



VIG RE zajišťovna, a.s.

Templová 747/5, 110 01 Praha 1

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

Status to date: 30 September 2012
(Decisive day)

Basic data about the reinsurance company

Business Name:	VIG RE zajišťovna, a.s.
Legal form:	Joint-stock company
Address:	Templová 747/5, Praha 1, PSČ 110 01
Identification number:	28445589
Date of incorporation:	18 August 2008
Last date of registration of changes in the commercial register (including purpose):	17 October 2011 - appointment of Dr. Franz Kosyna as the Chairman of the Supervisory Board
The amount of capital registered in the Commercial Register:	2 500 000 000,- CZK
The amount of paid-up capital:	100 %
Type, form, and the number of issued shares:	25 000 ordinary shares in dematerialized form with a nominal value of 100 000, - CZK

Data on members of the Supervisory Board

Dr. Franz Kosyna - Chairman of the Supervisory Board

Dr. Kosyna joined Wiener Städtische Versicherung AG, Vienna Insurance Group in 1983. He is also a member of the Supervisory Board of Česká podnikatelská pojišťovna, a.s., Vienna Insurance Group, and Chairman and CEO of Donau Versicherung AG, Vienna Insurance Group and from 1st October, 2009 he is a representative member of the Board in Wiener Städtische Versicherung AG, Vienna Insurance Group.

Date of function: 17 October 2011

The total amount of loans: 0

The total amount of guarantees: 0

Mag. Peter Höfinger - Vice-Chairman of the Supervisory Board

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

Date of function: 18 August 2009

The total amount of loans: 0

The total amount of guarantees: 0

Ing. Martin Diviš, MBA - Member of the Supervisory Board

Education: University of Management and Marketing. He operates in the insurance industry for 13 years. Ing. Diviš is also the CEO and Chairman of the Board of Kooperativa insurance, a.s., VIG, Chairman of the Supervisory Board of the Česká podnikatelská pojišťovna, a.s., VIG, Chairman of the Supervisory Board of the SBA ZASO Viktoria, Chairman of the Supervisory Board of the SBA ZASO Victoria, Chairman of the Insurance Supervisory Board of Pojišťovna České spořitelny, a.s., VIG, Chairman of the Supervisory Board of Sanatorium Astoria, a.s., Chairman of the Supervisory Board of HOTELY SRNI, a.s., a member of the Presidium of the Czech Insurance Association and Chairman of the Governing Board of the Czech Insurers' Bureau.

Date of function: 27 April 2011

The total amount of loans: 0

The total amount of guarantees: 0

Dr. Wolfgang Eilers - Member of the Supervisory Board

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

Date of function: 18 August 2009

The total amount of loans: 0

The total amount of guarantees: 0

Mag. Roland Gröll - Member of the Supervisory Board

Education: College of Business Administration

Areas of responsibility: Finance and Accounting

he joined the Vienna Insurance Group in 1994 and is currently head of finance and accounting.

Date of function: 27 April 2011

The total amount of loans: 0

The total amount of guarantees: 0

Ing. Juraj Lelkes - Member of the Supervisory Board

Ing. Lelkes is a Chairman of the Board of Directors and CEO in Kooperativa poisťovňa, a.s. Vienna Insurance Group, in the Slovak Republic. He has served in leadership positions since its inception in 1990. During his many years of work, he held key management positions in the field of economy and trade. In 1998 he became a member of the Board of Directors and since May 2003 became a Chairman and Chief Executive Officer in Kooperativa poisťovňa, a.s. Vienna Insurance Group.

Date of function: 18 August 2009

The total amount of loans: 0

The total amount of guarantees: 0

Data on members of the Board of Directors

Dkfm. Karl Fink – Chairman of the Board

Between 1979 and 1987 he was a Chairman of the Board of Directors of Interrisk – Internationale Versicherungs Aktiengesellschaft. In 1987 he became a member of the Board of Directors of Wiener Städtische Allgemeine Versicherungs AG and in July 2004 Deputy Managing Director. In October 2007 he was appointed as a Managing Director of Wiener Städtische Versicherung AG, Vienna Insurance Group. Dkfm. Karl Fink's active career as a member of the Management Board of Wiener Städtische Versicherung AG, Vienna Insurance Group came to an end on 30th September, 2009.

Date of function: 4 October 2011

The total amount of loans: 0

The total amount of guarantees: 0

Mag. Dušan Bogdanović – Member of the Board

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

Date of function: 1 October 2009

The total amount of loans: 0

The total amount of guarantees: 0

Dipl. Vw. Denis Pehar - Member of the Board

In 2003-2006 Mr. Pehar worked for Swiss Re Germany AG in Munich and since 2006 was employed at Mapfre Re Compania de Reaseguro SA in branch office in Munich as the Underwriter for Germany and Austria.

Date of function: 1 January 2009

The total amount of loans: 0

The total amount of guarantees: 0

Mag. Claudia Stránský - Member of the Board

Mag. Stránský cooperated with insurance company Wiener Städtische Versicherung AG, Vienna Insurance Group since 1986. Since 1998, she worked as a country manager in the same insurance company and in 2007 she became an Advisor to the Board of Kooperativa, pojišťovna, a.s., Vienna Insurance Group. Mag. Stránský is also a member of the Supervisory Board of Kniazha z.a.t., VIG, Ukraine.

Date of function: 6 October 2008

The total amount of loans: 0

The total amount of guarantees: 0

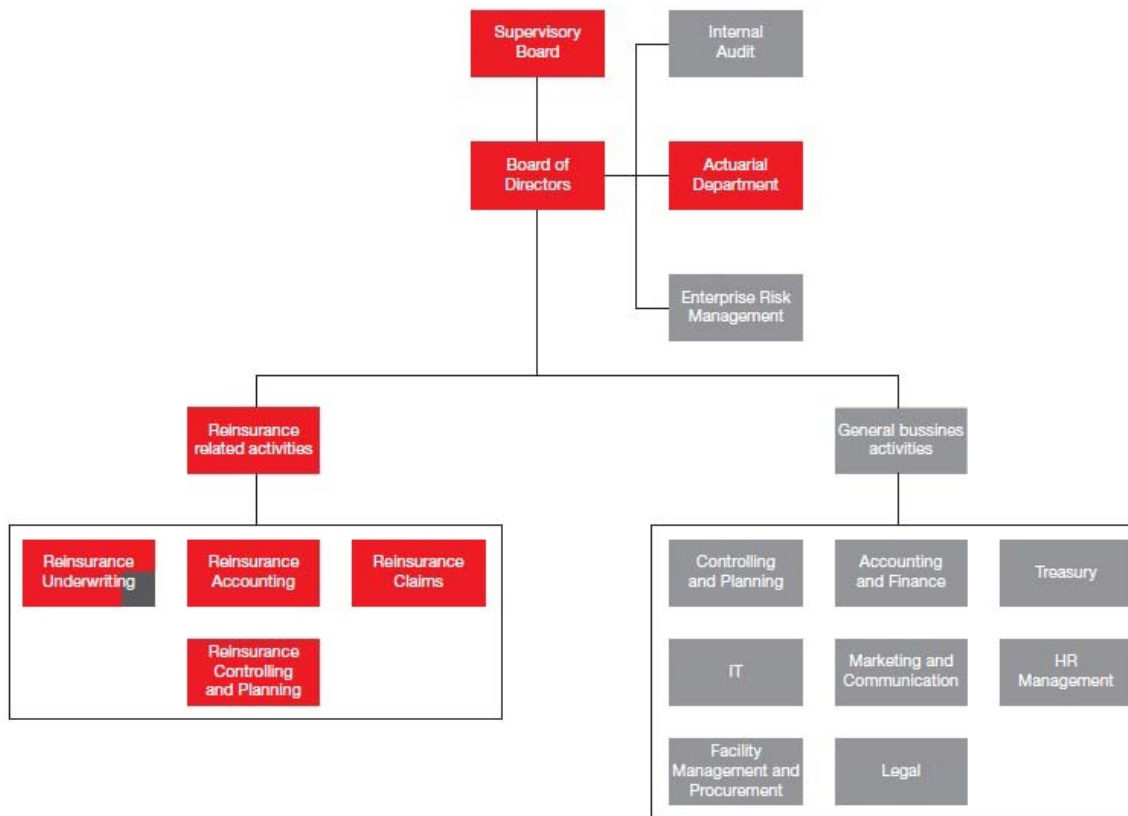
Organizational structure of the reinsurance

The Company has not established any branch office.

As of the reporting date the number of employees is 18.

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

Organizational structure of the Company:



- Life/Health underwriting supported by VIG actuarial department
- outsourced to VIG

Information on Shareholders of the Company

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

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

Details of group structure

Persons forming the holding

1. Controlled Entity

VIG RE zajišťovna, a.s.

located at Templová 747/5, 110 01 Praha 1

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

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

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

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

2. Controlling Person

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

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

3. Related Entities

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

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

<i>Company</i>	<i>Country of origin</i>	<i>Capital share</i>	<i>Share of voting rights</i>
VIG RE zajišťovna, a.s.	Czech Republic	Mother company	Mother company
*MuVi Re S.A.	Luxemburg	100.00%	100.00%
**Wiener Re Akcionarsko Društvo za Reosiguranje	Srbsko	99.3%	99.3%

* As of September 30, 2012, VIG RE zajišťovna, a.s. has a obligation to MuVi Re of € 628.91

**As of September 30, 2012, VIG RE zajišťovna, a.s. has a receivable to Wiener Re of € 786,811.27

Information on the activities of Reinsurance Company

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

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

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

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

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

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

Reinsurance ratios as at 30 September 2012

Return on average assets (ROAA)	100% * Profit or loss for the period / Total Assets	2.7%
Return on average equity (ROAE)	100% * Profit or loss for the period / Equity	13.8%
Combined ratio in non-life insurance	100% * (cost of claims, including changes in reserves for claims, net of reinsurance + Net operating expenses) / earned premiums, net of reinsurance	92.3%

Solvency*	Life	NonLife	Total
Available solvency margin			116.97
Required solvency margin	4.09	33.91	38.00
Guarantee fund	4.65	4.65	9.30
The ratio of the actual and required solvency margin			308%
The ratio of the GF and the sum of items according to § 18			8%

The adjusted solvency margin (+ calculation)	
Related reinsurance 1	MuVi Re, S.A.
Related reinsurance 2	Wiener RE
The available solvency margin of reinsurance holding	127.19
Proportional share of the insurance holding company in the capital of a related reinsurance 1	1
Proportional share of the insurance holding company in the capital of a related reinsurance 2	1
Available solvency margin of related reinsurance 1	4.02
Available solvency margin of related reinsurance 2	5.64
The book value of the share of a related reinsurance 1	4.00
The book value of the share of a related reinsurance 2	6.22
Required solvency margin for reinsurance holding	38.00
Required solvency margin for a related reinsurance 1	3.20
Required solvency margin for a related reinsurance 2	4.50
The adjusted solvency margin	80.97

* In mil. EUR



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

EUR	Fair value	Nominal value
Derivatives agreed to ensure	232,461.94	16,411,290.32
Negotiated derivatives for trading or speculation	0	0

Attachments:

Annex 1 – BALANCE SHEET

Annex 2 – INCOME STATEMENT

In Prague on 1 November 2012

NON-CONSOLIDATED BALANCE SHEET AS OF 30 September 2012

ASSETS	Notes	30.9.2012
In EUR '000		
Intangible assets		1 259
Property, plant and equipment		211
Investment in subsidiary		15 726
Financial investments		554 160
Financial assets held to maturity		198 407
Financial assets available for sale		33 301
Financial assets held to maturity		232
Loans - Term deposits		307
Deposits due from cedants		321 913
Receivables		45 302
Ceded share of reinsurance liabilities		90 207
Other assets		224
Deferred acquisition costs		3 753
Cash and cash equivalents		2 860
Total ASSETS		713 758
EQUITY AND LIABILITIES		
Shareholders' equity		
Share capital		92 833
Other components of equity		3 154
Retained earnings		23 219
Total EQUITY		119 206
Reinsurance liabilities		519 892
Unearned premiums		20 986
Outstanding claims		188 487
Life reinsurance provision		214 269
Other		96 150
Provisions		218
Liabilities		74 270
Deferred tax liabilities		172
Current tax liabilities		0
Other liabilities		0
Total LIABILITIES		594 552
Total EQUITY AND LIABILITIES		713 758

NON-CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED 30 September 2012

Income Statement	Notes	30.9.2012
in EUR '000		
Premiums		
Premiums written – Gross		334 024
Premiums written – Ceded		90 468
Premiums written - Retention		
Change due to provision for premiums – Gross		4 259
Change due to provision for premiums – Ceded		3 367
Net earned premiums		242 664
Investment Result		
Investment and interest income		12 550
Investment and interest expenses		1 099
Total investment result		11 451
Other income		722
Claims and insurance benefits		
Expenses for claims and insurance benefits – Gross		89 003
Expenses for claims and insurance benefits – Ceded		6 296
Claims and insurance benefits – retention		
Change in claims and other reinsurance liabilities – Gross		119 542
Change in claims and other reinsurance liabilities – Ceded		12 967
Total expenses for claims and insurance benefits		189 282
Acquisition expenses		
Commission expenses		52 249
Other acquisition expenses		436
Change in deferred acquisition expenses		-5
Commission income from retrocessionaries		4 674
Total acquisition expenses		48 006
Other operating expenses		1 881
Other expenses		1 149
Profit before taxes		14 519
Tax expense		2 145
Profit for the period		12 374