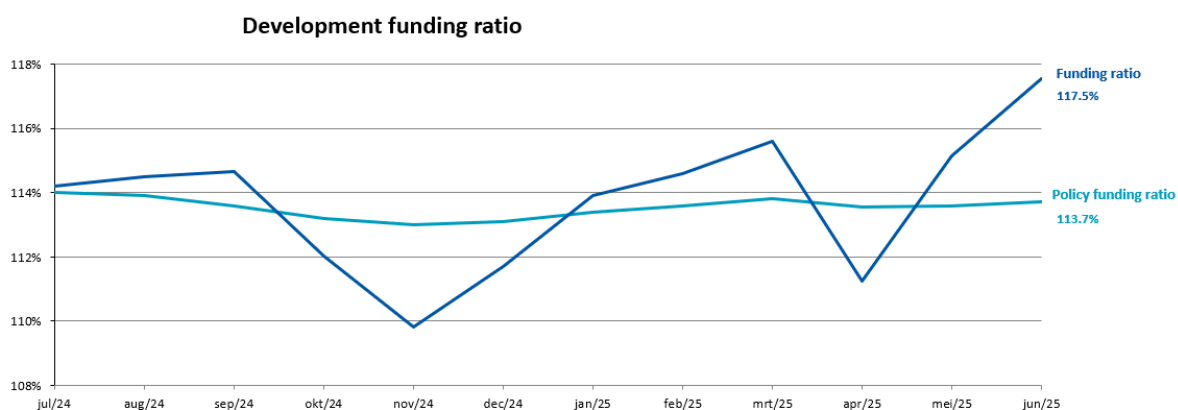
What did ABP's investments and liabilities do in Q2 2025?

ABP's available assets increased from €520 billion in the first quarter to €522 billion at the end of June 2025. ABP posted a return of 0.3 per cent (€1.8 billion) in the second quarter. A number of asset classes recorded losses, such as alternative investments and real estate, while fixed-income investments and equities posted positive returns (see appendix). The actuarial interest rate rose to 2.7 per cent in the second quarter. As a result, the value of the pensions that ABP must pay out now and in the future fell by €6 billion to €444 billion at the end of June 2025.

Key figures	Q2 2024	Q3 2024	Q4 2024	Q1 2025	Q2 2025
Current funding ratio (%)	115.6	114.6	<i>111.7</i>	115.6	117.5
Policy funding ratio (%)	114.2	113.6	<i>113.1</i>	113.8	113.7
Available assets (€ billion)*	510	533	<i>542</i>	520	522
Liabilities (€ billion)	441	465	486	450	444
Actuarial interest rate (%)	2.5	2.2	2.1	2.6	2.7

* The main reasons for the change in available assets are achieved investment returns, premiums and distributions.

* In the above table, some key figures of Q4 2024 (in italics) have been adjusted as a result of the determination of and in accordance with the final financial statements for 2024. The appendix on the composition and return of the investment portfolio also shows a number of changes.



Appendix: Notes on return on ABP investment portfolio

		Q2 2025		YTD 2025		2024	
	Weighting	Return		Return		Return	
	%	%	billion €	%	billion €	%	billion €
Fixed-income investments	40.2	0.4	0.8	-0.6	-1.2	-0.2	-0.3
Government bonds	10.0	1.2	0.6	0.7	0.4	0.6	0.3
Long-term government bonds	12.9	-0.2	-0.1	-3.5	-2.4	-6.4	-4.4
Corporate bonds	10.8	1.4	0.8	2.4	1.4	3.1	1.7
Emerging market bonds	5.0	-2.1	-0.6	-2.6	-0.7	6.4	1.8
Mortgages	1.6	1.5	0.1	1.0	0.1	6.8	0.3
Equities	30.0	2.7	4.6	-2.9	-4.2	21.9	29.9
Developed market equities	25.8	2.7	3.9	-3.7	-4.5	23.6	25.2
Emerging market equities	4.1	3.2	0.7	1.3	0.3	15.8	4.7
Alternative investments	19.3	-4.3	-4.6	-5.6	-6.0	13.0	12.8
Private Equity	8.6	-5.1	-2.4	-8.8	-4.3	11.8	5.3
Commodities *	3.8	-5.9	-1.3	-3.8	-0.8	19.7	4.3
Infrastructure	6.3	-1.8	-0.6	-1.2	-0.4	10.4	3.0
Hedge funds (in run-off) **	0.6	-9.3	-0.3	-12.1	-0.4	6.6	0.3
Real estate	9.3	-3.1	-1.6	-5.8	-3.0	5.5	2.7
Real estate	9.3	-3.1	-1.6	-5.8	-3.0	5.5	2.7
Portfolio return (for overlay)	98.8	-0.1	-0.7	-2.7	-14.4	9.0	45.1
Overlay ***	1.2	0.5	2.5	-1.0	-5.7	-0.7	-3.4
Interest rate and inflation hedge ***		-0.3	-1.7	-2.2	-11.9	0.2	1.0
Currency hedge ***		0.7	3.9	1.1	5.9	-0.9	-4.5
Cash and other ***		0.1	0.3	0.1	0.3	0.0	0.1
Total	100.0	0.3	1.8	-3.7	-20.0	8.4	41.7

* Commodities have 100% USD exposure, expressed in USD the return over Q2 is +2.2%

** Hedge funds have 100% USD exposure, expressed in USD the return over Q2 is -1.4%

*** contribution to total return

Notes on return on investment portfolio

ABP's investment portfolio achieved a return (for overlay) of -0.1 per cent for the second quarter of 2025; in euros, this investment result is -€0.7 billion. The total return (including overlay) for the second quarter was +0,3 per cent, in euros this is +€1.8 billion.