

**Instructions - Appendix D3****Audit report on account balances / disclosures –  
Clean opinion****Independent Auditors' Report on the Audit of Special Purpose Financial Information  
prepared for Consolidation Purposes**To the *Zaharinova Nexia OOD* – Sofia 1309, 157-159 K. Velichkov Blvd.

To the Mazars OOD – Sofia 1000, 2 Tsat Osvoboditel Blvd

In accordance with your instructions, we have audited, for purposes of your audit of the consolidated financial statements of Euroins Insurance Group AD, current and non-current assets, liabilities, share capital and reserves, income and expenses included in the accompanying special purpose financial information of Insurance Company Euroins Ukraine PJSC for the year ending 31 December 2019 of the accompanying reporting package.

**Management's Responsibility for the Special Purpose Financial Information**

Management is responsible for the preparation of this special purpose financial information in accordance with the group instructions issued by Euroins Insurance Group's management and the group policies contained in the Euroins Insurance Group's accounting manual, and for such internal control as management determines is necessary to enable the preparation of special purpose financial information that is free from material misstatement, whether due to fraud or error; applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

This special purpose financial information has been prepared solely to enable Euroins Insurance Group AD to prepare its consolidated financial statements.

**Auditor's Responsibility**

Our responsibility is to express an opinion on current and non-current assets, liabilities, share capital and reserves, income and expenses included in this special purpose financial information based on our audit. We conducted our audit in accordance with the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether current and non-current assets, liabilities, share capital and reserves, income and expenses included in the special purpose financial information is free from material misstatement. As requested by you, we planned and performed our audit using the materiality level specified in your instructions.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the special purpose financial information. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of current and non-current assets, liabilities, share capital and reserves, income and expenses included in the special purpose financial information, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the special purpose financial information in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion. The conclusions reached in forming our opinion are based on the component materiality level specified by you in the context of the audit of the consolidated financial statements of the group.

**Opinion**

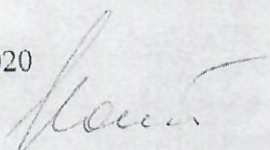
In our opinion, the current and non-current assets, liabilities, share capital and reserves, income and expenses included in the accompanying special purpose financial information of Insurance Company Euroins Ukraine PJSC for the year ending 31 December 2019 has been prepared, in all material respects, in accordance with the group instructions issued by Euroins Insurance Group's management and the policies contained in the Euroins Insurance Group AD accounting manual.

**Restriction on Use and Distribution**

This special purpose financial information has been prepared for purposes of providing information to Euroins Insurance Group AD to enable it to prepare the consolidated financial statements of the group. As a result, the special purpose financial information is not a complete set of financial statements of Insurance Company Euroins Ukraine PJSC in accordance with Euroins Insurance Group AD accounting policies and is not intended to give a true and fair view of the financial position of Insurance Company Euroins Ukraine PJSC and of its financial performance, and its cash flows for the year ended 31 December 2019 in accordance with Euroins Insurance Group AD accounting policies. This special purpose financial information may, therefore, not be suitable for another purpose.

This report is intended to you solely for your information and use to assist you in your audit of the group financial statements of Euroins Insurance Group AD for the year ending 31 December 2019 and should not be used by (or distributed to) other parties.

20.02.2020



Yevgeniya Kopystyanska

**LLC Audit Firm Mazars Ukraine**

Code statistic 38516608

20/24, Reitarska str., apt. 2

01034 Kyiv Ukraine

Отчет за Паричните Поточи  
За годината приключваща на 31 декември 2019Statement of cash flows  
For the year ended 31 December 2019

В хиляди UAH

In thousands of UAH

Бел.  
(note) 2019 2018

## Оперативна дейност

## Operating activity

## Печалба след данъци

Income tax expense / (income)

14 (14 601) (34 093)

Разходи за данъци

Profit before taxes

(1 654) (701)

Печалба преди облагане с данъци

Adjustments for:

(16 255) (34 794)

Корекции за:

(Намаление)/Увеличение в пренос-премийния резерв и резерва за неизтекли рискове

(Decrease)/Increase in unearned premium reserve and unexpired risk reserve

23 (17 848) 10 691

Увеличение в резерва за предстоящи плащания

Increase in the outstanding claims provision

23 (1 288) 16 467

(Намаление)/Увеличение в други резерви

(Decrease)/Increase in other provisions

23 - -

Увеличение/(сторно) на загуба от обезценка на вземания

Increase/ (reversal) of impairment losses of receivables

12 3 870 268

Начислена амортизация за периода

Depreciation charged for the period

16, 17 3 900 3 353

Проценка на инвестиции

Revaluation of investments

6, 11 - -

За: уба/(печалба) от продажби на инвестиции

Loss/(gain) from sale of investments

6, 11 - -

(Печалба) от продажба на имоти, съоръжения и оборудване

(Gain) from disposal of property, plant and equipment

(3) (891)

Други непарични корекции

Other non-cash changes

6 200 257

Нетен инвестиционен доход

Net investment income

(12 467) (12 578)

Разход за лихви

Interest expense

Платени данъци

Income tax returned / (paid)

Нетни парични потоци от оперативна дейност, преди промени в активите и пасивите

Net cash flows from operating activities before changes in assets and liabilities

(33 891) (17 227)

Намаление/(увеличение) на вземанията

Decrease/(Increase) in receivables

(7 559) (41 518)

(Намаление)/увеличение на задълженията

(Decrease)/Increase in payables

2 028 22 538

Нетни парични потоци от оперативна дейност

Net cash flows from operating activity

(39 422) (36 207)

## Инвестиционна дейност

## Investing activity

Нетно намаление/(увеличение) на финансовите активи

Net decrease / (increase) in financial assets

35 282 (30 486)

(Придобиване) на имоти, съоръжения и оборудване, нето

(Acquisition) of property, plant and equipment, net

(3 823) (2 374)

Получен инвестиционен доход, нетно

Investment income received, net

13 094 12 943

Получен инвестиционен доход, нетно

Investment income received, net

13 094 12 943

дейност

Net cash generated from investing activity

44 553 (19 917)

## Финансова дейност

## Financing activity

Парични постъпления от заеми

Net cashflow from loans

Платени лихви

Interest paid

Увеличение на капитала

Capital increase

12 533 32 148

Плащания за финансов лизинг

Payments on financial leases

Нетни парични потоци от финансова дейност

Net cash from financing activity

12 533 32 148

Нетно увеличение на парични средства и парични еквиваленти

Net increase in cash and cash equivalents

17 664 (23 976)

Ефект от преизчисление във валутата на отчета

Exchange differences on translating foreign operations

(6 763) (882)

Парични средства и парични еквиваленти в началото на периода

Cash and cash equivalents at the beginning of year

22 35 277 60 135

Парични средства и парични еквиваленти в края на периода

Cash and cash equivalents at the end of year

22 46 178 35 277

Chairman of the Board

Nikolov Y.G.

Chief accountant

Grib O. P.



## Отчет за финансовото състояние

За годината приключваща на 31 декември 2019

## Statement of financial position

For the year ended 31 December 2019

В хиляди UAH

In thousands of UAH

Бел.  
(note) 31.12.2019 31.12.2018

	31.12.2019	31.12.2018
<b>АКТИВИ</b>		
Инвестиции в дъщерни предприятия	-	14 218
Нематериални активи	16 220	62 622
Имоти, сгради, съоръжения и оборудване	59 953	-
Инвестиционни имоти	-	51 187
Финансови активи	15 905	18 124
Дял на престахователите в техническите резерви	41 108	0
Активи по отсрочени данъци	1 654	79 554
Вземания и други активи	83 243	35 277
Парични средства и парични еквиваленти	46 178	
<b>Общо активи</b>	<b>264 261</b>	<b>260 982</b>
<b>Пасиви</b>		
Застрахователни резерви	120 214	116 366
Задължения към застрахователи и други задължения	51 315	49 287
Задължения по заеми	-	-
Пасиви по отсрочени данъци	-	3 618
<b>Общо пасиви</b>	<b>171 529</b>	<b>169 271</b>
<b>Капитал и резерви</b>		
Основен капитал	72 684	72 684
Премии и други капиталови резерви	141 660	127 115
Неразделена печалба	(121 612)	(108 088)
<b>Общо капитал и резерви</b>	<b>92 732</b>	<b>91 711</b>
<b>Общо капитал и пасиви</b>	<b>264 261</b>	<b>260 982</b>

Note: UPR is netted of DAC

Nikolov Y.G.

Grib O. P.

Chairman of the Board

Chief accountant



Отчет за доходите  
За годината приключваща на 31 декември 2019

Statement of comprehensive income  
For the year ended 31 December 2019

В хиляди UAH

In thousands of UAH

	Бел. (note)	2019	2018
Записани бруто премии	4	252 991	263 268
Отстъпени премии на престахователи	4	(39 049)	(45 050)
<b>Нетни премии</b>		<b>213 942</b>	<b>218 218</b>
Промяна в брутият размер на пренос-премийния резерв и резерва за неизтекли рискове		(2 947)	(17 481)
Дял на престахователя в промяната на пренос-премийния резерв		20 795	6 790
<b>Нетни спечелени премии</b>		<b>231 790</b>	<b>207 527</b>
Приходи от такси и комисиони	5	-	-
Финансови приходи	6	12 467	12 790
Други оперативни приходи	7	1 850	397
<b>Нетни приходи</b>		<b>246 107</b>	<b>220 714</b>
<b>Настъпили щети, нетни от престаховане</b>	8	<b>(108 446)</b>	<b>(101 901)</b>
Аквизиционни разходи	9	(100 454)	(107 982)
Административни разходи	10	(33 157)	(38 013)
Финансови разходи	11	(7 952)	(979)
Други оперативни разходи	12	(12 356)	(7 902)
<b>Оперативна печалба</b>		<b>(16 258)</b>	<b>(36 063)</b>
Други приходи (разходи)	13	3	1 269
<b>Печалба (загуба) преди данъчно облагане</b>		<b>(16 255)</b>	<b>(34 794)</b>
Разходи за данъци	14	1 654	701
<b>Нетна печалба (загуба) за финансовата година:</b>		<b>(14 601)</b>	<b>(34 093)</b>
<b>Нетна печалба, отнасяща се към:</b>			
Собствениците на предприятието-майка		-	-
Миноритарно участие		-	-

Chairman of the Board

Nikolov Y. G.

Chief accountant

Grib O. P.



