

**ERSTE SPARKASSEN Insurance Corporation**  
**BALANCE SHEET**

<b>ASSETS (in thousand HUF)</b>	<b>2007</b>	<b>2008</b>
<b>A. INTANGIBLE ASSETS</b>	60 472	23 697
<b>B. INVESTMENTS</b>	1 981 403	2 509 478
I. Real estate	0	0
II. Investments in affiliated companies	0	0
III. Other investments	1 981 403	2 509 478
IV. Deposits with ceding companies	0	0
V. Value adjustments for investments	0	0
VI. Investment valuation difference	0	0
<b>C. INVESTMENTS FOR THE BENEFIT OF UNIT-LINKED LIFE INSURANCE POLICYHOLDERS</b>	13 018 739	14 679 761
<b>D. RECEIVABLES</b>	153 737	120 902
I. Receivables out of direct insurance operations	53 619	43 027
II. Receivables out of reinsurance operations	50 787	59 487
III. Reinsurance amounts of life insurance technical provisions	0	0
IV. Other receivables	49 331	18 388
V. Receivables valuation difference	0	0
VI. Derivatives positive valuation difference	0	0
<b>E. OTHER ASSETS</b>	191 996	312 450
1. Tangible assets and inventories	96 713	95 833
2. Bank deposits, cash in hand	95 283	216 617
<b>F. PREPAID EXPENSES AND ACCRUED INCOME</b>	819 455	805 097
1. Accrued interest and rent	58 848	92 843
2. Deferred acquisition costs	756 044	694 032
3. Other prepaid expenses and accrued income	4 563	18 222
<b>TOTAL ASSETS</b>	<b>16 225 802</b>	<b>18 451 385</b>

<b>EQUITY AND LIABILITIES (in thousand HUF)</b>	<b>2007</b>	<b>2008</b>
<b>A. CAPITAL AND RESERVE</b>	1 219 336	1 430 984
I. Subscribed capital	1 000 000	1 000 000
II. Subscribed but unpaid capital (-)	0	0
III. Capital reserve	1 177	1 177
IV. Accumulated profit reserve (+)	45 562	218 159
V. Non-distributable reserve	0	0
VI. Valuation reserve	0	0
VII. Profit or loss for the financial year(+)	172 597	211 648
<b>B. SUBORDINATED LOAN CAPITAL</b>	0	0
<b>C. TECHNICAL PROVISIONS</b>	1 212 572	1 589 542
1. Provision for unearned premiums	39 341	34 331
2. Mathematical provisions	999 007	1 217 498
3. Provision for outstanding claims	105 893	281 817
4. Provisions for premium reimbursement	64 639	49 095
5. Equalisation provision	0	0
6. Other provisions	3 692	6 801
<b>D. TECHNICAL PROVISIONS FOR UNIT-LINKED LIFE INSURANCE POLICYHOLDERS</b>	13 018 739	14 679 762
<b>E. PROVISIONS</b>	6 684	75 468
<b>F. DEPOSIT LIABILITIES TOWARDS REINSURER</b>	52 571	63 873
<b>G. LIABILITIES</b>	372 221	246 756
I. Liabilities arising out of direct insurance operations	155 012	57 447
II. Liabilities arising out of reinsurance operations	49 366	56 766
III. Debenture loans	0	0
IV. Credits	0	0
V. Other liabilities	167 843	132 543
VI. Liabilities valuation difference	0	0
VII. Derivatives negative valuation difference	0	0
<b>H. ACCRUED EXPENSES AND DEFERRED INCOME</b>	343 679	365 000
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>16 225 802</b>	<b>18 451 385</b>

**ERSTE SPARKASSEN Insurance Corporation**

<b>Profit and loss statement (in thousand HUF)</b>	<b>2007</b>	<b>2008</b>
01. Net earned premiums, without reinsurance	8 960 512	10 012 468
a) gross premiums	9 055 596	10 124 808
b) gross premiums ceded (-)	95 175	117 350
c) net change in reserves for unearned premiums (+-)	112	-5 167
d) net change in reserves for unearned premiums, reinsurer's share (+-)	203	-157
02. Technical income from investment	151 898	255 629
03. Unrealised gains on investments	587 676	722 362
04. Other technical income	462 922	8 700
05. Claim expenses	3 424 006	5 692 203
06. Change in mathematical provisions (+-)	242 393	218 491
07. Change in premium reimbursement provisions	42 070	-15 544
08. Change in equalisation provision (+-)	0	0
09. Change in other provisions (+-)	-1 079	3 109
10. Change in technical provisions for unit-linked life insurance policyholders (+-)	4 735 718	1 661 023
11. Net operating cost	1 430 179	1 768 447
12. Investment expenses	60 805	253 525
13. Unrealised losses from investments	32 918	1 055 563
14. Other technical expenses	10	46 628
<b>A. TECHNICAL RESULT OF LIFE INSURANCE (01+02+03+04-05+06+-07+-08+-09+-10-11+-12-13-14)</b>	<b>195 988</b>	<b>315 714</b>
B/1. Non - technical account from investment	50 645	80 335
B/2. Non - technical investment expenses	-17 090	-46 782
B/3. Other non - technical result	-49 847	-128 874
<b>B. NON - TECHNICAL ACCOUNT</b>	<b>-16 292</b>	<b>-95 321</b>
<b>C. PROFIT FROM ORDINARY ACTIVITIES (+-A+-B)</b>	<b>179 696</b>	<b>220 393</b>
Extraordinary result	0	0
<b>D. PROFIT BEFORE TAX (+-C+-Extraordinary result)</b>	<b>179 696</b>	<b>220 393</b>
Tax liability	7 099	8 745
<b>E. PROFIT AFTER TAX (+D-TAX)</b>	<b>172 597</b>	<b>211 648</b>
<b>F. RETAINED PROFIT FOR THE YEAR</b>	<b>172 597</b>	<b>211 648</b>