

**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**FINANCIAL STATEMENTS**

**FOR THE YEAR ENDED AS AT  
31 DECEMBER 2015**

Prepared in accordance with the Order of the Insurance Supervisory Commission no. 3129/2005, with subsequent amendments and completions

**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED AS AT 31 DECEMBER 2015**

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County <u>Bucharest</u>	Ownership <u>Private</u>
Entity <u>EUROLIFE ERB Asigurări Generale SA</u>	Main activity <u>Insurance</u>
Address: town <u>Bucharest</u>	(CAEN group) _____
District: <u>2, Dimitrie Pompeiu blv. No. 6A</u>	_____
<u>Olympus Building, 2nd floor, Room 2.07</u>	_____
Telephone <u>0314. 23.00.83</u> , Fax <u>0314.18.40.84</u>	CAEN group code <u>6512</u>
Trade Register Number <u>J40/3246/2007</u>	unique registration no <u>21112430</u>

	<b>Row</b>	<b>Note</b>	<b>31 December 2014</b>	<b>31 December 2015</b>
			<b>(RON)</b>	<b>(RON)</b>
<b>A. NON-CURRENT ASSETS</b>				
<b>I. Intangible assets</b>				
3. Concessions, patents, licenses, trademarks, similar right and values	03	1 a)	<u>1,502</u>	<u>1,944</u>
5. Advances and intangible assets in progress	05		-	163,428
<b>TOTAL</b>	<b>07</b>		<u><b>1,502</b></u>	<u><b>165,372</b></u>
<b>B. INVESTMENTS</b>				
<b>III. Other financial investments</b>				
1. Shares, other variable-income securities	17	1 c)	1,116,835	1,206,941
2 Bonds and other fixed-income securities	18	1 c); 6 j)	23,601,181	26,599,109
6. Deposits with credit institutions	22	1 c); 6 j)	2,611,576	2,225,867
7. Other financial investments	23	1c)	<u>8,838</u>	<u>(20,047)</u>
<b>TOTAL</b>	<b>24</b>	<b>1c)</b>	<b>27,338,430</b>	<b>30,011,870</b>
<b>TOTAL INVESTMENTS</b>	<b>27</b>		<u><b>27,338,430</b></u>	<u><b>30,011,870</b></u>
<b>D.SHARE OF TECHNICAL RESERVES RELATED TO CONTRACTS CEDED IN REINSURANCE</b>				
<b>I. Share of technical reserve related to contracts ceded in reinsurance for general insurance</b>				
1. Share of unearned premium reserve related to contracts ceded in reinsurance	28	8, 9	574,212	606,272
3. Share of claims reserve related to contracts ceded in reinsurance	30	8, 10	<u>22,885</u>	<u>45,843</u>
<b>TOTAL</b>	<b>34</b>	<b>8</b>	<b>597,097</b>	<b>652,115</b>
<b>TOTAL</b>	<b>42</b>		<b>597,097</b>	<b>652,115</b>

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**EUROLIFE ERB ASIGURĂRI GENERALE SA****BALANCE SHEET****31 DECEMBER 2015**

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	<u>Row</u>	<u>Note</u>	<u>31 December 2014</u> <u>(RON)</u>	<u>31 December 2015</u> <u>(RON)</u>
<b>E. RECEIVABLES</b>				
<b>I. Receivables from direct insurance operations</b>				
Receivables from policy holders	46	2, 21	<u>1,835,751</u>	<u>1,657,538</u>
<b>TOTAL</b>	<b>49</b>		<b>1,835,751</b>	<b>1,657,538</b>
<b>III OTHER RECEIVABLES</b>	<b>51</b>	<b>2, 20</b>	<b>100,240</b>	<b>16,608</b>
<b>F. OTHER ASSETS</b>				
<b>1. Technical equipment and vehicles</b>				
<b>TOTAL</b>	<b>53</b>	<b>1 b)</b>	<u>98,331</u>	<u>88,191</u>
	<b>56</b>		<b>98,331</b>	<b>88,191</b>
<b>Inventories</b>				
<b>4. Consumables</b>	<b>57</b>		<u>1,370</u>	<u>9,434</u>
<b>TOTAL</b>	<b>59</b>		<b>1,370</b>	<b>9,434</b>
<b>II CASH AND BANK</b>	<b>60</b>	<b>7</b>	<b>303,982</b>	<b>436,954</b>
<b>G. PREPAID EXPENSES</b>				
<b>II DEFERRED ACQUISITION EXPENSES RELATED TO GENERAL INSURANCE</b>	<b>64</b>		<b>328,293</b>	<b>364,478</b>
<b>III OTHER PREPAID EXPENSES</b>	<b>66</b>		<u>11,434</u>	<u>9,444</u>
<b>TOTAL</b>	<b>67</b>		<b>339,727</b>	<b>373,922</b>
<b>TOTAL ASSETS</b>	<b>68</b>		<b>30,616,430</b>	<b>33,411,824</b>
<b>LIABILITIES</b>				
<b>A. CAPITAL AND RESERVES</b>				
<b>I CAPITAL</b>				
<b>Share capital, out of which:</b>	<b>69</b>			
- subscribed and paid capital		<b>4 a)</b>	<b>14,977,092</b>	<b>14,977,092</b>
	<b>70</b>		<b>14,977,092</b>	<b>14,977,092</b>
<b>IV RESERVES</b>				

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**EUROLIFE ERB ASIGURĂRI GENERALE SA****BALANCE SHEET****31 DECEMBER 2015**

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	<u>Row</u>	<u>Note</u>	<u>31 December 2014</u> <u>(RON)</u>	<u>31December 2015</u> <u>(RON)</u>
1. Legal reserves	73		<u>625,838</u>	<u>741,318</u>
TOTAL	78		625,838	741,318
V. Result carried forward				
1. Result carried forward representing profit not distributed or loss not covered				
Balance C	79		5,344,697	8,037,537
VI Result of the year				
Balance C	87	6 d)	2,858,630	1,951,308
VII Profit transfer	89		<u>165,791</u>	<u>115,841</u>
TOTAL	90		23,640,466	25,591,774
C.TECHNICAL RESERVES				
I. Technical reserves for				
general insurance activity	92		5,912,457	6,473,472
1. Premium reserve	93	9	3,422,183	3,549,105
2. Reserve for bonuses and rebates for general insurance activity	94			60,114
3. Claim reserve	95		<u>363,078</u>	<u>344,180</u>
a) Reported but not settled reserve	96	10	300,909	288,272
b) Incurred but not reported reserve	97	11	62,169	55,908
4. Other technical reserves for general insurance	98		2,127,196	2,520,073
b) Catastrophe reserve	100	12	2,127,196	2,520,073
TOTAL	111		5,912,457	6,473,472
E. PROVISIONS				
3. Other provisions	115	23	<u>34,829</u>	<u>107,686</u>
TOTAL	116		34,829	107,686

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**EUROLIFE ERB ASIGURĂRI GENERALE SA****BALANCE SHEET****31 DECEMBER 2015**

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	<b>Row</b>	<b>Note</b>	<b>31 December 2014</b>	<b>31 December 2015</b>
			<b>(RON)</b>	<b>(RON)</b>
<b>G. LIABILITIES</b>				
<b>I Liabilities from direct insurance</b>				
operations	120	2, 18	4,662	2,478
<b>II Liabilities from reinsurance</b>				
operations	121	2, 17	166,007	164,765
<b>V Other liabilities, including tax and social security payables</b>				
	124	2, 21	<u>535,503</u>	<u>766,611</u>
<b>TOTAL</b>	125		706,172	933,854
<b>H. DEFERRED INCOME</b>				
II. Deferred income	127		<u>322,506</u>	<u>305,038</u>
<b>TOTAL</b>	128		322,506	305,038
<b>TOTAL LIABILITIES</b>	129		<u>30,616,430</u>	<u>33,411,824</u>

Signed on behalf of the Board of Directors as at 8 April 2016.

ADMINISTRATOR  
Name and surname  
ANITA LAURA NITULESCUSignature \_\_\_\_\_  
Unit stampPREPARED BY,  
Name and surname  
ELENA IULIANA ION  
Finance Manager,  
Signature \_\_\_\_\_

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**TECHNICAL ACCOUNT – GENERAL INSURANCE**

**FOR THE FINANCIAL YEAR ENDED AS AT 31 DECEMBER 2015**

	<b>Row</b>	<b>Note</b>	<b>Financial year ended as at 31 December 2014 (RON)</b>	<b>Financial year ended as at 31 December 2015 (RON)</b>
1. Earned premiums, net of reinsurance				
a) Gross written premiums (+)	01	6f), 13, 16	7,522,909	8,042,800
b) Outwards reinsurance premiums (-)	02	13	2,862,020	2,958,698
c) premium reserve variation (+/-)	03	13	(259,244)	126,922
d) variation of premium reserve ceded in reinsurance (+ /-)	04	13	<u>(84,055)</u>	<u>32,061</u>
TOTAL)	05	13	4,836,078	4,989,241
3. Other technical income, net of reinsurance (+)	07		398,664	408,184
4. Claim expenses, net of reinsurance				
a) claims paid (rows 09-10):	08	14	<u>223,096</u>	<u>120,149</u>
gross amounts	09	14	269,551	137,602
reinsurers' share (-)	10	14	46,455	17,453
b) variation of claim reserve, net of reinsurance: (+/-)	11		<u>199,189</u>	<u>(41,855)</u>
TOTAL (row 8+11)	12	14	422,285	78,294
5. Variation of other technical reserves, net of reinsurance, out of which:				
b)Variation of catastrophe reserve (+/-)	14		<u>374,964</u>	<u>392,877</u>
c)Variation of other technical reserves (+/-)	15		-	60,114
TOTAL	16		374,964	452,911
7. Net operating expenses				
a) acquisition costs	18	6k), 15	812,932	912,366
b) variation of deferred acquisition expenses	19		(30,080)	(36,185)
c) administrative expenses	20	6l),15	2,911,775	3,447,882
d) commissions from reinsurers and benefit contribution (-)	21	15	<u>1,027,709</u>	<u>1,089,988</u>
TOTAL	22	15	<b>2,666,918</b>	3,234,075
8. Other technical expenses, net of reinsurance	23		76,402	144,948

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**TECHNICAL ACCOUNT – GENERAL INSURANCE**

**FOR THE FINANCIAL YEAR ENDED AS AT 31 DECEMBER 2015**

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10. Technical result of general insurance			
- Profit	25	1,694,173	<u>1,487,117</u>

Signed on behalf of the Board of Directors as at 8 April 2016.

ADMINISTRATOR  
Name and surname  
ANITA LAURA NITULESCU

PREPARED BY,  
Name and surname  
ELENA IULIANA ION  
Finance Manager,

Signature \_\_\_\_\_  
Unit stamp

Signature \_\_\_\_\_

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**EUROLIFE ERB ASIGURĂRI GENERALE SA****NON-TECHNICAL ACCOUNT – GENERAL INSURANCE****FOR THE FINANCIAL YEAR ENDED AS AT 31 DECEMBER 2015**

	<b>Row</b>	<b>Note</b>	<b>Financial year ended as at 31 December 2014 (RON)</b>	<b>Financial year ended as at 31 December 2015 (RON)</b>
1. Technical result of general insurance				
- Profit	01		1,694,173	1,487,117
- Loss	02			
3. Income on investments				
b) Income on other investments	07	22	1,128,120	917,901
- out of which income on investments in affiliated undertakings:	08		40,995	15,049
income from other investments	10		40,995	15,049
c) Income on adjustments for impairment/ gain on investment value	11	22	910,270	158,837
d) Income on realisation of investments	12	22	-	-
<b>TOTAL</b>	13		<b>2,038,390</b>	<b>1,076,738</b>
4. Plusvalues not related to investments	14	22	<u>256,299</u>	<u>186,605</u>
6. Investment expenses				
<b>TOTAL (row 17+18+19)</b>	16		<b><u>424,907</u></b>	<b><u>277,498</u></b>
a) Expenses with management of investments, including interest expenses	17	22	35,392	28,485
20,556	23,87			
b) Expenses on adjustments for impairment/ loss on investment value	18	22	240,019	184,604
c) Loss on realisation of investments	19	22	149,496	64,409
7. Minus values not related from investments	20	22	207,403	259,127
9. Other non-technical income	22	22	355,411	755,983
10. Other non-technical expenses, including provisions and value adjustments	23	22	396,147	660,204
15. Current result				

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**EUROLIFE ERB ASIGURĂRI GENERALE SA****NON-TECHNICAL ACCOUNT – GENERAL INSURANCE****FOR THE FINANCIAL YEAR ENDED AS AT 31 DECEMBER 2015**

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	<b>Row</b>	<b>Note</b>	<b>Financial year ended as at 31 December 2014 (RON)</b>	<b>Financial year ended as at 31 December 2015 (RON)</b>
Profit	28		3,315,816	2,309,614
18. Extraordinary result				
19. Total income	34		13,375,919	12,967,883
20. Total expenses	35		10,060,103	10,658,269
21. Gross result				
Profit	36		3,315,816	2,309,614
22. Profit tax	38	6e)	<u>457,186</u>	<u>358,306</u>
23. Other taxes (which are not mentioned in the rows above)	39			
24. Net result of the year				
Profit	40		<u>2,858,630</u>	<u>1,951,308</u>

Signed on behalf of the Board of Directors as at 8 April 2016.

ADMINISTRATOR  
Name and surname  
ANITA LAURA NITULESCU

PREPARED BY,  
Name and surname  
ELENA IULIANA ION  
Finance Manager

Signature \_\_\_\_\_  
Unit stamp

Signature \_\_\_\_\_

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY**

**FOR THE YEAR ENDED AS AT 31 DECEMBER 2015**

<b>Shareholders' equity item</b>		<b>Balance as at 1 January 2015 (RON)</b>	<b>Increase (RON)</b>	<b>Decrease (RON)</b>	<b>Balance as at 31 December 2015 (RON)</b>
Subscribed capital		14,977,092			14,977,092
Legal reserves		625,838	115,481		741,139
Result carried forward representing profit not distributed or loss not covered	Balance C <u>Balance D</u>	5,344,697 -	2,692,839 -	-	8,037,536 -
Result carried forward from correction of accounting errors	Balance D				
Result of the year	<u>Balance C</u>	2,858,630	1,951,308	2,858,630	1,951,308
Profit transfer		<u>165,791</u>	<u>115,481</u>	<u>165,791</u>	<u>115,481</u>
<b>Shareholders' equity - total</b>		<u>23,640,466</u>	<u>4,644,147</u>	<u>2,692,839</u>	<u>25,591,774</u>

Signed on behalf of the Board of Directors as at 8 April 2016.

ADMINISTRATOR

Name and surname

ANITA LAURA NITULESCU

Signature \_\_\_\_\_

Unit stamp

PREPARED BY,

Name and surname

ELENA IULIANA ION

Finance Manager

Signature \_\_\_\_\_

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**STATEMENT OF CHANGES IN SHAREHOLDERS EQUITY**

**FOR THE YEAR ENDED AS AT 31 DECEMBER 2015**

<b>Shareholders' equity item</b>		<b>Balance as at <u>1 January 2014</u> (RON)</b>	<b><u>Increase</u> (RON)</b>	<b><u>Decrease</u> (RON)</b>	<b>Balance as at <u>31 December 2014</u> (RON)</b>
Subscribed capital		14,977,092	-	-	14,977,092
Legal reserves		460,047	165,791	-	625,838
Result carried forward representing profit not distributed or loss not covered	Balance C <u>Balance D</u>	3,064,969 -	2,279,728 -	- -	5,344,697 -
Result carried forward from correction of accounting errors	Balance D				
Result of the year	<u>Balance C</u>	2,419,356	2,858,630	2,419,356	2,858,630
Profit transfer		<u>139,627</u>	<u>165,791</u>	<u>139,627</u>	<u>165,791</u>
<b>Shareholders' equity - total</b>		<u><b>20,781,837</b></u>	<u><b>5,138,358</b></u>	<u><b>2,279,729</b></u>	<u><b>23,640,466</b></u>

Signed on behalf of the Board of Directors as at 8 April 2016.

ADMINISTRATOR  
Name and surname  
ANITA LAURA NITULESCU

Signature \_\_\_\_\_  
Unit stamp

PREPARED BY,  
Name and surname  
ELENA IULIANA ION  
Finance Manager

Signature \_\_\_\_\_

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**EUROLIFE ERB ASIGURĂRI GENERALE SA****STATEMENT OF CASH FLOW****FOR THE YEAR ENDED AS AT 31 DECEMBER 2015**

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	<b>Financial year ended as at <u>31 December 2014</u> (RON)</b>	<b>Financial year ended as at <u>31 December 2015</u> (RON)</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
a) Gross premiums proceeds	7,565,918	8,460,040
b) Reinsurance premiums payments (net of reinsurance commission)	(2,173,715)	(1,812,881)
c) Claims paid	(254,812)	(124,151)
d) Proceeds from reinsurance claims		
e) Payments to suppliers of goods and services	(1,059,437)	(1,098,351)
f) Payments to and on the behalf of the employees	(2,218,856)	(2,555,814)
g) Payments regarding commissions for agents insurance brokers	<u>(656,063)</u>	<u>(763,578)</u>
<b>Net cash used in operating activities</b>	1,203,035	2,105,265
<b>CASH FLOWS FROM INVESTMENT ACTIVITIES</b>		
a) Cash payment for the acquisition of land and fixed assets, intangible assets and other non-current assets	(15,086)	(163,920)
b) Cash proceeds from the sale of land and Buildings, plant and equipment, intangible assets and other non-current assets		
c) Cash payment for the acquisition of equity items and receivables from other companies	(11,212,458)	(8,600,022)
d) Cash payment from the sale of equity items and receivables from other companies	9,225,140	5,182,344
g) Proceeds from interest dividends and similar	1,393,866	1,170,896
h) Proceeds from investment gains	<u>7,364</u>	<u>59,181</u>
<b>Net cash used in investing activities</b>	(601,174)	(2,351,521)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
a) Cash proceeds from issuing of shares and other equities items		
c) Cash proceeds from the issuing of bonds, loans, mortgages and other loans		
d) Cash reimbursements of loans		
<b>Net cash used in financing activities</b>		-

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**STATEMENT OF CASH FLOW**

**FOR THE YEAR ENDED AS AT 31 DECEMBER 2015**

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	<b>Financial year ended as at <u>31 December 2014</u> (RON)</b>	<b>Financial year ended as at <u>31 December 2015</u> (RON)</b>
Net increase/decrease of cash and cash equivalents	601,862	(246,256)
<b>Cash and cash equivalents at the beginning of the financial year</b>	<u>2,307,194</u>	<u>2,909,056</u>
<b>Cash and cash equivalents at the end of the financial year</b>	<u>2,909,056</u>	<u>2,662,800</u>

Signed on behalf of the Board of Directors as at 8 April 2016 by:

ADMINISTRATOR  
Name and surname  
ANITA LAURA NITULESCU

PREPARED BY,  
Name and surname  
ELENA IULIANA ION  
Finance Manager,

Signature \_\_\_\_\_  
Unit stamp

Signature \_\_\_\_\_

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# EUROLIFE ERB ASIGURĂRI GENERALE SA

## NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2015

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### REPORTING ENTITY

These financial statements have been prepared by Eurolife ERB Asigurări Generale SA and incorporate the results of the operations of the Company for the financial year ended as at 31 December 2015. 95,28% of the Company is owned by Eurolife ERB General Insurance, member of the Eurobank Ergasias group (look at note 4a). Headquarters of Eurolife ERB Asigurări Generale SA is on Dimitrie Pompeiu Blv., no. 6A, Olympus Building, floor 2, room 2.07. Trade Registry number is J40/3246/2007, CAEN is 6512 and unique registration code is 21112430.

### 1. NON-CURRENT ASSETS

#### a) Intangible assets

	<b>Concessions, patents, licenses, trademarks, similar rights and values <u>and other intangible assets</u> (RON)</b>
<b>Cost</b>	
Balance as at 1 January 2015	90,450
Additions	<u>492</u>
Balance as at 31 December 2015	90,942
<b>Accumulated amortisation</b>	
Balance as at 1 January 2015	88,948
Charge for the year	<u>50</u>
Balance as at 31 December 2015	88,998
<b>Net carrying amount as at 1 January 2015</b>	<u><u>1,502</u></u>
<b>Net carrying amount as at 31 December 2015</b>	<u><u>1,944</u></u>

During 2015 Eurolife ERB Asigurari Generale has completed the necessary steps for the registration of trademarks for products launched over the years, booked by the Company as intangible assets.

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31 DECEMBER 2015

## 1. NON-CURRENT ASSETS (CONTINUED)

## b) Tangible assets

	<u>Technological equipment</u> (RON)	<u>Vehicles, furniture and other equipment</u> (RON)	<u>Total</u> (RON)
<b>Cost/valuation</b>			
Balance as at 1 January 2015	399,884	61,179	461,063
Additions			
Reductions	18,960	-	18,960
Balance as at 31 December 2015	380,924	61,179	442,103
<b>Accumulated depreciation</b>			
Balance as at 1 January 2015	301,553	61,179	362,732
Depreciation during the year	<u>(8,820)</u>	-	<u>(8,820)</u>
Depreciation of the written-off assets	<u>-</u>	<u>-</u>	<u>-</u>
Balance as at 31 December 2015	292,733	61,179	353,912
<b>Net carrying amount as at 1 January 2015</b>	<u>98,331</u>	<u>-</u>	<u>98,331</u>
<b>Net carrying amount as at 31 December 2015</b>	<u>88,191</u>	<u>-</u>	<u>88,191</u>

During 2015, the Company reviewed the useful lives of all owned fixed assets by aligning them with durations used by the group to which it belongs. In this respect, adjustments were made to the balance of the accumulated depreciation and the differences resulting from it are recognized in the income statement of the period.

## c) Other financial investments

	<u>31 December 2014</u> (RON)	<u>31 December 2015</u> (RON)
Deposits	2,611,576	2,225,867
Shares	1,116,835	1,206,941
Treasury bills	23,601,181	26,599,109
Forward contracts	8,838	(20,047)
<b>Total</b>	<u>27,338,430</u>	<u>30,011,870</u>

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EUROLIFE ERB ASIGURĂRI GENERALE SA

NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2015

2. ACCOUNTS RECEIVABLE AND PAYABLE

<b>Receivables</b>	<b>Note</b>	<b>Balance as at</b>	<b>Due in</b>	
		<b>31 December 2015</b>	<b>less than 1 year</b>	<b>over 1 year</b>
		<b>(RON)</b>	<b>(RON)</b>	<b>(RON)</b>
		<b>(col. 2+3)</b>		
		<b>1</b>	<b>2</b>	<b>3</b>
Receivables from direct insurance operations	21	1,657,358	1,657,358	-
Other receivables	20	<u>16,608</u>	<u>16,608</u>	<u>-</u>
<b>Total</b>		<u><b>1,673,966</b></u>	<u><b>1,673,966</b></u>	<u><b>-</b></u>

<b>Payables</b>	<b>Note</b>	<b>Balance as at</b>	<b>Due in</b>	
		<b>31 December 2015</b>	<b>less than 1 year</b>	<b>1 - 5 years</b>
		<b>(RON)</b>	<b>(RON)</b>	<b>(RON)</b>
		<b>(col. 2+3+4)</b>		
		<b>1</b>	<b>2</b>	<b>3</b>
Liabilities from insurance operations	xx	2,478	2,478	-
Liabilities from reinsurance operations	18	164,765	164,765	-
Other liabilities, including tax liabilities and social security payables	22	<u>766,611</u>	<u>766,611</u>	<u>-</u>
<b>Total</b>		<u><b>933,854</b></u>	<u><b>933,854</b></u>	<u><b>-</b></u>

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**3. ACCOUNTING POLICIES, PRINCIPLES AND METHODS**

The main accounting policies applied for the preparation of the financial statements of the Company are disclosed below.

**A Basis of preparation**

(1) General information

- i) The Order of Insurance Supervisory Commission no. 3129/2005 for the approval of accounting regulations in accordance with European norms specific to the insurance area, which states:
  - The Norm of European Economic Communities 91/674/EEC as at 19 December 1991 on the annual and consolidated financial statements of the insurance companies published in European Union's Official Journal no. L 374, on 31 December 1991, with subsequent amendments and completions;
  - The IVth Norm of European Economic Communities 78/660/EEC as at 25 July 1978 on the annual accounts of certain types of companies, published in European Union's Official Journal no. L 222 on 14 August 1978, with subsequent amendments and completions.
- ii) The Accounting Law no 82/1991 republished, with subsequent amendments
- iii) Norm issued by Financial Supervision Authority no. 14/2016 for the ending of the financial year 2015 with companies within insurance area.
- iv) Order ISC no. 9/2011 on the "Technical reserves for insurance, assets admitted to cover them and the dispersion of assets admitted to cover the gross technical reserves and liquidity ratio" with subsequent amendments and completions from FSA Norm no 22/11.11.2014.

These financial statements have been prepared under the historical cost convention, except as disclosed in the accounting policies.

(2) Use of estimates

The preparation of financial statements in accordance with Order 3129/2005 2005 with modifications and subsequent amendments requires management to make estimations and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and reported expenses during the respective period. Despite the fact that the management estimates rely on the best information available as at the date of the financial statements, actual results may differ from these estimates.

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(3) Going concern

The accompanying financial statements have been prepared based on the going concern principle, which assumes that the Company will continue to operate in the foreseeable future, taking in consideration the following:

*Position of the Group*

In 2015, the macroeconomic environment in Greece has been very challenging for the Greek banking system. In the first half of the year, the prolonged uncertainty relating to an agreement with the Eurozone partners over the implementation of the required reforms for the conclusion of the Second Economic Adjustment Program, the unsuccessful expiration of the former, the tightened liquidity conditions due to the financing problems of the Greek State and the significant deposit outflows – already observed from late 2014 – led to the imposition of restrictions in banking transactions (capital controls) together with a temporary bank holiday on 28 June 2015. In mid - August the Greek Government reached a final agreement with its European partners on a new 3-year European Stability Mechanism (ESM) program – the Third Economic Adjustment Program (TEAP) - with a ca € 86 bn financing envelope and a series of reforms aiming to restore fiscal sustainability, safeguard financial stability, enhance growth, competitiveness and investment and develop a modern state and public administration. The Greek Government managed to complete two sets of prior actions from the program at the end of November and December 2015. By mid - December 2015, the systemic banks' recapitalization was completed with only ca €5.4 bn used from the initial buffer of up to €25 billion. The unused funds were subtracted from the ESM loan, reducing it to ca €64.5 bn as of the end of January 2016. The review of Greece's reform programme by international creditors is currently pending. A swift completion of the program review may alleviate significantly the macroeconomic and sovereign uncertainties.

After the gradual normalization of the economic and political situation in Greece and following the Eurobank Ergasias S.A. successful recapitalization, the Group enhanced its liquidity position and reduced its dependence on Eurosystem funding.

In accordance with the agreement with the European partners, the authorities are committed to preserving sufficient liquidity in the banking system, as long as Greece meets its obligations under the ESM program. The decisive implementation of the measures agreed in the context of the new ESM program will permit European Central Bank (ECB) to reinstate the waiver for the instruments issued by the Hellenic Republic and will signal the gradual repatriation of deposits in the banking system, which is a major priority for the Group, and the further re-access to the markets for liquidity.

On 31 October 2015, the ECB announced the results of the comprehensive assessment (CA) based on which the lowest shortfall across Greek banks was identified for the Bank. Following the CA results and in line with the new recapitalization framework introduced by Law 4340/2015, the Bank proceeded to a capital increase of € 2,039 million, which was covered exclusively from the markets. As a result, the Group strengthened further its capital base and its CET1 ratio stood at 17% at the end of December 2015.

*Application of the going concern assumption in preparing the financial statements*

Given the profitability of the Company and that the Company does not require external financing, management believes it will be able to continue operations in the foreseeable future and therefore the application of the going concern assumption in the preparation of these financial statements is justified.

(4) Presentation currency of the financial statements

The accounting records are kept in Romanian language and reflected in the national currency, RON. The amounts disclosed in the financial statements are presented in Romanian lei.

**B Foreign currency translation**

1) *Transactions and balances in foreign currency*

Foreign currency transactions of the Company are translated into the measurement currency using the exchange rates communicated by the National Bank of Romania ('NBR') as at the dates of the transactions. Foreign currency monetary balances are translated into RON using the exchange rates communicated by NBR for the last day of the period. Gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies are recognized in the income statement.

**C Intangible assets**

(i) *Concessions, patents, licenses, trademarks, similar rights and assets*

Concessions, patents, licenses, trademarks as well as other similar rights and assets are recorded at acquisition cost and subsequently depreciated over the useful life and are disclosed at cost less accumulated depreciation.

Patents, licenses and similar assets are amortized using the straight-line method over a period between 4 and 7 years. Trademarks are amortized using the straight-line method but the amortisation periods vary from case to case, depending on the Company's estimates that it will obtain economic benefits from underwriting the products for which each trademark was registered.

(ii) *Advances and other intangible assets*

Advances and other intangible assets include prepayments granted to suppliers of intangible assets, computer software created by the entity or purchased from third parties for its own use, as well as other intangible assets of the Company. Advances and other intangible assets are initially registered at acquisition cost.

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Expenditures which enhances or extends the performance of intangible assets beyond their original specifications is added to their original cost. This expenditure is capitalized as intangible assets unless they form an integral part of tangible assets.

**D Tangible assets**

(1) Recognition and valuation

Tangible assets are recorded at purchase cost, subsequently depreciated over the useful life and presented at cost less accumulated depreciation.

The expenditure on repairs or maintenance of tangible assets is recognised as incurred while the significant improvements which increase the value or useful life of the assets, or which increase their revenue generating capacity are capitalised.

Non-current assets such as inventory items, including tools and equipment, are expensed when purchased and are not included in the carrying amount of assets.

(2) Depreciation

Depreciation is determined at entry value using the straight-line method over the estimated useful life of the assets, as follows:

<u>Asset</u>	<u>Years</u>
Air-conditioning	6
Vehicle	7
Equipment	4-7
Fax and printing machine	4

(3) Sale/disposal of tangible assets

Items of tangible fixed assets that are retired or otherwise disposed of are eliminated from the balance sheet along with the corresponding accumulated depreciation. Any gain or loss resulting from such retirement or disposal is included in the income statement

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**E Impairment of assets**

Property, plant and equipment and other non-current assets are reviewed for impairment losses whenever events or changes in circumstances indicate that the book value may not be recoverable.

At year-end, the value of tangible and intangible elements is reconciled with the inventory results. For this purpose, the carrying value is compared with the value determined based on the inventory, called the inventory value. Impairment loss is the difference between book value and market value or asset value. The inventory value is determined by its utility, its condition and the market price.

The Company didn't register by the end of 2015 differences related to assets amortisation.

**F Financial instruments**

*Market value assessment reflected in the income statement*

This category includes financial assets designated by the entity at initial recognition as financial assets at fair value through profit and loss

The types of instruments held by the Company are: government securities and treasury bills issued by the Finance Ministry, bonds issued by the Bucharest City Hall, shares listed on Bucharest Stock Exchange (further named "BVB"), Athena Stock Exchange (further named "ASE") and European Markets (further named "EM") and other derivatives( forwards).

All financial assets are classified in this category, derivatives included, because are acquired principally for the purpose of selling in the short term.

Gains or losses arising from changes in the market value of the 'financial assets at fair value through profit or loss' category, are presented in the income statement within 'income on adjustment for impairment/gain on investment value', "expenses on adjustments for impairment/loss on investment value " in the period in which they arise.

Effective interest income and dividends income are disclosed in the income statement as "Income from other investments ".

Income/expenses on the sale of financial instruments are disclosed in the income statement as "Income on realization of investments", respectively "Loss on realization of investments".

To evaluate the fair value of these instruments at the balance sheet date the company has complied with the provisions of Order 3129/2005 on financial instruments listed. When instruments are admitted to official stock exchange securities, market value is the value determined at the end of the financial year.

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Starting 2014, the company uses for the valuation of the government bonds the quotations provided by the Bloomberg trading platform. This decision is sustained by the fact that these are the prices at which the investments could actually be capitalized, since the stock exchanges where these are listed doesn't represents an active market for most of them. For the valuation of the other investments in the portfolio, the company continued to use the price confirmed by custodian.

The gain or loss arising from evaluation of derivative instruments is shown on the heading of plus/ minus unrealized values.

Government securities purchased at premium or discount, the Company amortises on a linear basis the difference between the purchase price and nominal value, up to its maturity using the effective interest method to recognize effect through income statement.

*Derecognition*

The financial assets are derecognised when the Company lose control of the contractual rights over the asset. The Company is losing the control when it accomplishes the rights of benefits specified in the contract. the rights expire. or the Company gives up these rights. The financial assets that are sold are derecognised from the date of transaction.

The financial liabilities are derecognised when the obligation specified in the contract is discharged. cancelled or expired.

The gain or the loss generated by the derecognition of the financial assets are determined by the reference of the selling price to the last revaluated amount.

The assets transferred through a selling contract by which the Company is reserving the right to resume or redeem the transferred elements, against the payment of an agreed price at a date or a deadline, are derecognised.

**G Inventories**

Inventories are stated at the lower of cost and estimated net realizable value. Cost is generally determined using the weighted average cost method. The cost of finished goods and production in progress includes materials, labor and the related indirect production costs. Provision is made against slow moving, damaged and obsolete stocks, when necessary. The net realizable value is estimated based on the selling price less any completion and selling expenses.

The Company did not consider necessary to book a provision for inventories.

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**H Trade receivables**

The Company books the following categories of receivables:

- Receivables from insurance activity
- Other receivables

**Receivables from insurance activity**

Receivables are recorded at their carrying value, less provision for impairment of these receivables.

A provision for impairment of trade receivables is established when there is objective evidence that the Company will not be able to collect all amounts due according to the original terms of receivables.

Receivables as at the end of the year were analysed by ageing and the following categories were identified:

- receivables with ageing higher than 90 days for “mortgage loan” policies issued until 2009;
- receivables with ageing higher than 60 days for “mortgage loan” policies, for business development credits and for residences’ individual insurance attached to the product named „Casa Ta”;
- receivables with ageing higher than 30 days for individual insurance policies for accidents, attached to product named “Protect Accident”.

Taking into account that the cash-in probability for these receivables is very low, the Company decided to create a provision for doubtful premium receivables.

Provision calculation was made at policy level for the mentioned categories, for the total receivables (due and future) and also for unearned premium reserve as at the end of the year, applying 100% on the difference.

**Other receivables**

The other receivables category includes the commission that the Company has to collect from PAID for PAD policies intermediation, debtors and advances to suppliers.

**I Cash and cash equivalents**

Cash and cash equivalents are recorded at cost in the balance sheet. For the purpose of the cash flow statement, cash and cash equivalents comprise cash on hand, bank accounts, deposits on short term (without accrued interest).



*Share capital*

Ordinary shares are classified as own equity.

**J Dividends**

The dividends on ordinary shares are recognized in shareholders' equity when declared.

The Company did not compute and recognize any dividends related to ordinary shares.

**K Borrowings**

Short and long-term borrowings are recognized initially at the proceeds received, net of transaction costs incurred. Borrowings are subsequently stated at amortized cost using the effective yield method; any difference between proceeds (net of transaction costs) and the redemption value is recognized in the income statement over the period of the borrowings.

The Company did not have any contracted borrowings at the end of year 2015.

**Accounting for leases where the Company is the lessee**

*(1) Financial leasing agreements*

Leases of property, plant and equipment in which the Company has substantially all the risks and rewards of ownership are classified as finance leases. Finance leases are capitalised at the estimated present value of the lease payments. Each lease payment is allocated between the liability and finance charges so as to achieve a constant rate during the reimbursement period. The corresponding rental obligations are included either in current or non-current liabilities. The interest element of the finance cost is charged to the income statement over the lease period. The assets acquired under finance leases are capitalised and depreciated over their useful life.

As at 31 December 2015 the Company did not have any financial leasing contract.

*(2) Operating lease agreements*

Leases where a significant portion of the risks and rewards of ownership are retained by the lessor are classified as operating leases.

Payments made under operating leases (net of any incentives received from the locator) are charged to the income statement on a straight-line basis over the period of the lease.

As at 31 December 2015 the Company did not have any operational leasing contracts.

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**L Trade payables**

Trade payables are recorded at the value of the amounts payable for the goods or services received.

**M Other provisions**

The provisions are recognized when the Company has a present legal or constructive obligation as a result of past events, when it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation.

The provisions are reviewed at each end of the period and are adjusted to reflect the estimation which is most appropriate. The differences resulting from the adjustments necessary to be booked are recognized in the income statement for the period.

A provision is recognized only when:

- an entity has a present obligation generated by a past event;
- it is probable that an outflow of resources will be required to honour that obligation and
- a reliable estimate can be made of the obligation value.

**N Employee benefits**

*Pensions and other post- retirement benefits*

The Company, in the normal course of business, makes payments to the Romanian State on behalf of its employees, at statutory rates. All employees of the Company are members of the Romanian State pension plan. These costs are recognized in the income statement together with the related salary costs.

The Company does not operate any pension scheme or post-retirement benefit plan and, consequently, has no obligation in respect of pensions.

**O Activities related to general insurance**

*1) Gross written premiums*

The income from gross written premium includes the premiums earned and cashed for all insurance contracts issued in the financial year. If the period of the contract is longer than one year, the gross written premium is represented by the gross premiums collected and cashed for one calendar year from the insurance contract, except for single premium contracts, for which the subscription is made in the unique

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premium of the respective contract. For contracts in currency, the gross written premiums are booked in Ron using the exchange rate from the beginning of the risk.

2) *The gross written premiums cancelled*

The cancelled gross written premiums include the premiums from the cancelled insurance contracts on client's request or due to fail in payment of the insurance premiums, by case.

In case of fail in payment of the insurance premiums, the premium cancellation is registered only if no payments were made:

- a. for 90 days after the due date for the "mortgage loan" policies issued until 2009;
- b. for 60 days after the due date for "mortgage loan" policies, for business development credits and for residences' individual insurance attached to the product named „Casa Ta”, issued since 2009;
- c. for 30 days after the due date for other individual policies.

3) *Technical reserves*

- a. Reported but not settled reserve

Claim reserves are created and updated on a periodic basis, based on estimates of the claim notifications received by the Company, so that the fund created to be sufficient to cover the payment of such claims. The claim reserve is established for reported claims undergoing liquidation and is calculated for each insurance contract for which has been notified the occurrence of the insured event, starting from predictable costs that will be incurred to liquidate such claims.

The claim reserve to be created is obtained by summing the value of the calculated claim reserve for each insurance contract.

- b. Incurred but not reported reserve

Incurred but not reported provision is made at least at the end of the financial year, based on the estimation and statistics or actuarial computation for claims incurred, but not reported. The value of incurred but not reported provision is calculated using the Chain Ladder method applied on semi-annually and no adjusted data, starting from history of the claims advised in the last 6 years (12 semesters). The incurred but not reported provision is calculated for the Company's entire portfolio.

- c. Catastrophe reserve

The catastrophe reserve is set up through the monthly application of a minimum 5% to the amount of the subscribed gross premiums in relation to the contracts which cover catastrophic risks, until

the reserve fund reaches at least the level of its own retention or 10% of the accumulated liabilities undertaken through the contracts covering catastrophic risks.

d. Premium reserve

The calculation of the premium reserve is performed on a monthly basis in the currency in which the insurance contract is issued.

The premium reserve is calculated by adding up the quotas of the subscribed gross premiums, due for the unexpired periods of the insurance contracts, so that the difference between the amount of the subscribed gross premiums and this reserve reflects the gross premiums allocated to the expired risk at the date of calculation. This reserve is computed separately for each in force insurance contract at the calculation date.

e. Equalisation reserve

The equalization reserve is created in the years with favorable technical results for the creation of sources for covering claims in the years when the technical results will be unfavorable. The equalization reserve shall not exceed the amount calculated by applying a rate of 3,5% on the volume of gross written premiums in the financial year for which the calculation is made.

The company didn't register this reserve neither in 2015

f. The unexpired risk reserve

The unexpired risk reserve is calculated by estimating the damage that will occur after closing of the financial statement, in case it is found that the estimated claims for the future exceeds the premium reserves established and, therefore, the premium reserve will not be sufficient to cover all the claims that may arise in subsequent financial years.

The calculation of unexpired risk reserves  $R_n$  is using the relationship:

$$R_n = Dest - R_{pt}$$

where:

Dest - the estimated amount of the claims that will occur in future periods;  
Rpt - the total amount of the premium reserve.

The Company did not record this type of reserve in 2015, since it wasn't necessary.

g. Benefits and returns reserve

The benefits and returns reserve is created for life insurance contracts which provide premium discounts, in case of their renewal and/or repayment of premium, in case of the insured persons' participation to profit.

This computation is made monthly, for the eligible contracts.

**P Reinsurance operations**

Transactions and balances related to reinsurance contracts are recorded in the financial statements in compliance with provisions of reinsurance contracts and reporting requirements compliant with ISC Order 3129/2005 with subsequent amendments and supplements for the approval of accounting regulations compliant with European Directives specific for the insurance field.

Premiums ceded in reinsurance and amounts related to claims paid ceded in reinsurance, as well as premium reserves ceded and claim reserves ceded are recorded in an accrual basis of accounting. Amounts estimated to be recoverable from reinsurers for unpaid claims are booked separately from the amounts estimated to be payable to the insured.

Commissions related to premiums ceded in reinsurance are recognized as income on reinsurance commissions at the time when the subscribed gross premium and its portion ceded in reinsurance are recorded. The unearned share corresponding to the premium reserve ceded in reinsurance is recognized in the following year.

**Q Acquisition expense and administrative expense**

**Acquisition expenses**

Policy acquisition expenses are those expenses that arise in the acquisition process. They include acquisition fees, advertising and publicity expenses, fees established by Insurance Supervisory taxes, advertising costs and expenses incurred with awards to individuals involved in the sale. Acquisitions costs are accounted under the independence principle of the financial year, in an accrual basis.

The company considers in the computation of deferred acquisition costs only purchase fees that are paid at the time of the conclusion of an insurance contract by agents or other intermediaries under which the Company has engagements contracts. They are reported in accordance with CSA Order 3129/2005, using a

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similar basis for calculating the premium reserve.

**Administrative expenses**

Administrative expense shall include the staff costs, depreciation of tangible assets, rent, phones, utilities and other services from third parties.

The commission expenses categories assimilated as administrative expenses are:

- Annual intermediation commission, which is due to subordinate agent and it is calculated according to the conditions established by the bancassurance contract;
- Other fees stipulated in the bancassurance contract signed with subsidiary agent, which are granted in order to achieve objectives established by contract.

**R Taxation**

*Current income tax*

The Company records the income tax established in accordance with Accounting and Reporting Regulations issued by the Minister of Public Finance.

The current tax is the income tax payable for the period, determined based on the percentages applied at the balance sheet date and on all adjustments related to the period.

Income tax rate used for the computation of current taxes as at 31 December 2015 is of 16% (31 December 2014: 16%).

*Unrealised gains and losses*

*Income/expenses arising from market valuation by reflecting the results on profit and loss account; income/expenses from amortization*

Starting with 2012, for market valuation of investments, the Company applies the following fiscal treatment: incomes as taxable and expenses as deductible. Also, the expense with amortization of bonds is considered deductible in the calculation of the income tax, applying the general rule of the Tax Code.

Losses from market valuation taxed until 31.12.2011, will be recovered only in the moment the instrument is sold or matured .

*Realized gains and losses*

*Income/loss from selling assets valued at market value with the result in the profit and loss account of the previous period*

Considering the changes in legislation brought by the Fiscal Code, at the time of sale, the Company considers as taxable the entire income from sale and the fiscal cost will be computed taking into account the fiscal history, as follows:

- for investments purchased up to 31.12.2011, the fiscal costs is the historical cost settled at 31.12.2011, adjusted with next evaluations;
- for investments purchased after 01.01.2012, the fiscal costs is represented by the book value at the moment of sale.

**S Financial risk management**

(1) Financial risk factors

Through the nature of its activity, the Company is exposed to sundry risks, such as: the credit risk, the foreign currency risk, the interest rate and the liquidity risk. The management seeks to minimize potential adverse effects on the financial performance of the Company.

Eurolife ERB Asigurari Generale has an Investment Committee which periodically meets, analyse the investment results and establish the investment strategy for the future. This is working based on the investment mandate following the FSA rules.

Also the Risk Management Committee analyses and decides the process of addressing and monitoring risks. This Committee approves the methods of identification, valuation, monitoring and controlling risks faced by the Company.

(i) *Credit risk*

The Company is subject to a credit risk due to its insurance receivables and other types of receivables. The maturity of the liabilities is closely monitored and the amounts overdue are promptly followed up.

Company monitors reinsurance ratings in order to ensure that the minimum limit (at least A, as for Standard & Poor's) is met, the reinsurance activity being monitored by Reinsurance Committee.

Credit risk exposure arising from the Company's cash and cash equivalents is included in the formula for calculating solvency capital requirements under Solvency II regime for the counterparty risk.

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Bonds issued by the Government hold a significant share in the structure of investment, the company being exposed to credit risk that is not quantified by the standard Solvency II formula. Any potential loss from this exposure will be taken into account and analyzed in the future.

(ii) *Market risk*

Company evaluates the investments portfolio in order to address the objectives set and the financial market conditions, as well as the need of changing the investment portfolio structure.

i. *Foreign currency risk*

The Company is exposed to the fluctuations in the foreign exchange rate as a result of foreign currency transactions and therefore controls these transactions in order to minimize this risk. Taking into account that the Company has in its portfolio products in RON, as well as in other currencies (EUR, USD, CHF), there is a monthly monitoring process in order to assess whether the Company's assets covers the liabilities arising from the insurance contracts on each currency.

Also in order to mitigate the foreign currency risk, taking into account that the share capital increase was in EUR, the Company enters in forward agreements.

ii. *Interest rate risk*

The Company monitors the interest rate risk because it holds interest-bearing financial assets by analyzing the efficiency of investment portfolio in different types of assets.

(iii) *Shares risk*

The investment portfolio of the Company is exposed to market price volatility of shares through investment in shares.

Following the transition to Solvency II, the Company shall calculate and monitor additional capital requirements generated by the potential impact of this risk.

(iv) *Concentration risk*

The Company is exposed to this risk through investments in deposits to Bancpost and shares purchased from Eurobank Properties Real Estate.

Following the transition to Solvency II, the Company shall calculate and monitor additional capital requirements generated by the potential impact of this risk.



In order to analyze the potential impact of market risk, the Company performs stress tests with a semester frequency in order to calculate the potential losses in abnormal conditions of market (in general extreme conditions). These compute potential losses by aggregating the following scenarios:

- Share decrease with 25%
- Interest rate increase with 100 points
- National currency appreciation with 10%

(v) *Liquidity risk*

The Company's prudential policy on liquidity is to maintain sufficient liquid resources in order to meet its short-term cash requirements of the Company.

Besides the daily monitoring of cash flow on each bank account and on each type of currency, Company computes monthly the liquidity ratio and permanently monitors the solvency ratio.

**T. Materiality**

The financial statements of the Company should provide useful information and for this, the information should have four principal qualitative characteristics: understandability, relevance, reliability and comparability. The relevance of information is affected by its nature and materiality. In some cases the nature of the information is sufficient by itself to determine its relevance. In other cases, both the nature and materiality are important, for which insignificant errors must be corrected on the current result and the significant errors must be corrected on earnings.

In this regard, the Company sets this threshold of significance to +/- 0.5% of Gross Profit.

**4 SHARES AND BONDS**

**a) Shares**

The legal share capital as at 31 December 2015 of the Company consists in 10,595 ordinary shares with a nominal value of RON 1,413.6 each.

During 2014, there were changes in the shareholder structure. As a result of these changes, Eurolife ERB General Insurance has acquired all the share package held by Eurobank Ergasias therefore as of 31 December 2015 the main shareholders of the Company recorded with the Trade Register are the following:

	<b>Number of shares</b>	<b>Participation in %</b>	<b>Total nominal value in (EUR)</b>	<b>Total nominal value in (RON)</b>
Eurolife ERB General Insurance	10,095	95,28	4,075,988.59	14,270,292
Eurolife ERB Life Insurance	<u>500</u>	<u>4.72</u>	<u>204.000</u>	<u>706.800</u>
Total	<u>10,595</u>	<u>100,00</u>	<u>4,279,989.59</u>	<u>14,977,092</u>

Eurolife ERB Life Insurance and Eurolife ERB General Insurance are insurance companies in Greece which are held by Eurolife Insurance Group, final investor being Eurobank Ergasias.

In May 2013, following its full subscription in Eurobank's recapitalization of €5,839m, the Hellenic Financial Stability Fund ('HFSF') became the controlling shareholder and a related party of Eurobank. On 19 June 2013, HFSF acquired 3,789,317,358 Eurobank's ordinary shares with voting rights, representing 98.56% of its ordinary share capital. Following the issuance of 205,804,664 new ordinary shares in July, as resolved at the Annual General Meeting of the Shareholders on 27 June 2013, the percentage of the voting rights held in Eurobank by HFSF decreased to 93.55%. Following the share capital increase approved by the Extraordinary General Meeting of 26 August 2013, the percentage of the voting rights held by HFSF increased to 95.23%.

Following the completion of Eurobank's share capital increase of €2,864m, fully covered by private, institutional and other investors, the percentage of the ordinary shares with voting rights held by the HFSF decreased from 95.23% to 35.41%. In addition, in the context of the Law 3864/2010 as amended by Law 4254/2014, the HFSF's voting rights in Eurobank's General Assemblies have been switched to restricted ones. Accordingly, as of early May, the HFSF is no more the controlling shareholder of the Group but is considered to have significant influence over it. Therefore, the HFSF is considered to be a related party to the Group, whereas Greek Banks significantly influenced by HFSF, within the context of the Greek Banks' recapitalization, are not regarded as such.

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**b) Bonds**

The Company did not issue any bonds until 31 December 2015.

**c) Dividends**

The Company didn't distributed dividends during 2015.

**5. INFORMATION REGARDING THE EMPLOYEES. ADMINISTRATORS AND DIRECTORS**

The average number of employees was:

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
Management and employees	<u>16</u>	<u>18</u>
Total	<u>16</u>	<u>18</u>

**a) Remuneration of directors and administrators**

	<b>Financial year ended as at <u>31 December 2014</u> (RON)</b>	<b>Financial year ended as at <u>31 December 2015</u> (RON)</b>
Salaries paid to:		
Administrators and directors	272,700	408,810
Social security contribution	<u>72,001</u>	<u>93,089</u>
Total	<u>344,701</u>	<u>501,899</u>

During the financial exercise, no salary advances or bonuses were paid to the managers.

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**b) Employees**

Salary costs:

	<u>31 decembrie 2014</u> (lei)	<u>31 decembrie 2015</u> (lei)
Salary costs (Management)	1,080,608	1,202,440
Social security costs (Management)	285,311	273,803
Salary costs (Employees)	398,298	475,617
Social security costs (Employees)	<u>105,162</u>	<u>108,301</u>
Total	<u>1,869,379</u>	<u>2,060,161</u>

Bonus expenses:

During 2015, bonuses were granted to employees at Easter and Christmas, in the form of gift vouchers and salary advances were paid in total amount of 11,228 Ron, which were repaid by the end of the year (2014: Ron 10,500).

Compared to 2014, the amounts paid in 2015 for social insurance are lower due to reduced share of contribution to the public pension system, from 20.8% to 15.8%.

Besides the above, other transactions with employees were recorded, according to the salary policies in force.

**6. OTHER INFORMATION**

**a) Information regarding the Company**

**EUROLIFE ERB ASIGURĂRI GENERALE SA** was set up in 2007 as a joint-stock company in accordance with the Romanian legislation. The Company's address is: 6A Dimitrie Pompeiu Blv. Olympus building, 2<sup>nd</sup> floor, room 2.07, 2<sup>nd</sup> district, Bucharest. The Company has as main activity general insurance.

**b) Information regarding the relationship with every subsidiary, associated undertaking or other enterprises in which the Company holds strategic investments**

Information on related party transactions and details regarding the relations with the related parties are disclosed in Note 25.

**c) Methods used for measuring in local currency the assets and liabilities and the revenues and expenses recorded in foreign currency**

The method used by the Company for measuring in local currency the assets and liabilities and the revenues and expenses recorded in foreign currency is disclosed in Note 3.

The main exchange rates used for translating into RON the balances recorded in foreign currency as at 31 December 2015 are:

<u>Foreign currency</u>	<u>Abbreviation</u>	<u>Exchange rate</u>	
		<u>(RON / unit of foreign currency)</u>	
		<b>31 December 2014</b>	<b>31 December 2015</b>
US Dollar	USD	3.6868	4.1477
Euro	EUR	4.4821	4.5245
Swiss Franc	CHF	3.7273	4.1797

**d) Allocation of current profit**

From 2015 result, the Company booked a legal reserve in amount of 115,481 RON (RON 165,791 in 2014). The difference in amount of 1,835,827 RON is kept in unallocated retained earnings until new decision is taken.

e) Information regarding the current income tax

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
<b>Profit (loss) gross</b>	3,315,816	2,309,614
Non taxable income	(241,941)	(35,983)
Correction non taxable income (decrease)	-	-
Non deductible expense	154,944	277,452
Other deductible expense	(205,614)	(121,192)
Legal reserve	(165,791)	(115,481)
<b>Taxable profit (loss)</b>	<b>2,857,414</b>	<b>2,314,410</b>
Taxable profit (loss) carried forward initial	-	-
Taxable profit (loss) loss carried forwarded closing	<u>2,857,414</u>	<u>2,314,410</u>
Calculated profit tax	<u>457,186</u>	<u>370,306</u>
Sponsorship	=	<u>12,000</u>
Profit tax to be paid	<u>457,186</u>	<u>358,306</u>

f) GROSS PREMIUM ISSUED/TURNOVER

	<b>Financial year ended as at <u>31 December 2014</u> (RON)</b>	<b>Financial year ended as at <u>31 December 2015</u> (RON)</b>
Gross premiums issued – net of cancelled	<u>7,522,909</u>	<u>8,042,800</u>

g) Rent and operating lease payments

The Company incurred the following expenses:

	<b>Financial year ended as at <u>31 December 2014</u> (RON)</b>	<b>Financial year ended as at <u>31 December 2015</u> (RON)</b>
Rents	<u>96,875</u>	<u>109,619</u>

The Company did not conclude any operating lease agreements in 2014 and 2015.

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**h) Expenses with external partners**

During 2015 the Company booked these expenses as external benefits:

- Expenses related to financial audit services amounting of Ron 139,541, compared to Ron 161,182 in 2014; the substantial difference compared to the previous year is explained by an additional auditing of the Company on tax liabilities.
- Expenses related to tax consulting services amounting of Ron 3,318, compared to Ron 16,269 in 2014;
- Expenses related to consulting services for the implementation of Solvency II reporting system amounting of Ron 44,526, compared to Ron 8,189 in 2014;
- Expenses on maintenance services for accounting software amounting of Ron 26,270, compared to Ron 26,353 in 2014;
- Expenses related to hosting services for IT servers amounting of Ron 24,775, compared to Ron 24,779 in 2014;
- Expenses on training services for Bancpost agents amounting of Ron 3,250, compared to Ron 2,850 in 2014;
- Expenses for notary services, PSI and translations amounting of Ron 20,603, compared to Ron 25,910 in 2014;
- Expenses on training services for own employees amounting of Ron 39,394, compared to Ron 19,212 in 2014;
- Expenses on archiving services amounting of Ron 25,167, compared to Ron 1,820 in 2014;
- Other expenses with third parties amounting of Ron 20,937.

**i) Financial investments**

The Company owns a varied portfolio of financial investments which is structured as follows:

- Bonds issued by the local authorities in RON – 69% of portfolio comparing to 64% in 2014;
- Bonds issued by Bucharest City Hall in RON – 2% of portfolio;
- Securities in foreign currency issued by the local authorities - 16% of portfolio comparing to 25% in 2014;
- Treasury bills issued by the local authorities - 9% of portfolio, comparing to 7% in 2014;
- Shares – 4%, comparing to 5% in 2014.

Investments in fixed income instruments as at 31 December 2015 (at market value) can be analyzed as follows:

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
In EUR	5,888,648	4,273,501
In RON	<u>17,113,147</u>	<u>21,680,054</u>
Total	<u>23,001,795</u>	<u>25,953,555</u>
Accrued interest	<u>599,386</u>	<u>645,554</u>
Total	<u>23,601,181</u>	<u>26,599,109</u>

According to their maturity, the statement of fixed-income securities (with accrued interest) is the following:

*i) Investments in fixed income instruments in EURO (market value)*

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
Less than 1 year	1,643,045	2,381,276
Between 1 - 5 years	<u>4,414,526</u>	<u>2,013,500</u>
Total	<u>6,057,571</u>	<u>4,394,776</u>

*ii) Investments in fixed income instruments in EUR (market value)*

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
Less than 1 year	3,744,707	5,593,495
Between 1 - 5 years	9,396,843	11,261,639
Over 5 years	4,402,060	5,349,199
Total	<u>17,543,610</u>	<u>22,204,333</u>
Total	<u>23,601,181</u>	<u>26,599,109</u>

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Investments at acquisition cost can be analyzed as follows:

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
In EUR	5,797,124	4,251,268
In RON	<u>16,778,542</u>	<u>21,682,540</u>
Total	<u>22,575,666</u>	<u>25,933,808</u>

Based on maturities the investments at acquisition cost are classified as follows:

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
Less than 1 year	5,272,021	7,907,374
Between 1 - 5 years	13,249,652	12,852,139
Over 5 years	<u>4,053,993</u>	<u>5,174,295</u>
Total	<u>22,575,666</u>	<u>25,933,808</u>

**j) Deposits with credit institutions**

<i>IN RON</i>	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
IN EUR	1,120,525	542,940
IN CHF	484,549	271,680
IN RON	1,000,000	1,185,000
Cash collateral deposit	-	<u>226,225</u>
<b>Total deposits</b>	<u>2,605,074</u>	<u>2,225,845</u>
Interest	<u>6,502</u>	<u>22</u>
Total	<u>2,611,576</u>	<u>2,225,867</u>

Deposits in EUR have an average interest rate of 0.19% per year, deposits in CHF of 0.19% per year, and those in RON of 0.48% per year.

Starting with July 2015 the Company initiated a collateral deposit in favor of Bancpost representing the guarantee of the forward agreement settlement.

**EUROLIFE ERB ASIGURĂRI GENERALE SA****NOTES TO THE FINANCIAL STATEMENTS****31 DECEMBER 2015**

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Depending on the maturity, the deposits are as follows:

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
IN RON		
Until 3 months	2,155,112	2,225,867
More than 3 months	<u>456,464</u>	<u>-</u>
Total short term deposits	<u>2,611,576</u>	<u>2,225,867</u>

**k) Acquisition costs**

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
Commissioning fee	22,828	25,106
Contribution to the guarantee fund	60,874	83,685
Advertising and publicity expenses	-	17,345
Prizes granted		
Expenses printing certificates	36,500	46,732
Sales commission expense	<u>692,730</u>	<u>730,118</u>
Other promotional expenses	-	9,380
Total	<u>812,932</u>	<u>912,366</u>

**l) Administrative expenses**

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
Wages and salaries	1,751,606	2,086,867
Rents	96,875	109,619
Social security	462,474	475,193
Communications	20,661	26,818
Third party services	317,653	347,779
Consumable expenses	13,796	14,065
Protocol and advertising	2,536	7,135
Amortisation and depreciation	30,847	10,189
Energy and water	10,622	10,312
Travel expenses	3,153	4,650
Other staff costs	10,120	17,743
Insurance expenses	4,674	5,652
Banking services	10,418	11,842
Other taxes	490	268
Other expenses	<u>46,970</u>	<u>118,963</u>

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**EUROLIFE ERB ASIGURĂRI GENERALE SA****NOTES TO THE FINANCIAL STATEMENTS****31 DECEMBER 2015**

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Asset's disposal	-	-
Mail expense	11,373	3,605
Annual commission *	13,187	77,496
Provisions	104,320	107,686
Expenses with sponsorship	-	12,000
Total	<u>2,911,775</u>	<u>3,447,882</u>

\* In this category of administrative expenses are included the annual intermediate commission, which is due to Bancpost since Q4 2014 and an additional commission as stated by the Bancassurance Agreement concluded with Bancpost SA, paid at the end of 2015 for achieving collecting targets established by the contract.

The provision expenses are detailed in note 24.

**7. MONETARY ASSETS IN BANK AND CASH IN HAND****31 December 2015**

	<u>in RON</u>	<u>in currency</u>	<u>Total</u>
Cash in banks	<u>248,066</u>	<u>188,010</u>	<u>436,076</u>

**31 December 2014**

	<u>in RON</u>	<u>in currency</u>	<u>Total</u>
Cash in banks	<u>182,026</u>	<u>121,106</u>	<u>303,132</u>

**Cash and cash equivalents****31 December 2015**

In RON		<u>Total</u>
Cash in banks		436,076
Cash equivalents (deposits without accrued interest as at 31 December 2015)		2,225,845
Other cash values		1,730
Total		<u>2,663,651</u>

**31 December 2014**

In RON		<u>Total</u>
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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**NOTES TO THE FINANCIAL STATEMENTS**

**31 DECEMBER 2015**

Cash in banks	303,132
Cash equivalents (deposits without accrued interest as at 31 December 2014)	2,605,074
Other cash values	<u>850</u>
Total	<u>2,909,056</u>

**8. PORTION OF THE TECHNICAL RESERVES RELATED TO CONTRACTS CEDED IN REINSURANCE**

	<u>31 December 2014</u>	<u>31 December 2015</u>
Premium reserve for direct insurance	574,212	606,272
Reported but not settled reserve	<u>22,885</u>	<u>45,843</u>
Total	<u>597,097</u>	<u>652,115</u>

**9. PREMIUM RESERVE**

**31 December 2015**

	<u>Gross premium reserve (RON)</u>	<u>Reinsurers' share (see note 8) (RON)</u>	<u>Net premium reserve (RON)</u>
Health accidents and persons' injuries	570,873	-	570,873
Fire	2,977,079	605,176	2,371,903
Third party liability	<u>1,153</u>	<u>1,096</u>	<u>57</u>
Total	<u>3,549,105</u>	<u>606,272</u>	<u>2,942,833</u>

**31 December 2014**

	<u>Gross premium reserve (RON)</u>	<u>Reinsurers' share (see note 8) (RON)</u>	<u>Net premium reserve (RON)</u>
Health accidents and persons' injuries	428,689	-	428,689

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**NOTES TO THE FINANCIAL STATEMENTS**

**31 DECEMBER 2015**

Fire	<u>2,993,494</u>	<u>574,212</u>	<u>2,419,282</u>
Total	<u>3,422,183</u>	<u>574,212</u>	<u>2,847,971</u>

**10. REPORTED BUT NOT SETTLED CLAIMS PROVISION REGARDING GENERAL INSURANCE**

**31 December 2015**

	<b>Gross reported but not settled claim provision (RON)</b>	<b>Reinsurers' share (see note 8) (RON)</b>	<b>Net reported but not settled claim provision (RON)</b>
Health accidents and persons' injuries	12,500	-	12,500
Fire	275,772	45,843	229,929
Third party liabilities	=	=	=
Total	<u>288,272</u>	<u>45,843</u>	<u>242,429</u>

**31 December 2014**

	<b>Gross reported but not settled claim provision (RON)</b>	<b>Reinsurers' share (see note 8) (RON)</b>	<b>Net reported but not settled claim provision (RON)</b>
Health accidents and persons' injuries			
Fire	299,615	21,798	277,817
Third party liabilities	<u>1,294</u>	<u>1,087</u>	<u>207</u>
Total	<u>300,909</u>	<u>22,885</u>	<u>278,024</u>

**11. INCURRED BUT NOT REPORTED RESERVE**

Based on the number and volume of claims recorded from the beginning of activity the Company computed and recorded incurred but not reported reserve as at 31 December 2015 in amount of 55,908 RON. (31 December 2014: 62,169 RON).

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NOTES TO THE FINANCIAL STATEMENTS

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The IBNR determined by Chain Ladder technique was calculated on the same method as in 2014 when, on prudential grounds, it was supplemented with 50,000 RON. This decision of supplementing the IBNR is based on experience and suitability test results.

**12. CATASTROPHE RESERVE**

**31 December 2015**

	<b>Gross catastrophe reserve (RON)</b>	<b>Reinsurers' share (see note 8) (RON)</b>	<b>Net catastrophe reserve (RON)</b>
Health accidents and persons' injuries	212,289	-	212,289
Goods in transit	68	-	68
Fire	<u>2,307,716</u>	-	<u>2,307,716</u>
Total	<u>2,520,073</u>	-	<u>2,520,073</u>

**31 December 2014**

	<b>Gross catastrophe reserve (RON)</b>	<b>Reinsurers' share (see note 8) (RON)</b>	<b>Net catastrophe reserve (RON)</b>
Health accidents and persons' injuries	166,554	-	166,554
Fire	<u>1,960,642</u>	-	<u>1,960,642</u>
Total	<u>2,127,196</u>	-	<u>2,127,196</u>

**13. BENEFITS AND REBATES RESERVE**

Starting 2015, the Company holds insurance contracts eligible for the calculation of benefits and rebates reserve, so that at the end of the year, a reserve amounting 60,114 RON was booked for individual insurance contracts for property and third party liabilities with Imo Property Development.

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14. EARNED PREMIUMS, NET OF REINSURANCE

	<u>31 December 2014</u>	<u>31 December 2015</u>
	(RON)	(RON)
Health accidents and persons' injuries	530,482	678,686
Goods in transit	-	1,369
General civil liability	39,566	47,644
Fire and other damages	<u>4,266,030</u>	<u>4,261,542</u>
Total	<u>4,836,078</u>	<u>4,989,241</u>

Premiums earned as at 31 December 2015 can be analyzed as follows:

	<u>Gross premiums issued</u>	<u>Ceded premiums</u>	<u>Changes in premium reserve, gross</u>	<u>Changes in ceded premium reserve</u>	<u>Earned premiums, net of reinsurance</u>
	(RON)	(RON)	(RON)	(RON)	(RON)
Health accidents and persons' injuries	911,170	90,300	142,184	-	678,686
Goods in transit	1,369	-	-	-	1,369
General civil liability	300,607	252,906	1,153	1,096	47,644
Fire and other damages	<u>6,829,654</u>	<u>2,615,492</u>	<u>(16,415)</u>	<u>30,965</u>	<u>4,261,542</u>
Total	<u>8,042,800</u>	<u>2,958,698</u>	<u>126,922</u>	<u>32,061</u>	<u>4,989,241</u>

Premiums earned as at 31 December 2014 can be analyzed as follows:

	<u>Gross premiums issued</u>	<u>Ceded premiums</u>	<u>Changes in premium Reserve, gross</u>	<u>Changes in ceded premium reserve</u>	<u>Earned Premiums, net of reinsurance</u>
	(RON)	(RON)	(RON)	(RON)	(RON)
Health accidents and persons' injuries	679,859	(173)	149,051	(499)	530,482
General civil liability	286,010	246,449	(5)	-	39,566
Fire and other damages	<u>6,557,040</u>	<u>2,615,744</u>	<u>(408,290)</u>	<u>(83,556)</u>	<u>4,266,030</u>
Total	<u>7,522,909</u>	<u>2,862,020</u>	<u>(259,244)</u>	<u>(84,055)</u>	<u>4,836,078</u>

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31 DECEMBER 2015

## 15. CLAIMS EXPENSES, NET OF REINSURANCE

Claims paid, net of reinsurance

	<u>31 December 2014</u>	<u>31 December 2015</u>
	(RON)	(RON)
Persons' injuries	18,257	12,925
Fire and other damages	<u>204,839</u>	<u>106,921</u>
General liability	-	303
Total claims	<u>223,096</u>	<u>120,149</u>

Claims incurred as at 31 December 2015, can be analyzed as follows (included the incurred but not reported provision in changes in claim provision gross)

	<u>Gross claims</u>	<u>Ceded</u>	<u>Changes in</u>	<u>Changes in</u>	<u>Claims</u>
	<u>paid</u>	<u>to</u>	<u>claim</u>	<u>ceded</u>	<u>net of</u>
	<u>(RON)</u>	<u>reinsurance</u>	<u>provision</u>	<u>claim</u>	<u>reinsurance</u>
	<u>(RON)</u>	<u>(RON)</u>	<u>gross</u>	<u>provision</u>	<u>(RON)</u>
	<u>(RON)</u>	<u>(RON)</u>	<u>(RON)</u>	<u>(RON)</u>	<u>(RON)</u>
Health accidents					
and persons' injuries	12,925	-	(15,888)	-	28,813
Fire and other damages	122,783	15,863	33,738	24,044	49,138
General liability	<u>1,894</u>	<u>1,590</u>	<u>1,048</u>	<u>(1,087)</u>	<u>343</u>
Total damages	<u>137,602</u>	<u>17,453</u>	<u>18,898</u>	<u>22,957</u>	<u>78,294</u>

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Net claims incurred as at 31 December 2014 can be analyzed as follows:

	<u>Gross claims paid</u> (RON)	<u>Ceded to reinsurance</u> (RON)	<u>Changes in claim provision gross</u> (RON)	<u>Changes in ceded claim provision</u> (RON)	<u>Claims reinsurance</u> (RON)
Health accidents and persons' injuries	18,257	-	-	-	18,257
Fire and other damages	251,294	46,455	(192,572)	(7,908)	405,319
General liability	-	-	204	1,087	(1,291)
Total damages	<u>269,551</u>	<u>46,455</u>	<u>(192,368)</u>	<u>(6,821)</u>	<u>422,285</u>

**16. COMMISSIONS AND OPERATING EXPENSES**

	<u>31 December 2014</u> (RON)	<u>31 December 2015</u> (RON)
Acquisition costs note 6k)	812,932	912,366
Variation of deferred acquisition costs	(30,080)	(36,185)
Administrative expenses note 6l)	2,911,775	3,447,882
Commission revenues related to reinsurance	<u>(1,027,709)</u>	<u>(1,089,988)</u>
Total	<u>2,666,918</u>	<u>3,234,075</u>

**17. PREMIUMS ISSUED, GROSS**

	<u>31 December 2014</u> (RON)	<u>31 December 2015</u> (RON)
Health accidents and persons' injuries	750,000	1,069,651
General civil liability	292,077	308,192
Fire and other damages	8,301,789	7,998,702
Loans and guarantees	-	-
Cancelled	<u>(1,820,957)</u>	<u>(1,335,114)</u>
Total	<u>7,522,909</u>	<u>8,042,800</u>

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**18. LIABILITIES FROM REINSURANCE OPERATIONS**

	<u>31 December 2014</u>	<u>31 December 2015</u>
	(RON)	(RON)
Liabilities from reinsurance operations –	161,837	145,193
Liabilities from reinsurance operations – related parties	<u>4,170</u>	<u>19,572</u>
Total	<u>166,007</u>	<u>164,765</u>

Amounts referring to related parties transactions amounted to RON 19,572 (2014: RON 4,170), presented in Note 26, are included in liabilities from reinsurance operations.

**19. LIABILITIES FROM DIRECT INSURANCE OPERATIONS**

	<u>31 December 2014</u>	<u>31 December 2015</u>
	(RON)	(RON)
Liabilities from direct insurance operations	<u>4,662</u>	<u>2,478</u>

**20. OTHER RECEIVABLES**

	<u>31 December 2014</u>	<u>31 December 2015</u>
	(RON)	(RON)
Income tax	-	-
Other receivables	<u>100,240</u>	<u>16,608</u>
Total	<u>100,240</u>	<u>16,608</u>

In “other assets category”, the commission that the Company has to collect from PAID for the intermediation of PAD policies, amounting RON 10,358, has biggest weight.

**21. RECEIVABLES FROM DIRECT INSURANCE OPERATIONS**

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
	<b>(RON)</b>	<b>(RON)</b>
Health accidents and persons' injuries	408,919	513,787
General civil liability	18	575
Fire and other damages	<u>1,426,814</u>	<u>1,142,996</u>
Total receivables insurers non-life	<u>1,835,751</u>	<u>1,657,358</u>

As at 31 December 2015 the Company booked provisions for receivables amortisation in amount of 3,405 RON.

**22. OTHER LIABILITIES, INCLUDING TAX LIABILITIES AND SOCIAL SECURITIES**

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
	<b>(RON)</b>	<b>(RON)</b>
Social insurance	61,887	71,270
Suppliers	2,362	6,444
Suppliers invoices not arrived	43,065	43,088
Other charges	4,854	12,910
Sundry creditors	18,662	217,019
Sale commissions	225,372	340,731
Employees	-	-
Claims	-	-
Profit tax	156,016	49,015
Profit tax non resident	774	-
Salaries tax	<u>22,511</u>	<u>26,134</u>
Total	<u>535,503</u>	<u>766,611</u>

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**23. OTHER NON-TECHNICAL GAINS AND LOSS**

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
	(RON)	(RON)
Interest and dividend income	1,128,120	917,901
Gain from year end valuation (bonds. bills. shares)	910,270	158,837
Proceeds from disposal of investment (bonds)	-	-
Plus values not related from investments (forward gain)	<u>256,299</u>	<u>186,605</u>
Total income from investments	2,294,689	1,263,343
Other non-technical gains (Foreign exchange gain)	<u>355,411</u>	<u>755,983</u>
Total non-technical income	<u>2,650,100</u>	<u>2,019,326</u>

	<b><u>31 December 2014</u></b>	<b><u>31 December 2015</u></b>
	(RON)	(RON)
Investment management expenses. including interest expenses	35,392	28,485
Loss from year end valuation (bonds. bills. shares)	240,019	184,604
Carrying amount of sold investments (bonds)	<u>149,496</u>	<u>64,409</u>
Total expenses from investments	424,907	277,498
Minus values not related from investments (forward)	207,403	259,127
Other non-technical expenses. including provisions and value adjustments (Foreign exchange loss)	<u>396,147</u>	<u>660,204</u>
Total non- technical expenses	<u>1,028,457</u>	<u>1,196,829</u>

In the other technical income are included favourable exchange rate differences, the commission for Pad policies intermediation, the release of the provision for annual leave not taken, the release of the provision for doubtful debts constituted in 2014.

In the other technical expenses the Company includes unfavourable foreign exchange differences and the provision for doubtful debts constituted in 2015.

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NOTES TO THE FINANCIAL STATEMENTS

31 DECEMBER 2015

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**24. PROVISIONS**

<b>Provision</b>	<b>Initial balance (1)</b>	<b>Increase the year (2)</b>	<b>during</b>	<b>Releases during the year (3)</b>	<b>Final balance (4)=(1)+(2)-(3)</b>
<b>A</b>					
Provision for pensions and other similar obligations	-		55,591	-	55,591
Provision for not taken annual leave	34,829		52,095	34,829	52,095
<b>TOTAL</b>	<u>34,829</u>		<u>107,686</u>	<u>34,829</u>	<u>107,686</u>

For the untaken holiday until 31 December 2015 the Company booked a non-deductible provision, in amount of 52,095 RON. Thus provision is going to be reversed as a non-taxable income in each month based on the holiday from 2015 taken by the employees as it happened in precedent exercises.

In 2015, the Company made a provision for 2015 staff performance in accordance with the staff policy approved by the Board of Directors on 18 December 2009 , this provision, in amount of 55,591 RON being non-deductible.

The Company did not record other provisions except for those specific for general insurance.

**25. EVENTS AFTER CLOSING THE BALANCE SHEET**

Events after balance sheet date include all the events that are taking place until the annual financial statements are authorized for issue, even if those events occur after the public announcement of the profit or other selected financial information.

There were no subsequently events after closing the balance sheet.

**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**NOTES TO THE FINANCIAL STATEMENTS**

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**26. RELATED PARTIES TRANSACTIONS**

The Company provides services to some companies, related parties according to some usual trade conditions and benefits from services from these companies under similar circumstances.

**RON– 31 December 2015**

	<b>Bancpost SA</b>	<b>BE Business Exchanges</b>	<b>Eurobank Ergasias</b>	<b>Eliade Tower SA</b>	<b>EurobankERB New Property Services SA</b>	<b>ERB Europe Aunding II BV</b>	<b>Retail Development services SA</b>	<b>ERB Insurance services SA</b>	<b>Eurolife ERB General Insurance</b>	<b>Seferco Development</b>	<b>IMO Property Investments Bucuresti SA</b>	<b>ERB IT Support Shared Services</b>
Interest incomes	14,644	-	405	-	-	-	-	-	-	-	-	-
Transaction expenses	4,900	-	-	-	-	-	-	-	-	-	-	-
Custody expenses	23,585	-	-	-	-	-	-	-	-	-	-	-
Bank commissions	11,781	-	61	-	-	-	-	-	-	-	-	-
Losses from forward contracts	200,248	-	58,879	-	-	-	-	-	-	-	-	-
Incomes from forward contracts	43,442	-	143,163	-	-	-	-	-	-	-	-	-
Rent	1,734	-	-	-	-	-	-	-	107,885	-	-	-
Water and energy expense	-	-	-	-	-	-	-	-	10,312	-	-	-
Gross written premium	2,008,251	-	-	25,396	-	476,039	19,165	-	85,801	1,188,457	-	-
Claim expenses	-	-	-	-	13,451	-	-	-	-	-	-	-

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**NOTES TO THE FINANCIAL STATEMENTS**

**31 DECEMBER 2015**

	<b>Bancpost</b>	<b>BE Eurobank</b>	<b>liade Tower</b>	<b>Eurobank</b>	<b>ERB New</b>	<b>Retail</b>	<b>ERBUrolife ERB</b>	<b>Seferco</b>	<b>IMO Property</b>	<b>ERB IT</b>
	<b>SABusiness</b>	<b>Ergasias</b>	<b>SA</b>	<b>Property</b>	<b>Europe</b>	<b>Development</b>	<b>Insurance</b>	<b>General</b>	<b>Investments</b>	<b>Support</b>
	<b>Exchange</b>		<b>Leasing</b>	<b>Services SA</b>	<b>Funding II</b>		<b>Services SA</b>	<b>Insurance</b>	<b>Bucuresti SA</b>	<b>Shared</b>
	<b>s</b>		<b>IFN</b>		<b>BV</b>					<b>Services</b>
Sales commissions	696,660	-	3,778	-	-	-	139,482-	-	-	-
Premiums ceded to reinsurance	-	-	-	-	-	-	-	426,989	-	-
Reinsurance commissions	-	-	-	-	-	-	-	37,991	-	-
Maintenance expenses	-	-	-	-	911-	-	-	-	-	-
IT expenses	-	-	-	-	-	-	-	-	-	24,775-
Training of Bancpost agents expenses	-	-	-	-	-	-	-	-	-	-
Software services expenses	-	1,100	-	-	-	-	-	-	-	-
Petty cash and bank	198,850	-	237,226	-	-	-	-	-	-	-
Deposits related to credit institutions	2,225,845	-	-	-	-	-	-	-	-	-
Receivables from direct insurance	689,499	-	-	-	-	216,747-	-	-	-	-
Other receivables	22	-	-	-	-	-	-	-	-	-
Other debts	338,292	905	-	-	-	2,344	-	2,439	-	-
Debts from other reinsurance	-	-	-	-	-	-	-	19,572	-	-
Forward contracts	(20,047)	-	-	-	-	-	-	-	-	-

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**NOTES TO THE FINANCIAL STATEMENTS**

**31 DECEMBER 2015**

**RON– 31 December 2014**

	<b>Bancpost SA</b>	<b>BE Business Exchanges</b>	<b>Eurobank Ergasias</b>	<b>Eliade Tower SA</b>	<b>Eurobank Property Services SA</b>	<b>ERB New Europe Aundring II BV</b>	<b>Retail Development Insurance services SA</b>	<b>ERB Insurance SA</b>	<b>Eurolife ERB General Insurance</b>	<b>Seferco Development</b>	<b>IMO Property Investments Bucuresti SA</b>	<b>ERB IT Support Shared Services</b>
Interest incomes	38,825	-	2,170	-	-	-	-	-	-	-	-	-
Transaction expenses	12,250	-	520	-	-	-	-	-	-	-	-	-
Custody expenses	22,621	-	-	-	-	-	-	-	-	-	-	-
Bank commissions	9,815	-	269	-	-	-	-	-	-	-	-	-
Losses from forward contracts	-	-	207,403	-	-	-	-	-	-	-	-	-
Incomes from forward contracts	-	-	256,299	-	-	-	-	-	-	-	-	-
Rent	1,733	-	-	-	-	-	-	-	95,142	-	-	-
Water and energy expense	-	-	-	-	-	-	-	-	10,622	-	-	-
Gross written premium	1,840,949	-	-	32,580	-	495,193	20,044	-	95,098	1,160,973	-	-
Claim expenses	-	-	-	-	14,739	-	-	-	-	3,580	-	-

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**NOTES TO THE FINANCIAL STATEMENTS**

**31 DECEMBER 2015**

	<b>Bancpost</b>	<b>BE Eurobankliade Tower</b>	<b>Eurobank ERB New</b>	<b>Retail</b>	<b>ERBUrolife ERB</b>	<b>Seferco</b>	<b>IMO Property</b>	<b>ERB IT</b>
	<b>SABusiness</b>	<b>Ergasias</b>	<b>Property</b>	<b>Europe Development</b>	<b>Insurance</b>	<b>General Development</b>	<b>Investments</b>	<b>Support</b>
	<b>Exchange</b>		<b>Services SA</b>	<b>Funding II</b>	<b>Services SA</b>	<b>Insurance</b>	<b>Bucuresti SA</b>	<b>Shared</b>
	<b>s</b>			<b>BV</b>				<b>Services</b>
Sales commissions	575,507	-	-	-	-	143,770	-	-
Premiums ceded to reinsurance	-	-	-	-	-	-	376,893	-
Reinsurance commissions	-	-	-	-	-	-	47,437	-
Maintenance expenses	-	-	-	5,752	-	-	-	-
IT expenses	-	-	-	-	-	-	-	24,779
Training of Bancpost agents expenses	2,850	-	-	-	-	-	-	-
Software services expenses	-	1,088	-	-	-	-	-	-
Petty cash and bank	159,393	-	143,739	-	-	-	-	-
Deposits related to credit institutions	2,605,074	-	-	-	-	-	-	-
Receivables from direct insurance	817,475	-	-	-	246,508	-	-	87
Other receivables	6,502	-	-	-	-	-	-	-
Other debts	224,890	-	-	-	43	-	482	-
Debts from other reinsurance	-	-	-	-	-	-	4,170	-
Forward contracts	-	-	8,838	-	-	-	-	-

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**27. CONTINGENCIES**

**(a) Litigations**

The Company is subject to 2 legal action resulted from insurance contracts for which the Company constituted claim reserve in amount of RON 100,000. The management is not aware of events which might have a significant impact on these financial statements.

**(b) Taxation**

The Romanian taxation system is undergoing a process of consolidation and harmonization with the European Union legislation. However, there are still different interpretations of the fiscal legislation. In various circumstances, the tax authorities may have different approaches to certain issues, and assess additional tax liabilities, together with late payment interest and penalties. In Romania, tax periods remain open for 5 years. The company's management considers that the tax liabilities included in these financial statements are fairly stated.

**(c) Transfer pricing**

Romanian tax legislation includes the "arm's length" principle, according to which transactions between affiliated undertakings must be carried out at "arm's length", as defined by the Fiscal Code. Local taxpayers that perform transactions with affiliated undertakings must prepare and submit to Romanian tax authorities. upon their written request. the supporting file for transfer pricing. The failure to submit the supporting documentation for transfer pricing or submitting an incomplete file may entail the enforcement of penalties for non-compliance; besides the content of the supporting documentation for transfer pricing. tax authorities may also interpret transactions and circumstances in a different way than the management and. therefore. may impose additional tax liabilities resulting from transfer pricing adjustments. The management of the Company considers there will be no loss in case of a tax inspection regarding transfer pricing. However, the impact of the different interpretations of tax authorities cannot be reliably estimated. This may be material for the financial position and/ or operations of the Company.

The company completed the transfer pricing file for the period 2007-2011, following that in the next period to complete and update it with transactions for the period 2012-2015.

Signed on behalf of the Board of Directors as at 8 April 2016 by:

ADMINISTRATOR

Name and surname

ANITA LAURA NITULESCU

Signature \_\_\_\_\_

Unit stamp

PREPARED BY.

Name and surname

ELENA IULIANA ION

Finance Manager.

Signature \_\_\_\_\_

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**OTHER INFORMATION (FORM 05)**

**31 DECEMBER 2014**

<b>I. Data regarding the recorded result</b>	<b>Row no.</b>	<b>No of units</b>	<b>Amounts</b>	
Units which recorded profit	01	1	1,951,308	
Units which recorded loss	02	0	0	
<b>II. Data regarding outstanding payments</b>	<b>Row no.</b>	<b>Total (col.2+3)</b>	<b>out of which:</b>	
			<b>For current activities</b>	<b>For investments activities</b>
<b>A</b>	<b>B</b>	<b>1</b>	<b>2</b>	<b>3</b>
Outstanding payments – total (rows 04+08+12+18 to 22 +26). out of which:	03	-	-	-
Outstanding trade payables – total (rows 05+06+07). out of which:	04	-	-	-
- over 30 days	05	-	-	-
- between 30 and 90 days	06	-	-	-
- over 90 year	07	-	-	-
Outstanding reinsurance payables – total (rows 09+10+11). out of which:	08	-	-	-
- over 30 days	09	-	-	-
- between 30 and 90 days	10	-	-	-
- over 90 year	11	-	-	-
Outstanding liabilities towards the Social Security Fund – total (rows 13 to 17). out of which:	12	-	-	-
- contributions to the State Social Security Fund owed by employers, employees and other similar persons	13	-	-	-
- contributions from legal or natural persons who employ personnel and contributions from the persons insured with the Health Social Security Fund	14	-	-	-
- contribution to facultative pension (Pillar II)	15	-	-	-
- contributions from the legal and natural persons who employ personnel and the contributions from the employees to the Unemployment Fund	16	-	-	-
- other social liabilities	17	-	-	-
Outstanding liabilities towards special funds	18	-	-	-
Outstanding liabilities to other creditors	19	-	-	-
Taxes not paid to the State Budget in due time	20	-	-	-
Taxes not paid to the Local Budgets in due time	21	-	-	-
Bank credits not reimbursed at maturity – total (rows 23 to 25). out of which	22	-	-	-
- overdue after 30 days	23	-	-	-

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**OTHER INFORMATION (FORM 05)**

**31 DECEMBER 2014**

- overdue after 90 days	24	-	-	-
- overdue after 1 year	25	-	-	-
Outstanding interest	26	-	-	-
<b>III. Average number of employees</b>	<b>Row</b>	<b>31.12.2014</b>	<b>31.12.2015</b>	
	<b>no.</b>			
<b>A</b>	<b>B</b>	<b>1</b>	<b>2</b>	
Average number of employees	27	16		18
The number of employees at the end of the financial year, respectively at 31st of December	28		24	27
<b>IV. Interest payments and royalties</b>	<b>Row</b>	<b>Amounts</b>		
	<b>no.</b>	<b>- lei-</b>		
	<b>B</b>	<b>1</b>		
Gross revenues from interests paid by Romanian legal persons to natural persons non-resident in the member states of the European Union, out of which:	29	-		
- tax due to the state budget	30	-		
Gross revenues from interests paid by Romanian legal persons to related legal persons non-resident in the member states of the European Union, out of which:	31	-		
- tax due to the state budget	32	-		
Revenues from interests paid by Romanian legal persons to related legal persons non-resident, out of which:	33	-		
tax due to the state budget	34	-		
Revenues from interests paid by Romanian legal persons to related legal persons non-resident in the member states of the European Union, out of which:	35	-		
tax due to the state budget	36	-		
Revenues from dividends paid by Romanian legal persons to related legal persons non-resident, out of which:	37	-		
tax due to the state budget	38	-		
Revenues from dividends paid by Romanian legal persons to related legal persons non-resident in the member states of the European Union, out of which:	39	-		
tax due to the state budget	40	-		
Revenues from royalties paid to non-resident legal persons, out of which:	41	-		
tax due to the state budget	42	-		
Revenues from royalties paid by Romanian legal	43	-		

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**OTHER INFORMATION (FORM 05)**

**31 DECEMBER 2014**

persons to related legal persons non-resident in the member states of the European Union, out of which:			
tax due to the state budget	44	-	
Rents paid during the year for land**	45	-	
Revenues from services paid to non resident persons, out of which:	46		151,186
tax due to the state budget	47		79
Revenues from services paid to non resident persons in the member states of the European Union , out of which:	48		151,186
tax due to the state budget	49		79
Subsidies cashed in the financial year, out of which:	50	-	
Subsidies cashed in the financial year for assets	51	-	
Subsidies cashed in the financial year for revenues, out of which:	52	-	
Subsidies for stimulation of employment***	53	-	
Outstanding receivables which were not cashed at the moment agreed in the commercial contracts and/or in the legislation in force. out of which:	54		5,696
-outstanding receivables from the companies in the public sector	55		
-outstanding receivables from the companies in the private sector	56		5,696
<b>V. Meal tickets</b>	<b>Row no.</b>	<b>Amounts -lei-</b>	
<b>A</b>	<b>B</b>	<b>1</b>	
Meal tickets granted to employees	57	-	
<b>VI. Other information</b>	<b>Row no.</b>	<b>31.12.2014</b>	<b>31.12.2015</b>
Advances for intangible assets (account 524)	58	-	-
Advances for tangible assets (account 522)	59	-	-
Financial assets. gross amounts. (rd. 61 + 69), out of which:	60	2,611,576	2,225,867
Shares in related parties, other financial assets and long term bonds, gross amount (rd. 62 la 68), out of which :	61	-	-
- quoted shares	62	-	-
- unquoted shares	63	-	-
- social parts	64	-	-
- bonds	65	-	-
- shares issued by other financial institution (including SIF)	66	-	-

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

**OTHER INFORMATION (FORM 05)**

**31 DECEMBER 2014**

- shares issued by non-resident	67	-	-
- bonds issued by non-resident	68	-	-
Other financial assets. gross amounts (rd. 70 + 71). out of which:	69		
- financial assets RON (from account. 267)	70	2,611,576	2,225,867
- financial assets in other currencies (from account. 267)	71	1,006,475	1,185,008
Receivables. prepayments to suppliers and other accounts. gross amounts (from account 461)	72	1,605,101	1,040,859
Receivables from insurance activity. Total (74+78+82). out of which:	73	71,256	11,294
-Insured - total (75 to 77). (ac.401). out of which:	74	1,836,905	1,660,763
-less than 30 days	75	1,494,424	1,622,992
-between 30 and 90 days	76	339,047	32,075
- over 90 days	77	3,434	5,696
-Insurance intermediaries - total (79 to 81). (ac.404). out of which:	78	-	-
-less than 30 days	79	-	-
-between 30 and 90 days	80	-	-
- over 90 days	81	-	-
- Other receivables from insurance activity - total (83 to 85) (ac.405). out of which:	82	-	-
-less than 30 days	83	-	-
-between 30 and 90 days	84	-	-
- over 90 days	85	-	-
- Receivables from reinsurance activity - total (87 to 89) (ac.411+412):	86	-	-
-less than 30 days	87	-	-
-between 30 and 90 days	88	-	-
- over 90 days	89	-	-
Receivables related to employees(account 425 +428)	90	-	-
Receivables related to state budget and social insurance state budget (431 + 437 + 4382 + 441 + 4424 + 4428 + 444+445+446+447 + 4482), (row 92 la 96)	91	26,752	5,294
-receivables related to social insurance budget (ac.431+437+4382)	92	26,644	
-receivables related to state budget (ac.441+4424+4428+444+446)	93	108	5,294
-subsidies (ac.445)	94	-	-
-special funds - taxes and similar (ac.447)	95	-	-
-other receivables related to state budget (ac.4482)	96	-	-

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Company receivables related to affiliate entities (ac.451)	97	-	-
Receivables related to state budget and social insurance state budget not cashed at deadline	98	-	-
Other receivables (c443+ 452 + 456 + 4581 + 461 + 471 + 475), (row 100 la 102)	99	73,486	11,314
-Settlement for participation. payments to shareholders / associates regarding share capital. disbursements from venture operations	100	-	-
- other receivables related to fiscal and legal persons. other than receivables form public institutions	101	73,486	11,314
- amount from account 552 "Treasury Advances", representing treasury advances, granted by law and not settled by 31.12.2015 (from account 461)	102	-	-
Interest to be cash in	103	-	-
- from non-residents	104	-	-
Borrowings given to economical entities ****	105	-	-
Short term investment in gross amounts, out of which:	106	24,718,016	27,806,050
- quoted shares	107	427,155	458,587
- unquoted shares	108	-	-
- social parts	109	-	-
- bonds	110	23,601,181	26,599,109
- shares issued by financial institution (including SI-s)	111	-	-
- shares issued by non-residents	112	689,680	748,354
- bonds issued by non-residents	113	-	-
Other amounts to be cash in	114	-	-
<b>Cash in hand, out of which:</b>	115	-	-
- in RON (account. 54711+54721)	116	-	-
- in currencies (account 54714+54724)	117	-	-
<b>Current accounts at banks in RON and in currencies, out of which:</b>	118	303,132	436,076
- in RON	119	182,026	248,066
- current accounts in Ron opened in non-resident banks	120	141,555	235,022
- in currencies	121	121,106	188,010
- current accounts in currencies opened in non-resident banks	122	2,184	2,204
Other current accounts at banks and letter of credits. out of which:	123	-	-
- amounts in course of settlements. and other amounts to be cash in. in RON	124	-	-

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**EUROLIFE ERB ASIGURĂRI GENERALE SA**

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**31 DECEMBER 2014**

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- amounts in course of settlements and other amounts in currencies	125		-	-
Liabilities. out of which:	126	862,539		887,651
- Loans from issuing bonds and interes in gross amounts . out of which:	127	-	-	
- in RON	128	-	-	
- in currencies	129	-	-	
<b>Interest on loans of bonds. the gross amounts. out of which:</b>	130	-	-	
- in RON	131	-	-	
- in currency	132	-	-	
Internal loans at banks on short terms. out of which	133	-	-	
- in RON	134	-	-	
- in currencies	135	-	-	
<b>Interest on internal short term loans at banks. out of which:</b>	136	-	-	
- in RON	137	-	-	
- in currency	138	-	-	
External short term loans at banks. out of which:	139	-	-	
- in RON	140	-	-	
- in currencies	141	-	-	
<b>Interest on external short term loans at banks. out of which:</b>	142	-	-	
- in RON	143	-	-	
- in currency	144	-	-	
Long term loans at banks. out of which:	145	-	-	
- in RON	146	-	-	
- in currencies	147	-	-	
<b>Interest on long term loans at banks. out of which:</b>	148	-	-	
- in RON	149	-	-	
- in currency	150	-	-	
External long term loans. out of which:	151	-	-	
- in RON	152	-	-	
- in currencies	153	-	-	
<b>Interest on external long term loans at banks. out of which:</b>	154	-	-	
- in RON	155	-	-	
- in currency	156	-	-	
Loans from state treasury	157	-	-	
Other loans and accrued interest. out of which:	158	-	-	
- in RON	159	-	-	

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- in currencies	160	-	-
Value of received concessions	161		
Liabilities from insurance activity (ac.402+404+405)	162	4,662	2,478
Liabilities from reinsurance activity (ac.411+412)	163	166,007	164,765
Liabilities. advances from customers and other accounts. in gross amounts. out of which:	164	64,089	266,550
- Liabilities. advances from customers and other accounts. in gross amounts	165	57,673	98,134
- Liabilities related to employees and other accounts	166	-	-
<b>Liabilities related to social insurance budget and state budget</b>	167	241,188	148,820
-liabilities related to social insurance budget (ac.431+437+4381)	168	61,471	70,798
-liabilities related to state budget (ac.441+4423+4428+444+446)	169	179,301	77,550
-special funds - taxes and similar (ac.447)	170	416	472
-other liabilities related to state budget (ac.4482)	171	-	
Company liabilities related to affiliate***** entities	172	-	
Amounts due to shareholders / associates	173	-	
Other liabilities	174	386,593	305,038
-Settlement for participation. payments to shareholders / associates regarding share capital. disbursements from venture operations	175	-	-
- other debts related to fisical and legal persons. other than receivables form public institutions	176	386,593	305,038
-income subsidies not related to revenues	177	-	
-amounts to be paid for financial assets and short term investment	178	-	
-Interest to be paid	179	-	
Borrowings from economical entities *****	180	-	
Share capital subscribed and paid. out of which:	181	14,977,092	14,977,092
- quoted shares	182	-	
- unquoted shares	183	-	
- social parts	184	-	
-Shared capital paid from non-resident	185	14,977,092	14,977,092
Patents and licenses	186	-	-
<b>VII. Expenditure paid for research - development activity</b>	<b>Row no.</b>	<b>31.12.2014</b>	<b>31.12.2015</b>
Expenditure or research - development. out of which:	187	-	-
- from public funds	188	-	-

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- from private funds	189	-	-
<b>VIII. Information related to expenses with the collaborator</b>	<b>Row no.</b>	<b>31.12.2014</b>	<b>31.12.2015</b>
Expenses with collaborators	190	-	-
Expenses with commissions and fees (ac.65612+65622)	191	719,276	839,920

\*) For the status of "corporate members" shall have regard to the provisions of Art, 12420, letter b) of Law no, 571/2003 on the Fiscal Code, as amended and supplemented.

\*\*\*) It will include rents paid for the lands occupied (crops, pastures, meadows, etc.) and related premises (terraces etc.) belonging to private owners or government units, including rent for use of the water for recreation or for other purposes (fishing, etc.).

\*\*\*\*) Grants to stimulate employment (transfers from the state budget by the employer) - the amounts granted to employers for paying graduates of educational institutions, stimulating unemployed falling in service before the expiration of unemployment, stimulating employers hiring the Permanent unemployed aged over 45, unemployed single breadwinners of families or unemployed within 3 years from the date of employment qualify to apply for partial early retirement or for a pension for old age, or for other circumstances stipulated by the current legislation on the unemployment insurance system and stimulation of employment.

\*\*\*\*\*) In the category of economic operators not include entities regulated and supervised by the National Bank of Romania and the FSA, companies reclassified in government sector and non-profit institutions serving households.

\*\*\*\*\*) For the status of "affiliated legal person" shall have regard to the provisions of Article 7 para. (1) section 21, letter c) of Law no, 571/2003 on the Fiscal Code, with amendments later.

ADMINISTRATOR  
Name and surname  
ANITA LAURA NITULESCU

Signature \_\_\_\_\_  
Unit stamp

PREPARED BY.  
Name and surname  
ELENA IULIANA ION  
Finance Manager  
Signature \_\_\_\_\_

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EUROLIFE ERB ASIGURĂRI GENERALE SA

STATEMENT OF NON-CURRENT ASSETS (FORM 06)

31 DECEMBER 2014

Statement of non-current assets as at 31 December 2015

Non-current assets	Row no	Opening balance	Increases	Decreases		Gross values
				Total	Out of which: dismemberments and scrapings	Closing balance (col. 5 = 1+2-3)
A	B	1(1)	2(2)	3(3)	4(4)	5(5)
<b>Intangible assets</b>	01					
Set up and development expenses		-	-	-	-	-
Other intangible assets	02	90,450	492			90,942
Advances and intangible assets in progress	03		163,428			163,428
<b>TOTAL (rows 01 to 03)</b>	04	90,450	163,920			254,370
<b>Investments in tangible assets</b>	05					
Land		-	-	-	-	-
Buildings	06	-	-	-	-	-
Investments in tangible assets in progress	07	-	-	-	-	-
<b>Operating tangible assets</b>	08					
Technological equipments and installations for measurement, control and adjustment		399,884		18,960	18,960	380,924
Means of conveyance, furniture, office equipment, protection equipment for human and material and other tangible assets	09	61,179				61,179
Advances and tangible assets in progress	10					
<b>TOTAL (rows 05 to 10)</b>	11	<u>461,063</u>		<u>18,960</u>	<u>18,960</u>	<u>442,103</u>
<b>Investments in financial assets related to contracts in units account</b>	12	27,338,430	202,495,429	199,821,989		30,011,870
<b>NON-CURRENT ASSETS – TOTAL (rows 04+11+12)</b>	13	27,889,943	202,659,349	199,840,949	18960	30,708,343

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EUROLIFE ERB ASIGURĂRI GENERALE SA

STATEMENT OF NON-CURRENT ASSETS (FORM 06)

31 DECEMBER 2014

Amortisation and depreciation

Gross values

Non-current assets	Row no	Opening balance	Charge for the year	Depreciation and amortisation of the assets removed from records	Amortisation and depreciation at year end (col. 9=6+7-8)
A	B	6(1)	7(2)	8(3)	9(4)
<b>Intangible assets</b>	14				
Set up and development expenses		-	-	-	-
Other intangible assets	15	<u>88,948</u>	<u>50</u>	-	<u>88,998</u>
<b>TOTAL (rows 14 + 15)</b>	16	<u>88,948</u>	<u>50</u>	-	<u>88,998</u>
<b>Investments in tangible assets</b>	17				
Land				-	
Buildings	18			-	
<b>Operating tangible assets</b>	19				
Technological equipments and installations for measurement, control and adjustment		301,553	10,140	18,960	292,733
Means of conveyance, furniture, office equipment, protection equipment for human and material and other tangible assets	20	<u>61,179</u>		-	<u>61,179</u>
<b>TOTAL (rows 17 la 20)</b>	21	<u>362,732</u>	<u>10,140</u>	<u>18960</u>	<u>353,912</u>
<b>AMORTISATION AND DEPRECIATION – TOTAL(rows 16+21)</b>	22	<u>451,680</u>	<u>10,190</u>	<u>18960</u>	<u>442,910</u>

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STATEMENT OF NON-CURRENT ASSETS (FORM 06)

31 DECEMBER 2014

<b>Impairment provisions</b>					
<b>Non-current assets</b>	<b>Row no</b>	<b>Opening balance</b>	<b>Provisions created during the year</b>	<b>Provisions transferred to income</b>	<b>Closing balance (col. 13 = 10+11-12)</b>
<b>A</b>	<b>B</b>	<b>10(1)</b>	<b>11(2)</b>	<b>12(3)</b>	<b>13(4)</b>
<b>Intangible assets</b>	23	-	-	-	-
Set-up and development expenses					
Other intangible assets	24	-	-	-	-
Advances and intangible assets in progress	25	-	-	-	-
<b>TOTAL (rows 23 to 25)</b>	26	-	-	-	-
<b>Investments in tangible assets</b>	27	-	-	-	-
Land					
Buildings	28	-	-	-	-
Investments in tangible assets in progress	29	-	-	-	-
<b>Operating tangible assets</b>	30	-	-	-	-
Technological equipments and installations for measurement, control and adjustment					
<b>Means of conveyance, furniture, office equipment, protection equipment for human and material and other tangible assets</b>	31	-	-	-	-
<b>Advances and tangible assets in progress</b>	32	-	-	-	-
<b>TOTAL (rows 27 to 32)</b>	33	-	-	-	-
<b>Investments in financial assets related to contracts in units account</b>	34	-	-	-	-
<b>IMPAIRMENT PROVISIONS - TOTAL</b>	35	-	-	-	-

ADMINISTRATOR  
Name and surname  
ANITA LAURA NITULESCU

Signature \_\_\_\_\_  
Unit stamp

PREPARED BY.  
Name and surname  
ELENA IULIANA ION  
Finance Manager  
Signature \_\_\_\_\_

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