

INSURANCE COMPANIES CONTROL SERVICE

REPORT ON INSURANCE IN CYPRUS 2014

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REPORT ON INSURANCE IN CYPRUS - 2014

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Note:

All the statistical figures included in this Report are strictly insurance business figures, and they are based on the 2014 Annual Statutory Accounts, which were submitted by 31/5/2015, by the insurance undertakings, which are under the supervision of the Insurance Companies Control Service.

This Report does not include any statistical figures relating to the business transacted in Cyprus by Branches of EU Insurance Undertakings, which are transacting such business under the FOE regime or under the FOS regime.

1. General Overview of the Insurance Market in Cyprus and main results for the year 2014

1.1 Undertakings supervised by the Cyprus Insurance Companies Control Service

During the year **2014**, the Insurance Companies Control Service (ICCS) of the Ministry of Finance of the Government of the Republic of Cyprus, which is under the authority of the Superintendent of Insurance, Mrs Victoria Natar, was responsible for the supervision of **34** insurance/reinsurance undertakings (Cypriot and Foreign), which are all registered in Cyprus as follows:

- (a) **33 Cypriot Undertakings**, of which **25** are Domestic Business Undertakings, i.e. they transact all or the greatest part of their business in Cyprus, and **8** are International Business Undertakings, i.e. they transact all or the greatest part of their business outside Cyprus, and
- (b) **1 Foreign Undertaking**, which is an International Business Undertaking.

Note: The "Cypriot" undertakings are undertakings which are incorporated in Cyprus, while the "Foreign" undertakings are branches of undertakings which are incorporated abroad and outside the EU. The classification "Domestic" and "International" undertaking relates on whether an undertaking transacts its business in Cyprus (domestic business) or abroad (non-domestic business), and not on whether it is incorporated in Cyprus or abroad.

A detailed list with relevant classification of the above insurance/reinsurance undertakings, including the insurance classes for which they were authorized, as at 31/12/2014, is provided in sections A, B and C of *Appendix 4* of this Report.

The supervision of the above undertakings was exercised in accordance with the Insurance Services and Other Related Issues Laws of 2002-2013 and their accompanying Regulations.

1.2 Undertakings Supervised by other EU or EEA authorities

Following the accession of Cyprus in the EU on 1/5/2004, insurance/reinsurance undertakings, which are incorporated in any other EU or EEA Member State, are allowed, after relevant notification by their respective Home supervisory authorities, to provide insurance services in the Republic of Cyprus under the regimes of Freedom of Establishment (FOE) or Freedom of Services (FOS).

During 2014, there were **5** EU/EEA insurance undertakings with permission from their home supervisory authorities to provide insurance services in the Republic of Cyprus through a branch, i.e. under the FOE regime. In addition, there were **442** EU/EEA insurance undertakings with permission to provide insurance services in the Republic of Cyprus, under the FOS regime.

More information about these undertakings is provided in sections D and E of *Appendix 4* of this Report. The supervision of these undertakings is exercised by the supervisory authorities of their Home EU or EEA Member States.

1.3 Main parameters and results of the Domestic Insurance Business in Cyprus for the year 2014

Note: In all sections of the report, the figures of 2014 relate to **25 Domestic Business and 9 International Business Undertakings**. The 2013 figures relate also to **25 Domestic Business and 9 International Business Undertakings**, i.e no change in numbers (increase or decrease) and/or reclassification of undertakings took place this year.

1.3.1 Written Premiums

As per **Part 2** of the Report, the 2014 total Domestic Gross Written Premiums (GWPs) produced by the undertakings supervised by ICCS, were **€699.337.000**, and they present a **decrease of -3.94%** (-6.66% in 2013), compared to the previous year. These GWPs represent a rate of **4.39%** (4.41% in 2013) of the Gross Domestic Product. As noted in Part 2, these premiums do not include the premiums produced outside Cyprus by the Domestic Business Undertakings, and, at the same time, they include the premiums produced in Cyprus by the International Business Undertakings. The respective Life Business GWPs, including the Life Business premiums produced by Composite Undertakings, were **€289.364.000**, and they present a **decrease of -7.32%** (-7.36% in 2013), with respect to the previous year. These Life premiums held a share of **41.38%** (42.89% in 2013) of the total premiums. The respective GWPs for Non-Life Business, including the Non-Life Business premiums produced by Composite Undertakings, were **€409.973.000**, they present a **decrease of -1.39%** (-6.12% in 2013), with respect to the previous year, and they held a share of **58.62%** (57.11% in 2013) of the total premiums.

The total Domestic GWPs of **€686.492.000** presented in **Part 3** of the Report, are somewhat different from those presented in Part 2, because these premiums include the premiums produced outside Cyprus by the Domestic Business Undertakings, and, at the same time, they do not include the premiums produced in Cyprus by the International Business Undertakings.

1.3.2 Claims and expenses incurred

As per **section I of Appendix 3** of the Report, the total gross claims incurred during 2014 for the Life Business Undertakings were **€249.133.000** (€398.146.000 in 2013). This amount includes the claims relating to death, disability and critical illness benefits, and also the claims for surrenders, maturities and annuity benefits. For the Non-Life Business Undertakings, the respective amount was **€195.239.000** (€206.193.000 in 2013). The ratio of gross claims incurred (incl. the claims management costs) over gross premiums earned for Non-Life Business was **47%** (47% in 2013).

As per **section II of Appendix 3** of the Report, the expenses incurred during 2014 for the undertakings which transact Domestic Business amounted to **€62.743.000** (€66.483.000 in 2013) for Life Business, and **€115.228.000** (125.478.000 in 2013) for Non-Life Business. The corresponding ratios of gross expenses over gross premiums earned were **22%** (22% in 2013) for Life and **28%** (29% in 2013) for Non-Life Business.

1.3.3 Underwriting Result – Amount transferred to Profit & Loss Accounts

As per the analysis in **Part 6** of the Report, at 31/12/2014 the aggregate result transferred to the non-technical account for Domestic Life Business Undertakings was at the level of **-€2.690.000** (€41.519.000 in 2013). This result though, is not representative of the whole market, as the biggest part came from one undertaking, which had a loss of -€60.000.000 in 2014.

The respective result for Non-Life Business Undertakings was at the level of **€3.818.000** (€32.268.000 in 2013).

For the Composite Business Undertakings, the result was at the level of **€2.588.000** (€6.431.000 in 2013).

1.3.4 Technical Provisions-Reserves

As per the analysis in **Part 8** of the Report, at 31/12/2014 the Gross Technical Reserves for Life Business (including the respective amount coming from Composite Business Companies) were at the level of **€1.567.264.000** (€1.490.188.000 at 31/12/2013). The respective Gross Total Liabilities for Life Business (including Gross Technical Reserves) were **€1.631.390.000** (€1.564.614.000 at 31/12/2013).

The respective amount for Gross Technical Reserves for Non-Life Business was at the level of **€397.869.000** (€403.496.000 at 31/12/2013), and the Gross Total Liabilities (including Gross Technical Reserves) were **€550.853.000** (€557.717.000 at 31/12/2013).

1.3.5 Total Assets

As per the analysis in **Part 7** of the Report, at 31/12/2014 the Total assets (including the Shareholders Equity) for the Life Business were at the level of **€1.856.256.000** (€1.831.642.000 at 31/12/2013). The Shareholders Equity included therein were **€274.805.000** (€293.855.000 at 31/12/2013).

The respective amount for the Non-Life Business was at the level of **€60.810.000** (€587.645.000 at 31/12/2013). The respective amount for the Shareholders Equity included therein was **€229.638.000** (€199.005.000 at 31/12/2013).

The total assets of the Composite Business Undertakings were at the level of **€203.197.000** (€235.592.000 at 31/12/2013). The respective amount for the Shareholders Equity included therein was **€33.579.000** (€39.688.000 at 31/12/2013).

1.3.6 Solvency Requirements and Free Shareholders' Assets

As per the analysis in **Part 9** of the Report, at 31/12/2014 the Minimum Solvency Margin (MSM) requirement for all the Domestic Business Undertakings (Life, Non-Life and Composite together) was at the level of **€171.593.000** (€169.235.000 at 31/12/2013). The respective Solvency Coverage Ratio, i.e. the ratio of MSM over the Free Shareholder Assets, which were approved for solvency coverage purposes, was **2.65** (2013: 2.86).

2. Significance of Insurance Business in Cyprus in terms of gross written premiums*

Table 1: Domestic Business Premiums as % of GDP

<i>Amounts (Euro thousand)</i>	2014	2013	2012
Gross Domestic Product (GDP)*	15.946.000	16.504.000	17.886.000
Life Premiums written in Cyprus	289.364	312.235	337.052
Ratio of Life Premiums to GDP	1,81%	1,89%	1,88%
Non-Life Premiums written in Cyprus	409.973	415.752	442.870
Ratio of Non-Life Premiums to GDP	2,57%	2,52%	2,48%
Aggregate Premiums written in Cyprus	699.337	727.987	779.922
Ratio of Aggregate Premiums to GDP	4,39%	4,41%	4,36%

* The GDP values are current prices values and are based on the most recent National Accounts published by the Cyprus Statistics Service (Cystat) as at the date of release of this Report. Also, the GDP amounts shown above are based on the old basis (2013 and before) of calculation. A new basis of calculation was introduced in 2014, thus in order for the 2014 new basis figure to be comparable it is presented above with the respective old basis figure. The respective new basis figures for years 2012 to 2014 are: €19.411.000 for 2012, €18.118.900 for 2013 and €17.506.300 for 2014.

Table 2: Domestic Business Premiums (as per Table 1a) per capita

	2014	2013	2012
Population (areas controlled by Republic of Cyprus Government)*	856.000	858.000	865.000
Life Premiums written in Cyprus (Euro thousand)	289.364	312.235	337.052
Life Premiums per capita (Euros)	338	364	390
Non-Life Premiums written in Cyprus (Euro thousand)	409.973	415.752	442.870
Non-Life Premiums per capita (Euros)	479	485	512
Aggregate Premiums (Euro thousand)	699.337	727.987	779.922
Aggregate Premiums per capita (Euros)	817	848	902

* The Population values are based on the most recent information published by Eurostat.

Notes: (1) The premiums included in the above tables refer to premiums produced in Cyprus by both Cypriot Undertakings and Foreign Undertakings supervised by ICCS. (2) Any premiums produced outside Cyprus by Domestic Business Undertakings have been excluded, while any premiums produced in Cyprus by International Business Undertakings have been included in these premiums.

3. Gross Written Premiums – By type of Insurance Business (Life and Non-Life) and by type of Undertaking

3.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Table 3: Gross premiums written in Cyprus by type of insurance business (in Euro Thousand)

	2014	2013	2012
Life Business	285.383	308.419	343.812
Non-Life Business	401.333	419.073	474.233
Total	686.716	727.492	818.045

Notes:

(1) The gross premiums written outside Cyprus, by Domestic Business Undertakings, have been included in, and at the same time the premiums produced in Cyprus by the International Business Undertakings have been excluded from, the above table and in/from all other Parts and Tables relating to Domestic Business. The GWPs produced in Cyprus, by International Business Undertakings have been included in Domestic Business premiums only in the case of tables 1 & 2 of Part 2 of the Report.

(2) The premiums produced by Composite Undertakings have been split accordingly between Life and Non-Life Business in all relevant Tables in this Report.

(3) The premiums for Non-Life Accident & Health Business, carried out by Life Undertakings, have been included in the Non-Life Business in the above table.

Table 4: Gross Premiums written in Cyprus by type of undertaking (in Euro Thousand)

	2014	2013	2012
Life Undertakings	314.598	339.576	375.540
Non-Life Undertakings	282.867	290.405	339.284
Composite Undertakings	89.251	97.511	103.221
Total Premiums written in Cyprus	686.716	727.492	818.045

A more detailed analysis by undertaking is provided in Appendix 1.

3.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Table 5: Gross premiums written outside Cyprus by type of insurance business (in Euro Thousand)

	2014	2013	2012
Life Business	75.305	77.314	91.386
Non-Life Business	144.876	128.044	87.645
Total	220.181	205.358	179.031

Notes:

- (1) The gross premiums written in Cyprus by International Business Undertakings, have been included in, and at the same time the premiums produced outside Cyprus by the Domestic Business Undertakings have been excluded from, the above table and in/from all other Parts and Tables relating to International (Non-Domestic) Business. The GWPs produced in Cyprus by International Business Undertakings have been included in the Domestic Business premiums only in the case of tables 1 & 2 of Part 2 of the Report.
- (2) The premiums produced by Composite Undertakings have been split accordingly between Life and Non-Life Business in all relevant Tables in this Report.
- (3) The premiums for Non-Life Accident & Health Business, carried out by Life Undertakings, have been included in the Non-Life Business in the above table.

During 2014, the total gross premiums written by International Business Undertakings and by Branches of Non-EU Undertakings, which transact mostly International Business, and are all supervised by ICCS, presented an increase of 7.22% (2013: 14.70%). As far as the Life Business only, the respective GWPs presented a decrease of -2.60% (2013: -15.39%), and these premiums were 37.64% (2013: 37.71%) of the total premiums. The respective GWPs for Non-Life Business presented an increase of 13.14% (2013: 46.09%), and they constituted 62.36% (2013: 62.29%) of the total premiums.

Table 6: Gross premiums written outside Cyprus classified by type of undertaking (in Euro Thousand)

	2014	2013	2012
Life Undertakings	69.520	71.051	85.953
Non-Life Undertakings	134.090	117.564	77.179
Composite Undertakings	16.571	16.743	15.899
Total Premiums written outside Cyprus	220.181	205.358	179.031

A more detailed analysis by undertaking is provided in Appendix 1.

4. Gross Written Premiums analysis for Non-Life Business

4.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Table 7: Gross Non-Life premiums classified by type of undertaking (in Euro Thousand)

	2014	2013	2012
Premiums written by Non-Life Undertakings	279.919	290.405	339.284
Non-Life Premiums written by Composite Undertakings	51.432	58.326	63.051
Non-Life Premiums written by Life Undertakings (Accident & Health)	69.982	70.342	71.898
TOTAL	401.333	419.073	474.233

Note: The Non-Life Premiums written by Life undertakings relate to Accident & Health Business, and are premiums which come from either long-term or short-term duration accident and/or health riders attached on Life policies or short term duration accident and/or health individual policies.

Table 8: Gross Non-Life premiums classified by insurance class (in Euro Thousand)

	2014	2013	2012
Accident & Health	100.928	99.239	101.458
Motor Vehicle	163.228	164.678	199.115
Marine, Aviation & Transport	3.154	3.520	4.664
Fire & Other Damage to Property	93.111	109.937	119.205
General Liability	28.973	29.477	36.048
Credit & Suretyship	176	206	223
Miscellaneous	11.763	12.016	13.522
TOTAL	401.333	419.073	474.233

4.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Table 9: Gross Non-Life premiums classified by type of undertaking (in Euro Thousand)

	2014	2013	2012
Premiums written by Non-Life Undertakings	134.090	117.564	77.179
Non-Life Premiums written by Composite Undertakings	10.786	10.480	10.466
Non-Life Premiums written by Life Undertakings (Accident & Health)	0	0	0
TOTAL	144.876	128.044	87.645

Table 10: Non-Life premiums classified by insurance class (in Euro Thousand)

	2014	2013	2012
Accident & Health	9.275	7.202	6.027
Motor Vehicle	37.707	36.846	15.421
Marine, Aviation & Transport	6.156	5.904	5.453
Fire & Other Damage to Property	77.480	67.461	52.774
General Liability	10.094	6.431	3.135
Credit & Suretyship	0	0	0
Miscellaneous	4.164	4.200	4.836
TOTAL	144.876	128.044	87.645

5. Gross Written Premiums & New Business analysis for Life Business

5.1 Gross Life Premiums classified by type of undertaking (Life or Composite)

5.1.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Table 11: Gross Life Premiums (in Euro Thousand)

	2014	2013	2012
Life premiums written by Life Undertakings	244.616	269.234	303.642
Life premiums written by Composite Undertakings	37.819	39.185	40.170
TOTAL	285.383	308.419	343.812

5.1.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Table 12: Gross Life Premiums (in Euro Thousand)

	2014	2013	2012
Life premiums written by Life Undertakings	69.520	71.051	85.953
Life premiums written by Composite Undertakings	5.785	6.263	5.433
TOTAL	75.305	77.314	91.386

5.2 Gross Life Premiums classified by type of product (Unit-Linked or Non-Linked)

5.2.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Table 13: Gross Life Premiums (in Euro Thousand)

	2014	2013	2012
Unit – Linked	211.786	224.672	252.137
of which Single	15.129	11.479	5.742
of which Regular	196.657	213.193	246.395
Non – Linked	73.597	83.747	91.674
of which Single	434	720	1.971
of which Regular	73.163	83.027	89.703
TOTAL	285.383	308.419	343.812

5.2.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Table 14: Gross Life Premiums (in Euro Thousand)

	2014	2013	2012
Unit – Linked:	9.771	10.299	9.283
of which Single	9.165	9.702	8.693
of which Regular	606	597	590
Non – Linked:	65.534	67.015	82.102
of which Single	15.367	19.260	14.679
of which Regular	50.167	47.755	67.423
TOTAL	75.305	77.314	91.386

5.3 Gross Life Premiums split between Individual & Group policies

Table 15: Domestic Business - Individual and Group policies' Premiums (in Euro Thousand)

	2014	2013	2012
Individual policies	252.416	269.459	300.843
Group policies	32.967	38.960	42.969
TOTAL	285.383	308.419	343.812

Table 16: International Business - Individual and Group policies' Premiums (in Euro Thousand)

	2014	2013	2012
Individual policies	75.305	77.314	91.386
Group policies	0	0	0
TOTAL	75.305	77.314	91.386

5.4 New Individual Life Business - by Number of Contracts

Table 17: Unit-Linked and Other Contracts

	2014			2013		
	Number of Contracts			Number of Contracts		
	Unit-Linked	Other	Total	Unit-Linked	Other	Total
Domestic Business	14.289	9.234	23.523	12.494	9.992	22.486
International Business	49	35.969	36.018	153	36.262	36.415

Note: The above figures are for both regular and single premium policies.

5.5 New Individual Life Business - by Premiums

5.5.1 New Regular Premiums (Annualized)

Table 18: Unit - Linked and Other (in Euro Thousand)

	2014			2013		
	Unit-Linked	Other	Total	Unit-Linked	Other	Total
Domestic Business	22.736	5.312	28.048	19.615	5.101	24.716
International Business	13	13.488	13.501	96	14.480	14.576

5.5.2 New Single Premiums

Table 19: Unit - Linked and Other (in Euro Thousand)

	2014			2013		
	Unit-Linked	Other	Total	Unit-Linked	Other	Total
Domestic Business	14.537	368	14.905	11.362	330	11.692
International Business	1.662	8.370	10.032	9.702	17.931	27.633

5.6 New Annualized Premiums for Group Life Business – by number of contracts and premiums

Table 20: Other (in Euro Thousand)

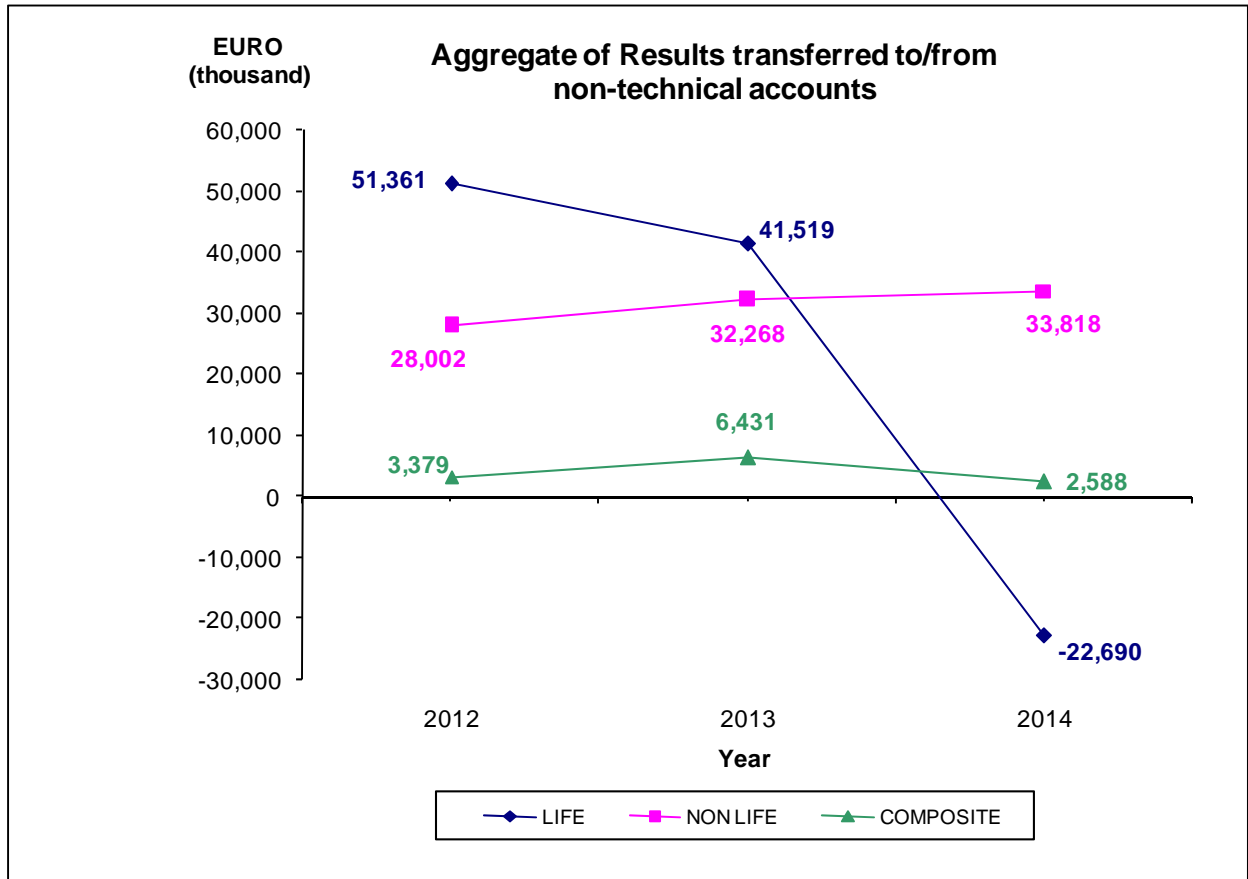
	2014		2013	
	Total Contracts	Total Premiums	Total Contracts	Total Premiums
Domestic Business	102	2.746	95	4.706
International Business	0	0	0	0

Note: The above Group Business Premiums refer to new group policies regular premiums and to increases on regular premiums of existing group policies only. Any new additional single premiums coming from group policies are not included.

6. Aggregate (whole market) Total of the Results transferred to/from the Non-technical Accounts

6.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

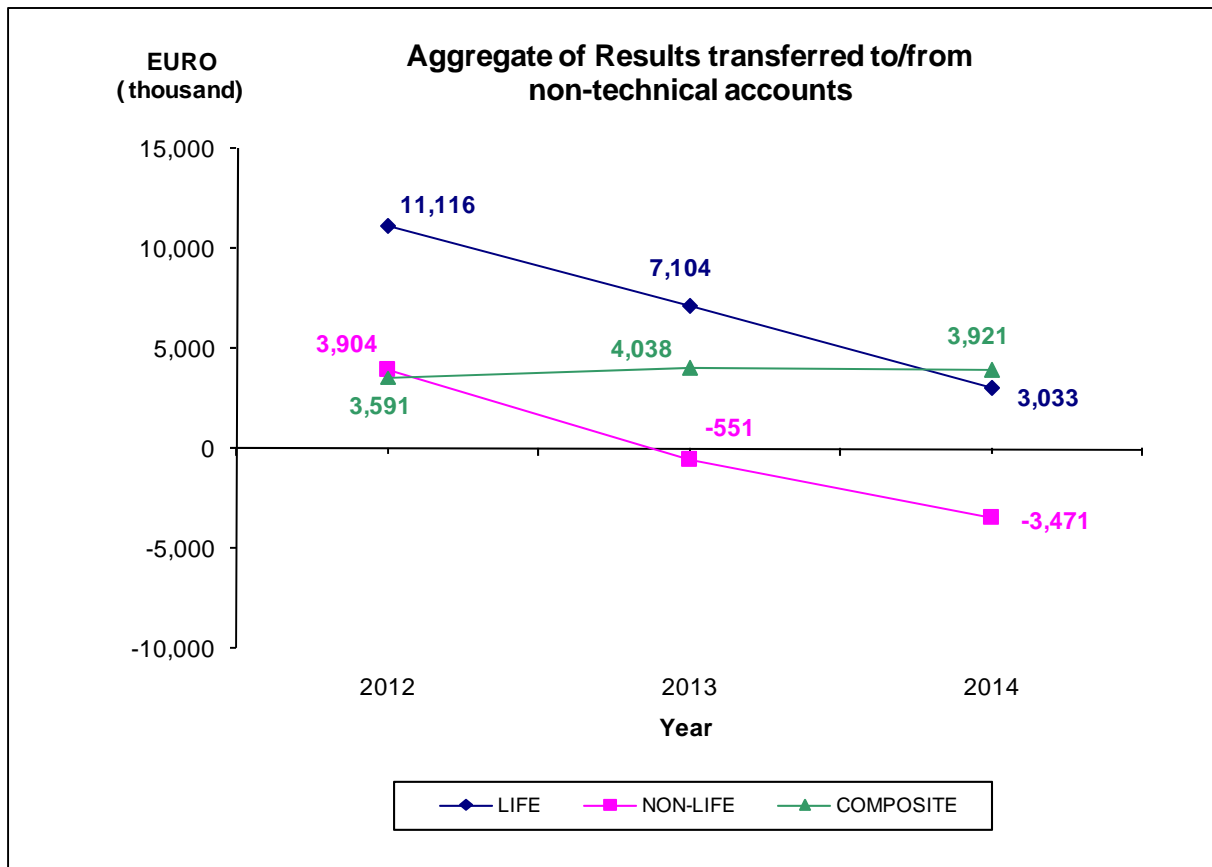
Graph 1



Notes: The amounts transferred to/from the non-technical accounts were taken from Forms 3.2 (General Business revenue accounts) and 3.3 (Life Business revenue accounts), and they basically represent the underwriting profits or losses. For Life undertakings transacting Non-Life Accident & Health Business, the respective amount from Form 3.2 was added to the amount from Form 3.3. As far as the 2014 result, it is noted that this result is not representative of the whole market, as the biggest part of it relates to only one undertaking, which had a loss of -€60.000.000.

6.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Graph 2

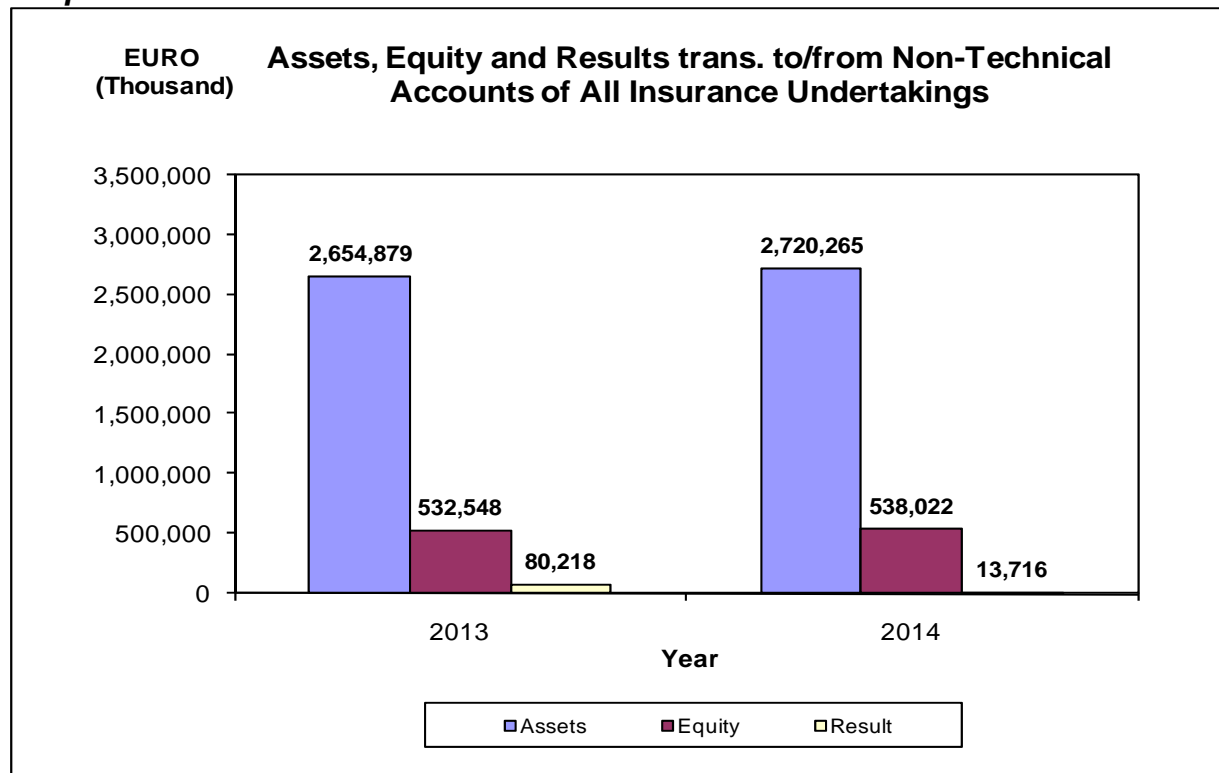


Note: The amounts transferred to/from the non-technical accounts were taken from Forms 3.2 (General Business revenue accounts) and 3.3 (Life Business revenue accounts) and they basically represent the underwriting profits or losses. For Life undertakings transacting Non-Life Accident & Health Business, the respective amount from Form 3.2 was added to the amount from Form 3.3.

7. Total Assets, Shareholders Equity and Results transferred to/from the Non-technical Accounts

7.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

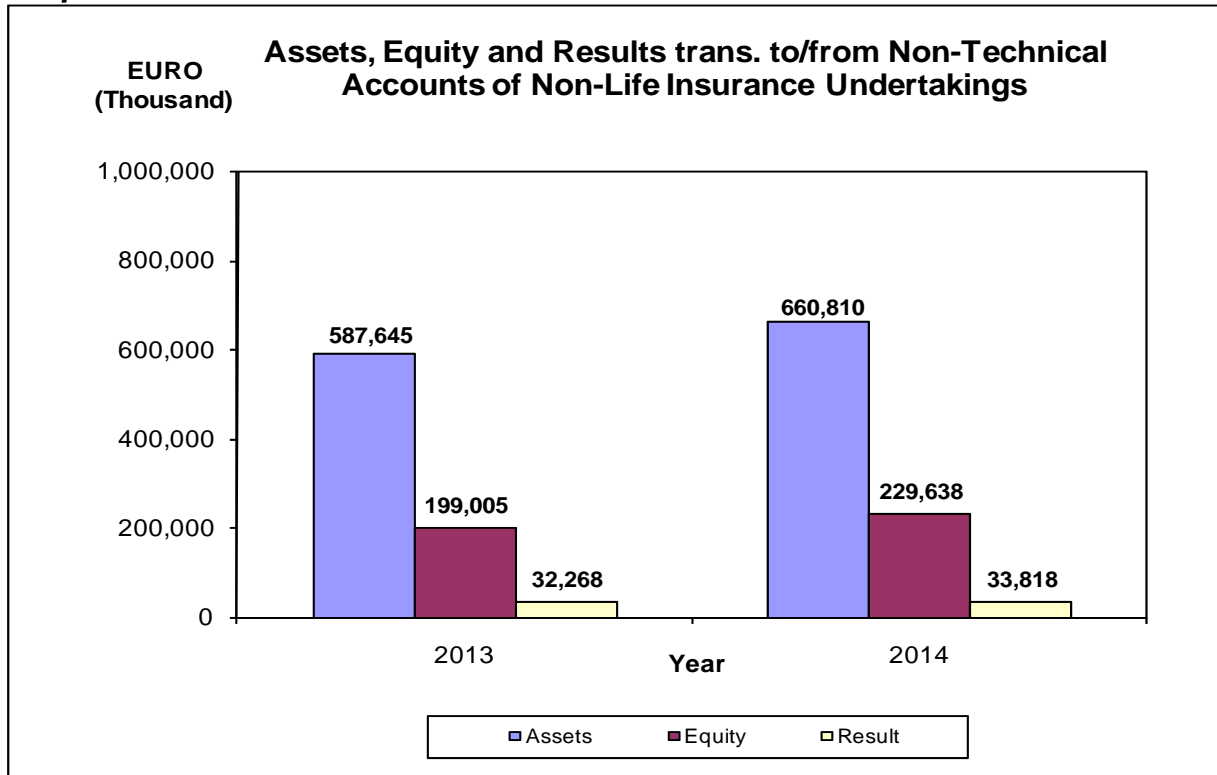
Graph 3



Note: The assets amounts, shown in the above graph, include the shareholders' **equity (capital and reserves)**, and also the reinsurers' reserve and the surplus amounts carried forward. The same note applies for all other graphs in this section.

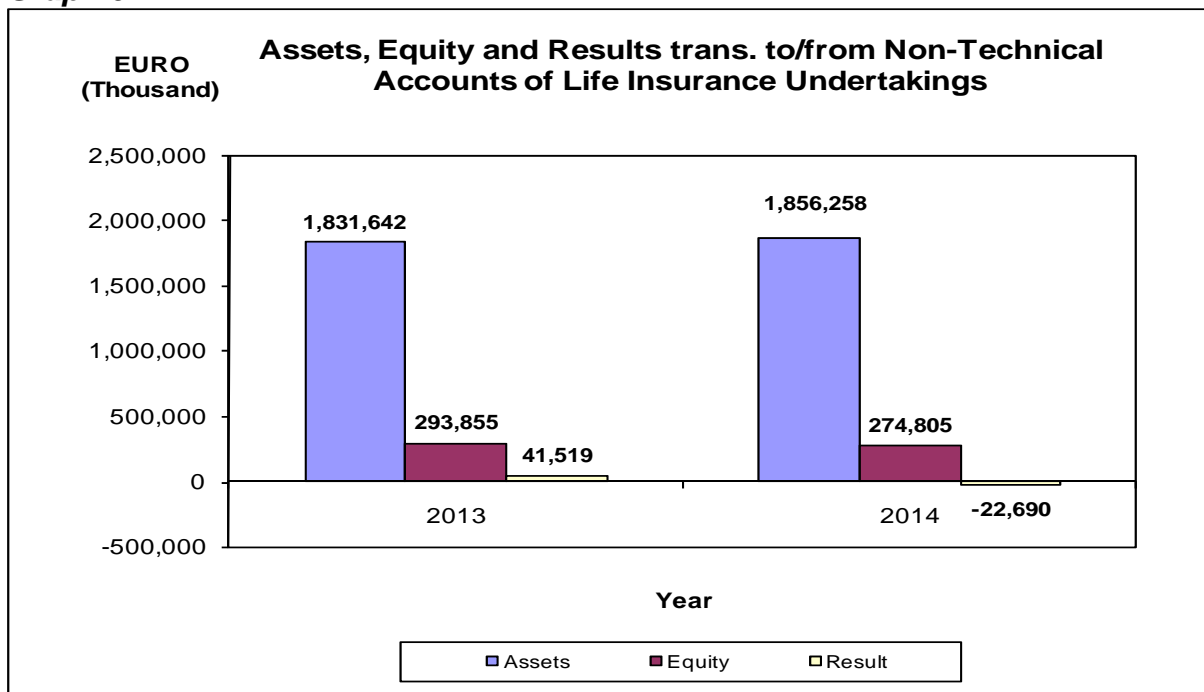
The Underwriting Return on Equity rate, i.e. the ratio of the result transferred to/from the non-technical accounts over the shareholders' equity amount, for all undertakings together was 2,55% for 2014 compared to 15,06% for 2013. Again, as far as the 2014 result, it is noted that this result is not representative of the whole market, as the overall underwriting result has been substantially affected by one undertaking, which had a loss of -€60.000.000.

Graph 4



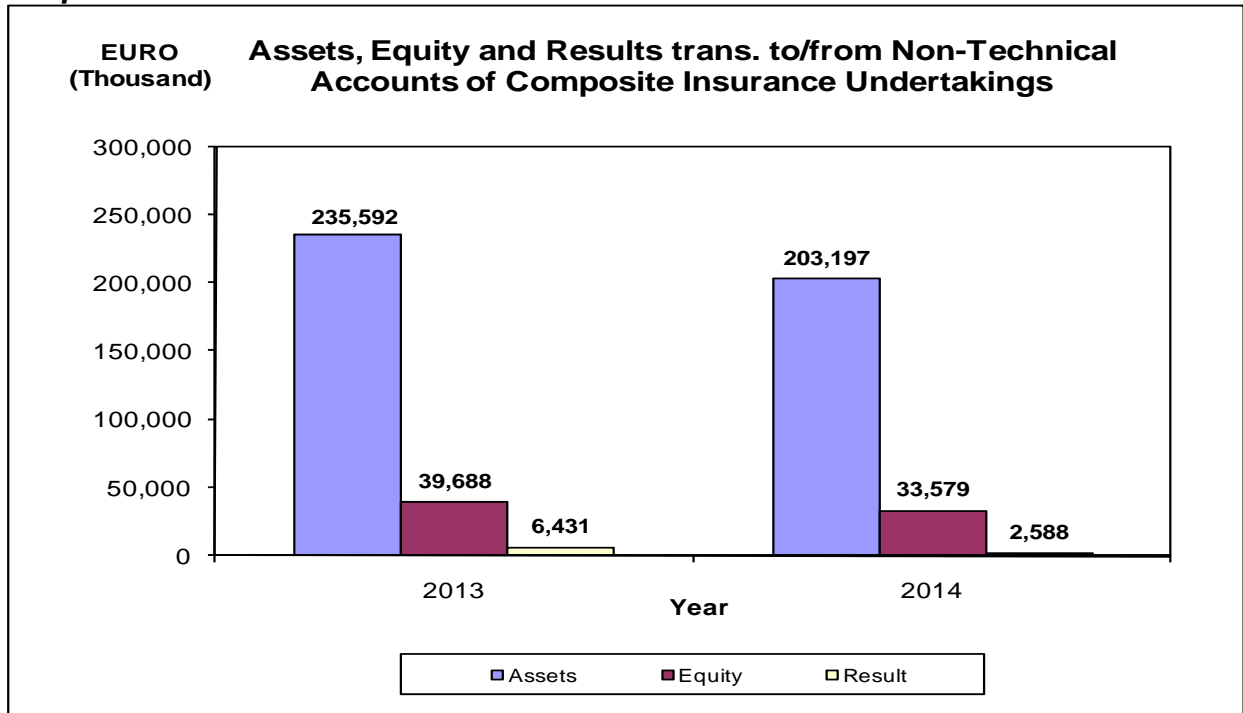
The respective Underwriting Return on Equity rate for Non-Life Undertakings only was 14,73% for 2014 compared to 16,21% for 2013.

Graph 5



The Underwriting Return on Equity rate for Life Undertakings only was -8,26% for 2014 compared to +14,13% for 2013.

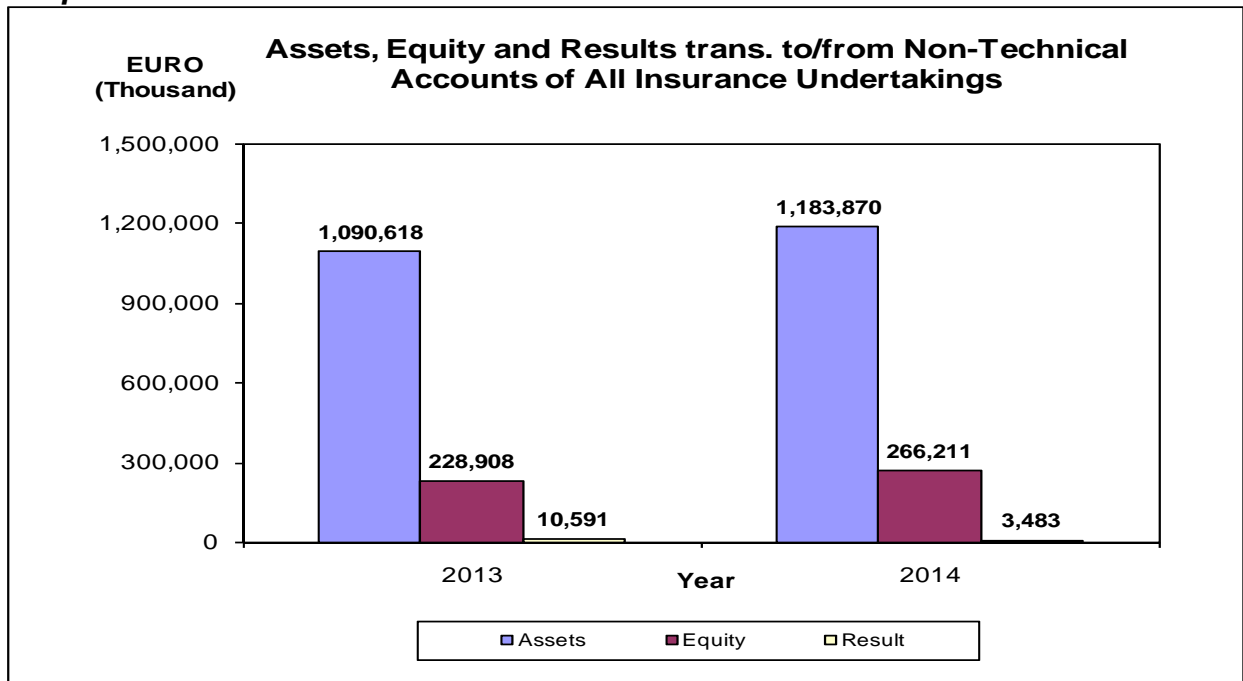
Graph 6



The relative Underwriting Return on Equity rate for Composite Undertakings only was 7,71% for 2014 compared to 16,20% for 2013.

7.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

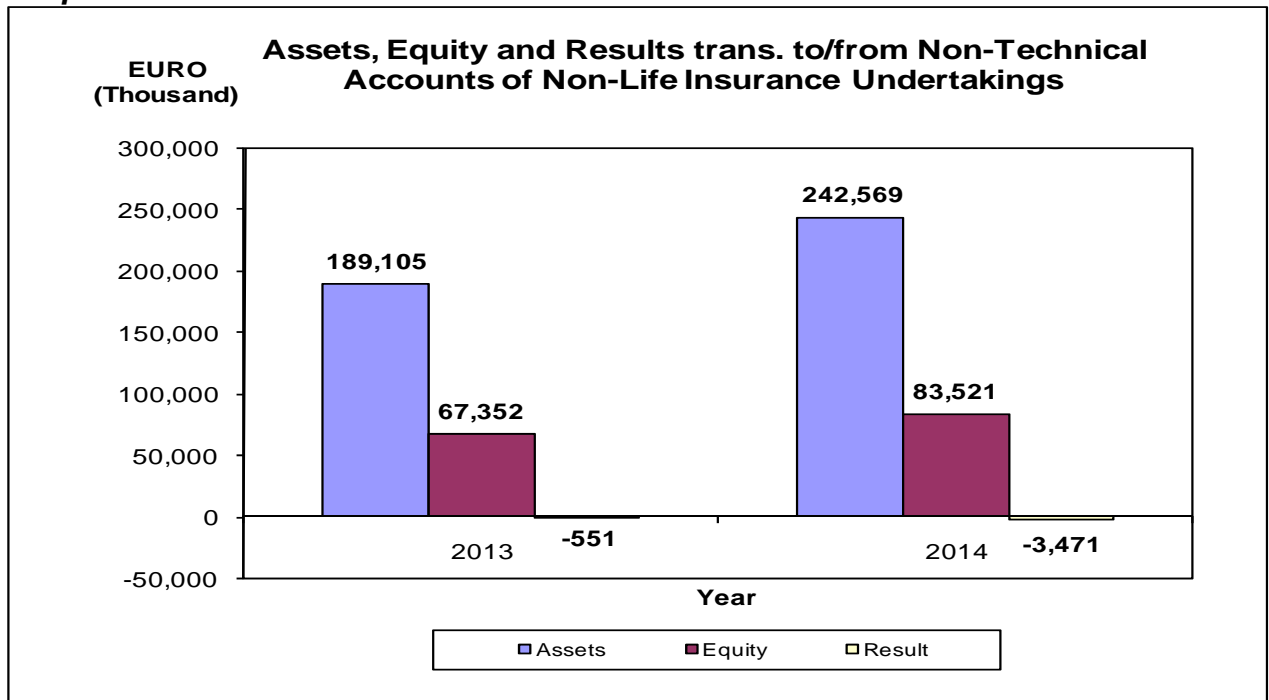
Graph 7



Note: The assets amounts, shown in the graph above, include the shareholders' equity (capital and reserves), and also the reinsurers' reserve and the surplus amounts carried forward. The same note counts for all other graphs in this section.

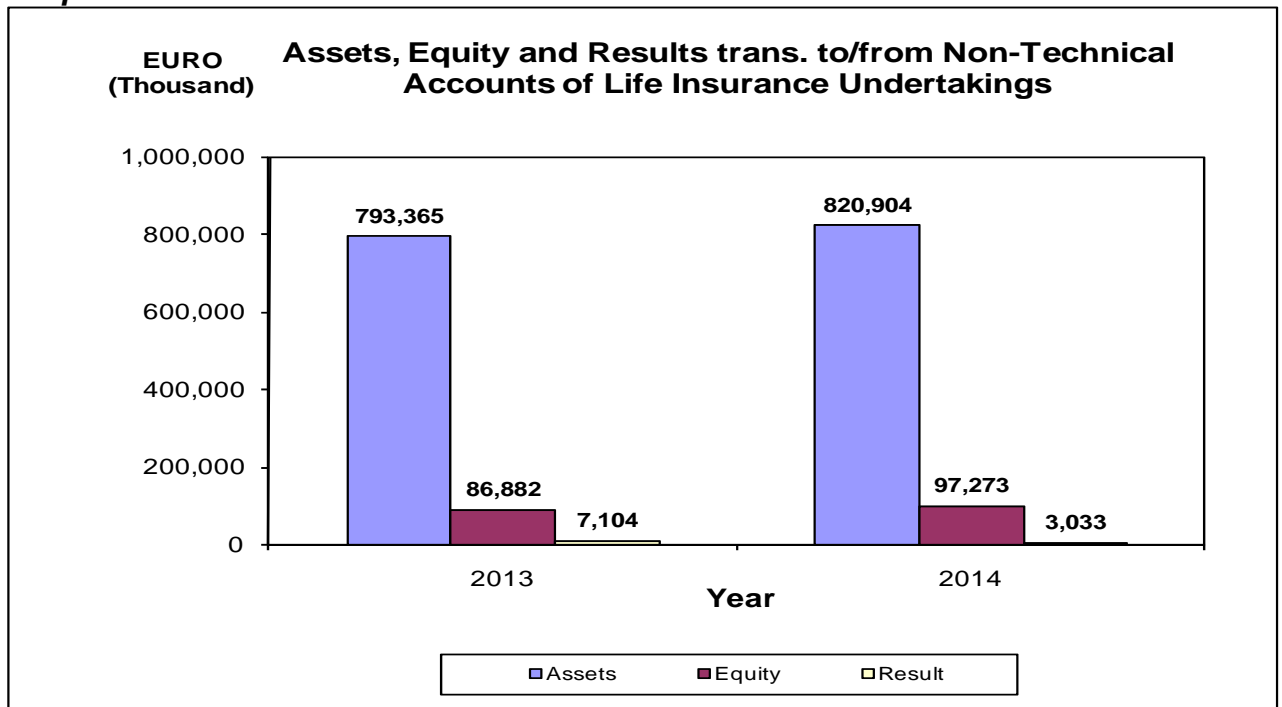
The Underwriting Return on Equity, i.e. the ratio of the result transferred to/from the non-technical accounts over the shareholders' equity amount, for all undertakings together is 1,31% for 2014 compared to 4,63% for 2013.

Graph 8



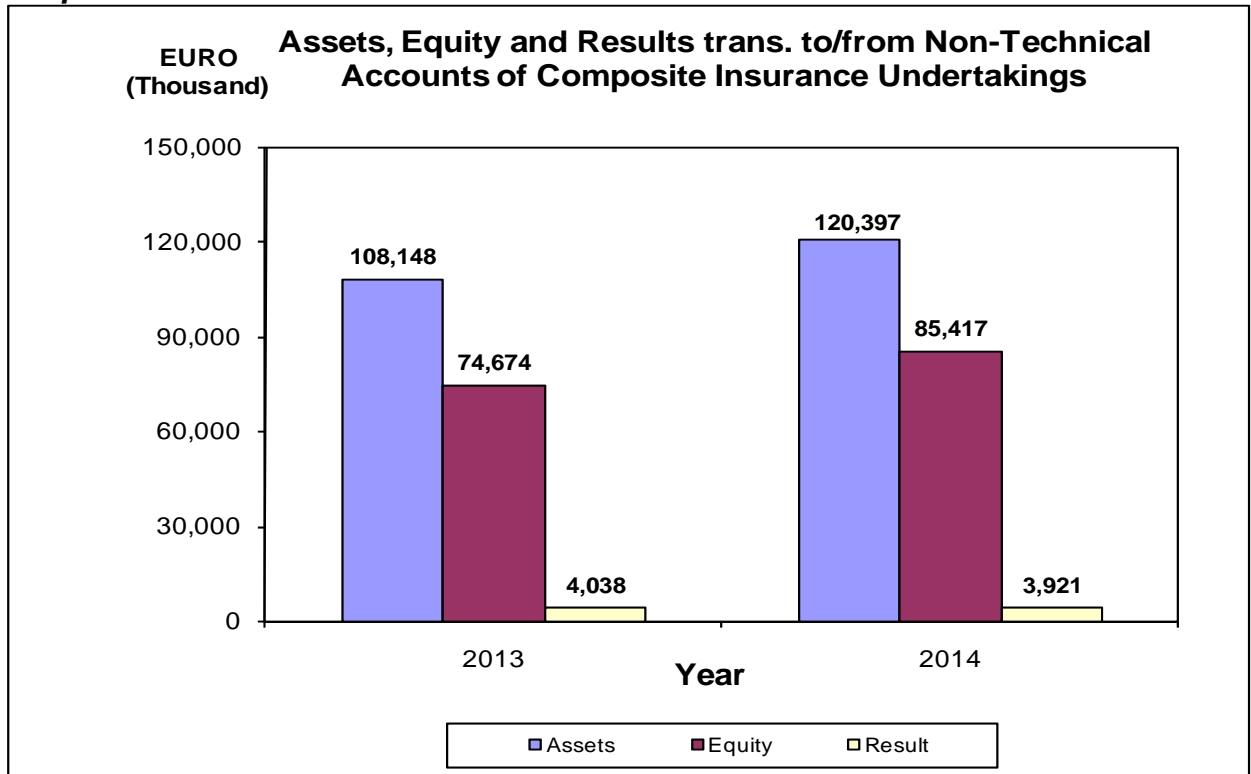
The respective Underwriting Return on Equity rate for Non-Life Undertakings only is -4,16% for 2014 compared to -0,82% for 2013.

Graph 9



The Underwriting Return on Equity rate for Life Undertakings only is 3,12% for 2014 compared to 8,18% for 2013.

Graph 10

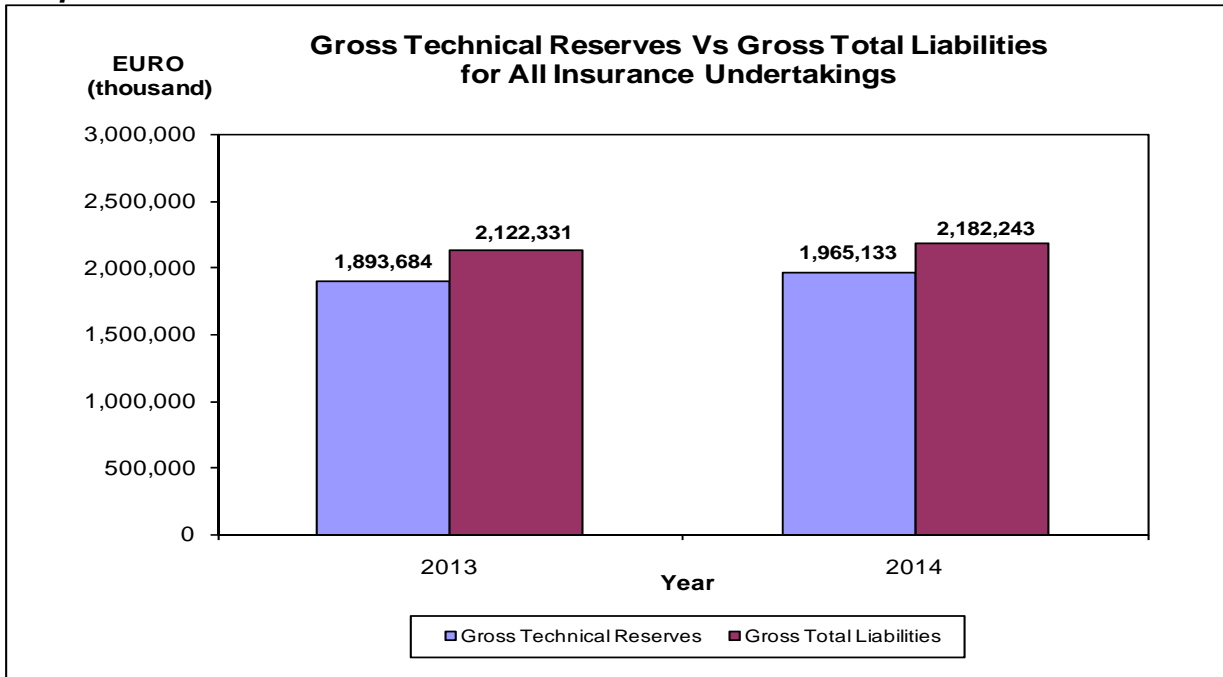


The Underwriting Return on Equity rate for Composite Undertakings only is 4,59% for 2014 compared to 5,41% for 2013.

8. Gross Technical Reserves and Gross Total Liabilities

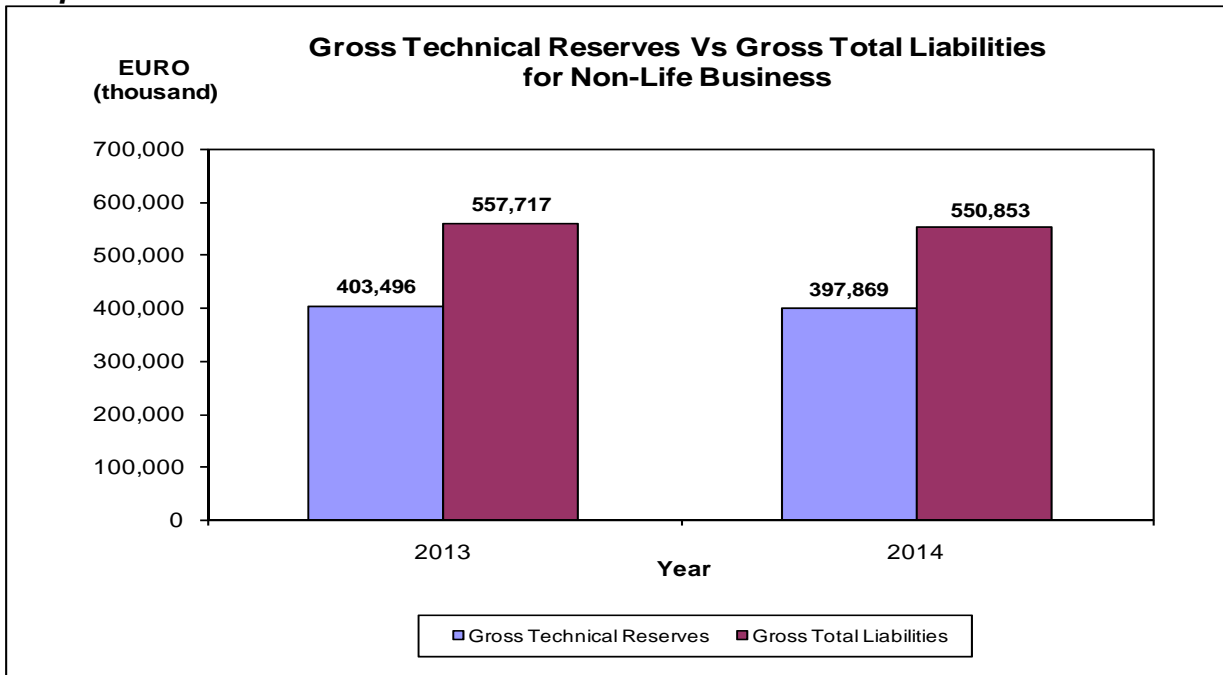
8.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Graph 11



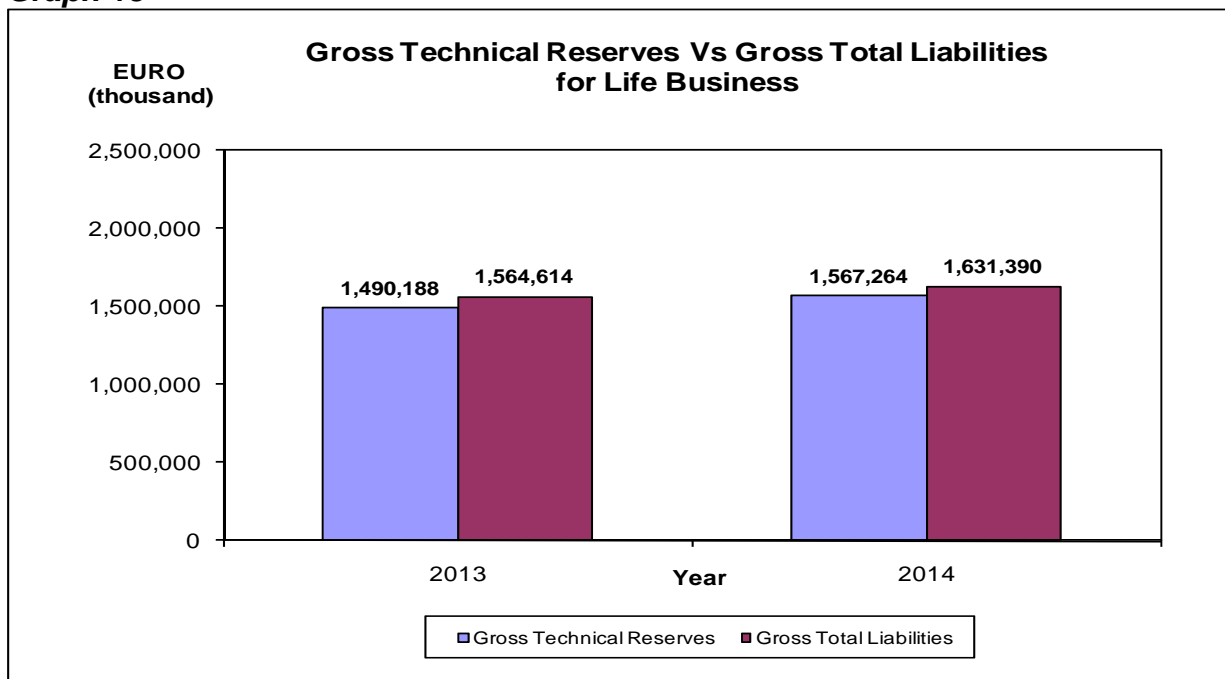
Notes: 1. Gross Technical Reserves include the Reinsurers' Reserve.
2. Gross Total Liabilities include the Reinsurers' Reserve and the surplus amounts carried forward.

Graph 12



Notes: 1. Gross Technical Reserves include the Reinsurers' Reserve.
2. Gross Total Liabilities include the Reinsurers' Reserve and the surplus amounts carried forward.

Graph 13

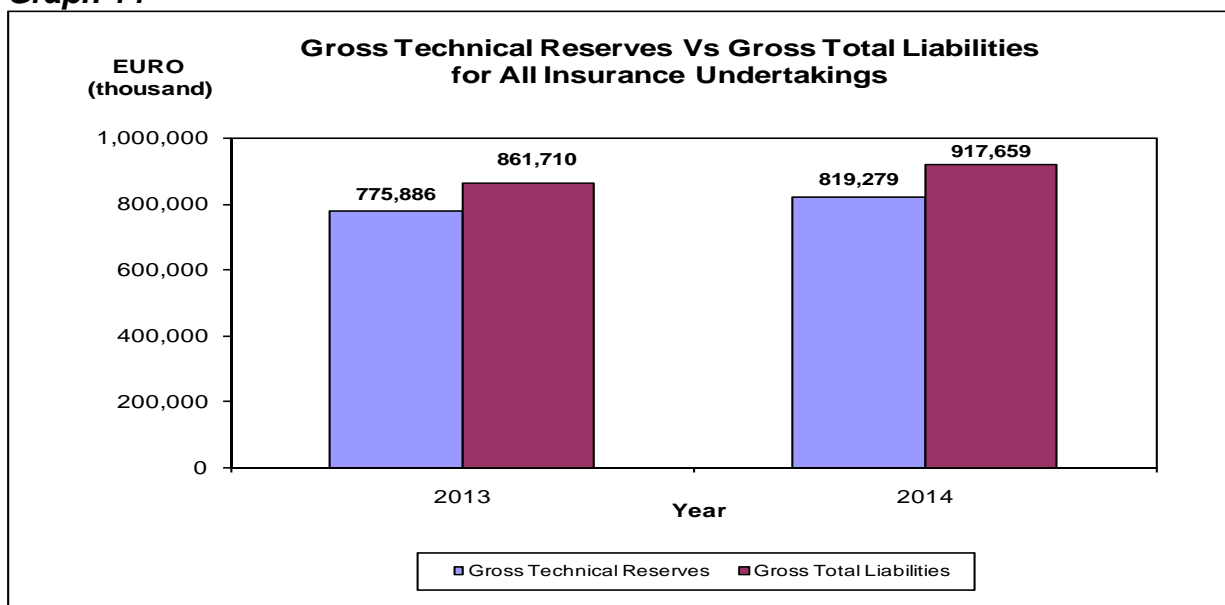


Notes: 1. Gross Technical Reserves include the Reinsurers' Reserve.
2. Gross Total Liabilities include the Reinsurers' Reserve and the surplus amounts carried forward.

A complete analysis of the investments supporting the technical reserves shown in graphs 11, 12 and 13 above, is given in Appendix 2 - section A2.1.

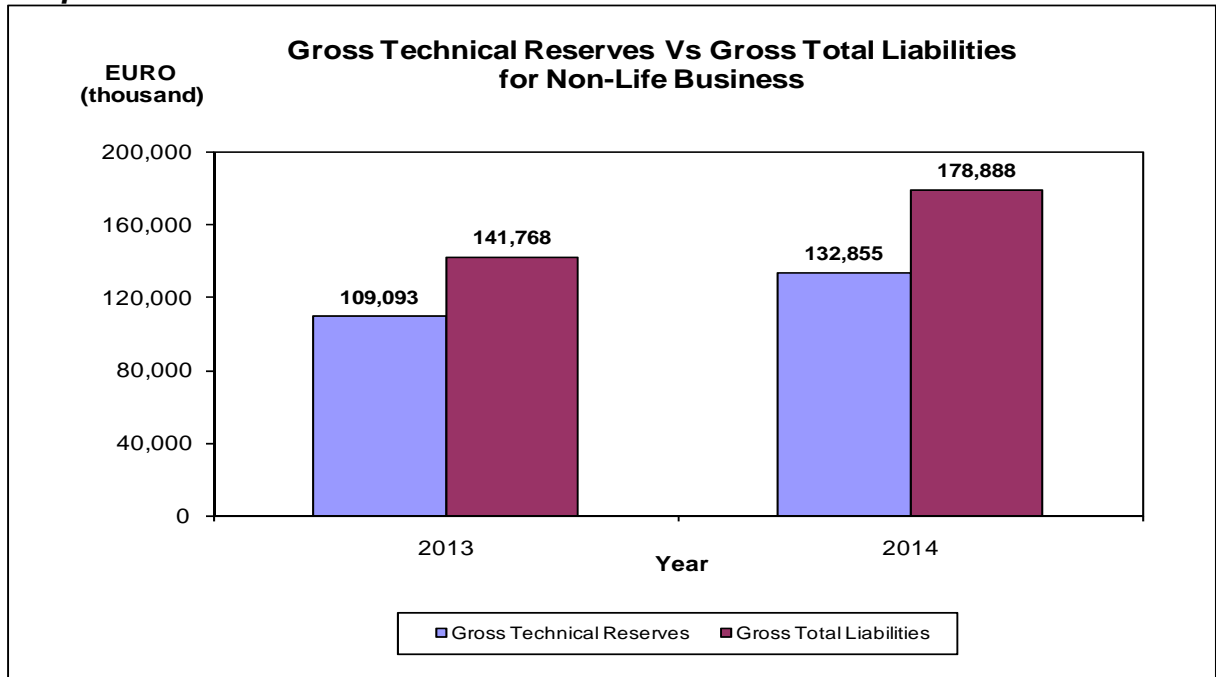
8.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Graph 14



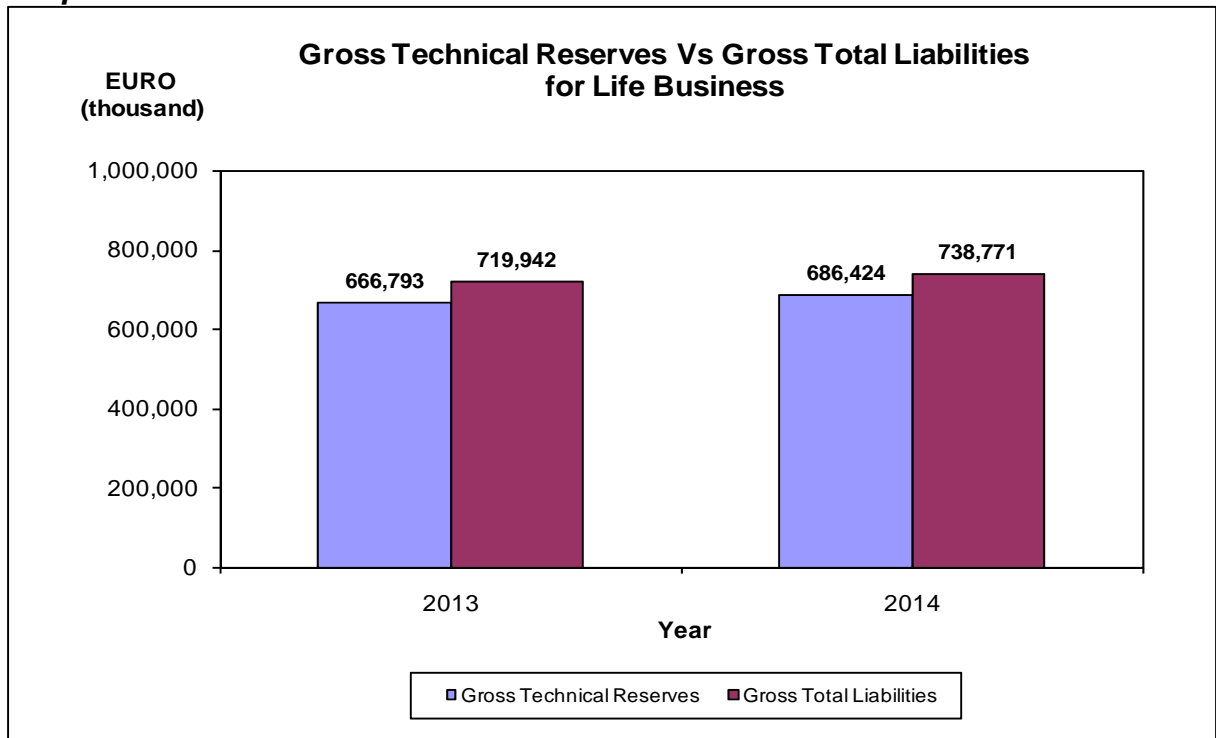
Notes: 1. Gross Technical Reserves includes the Reinsurers' Reserve.
2. Gross Total Liabilities include the Reinsurers' Reserve and the surplus amounts carried forward.

Graph 15



- Notes:** 1. Gross Technical Reserves include the Reinsurers' Reserve.
2. Gross Total Liabilities include the Reinsurers' Reserve and the surplus amounts carried forward.

Graph 16



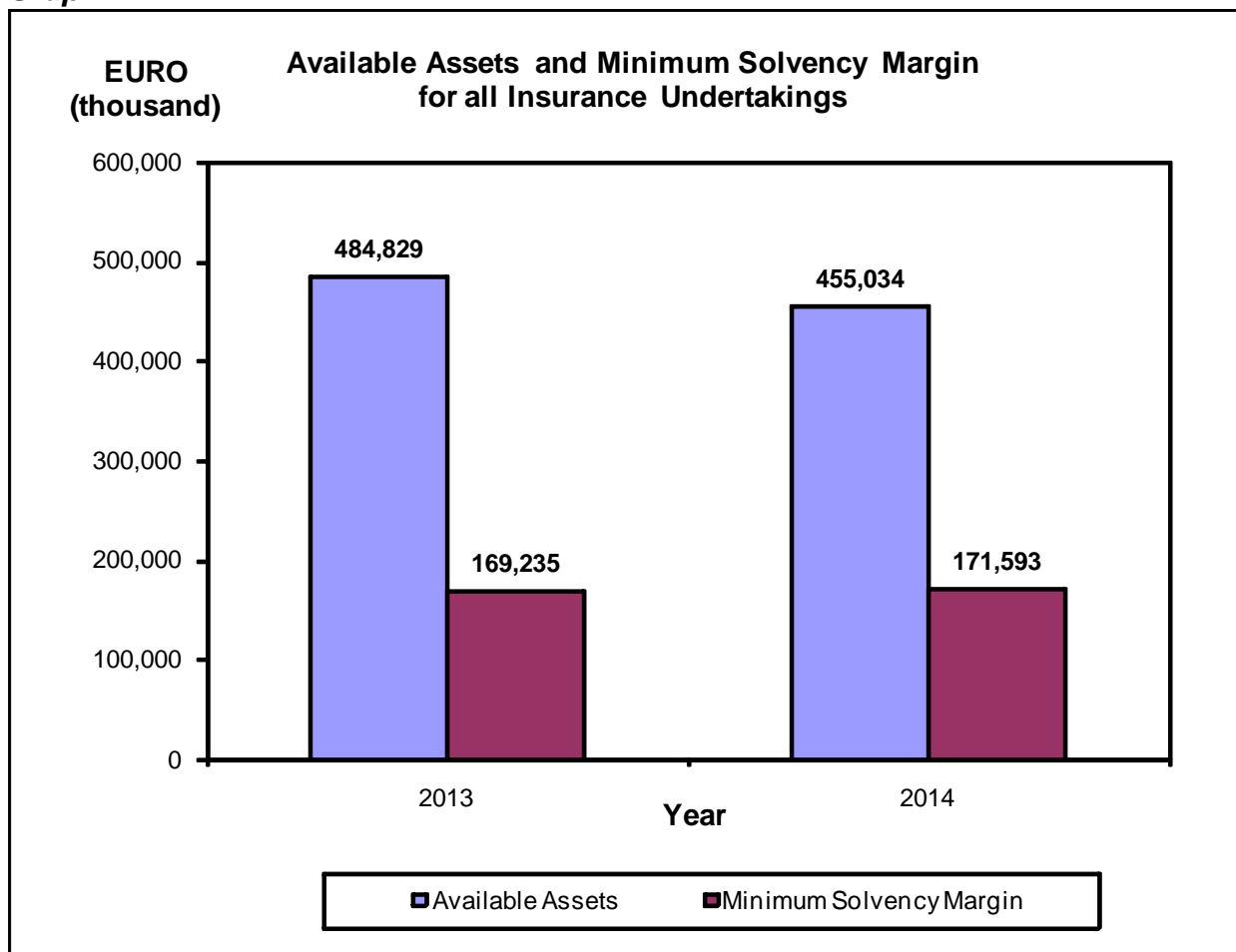
- Notes:** 1. Gross Technical Reserves include the Reinsurers' Reserve.
2. Gross Total Liabilities include the Reinsurers' Reserve and the surplus amounts carried forward.

A complete analysis of the investments supporting the technical reserves, shown in graphs 14, 15 and 16 above, is given in Appendix 2 - section A2.2.

9. Available Assets and Minimum Solvency Margin

9.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Graph 17

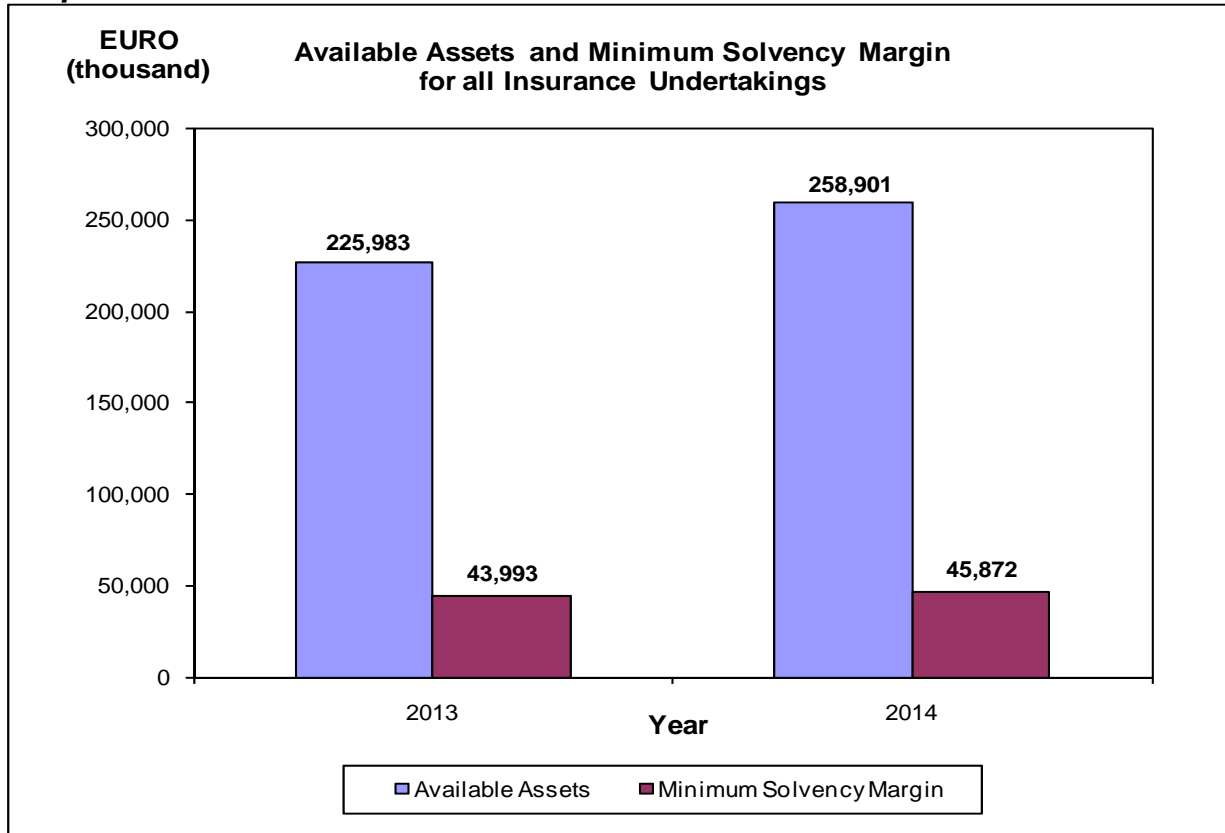


The relevant Aggregate (whole market) Minimum Solvency Margin (MSM) Coverage Ratio, i.e. the ratio of MSM over Available Assets, was 2.65 at 31/12/2014, compared to 2.86 for 31/12/2013 and 2.50 for 31/12/2012.

Note: The «Available Assets» represent the Net (Free) Approved Assets after the Total Liabilities are deducted from the Total Approved Assets, as these are defined in the relevant Orders of Approved Investments for Insurance Undertakings. The «Minimum Solvency Margin» represents the Solvency Capital Margin-Requirement, as this is defined in the relevant provisions which have been endorsed into the Insurance Law at the end of 2004. The absolute minimum amount (known as the guaranteed amount) used in the Solvency Capital Margin-Requirement calculation, was €3.0m for Life Business and €3.0m for Non-Life Business during the years 2004 to 2006. At 31/12/2006 though, and as per the provision, of the relevant Solvency Requirements EU Directive, for annual reviews of these amounts, both amounts have been increased to €3.2m for Life Business and €3.2m for Non-Life Business. At 31/12/2009 these two amounts were further increased to €3.5m for Life Business and €3.5m for Non-Life Business, and at 31/12/2012 they were further increased to €3.7m for Life Business and €3.7m for Non-Life Business.

9.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Graph 18



The relevant Aggregate (whole market) Minimum Solvency Margin (MSM) Coverage Ratio, i.e. the ratio of MSM over Available Assets, was 5.64 at 31/12/2014, compared to 5.14 for 31/12/2013 and 6.05 for 31/12/2012.

Note: The same note used under the previous graph, with regards to Available Assets and Minimum Solvency Margin, applies for this graph as well.

APPENDIX 1: Analysis of Premiums Written by Undertaking

A1.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business (*Euro Thousand*)

GROSS PREMIUMS WRITTEN in Cyprus during 2014 by companies supervised in Cyprus (EURO 000)

	INSURANCE UNDERTAKINGS	TOTAL GROSS PREMIUMS WRITTEN	LIFE	ACCIDENT & HEALTH	MOTOR VEHICLE	MARINE, AVIATION & TRANSPORT	FIRE & OTHER DAMAGE TO PROPERTY	LIABILITY	CREDIT & SURETYSHIP	MISCELL.
LIFE INSURANCE UNDERTAKINGS										
1	American Life Insur.Co (CY) Ltd	35.769	21.838	13.931	N/A	N/A	N/A	N/A	N/A	N/A
2	CNP Cyprialife Ltd	84.315	72.748	11.567	N/A	N/A	N/A	N/A	N/A	N/A
3	Ethniki Insurance (Cyprus) Ltd	7.240	7.240	0	N/A	N/A	N/A	N/A	N/A	N/A
4	Eurolife Ltd	98.423	85.829	12.594	N/A	N/A	N/A	N/A	N/A	N/A
5	Hellenic Alico Life Ins. Co Ltd	11.088	10.672	416	N/A	N/A	N/A	N/A	N/A	N/A
6	Universal Life Ins.Public Co Ltd	77.763	46.289	31.474	N/A	N/A	N/A	N/A	N/A	N/A
	SUB TOTAL	314.598	244.616	69.982	0	0	0	0	0	0
NON-LIFE INSURANCE UNDERTAKINGS										
1	Atlantic Insurance Co Public Ltd	23.274	N/A	3.874	11.185	244	6.886	993	70	22
2	CNP Insurance Ltd	52.690	N/A	1.094	23.948	548	20.248	5.672	39	1.141
3	Commercial General Insur. Ltd	10.449	N/A	138	6.512	59	3.008	618	8	106
4	Cosmos Insurance Co Ltd	20.904	N/A	4.436	13.407	87	2.312	662	0	0
5	Ethniki General Ins.(Cyprus) Ltd	14.025	N/A	6.304	4.297	76	2.582	648	0	118
6	Eurosure Insurance Co Ltd	5.847	N/A	627	3.375	55	829	833	0	128
7	Gan Direct Insurance Ltd	13.200	N/A	146	11.866	2	1.173	13	0	0
8	General Ins. Co of Cyprus ltd	56.014	N/A	1.770	11.510	625	25.142	8.249	46	8.672
9	Hermes Insurance Ltd	0	N/A	0	0	0	0	0	0	0
10	Hydra Insurance Co Ltd	12.468	N/A	444	10.166	0	1.373	485	0	0
11	Kentriki Insurance Co Ltd	4.490	N/A	111	2.616	277	942	367	0	177
12	Pancyprian Insurance Ltd	30.333	N/A	568	12.737	453	12.390	4.008	0	177
13	Progressive Insurance Co Ltd	4.049	N/A	14	2.349	70	989	509	13	105
14	Royal Crown Insurance Co Ltd	9.880	N/A	65	4.713	165	3.428	644	0	865
15	Ydrogios Insur. Co (Cyprus) Ltd	9.980	N/A	1.217	5.101	92	2.509	1.061	0	0
16	Minerva Insurance Co Ltd	11.252	957	1.094	7.830	0	687	642	0	42
17	Liberty Life Insur. Public Co. Ltd	4.012	1.991	2.021	0	0	0	0	0	0
	SUB TOTAL	282.867	2.948	23.923	131.612	2.753	84.498	25.404	176	11.553
COMPOSITE INSURANCE UNDERTAKINGS										
1	Alpha Insurance Ltd	30.190	15.155	4.536	3.254	130	4.727	2.388	0	0
2	Prime Insurance Co Ltd	59.061	22.664	2.487	28.362	271	3.886	1.181	0	210
	SUB TOTAL	89.251	37.819	7.023	31.616	401	8.613	3.569	0	210
	AGGREGATE TOTAL	686.716	285.383	100.928	163.228	3.154	93.111	28.973	176	11.763

Notes:

1. Premiums written outside Cyprus, but are included in above table:

Prime Insurance Co Ltd: €20.957K

General Insurance Co. of Cyprus Ltd: €1.475K

CNP Insurance Ltd: €165K

Eurolife Ltd: €2.298K

2. Non-Linked premiums included in above life premiums: €73.597K

A1.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business (*Euro Thousand*)

GROSS PREMIUMS WRITTEN outside Cyprus during 2014 by companies supervised in Cyprus (EURO 000)

	INSURANCE UNDERTAKINGS	TOTAL GROSS PREMIUMS WRITTEN	LIFE	ACCIDENT & HEALTH	MOTOR VEHICLE	MARINE, AVIATION & TRANSPORT	FIRE & OTHER DAMAGE TO PROPERTY	LIABILITY	CREDIT & SURETYSHIP	MISCELL.
LIFE INSURANCE UNDERTAKINGS										
1	Ancoria Insurance Public Ltd	19.340	19.340	N/A	N/A	N/A	N/A	N/A	N/A	N/A
2	Medlife Insurance Ltd	50.180	50.180	N/A	N/A	N/A	N/A	N/A	N/A	N/A
SUB TOTAL		69.520	69.520	0	0	0	0	0	0	
NON-LIFE INSURANCE UNDERTAKINGS										
1	Berytus Marine Insurance Co Ltd	1.523	N/A	0	0	1.523	0	0	0	0
2	HD Insurance Ltd	3.494	N/A	0	3.494	0	0	0	0	0
3	MOL Reinsurance Co Ltd	14.062	N/A	0	0	0	10.352	0	0	3.710
4	Olympic Insurance Co Ltd	17.038	N/A	227	15.714	20	693	380	0	4
5	Trust International Insurance Co (Cyprus) Ltd	69.767	N/A	3.949	18.499	2.636	40.273	3.960	0	450
6	Trust International Insurance and Reins.Co B.S.C.(Closed) Trust Re	28.206	N/A	730	0	1.977	21.421	4.078	0	0
SUB TOTAL		134.090	0	4.906	37.707	6.156	72.739	8.418	0	4.164
COMPOSITE INSURANCE UNDERTAKINGS										
1	Grawe Reinsurance Ltd	16.571	5.785	4.369	0	0	4.741	1.676	0	0
SUB TOTAL		16.571	5.785	4.369	0	0	4.741	1.676	0	0
AGGREGATE TOTAL		220.181	75.305	9.275	37.707	6.156	77.480	10.094	0	4.164

Notes:

- Premiums written in Cyprus, but are included in above table:
 Grawe Reinsurance Ltd: €2.149K
 Trust International Insurance Co (Cyprus) Ltd: €23.065K
 Olympic Insurance Co. Ltd: €6.023K
 Ancoria Insurance Public Ltd: €6.279K
- Non-Linked premiums included in above life premiums: €65.5347K

APPENDIX 2: Analysis of the Investments covering technical reserves

A2.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business (Euro Thousand)

Note: The amounts below are for net (of reinsurers' reserve) technical reserves for Life Business and for gross technical reserves for Non-Life Business. For Life Business, the reinsurers' reserve, which was not included in the amounts below, was €45.164K at 31/12/2014.

a) Life & Non-Life Business

Description of investments that cover the technical reserves for Domestic Life & Non-Life Business				31/12/2014	31/12/2013
Debt securities	Fixed interest	Approved securities	1	167.478	235.147
		Other securities	2	294.160	189.574
	Other than fixed interest	Approved securities	3	728	2.337
		Other securities	4	7.001	5.156
Shares in companies other than group undertakings		Listed	5	38.936	44.664
		Unlisted	6	3.020	2.728
Other variable yield securities			7	645	300
Money market bills, certificates of deposit and similar instruments			8	0	0
Units or other beneficial interests in collective investment funds		Falling within UCITS Directive	9	578.599	450.479
		Other	10	14.703	12.307
Beneficial interests in limited partnerships			11	0	0
Deposits with approved credit institutions		Short term deposits	12	107.451	121.312
		Other deposits	13	149.070	168.973
Loans secured by mortgages			14	3.196	3.662
Loans secured on policies of insurance			15	33.476	36.666
Other loans	Secured		16	5.444	0
	Unsecured		17	0	0
Rights under derivative contracts			18	272	359
Investments in related undertakings	Insurance companies	Shares	19	0	0
		Debts	20	0	0
	Other companies	Shares	21	25.199	17.638
		Debts	22	29.634	26.967
Investments in group undertakings other than related undertakings	Insurance companies	Shares	23	0	0
		Debts	24	0	0
	Other companies	Shares	25	842	721
		Debts	26	106.753	141.843

Land		27	169.366	177.207
Reversionary interests		28	0	0
Equipment		29	147	131
Debtors	Outstanding premiums	30	26.976	32.279
	Owed by intermediaries	31	20.272	23.387
	Owed by reinsurers	32	383	888
	Other	33	3.041	2.793
Reinsurers' share of technical provisions	Provision for unearned premiums	34	49.268	52.638
	Claims outstanding	35	80.075	74.717
	Provision for unexpired risks	36	55	43
	Other	37	27	205
Deferred acquisition costs		38	22.097	23.008
Accrued interest and rent		39	2.365	3.831
Other prepayments and accrued income		40	415	225
Cash		41	64	30
Other assets		42	2.007	653
Total (1 to 42)		43	1.943.166	1.852.867
Reductions for counter party exposure in accordance with the Orders of Approved Investments of the Minister of Finance		44	0	0
Total admissible assets (43 - 44)		45	1.943.166	1.852.867

b) Life Business

Description of investments that cover the technical reserves for Domestic Life Business				31/12/2014	31/12/2013
Debt securities	Fixed interest	Approved securities	1	157.344	227.538
		Other securities	2	269.014	184.817
	Other than fixed interest	Approved securities	3	728	2.022
		Other securities	4	5.920	4.991
Shares in companies other than group undertakings	Listed	5	36.877	44.008	
	Unlisted	6	3.017	2.696	
Other variable yield securities			7	0	0
Money market bills, certificates of deposit and similar instruments			8	0	0
Units or other beneficial interests in collective investment funds	Falling within UCITS Directive	9	572.480	448.709	
	Other	10	14.703	12.307	

Beneficial interests in limited partnerships		11	0	0	
Deposits with approved credit institutions	Short term deposits	12	68.577	57.791	
	Other deposits	13	101.041	120.685	
Loans secured by mortgages		14	3.196	3.662	
Loans secured on policies of insurance		15	33.476	36.666	
Other loans	Secured	16	5.444	0	
	Unsecured	17	0	0	
Rights under derivative contracts		18	263	321	
Investments in related undertakings	Insurance companies	Shares	19	0	0
		Debts	20	0	0
	Other companies	Shares	21	25.116	17.562
		Debts	22	28.024	26.967
Investments in group undertakings other than related undertakings	Insurance companies	Shares	23	0	0
		Debts	24	0	0
	Other companies	Shares	25	842	721
		Debts	26	67.025	97.637
Land		27	140.581	147.214	
Reversionary interests		28	0	0	
Equipment		29	0	0	
Debtors	Outstanding premiums		30	4.188	6.955
	Owed by intermediaries		31	350	476
	Owed by reinsurers		32	0	0
	Other		33	2.084	2.170
Reinsurers' share of technical provisions	Provision for unearned premiums		34	0	0
	Claims outstanding		35	0	0
	Provision for unexpired risks		36	0	0
	Other		37	0	0
Deferred acquisition costs		38	0	0	
Accrued interest and rent		39	1.826	3.079	
Other prepayments and accrued income		40	138	225	
Cash		41	0	0	
Other assets		42	1.950	615	
Total (1 to 42)		43	1.544.204	1.449.833	
Reductions for counter party exposure in accordance with the Orders of Approved Investments of the Minister of Finance		44	0	0	
Total admissible assets (43 - 44)		45	1.544.204	1.449.833	

c) Non-Life Business

Description of investments that cover the technical reserves for Domestic Non-Life Business				31/12/2014	31/12/2013
Debt securities	Fixed interest	Approved securities	1	10.134	7.609
		Other securities	2	25.146	4.757
	Other than fixed interest	Approved securities	3	0	315
		Other securities	4	1.081	165
Shares in companies other than group undertakings	Listed	5	2.059	656	
	Unlisted	6	3	32	
Other variable yield securities			7	645	300
Money market bills, certificates of deposit and similar instruments			8	0	0
Units or other beneficial interests in collective investment funds	Falling within UCITS Directive		9	6.119	1.770
	Other		10	0	0
Beneficial interests in limited partnerships			11	0	0
Deposits with approved credit institutions	Short term deposits		12	38.874	63.521
	Other deposits		13	48.029	42.288
Loans secured by mortgages			14	0	0
Loans secured on policies of insurance			15	0	0
Other loans	Secured		16	0	0
	Unsecured		17	0	0
Rights under derivative contracts			18	9	38
Investments in related undertakings	Insurance companies	Shares	19	0	0
		Debts	20	0	0
	Other companies	Shares	21	83	76
		Debts	22	1610	0
Investments in group undertakings other than related undertakings	Insurance companies	Shares	23	0	0
		Debts	24	0	0
	Other companies	Shares	25	0	0
		Debts	26	39.728	44.206
Land			27	28.785	29.993
Reversionary interests			28	0	0
Equipment			29	147	131
Debtors	Outstanding premiums		30	22.788	25.324
	Owed by intermediaries		31	19.922	22.911

	Owed by reinsurers	32	383	888
	Other	33	957	623
Reinsurers' share of technical provisions	Provision for unearned premiums	34	49.268	52.638
	Claims outstanding	35	80.075	74.717
	Provision for unexpired risks	36	55	43
	Other	37	27	205
Deferred acquisition costs		38	22.097	23.008
Accrued interest and rent		39	539	752
Other prepayments and accrued income		40	277	0
Cash		41	64	30
Other assets		42	57	38
Total (1 to 42)		43	398.961	403.034
Reductions for counter party exposure in accordance with the Orders of Approved Investments of the Minister of Finance		44	0	0
Total admissible assets (43 - 44)		45	398.961	403.034

Note: The amounts in (b) above, include the assets for the Life Business of Composite Undertakings, and the amounts in (c) above include the respective assets for the Non-Life Business of Composite Undertakings.

A2.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business (Euro Thousand)

Note: The amounts below are for net (of reinsurers' reserve) technical reserves for Life Business and for gross technical reserves for Non-Life Business. For Life Business, the reinsurers' reserve, which was not included in the amounts below, was €1.813K at 31/12/2014.

a) Life & Non-Life Business

Description of investments that cover the technical reserves of International Life & Non-Life Business				31/12/2014	31/12/2013
Debt securities	Fixed interest	Approved securities	1	111.262	94.582
		Other securities	2	128.449	102.513
	Other than fixed interest	Approved securities	3	0	0
		Other securities	4	90	220
Shares in companies other than group undertakings	Listed	5	46.322	57.464	
	Unlisted	6	0	0	
Other variable yield securities			7	54.466	66.619
Money market bills, certificates of deposit and similar instruments			8	0	0
Units or other beneficial interests in collective investment funds	Falling within UCITS Directive		9	281.750	267.907
	Other		10	12.488	13.038
Beneficial interests in limited partnerships			11	0	0
Deposits with approved credit institutions	Short term deposits		12	49.870	55.686
	Other deposits		13	27.565	23.112
Loans secured by mortgages			14	0	0
Loans secured on policies of insurance			15	0	0
Other loans	Secured		16	0	0
	Unsecured		17	0	0
Rights under derivative contracts			18	130	186
Investments related undertakings	Insurance companies	Shares	19	0	0
		Debts	20	0	0
	Other companies	Shares	21	5.467	5.531
		Debts	22	1.500	0
Investments in group undertakings other than related undertakings	Insurance companies	Shares	23	0	0
		Debts	24	0	0
	Other companies	Shares	25	0	0
		Debts	26	1.415	702
Land			27	2.727	1.141
Reversionary interests			28	0	0
Equipment			29	80	94
Debtors	Outstanding premiums		30	8.521	11.212
	Owed by intermediaries		31	4.790	5.192

	Owed by reinsurers	32	0	0
	Other	33	1.498	3.823
Reinsurers' share of technical provisions	Provision for unearned premiums	34	32.412	22.416
	Claims outstanding	35	28.202	21.031
	Provision for unexpired risks	36	0	0
	Other	37	0	1.596
Deferred acquisition costs		38	5.038	4.269
Accrued interest and rent		39	3.946	2.802
Other prepayments and accrued income		40	556	0
Cash		41	13	10
Other assets		42	17.603	18.675
Total (1 to 42)		43	826.161	779.821
Reductions for counter party exposure in accordance with the Orders of Approved Investments of the Minister of Finance		44	0	0
Total admissible assets (43 - 44)		45	826.161	779.821

b) Life Business

Description of investments that cover the technical reserves of International Life Business			31/12/2014	31/12/2013	
Debt securities	Fixed interest	Approved securities	1	102.245	84.338
		Other securities	2	122.201	100.675
	Other than fixed interest	Approved securities	3	0	0
		Other securities	4	0	91
Shares in companies other than group undertakings	Listed	5	46.278	57.464	
	Unlisted	6	0	0	
Other variable yield securities			7	54.466	66.619
Money market bills, certificates of deposit and similar instruments			8	0	0
Units or other beneficial interests in collective investment funds	Falling within UCITS Directive		9	279.442	265.728
	Other		10	11.205	12.061
Beneficial interests in limited partnerships			11	0	0
Deposits with approved credit institutions	Short term deposits		12	22.730	31.477
	Other deposits		13	17.475	20.917
Loans secured by mortgages			14	0	0
Loans secured on policies of insurance			15	0	0
Other loans	Secured		16	0	0
	Unsecured		17	0	0
Rights under derivative contracts			18	130	186
Investments in related undertakings	Insurance companies	Shares	19	0	0
		Debts	20	0	0
	Other companies	Shares	21	4.220	4.238

		Debts	22	1.500	0
Investments in group undertakings other than related undertakings	Insurance companies	Shares	23	0	0
		Debts	24	0	0
	Other companies	Shares	25	0	0
		Debts	26	890	505
Land		27	0	0	
Reversionary interests		28	0	0	
Equipment		29	0	0	
Debtors	Outstanding premiums		30	1.775	2.706
	Owed by intermediaries		31	0	0
	Owed by reinsurers		32	0	0
	Other		33	1.498	3.823
Reinsurers' share of technical provisions	Provision for unearned premiums		34	0	0
	Claims outstanding		35	0	0
	Provision for unexpired risks		36	0	0
	Other		37	0	0
Deferred acquisition costs			38	0	0
Accrued interest and rent			39	3.946	2.589
Other prepayments and accrued income			40	556	0
Cash			41	0	0
Other assets			42	17.411	18.563
Total (1 to 42)			43	687.969	671.980
Reductions for counter party exposure in accordance with the Orders of Approved Investments of the Minister of Finance			44	0	0
Total admissible assets (43 - 44)			45	687.969	671.980

c) Non-Life Business

Description of investments that cover the technical reserves of International Non-Life Business				31/12/2014	31/12/2013
Debt securities	Fixed interest	Approved securities	1	9.017	10.244
		Other securities	2	6.248	1.838
	Other than fixed interest	Approved securities	3	0	0
		Other securities	4	90	129
Shares in companies other than group undertakings	Listed	5	44	0	
	Unlisted	6	0	0	
Other variable yield securities			7	0	0
Money market bills, certificates of deposit and similar instruments			8	0	0

Units or other beneficial interests in collective investment funds		Falling within UCITS Directive	9	2.308	2.179		
		Other	10	1.283	977		
Beneficial interests in limited partnerships			11	0	0		
Deposits with approved credit institutions		Short term deposits	12	27.140	24.209		
		Other deposits	13	10.090	2.195		
Loans secured by mortgages			14	0	0		
Loans secured on policies of insurance			15	0	0		
Other loans		Secured	16	0	0		
		Unsecured	17	0	0		
Rights under derivative contracts			18	0	0		
Investments related undertakings		Insurance companies		Shares	19	0	0
				Debts	20	0	0
		Other companies		Shares	21	1.247	1.293
				Debts	22	0	0
Investments in group undertakings other than related undertakings		Insurance companies		Shares	23	0	0
				Debts	24	0	0
		Other companies		Shares	25	0	0
				Debts	26	525	197
Land			27	2.727	1.141		
Reversionary interests			28	0	0		
Equipment			29	80	94		
Debtors		Outstanding premiums		30	6.746	8.506	
		Owed by intermediaries		31	4.790	5.192	
		Owed by reinsurers		32	0	0	
		Other		33	0	0	
Reinsurers' share of technical provisions		Provision for unearned premiums		34	32.412	22.416	
		Claims outstanding		35	28.202	21.031	
		Provision for unexpired risks		36	0	0	
		Other		37	0	1.596	
Deferred acquisition costs			38	5.038	4.269		
Accrued interest and rent			39	0	213		
Other prepayments and accrued income			40	0	0		
Cash			41	13	10		
Other assets			42	192	112		
Total (1 to 42)			43	138.192	107.841		
Reductions for counter party exposure in accordance with the Orders of Approved Investments of the Minister of Finance			44	0	0		
Total admissible assets (43 - 44)			45	138.192	107.841		

Note: The amounts in (b) above, include the assets for the Life Business of Composite Undertakings, and the amounts in (c) above include the respective assets for the Non-Life Business of Composite Undertakings.

APPENDIX 3: Analysis of Claims and Expenses Incurred by type of business and by class of insurance

(I) CLAIMS INCURRED

(A) Non-Life Business

A3.1 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Table 1: Claims Data from Non-Life Technical Account (Euro Thousand) - 2014

	Total	Accident & Health	Motor Vehicle	Marine, Aviation & Transp.	Fire	General Liability	Credit	Miscell.
Gross Claims Incurred	195.239	69.683	93.222	551	22.439	7.497	117	1.730
Net Cl. Incurred	142.084	44.761	81.485	200	8.187	7.081	58	312

Note: "Net claims" means net of reinsurance.

Table 2: Claims Data from Non-Life Technical Account (Euro Thousand) - 2013

	Total	Accident & Health	Motor Vehicle	Marine, Aviation & Transp.	Fire	General Liabil.	Credit	Miscell.
Gross Cl. Incurred	206.193	65.946	106.041	826	20.968	11.662	35	714
Net Cl. Incurred	153.958	48.810	88.634	368	7.083	8.903	25	136

A3.2 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Table 3: Data from Non-Life Technical Account (Euro Thousand) - 2014

	Total	Accident & Health	Motor Vehicle	Marine, Aviation & Transp.	Fire	General Liability	Credit	Miscell.
Gross Claims Incurred	54.852	3.712	22.262	1.310	24.310	3.226	0	32
Net Cl. Incurred	40.961	3.537	18.826	833	14.960	2.798	0	7

Table 4: Data from Non-Life Technical Account (Euro Thousand) - 2013

	Total	Accident & Health	Motor Vehicle	Marine, Aviation & Transp.	Fire	General Liability	Credit	Miscell.
Gross Cl. Incurred	41.569	3.088	18.629	652	15.747	2.419	0	1.033
Net Cl. Incurred	29.496	2.653	17.224	569	7.159	1.888	0	4

(B) Life Business (Gross Claims Incurred for Individual and Group Contracts)**A3.3 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business****Table 1**

Claim Type	2014	2013
Deaths	28.371	29.826
Maturities	42.805	45.320
Annuities payments	481	0
Other Insured Events (Disabilities e.t.c.)	22.567	24.204
Surrenders	154.909	298.796
TOTAL:	249.133	398.146

A3.4 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business**Table 2**

Claim Type	2014	2013
Deaths	4.629	3.346
Maturities	18.828	25.814
Annuities payments	593	0
Other Insured Events (Disabilities e.t.c.)	-51	330
Surrenders	80.895	85.865
TOTAL:	104.894	115.355

(II) EXPENSES INCURRED

(A) Non-Life Business

A3.5 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Table 1: Data from Non-Life Technical Account (Euro Thousand)

	2014	2013
Gross expenses	115.228	125.478
Gross earned premiums	411.012	438.000
Ratio of Gross expenses over Gross earned premiums	28%	29%

A3.6 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Table 2: Data from Non-Life Technical Account (Euro Thousand)

	2014	2013
Gross expenses	40.889	35.292
Gross earned premiums	134.286	121.960
Ratio of Gross expenses over Gross earned premiums	30%	29%

(B) Life Business

A3.7 Domestic Business Undertakings and Branches of Non-EU Undertakings transacting mostly Domestic Business

Table 1

	2014	2013
Gross expenses	62.743	66.483
Gross earned premiums	285.383	308.419
Ratio of Gross expenses over Gross earned premiums	22%	22%

Note: For the purposes of calculating the ratios in the above Life Business table, the earned premiums were assumed to be equal to the written premiums.

A3.8 International Business Undertakings and Branches of Non-EU Undertakings transacting mostly International Business

Table 2

	2014	2013
Gross expenses	19.874	19.234
Gross earned premiums	75.305	77.314
Ratio of Gross expenses over Gross earned premiums	26%	25%

Note: For the purposes of calculating the ratios in the above Life Business table, the earned premiums were assumed to be equal to the written premiums.

APPENDIX 4: Insurance/Reinsurance Undertakings, which were transacting Domestic Business in Cyprus or International Business from Cyprus or both, as at 31/12/2014

Note: A full description of the insurance risks/classes, which are included in the Tables below, is given in a relevant Table in page 45.

A. CYPRIOT INSURANCE/REINSURANCE UNDERTAKINGS TRANSACTING MOSTLY DOMESTIC BUSINESS

A1

Non-Life Undertakings		Insurance Classes
1	Asfalistiki Eteria i Kentriki Ltd	1,2,3,6,7,8,9,10,12,13,15,16
2	Atlantic Insurance Public Co Ltd	1,2,3,5,6,7,8,9,10,11,12,13,15,16
3	CNP Insurance Ltd ^{1,3}	1,2,3,6,7,8,9,10,12,13,15,16
4	Commercial General Insurance Ltd	1,2,3,6,7,8,9,10,12,13,15,16
5	Cosmos Insurance Co Public Ltd	1,2,3,6,7,8,9,10,12,13,15,16
6	Ethniki General Insurance (Cyprus) Ltd	1,2,3,6,7,8,9,10,12,13,16
7	Eurosure Insurance Co Ltd	1,2,3,6,7,8,9,10,11,12,13,16
8	Gan Direct Insurance Ltd	1,3,7,8,9,10,12,13,16
9	General Insurance Co of Cyprus Ltd ¹	1,2,3,6,7,8,9,10,12,13,14,15,16,17,18
10	Hermes Insurance Ltd	14,15
11	Hydra Insurance Co Ltd	1,2,3,7,8,9,10,13,16,18
12	Hydrogios Insurance Co (Cyprus) Ltd	1,2,3,6,7,8,9,10,12,13,16
13	Pancyprian Insurance Ltd	1,2,3,6,7,8,9,10,12,13,15,16
14	Progressive Insurance Co Ltd	1,3,7,8,9,10,13,15,16
15	Royal Crown Insurance Co Ltd	1,2,3,6,7,8,9,10,12,13,15,16
16	Minerva Insurance Co Public Ltd	1,2,3,6,7,8,9,10,12,13,15,16
17	Liberty Life Insurance Public Co Ltd	1,2

Note: As from 2013, HD Insurance and Olympic Insurance have been reclassified and included in the International Business Undertakings, due to the fact that they had no Domestic Business or their non-Domestic Business exceeded their Domestic Business. Minerva Insurance and Liberty Insurance have been moved from the Composite Undertakings and Life undertakings sections, respectively, to this section, since as from 1/1/2013 for the first one and 31/12/2013 for the second one, these undertakings decided to stop transacting new Life Bus. and to maintain their existing Life portfolios on a run-off basis.

A2

Life Undertakings		Insurance Classes
1	American Life Insurance Co (CY) Ltd*	I,III, IV, VII & 1,2
2	Ethniki Insurance (Cyprus) Ltd	I,III,IV
3	EuroLife Ltd ²	I,III, IV, VII & 1,2
4	Hellenic Alico Life Insurance Co Ltd	I,III & 1,2
5	CNP CypriaLife Ltd ^{2,3,4}	I,III & 1,2
6	Universal Life Insurance Public Co Ltd	I,III, IV & 1,2

* American Life Insurance Co (CY) Ltd is the company to which the portfolio of American Life Insurance Co (Cyprus Branch) was transferred during 2013.

A3

Life & Non-Life (Composite) Undertakings		Insurance Classes
1	Alpha Insurance Ltd	I,III & 1,2,3,6,7,8,9,10,12,13
2	Prime Insurance Co Ltd	I,III,IV & 1,2,3,6,7,8,9,10,12,13,15,16

Notes for all the 3 tables in this part:

- 1) Insurance undertakings, which are also carrying out insurance business in Greece, under the Freedom of Establishment.
- 2) Insurance undertakings, which are also carrying out insurance business in Greece, under the Freedom of Services.
- 3) Insurance undertakings, which are also carrying out insurance business in the United Kingdom (UK), under the Freedom of Services.
- 4) Insurance undertakings also carrying out insurance business in Romania under the Freedom of Services.

B. CYPRIOT INSURANCE/REINSURANCE UNDERTAKINGS TRANSACTING MOSTLY INTERNATIONAL BUSINESS

B1

Non-Life Undertakings		Insurance Classes
1	Berytus Marine Insurance Co Ltd*	6,7
2	HD Insurance Ltd ⁵	1,3,7,10,17,18
3	MOL Reinsurance Co Ltd	8,16
4	Olympic Insurance Co Ltd ⁶	1,2,3,6,7,8,9,10,12,13,15,16,18
5	Trust International Insurance Co.(Cyprus) Ltd ⁷	1,2,3,6,7,8,9,10,12,13,16

*As from 30/10/2014 Berytus Marine insurance decided to stop transacting new or renewing existing Non-Life Business, and to maintain its existing portfolio on a run-off basis.

B2

Life Undertakings		Insurance Classes
1	Ancoria Insurance Public Ltd ⁸	I,III
2	MedLife Insurance Ltd	I,III

B3

Life & Non-Life (Composite) Undertakings		Insurance Classes
1	Grawe Reinsurance Ltd	Life I & Non-Life 1,8,9,13,16

Notes for all the 3 tables in this part:

- 5) Insurance undertaking which carries out all of its business in Greece, under the Freedom of Establishment.
- 6) Insurance undertaking also carrying out insurance business in Bulgaria, under the Freedom of Establishment.
- 7) Insurance undertaking which carries out reinsurance business outside Cyprus, for all the insurance classes shown above, and insurance business in Cyprus for classes 1,3,7,8,9,10,13 & 16.
- 8) Insurance undertaking which carries out most of its business in Sweden, under the Freedom of Establishment.

C. BRANCHES OF NON-EU INSURANCE/REINSURANCE UNDERTAKINGS, TRANSACTING MOSTLY DOMESTIC OR MOSTLY INTERNATIONAL BUSINESS

C1: Branches transacting mostly Domestic Business

None.

C2: Branches transacting mostly International Business

Non-Life Undertakings		Insurance Classes
1	Trust International Insurance and Reinsurance Co. B.S.C. (Closed) Trust Re	1,6,7,8,9,12,13,16

D. BRANCHES OF EU & EEA INSURANCE/REINSURANCE UNDERTAKINGS, TRANSACTING BUSINESS IN CYPRUS UNDER THE FOE REGIME

Insurance Undertakings		Insurance Classes
1	Allianz Greece SA	Life I & Non-Life 1,3,7,8,9,10,13,15
2	Lloyd's Underwriters	1,2,3,4,5,6,7,8,9,10,11,12,13,14,15,16,17,18
3	The British United Provident Association (BUPA) Insurance Ltd	1,2
4	Gasamamo Insurance Ltd*	1,3,7,8,9,10,13,16
5	AIG Europe Limited	1,2,3,4,5,6,7,8,9,10,11,12,13,14,15,16,17,18

* This undertaking transacts also reinsurance business for the same insurance classes.

E. EU & EEA INSURANCE/REINSURANCE UNDERTAKINGS, TRANSACTING BUSINESS IN CYPRUS UNDER THE FOS REGIME

As at 31/12/2014, the EU & EEA Insurance Undertakings, which had permission from their home supervisory authorities to provide insurance services in Cyprus under the FOS regime, were **442** (2013: 434). A list with the names of these insurance undertakings is available on the website of the Ministry of Finance (www.mof.gov.cy), under the Directorate of the Insurance Companies Control Service.

A summary Table by Home Country is provided below. The country with the most FOS Undertakings in Cyprus is the United Kingdom with 126 undertakings (2013: 124).

Home Country	Number of Undertakings
United Kingdom	126
Ireland	44
Luxembourg	33
Germany	31
France	21
The Netherlands	19
Sweden	15
Italy	15
Austria	14
Liechtenstein	14
Belgium	11
Poland	10
Malta	10
Greece	8
Denmark	7
Spain	7
Finland	7
Norway	7
Hungary	6
Czech Republic	6
Bulgaria	6
Gibraltar	5
Romania	5
Slovenia	4
Lithuania	3
Iceland	2
Estonia	2
Croatia	2
Latvia	2

INSURANCE RISKS/CLASSES CODES

NON-LIFE CLASSES

1 = Accident	10 = Motor Vehicle Liability
2 = Sickness	11 = Aircraft Liability
3 = Land Vehicle	12 = Liability for Ships
4 = Railway Rolling Stock	13 = General Liability
5 = Aircraft	14 = Credit
6 = Ships	15 = Suretyship
7 = Goods in Transit	16 = Miscellaneous Financial Loss
8 = Fire and Natural Forces	17 = Legal Expenses
9 = Other Damage to Property	18 = Assistance

LIFE CLASSES

I = Life Insurance Class	V = Tontine Class
II = Marriage and Birth Insurance Class	VI = Capital Redemption Class
III = Life Insurance Class Linked to Investments	VII = Management of Group Pension Funds or Provident Funds Class
IV = Permanent Health Insurance Class	VIII = Group Scheme Providence Class
	VIII= Similar Business to Social Insur. Class