



The report of the Supervisory Board of CIG Pannónia Life Insurance Plc. (Company) on the financial reports of the Company for the year 2025 and the recommendation on the distribution of the profit after tax

(prepared for the Annual General Meeting of the Company convened for 20. April 2025.)

The Supervisory Board confirms to have inspected as per Section IV (a) of its Rules of Procedures and thereafter discussed on its session held on 27 March 2026. all proposals submitted before the Annual General Meeting convened for 20 April 2026 (**General Meeting**), and agrees to all of thereof, and suggests thereof for approval by the General Meeting.

In addition to its general proposal, the Supervisory Board draws particular attention to the following:

- (i) The Life Insurance Company's consolidated profit increased, its net profit reached nearly 4 billion forints, and our consolidated premium income also grew by 4% year-over-year, exceeding 59.8 billion forints,
- (ii) The various distribution channels contributed to the 4% increase in premium income to varying degrees: the banking channel increased premium income from its portfolio of policies sold by 3%, the independent channel by 4%, and the alternative channel by 12% on an annual basis. Premium income increased in the areas of credit protection insurance (HUF 2.4 billion), corporate property insurance (HUF 614 million), and retail property insurance (HUF 545 million), while we see a decline in premium income for UL insurance (HUF 1.6 billion),
- (iii) The growth in premium income seen in previous years has stalled, and the rate of premium growth slowed in 2025.

With regard to point (iii), the Supervisory Board notes that it monitors the company's work related to the reform of the sales system, the adaptation of plans to changed circumstances, (the toolkit aligned with the revised targets of the Growth Strategy), and considers this series of steps appropriate for reversing last year's trend.

The Supervisory Board - taking into account the Auditor's methodology, knowledge of the procedure and opinion - has examined the consolidated annual financial report of the Company for the financial year 2025. In submitting the quarterly reports by the Management Board to the Supervisory Board also familiarised itself with the content of the financial reports in full, and provided its opinion thereon, and kept an active contact with the Company via its member selected for its preparation in person.

The Supervisory Board continued to treat the Group's capital adequacy and the continuous monitoring of its liquidity position as a priority task in the 2025 business year, relying on the tasks performed within

the framework of the Audit Committee. The board also treated the following as a priority task for the year 2025:

- (i) the control of tasks related to fraud prevention and money laundering prevention activities, the definition and channeling of preventive steps related to this, and
- (ii) the steps to implement the recommendations of the Magyar Nemzeti Bank on climate change-related and environmental risks, as well as on the implementation of environmental sustainability aspects in the activities of insurance companies (Green Recommendation No. 12/2023. (XI. 27.)) (with due regard to Life FB Recommendation No. 1/2024).

Another task that the Supervisory Board continues to focus on is to monitor the implementation of the requirement of the Magyar Nemzeti Bank's Regulation No. 66/2021. (XII. 20.) regarding the complaint handling of financial organizations, according to which the senior management of the financial organization receives regular information - at least quarterly - about recurring or systemic problems, as well as about possible legal and operational risks, which are necessary for it to identify, assess, manage and control risks and make decisions to resolve the causes of complaints. The control of the above mentioned can be seen in the agenda for the meetings held in the 2025 business year and in the reporting.

The Supervisory Board has established that the Company has performed the consolidation in accordance with the regulations in force, as confirmed by the audited consolidated annual report.

The Supervisory Board agrees with the proposal of the Management Board, based on the Company's audited individual and consolidated annual financial statements detailing the activities of the CIG Pannónia Group in 2025, submitted to the General Meeting as well as the analysis and certification statement prepared by the auditor **FORVIS MAZARS Könyvszakértő és Tanácsadói Korlátolt Felelősségű Társaság** (registered office: 1139 Budapest, Fiastyúk utca 4-8; company registration number: 01-09-078412; tax number: 10618684-2-41; auditor's chamber registration number: 000220; Auditor) as well as its experiences gained during the discussion of the report and the other agenda items of the General Meeting's proposal and thus recommends all proposals attached to the agenda - together with the highlights according to the following highlighted agenda items - to the Honorable General Meeting for adoption.

THE **SEPARATE FINANCIAL STATEMENTS AND ANNUAL REPORT FOR THE YEAR 2025** PREPARED ON THE BASIS OF THE INTERNATIONAL FINANCIAL REPORTING STANDARDS APPROVED BY THE EUROPEAN UNION, including all its annexes, with

182 136	million HUF balance sheet total,
4 255	million HUF after-tax profit,
4 675	million HUF total comprehensive income



THE CONSOLIDATED FINANCIAL STATEMENTS AND CONSOLIDATED ANNUAL REPORT FOR THE YEAR 2025 PREPARED ON THE BASIS OF THE INTERNATIONAL FINANCIAL REPORTING STANDARDS APPROVED BY THE EUROPEAN UNION, including all its annexes, with

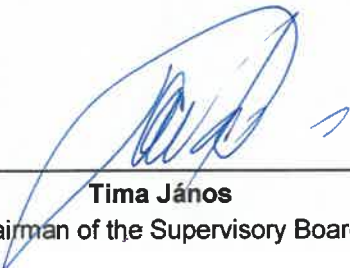
192 936	million HUF balance sheet total,
3 958	million HUF after-tax profit,
4 387	million HUF total comprehensive income

recommends for adoption.

The Supervisory Board agrees with the proposal of the Management Board regarding the dividend payment detailed in agenda item 3. It has examined the project carried out by the Company in 2021 at the project level with the support of the National Research, Development and Innovation Office and at the same time from the Company's own resources in the subject area of "Development of personalized insurance products using artificial intelligence", its results, the future strategic goals built on it, and considers that the development scheduled in this way - resulting in future savings and creating shareholder value - is essential for both strengthening competitiveness and ensuring further growth. The Supervisory Board considers the argument to be valid and in the interest of the Company's continued development, and based on its view, it does not recommend paying dividends after the results of 2025.

The Supervisory Board also reviewed its rules of procedure, which were consolidated and entered into force on April 24, 2020, with the changes made in the meantime – approved by General Meeting Resolution No. 11/2024. (IV.18.) and subsequently by General Meeting Resolution No. 7/2025. (IV.17.) – and determined that they comply with the relevant legal and other regulatory requirements in all respects and faithfully reflect the operational operation of the Supervisory Board, and therefore did not recommend its amendment by the General Meeting.

Budapest, March 30. 2026.



Tima János
Chairman of the Supervisory Board

