

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**

2019.06.30

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	985 058,00	869 214,00
2	Goodwill	0,00	0,00
3	Software	923 049,00	851 963,00
4	Other intangible non-current assets	62 009,00	17 251,00
5	INVESTMENTS	270 180 997,00	251 852 312,00
6	Land, buildings and other real estate	1 329 045,00	154 935,00
7	Occupied by insurance company for its own activities	1 174 110,00	0,00
8	Land	0,00	0,00
9	Buildings	0,00	0,00
10	Other	1 174 110,00	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	5 300 151,00	4 677 870,00
15	Debt securities of subsidiaries and loans granted to subsidiaries	5 300 151,00	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	263 551 801,00	247 019 507,00
20	Shares, other variable interest securities and units of unit trust	26 194 485,00	27 229 327,00
21	Listed	19 603 330,00	20 576 040,00
22	Not listed	6 591 155,00	6 653 287,00
23	Debt and other fixed interest securities	231 253 408,00	213 138 002,00
24	Government, central bank and municipal securities	187 871 891,00	174 607 845,00
25	Securities issued by other business entities	43 381 517,00	38 530 157,00
26	Loans secured in with mortgages	0,00	0,00
27	Other loans	6 103 908,00	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	0,00	649 931,00
31	Deposits at the reinsured	0,00	0,00
32	OTHER LIFE INSURANCE INVESTMENTS	46 728 681,00	40 500 617,00
33	Life insurance investments with investments risk taken by the insured	27 584 530,00	23 210 828,00
34	Investments for unit linked life insurance	19 144 151,00	17 289 789,00
35	Professional pension accumulation investment		
36	REINSURANCE ASSETS	139 133,00	149 133,00

37	Provision for unearned premiums	0,00	0,00
38	Outstanding claims technical provision	139 133,00	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	9 325 528,00	10 035 148,00
43	Amounts receivable from insurance activities	9 100 053,00	9 414 015,00
44	The insured	9 100 689,00	9 413 983,00
45	Intermediaries	(636,00)	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	224 031,00	554 261,00
53	OTHER ASSETS	6 739 818,00	7 058 036,00
54	Tangible assets and inventories	520 355,00	304 037,00
55	Motor vehicles	123 412,00	51 771,00
56	Office and other equipment	202 559,00	92 381,00
57	Inventories	651,00	2 000,00
58	Prepayments	92 975,00	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	6 219 463,00	6 753 999,00
62	Other assets	0,00	0,00
63	ACCRUED INCOME AND DEFERRED COSTS	5 756 370,00	5 838 189,00
64	Accrued interest and rental income	0,00	0,00
65	Deferred acquisition costs	5 473 233,00	5 646 084,00
66	Other accrued income	0,00	0,00
67	Other deferred costs	283 137,00	192 105,00
68	TOTAL ASSETS	339 855 585,00	316 302 649,00
69	CAPITAL AND RESERVES	73 034 636,00	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	37 580 619,00	23 603 596,00
74	Intangible assets	0,00	0,00
75	Long term tangible	0,00	0,00
76	Financial assets	37 580 619,00	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(+/-)	13 013 792,00	13 812 500,00
81	Retained earnings (losses) of the current year (+/-)	2 190 512,00	2 700 681,00
82	FINANCING (GRANTS AND SUBSIDIES)	0,00	0,00
83	SUBORDINATED LIABILITIES	0,00	0,00
84	TECHNICAL PROVISIONS	259 077 302,00	248 558 479,00
85	For insurance liabilities	239 933 151,00	231 268 690,00
86	Provision for unearned premiums	13 288 102,00	12 468 671,00
87	Outstanding claims technical provision	6 449 127,00	5 626 986,00
88	Life insurance mathematical technical provision	189 990 049,00	187 311 156,00
89	Technical provision for rebates	2 533 285,00	2 651 049,00
90	Other technical provision	88 058,00	0,00
91	Technical provision for life insurance with the investment risk borne by the insured	27 584 530,00	23 210 828,00
92	Other technical provision for insurance liabilities	0,00	0,00
93	For financial liabilities	19 144 151,00	17 289 789,00
94	Technical provision for financial liabilities, where the investment risk borne by the insured	19 144 151,00	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	7 743 647,00	7 377 680,00
104	Liabilities from insurance activities	3 468 916,00	4 148 569,00
105	Liabilities to the insured	2 636 826,00	3 209 526,00
106	Liabilities to intermediaries	832 090,00	939 043,00
107	Other liabilities from insurance activities	0,00	0,00
108	Liabilities from inward and outward reinsurance activities	257 628,00	286 159,00
109	Liabilities to the reinsured	0,00	0,00
110	Liabilities to the reinsurers	257 628,00	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	4 017 103,00	2 942 952,00
117	Taxes	546 741,00	498 663,00

118	Compulsory social security contributions	80 663,00	15 424,00
119	Salaries	153 373,00	53 914,00
120	Other liabilities	3 236 326,00	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	339 855 585,00	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	35 438 353,07	33 332 259,63
2	Gross premium written	36 689 547,07	33 582 360,63
3	Outward premiums (-)	-431 763,00	-526 941,00
4	Change in technical provision for premiums unearned (-/+)	-819 431,00	276 840,00
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)	275 701,00	1 407 560,73
7	INSURANCE CLAIM, NET OF REINSURERS' SHARE EXPENSES (-)	(25 847 116,07)	(20 068 112,00)
8	Claim paid (-)	-20 823 180,07	-18 901 244,00
9	Redeemable amounts (-)	-3 337 929,00	-2 063 532,00
10	Claims settlement expenses (-)	-930 039,00	-793 679,00
11	Amounts recovered (+)	1 820,00	3 138,00
12	Reinsurers' share (+)	74 353,00	47 676,00
13	Change in the technical provision for claims outstanding (-/+)	-822 141,00	1 565 314,00
14	Reinsurers' share (+)	-10 000,00	74 215,00
15	RETURNED (PAYABLE) INSURANCE PREMIUMS (PROFIT PARTICIPATION), NET OF REINSURERS' SHARE (-)	117 764,00	196 615,00
16	Change in life insurance mathematical technical provision, net of reinsurers share +/-	-2 678 893,00	-5 173 802,00
17	Change in technical provision for rebates (-/+)	-88 058,00	-20 261,00
18	Reinsurers' share (+)	-4 373 702,00	-1 646 247,76
19	Change in technical provision for life insurance with the investment risk borne by the insured (+/-)	-1 869 241,00	-1 369 881,60
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 (-)	(7 653 051,00)	(7 887 375,00)
23	Acquisition costs (-)	-5 255 737,00	-5 175 092,00
24	Change in deferred acquisition costs (-/+)	-172 851,00	-818 845,00
25	Administrative expenses (-)	-2 262 233,00	-1 932 312,00
26	Reinsurance commissions and reinsurers' profit share (+)	37 770,00	38 874,00

27	INVESTING INCOME	5 476 340,00	3 519 237,00
28	Income from participating in other companies	2 000 000,00	400 000,00
29	Income from land and buildings	6 854,00	6 591,00
30	Income from other investments	2 836 871,00	2 764 556,00
31	Reverse of impairment	0,00	0,00
32	Profit from transfer of investments	632 615,00	348 090,00
33	INVESTMENTS EXPENSES (-)	(827 456,00)	(483 734,00)
34	Investment management expenses including interest (-)	-226 680,00	-246 385,00
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 (-)	-600 776,00	-237 349,00
38	LOSS FROM OTHER INVESTMENT OF LIFE INSURANCE (-)	4 095 901,00	0,00
39	Profit from investment when the investment risk borne by the insured	4 095 901,00	0,00
40	Profit from professional pension accumulation investment	0,00	0,00
41	OTHER INCOME	326 469,00	139 026,00
42	Income from pension accumulation activity	0,00	0,00
43	Finance income (+)	43 509,00	115 313,00
44	Other income (+)	282 960,00	23 713,00
45	OTHER EXPENSES (-)	(177 832,00)	(328 210,00)
46	Expenses from pension accumulation activity (-)	0,00	0,00
47	Finance expenses (-)	-46 784,00	-155 612,00
48	Other expenses (-)	-131 048,00	-172 598,00
49	CURRENT YEAR RESULT - PROFIT (LOSS) BEFORE TAXATION	2 215 179,00	1 617 075,00
50	PROFIT TAX (-)	(24 667,00)	(26 716,00)
51	Income tax expense for the reporting year	-24 667,00	13 325,00
52	Deferred income tax expense (income)	0,00	-40 041,00
53	CURRENT YEAR RESULT - PROFIT (LOSS)	2 190 512,00	1 590 359,00
54	Statement of comprehensive income	12 084 304,00	387 474,00
55	Change in the value of available-for-sale financial assets	12 084 304,00	387 474,00
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	12 084 304,00	387 474,00
62	CURRENT YEAR RESULT - PROFIT (LOSS) AND OTHER COMPREHENSIVE INCOME	14 274 816,00	1 977 833,00

Cash flows statement

No.	Articles	Financial Year	
		1	2
1	CASH FLOWS FROM OPERATING ACTIVITIES +/-	3 269 490,00	5 173 478,00
2	Insurance and inward reinsurance premiums received	38 512 829,00	37 156 202,00
3	Insurance premiums	38 512 829,00	37 156 202,00
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 (-)	-24 923 646,00	-21 914 498,00
15	Rebates upon cancellation of contracts (-)	-5 297,00	-10 239,00
16	Insurance (-)	-5 297,00	-10 239,00
17	Reinsurance (-)	0,00	0,00
18	Claims paid (-)	-18 176 324,00	-14 612 145,00
19	Insurance (-)	-18 250 677,00	-14 659 821,00
20	Reinsurance (-)	74 353,00	47 676,00
21	Amounts recovered by way of subrogation and salvage (+)	1 820,00	3 006,00
22	Insurance (+)	1 820,00	3 006,00
23	Reinsurance (+)	0,00	0,00
24	Surrender values paid (-)	-6 715 967,00	-7 281 997,00
25	Insurance (-)	-6 715 967,00	-7 281 997,00
26	Reinsurance (+)	0,00	0,00
27	Claim handling expenses paid (-)	-9 049,00	-1 996,00
28	Insurance (-)	-9 049,00	-1 996,00
29	Reinsurance (-)	0,00	0,00
30	Amounts paid for life insurance with the investment risk borne by the insured (-)	-18 828,00	-11 127,00
31	Amounts paid for other financial liabilities (-)	0,00	0,00
32	Other amounts transferred to reinsurers (-)	-407 098,00	-476 428,00
33	Other amounts received from reinsurers	98 660,00	40 720,00
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 (-)	-8 054 178,00	-8 771 128,00
37	Taxes on ordinary activities paid (-)	-2 376 669,00	-1 171 355,00
38	Amounts received from other operating activities	419 744,00	335 288,00
39	Amounts paid on other operating activities (-)	-153,00	-25 324,00
40	CASH FLOWS FROM INVESTING ACTIVITIES +/(-)	-303 405,00	-2 794 434,00
41	Amounts received from investing activities	5 708 893,00	4 302 051,00
42	Subsidiaries and associated companies	2 000 000,00	0,00
43	Shares, other variable-yield securities and income units in unit trusts	374 851,00	703 217,00
44	Debt and other fixed-interest securities	3 325 518,00	3 385 634,00
45	Land	0,00	0,00
46	Buildings	8 381,00	7 967,00
47	Loans secured with mortgages	0,00	0,00
48	Other secured loans	0,00	0,00
49	Unsecured loans	0,00	205 050,00
50	Deposits with credit institutions	143,00	183,00
51	Other investments	0,00	0,00
52	Amounts received on maturity or realization of investments	15 481 549,00	8 488 619,00
53	Subsidiaries and associates	0,00	0,00
54	Shares, other variable-yield securities and units in unit trusts	6 698 900,00	4 493 030,00
55	Debt securities and other fixed-interest securities	8 782 649,00	3 994 463,00
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	1 126,00
61	Deposits with credit institutions	0,00	0,00
62	Other investments	0,00	0,00
63	Amounts paid on investment (-)	-21 412 991,00	-15 501 216,00
64	Subsidiaries and associates (-)	-157 627,00	0,00
65	Shares, other variable-yield securities and units in unit trusts (-)	-14 809 578,00	-13 015 673,00
66	Debt securities and other fixed-interest securities (-)	-6 235 929,00	-2 443 047,00
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 (-)	-209 857,00	-42 496,00
74	Taxes paid on investing activities (-)	-79 657,00	-83 889,00
75	Amounts generated from other investing activities	0,00	0,00
76	Amounts paid on other investing activities (-)	-1 199,00	0,00

77	CASH FLOWS FROM FINANCING ACTIVITIES +/-(-)	-3 500 621,00	-3 499 883,00
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 (-)	-3 500 000,00	-3 500 000,00
85	Taxes paid on financing activities (-)	0,00	0,00
86	Amounts generated from other financing activities	0,00	117,00
87	Amounts paid on other financing activities (-)	-621,00	0,00
88	CURRENCY EXCHANGE IMPACT	0,00	0,00
89	INCREASE (DECREASE) IN CASH	-534 536,00	-1 120 839,00
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	6 219 463,00	7 899 174,00