

## **1) Independent Auditor's Report**

### **To the members of the Private Life Insurance Guarantee Fund**

#### **Audit Report on the Financial Statements**

##### **Opinion**

We have audited the accompanying financial statements of the Private Law Entity "Private Life Insurance Guarantee Fund" ("Guarantee Fund"), which comprise the statement of financial position dated 31st December 2023, the income statement and the statement of changes in equity for the year ended on that date, as well as the Notes section annexed thereto.

In our opinion, the accompanying financial statements give, in all material respects, a true and fair financial position of the Private Law Entity "Private Life Insurance Guarantee Fund" as of 31st December 2023 and its financial performance and cash flows for the year then ended, in compliance with the applicable provisions of Law 4308/2014.

##### **Basis for Opinion**

We conducted our audit, pursuant to the International Audit Standards (IAS), as transposed in Greek legislation. Our responsibilities, according to such standards are further described in the paragraph hereof entitled of our report "Auditor's responsibilities for the Audit of Financial Statements". We are independent of the Company, pursuant to the Code of Ethics for Professional Auditors of the International Ethics Standards Board for Accountants, as transposed in Greek legislation, and the ethics requirements relating to the audit of financial statements in Greece, and we have fulfilled our ethical obligations according to the requirements of applicable laws and the said Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

##### **Emphasis on Matters**

We draw attention to the following matters: 1) Note 10 of the appendix "Equity" mentions that despite the existence of negative equity, the Guarantee Fund's ongoing concern is not affected given that the determination and collection of annual contributions from its member companies are defined by the establishment Law, therefore preserving a continued inflow of resources. Furthermore, according to the possibilities allowed by virtue of the establishment law (last sections of indent i, para. 3 of article 2, Law 3867/2010), there is a relevant provision for possible ways of additional funding. It is also highlighted that the working capital on 31.12.2023 amounts to EUR 72.21 million and is sufficient to cover the Guarantee Fund's short-term liabilities. 2) Note 12 of the appendix "Provisions for beneficiaries' claims from life insurance of insurance companies under liquidation"; it is therein mentioned that the provision of a total amount of EUR 124 million for claims to life insurance beneficiaries from companies whose license had been revoked prior to the publication of Law 3867/2010 was calculated on the basis of assumptions (e.g. discount rate, timing of the liability) that are reviewed on each reference date of the financial accounts in order to recognise the current estimate of the liability, taking into account Law 5024/2023 paragraph 3 article 35, which is particular significant for the estimation of the provision, the information submitted by liquidations, in implementation of article 92 of Law 4714/31.7.2020, of the article 139 of Law 4972/2022, as well as article 2(5) of Law 3867/2010 where it is laid down that the Guarantee Fund shall pay to policyholders 70% of the claim from insurance that is not satisfied by the proceeds of liquidation.

Our opinion is not qualified in respect of these matters.

##### **Other information**

The management is responsible for other information. Other information is comprised in the Annual Report of the Management Committee, of which a relevant reference is made in the "Report on other Legal and Regulatory Requirements".

Our opinion on the financial statements does not cover other information and we do not hereby express any assurance conclusion thereon.

Concerning our audit of the financial statements, our responsibility is to read other information and thereby examine whether such other information is substantially inconsistent with the financial statements or the knowledge we acquired during the audit or appear otherwise substantially wrong. If, on the basis of our work, we conclude that there is a substantial error in such other information, we are obliged to report such fact. We have nothing to report on this matter.

### **Management's Responsibilities for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the applicable provisions of Law 4308/2014, as well as for those internal controls that the Management deems necessary to enable the preparation of financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In the preparation of the financial statements, management is responsible for evaluating the ability of the private law entity to continue its activity, disclosing, when necessary, matters relating to going concern and the use of the accounting principle of ongoing concern.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objective is to obtain fair assurance as to whether the financial statements, in their entirety, are free from material misstatement due to fraud or error and issue an auditor's report comprising our opinion. Fair assurance is high-level assurance but does not amount to a guarantee that the audit conducted according to the International Accounting Standards, as transposed in Greek legislation, will always identify material misstatements, if any. Misstatements may be due to fraud or error and are considered material when, individually or cumulatively, could be reasonably expected to affect the financial decisions of the users, made on the basis of such financial statements.

In our audit, pursuant to the IAS, as transposed in Greek legislation, we apply professional judgment and maintain professional scepticism throughout the audit. Moreover:

- We identify and evaluate risks of material misstatement in the financial statements due to fraud or error, planning and conducting audit procedures in response to such risks and we obtain audit evidence that are sufficient and suitable to provide a basis for our opinion. The risk of non-identification of a material misstatement due to fraud is higher than the risk due to error, since fraud can involve collusion, forgery, intentional omissions, false assurances or circumvention of the internal control.
- We comprehend the audit-relevant internal control with an aim to design audit procedures that are appropriate in the circumstances but not for the purpose of expressing an opinion on the effectiveness of the private law entity's internal control.
- We evaluate the appropriateness of accounting principles and methods used and the reasonableness of accounting estimates and relevant disclosures made by the Management.
- We rule on the appropriateness of the management's use of the accounting principle of going concern and, on the basis of audit evidence obtained, on whether there is material uncertainty about facts or conditions that may indicate material uncertainty as to the ability of the Legal Entity to continue its activities. If we conclude that there is material uncertainty, we are obliged in our auditor's report to draw attention to such disclosures in the financial statements or, if such disclosures are insufficient, to differentiate our opinion. Our conclusions are based on audit evidence obtained by the date of the auditor's report. However, future events or conditions may result in the Legal Entity ceasing to operate as an ongoing concern.
- We evaluate the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements reflect the underlying transactions and facts in a manner achieving fair presentation.

Among other matters, we notify the management of the planned extent and schedule of the audit, as well as significant audit findings, including any substantial deficiencies in internal control that we identify during our audit.

### **Report on other Legal and Regulatory Requirements**

Taking into consideration that the Management is responsible for the preparation of the Annual Report of the private law entity “Private Life Insurance Guarantee Fund”, in accordance with the provisions of paragraph 5 of Article 2 (Part B) of Law 4336/2015, we note that:

- a) In our opinion, the Annual Report of the private law entity “Private Life Insurance Guarantee Fund” has been prepared in accordance with the applicable legal requirements of articles of Law 3867/2010 and its content corresponds to the attached financial statements of the fiscal year ended on 31.12.2023;
- b) On the basis of the knowledge we have acquired during our audit on the private law entity “Private Life Insurance Guarantee Fund” and its environment, we have not identified any material misstatements in the Annual Report of its Management Committee for the year ended on 31.12.2023.

Athens, 24 April 2024  
The Certified Auditor Accountant

Vaios A. Rizoulis

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## 2) Financial Position Statement

**PRIVATE LIFE INSURANCE GUARANTEE FUND Private Law Entity**  
**BALANCE SHEET dated 31 DECEMBER 2023**  
**14<sup>th</sup> FISCAL YEAR (01.01.2023 - 31.12.2023)**

ASSETS				LIABILITIES			
	Note	2023	2022		Note	2023	2022
				<i>Amounts in EUR</i>			
<b>Non-current assets</b>				<b>Equity</b>			<b>(restated)</b>
<i>Fixed assets</i>							
Fixed Assets		0.09	0.08	Paid-up capital			
<i>Sub-total</i>	4	0.09	0.08	Start-up capital	10	1,505,431.37	1,505,431.37
<i>Other non-current assets</i>				<i>Sub-total</i>		1,505,431.37	1,505,431.37
Claims from insurance companies under liquidation	5	4,881,000.00	8,815,653.98				
<i>Sub-total</i>		4,881,000.00	8,815,653.98	Outturns carried forward (Surplus/(Deficit))			
				From previous financial years	11	(64,880,568.56)	(78,904,516.59)
<b>Total non-current assets</b>		<b>4,881,000.09</b>	<b>8,815,654.06</b>	In the current year	26	15,419,264.98	14,023,948.03
				Fair value reserve		50,099.68	-105,003.57
				<i>Sub-total</i>	10	<b>(49,411,203.90)</b>	<b>(64,985,572.13)</b>
<b>Current assets</b>				<b>Total equity</b>		<b>(47,905,772.53)</b>	<b>(63,480,140.76)</b>
<i>Financial and other assets</i>							
Claims from insurance companies under liquidation	5	183,589.02	1,266,478.24				
Claims from contributions	6	2,683,265.07	2,847,504.92				
Other claims	7	124,519.26	122,803.35				
Debt securities	8	45,708,520.55	40,196,664.79				
<i>Sub-total</i>		48,699,893.90	44,443,451.39				
<i>Financial assets and down payments</i>							
Accrued income/expenses of the period		239,462.08	5,476.79				
Cash and cash equivalents	9	34,639,180.36	38,763,929.07				
<i>Sub-total</i>		34,978,642.44	38,769,405.86				
				<b>Provisions</b>			
Total				Provisions for employee benefits	11	5,022.20	4,134.67
<b>Total current assets</b>		<b>83,678,536.34</b>	<b>83,202,857.16</b>	Provisions for benefits coverage to beneficiaries under L.3867/2010	12	124,998,759.43	150,986,195.60
						0.00	0.00
				<b>Total provisions</b>		<b>125,003,781.63</b>	<b>150,990,330.27</b>

				<b>Liabilities</b>			
				<i>Long term liabilities</i>			
				Beneficiaries of coverage under art.2 of L. 3867/2010	12	0.00	3,190,895.07
				<i>Short term liabilities</i>			
				Suppliers	16	128.33	3,237.98
				Income tax	13	245,868.68	17,531.03
				Other taxes and duties		8,306.54	8,066.02
				Social security organisations	14	9,407.91	9,235.42
				Beneficiaries of coverage under art.2(5) L. 3867/2010	12	11,183,589.02	1,266,478.24
				Accrued expenses	15	14,226.85	12,877.95
				<i>Total</i>		<i>11,461,527.33</i>	<i>1,317,426.64</i>
				<b>Total liabilities</b>		<b>11,461,527.33</b>	<b>4,508,321.71</b>
<b>TOTAL ASSETS</b>		<b>88,559,536.43</b>	<b>92,018,511.22</b>	<b>TOTAL EQUITY, PROVISIONS &amp; LIABILITIES</b>		<b>88,559,536.43</b>	<b>92,018,511.22</b>

\*More information on restatement see in note 33.

### 3) Income Statement

#### STATEMENT OF COMPEHENSIVE INCOME on 31 December 2023 (01.01.2023 to 31.12.2023)

<b>INCOME STATEMENT dated 31 DECEMBER 2023 (01.01.2023 to 31.12.2023)</b>			
	<b>Note</b>		<b>2022 (restated)</b>
Income (Contributions)	17	14,156,099.83	14,219,277.27
Other income	18	10,050.26	10,502.94
Staff and third-party Benefits	19	(277,564.75)	(240,115.99)
Depreciations	4	(172.99)	(138.99)
Other expenses and losses	20	(53,418.79)	(56,033.14)
Provision for beneficiaries' claims coverage	12	0.00	0.00
Adjustment of impaired claims of insurance undertakings under liquidation		117,833.29	0.00
Other profits		0.00	0.00
<b>Earnings Before Interest and Taxes (EBIT)</b>		<b>13,952,826.85</b>	<b>13,933,492.09</b>
Credit interest & similar income	21	1,764,470.65	114,072.07
Debit interest & similar expenses	22	(5,248.37)	(3,878.28)
<b>Result (Surplus) before tax</b>		<b>15,712,049.13</b>	<b>14,043,685.88</b>
Income tax	15	(292,784.15)	(19,737.85)
<b>Result (Surplus) of the period after tax</b>	26	<b>15,419,264.98</b>	<b>14,023,948.03</b>

\*For more information on restatement, see note 33.

### 4) Statement of Changes in Equity

	Start-up capital	Fair value differences	Results carried forward	Total
<b>Balance on 01.01.2022 (published)</b>	<b>1,505,431.37</b>	<b>6,753.95</b>	<b>(78,919,189.91)</b>	<b>(77,407,004.59)</b>
Change in accounting policy (note 33)	-	-	14,673.32	14,673.32
<b>Balance on 01.01.2022 (restated)</b>	<b>1,505,431.37</b>	<b>6,753.95</b>	<b>(78,904,516.59)</b>	<b>(77,392,331.27)</b>
Changes of assets in the period	-	(111,757.52)	-	(111,757.52)
Outturns (Surplus/(Deficit) of the period	-	-	14,023,948.03	14,023,948.03
<b>Outturns on 31.12.2022</b>	<b>1,505,431.37</b>	<b>(105,003.57)</b>	<b>(64,880,568.56)</b>	<b>(63,480,140.76)</b>
Changes of assets in the period	-	155,103.25	-	155,103.25
Results (Surplus/(Deficit) of the period	-	-	15,419,264.98	-
<b>Balance on 31.12.2023</b>	<b>1,505,431.37</b>	<b>50,009.68</b>	<b>(49,461,303.58)</b>	<b>(47,905,772.53)</b>

Athens, 23 April 2024

THE CHAIRMAN OF THE  
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