

DFA1 form approved
By Board of the Bank of Lithuania
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ERGO Life Insurance SE

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**FINANCIAL STATEMENTS OF INSURANCE AND REINSURANCE
ACTIVITY**

2019.03.31

General Manager Bogdan Benczak

Chief accountant Jelena Panfilova

Chief actuary Dr. Gintaras Bakštys

Balance sheet

No.	Articles	Financial Year	
		1	2
1	INTANGIBLE NON-CURRENT ASSETS	975 284,00	869 214,00
2	Goodwill	0,00	0,00
3	Software	954 858,00	851 963,00
4	Other intangible non-current assets	20 426,00	17 251,00
5	INVESTMENTS	262 178 234,00	251 852 312,00
6	Land, buildings and other real estate	1 411 280,00	154 935,00
7	Occupied by insurance company for its own activities	1 256 345,00	0,00
8	Land	0,00	0,00
9	Buildings	0,00	0,00
10	Other	1 256 345,00	0,00
11	Investment property	154 935,00	154 935,00
12	Land	18 935,00	18 935,00
13	Buildings	136 000,00	136 000,00
14	Investments in subsidiaries and associates	4 677 870,00	4 677 870,00
15	Debt securities of subsidiaries and loans granted to subsidiaries	4 677 870,00	4 677 870,00
16	Debt securities issued by associated companies and loans granted to associated companies	0,00	0,00
17	Shares issued by associated companies	0,00	0,00
18	Debt securities issued by associated companies and loans granted to associated companies	0,00	0,00
19	Other financial investments	256 089 084,00	247 019 507,00
20	Shares, other variable interest securities and units of unit trust	26 115 340,00	27 229 327,00
21	Listed	19 432 176,00	20 576 040,00
22	Not listed	6 683 164,00	6 653 287,00
23	Debt and other fixed interest securities	223 298 666,00	213 138 002,00
24	Government, central bank and municipal securities	180 593 974,00	174 607 845,00
25	Securities issued by other business entities	42 704 692,00	38 530 157,00
26	Loans secured in with mortgages	0,00	0,00
27	Other loans	6 052 797,00	6 002 247,00
28	Deposits in credit institution	0,00	0,00
29	Financial instruments derivatives	0,00	0,00
30	Other investments into real estate	622 281,00	649 931,00
31	Deposits at the reinsured	0,00	0,00
32	OTHER LIFE INSURANCE INVESTMENTS	44 627 044,00	40 500 617,00
33	Life insurance investments with investments risk taken by the insured	26 094 175,00	23 210 828,00
34	Investments for unit linked life insurance	18 532 869,00	17 289 789,00
35	Professional pension accumulation investment	0,00	0,00
36	REINSURANCE ASSETS	149 133,00	149 133,00

37	Provision for unearned premiums	0,00	0,00
38	Outstanding claims technical provision	149 133,00	149 133,00
39	Life insurance mathematical technical provision	0,00	0,00
40	Technical provision for rebates	0,00	0,00
41	Other technical provision	0,00	0,00
42	ACCOUNTS RECEIVABLE	12 147 361,00	10 035 148,00
43	Amounts receivable from insurance activities	11 782 954,00	9 414 015,00
44	The insured	11 783 226,00	9 413 983,00
45	Intermediaries	(272,00)	32,00
46	Others	0,00	0,00
47	Accounts receivable from inward and outward reinsurance activities	1 444,00	66 872,00
48	The reinsured	0,00	0,00
49	Reinsurers	1 444,00	66 872,00
50	Intermediaries	0,00	0,00
51	Others	0,00	0,00
52	Other accounts receivable	362 963,00	554 261,00
53	OTHER ASSETS	7 485 679,00	7 058 036,00
54	Tangible assets and inventories	422 309,00	304 037,00
55	Motor vehicles	74 980,00	51 771,00
56	Office and other equipment	212 015,00	92 381,00
57	Inventories	1 883,00	2 000,00
58	Prepayments	32 673,00	57 127,00
59	Deferred profit tax assets	100 758,00	100 758,00
60	Prepaid profit tax	0,00	0,00
61	Cash at bank and in hand	7 063 370,00	6 753 999,00
62	Other assets	0,00	0,00
63	ACCRUED INCOME AND DEFERRED COSTS	6 024 149,00	5 838 189,00
64	Accrued interest and rental income	0,00	0,00
65	Deferred acquisition costs	5 845 829,00	5 646 084,00
66	Other accrued income	0,00	0,00
67	Other deferred costs	178 320,00	192 105,00
68	TOTAL ASSETS	333 586 884,00	316 302 649,00
69	CAPITAL AND RESERVES	66 369 751,00	60 366 490,00
70	Share capital	4 380 213,00	4 380 213,00
71	Share premium (surplus of nominal value)	15 129 289,00	15 129 289,00
72	Own shares (-)	0,00	0,00
73	Revaluation reserve	30 171 476,00	23 603 596,00
74	Intangible assets	0,00	0,00
75	Long term tangible	0,00	0,00
76	Financial assets	30 171 476,00	23 603 596,00
77	Reserves	740 211,00	740 211,00

78	Mandatory reserve	450 591,00	450 591,00
79	Other reserves	289 620,00	289 620,00
80	Profit (loss) to be carried forward from previous year(+/-)	16 513 792,00	13 812 500,00
81	Retained earnings (losses) of the current year (+/-)	(565 230,00)	2 700 681,00
82	FINANCING (GRANTS AND SUBSIDIES)	0,00	0,00
83	SUBORDINATED LIABILITIES	0,00	0,00
84	TECHNICAL PROVISIONS	258 790 964,00	248 558 479,00
85	For insurance liabilities	240 258 095,00	231 268 690,00
86	Provision for unearned premiums	15 877 447,00	12 468 671,00
87	Outstanding claims technical provision	6 245 684,00	5 626 986,00
88	Life insurance mathematical technical provision	189 443 007,00	187 311 156,00
89	Technical provision for rebates	2 597 781,00	2 651 049,00
90	Other technical provision	0,00	0,00
91	Technical provision for life insurance with the investment risk borne by the insured	26 094 176,00	23 210 828,00
92	Other technical provision for insurance liabilities	0,00	0,00
93	For financial liabilities	18 532 869,00	17 289 789,00
94	Technical provision for financial liabilities, where the investment risk borne by the insured	18 532 869,00	17 289 789,00
95	Technical provision for professional pension accumulation activities	0,00	0,00
96	Technical provision for pension accumulation activities	0,00	0,00
97	Technical provision for other financial liabilities	0,00	0,00
98	PROVISIONS	0,00	0,00
99	Provision for pensions and similar liabilities	0,00	0,00
100	Provision for taxation	0,00	0,00
101	Other provision	0,00	0,00
102	DEPOSITS OF REINSURERS	0,00	0,00
103	LIABILITIES	8 426 169,00	7 377 680,00
104	Liabilities from insurance activities	3 773 582,00	4 148 569,00
105	Liabilities to the insured	2 759 059,00	3 209 526,00
106	Liabilities to intermediaries	1 014 523,00	939 043,00
107	Other liabilities from insurance activities	0,00	0,00
108	Liabilities from inward and outward reinsurance activities	206 327,00	286 159,00
109	Liabilities to the reinsured	0,00	0,00
110	Liabilities to the reinsurers	206 327,00	286 159,00
111	Liabilities to intermediaries	0,00	0,00
112	Other liabilities from inward and outward reinsurance activities	0,00	0,00
113	Issued debt securities converted debts to be specified separately	0,00	0,00
114	Debts to credit institutions	0,00	0,00
115	Financial instruments derivatives	0,00	0,00
116	Taxes, social security and other liabilities	4 446 260,00	2 942 952,00
117	Taxes	503 553,00	498 663,00

118	Compulsory social security contributions	73 803,00	15 424,00
119	Salaries	160 422,00	53 914,00
120	Other liabilities	3 708 482,00	2 374 951,00
121	ACCRUED COSTS AND DEFERRED INCOME	0,00	0,00
122	Accrued costs	0,00	0,00
123	Deferred income	0,00	0,00
124	TOTAL EQUITY AND LIABILITIES	333 586 884,00	316 302 649,00

Income statement and statement of comprehensive income

No.	Articles	Financial Year	Previous financial Year
		1	2
1	EARNED PREMIUMS NET OF REINSURERS' SHARE	17 424 972,23	13 815 552,00
2	Gross premium written	21 028 838,23	16 419 555,00
3	Outward premiums (-)	-195 090,00	-258 770,00
4	Change in technical provision for premiums unearned (-/+)	-3 408 776,00	-2 345 233,00
5	Change in the reinsurers' share in technical provision for premiums unearned (-/+)	0,00	0,00
6	Income of contract management (fee and commission income)	133 713,00	1 399 826,00
7	INSURANCE CLAIM, NET OF REINSURERS' SHARE EXPENSES (-)	-12 697 844,23	-10 088 905,00
8	Claim paid (-)	-10 140 896,23	-10 024 329,00
9	Redeemable amounts (-)	-1 457 219,00	-1 135 910,00
10	Claims settlement expenses (-)	-481 951,00	-386 250,00
11	Amounts recovered (+)	920,00	616,00
12	Reinsurers' share (+)	0,00	-27 360,00
13	Change in the technical provision for claims outstanding (-/+)	-618 698,00	1 419 556,00
14	Reinsurers' share (+)	0,00	64 772,00
15	RETURNED (PAYABLE) INSURANCE PREMIUMS (PROFIT PARTICIPATION), NET OF REINSURERS' SHARE (-)	53 268,00	-168 972,00
16	Change in life insurance mathematical technical provision, net of reinsurers share +/-	-2 131 851,00	-2 130 499,00
17	Change in technical provision for rebates (-/+)	0,00	-19 144,00
18	Reinsurers' share (+)	-2 883 347,00	404 911,00
19	Change in technical provision for life insurance with the investment risk borne by the insured (+/-)	-1 223 742,00	315 407,00
20	Change in technical provision for financial liabilities, where the investment risk borne by the insured (+/-)	0,00	0,00
21	Change in other technical provision for insurance liabilities (+/-)	0,00	0,00
22	NET OPERATING EXPENSES (-)	-3 720 127,00	-3 830 131,00
23	Acquisition costs (-)	-2 820 917,00	-2 924 998,00
24	Change in deferred acquisition costs (-/+)	199 745,00	-29 122,00
25	Administrative expenses (-)	-1 114 804,00	-885 816,00
26	Reinsurance commissions and reinsurers' profit share (+)	15 849,00	9 805,00

27	INVESTING INCOME	1 921 887,00	1 381 135,00
28	Income from participating in other companies	0,00	0,00
29	Income from land and buildings	3 700,00	4 181,00
30	Income from other investments	1 322 021,00	1 276 713,00
31	Reverse of impairment	0,00	0,00
32	Profit from transfer of investments	596 166,00	100 241,00
33	INVESTMENTS EXPENSES (-)	-642 700,00	-332 288,00
34	Investment management expenses including interest (-)	-114 956,00	-121 213,00
35	Costs related to participation in other companies activity and other investments (-)	0,00	0,00
36	Loss due to decrease in value (-)	0,00	0,00
37	Loss on transfer of investments (-)	-527 744,00	-211 075,00
38	LOSS FROM OTHER INVESTMENT OF LIFE INSURANCE (-)	3 128 713,00	0,00
39	Profit from investment when the investment risk borne by the insured	3 128 713,00	0,00
40	Profit from professional pension accumulation investment	0,00	0,00
41	OTHER INCOME	155 280,00	24 905,00
42	Income from pension accumulation activity	0,00	0,00
43	Finance income (+)	25 848,00	32 644,00
44	Other income (+)	129 432,00	-7 739,00
45	OTHER EXPENSES (-)	-78 785,00	-108 599,00
46	Expenses from pension accumulation activity (-)	0,00	0,00
47	Finance expenses (-)	-27 516,00	-41 883,00
48	Other expenses (-)	-51 269,00	-66 716,00
49	CURRENT YEAR RESULT - PROFIT (LOSS) BEFORE TAXATION	-560 563,00	663 198,00
50	PROFIT TAX (-)	-4 667,00	27 101,00
51	Income tax expense for the reporting year	-4 667,00	27 101,00
52	Deferred income tax expense (income)	0,00	0,00
53	CURRENT YEAR RESULT - PROFIT (LOSS)	-565 230,00	690 299,00
54	Statement of comprehensive income	3 190 295,00	1 683 437,00
55	Change in the value of available-for-sale financial assets	3 190 295,00	1 683 437,00
56	From cash flow hedges	0,00	0,00
57	Revaluation of assets	0,00	0,00
58	Actuarial gains (losses) of defined benefit pension plans	0,00	0,00
59	Other comprehensive income	0,00	0,00
60	PROFIT TAX FROM OTHER COMPREHENSIVE INCOME (-)	0,00	0,00
61	OTHER COMPREHENSIVE INCOME, MINUS PROFIT TAX	3 190 295,00	1 683 437,00
62	CURRENT YEAR RESULT - PROFIT (LOSS) AND OTHER COMPREHENSIVE INCOME	2 625 065,00	2 373 736,00

Cash flows statement

No.	Articles	Financial Year	
		1	2
		1	2
1	CASH FLOWS FROM OPERATING ACTIVITIES +/-	2 186 128,00	2 393 652,00
2	Insurance and inward reinsurance premiums received	19 240 613,00	19 188 695,00
3	Insurance premiums	19 240 613,00	19 188 695,00
4	Inward reinsurance premiums	0,00	0,00
5	Component of deposit	0,00	0,00
6	Coinsurance premiums	0,00	0,00
7	Share of insurance undertakings in coinsurance premiums received	0,00	0,00
8	Share in coinsurance premiums received of other insurance undertakings involved in coinsurance operations	0,00	0,00
9	Amounts paid to other insurance undertakings involved in coinsurance operations (-)	0,00	0,00
10	Amounts received from other insurance undertakings involved in coinsurance operations	0,00	0,00
11	Outward reinsurance premiums (-)	0,00	0,00
12	Proportional outward reinsurance premiums (-)	0,00	0,00
13	Non-proportional outward reinsurance premiums (-)	0,00	0,00
14	Amounts paid under insurance and reinsurance contracts (-)	-11 980 566,00	-11 780 745,00
15	Rebates upon cancellation of contracts (-)	-1 367,00	-4 083,00
16	Insurance (-)	-1 367,00	-4 083,00
17	Reinsurance (-)	0,00	0,00
18	Claims paid (-)	-9 045 847,00	-7 306 469,00
19	Insurance (-)	-9 045 847,00	-7 279 109,00
20	Reinsurance (-)	0,00	-27 360,00
21	Amounts recovered by way of subrogation and salvage (+)	920,00	485,00
22	Insurance (+)	920,00	485,00
23	Reinsurance (+)	0,00	0,00
24	Surrender values paid (-)	-2 918 643,00	-4 460 696,00
25	Insurance (-)	-2 918 643,00	-4 460 696,00
26	Reinsurance (+)	0,00	0,00
27	Claim handling expenses paid (-)	-5 682,00	-2 583,00
28	Insurance (-)	-5 682,00	-2 583,00
29	Reinsurance (-)	0,00	0,00
30	Amounts paid for life insurance with the investment risk borne by the insured (-)	-9 947,00	-7 399,00
31	Amounts paid for other financial liabilities (-)	0,00	0,00
32	Other amounts transferred to reinsurers (-)	-259 795,00	-282 328,00
33	Other amounts received from reinsurers	65 499,00	84 845,00
34	Other amounts transferred to the reinsured (-)	0,00	0,00
35	Other amounts received from the reinsured	0,00	0,00

36	Operating expenses paid (-)	-4 013 764,00	-4 482 557,00
37	Taxes on ordinary activities paid (-)	-1 050 207,00	-507 345,00
38	Amounts received from other operating activities	184 470,00	187 080,00
39	Amounts paid on other operating activities (-)	-123,00	-13 994,00
40	CASH FLOWS FROM INVESTING ACTIVITIES +/(-)	-1 876 456,00	-665 412,00
41	Amounts received from investing activities	2 043 540,00	2 250 980,00
42	Subsidiaries and associated companies	0,00	0,00
43	Shares, other variable-yield securities and income units in unit trusts	35 362,00	24 818,00
44	Debt and other fixed-interest securities	2 003 212,00	2 016 485,00
45	Land	0,00	0,00
46	Buildings	4 867,00	4 555,00
47	Loans secured with mortgages	0,00	0,00
48	Other secured loans	0,00	0,00
49	Unsecured loans	0,00	205 038,00
50	Deposits with credit institutions	99,00	84,00
51	Other investments	0,00	0,00
52	Amounts received on maturity or realization of investments	15 130 503,00	712 464,00
53	Subsidiaries and associates	0,00	0,00
54	Shares, other variable-yield securities and units in unit trusts	6 698 900,00	198 927,00
55	Debt securities and other fixed-interest securities	8 431 603,00	512 837,00
56	Land	0,00	0,00
57	Buildings	0,00	0,00
58	Loans secured with mortgages	0,00	0,00
59	Other secured loans	0,00	0,00
60	Unsecured loans	0,00	700,00
61	Deposits with credit institutions	0,00	0,00
62	Other investments	0,00	0,00
63	Amounts paid on investment (-)	-19 018 364,00	-3 662 542,00
64	Subsidiaries and associates (-)	-25 537,00	0,00
65	Shares, other variable-yield securities and units in unit trusts (-)	-13 726 501,00	-3 634 509,00
66	Debt securities and other fixed-interest securities (-)	-5 244 019,00	0,00
67	Land (-)	0,00	0,00
68	Buildings (-)	0,00	0,00
69	Loans secured with mortgages (-)	0,00	0,00
70	Other secured loans (-)	0,00	0,00
71	Unsecured loans (-)	0,00	0,00
72	Deposits with credit institutions (-)	0,00	0,00
73	Other investments (-)	-22 307,00	-28 033,00
74	Taxes paid on investing activities (-)	-31 148,00	46 610,00
75	Amounts generated from other investing activities	0,00	0,00
76	Amounts paid on other investing activities (-)	-987,00	-12 923,00

77	CASH FLOWS FROM FINANCING ACTIVITIES +/-	-301,00	626,00
78	Amounts received on issue of ordinary and preference shares	0,00	0,00
79	Amounts paid on purchase of own shares (-)	0,00	0,00
80	Amounts received on issue of debt securities	0,00	0,00
81	Amounts paid on redemption of debt securities (-)	0,00	0,00
82	Loans received	0,00	0,00
83	Loans repaid (-)	0,00	0,00
84	Dividends paid (-)	0,00	0,00
85	Taxes paid on financing activities (-)	0,00	0,00
86	Amounts generated from other financing activities	0,00	626,00
87	Amounts paid on other financing activities (-)	-301,00	0,00
88	CURRENCY EXCHANGE IMPACT	0,00	0,00
89	INCREASE (DECREASE) IN CASH	309 371,00	1 728 865,00
90	CASH AND CASH EQUIVALENTS IN THE BEGINNING OF THE PERIOD	6 753 999,00	9 020 013,00
91	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	7 063 370,00	10 748 878,00