

## From Aero Lloyd to Delvag

12.08.1924

The company was founded in Berlin under the name **Aero Lloyd AG**, with a capital stock of 50 000.– RM authorized for issue  
Shareholder 100 %: Deutsche Aero Lloyd AG, Berlin

16.04.1928

Transition of the total share holdings to Deutsche Luft Hansa AG

18.04.1928

Name change in **Deutsche Luftversicherungs AG**

20.05.1952

Reassessment of share capital and increase to 50 000.– DM

25.08.1954

Name change in **Deutsche Lufthansa Selbstversicherungs-AG** and removal of Head Office from Berlin to Cologne

27.06.1961

Increase of share capital to 1 000 000.– DM

21.12.1967

Increase of share capital to 3 000 000.– DM

06.09.1968

Name change in **Delvag Luftfahrtversicherungs-AG**

03.10.1973

Increase of share capital to 5 000 000.– DM

30.11.1975

Licence as a composite insurer

24.08.1978

Increase of share capital to 8 000 000.– DM

25.01.1980

Foundation of subsidiary company **Albatros Versicherungsdienste GmbH**  
Delvag share: 100 %

18.06.1985

Foundation of subsidiary company **Delvag Rückversicherungs-AG**  
Delvag share: 90 %

21.02.2003

Increase of share capital to 9 100 000.– Euro

In the following a translation of the Balance sheet as at December 31, 2010 as well as of the Profit and Loss Account for the 2010 business year.

# Balance sheet as at December 31, 2010

Assets	€	€	€	State as at 31.12.2010 €	State as at 31.12.2009 €
<b>A. Intangible assets</b>				<b>195 584.--</b>	<b>254 373.--</b>
<b>B. Investments</b>					
I. Real estate, rights to real estate and buildings, including leasehold buildings			1 003 008.30		1 034 031.13
II. Investments in affiliated companies and participations					
1. Shares in affiliated companies	5 974 148.45				5 974 148.45
2. Lendings to affiliated companies		--.--			3 689 780.01
			5 974 148.45		9 663 928.46
III. Other Investments					
1. Shares, investment certificates and other non-fixed-income securities	8 178 335.34				6 052 205.66
2. Bearer bonds and other fixed-income securities	29 871 182.78				31 343 736.28
3. Sundry lendings					
a) Registered bonds	30 683 532.95				31 377 561.33
b) Notes and loans	16 057 538.93				11 588 554.72
c) Other lendings	72 507.96				76 580.34
			46 813 579.84		43 042 696.39
4. Bank deposits	1 480 850.23				1 221 234.85
			86 343 948.19		81 659 873.18
IV. Reinsurance deposits			45 190.22		217 409.59
				<b>93 366 295.16</b>	<b>92 575 242.36</b>
<b>C. Receivables</b>					
I. Receivables on direct insurance business from:					
1. Policy holders	969 654.44				1 211 770.01
of which from affiliated companies: 4 767.99 €; 2009: 203 447.11 €					
2. Insurance agents and brokers	17 068 195.42				15 334 452.64
of which from affiliated companies: 6 959 769.64 €; 2009: 13 579 770.75 €					
			18 037 849.86		16 546 222.65
II. Reinsurance accounts receivable			2 657 301.93		1 581 441.50
of which from affiliated companies: 393 328.77 €; 2009: --.-- €					
III. Other receivables			25 471 363.30		18 743 769.61
of which from affiliated companies: 21 004 256.91 €; 2009: 15 177 758.41 €					
				<b>46 166 515.09</b>	<b>36 871 433.76</b>
<b>D. Sundry assets</b>					
I. Tangible assets and inventories			381 873.--		346 793.--
II. Current accounts with banks, cheques and cash			1 310 937.05		800 293.85
				<b>1 692 810.05</b>	<b>1 147 086.85</b>
<b>E. Deferred items</b>					
I. Deferred interest and rent receivable			1 203 765.06		1 338 907.21
II. Other deferred items			196 381.54		44 302.97
				<b>1 400 146.60</b>	<b>1 383 210.18</b>
<b>F. Total assets</b>				<b>142 821 350.90</b>	<b>132 231 346.15</b>

Liabilities	€	€	State as at 31.12.2010 €	State as at 31.12.2009 €
<b>A. Shareholders' equity</b>				
I. Share capital		9 100 000.--		9 100 000.--
II. Capital reserve		230 000.--		230 000.--
III. Retained earnings				
1. legal reserve	680 000.--			680 000.--
2. other retained earnings	26 044 000.--			24 544 000.--
		26 724 000.--		25 224 000.--
			<b>36 054 000.--</b>	<b>34 554 000.--</b>
<b>B. Underwriting reserves</b>				
I. Unearned premiums				
1. Gross amount	9 719 769.58			7 621 611.60
2. less:				
reinsured portion	6 818 951.04			5 511 755.47
		2 900 818.54		2 109 856.13
II. Reserve for outstanding claims				
1. Gross amount	115 434 147.71			110 081 034.75
2. less:				
reinsured portion	70 304 255.15			66 801 602.04
		45 129 892.56		43 279 432.71
III. Reserve for profit- and non-profit- related premium refund				
1. Gross amount	671 570.76			296 232.53
2. less:				
reinsured portion	--,--			--,--
		671 570.76		296 232.53
IV. Equalization and similar reserves		17 618 200.--		15 444 500.--
			<b>66 320 481.86</b>	<b>61 130 021.37</b>
<b>C. Other reserves</b>				
I. Reserves for pensions and similar obligations		10 297 467.91		9 836 098.34
II. Sundry reserves		3 251 357.34		3 453 347.93
			<b>13 548 825.25</b>	<b>13 289 446.27</b>
<b>D. Other liabilities</b>				
I. Payables on direct insurance business to				
1. Policy holders	63 527.26			115 571.40
of which to affiliated companies: 25 000.-- €; 2009: 86 147.33 €				
2. Insurance agents and brokers	536 952.68			480 513.20
		600 479.94		596 084.60
II. Reinsurance accounts payable		17 081 379.92		15 151 981.34
of which to affiliated companies: 685 746.42 €; 2009: 5 236 141.24 €				
III. Sundry liabilities		9 208 949.67		7 499 716.18
of which taxes: 933 847.40 €; 2009: 349 902.48 €				
of which to affiliated companies: 7 375 545.26 €; 2009: 6 987 645.50 €				
of which within social security: 35 694.-- €; 2009: 47 592.-- €				
			<b>26 890 809.53</b>	<b>23 247 782.12</b>
<b>E. Deferred items</b>			<b>7 234.26</b>	<b>10 096.39</b>
<b>F. Total liabilities</b>			<b>142 821 350.90</b>	<b>132 231 346.15</b>

# Profit and Loss Account for the 2010 business year

	€	€	2010 €	2009 €
<b>I. Underwriting account</b>				
1. Earned premiums net of reinsurance				
a) Gross premiums	63 306 412.63			51 274 886.29
b) Surrendered reinsurance premiums	././ 38 441 301.86			././ 30 503 007.09
		24 865 110.77		20 771 879.20
c) Change in unearned premiums	././ 1 491 017.30			368 729.91
d) Change in the reinsurers' share of the unearned premiums	857 363.77			././ 37 243.42
		././ 633 653.53		331 486.49
			24 231 457.24	21 103 365.69
2. Claims expenditure net of reinsurance				
a) Claims payments				
aa) Gross amount	././ 51 759 560.33			././ 35 816 318.56
bb) Reinsurers' share	34 955 449.62			28 155 505.12
		././ 16 804 110.71		././ 7 660 813.44
b) Change in reserve for outstandings claims				
aa) Gross amount	2 487 968.38			././ 6 276 077.78
bb) Reinsurers' share	././ 1 349 508.12			470 352.60
		1 138 460.26		././ 5 805 725.18
			././ 15 665 650.45	././ 13 466 538.62
			88.83	25 000.--
3. Change in the other net underwriting reserves				
4. Expenditure relating to profit-related and non-profit-related premium refunds net of reinsurance			././ 557 533.47	././ 312 169.03
5. Insurance business expenditure net of reinsurance				
a) Gross expenses for insurance business	././ 7 473 169.25			././ 7 762 961.40
b) Less: commission and profit commission from reinsured business		6 223 566.47		5 010 275.48
			././ 1 249 602.78	././ 2 752 685.92
6. Sundry underwriting expenses net of reinsurance			-- --	././ 23.15
7. Subtotal			6 758 759.37	4 596 948.97
8. Change in the equalization and similar reserves			././ 2 173 700.--	././ 2 724 200.--
9. Underwriting result net of reinsurance			4 585 059.37	1 872 748.97
<b>II. Investment and general account</b>				
1. Investment income				
a) Income from participations of which in affiliated companies: 1 849.06 €; 2009: 622.88 €				
aa) Income from real estate and rights to real estate and buildings, including leasehold buildings	201 952.68			209 151.24
bb) Income from other investments	2 522 834.42			2 770 354.80
		2 724 787.10		2 979 506.04
b) Income from appreciation in value		78 109.12		749 027.85
c) Income from the disposal of investments		139 166.70		177 014.56
d) Income from profit pools or profit (total or partial) transfer agreements		11 247 010.85		9 279 333.88
			14 189 073.77	13 184 882.33
2. Investment expenses				
a) Expenses for the administration of investments, interest expenditure and other expenditure on investments	././ 355 911.04			././ 387 286.50
b) Depreciation on investments	././ 140 739.12			././ 173 525.70
c) Losses from the disposal of investments	././ 81 274.09			././ 57 725.14
		././ 577 924.25		././ 618 537.34
			13 611 149.52	12 566 344.99
3. Sundry income		9 585 496.72		9 603 090.11
4. Sundry expenditure	././ 12 786 432.57			././ 11 995 103.28
			././ 3 200 935.85	././ 2 392 013.17
5. Normal business result			14 995 273.04	12 047 080.79
6. Extraordinary income		6 600.--		-- --
7. Extraordinary expenditure	././ 579 362.--			-- --
8. Extraordinary result		././ 572 762.--		-- --
9. Taxes on income and profits of which taxes of the Group: 5 079 837.85 €; 2009: 3 306 129.12 €	././ 5 193 082.81			././ 3 434 696.14
10. Other taxes of which taxes of the Group: 333 062.69 €; 2009: 110 361.67 €	././ 363 847.18			././ 136 857.69
			././ 5 556 929.99	././ 3 571 553.83
11. Profit transferred in accordance with profit pool or profit (total or partial) transfer agreement			././ 7 365 581.05	././ 6 975 526.96
12. Profit of the year			1 500 000.--	1 500 000.--
13. Transfer to retained earnings to other retained earnings			././ 1 500 000.--	././ 1 500 000.--
14. Net profit of the year			-- --	-- --