

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**

2020.06.30

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	961 949,00	871 404,00
2	Goodwill	0,00	0,00
3	Software	898 201,00	817 704,00
4	Other intangible non-current assets	63 748,00	53 700,00
5	INVESTMENTS	269 795 149,00	267 739 351,00
6	Land, buildings and other real estate	1 483 538,00	1 774 995,00
7	Occupied by insurance company for its own activities	1 464 603,00	1 756 060,00
8	Land	0,00	0,00
9	Buildings	0,00	0,00
10	Other	1 464 603,00	1 756 060,00
11	Investment property	18 935,00	18 935,00
12	Land	18 935,00	18 935,00
13	Buildings	0,00	0,00
14	Investments in subsidiaries and associates	4 055 589,00	4 677 870,00
15	Debt securities of subsidiaries and loans granted to subsidiaries	4 055 589,00	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	264 256 022,00	261 286 486,00
20	Shares, other variable interest securities and units of unit trust	16 235 197,00	26 781 873,00
21	Listed	10 466 847,00	19 636 447,00
22	Not listed	5 768 350,00	7 145 426,00
23	Debt and other fixed interest securities	241 290 704,00	227 877 839,00
24	Government, central bank and municipal securities	195 815 675,00	189 446 277,00
25	Securities issued by other business entities	45 475 029,00	38 431 562,00
26	Loans secured in with mortgages	0,00	0,00
27	Other loans	6 107 840,00	6 004 493,00
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	622 281,00
31	Deposits at the reinsured	0,00	0,00
32	OTHER LIFE INSURANCE INVESTMENTS	50 995 963,00	51 889 808,00
33	Life insurance investments with investments risk taken by the insured	32 955 265,00	32 311 935,00
34	Investments for unit linked life insurance	18 040 698,00	19 577 873,00
35	Professional pension accumulation investment	0,00	0,00
36	REINSURANCE ASSETS	130 195,00	160 591,00

37	Provision for unearned premiums	0,00	0,00
38	Outstanding claims technical provision	130 195,00	160 591,00
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	10 011 426,00	9 490 032,00
43	Amounts receivable from insurance activities	9 275 396,00	9 083 306,00
44	The insured	9 271 076,00	9 073 009,00
45	Intermediaries	4 320,00	10 297,00
46	Others	0,00	0,00
47	Accounts receivable from inward and outward reinsurance activities	57 929,00	1 444,00
48	The reinsured	0,00	0,00
49	Reinsurers	57 929,00	1 444,00
50	Intermediaries	0,00	0,00
51	Others	0,00	0,00
52	Other accounts receivable	678 101,00	405 282,00
53	OTHER ASSETS	10 154 081,00	9 080 969,00
54	Tangible assets and inventories	586 415,00	504 290,00
55	Motor vehicles	83 253,00	102 563,00
56	Office and other equipment	274 414,00	191 752,00
57	Inventories	1 666,00	3 041,00
58	Prepayments	116 622,00	96 474,00
59	Deferred profit tax assets	110 460,00	110 460,00
60	Prepaid profit tax	0,00	0,00
61	Cash at bank and in hand	9 567 666,00	8 576 679,00
62	Other assets	0,00	0,00
63	ACCRUED INCOME AND DEFERRED COSTS	5 679 999,00	5 610 118,00
64	Accrued interest and rental income	0,00	0,00
65	Deferred acquisition costs	5 375 899,00	5 380 348,00
66	Other accrued income	0,00	0,00
67	Other deferred costs	304 100,00	229 770,00
68	TOTAL ASSETS	347 728 762,00	344 842 273,00
69	CAPITAL AND RESERVES	81 412 362,00	75 715 471,00
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	39 065 415,00	36 880 062,00
74	Intangible assets	0,00	0,00
75	Long term tangible	0,00	0,00
76	Financial assets	39 065 415,00	36 880 062,00
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(+/-)	18 585 696,00	13 013 181,00
81	Retained earnings (losses) of the current year (+/-)	3 511 538,00	5 572 515,00
82	FINANCING (GRANTS AND SUBSIDIES)	0,00	0,00
83	SUBORDINATED LIABILITIES	0,00	0,00
84	TECHNICAL PROVISIONS	257 453 123,00	259 557 712,00
85	For insurance liabilities	239 412 425,00	239 979 839,00
86	Provision for unearned premiums	12 315 433,00	11 880 726,00
87	Outstanding claims technical provision	7 109 978,00	7 424 190,00
88	Life insurance mathematical technical provision	184 740 006,00	185 964 106,00
89	Technical provision for rebates	2 291 742,00	2 397 312,00
90	Other technical provision	0,00	1 570,00
91	Technical provision for life insurance with the investment risk borne by the insured	32 955 266,00	32 311 935,00
92	Other technical provision for insurance liabilities	0,00	0,00
93	For financial liabilities	18 040 698,00	19 577 873,00
94	Technical provision for financial liabilities, where the investment risk borne by the insured	18 040 698,00	19 577 873,00
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	8 863 277,00	9 569 090,00
104	Liabilities from insurance activities	3 685 681,00	3 975 802,00
105	Liabilities to the insured	2 842 339,00	3 034 697,00
106	Liabilities to intermediaries	843 342,00	941 105,00
107	Other liabilities from insurance activities	0,00	0,00
108	Liabilities from inward and outward reinsurance activities	321 923,00	243 638,00
109	Liabilities to the reinsured	0,00	0,00
110	Liabilities to the reinsurers	321 923,00	243 638,00
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	4 855 673,00	5 349 650,00
117	Taxes	542 058,00	583 170,00

118	Compulsory social security contributions	79 107,00	69 998,00
119	Salaries	167 698,00	160 593,00
120	Other liabilities	4 066 810,00	4 535 889,00
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	347 728 762,00	344 842 273,00

Income statement and statement of comprehensive income

No.	Articles	Financial Year	Previous financial Year
		1	2
1	EARNED PREMIUMS NET OF REINSURERS' SHARE	35 155 837,00	35 438 353,07
2	Gross premium written	36 078 198,00	36 689 547,07
3	Outward premiums (-)	-487 654,00	-431 763,00
4	Change in technical provision for premiums unearned (-/+)	-434 707,00	-819 431,00
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)	287 114,00	275 701,00
7	INSURANCE CLAIM, NET OF REINSURERS' SHARE EXPENSES (-)	(25 813 027,00)	(25 847 116,07)
8	Claim paid (-)	-21 470 877,00	-20 823 180,07
9	Redeemable amounts (-)	-3 729 761,00	-3 337 929,00
10	Claims settlement expenses (-)	-913 240,00	-930 039,00
11	Amounts recovered (+)	1 608,00	1 820,00
12	Reinsurers' share (+)	15 427,00	74 353,00
13	Change in the technical provision for claims outstanding (-/+)	314 212,00	-822 141,00
14	Reinsurers' share (+)	-30 396,00	-10 000,00
15	RETURNED (PAYABLE) INSURANCE PREMIUMS (PROFIT PARTICIPATION), NET OF REINSURERS' SHARE (-)	105 570,00	117 764,00
16	Change in life insurance mathematical technical provision, net of reinsurers share +/-	1 224 100,00	-2 678 893,00
17	Change in technical provision for rebates (-/+)	1 570,00	-88 058,00
18	Reinsurers' share (+)	-643 330,00	-4 373 702,00
19	Change in technical provision for life insurance with the investment risk borne by the insured (+/-)	1 537 175,00	-1 869 241,00
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 (-)	(7 661 617,00)	(7 653 051,00)
23	Acquisition costs (-)	-5 348 869,00	-5 255 737,00
24	Change in deferred acquisition costs (-/+)	-4 449,00	-172 851,00
25	Administrative expenses (-)	-2 300 411,00	-2 262 233,00
26	Reinsurance commissions and reinsurers' profit share (+)	-7 888,00	37 770,00

27	INVESTING INCOME	2 743 167,00	5 476 340,00
28	Income from participating in other companies	0,00	2 000 000,00
29	Income from land and buildings	4,00	6 854,00
30	Income from other investments	2 391 434,00	2 836 871,00
31	Reverse of impairment	0,00	0,00
32	Profit from transfer of investments	351 729,00	632 615,00
33	INVESTMENTS EXPENSES (-)	(553 718,00)	(827 456,00)
34	Investment management expenses including interest (-)	-157 802,00	-226 680,00
35	Costs related to participation in other companies activity and other investments (-)	0,00	0,00
36	Loss due to decrease in value (-)	-257 134,00	0,00
37	Loss on transfer of investments (-)	-138 782,00	-600 776,00
38	LOSS FROM OTHER INVESTMENT OF LIFE INSURANCE (-)	(2 794 276,00)	4 095 901,00
39	Profit from investment when the investment risk borne by the insured	-2 794 276,00	4 095 901,00
40	Profit from professional pension accumulation investment	0,00	0,00
41	OTHER INCOME	246 308,00	326 469,00
42	Income from pension accumulation activity	0,00	0,00
43	Finance income (+)	39 197,00	43 509,00
44	Other income (+)	207 111,00	282 960,00
45	OTHER EXPENSES (-)	(353 856,00)	(177 832,00)
46	Expenses from pension accumulation activity (-)	0,00	0,00
47	Finance expenses (-)	-49 384,00	-46 784,00
48	Other expenses (-)	-304 472,00	-131 048,00
49	CURRENT YEAR RESULT - PROFIT (LOSS) BEFORE TAXATION	3 481 017,00	2 215 179,00
50	PROFIT TAX (-)	30 521,00	(24 667,00)
51	Income tax expense for the reporting year	30 521,00	-24 667,00
52	Deferred income tax expense (income)	0,00	0,00
53	CURRENT YEAR RESULT - PROFIT (LOSS)	3 511 538,00	2 190 512,00
54	Statement of comprehensive income	1 484 796,00	12 084 304,00
55	Change in the value of available-for-sale financial assets	1 484 796,00	12 084 304,00
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	1 484 796,00	12 084 304,00
62	CURRENT YEAR RESULT - PROFIT (LOSS) AND OTHER COMPREHENSIVE INCOME	4 996 334,00	14 274 816,00

Cash flows statement

No.	Articles	Financial Year	
		1	2
1	CASH FLOWS FROM OPERATING ACTIVITIES +/-	2 099 140,00	3 269 490,00
2	Insurance and inward reinsurance premiums received	38 136 245,00	38 512 829,00
3	Insurance premiums	38 136 245,00	38 512 829,00
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 (-)	-25 627 181,00	-24 923 646,00
15	Rebates upon cancellation of contracts (-)	-14 002,00	-5 297,00
16	Insurance (-)	-14 002,00	-5 297,00
17	Reinsurance (-)	0,00	0,00
18	Claims paid (-)	-17 619 904,00	-18 176 324,00
19	Insurance (-)	-17 623 217,00	-18 250 677,00
20	Reinsurance (-)	3 313,00	74 353,00
21	Amounts recovered by way of subrogation and salvage (+)	1 608,00	1 820,00
22	Insurance (+)	1 608,00	1 820,00
23	Reinsurance (+)	0,00	0,00
24	Surrender values paid (-)	-7 979 603,00	-6 715 967,00
25	Insurance (-)	-7 979 603,00	-6 715 967,00
26	Reinsurance (+)	0,00	0,00
27	Claim handling expenses paid (-)	-2 973,00	-9 049,00
28	Insurance (-)	-2 973,00	-9 049,00
29	Reinsurance (-)	0,00	0,00
30	Amounts paid for life insurance with the investment risk borne by the insured (-)	-13 171,00	-18 828,00
31	Amounts paid for other financial liabilities (-)	865,00	0,00
32	Other amounts transferred to reinsurers (-)	-566 446,00	-407 098,00
33	Other amounts received from reinsurers	0,00	98 660,00
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 (-)	-8 452 601,00	-8 054 178,00
37	Taxes on ordinary activities paid (-)	-1 660 233,00	-2 376 669,00
38	Amounts received from other operating activities	269 356,00	419 744,00
39	Amounts paid on other operating activities (-)	0,00	-153,00
40	CASH FLOWS FROM INVESTING ACTIVITIES +/(-)	-1 107 982,00	-303 405,00
41	Amounts received from investing activities	1 697 482,00	5 708 893,00
42	Subsidiaries and associated companies	22 125,00	2 000 000,00
43	Shares, other variable-yield securities and income units in unit trusts	53 223,00	374 851,00
44	Debt and other fixed-interest securities	1 621 594,00	3 325 518,00
45	Land	0,00	0,00
46	Buildings	410,00	8 381,00
47	Loans secured with mortgages	0,00	0,00
48	Other secured loans	0,00	0,00
49	Unsecured loans	0,00	0,00
50	Deposits with credit institutions	130,00	143,00
51	Other investments	0,00	0,00
52	Amounts received on maturity or realization of investments	5 070 652,00	15 481 549,00
53	Subsidiaries and associates	645 388,00	0,00
54	Shares, other variable-yield securities and units in unit trusts	0,00	6 698 900,00
55	Debt securities and other fixed-interest securities	4 425 264,00	8 782 649,00
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	0,00
61	Deposits with credit institutions	0,00	0,00
62	Other investments	0,00	0,00
63	Amounts paid on investment (-)	-7 805 538,00	-21 412 991,00
64	Subsidiaries and associates (-)	0,00	-157 627,00
65	Shares, other variable-yield securities and units in unit trusts (-)	0,00	-14 809 578,00
66	Debt securities and other fixed-interest securities (-)	-7 500 626,00	-6 235 929,00
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 (-)	-304 912,00	-209 857,00
74	Taxes paid on investing activities (-)	-48 739,00	-79 657,00
75	Amounts generated from other investing activities	0,00	0,00
76	Amounts paid on other investing activities (-)	-21 840,00	-1 199,00

77	CASH FLOWS FROM FINANCING ACTIVITIES +/-	-168,00	-3 500 621,00
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	-3 500 000,00
85	Taxes paid on financing activities (-)	0,00	0,00
86	Amounts generated from other financing activities	0,00	0,00
87	Amounts paid on other financing activities (-)	-168,00	-621,00
88	CURRENCY EXCHANGE IMPACT	0,00	0,00
89	INCREASE (DECREASE) IN CASH	990 989,00	-534 536,00
90	CASH AND CASH EQUIVALENTS IN THE BEGINNING OF THE PERIOD	8 576 677,00	6 753 999,00
91	CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	9 567 666,00	6 219 463,00