



VIG RE zajišťovna, a.s.
Templová 747/5, 110 01 Praha 1

INFORMATION ON REINSURANCE UNDER § 82, PARAGRAPH 7 OF ACT NO. 277/2009 COLL. ON INSURANCE (INSURANCE CORPORATIONS) IN COMPLIANCE WITH § 29 TO 31 OF DECREE OF CZECH NATIONAL BANK NO. 434/2009 COLL., IMPLEMENTING SOME PROVISIONS OF THE LAW ON INSURANCE (DECREE).

Status to date: 30. June 2016
(Decisive day)

Basic data about the reinsurance company

Business Name:	VIG RE zajišťovna, a.s.
Legal form:	Joint-stock company
Address:	Templová 747/5, Praha 1, PSČ 110 01
Identification number:	28445589
Date of incorporation:	18 August 2008
Last date of registration of changes in the commercial register (including purpose):	1. 4. 2016 - Membership termination of Mag. Roland Groll, Ing. Vladimír Mraz and Ing. Juraj Leľkes in the Supervisory Board. 1. 4. 2016 – Appointment of Gary Wheatley Mazzotti, Prof. Elisabeth Stadler, Ing. Vladimír Bakes and Dr. Peter Thirring to the Supervisory Board.
The amount of capital registered in the Commercial Register:	2 500 000 000,- CZK
The amount of paid-up capital:	100 %
Type, form, and the number of issued shares:	25 000 ordinary shares in dematerialized form with a nominal value of 100 000, - CZK

Data on members of the Supervisory Board

Dkfm. Karl Fink - Chairman of the Supervisory Board

Between 1979 and 1987 he was a Chairman of the Management Board of Interrisk – Internationale Versicherungs Aktiengesellschaft. In 1987 he became a member of the Management Board of Wiener Städtische Allgemeine Versicherungs AG and in July 2004 Deputy Managing Director. In October 2007 he was appointed as a Managing Director of Wiener Städtische Versicherung AG, Vienna Insurance Group and later, in 2009, he became member of the Management Board of Wiener Städtische Versicherung AG, Vienna Insurance Group.

Date of function: 15 August, 2013

Date of membership: 1 July 2013

The total amount of loans: 0

The total amount of guarantees: 0

Dr. Wolfgang Eilers – Vice-Chairman of the Supervisory Board

Dr. Wolfgang Eilers was since 1990 a Member of the Board of Management of Hamburger Internationale Rückversicherung AG (HIR) and since 2004 he became a Chairman of the Board. By today, he is a Chief Executive officer of Chiltington Internationale Group and Director of some subsidiaries. He is also a member of the Supervisory Board of agents Consulting GmbH Co. KGaA and agent Management GmbH, Ellerau, President of the Conseil d'Administration of Pavant International Re, Paris, and a Chairman of the Supervisory Board of Komrowski Group, Hamburg.

Date of function: 1 January 2016

The total amount of loans: 0

The total amount of guarantees: 0

Prof. Elisabeth Stadler - Vice-Chairwoman of the Supervisory Board

Prof. Elisabeth Stadler studied insurance mathematics at the Technical University in Vienna. Since September 2014, she worked as Managing Director of Donau Versicherung and since 2016 became a CEO of VIG group.

Date of membership: 1 April 2016

Date of function: 1 April 2016

The total amount of loans: 0

The total amount of guarantees: 0

Mag. Peter Höfinger - Member of the Supervisory Board

In 2007, Mag. Peter Höfinger was appointed as a member of the Management Board of Wiener Städtische Versicherung AG, Vienna Insurance Group. Before that, he was Member of the Managing Board of Donau Versicherung AG, Vienna Insurance Group.

Date of function: 18 August 2014

The total amount of loans: 0

The total amount of guarantees: 0

Gary Wheatley Mazzotti - Member of the Supervisory Board

Education: University degree in economics. Mr. Mazzotti is in the insurance business since 2012.

Date of membership: 1 April 2016

Date of function: 1 April 2016

The total amount of loans: 0

The total amount of guarantees: 0

Ing. Vladimír Bakeš - Member of the Supervisory Board

Ing. Vladimír Bakeš, a graduate of the Slovak Technical University in Bratislava, began his career in the Czech VIG group in 2000 as a Business Director of the Bratislava's Agency. In 2001 he became the director of the Agency, in 2003 he became a director of trade for the whole Slovakia. In 2004 he was appointed to the Supervisory Board of Kooperativa and since February 2008 he became also a member of the Supervisory Board in Komunální pojišťovna. In October 2009, he resigned from the Supervisory Board of Kooperativa and assumed the position of CEO in Komunální pojišťovna.

Date of membership: 1 April 2016

Date of function: 1 April 2016

The total amount of loans: 0

The total amount of guarantees: 0

Dr. Peter Thirring - Member of the Supervisory Board

Dr. Peter Thirring studied law at Vienna University. He has over 30 years of experience in the insurance business within the Generali Insurance Group in various positions in Germany and abroad. He most recently served as CEO of Generali Holding Vienna AG and Generali Versicherung AG.

Date of membership: 1 April 2016

Date of function: 1 April 2016

The total amount of loans: 0

The total amount of guarantees: 0

Data on members of the Board of Directors

Dkfm. Johannes Martin Hartmann - Chairman of the Board

Dkfm. Johannes Martin Hartmann worked since 2001 in various areas within Swiss Re. Since 2004 he was responsible for the Polish market, since 2009 he controlled the areas of life and non-life insurance in Poland, Hungary, Romania and Bulgaria. Since 2011, as a Head of Market Underwriting CEE he was responsible for the underwriting of non-life insurance and Account Management on all markets of Central and Eastern Europe.

Date of function: 1 July 2013

Date of membership: 1 October 2012

The total amount of loans: 0

The total amount of guarantees: 0

Mag. Dušan Bogdanović – Member of the Board

Since 2001, Mag. Bogdanović worked as an IT manager in insurance company Osiguranje Europe in Belgrade. In 2002, he joined the Wiener Städtische Versicherung AG, Vienna Insurance Group as a member of the founding team Wiener Städtische Osiguranje a.d.o., in which he worked in Belgrade until 2007. Mag. Bogdanović was also a representative of Vienna Insurance Group in Russia, deputy of the CEO and a member of the Board of Directors in insurance company MSK-Life in Moscow.

Date of function: 1 September 2011

The total amount of loans: 0

The total amount of guarantees: 0

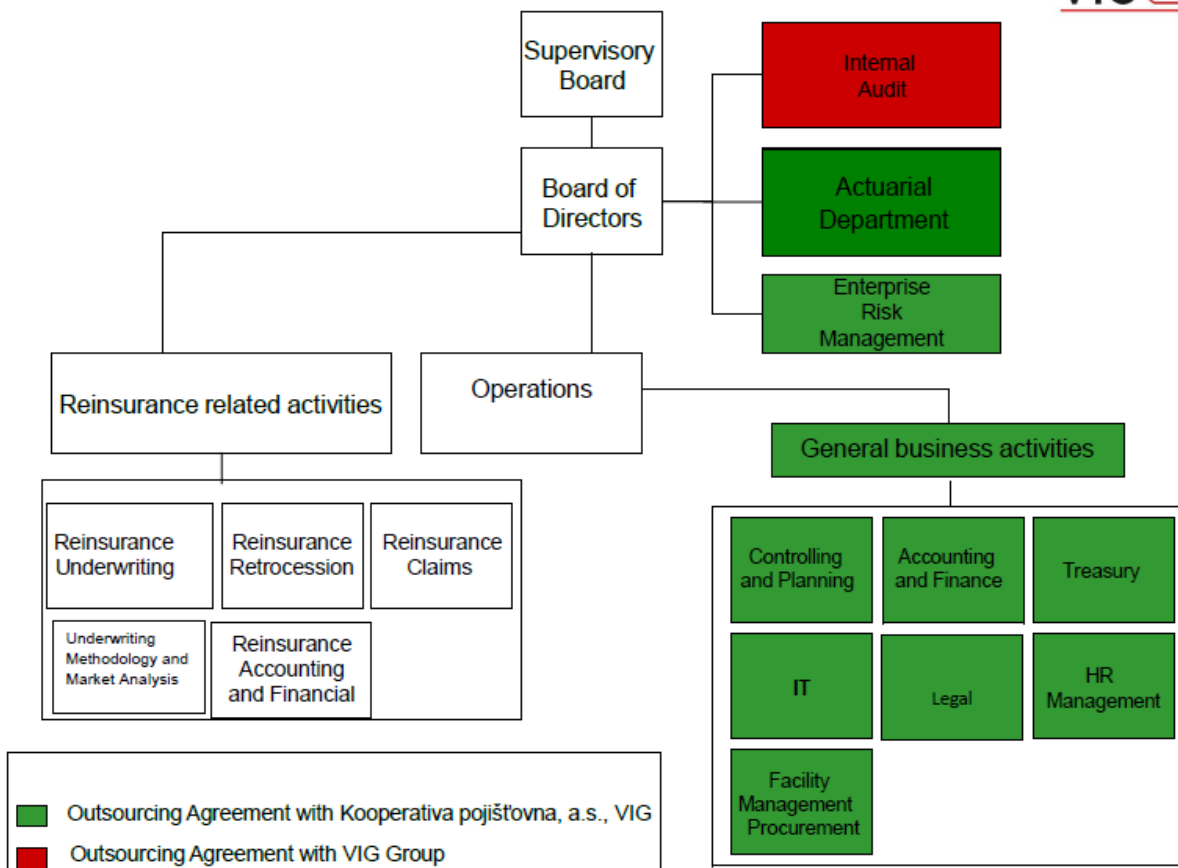
Organizational structure of the reinsurance

The Company has not established any branch office.

As of the reporting date the number of employees is 43.

The Company secures the majority of its activities beyond the performance of the major reinsurance activity in the form of outsourcing, securing the non reinsurance-related back office by using resources from VIG.

ORGANISATIONAL STRUCTURE



Information on Shareholders of the Company

Business Name	Legal form	Address	Share capital	Share of voting rights
VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe	joint-stock company	Schottenring 30 1010 Wien	70 %	70%
Donau Versicherung AG Vienna Insurance Group	joint-stock company	Schottenring 15 1010 Wien	10 %	10%
Kooperativa pojišťovna, a.s., Vienna Insurance Group	joint-stock company	Pobřežní 665/21 186 00 Praha 8	10 %	10%
Kooperativa poisťovňa, a.s. Vienna Insurance Group	joint-stock company	Štefanovičova 4, 816 23 Bratislava	10%	10%

Up to the above stated date, the Company does not have any liabilities or receivables to the shareholders. The Company also up to that date has no assets in securities issued by shareholders and no obligations of these securities. The Company did not issue any guarantee for the shareholders and did not accept any guarantees from the shareholders.

Details of group structure

Persons forming the holding

1. Controlled Entity

VIG RE zajišťovna, a.s.

located at Templová 747/5, 110 01 Praha 1

IR: 28445589, registered in the Commercial Register kept by Municipal Court in Prague, section B, insert 14560

The Czech National Bank granted VIG RE zajišťovna, a.s. a license to carry out reinsurance activities, valid from 8 August 2008. This made VIG RE zajišťovna, a.s. the first reinsurance company with a Czech license and in the beginning of September 2008 the Company commenced its business activities in Prague.

VIG Re focuses on reinsurance activities on the CEE market, provides services in property and casualty, life and health, and also offers facultative reinsurance

Scope of business is specified in the company's Articles of Association and Trade Register.

2. Controlling Person

VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe located at Schottenring 30, Wien 1010, Republik Österreich, registered in the Commercial Register kept by the Commercial Court Vienna, FN Section, File 75 687 F.

VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe is a joint stock company, which runs the insurance business. Vienna Insurance Group owns shares of VIG RE zajišťovna, a.s., the total nominal value is 70% of the capital and represents 70% of the voting rights.

3. Related Entities

List of subsidiaries of the VIENNA INSURANCE GROUP AG Wiener Versicherung Gruppe and VIG RE zajišťovna, a.s., according to the share capital are set out in the Report on Related Parties which is published in the Annual Report of VIG RE zajišťovna a.s.

Ownership Structure of VIG RE zajišťovna, a.s.:

<i>Company</i>	<i>Country of origin</i>	<i>Capital share</i>	<i>Share of voting rights</i>
VIG RE zajišťovna, a.s.	Czech Republic	Mother company	Mother company
*Wiener Re Akcionarsko Društvo za Reosiguranje	Serbia	99.3%	99.3%

*As of June 30, 2016, VIG RE zajišťovna, a.s. has a receivable to Wiener Re of € 458,077.00

Information on the activities of Reinsurance Company

- ▶ Reinsurance activity under § 7 paragraph 3 of Act No. 363/1999 Coll. Insurance and amending certain related Acts, as amended (the Insurance Act), within all branches of life insurance listed in Appendix 1 of the Insurance, Part A and all non-life insurance listed in Schedule 1 of the Insurance Act, Part B.

Activities related to reinsurance activities under § 7 paragraph 3 of the Law on Insurance in conjunction with § 3, paragraph 4 and § 2, paragraph 1. h) of the Insurance Act:

- ▶ investigation of reinsurance events;
- ▶ mediation activities undertaken in connection with reinsurance activities;
- ▶ consulting services related to reinsurance;
- ▶ educational activities for reinsurance intermediaries and independent assessors of reinsurance events.

Reinsurance activities referred to the decisive date are of actual exercise. Performance of these activities was not limited or suspended by the Czech National Bank.

Balance Sheet: The report is Annex 1 of this document.

Profit and Loss Account: The report is Annex 2 of this document.

Reinsurance ratios as at 30 June 2016

* In mil. EUR

Return on average assets (ROAA)	100% * Profit or loss for the period / Total Assets			2,4%
Return on average equity (ROAE)	100% * Profit or loss for the period / Equity			13,1%
Combined ratio in non-life insurance	100% * (cost of claims, including changes in reserves for claims, net of reinsurance + Net operating expenses) / earned premiums, net of reinsurance			94,6%
Solvency*		NonLife	Life	Total
Available solvency margin				133,67
Required solvency margin		35,57	19,38	54,95
Guarantee fund		4,33	4,33	8,66
The ratio of the actual and required solvency margin				243%
The ratio of the GF and the sum of items according to § 18				6%

The adjusted solvency margin (+ calculation)	
Related reinsurance	Wiener RE
The available solvency margin of reinsurance holding	133,67
Proportional share of the insurance holding company in the capital of a related reinsurance	1
Available solvency margin of related reinsurance	6,62
The book value of the share of a related reinsurance	6,72
Required solvency margin for reinsurance holding	54,95
Required solvency margin for a related reinsurance	3,59
The adjusted solvency margin	81,78

Real and nominal (notional) value of the derivatives as derivatives collectively agreed to the provision and agreed collectively as derivatives for trading or speculation:

EUR	Fair value	Nominal value
Derivatives agreed to ensure	0	0
Negotiated derivatives for trading or speculation	0	0



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Attachments:

Annex 1 – BALANCE SHEET

Annex 2 – INCOME STATEMENT

In Prague on 1 August 2016

NON-CONSOLIDATED BALANCE SHEET AS OF 30 June 2016

ASSETS	Notes	30.6.2016
In EUR '000		
Intangible assets		1 088
Property, plant and equipment		259
Investment in subsidiary		6 722
Financial investments		438 204
Financial assets held to maturity		133 439
Financial assets available for sale		161 571
Loans - Term deposits		540
Deposits due from cedants		142 654
Receivables		65 919
Ceded share of reinsurance liabilities		235 280
Current tax assets		430
Other assets		355
Deferred acquisition costs		4 051
Cash and cash equivalents		4 596
Total ASSETS		756 904
EQUITY AND LIABILITIES		
Shareholders' equity		
Share capital		101 958
Other components of equity		5 771
Retained earnings		23 032
Total EQUITY		130 761
Reinsurance liabilities		545 715
Unearned premiums		23 641
Outstanding claims		391 367
Life reinsurance provision		130 707
Liabilities		79 619
Deferred tax liabilities		33
Current tax liabilities		0
Other liabilities		776
Total LIABILITIES		626 143
Total EQUITY AND LIABILITIES		756 904

NON-CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30 June		Consolidated
Income Statement	Notes	2016
in EUR '000		
Premiums		
Premiums written – Gross		200 925
Premiums written – Ceded		77 546
Premiums written - Retention		
Change due to provision for premiums – Gross		6 536
Change due to provision for premiums – Ceded		6 266
Net earned premiums		123 109
Investment Result		
Investment and interest income		7 296
Investment and interest expenses		1 665
Total investment result		5 631
Other income		13
Claims and insurance benefits		
Expenses for claims and insurance benefits – Gross		86 629
Expenses for claims and insurance benefits – Ceded		30 775
Claims and insurance benefits – retention		
Change in claims and other reinsurance liabilities – Gross		45 711
Change in claims and other reinsurance liabilities – Ceded		21 598
Total expenses for claims and insurance benefits		79 967
Acquisition expenses		
Commission expenses		48 451
Other acquisition expenses		535
Change in deferred acquisition expenses		-88
Commission income from retrocessionaries		12 247
Total acquisition expenses		36 827
Other operating expenses		1 235
Other expenses		195
Profit before taxes		10 529
Tax expense		1 939
Profit for the period		8 590