

Translation from Bulgarian

Insurance Company LEV INS AD

INDIVIDUAL FINANCIAL STATEMENTS

**For the year ended 31 December 2021
WITH AN INDEPENDENT AUDITOR'S REPORT**

**Representative
SOFIYA ANTONOVA
PAVEL DIMITROV**

**Prepared by:
MIROSLAVA SPASOVA**

**Audit Firms:
Ecovis Audit Bulgaria OOD
Audit-Correct OOD**

IC LEV INS AD
INDIVIDUAL STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021

ASSETS	Notes	31 December 2021 BGN'000	31 December 2020 BGN'000
Intangible assets	4	46	363
Investments in subsidiaries	2	15,027	14,030
Other interests	2	361	360
Investment property	1	65,897	65,946
Property, plant and equipment	3.1	1,896	1,388
Assets with right of use	3.2	355	1,475
<i>Financial assets</i>			
Bank deposits	9	52,283	14,131
Financial assets held to maturity	7	2,657	2,593
Financial assets available for sale	9	4,675	172
		59,615	16,896
Reinsurers' share			
Unearned premium reserve, incl.	12	51,410	46,592
Loss reserve	12	317,416	302,250
		368,826	348,842
Receivables on insurance and reinsurance transactions			
Receivables on insurance transactions	8	130,726	123,845
		130,726	123,845
Other receivables	8	27,716	42,074
Cash and cash equivalents	10	6,775	6,375
TOTAL ASSETS		677,240	621,594

IC LEV INS AD
INDIVIDUAL STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2021 – CONTINUED

EQUITY AND LIABILITIES	Notes	31 December 2021 BGN'000	31 December 2020 BGN'000
Equity			
Share capital	13	51,800	47,300
Retained earnings		28,650	28,402
Profit for the financial year		7,140	5,275
Reserve		1,697	1,170
		<hr/> 89,287	<hr/> 82,147
Gross insurance reserves			
Unearned premium reserve (UPR), incl.	12	134,503	117,342
Outstanding claims reserve (OCR)	12	433,174	401,542
Equalisation reserve		84	84
		<hr/> 567,761	<hr/> 518,968
Deferred tax liabilities	14	4,399	4,842
Liabilities on insurance transactions	15	53	123
Reinsurance liabilities	15	-	16
		<hr/> 53	<hr/> 139
Subordinated debt	11	4,845	4,845
Other liabilities	15	10,895	10,653
TOTAL LIABILITIES		<hr/> 587,953	<hr/> 539,447
TOTAL EQUITY AND LIABILITIES		<hr/> 677,240	<hr/> 621,594

The notes on pages 8 to 62 are an integral part of the financial statements.

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Sofiya Antonova

Pavel Dimitrov

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11 April 2022

IC LEV INS AD
INDIVIDUAL STATEMENT OF PROFIT OR LOSS
FOR **2021**

	Notes	31 December 2021 BGN'000	31 December 2020 BGN'000
Gross premiums written	1	343,203	306,520
Premiums ceded to reinsurers	1	(136,420)	(120,177)
Net premiums written	1	206,783	186,343
Change in gross amount of UPR, incl.	12	(17,161)	2,190
Change in the reinsurer's share inUPR., incl.	12	4,818	655
Net change inUPR		(12,343)	2,845
Premiums earned, net of reinsurance		194 440	189 188
Reinsurance commissions and share in the result	7	65,983	48,526
Investment yield, net	8	(5,000)	(3,258)
Other income		1,447	45
TOTAL INCOME		256,870	234,501

IC LEV INS AD
INDIVIDUAL STATEMENT OF PROFIT OR LOSS
FOR 2021 - CONTINUED

Claims paid	2	(141,601)	(159,188)
Reinsurer's share in claims paid	2	68,591	68,228
Claims paid, net	2	(73,010)	(90,960)
Change in gross amount of OCR	12	(31,632)	(8,431)
Change in the reinsurer's share in OCR	12	15,165	9,730
Net change in OCR		(16,467)	1,299
Claims incurred, net of reinsurance		(89,477)	(89,661)
Acquisition costs	3	(81,634)	(73,654)
Net change in deferred acquisition costs			
Administrative expenses	4	(16,421)	(16,079)
Other technical expenses	5	(57,034)	(43,975)
Other non-technical expenses	6	(4,335)	(5,245)
TOTAL EXPENSES		(248,901)	(228,614)
OPERATING PROFIT		7,969	5,887
Tax (expenses) / benefits	9	(829)	(612)
PROFIT /(LOSS) FOR THE YEAR		7,140	5,275

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IC LEV INS AD
INDIVIDUAL STATEMENT OF COMPREHENSIVE INCOME
FOR **2021**

	2021 BGN'000	2020 BGN'000
Profit for the year	7,140	5,275
Total comprehensive income for the year	7,140	5,275

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INDIVIDUAL STATEMENT OF CASH FLOWS
FOR 2021

	2020 BGN'000	2020 BGN'000
CASH FLOWS FROM OPERATING ACTIVITY		
Direct insurance	321,496	302,904
Reinsurance premiums paid	(16,233)	(7,902)
Claims and amounts paid	(149,181)	(184,330)
Amounts refunded by reinsurer	16,502	4,498
Payments to suppliers and employees	(28,299)	(15,506)
Acquisition costs paid	(81,634)	(73,654)
Tax on premiums and income paid	(9,383)	(8,331)
Other cash flows from operating activity	(8,191)	(10,427)
Net cash flows from operating activity	45,077	7,252
CASH FLOWS FROM INVESTING ACTIVITY		
Sale of shares	(4,303)	
Other cash flows from investing activity, including interest on deposits	(40,184)	(6,789)
Net cash flows from investing activity	(44,487)	(6,789)

IC LEV INS AD
INDIVIDUAL STATEMENT OF CASH FLOWS
FOR **2021 - CONTINUED**

	2021 BGN'000	2020 BGN'000
CASH FLOWS FROM FINANCING ACTIVITY		
Cash flows relating to loans received	(190)	(184)
Net cash flows from financing activity	(190)	(184)
(Decrease) / Increase in cash and cash equivalents	400	279
Cash and cash equivalents at the beginning of the year	6,375	6,096
Cash and cash equivalents at the end of the year	6,775	6,375

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INDIVIDUAL STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2021

	Reserves		Financial result	
	Share capital	General reserves	Profit	Total equity
	BGN'000	BGN'000	BGN'000	BGN'000
On 31 December 2019	47 300	1 170	28 402	76 872
Total comprehensive income for the year				
<i>Financial result for the year</i>			5 275	5 275
<i>Total comprehensive income for the year</i>	-	-	5 275	5 275
Capital increase at the expense of owners				
On 31 December 2020	47 300	1 170	33 677	82 147
	Reserves		Financial result	
	Share capital	General reserves	Profit	Total equity
	BGN'000	BGN'000	BGN'000	BGN'000
On 31 December 2020	47 300	1 170	33 677	82 147
Total comprehensive income for the year				
<i>Financial result for the year</i>			7 140	7 140
<i>Profit distribution</i>	4 500	527	(5 027)	
<i>Total comprehensive income for the year</i>	4 500	527	2 113	7 140
On 31 December 2021	51 800	1 697	35 790	89 287

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