



Report of the Supervisory Board of CIG Pannónia Life Insurance Public Limited Company (Company) on the financial statements prepared by the Company and the proposal for the distribution of after-tax profit

(prepared for the Annual General Meeting of the Company convened on April 19, 2022)

The Supervisory Board states that in accordance with point IV. a) of its rules of procedure, it has examined and subsequently discussed at its meeting held on March 28, 2022 all proposals submitted to the Annual General Meeting (**General Meeting**) to be held on April 19, 2022, and proposes these proposals to the General Assembly for adoption.

In addition to the proposal set out above, the Supervisory Board also highlights the following:

The Supervisory Board examined the consolidated financial statements of the Company for the financial year 2021. During the submission of the quarterly reports to the Managing Board, the Supervisory Board also got to know the consolidated interim financial statements of the Company in full and formed an opinion on their contents.

The Supervisory Board has determined that the Company has carried out the consolidation in accordance with the applicable regulations, as evidenced by the audited consolidated financial statements.

Based on the contents of the individual and consolidated financial statements of the CIG Pannónia Group for 2021, which are submitted to the General Meeting, and by the analysis and statement of assurance by the **MAZARS Auditing and Consulting Limited Liability Company** (registered office: 1123 Budapest, Nagyenyed utca 8-14; company registration number: 01-09-078412; tax number: 10618684-2-43; Chamber of Auditors registration number: 000220; **Auditor**) and also based on its experience in discussing the report, the Supervisory Board agrees with the contents of the Proposal of the Managing Board prepared for the Annual General Meeting, and therefore **strongly recommends** it to the Honorable Meeting **for approval**.

1. a) SEPARATE FINANCIAL STATEMENTS AND BUSINESS REPORTS FOR 2020 PREPARED ON THE BASIS OF THE INTERNATIONAL FINANCIAL REPORTING STANDARDS ADOPTED BY THE EUROPEAN UNION, together with all its annexes

**with HUF 123 164 452 000, balance sheet total
with HUF 1 160 677 000 profit after tax, and
with HUF -1 030 927 000 total comprehensive income.**



1. b) CONSOLIDATED FINANCIAL STATEMENTS AND CONSOLIDATED BUSINESS REPORTS FOR 2020 PREPARED ON THE BASIS OF THE INTERNATIONAL FINANCIAL REPORTING STANDARDS ADOPTED BY THE EUROPEAN UNION, together with all its annexes

**with HUF 127 784 290 000 balance sheet total,
with HUF 1 681 875 000 profit after tax, and
with HUF -693 523 000 total comprehensive income.**

2. The Supervisory Board welcomes the proposal made by the Managing Board following its 2020 proposal that the Managing Board should re-evaluate and reconsider the possibility of paying dividends for the 2021 business year, in addition to the need to implement transparent and dynamic growth plans of the Company's management. The proposal for the payment of the profit generated in 2021 and the available profit reserve as a dividend is proposed to the General Meeting for approval together with the figures included therein.
3. The Supervisory Board also supports that the General Meeting elects - subject to the granting of the relevant license of the Central Bank of Hungary and the validity thereof - dr. István Fedák, dr. Gábor Miklós Dakó and dr. Péter Bogdánffy, as a member of the Managing Board for a term of five (5) years with the proviso that dr. István Fedák, dr. Gábor Miklós Dakó may not receive remuneration for the performance of his duties.
4. The Supervisory Board agrees that the General Meeting elects Ildikó Ginzer and János Tima as members of the Company's Supervisory Board and Audit Committee for a period of up to five (5) years, subject to the issuance of the relevant license of the Central Bank of Hungary and the validity thereof, with the proviso that the members of the Supervisory Board / Audit Committee to be elected shall be remunerated in accordance with the principle, rules and extent already established.

Budapest, March 28, 2022

János Tima
Chairman of the Supervisory Board