

# Delvag Excerpts from Annual Report 2014

## From Aero Lloyd to Delvag

1924-08-12

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

1928-04-16

Transition of the total share holdings to Deutsche Luft Hansa AG

1928-04-18

Name change in **Deutsche Luftversicherungs AG**

1952-05-20

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

1954-08-25

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

1961-06-27

Increase of share capital to 1 000 000.– DM

1967-12-21

Increase of share capital to 3 000 000.– DM

1968-09-06

Name change in **Delvag Luftfahrtversicherungs-AG**

1973-10-03

Increase of share capital to 5 000 000.– DM

1975-11-30

Licence as a composite insurer

1978-08-24

Increase of share capital to 8 000 000.– DM

1980-01-25

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

1985-06-18

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

2003-02-21

Increase of share capital to 9 100 000.– Euro

2013-08-28

Increase of share capital to 25 000 000.– Euro

In the following a translation of the Balance sheet as at December 31, 2014 as well as of the Profit and Loss Account for the 2014 business year.

# Balance sheet as at December 31, 2014

Assets	€	€	€	State as 2014-12-31 €	State as 2013-12-31 €
<b>A. Intangible assets</b>				<b>133 488.--</b>	<b>152 323.--</b>
<b>B. Investments</b>					
I. Investments in affiliated companies and participations					
Shares in affiliated companies			5 974 148.45		5 974 148.45
II. Other Investments					
1. Shares, investment certificates and other non-fixed-income securities		15 600 319.20			13 398 148.72
2. Bearer bonds and other fixed-income securities		28 363 536.38			25 317 223.31
3. Sundry lendings					
a) Registered bonds	21 111 672.28				30 113 270.63
b) Notes and loans	17 120 468.25				14 469 615.70
c) Other lendings	--.--				80 144.15
		38 232 140.53			44 663 030.48
4. Bank deposits		7 397 001.76			8 678 043.94
			89 592 997.87		92 056 446.45
III. Reinsurance deposits			39 568.70		43 240.84
				<b>95 606 715.02</b>	<b>98 073 835.74</b>
<b>C. Receivables</b>					
I. Receivables on direct insurance business from:					
1. Policy holders		606 197.70			436 129.30
of which from affiliated companies: 63 821.33 €; 2013: 34 859.-- €					
2. Insurance agents and brokers		12 837 177.84			12 142 899.92
of which from affiliated companies: 492 396.47 €; 2013: 429 116.05 €					
			13 443 375.54		12 579 029.22
II. Reinsurance accounts receivable of which from affiliated companies:			2 733 768.84		1 888 720.94
III. Other receivables			30 134 326.14		29 800 258.11
of which from affiliated companies: 27 777 365.11 €; 2013: 26 070 339.76 €					
				<b>46 311 470.52</b>	<b>44 268 008.27</b>
<b>D. Sundry assets</b>					
I. Tangible assets and inventories			215 057.--		169 503.--
II. Current accounts with banks, cheques and cash			948 445.42		775 483.89
				<b>1 163 502.42</b>	<b>944 986.89</b>
<b>E. Deferred items</b>					
I. Deferred interest and rent receivable			706 959.86		738 706.79
II. Other deferred items			216 841.96		406 220.74
				<b>923 801.82</b>	<b>1 144 927.53</b>
<b>F. Total assets</b>				<b>144 138 977.78</b>	<b>144 584 081.43</b>

<b>Liabilities</b>	€	€	<b>State as 2014-12-31 €</b>	State as 2013-12-31 €
<b>A. Shareholders' equity</b>				
I. Share capital		25 000 000.--		25 000 000.--
II. Capital reserve		1 000 000.--		1 000 000.--
III. Retained earnings				
1. legal reserve	2 500 000.--			1 500 000.--
2. other retained earnings	17 000 000.--			16 500 000.--
		19 500 000.--		18 000 000.--
			<b>45 500 000.--</b>	<b>44 000 000.--</b>
<b>B. Underwriting reserves</b>				
I. Unearned premiums				
1. Gross amount	13 024 108.40			10 839 460.42
2. less:				
reinsured portions	9 439 945.35			7 862 257.32
		3 584 163.05		2 977 203.10
II. Reserve for outstanding claims				
1. Gross amount	86 175 666.97			91 456 259.90
2. less:				
reinsured portions	54 578 598.89			60 692 618.70
		31 597 068.08		30 763 641.20
III. Reserve for profit- and non-profitrelated premium refund				
1. Gross amount	92 633.70			238 387.53
2. less:				
reinsured portions	--,--			--,--
		92 633.70		238 387.53
IV. Equalization and similar reserves		18 806 800.--		17 651 600.00
			<b>54 080 664.83</b>	<b>51 630 831.83</b>
<b>C. Other reserves</b>				
I. Reserves for pensions and similar obligations		11 764 139.20		13 931 805.--
II. Sundry reserves		5 199 430.12		4 753 668.84
			<b>16 963 569.32</b>	<b>18 685 473.84</b>
<b>D. Other liabilities</b>				
I. Payables on direct insurance business to				
1. Policy holders	589 488.71			437 562.01
of which to affiliated companies: 564 480.67 €; 2013: 339 811.61 €				
2. Insurance agents and brokers	342 449.37			210 394.76
		931 938.08		647 956.77
II. Reinsurance accounts payable		15 922 835.14		20 447 124.73
of which to affiliated companies: 1 467 477.22 €; 2013: 1 849 300.58 €				
III. Sundry liabilities		10 739 970.41		9 172 694.26
of which taxes: 510 980.27 €; 2013: 374 821.73 €				
of which to affiliated companies: 10 256 767.29 €; 2013: 8 383 617.55 €				
			<b>27 594 743.63</b>	<b>30 267 775.76</b>
<b>E. Total liabilities</b>			<b>144 138 977.78</b>	<b>144 584 081.43</b>

# Profit and Loss Account for the 2014 business year

	€	€	2014 €	2013 €
<b>I. Underwriting account</b>				
1. Earned premiums net of reinsurance				
a) Gross premiums	64 334 992.85			55 538 533.83
b) Surrendered reinsurance premiums	./. 35 096 148.34			./. 30 764 620.09
		29 238 844.51		24 773 913.74
c) Change in unearned premiums	./. 1 297 900.96			2 997 622.10
d) Change in the reinsurers' share of the unearned premiums	923 789.74			./. 2 635 035.92
		./. 374 111.22		362 586.18
			28 864 733.29	25 136 499.92
2. Interest on technical provisions for own account net of reinsurance			30 186.--	25 694.--
3. Claims expenditure net of reinsurance				
a) Claims payments				
aa) Gross amount	./. 36 608 354.28			./. 39 710 360.19
bb) Reinsurers' share	20 279 044.86			24 183 681.10
		./. 16 329 309.42		./. 15 526 679.09
b) Change in reserve for outstandings claims				
aa) Gross amount	9 197 021.65			9 912 549.84
bb) Reinsurers' share	./. 9 044 633.86			./. 7 545 740.61
		152 387.79		2 366 809.23
			./. 16 176 921.63	./. 13 159 869.86
4. Change in the other net underwriting reserves			316.67	33.93
5. Expenditure relating to profit-related and non-profit-related premium refunds net of reinsurance			./. 211 474.15	./. 441 076.84
6. Insurance business expenditure net of reinsurance				
a) Gross expenses for insurance business	./. 8 580 829.96			./. 8 383 198.75
b) Less: commission and profit commission from reinsured business	4 815 647.05			4 187 156.50
		./. 3 765 182.91		./. 4 196 042.25
7. Subtotal			8 741 657.27	7 365 238.90
8. Change in the equalization and similar reserves			./. 1 155 200.--	./. 526 700.--
9. Underwriting result net of reinsurance			7 586 457.27	6 838 538.90
<b>II. Investment and general account</b>				
1. Investment income				
a) Income from participations				
of which in affiliated companies: --.-- €; 2013: 8.33 €				
aa) Income from real estate and rights to real estate and buildings, including leasehold buildings	--.--			53 144.07
bb) Income from other investments	1 463 845.43			1 587 949.42
		1 463 845.43		1 641 093.49
b) Income from appreciation in value		34 351.91		313.32
c) Income from the disposal of investments		1 529 422.35		2 089 121.28
d) Income from profit pools or profit (total or partial) transfer agreements		11 589 343.13		11 648 375.49
			14 616 962.82	15 378 903.58
2. Investment expenses				
a) Expenses for the administration of investments, interest expenditure and other expenditure on investments	./. 409 662.84			./. 455 704.50
b) Depreciation on investments	./. 384 534.28			./. 383 185.78
c) Losses from the disposal of investments	./. 85 954.36			./. 113 816.74
d) Expenses from loss transfer	--.--			./. 14 418.25
		./. 880 151.48		./. 967 125.27
			13 736 811.34	14 411 778.31
3. Interest on technical provisions for own account			./. 30 186.--	./. 25 694.--
			13 706 625.34	14 386 084.31
4. Sundry income		10 059 949.79		10 595 902.85
arising from currency conversions: 763 552.70 €; 2013: 57 906.64 €				
5. Sundry expenditure		./. 12 678 368.57		./. 12 380 776.72
arising from currency conversions: ./: 388 000.-- €; 2013: ./: 488 319.18 €				
		./. 2 618 418.78		./. 1 784 873.87
6. Normal business result			18 674 663.83	19 439 749.34
7. Taxes on income and profits		./. 6 653 188.63		./. 6 647 789.05
of which taxes of the Group: ./: 6 546 967.45 €; 2013: ./: 6 671 737.12 €				
8. Other taxes		./. 320 516.76		./. 232 342.74
of which taxes of the Group: ./: 319 865.25 €; 2013: ./: 229 691.46 €				
		./. 6 973 705.39		./. 6 880 131.89
9. Profit transferred in accordance with profit pool or profit transfer agreements			./. 10 200 958.44	./. 8 383 617.55
10. Profit of the year			1 500 000.--	4 176 000.--
11. Allocation to revenue reserves				
a) to legal reserve	./. 1 000 000.--			./. 820 000.--
b) to other revenue reserves	./. 500 000.--			./. 3 356 000.--
		./. 1 500 000.--		./. 4 176 000.--
12. Net profit of the year			--.--	--.--