

3. Notes to the Statement of Financial Position

The Group did not pledge any intangible assets as collateral. As at 31 December 2017, trade payables for intangible assets amounted to EUR 7,942,679 (vs. EUR 3,691,710 as at 31 December 2016).

The amortisation for the current year is split between several items of the income statement. For details, see expenses by nature and function in [→ Section 4.12].

As at 31 December 2017, intangible assets with an indefinite useful life amounted to EUR 9,368 and remained the same compared to previous year. The amount refers to a licence issued for an indefinite period.

The Group has no individual intangible assets of material value to the consolidated financial statements.

3.1 Intangible assets

Triglav Group

	in EUR				
	Goodwill	Deferred acquisition cost	Licences and software	Intangible assets in course of acquisition	Total
COST					
As at 1 January 2016	0	38,539,891	61,938,477	3,296,667	103,775,035
– transfer in use	0	0	3,174,369	-3,174,369	0
– purchases	0	0	3,609,266	4,558,420	8,167,686
– disposals	0	0	-1,004,360	0	-1,004,360
– reclassification	0	0	-23,760	23,760	0
– increase	0	2,286,195	0	0	2,286,195
– decrease	0	-571,686	0	0	-571,686
– change in Group*	0	0	-844,285	0	-844,285
– exchange rate difference	0	-49,267	-25,002	871	-73,398
As at 31 December 2016	0	40,205,132	66,824,704	4,705,350	111,735,186
– transfer in use	0	0	4,340,461	-4,340,461	0
– purchases	0	0	6,840,179	2,937,072	9,777,251
– disposals	0	0	-2,427,072	-7,006	-2,434,078
– increase	0	2,247,422	0	0	2,247,422
– decrease	0	-535,812	-26,423	0	-562,235
– exchange rate difference	0	204,726	195,483	1,649	401,858
As at 31 December 2017	0	42,121,469	75,747,332	3,296,603	121,165,404
ACCUMULATED AMORTISATION					
As at 1 January 2016	0	0	-33,642,702	0	-33,642,702
– current year amortisation	0	0	-6,122,877	0	-6,122,877
– disposals	0	0	1,004,360	0	1,004,360
– impairment	0	0	0	0	0
– change in Group*	0	0	832,264	0	832,264
– exchange rate difference	0	0	17,359	0	17,359
As at 31 December 2016	0	0	-37,911,595	0	-37,911,595
– current year amortisation	0	0	-6,419,854	0	-6,419,854
– disposals	0	0	2,106,711	0	2,106,711
– impairment	0	0	26,423	0	26,423
– exchange rate difference	0	0	-126,475	0	-126,475
As at 31 December 2017	0	0	-42,324,789	0	-42,324,789
CARRYING AMOUNT					
As at 31 December 2016	0	40,205,132	28,913,109	4,705,350	73,823,588
As at 31 December 2017	0	42,121,469	33,422,543	3,296,603	78,840,612

* The change at Group level refers to the liquidation of the company Pista d.o.o., Belgrade and the disposal of the company Slovenijales Trgovina, d.d.

Zavarovalnica Triglav

	in EUR			
	Deferred acquisition costs	Licenses and software	Intangible assets in course of acquisition	Total
COST				
As at 1 January 2016	28,140,815	43,990,314	2,636,333	74,767,462
– transfer in use	0	2,633,300	-2,633,300	0
– purchases	0	2,074,609	3,894,021	5,968,630
– disposal	0	-919,075	0	-919,075
– increase	1,364,004	0	0	1,364,004
– decrease	0	0	0	0
As at 31 December 2016	29,504,819	47,779,148	3,897,054	81,181,021
– transfer in use	0	2,963,410	-2,963,410	0
– purchases	0	6,245,009	1,594,706	7,839,715
– disposal	0	-2,236,406	0	-2,236,406
– increase	1,155,153	0	0	1,155,153
– decrease	0	0	0	0
As at 31 December 2017	30,659,972	54,751,161	2,528,350	87,939,483
ACCUMULATED AMORTISATION				
As at 1 January 2016	0	-21,623,816	0	-21,623,816
– amortisation	0	-4,591,711	0	-4,591,711
– disposal	0	919,075	0	919,075
As at 31 December 2016	0	-25,296,452	0	-25,296,452
– amortisation	0	-5,089,004	0	-5,089,004
– disposal	0	2,232,258	0	2,232,258
As at 31 December 2017	0	-28,153,198	0	-28,153,198
CARRYING AMOUNT				
As at 31 December 2016	29,504,819	22,482,696	3,897,054	55,884,567
As at 31 December 2017	30,659,972	26,597,963	2,528,350	59,786,283

Zavarovalnica Triglav did not pledge any intangible assets as collateral. As at 31 December 2017, trade payables for intangible assets amounted to EUR 7,819,176 (vs. EUR 2,896,500 as at 31 December 2016).

The amortisation for the current year is split between several items of the income statement. For details, see expenses by nature and function in [→ Section 4.12]. Change in deferred acquisition costs is recognised as a change in unearned premium provision in the income stated, as stated in [→ Section 4.1].

As at 31 December 2017, intangible assets with an indefinite useful life amounted to EUR 9,368, the same as in 2016. The amount refers to a licence issued for an indefinite period.

Zavarovalnica Triglav has no individual intangible assets that are material to the financial statements. Gross amount of fully depreciated intangible assets still in use represents 26.78% of the total gross amount of intangible assets.

3.2. Property, plant and equipment

Triglav Group

	in EUR				
	Land	Buildings	Equipment	PP&E in course of acquisition	Total
COST					
As at 1 January 2016	22,979,427	119,985,838	64,147,463	2,794,642	209,907,370
– transfer in use	0	1,115,804	931,505	-2,047,309	0
– purchases	23,903	820,834	3,510,543	1,784,120	6,139,400
– disposals	-114,600	-157,640	-6,990,584	0	-7,262,824
– impairment	0	-44,830	-198,321	0	-243,151
– transfer from investment property	0	2,759,537	0	0	2,759,537
– transfer to investment property	-11,406,033	-3,859,467	0	-230,897	-15,496,397
– exchange rate differences	44,468	107,325	-5,538	-30	146,225
As at 31 December 2016	11,527,165	120,727,400	61,395,068	2,300,526	195,950,160
– transfer in use	0	1,232,748	1,049,008	-2,281,756	0
– purchases	0	751,121	5,329,862	3,214,641	9,295,624
– disposals	-21,827	0	-4,895,991	0	-4,917,818
– impairment	0	0	-140,362	0	-140,362
– transfer from investment property	199,335	424,072	42,531	0	665,938
– exchange rate differences	69,673	446,756	174,410	688	691,527
As at 31 December 2017	11,774,345	123,582,099	62,954,526	3,234,099	201,545,069
ACCUMULATED DEPRECIATION					
As at 1 January 2016	0	-33,839,016	-54,257,994	0	-88,097,009
– depreciation for the current year	0	-2,226,223	-4,353,370	0	-6,579,593
– disposals	0	65,516	6,252,788	0	6,318,304
– impairment	0	-198,187	149,031	0	-49,156
– transfer from investment property	0	0	0	0	0
– transfer to investment property	0	406,982	0	0	406,982
– exchange rate differences	0	-14,197	-2,059	0	-16,256
As at 31 December 2016	0	-35,805,127	-52,211,605	0	-88,016,732
– depreciation for the current year	0	-2,296,475	-4,320,260	0	-6,616,735
– disposals	0	0	4,429,546	0	4,429,546
– impairment	0	0	144,371	0	144,371
– transfer from investment property	0	-79,108	1,719	0	-77,389
– exchange rate differences	0	-77,489	-120,209	0	-197,698
As at 31 December 2017	0	-38,258,199	-52,076,438	0	-90,334,637
CARRYING AMOUNT					
As at 31 December 2016	11,527,165	84,922,273	9,183,463	2,300,526	107,933,428
As at 31 December 2017	11,774,345	85,323,900	10,878,088	3,234,099	111,210,437

As at the reporting period, no property, plant and equipment were pledged as collateral by the Group. Companies within the Group have financial leases on equipment totalling EUR 714 thousand.

The depreciation charge for the current year is disclosed in several items of the income statement, as income statement expenses are recorded by functional group, as described in [→ Section 2.5.27]. For details, see expenses by nature and function in [→ Section 4.12].

A comparison between the carrying amounts and the fair values of own-account buildings and land is given below.

	in EUR	
	31 Dec. 2017	31 Dec. 2016
Carrying amount	97,098,245	96,449,438
Estimated fair value	96,640,382	100,936,975

Zavarovalnica Triglav

	in EUR				
	Land	Buildings	Equipment	PP&E in course of acquisition	Total
COST					
As at 1 January 2016	5,499,662	77,204,792	41,134,799	770,872	124,610,125
– transfer in use	0	448,838	343,675	-792,513	0
– purchases	0	796,457	1,858,620	482,299	3,137,376
– disposal	0	-10,526	-3,128,466	0	-3,138,992
As at 31 December 2016	5,499,662	78,439,561	40,208,628	460,658	124,608,509
– transfer in use	0	952,091	261,763	-1,213,854	0
– purchases	0	156,907	3,455,373	1,110,570	4,722,850
– disposal	0	0	-3,444,724	0	-3,444,724
– transfer from investment property	122,298	421,769	0	0	544,067
As at 31 December 2017	5,621,960	79,970,328	40,481,040	357,374	126,430,702
ACCUMULATED DEPRECIATION					
As at 1 January 2016	0	-22,748,690	-34,826,440	0	-57,575,130
– depreciation for the current year	0	-1,294,290	-2,441,633	0	-3,735,923
– disposal	0	2,807	2,930,194	0	2,933,001
As at 31 December 2016	0	-24,040,173	-34,337,879	0	-58,378,052
– depreciation for the current year	0	-1,317,851	-2,445,087	0	-3,762,938
– disposal	0	0	3,237,065	0	3,237,065
As at 31 December 2017	0	-25,358,024	-33,545,901	0	-58,903,925
CARRYING AMOUNT					
As at 31 December 2016	5,499,662	54,399,388	5,870,749	460,658	66,230,456
As at 31 December 2017	5,621,960	54,612,304	6,935,139	357,374	67,526,775

Zavarovalnica Triglav did not pledge any property, plant and equipment as collateral.

The depreciation for the current year is split between several items of the income statement. For details, see expenses by nature and function in [[→ Section 4.12](#)]. As at 31 December 2017, trade payables for property, plant and equipment amounted to EUR 1,933,129 (vs. EUR 868,146 as at 31 December 2016). Gross amount of fully depreciated property, plant and equipment still in use represents 25.27% of the total gross amount of property, plant and equipment.

Fair values of land and buildings are shown in the table below.

	in EUR	
	31 Dec 2017	31 Dec 2016
Carrying amount	60,234,264	59,899,050
Estimated fair value	61,295,538	63,092,680

3.3 Investment property

Triglav Group

	in EUR			
	Land	Buildings	IP in course of acquisition	Total
COST				
As at 1 January 2016	13,516,877	68,637,046	16,491,023	98,644,946
– transfer in use	1,775,220	15,609,540	-17,384,760	0
– purchases	359,734	435,933	18,225,274	19,020,941
– disposals	-3,745,106	-11,368,949	-1,242,834	-16,356,889
– impairment	0	-213,450	0	-213,450
– reclassification	17,556	-17,556	0	0
– transfer to property, plant and equipment	0	-3,370,383	0	-3,370,383
– transfer from property, plant and equipment	11,406,033	3,859,467	230,897	15,496,397
– exchange rate difference	29,501	-35,477	-11,634	-17,610
As at 31 December 2016	23,359,815	73,536,171	16,307,966	113,203,952
– transfer in use	2,409,440	1,330,563	-3,740,003	0
– purchases	34,291	205,704	3,296,771	3,536,766
– disposals	-340,418	-1,944,949	0	-2,285,367
– impairment	0	-34,018	0	-34,018
– transfer to non-current assets held for sale	-651,645	-1,058,341	0	-1,709,986
– transfer to property, plant and equipment	-186,382	-479,556	0	-665,938
– exchange rate difference	23,338	62,262	0	85,600
As at 31 December 2017	24,648,439	71,617,835	15,864,729	112,131,003
ACCUMULATED DEPRECIATION				
As at 1 January 2016	0	-19,169,663	0	-19,169,663
– depreciation for the current year	0	-1,465,078	0	-1,465,078
– disposals	0	3,061,165	0	3,061,165
– impairment	0	0	0	0
– transfer to property, land and equipment	0	610,846	0	610,846
– transfer from property, plant and equipment	0	-406,982	0	-406,982
– exchange rate difference	0	8,480	0	8,480
As at 31 December 2016	0	-17,361,232	0	-17,361,232
– depreciation for the current year	0	-1,413,250	0	-1,413,250
– disposals	0	718,278	0	718,278
– impairment	0	-147,152	0	-147,152
– transfer to non-current assets held for sale	0	13,229	0	13,229
– transfer to property, plant and equipment	0	77,389	0	77,389
– exchange rate difference	0	-10,785	0	-10,785
As at 31 December 2017	0	-18,123,526	0	-18,123,526
CARRYING AMOUNT				
As at 31 December 2016	23,359,815	56,174,939	16,307,966	95,842,720
As at 31 December 2017	24,648,439	53,494,309	15,864,729	94,007,483

The Group leases its investment properties, i.e. individual business premises. All leasing agreements, stipulated for an initial period from one to ten years, may be rescinded at any moment. Rents do not include conditional rents.

All investment property income relates exclusively to rents and is shown in the income statement under the item »Other income« (see [→ Section 4.7]). All investment property expenses relate to depreciation and maintenance costs arising from the investment property and are shown in the income statement under the item »Other expenses« (see [→ Section 4.14]). Fair value is disclosed below.

	in EUR	
	31 Dec 2017	31 Dec 2016
Carrying amount	94,007,483	95,842,720
Estimated fair value	101,439,216	95,095,996

Zavarovalnica Triglav

	in EUR			
	Land	Buildings	IP in course of acquisition	Total
COST				
As at 1 January 2016	5,605,081	38,722,951	16,333,556	60,661,588
– purchases	0	269,987	0	269,987
– disposal	-819,312	-975,674	-1,085,367	-2,880,353
– reclassification	17,556	-17,556	0	0
As at 31 January 2016	4,803,325	37,999,708	15,248,189	58,051,222
– transfer in use	0	480,059	-480,059	0
– purchases	0	28,311	612,751	641,062
– disposal	-36,186	-1,126,922	0	-1,163,108
– transfer to property, plant and equipment	-109,345	-434,722	0	-544,067
As at 31 December 2017	4,657,794	36,946,434	15,380,881	56,985,109
ACCUMULATED DEPRECIATION				
As at 1 January 2016	0	-7,790,776	0	-7,790,776
– depreciation	0	-862,580	0	-862,580
– disposal	0	213,554	0	213,554
As at 31 December 2016	0	-8,439,802	0	-8,439,802
– depreciation	0	-858,296	0	-858,296
– disposal	0	527,390	0	527,390
– transfer to property, plant and equipment	0	0	0	0
As at 31 December 2017	0	-8,770,708	0	-8,770,708
CARRYING AMOUNT				
As at 31 December 2016	4,803,325	29,559,906	15,248,189	49,611,417
As at 31 December 2017	4,657,794	28,175,726	15,380,881	48,214,401

Zavarovalnica Triglav leases its investment properties, i.e. individual business premises. All leasing agreements, stipulated for an initial period from one to ten years, may be rescinded at any moment. Rents do not include conditional rents. For additional notes on the rental income see [→ Section 4.7]. All investment property expenses relate to depreciation and maintenance costs arising from the investment property and are shown in the income statement under the item »Other expenses« (see [→ Section 4.14]).

Fair value of investment property is disclosed below.

	in EUR	
	31 Dec. 2017	31 Dec. 2016
Carrying amount	48,214,401	49,611,417
Estimated fair value	56,108,712	50,351,528

3.4 Investments in subsidiaries

Investments in subsidiaries are included in the consolidated financial statements under the full consolidation method. In stand-alone financial statements of Zavarovalnica Triglav, the subsidiaries directly owned by Zavarovalnica Triglav are disclosed at cost. See the tables below for detail.

Shares in subsidiaries held by Zavarovalnica Triglav

No.	COMPANY	ADDRESS	TAX RATE (in %)	ACTIVITY	EQUITY STAKE (in %)		SHARE OF VOTING RIGHTS (in %)		BOOK VALUE (in EUR)	
					2017	2016	2017	2016	2017	2016
1	Pozavarovalnica Triglav Re d.d.	Miklošičeva 19, Ljubljana, Slovenia	19	Reinsurance	100.00	100.00	100.00	100.00	9,750,752	7,793,252
2	Triglav, Zdravstvena zavarovalnica d.d.	Pristaniška 10, Koper, Slovenia	19	Insurance	100.00	100.00	100.00	100.00	3,735,886	3,735,886
3	Triglav INT d.d.	Dunajska 22, Ljubljana, Slovenia	19	Holding company	100.00	100.00	100.00	100.00	70,600,000	70,600,000
4	Skupna pokojninska družba d.d.	Dunajska 22, Ljubljana, Slovenia	19	Fund management	71.87	71.87	71.87	71.87	7,031,327	7,031,327
5	Triglav Upravljanje nepremičnin d.d.	Dunajska 22, Ljubljana, Slovenia	19	Real estate management	100.00	100.00	100.00	100.00	24,493,300	24,493,300
6	Triglav Skladi d.o.o.	Slovenska 54, Ljubljana, Slovenia	19	Fund management	67.50	67.50	100.00	100.00	2,076,723	2,076,723
7	Salnal d.o.o.	Slovenska 54, Ljubljana, Slovenia	19	Real estate management	-	100.00	-	100.00	-	14,422,000
8	Triglav Avtoservis d.o.o.	Verovškova 60b, Ljubljana, Slovenia	19	Maintenance and repair of motor vehicle	100.00	100.00	100.00	100.00	100,214	100,214
9	Triglav Svetovanje d.o.o.	Ljubljanska 86, Domžale, Slovenia	19	Insurance agency	100.00	100.00	100.00	100.00	279,736	279,736
10	Zavod Vse bo v redu	Miklošičeva 19, Ljubljana, Slovenia	19	Insitute for corporate social responsibility	100.00	100.00	100.00	100.00	100,000	100,000
	TOTAL								118,167,937	130,632,438

3.5 Investments in associates

In 2017, two new associated companies are included in the Triglav Group, namely Triglav, d.o.o. and Društvo za upravljanje EDPF, a.d. Details on the acquisition of shares are described in [→ Chapter 2.7].

The effects of valuation using the equity method are disclosed as items [→ 4.2 and 4.3] in the income statement. A summary of financial information for the associates and the stakes of the Triglav Group in these companies are shown in the tables below.¹¹⁴

COMPANY	ADDRESS	TAX RATE (in%)	ACTIVITY
Nama d.d.	Tomšičeva 1, Ljubljana, Slovenia	19	Retail trade
Triglavko, d.o.o.	Ulica XXX. divizije 23, Nova Gorica, Slovenia	19	Insurance agency
ZIF Prof Plus	Veselina Masleše 1, Banja Luka, Republika Srbska, Bosnia and Herzegovina	10	Investment fund
TRIGAL, upravljanje naložb in svetovanje, d.o.o.	Dunajska cesta 22, Ljubljana, Slovenia	19	Management of financial funds
Društvo za upravljanje EDPF, a.d., Banja Luka	Kralja Petra i Karađorđevića 109 Banja Luka, Republika Srbska, Bosnia and Herzegovina	10	Fund management

COMPANY	Triglav Group						Zavarovalnica Triglav					
	SHARE IN CAPITAL (in %)		VOTING RIGHTS (in %)		VALUE OF INVESTMENT (in EUR)		SHARE IN CAPITAL (in %)		VOTING RIGHTS (in %)		VALUE OF INVESTMENT (in EUR)	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
Nama, d.d.	39.07	39.07	39.07	39.07	4,034,178	4,125,785	39.07	39.07	39.07	39.07	9,464,548	9,464,548
Triglavko, d.o.o.	38.47	38.47	38.47	38.47	20,002	18,853	38.47	38.47	38.47	38.47	38,499	38,499
ZIF Prof Plus	21.24	21.24	21.24	21.24	1,341,278	2,681,763	0	0	0	0	0	0
TRIGAL, upravljanje naložb in svetovanje, d.o.o.	49.90	-	49.90	-	345,630	-	49.90	-	49.90	-	499,000	-
Društvo za upravljanje EDPF, a.d.	24.44	-	24.44	-	708,237	-	0	-	0	-	0	-
TOTAL					6,449,324	6,826,400					10,002,047	9,503,047

COMPANY	ASSETS		LIABILITIES		EQUITY		REVENUES		PROFIT/LOSS	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	Nama, d.d.	12,820,157	12,878,976	2,614,789	2,456,087	10,205,368	10,422,889	16,892,981	15,581,981	214,287
Triglavko, d.o.o.	141,685	144,651	38,579	44,530	103,607	100,120	452,810	453,017	2,987	813
ZIF Prof Plus	18,361,902	21,390,152	49,873	208,973	18,312,023	21,181,179	545,902	586,119	-221,049	-2,126,448
TRIGAL, upravljanje naložb in svetovanje, d.o.o.	8,186,682	-	144,039	-	8,042,643	-	12	-	-307,357	-
Društvo za upravljanje EDPF, a.d.	2,102,086	-	19,180	-	2,082,906	-	12,124	-	-166,633	-

in EUR

¹¹⁴ Financial data for 2017 are unaudited, whilst the data for 2016 were adjusted if the audited data differed from the data published in the 2016 Annual Report.

3.6 Financial assets¹¹⁵

Triglav Group

	in EUR			
	Carrying value		Fair value	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
Held to maturity	221,390,576	231,342,393	269,669,899	283,856,208
At fair value through profit and loss	425,884,741	396,203,356	425,884,741	396,203,356
– designated	424,014,108	390,433,892	424,014,108	390,433,892
– held for trading	1,870,633	5,769,464	1,870,633	5,769,464
Available for sale	1,815,323,900	1,738,043,072	1,815,323,900	1,738,043,070
Loans and deposits	125,251,487	148,731,638	127,658,663	124,028,761
Unit-linked insurance assets	450,236,044	459,982,822	450,806,041	460,760,711
– at fair value through profit and loss	445,899,916	453,130,731	445,899,916	453,130,731
– loans and deposits	4,336,128	6,428,491	4,906,125	7,206,379
– available for sale	0	423,601	0	423,601
TOTAL	3,038,086,748	2,974,303,281	3,089,343,244	3,002,892,106

The table above shows the carrying amount of financial assets (without operating receivables and cash or cash equivalents). The measuring of fair value of other financial assets is shown in [→ *Section 5.1.2*].

An overview of financial assets by type is disclosed below.

¹¹⁵ For presentational ease, abbreviations of individual categories of financial assets are used in the disclosures:

- HTM - financial assets held to maturity
- FVTPL - financial assets at fair value through profit and loss
- AFS - financial assets available for sale
- L&R - loans and deposits
- ULI - financial assets of long-term business fund backing unit-linked insurance

Notes to the Statement of Financial Position

in EUR

	HTM	FVTPL – Held for trading	FVTPL - Classified upon acquisition	AFS	L&R	TOTAL
31 December 2017						
Debt and other fixed-return securities	221,390,576	0	416,477,753	1,646,350,504	12,796,620	2,297,015,453
Investments in shares, other floating-rate securities and fund coupons	0	0	452,706,247	168,341,950	0	621,048,197
Financial derivatives	0	2,600,657	0	0	0	2,600,657
Loans and deposits	0	0	0	631,446	111,123,382	111,754,828
– deposits with banks	0	0	0	0	78,143,598	78,143,598
– loans given	0	0	0	0	30,119,792	30,119,792
– other financial investments	0	0	0	631,446	2,859,992	3,491,438
Financial investments of reinsurance companies in reinsurance contracts	0	0	0	0	5,667,613	5,667,613
TOTAL	221,390,576	2,600,657	869,184,000	1,815,323,900	129,587,615	3,038,086,748
31 December 2016						
Debt and other fixed-return securities	231,342,393	148,907	420,906,764	1,541,299,901	29,877,836	2,223,575,801
Investments in shares, other floating-rate securities and fund coupons	0	4,216,170	420,818,732	197,146,047	0	622,180,949
Financial derivatives	0	3,243,514	0	0	0	3,243,514
Loans and deposits	0	0	0	20,723	120,110,489	120,131,212
– deposits with banks	0	0	0	0	87,487,958	87,487,958
– loans given	0	0	0	0	29,865,282	29,865,282
– other financial investments	0	0	0	20,723	2,757,249	2,777,972
Financial investments of reinsurance companies in reinsurance contracts	0	0	0	0	5,171,806	5,171,806
TOTAL	231,342,393	7,608,591	841,725,496	1,738,466,671	155,160,131	2,974,303,281

The table below shows the movements of financial assets of Triglav Group in 2016 and 2017.

FINANCIAL ASSETS	in EUR					
	HTM	FVTPL	AFS	L&R	ULI	TOTAL
As at 1 January 2016	242,406,400	374,742,603	1,607,681,638	183,872,219	464,733,923	2,873,436,783
Purchases	0	271,855,683	603,135,325	467,758,174	89,048,477	1,431,797,659
Disposals	0	-162,248,902	-454,601,234	-454,300,251	-94,751,614	-1,165,902,001
Maturities	-22,298,541	-95,763,075	-89,024,530	-52,741,937	-23,684,819	-283,512,902
Amount removed from equity at disposal	0	0	-9,326,431	0	0	-9,326,431
Realized gains or losses on disposal	0	0	15,003,754	0	0	15,003,754
Valuation trough profit and loss	0	-3,462,965	0	-106,647	23,498,470	19,928,858
Valuation trough equity	0	0	34,132,573	0	0	34,132,573
Impairments	0	0	-3,939,322	-213,427	0	-4,152,749
Premiums and discounts	4,169,867	0	-4,873,963	353,723	194,208	-156,165
Interest income	7,045,235	11,047,846	38,776,650	4,421,570	909,549	62,200,850
Exchange rate difference	19,432	32,166	1,078,612	-311,786	34,628	853,052
As at 31 December 2016	231,342,393	396,203,356	1,738,043,072	148,731,640	459,982,822	2,974,303,281
Purchases	0	258,793,123	526,389,635	464,521,592	61,171,097	1,310,875,447
Disposals	0	-191,487,377	-418,156,874	-40,886,598	-72,282,273	-722,813,122
Maturities	-20,768,353	-47,946,339	-114,453,320	-420,891,374	-30,961,642	-635,021,028
Amount removed from equity at disposal	0	0	-17,743,591	0	0	-17,743,591
Realized gains or losses on disposal	0	0	15,249,695	0	0	15,249,695
Valuation trough profit and loss	0	767,045	0	70,253	31,320,216	32,157,514
Valuation trough equity	0	0	26,609,929	0	0	26,609,929
Impairments	0	0	-174,755	0	0	-174,755
Premiums and discounts	4,253,493	0	-5,126,288	311,341	202,338	-359,116
Interest income	6,364,512	9,844,352	36,235,780	3,855,759	662,099	56,962,502
Change in Group	0	0	30,744,255	-30,744,255	0	0
Exchange rate difference	198,532	-289,419	-2,293,638	283,132	141,387	-1,960,006
As at 31 December 2017	221,390,576	425,884,741	1,815,323,900	125,251,487	450,236,044	3,038,086,748

The proportion of financial assets classified as subordinated instruments by the issuer was 4.2% as at the reporting date.

Zavarovalnica Triglav

	in EUR			
	Carrying value		Fair value	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
Loans and deposits	91,428,595	82,397,895	91,118,948	86,024,002
Held to maturity	166,993,807	168,983,706	209,763,561	214,513,671
Available for sale	1,400,652,988	1,365,449,446	1,400,652,988	1,365,449,446
At fair value through profit and loss:	201,922,766	195,669,555	201,922,766	195,669,555
– designated	200,052,133	194,246,126	200,052,133	194,246,126
– held for trading	1,870,633	1,423,429	1,870,633	1,423,429
Unit-linked insurance assets:	417,607,959	434,043,269	418,154,032	434,790,947
– at fair value through profit and loss	413,458,656	427,791,372	413,458,656	427,791,372
– receivables	4,149,303	6,251,897	4,695,376	6,999,575
TOTAL	2,278,606,115	2,246,543,870	2,321,612,295	2,296,447,621

An overview of financial assets of Zavarovalnica Triglav by type is disclosed below.

31 December 2017	in EUR					TOTAL
	HTM	FVTPL - Classified upon acquisition	FVTPL - Held for trading	AFS	L&R	
Debt and other fixed-return securities	166,993,807	241,648,097	0	1,277,150,369	6,992,719	1,692,784,992
Investments in shares, other floating-rate securities and fund coupons	0	371,158,929	0	123,502,619	0	494,661,549
Financial derivatives	0	0	2,574,396	0	0	2,574,396
Loans and deposits:	0	0	0	0	88,585,179	88,585,179
– deposits with banks and certificates of deposits	0	0	0	0	38,123,843	38,123,843
– loans given	0	0	0	0	48,781,121	48,781,121
– other financial investments	0	0	0	0	1,680,215	1,680,215
TOTAL	166,993,807	612,807,026	2,574,396	1,400,652,988	95,577,898	2,278,606,115

31 December 2016	in EUR					TOTAL
	HTM	FVTPL - Classified upon acquisition	FVTPL - Held for trading	AFS	L&R	
Debt and other fixed-return securities	168,983,706	271,582,130	0	1,229,426,110	0	1,669,991,946
Investments in shares, other floating-rate securities and fund coupons	0	348,635,283	0	136,023,336	0	484,658,619
Financial derivatives	0	0	3,243,514	0	0	3,243,514
Loans and deposits:	0	0	0	0	88,649,792	88,649,792
– deposits with banks and certificates of deposits	0	0	0	0	43,297,879	43,297,879
– loans given	0	0	0	0	43,651,675	43,651,675
– other financial investments	0	0	0	0	1,700,237	1,700,237
TOTAL	168,983,706	620,217,413	3,243,514	1,365,449,446	88,649,792	2,246,543,870

The table below shows the movements of financial assets of Zavarovalnica Triglav in 2016 and 2017.

FINANCIAL ASSETS	in EUR					
	HTM	FVTPL	AFS	L&R	ULI	TOTAL
As at 1 January 2016	178,250,255	192,740,593	1,268,278,321	108,581,747	446,589,561	2,194,440,477
Purchases	0	136,591,874	472,878,991	295,471,914	81,076,630	986,019,409
Maturities	-17,448,190	-57,052,954	-55,286,966	-8,335,686	-23,565,775	-161,689,571
Disposal	0	-77,383,361	-378,807,951	-315,568,899	-93,935,690	-865,695,901
Amount removed from equity	0	0	-6,390,326	0	0	-6,390,326
Realized gains or losses on disposal	0	0	11,241,211	0	0	11,241,211
Valuation trough profit and loss	0	-4,578,059	0	0	22,809,889	18,231,830
Valuation trough equity	0	0	26,337,145	0	0	26,337,145
Premiums and discounts	4,169,867	0	-4,800,939	353,685	194,208	-83,180
Interest income	4,011,773	5,322,179	31,079,198	1,895,133	874,448	43,182,732
Exchange rate difference	0	29,282	920,762	0	0	950,044
As at 31 December 2016	168,983,706	195,669,555	1,365,449,446	82,397,894	434,043,269	2,246,543,870
Purchases	0	142,569,245	430,223,298	380,474,529	53,885,958	1,007,153,030
Maturities	-9,826,062	-26,065,768	-83,026,658	-374,002,831	-30,227,173	-523,148,492
Disposal	0	-113,862,880	-350,133,517	-20,022	-70,909,782	-534,926,203
Amount removed from equity	0	0	-15,182,733	0	0	-15,182,733
Realized gains or losses on disposal	0	0	0	0	0	0
Valuation trough profit and loss	0	-614,576	13,951,238	0	30,055,217	43,391,879
Valuation trough equity	0	0	18,118,116	0	0	18,118,116
Premiums and discounts	4,253,493	0	-4,906,821	387,101	202,338	-63,889
Interest income	3,582,670	4,612,072	28,792,718	2,189,718	558,132	39,735,311
Exchange rate difference	0	-384,882	-2,632,098	2,206	0	-3,014,774
As at 31 December 2017	166,993,807	201,922,766	1,400,652,988	91,428,595	417,607,959	2,278,606,115

As at the reporting date, the portfolio of Zavarovalnica Triglav included neither received securities as collateral for loans given, nor any securities pledged as collateral for its liabilities. The proportion of financial assets classified as subordinated instruments by the issuer was 4.9% as at the reporting date.

3.7 Reinsurers' share of technical provisions

	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
in EUR				
NON-LIFE INSURANCE				
Reinsurers' share of unearned premiums	19,815,862	19,171,160	17,573,786	17,080,033
Reinsurers' share of claims	63,894,091	57,865,822	67,721,499	59,336,009
Reinsurers' share of other technical provisions	104,737	46,819	0	0
Total non-life insurance	83,814,690	77,083,801	85,295,285	76,416,042
LIFE INSURANCE				
Reinsurers' share of unearned premiums	886	982	0	0
Reinsurers' share of claims	0	0	32,360	39,065
Reinsurers' share of other mathematical provisions	0	0	0	0
Total life insurance	886	982	32,360	39,065
TOTAL ASSETS FROM REINSURANCE CONTRACTS	83,815,576	77,084,783	85,327,645	76,455,107

3.8 Receivables

Triglav Group

in EUR

	NOT DUE			OVERDUE UP TO 180 DAYS			OVERDUE OVER 180 DAYS			TOTAL NET VALUE
	Gross value	Impairment	Net value	Gross value	Impairment	Net value	Gross value	Impairment	Net value	
31 December 2017										
Receivables from direct insurance operations	63,627,483	-5,524	63,621,959	22,432,390	-2,561,023	19,871,367	58,487,386	-56,258,220	2,229,166	85,722,492
Receivables from insurers	61,529,238	-5,524	61,523,714	21,370,747	-2,540,136	18,830,611	48,817,404	-46,919,199	1,898,205	82,252,530
Receivables from insurance brokers	229,627	0	229,627	441,605	-11,956	429,649	825,711	-819,302	6,409	665,685
Other receivables from direct insurance operations	1,868,618	0	1,868,618	620,038	-8,931	611,107	8,844,271	-8,519,719	324,552	2,804,277
Receivables from co-insurance and reinsurance operations	34,571,388	0	34,571,388	7,236,810	0	7,236,810	5,226,245	-2,094,740	3,131,505	44,939,702
Premium receivable from co-insurance	536,403	0	536,403	596,305	0	596,305	14,274	-3,222	11,052	1,143,760
Premium receivable from reinsurance	25,017,631	0	25,017,631	4,436,288	0	4,436,288	1,828,524	-96,070	1,732,454	31,186,373
Receivables from co-insurers' share in claims	106,521	0	106,521	11,344	0	11,344	404	0	404	118,269
Receivables from reinsurers' share in claims	6,542,919	0	6,542,919	2,179,606	0	2,179,606	3,374,445	-1,995,448	1,378,997	10,101,522
Other receivables from co-insurance and reinsurance operation	2,367,914	0	2,367,914	13,267	0	13,267	8,598	0	8,598	2,389,779
Receivables for income tax refund	32,211	0	32,211	0	0	0	0	0	0	32,211
Other receivables	24,270,916	80,089	24,351,005	8,223,383	-1,036,955	7,186,428	82,487,239	-80,840,723	1,646,516	33,183,949
Other short-term receivables from insurance operations	9,263,057	-656	9,262,401	2,779,072	-875,816	1,903,256	76,964,069	-75,710,329	1,253,740	12,419,397
Short-term receivables from financing	5,197,728	32,889	5,230,617	81,846	-14,145	67,701	639,002	-600,229	38,773	5,337,091
Other short-term receivables	8,820,449	47,856	8,868,305	3,852,230	-146,994	3,705,236	4,838,335	-4,484,332	354,003	12,927,544
Long-term receivables	989,682	0	989,682	1,510,235	0	1,510,235	45,833	-45,833	0	2,499,917
TOTAL	122,501,998	74,565	122,576,563	37,892,583	-3,597,978	34,294,605	146,200,870	-139,193,683	7,007,187	163,878,354

Notes to the Statement of Financial Position

in EUR

	NOT DUE			OVERDUE UP TO 180 DAYS			OVERDUE OVER 180 DAYS			TOTAL NET VALUE
	Gross value	Impairment	Net value	Gross value	Impairment	Net value	Gross value	Impairment	Net value	
31 December 2016										
Receivables from direct insurance operations	68,522,552	-229,918	68,292,634	16,494,920	-2,920,135	13,574,785	63,359,265	-61,167,518	2,191,752	84,059,166
Receivables from insurers	65,905,087	-229,918	65,675,169	15,236,019	-2,846,437	12,389,582	54,459,746	-52,413,157	2,046,589	80,111,340
Receivables from insurance brokers	16,340	0	16,340	779,863	-21,458	758,405	218,071	-213,904	4,167	778,912
Other receivables from direct insurance operations	2,601,125	0	2,601,125	479,038	-52,240	426,798	8,681,448	-8,540,457	140,991	3,168,914
Receivables from co-insurance and reinsurance operations	31,091,625	0	31,091,625	3,007,605	0	3,007,605	3,032,759	-2,032,139	1,000,620	35,099,850
Premium receivable from co-insurance	535,071	0	535,071	92,043	0	92,043	15,397	-3,093	12,304	639,418
Premium receivable from reinsurance	21,934,599	0	21,934,599	2,198,142	0	2,198,142	383,323	-113,351	269,972	24,402,713
Receivables from co-insurers' share in claims	192,150	0	192,150	8,403	0	8,403	0	0	0	200,553
Receivables from reinsurers' share in claims	6,028,654	0	6,028,654	660,380	0	660,380	2,621,565	-1,915,695	705,870	7,394,904
Other receivables from co-insurance and reinsurance operation	2,401,151	0	2,401,151	48,637	0	48,637	12,474	0	12,474	2,462,262
Receivables for income tax refund	890,276	0	890,276	0	0	0	0	0	0	890,276
Other receivables	24,157,963	-105,616	24,052,347	7,568,280	-1,297,210	6,271,070	93,400,871	-90,852,491	2,548,380	32,871,797
Other short-term receivables from insurance operations	8,436,374	-620	8,435,754	3,041,637	-1,116,748	1,924,889	86,012,502	-84,609,304	1,403,198	11,763,841
Short-term receivables from financing	1,910,224	-104,996	1,805,228	83,032	-15,275	67,757	721,302	-701,820	19,482	1,892,467
Other short-term receivables	10,726,236	0	10,726,236	3,659,955	-162,835	3,497,120	5,882,603	-5,499,429	383,174	14,606,530
Long-term receivables	3,085,129	0	3,085,129	783,656	-2,352	781,304	784,464	-41,938	742,526	4,608,959
TOTAL	124,662,416	-335,534	124,326,882	27,070,805	-4,217,345	22,853,460	159,792,895	-154,052,148	5,740,752	152,921,089

Zavarovalnica Triglav

in EUR

	NOT DUE			OVERDUE UP TO 180 DAYS			OVERDUE OVER 180 DAYS			TOTAL NET VALUE
	Gross value	Impairment	Net value	Gross value	Impairment	Net value	Gross value	Impairment	Net value	
31 December 2017										
Receivables from direct insurance operations	46,724,432	-4,483	46,719,949	8,931,348	-1,426,027	7,505,321	24,781,996	-24,275,413	506,583	54,731,853
Receivables from insurers	45,151,521	-4,483	45,147,038	8,923,418	-1,425,380	7,498,038	23,780,187	-23,600,066	180,121	52,825,197
Receivables from insurance brokers	0	0	0	0	0	0	0	0	0	0
Other receivables from direct insurance operations	1,572,911	0	1,572,911	7,930	-647	7,283	1,001,809	-675,347	326,462	1,906,656
Receivables from co-insurance and reinsurance operations	10,457,342	0	10,457,342	1,308,057	0	1,308,057	2,124,393	0	2,124,393	13,889,792
Premium receivable from co-insurance	553,693	0	553,693	0	0	0	11,052	0	11,052	564,745
Premium receivable from reinsurance	2,401,344	0	2,401,344	929,887	0	929,887	1,240,240	0	1,240,240	4,571,471
Receivables from co-insurers' share in claims	98,775	0	98,775	0	0	0	404	0	404	99,179
Receivables from reinsurers' share in claims	7,403,530	0	7,403,530	378,170	0	378,170	872,697	0	872,697	8,654,397
Other receivables from co-insurance and reinsurance operation	0	0	0	0	0	0	0	0	0	0
Other receivables	10,225,782	0	10,225,782	2,685,342	-864,309	1,821,033	74,930,369	-74,248,412	681,957	12,728,772
Other short-term receivables from insurance operations	1,839,938	0	1,839,938	2,619,932	-853,109	1,766,823	74,594,069	-73,946,402	647,667	4,254,428
Short-term receivables from financing	5,981,909	0	5,981,909	64,731	-11,018	53,713	231,976	-198,088	33,888	6,069,510
Other short-term receivables	2,101,196	0	2,101,196	679	-182	497	104,324	-103,922	402	2,102,095
Long-term receivables	302,739	0	302,739	0	0	0	0	0	0	302,739
TOTAL	67,407,556	-4,483	67,403,073	12,924,747	-2,290,336	10,634,411	101,836,758	-98,523,825	3,312,933	81,350,417

in EUR

	NOT DUE			OVERDUE UP TO 180 DAYS			OVERDUE OVER 180 DAYS			TOTAL NET VALUE
	Gross value	Impairment	Net value	Gross value	Impairment	Net value	Gross value	Impairment	Net value	
31 December 2016										
Receivables from direct insurance operations	55,061,473	-222,495	54,838,978	4,844,129	-1,568,429	3,275,700	28,323,470	-27,946,545	376,925	58,491,603
Receivables from insurers	52,844,646	-222,495	52,622,151	4,811,880	-1,555,853	3,256,027	27,646,254	-27,279,448	366,806	56,244,984
Receivables from insurance brokers	0	0	0	0	0	0	0	0	0	0
Other receivables from direct insurance operations	2,216,827	0	2,216,827	32,249	-12,576	19,673	677,216	-667,097	10,119	2,246,619
Receivables from co-insurance and reinsurance operations	7,538,096	0	7,538,096	0	0	0	0	0	0	7,538,096
Premium receivable from co-insurance	546,452	0	546,452	0	0	0	0	0	0	546,452
Premium receivable from reinsurance	0	0	0	0	0	0	0	0	0	0
Receivables from co-insurers' share in claims	192,150	0	192,150	0	0	0	0	0	0	192,150
Receivables from reinsurers' share in claims	6,799,494	0	6,799,494	0	0	0	0	0	0	6,799,494
Other receivables from co-insurance and reinsurance operation	0	0	0	0	0	0	0	0	0	0
Other receivables	7,598,564	-104,383	7,494,181	2,681,727	-1,096,798	1,584,929	83,998,579	-83,238,303	760,276	9,839,386
Other short-term receivables from insurance operations	2,714,698	0	2,714,698	2,654,975	-1,086,794	1,568,181	83,789,463	-83,032,222	757,241	5,040,120
Short-term receivables from financing	2,402,133	-104,383	2,297,750	26,557	-9,931	16,626	105,383	-102,348	3,035	2,317,411
Other short-term receivables	2,200,371	0	2,200,371	195	-73	122	103,733	-103,733	0	2,200,493
Long-term receivables	281,362	0	281,362	0	0	0	0	0	0	281,362
TOTAL	70,198,133	-326,878	69,871,255	7,525,856	-2,665,227	4,860,629	112,322,049	-111,184,848	1,137,201	75,869,085

The table below shows changes in impairment allowance for receivables separately for Triglav Group and Zavarovalnica Triglav.

	Triglav Group		Zavarovalnica Triglav	
	2017	2016	2017	2016
in EUR				
VALUE ADJUSTMENT OF RECEIVABLES FROM POLICYHOLDERS				
Impairment allowance for receivables as at 1 January	55,489,511	61,726,947	29,057,796	31,751,907
– Increase of impairment allowance for receivables	4,704,741	7,325,149	2,624,043	4,771,560
– Decrease in impairment allowance for receivables	-4,823,090	-6,578,175	-3,739,489	-4,482,377
– Receivables write-off	-5,829,142	-7,031,184	-2,912,421	-2,983,294
– Acquisition	-359,338	0	0	0
– Exchange rate difference	282,179	46,774	0	0
Impairment allowance for receivables as at 31 December	49,464,861	55,489,511	25,029,929	29,057,796
IMPAIRMENT ALLOWANCE FOR OTHER SHORT-TERM RECEIVABLES				
Impairment allowance for receivables as at 1 January	85,726,679	91,982,165	84,119,015	90,385,306
– Increase of impairment allowance for receivables	8,016,656	8,705,670	7,670,259	8,529,641
– Decrease in impairment allowance for receivables	-8,194,953	-8,232,540	-8,028,402	-8,112,684
– Receivables write-off	-8,988,118	-6,711,835	-8,961,361	-6,683,248
– Changes in Group	-15,566	0	0	0
– Exchange rate difference	42,110	-16,782	0	0
Impairment allowance for receivables as at 31 December	76,586,808	85,726,679	74,799,511	84,119,015
VALUE ADJUSTMENT OF OTHER RECEIVABLES				
Impairment allowance for receivables as at 1 January	17,388,843	16,792,495	1,000,142	1,034,477
– Increase of impairment allowance for receivables	1,323,017	1,986,709	94,072	103,753
– Decrease in impairment allowance for receivables	-501,341	72,471	-73,342	-70,343
– Receivables write-off	-1,212,283	-433,073	-31,668	-67,745
– Transfer on deferred income	0	0	0	0
– Exchange rate difference	221,421	35,309	0	0
– Changes in Group	-557,742	702,227	0	0
– Merger	3,512	0	0	0
– Transfer on disposal group held for sale	0	-1,767,295	0	0
Impairment allowance for receivables as at 31 December	16,665,427	17,388,843	989,204	1,000,142
TOTAL VALUE ADJUSTMENT OF RECEIVABLES				
As at 1 January	158,605,033	170,501,607	114,176,953	123,171,690
As at 31 December	142,717,096	158,605,033	100,818,644	114,176,953

3.9 Other assets

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
Inventories	577,560	584,544	225,271	200,565
Deferred costs	2,851,316	2,312,600	1,401,535	1,029,911
Sredstva, vložena v računalniške programe za Skupino	366,368	718,936	366,368	718,936
Other assets	127,013	6,173	0	0
TOTAL	3,922,257	3,622,253	1,993,174	1,949,412

3.10 Cash and cash equivalents

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
Cash in bank accounts	62,249,749	53,816,146	35,492,579	27,637,328
Deposits redeemable at notice	15,781,500	11,484,922	0	0
Cash on hand and cheques	386,598	413,406	22,166	16,318
Other	0	0	0	0
TOTAL	78,417,847	65,714,474	35,514,746	27,653,646

3.11 Non-current assets held for sale

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
Land and property of company Triglav Upravljanje nekretninama, Zagreb	1,521,667	0	0	0
Land and property of company Triglav Upravljanje Nepremičnin, d.d.	756,773	1,020,293	0	0
TOTAL	2,278,440	1,020,293	0	0

3.12 Equity

As at 31 December 2017, the share capital amounted to EUR 73,701,392. The share capital was divided into 22,735,148 no-par value shares. Each share represents the same stake and a corresponding amount in the share capital. The portion of each no-par value share in the share capital is determined on the basis of the number of no-par value shares issued. All of the shares have been paid up in full.

Shareholders of Zavarovalnica Triglav	Number of shares		Percentage of ownership	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
	Shareholders			
Zavod za pokojninsko in invalidsko zavarovanje Slovenije, Ljubljana, Slovenia	7,836,628	7,836,628	34.47	34.47
SDH, d.d., Ljubljana, Slovenia	6,386,644	6,386,644	28.09	28.09
Addiko Bank, d.d. – fiduciary account, Zagreb, Croatia	1,453,894	1,467,458	6.39	6.45
Unicredit Bank Austria AG – fiduciary account, Vienna, Austria	634,792	267,356	2.79	1.18
Hrvatska poštanska banka, d.d. - fiduciary account, Zagreb, Croatia	322,004	322,004	1.42	1.42
East Capital – East Capital Balkans, Luksemburg, Luxemburg	221,700	290,278	0.98	1.28
Kuwait Investment Authority, Safat, Kuwait	193,827	158,571	0.85	0.70
Pozavarovalnica Sava Re, d.d., Ljubljana, Slovenia	166,678	166,678	0.73	0.73
The Bank of New York Mellon – fiduciary account, New York, USA	128,576	157,157	0.57	0.69
Forplan, d.o.o., Ljubljana, Slovenia	82,568	82,568	0.36	0.36
Other shareholders (less than 1%)	5,307,837	5,599,806	23.35	24.63
TOTAL	22,735,148	22,735,148	100.00	100.00

Share price	in EUR	
	31 Dec. 2017	31 Dec. 2016
Quoted price of the share on the regulated securities market	28.90	23.20
Carrying amount per share	25.13	24.80

Distribution of accumulated profits of Zavarovalnica Triglav	in EUR	
	2017	2016
Net profit for the year	62,521,950	75,333,602
Net profit brought forward	25,584,011	8,190,402
Increase in retained income	-20,839	36,497,876
Reduction in retained net profit to increase share capital	0	0
Decrease in retained income of deferred tax	0	0
Reduction in net profit or loss to create credit risk provisions	0	0
Increase of other reserves from profit based on the decision by the Management and Supervisory Boards	-30,000,000	-37,600,000
ACCUMULATED PROFITS	58,085,122	82,421,880
Distribution of accumulated profits		
– to shareholders		56,837,869
– allocation to other reserves from profit		0
– transfer to the following year		25,584,011

The distribution of the accumulated profit for 2017 will be proposed by the Management and Supervisory Board and submitted for decision to the General Meeting of Shareholders of Zavarovalnica Triglav.

Dividends

	2017	2016
		in EUR
Dividends to be distributed to shareholders	Not published	56,837,869
Dividend per share	–	2.50

Authorised capital

In accordance with the Company's Articles of Association, the Management Board is authorised to increase the share capital of Zavarovalnica Triglav by up to EUR 14,740,278.36 by issuing new shares against contributions in cash within five years as of 2 June 2016. The Management Board decides on new share issues, the amount of capital increases, the rights attached to new shares and the conditions of new share issues subject to the approval of the Supervisory Board.

To date, Zavarovalnica Triglav has not yet exercised the right to increase its share capital from said authorisation.

Reserves from profit

In addition to legal and treasury share reserves, reserves from profit also comprise other profit reserves.

According to the ZGD-1, the Management Board of Zavarovalnica Triglav may allocate net profit for the year to other profit reserves, i.e. up to one half of the net profit remaining after statutory allocations. In addition to prudent risk management, strategic capital needs are considered when forming these profit reserves.

Reserves from treasury shares and treasury shares (as a deductible item)

The treasury shares include the shares of Zavarovalnica Triglav held by other companies of the Triglav Group, whose financial statements are included in the consolidated financial statements of the Triglav Group. Triglav, Upravljanje nepremičnin d.d. holds 24,312 shares of Zavarovalnica Triglav in the amount of EUR 364,680.

In the consolidated statement of financial position, they are disclosed as a deductible equity item of the same amount. Equivalent reserves for treasury shares are formed for these shares in the consolidated statement of financial position.

Fair value reserve

The fair value reserve represents changes in the fair value of available-for-sale financial assets. The fair value reserve is reduced by the deferred tax liabilities. Changes in the fair value reserve are specified in more detail in the statement of comprehensive income in [→ *Section 1.3*].

Currency translation adjustment

Currency translation differences arise from foreign exchange differences in consolidation procedures. In 2017, the currency translation adjustment totalled EUR 1,060,439 (vs. EUR 595,983 in 2016).¹¹⁶ The translation differences in majority refer to the reduction related to the growth of the Serbian dinar (RSD).

Notes to the statement of changes in equity

The following changes are shown in the statement of changes in equity for 2017:

- Based on the resolution passed by the General Meeting of Shareholders of Zavarovalnica Triglav on 30 May 2017 on the distribution of the accumulated profit for 2016, EUR 56,837,870 were allocated to dividend payments. In the preparation of consolidated financial statements, the dividends in the amount of EUR 60,780 paid to the company Triglav, Upravljanje nepremičnin, d.d. were excluded.
- Share premium decreased by EUR 3,085,034 as a result of the acquisition of minority shares in the companies Triglav Osiguranje, d.d. Sarajevo, Triglav Osiguruvanje a.d. Skopje, and Lovćen Osiguranje, a.d., Podgorica and due to the additional pay-out to minority shareholders of the company Triglav Re, d.d. A detailed explanation is given in [→ *Chapter 2.7*].
- Legal and statutory reserves decreased by EUR 2,128,384. The transfer of these reserves to the capital of minority shareholders of the company Triglav Osiguranje, d.d., Sarajevo accounts for a decrease by EUR 2,428,901, while the covering of losses of the company Sarajevostan, d.d., Sarajevo accounts for a decrease by EUR 252,900. Legal and statutory reserves increased by EUR 553,416 on account of the formation of reserves from net profit brought forward or net profit for the year.
- Other reserves from profit increased by EUR 30 million and were formed from the net profit for the year.
- As a result of the acquisition of non-controlling interests, equity decreased by EUR 9,749,621.

¹¹⁶ The amount does not include translation differences relating to non-controlling interests.

3.13 Subordinated liabilities

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
Amortised cost	15,459,132	16,869,102	20,608,180	21,103,108
Fair value	17,010,568	19,160,879	22,676,360	23,970,102

As at the balance sheet date the principal of the ZT02 bonds - issued in 2009 as euro-dominant subordinated registered bonds in a dematerialised form - was recognised as a subordinated liability. A total of 30,000 bonds worth EUR 1,000 each were issued. All the bonds were sold. The fixed interest rate of the bond is 250 basis points above the 10-year mid-swap rate as at 15 December 2009 and equals 5.95% p.a. The last coupon and the principal will fall due on 21 March 2020.

Issued bonds are disclosed at amortised cost. The value of ZT02 bonds held by the companies of the Triglav Group (5,154 lots) was excluded from the consolidated financial statements. In the separate financial statements of the Company, subordinated debt was reduced by purchased bonds outside the Group (9,372 lots). For the calculation of fair values, the last known price on the Ljubljana Stock Exchange is taken into account. As at 31 December 2017, ZT02 price stood at 109.93% (113.45% as at 31 December 2016).

In the event of winding-up or liquidation, liabilities arising from the above-mentioned bond issue are subordinated to net debt instruments and payable only after the satisfaction of all non-subordinated liabilities to ordinary creditors. These bonds may not be cashed before the maturity set by the amortisation schedule, and likewise Zavarovalnica Triglav has no right to redeem them before maturity. The bonds are not convertible into capital or any other form of debt. ZT02 bonds were listed on the Ljubljana Stock Exchange in 2010.

3.14 Insurance technical provisions and insurance technical provisions for unit-linked insurance contracts

	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
in EUR				
NON-LIFE INSURANCE				
GROSS PROVISIONS FOR UNEARNED PREMIUMS	275,166,193	260,854,523	196,121,893	188,067,543
Gross provision for unearned premiums	275,049,051	260,722,697	196,004,752	187,935,717
Gross provisions for unearned premiums from coinsurance	117,142	131,826	117,142	131,826
GROSS CLAIMS PROVISIONS	609,068,598	607,228,071	450,789,937	453,377,312
Gross claims provisions for IBNR and IBNER	309,084,685	322,207,652	226,634,456	246,702,719
Gross provisions for incurred and reported claims	264,481,317	245,264,840	193,212,385	172,083,327
Gross claims provisions for co-insurance	1,125,741	1,063,996	1,125,741	1,063,996
Expected subrogation	-10,525,322	-9,727,154	-10,525,322	-10,323,181
Provisions for claim handling costs	44,902,177	48,418,737	40,342,677	43,850,450
GROSS PROVISIONS FOR BONUSES AND DISCOUNTS	18,943,606	19,105,924	18,349,804	18,495,379
OTHER GROSS INSURANCE TECHNICAL PROVISIONS	6,573,642	6,838,308	3,025,520	3,776,436
TOTAL NON-LIFE INSURANCE TECHNICAL PROVISIONS	909,752,037	894,026,826	668,287,155	663,716,669
LIFE INSURANCE				
GROSS UNEARNED PREMIUM PROVISIONS	426,149	449,648	406,292	420,333
GROSS MATHEMATICAL PROVISIONS	1,333,055,389	1,273,538,608	994,737,498	959,268,937
Gross mathematical provisions covering life insurance	812,582,423	788,426,467	750,484,060	731,757,446
Gross mathematical provisions covering SVPI	478,653,633	449,706,841	202,434,105	192,106,191
Gross mathematical provisions covering SVPI during the annuity pay-out period	41,819,333	35,405,300	41,819,333	35,405,300
GROSS CLAIMS PROVISIONS	19,476,640	18,911,899	18,440,962	17,863,463
Gross claims provisions for IBNR and IBNER	15,331,280	15,043,632	14,820,072	14,545,914
Gross provisions for incurred and reported claims	3,854,666	3,568,320	3,373,458	3,063,967
Gross claims provisions for co-insurance	247,432	253,582	247,432	253,582
Expected subrogation	0	25,103	0	0
Provisions for claim handling costs	43,261	21,262	0	0
OTHER INSURANCE TECHNICAL PROVISIONS	5,270,021	3,946,905	5,237,360	3,908,408
TOTAL LIFE INSURANCE TECHNICAL PROVISIONS	1,358,228,199	1,296,847,060	1,018,822,112	981,461,142

	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
in EUR				
HEALTH INSURANCE				
GROSS PROVISIONS FOR UNEARNED PREMIUMS	2,520,377	2,335,449	0	0
Gross provision for unearned premiums	2,520,377	2,335,449	0	0
Gross provisions for unearned premiums from coinsurance	0	0	0	0
GROSS CLAIMS PROVISIONS	9,928,477	9,100,925	0	0
Gross claims provisions for IBNR and IBNER	8,763,014	8,346,377	0	0
Gross provisions for incurred and reported claims	864,765	534,385	0	0
Gross claims provisions for co-insurance	30,106	0	0	0
Expected subrogation	0	0	0	0
Provisions for claim handling costs	270,592	220,163	0	0
OTHER INSURANCE TECHNICAL PROVISIONS	2,271,936	794,964	0	0
TOTAL HEALTH INSURANCE TECHNICAL PROVISIONS	14,720,790	12,231,338	0	0
TOTAL INSURANCE TECHNICAL PROVISIONS	2,282,701,026	2,203,105,224	1,687,109,267	1,645,177,811
GROSS MATHEMATICAL PROVISIONS COVERING ULI	449,544,565	457,683,091	416,250,767	431,125,308

The gross insurance technical provisions, which include gross mathematical provisions for the guarantee fund backing unit-linked insurance, are disclosed in the financial statements under the separate item »Insurance technical provisions for unit-linked insurance«.

Other insurance technical provisions for non-life insurance include provisions for cancellations and provisions for unexpired risks, while other insurance technical provisions for life insurance include additional provisions for credit risks.

Breakdown of gross and net claims provisions

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016
NON-LIFE INSURANCE				
Gross provisions for incurred and unreported claims	293,151,970	310,300,309	213,303,915	233,644,007
Gross claims provisions	309,084,685	322,207,652	226,634,456	246,702,719
Reinsurers' share	-15,932,715	-11,907,343	-13,330,541	-13,058,712
Gross provisions for incurred and reported claims	215,886,669	198,690,204	138,188,156	125,189,873
Gross claims provisions	264,481,317	245,264,840	193,212,385	172,083,327
Reinsurers' and co-insurers' share	-48,594,648	-46,574,636	-55,024,229	-46,893,454
Gross claims provisions for co-insurance	1,125,741	1,063,996	1,125,741	1,063,996
Gross claims provisions	1,125,741	1,063,996	1,125,741	1,063,996
Reinsurers' share	0	0	0	0
Expected subrogation	-9,892,051	-9,110,996	-9,892,051	-9,707,023
Gross claims provisions	-10,525,322	-9,727,154	-10,525,322	-10,323,181
Reinsurers' share	633,271	616,158	633,271	616,158
Provisions for claim handling costs	44,902,177	48,418,737	40,342,677	43,850,450
Gross claims provisions	44,902,177	48,418,737	40,342,677	43,850,450
Reinsurers' share	0	0	0	0
TOTAL NON-LIFE INSURANCE GROSS CLAIMS PROVISIONS	545,174,506	549,362,250	383,068,438	394,041,303
TOTAL GROSS CLAIMS PROVISIONS	609,068,596	607,228,071	450,789,937	453,377,312
TOTAL REINSURERS' SHARE	-63,894,091	-57,865,821	-67,721,499	-59,336,009
LIFE INSURANCE				
Gross provisions for incurred and unreported claims	15,331,280	15,043,632	14,820,072	14,545,914
Gross claims provisions	15,331,280	15,043,632	14,820,072	14,545,914
Reinsurers' share	0	0	0	0
Gross provisions for incurred and reported claims	3,854,666	3,568,320	3,341,098	3,024,901
Gross claims provisions	3,854,666	3,568,320	3,373,458	3,063,967
Reinsurers' share	0	0	-32,360	-39,065
Gross claims provisions for co-insurance	247,432	253,582	247,432	253,582
Gross claims provisions	247,432	253,582	247,432	253,582
Reinsurers' share	0	0	0	0
Expected subrogation	0	25,103	0	0
Gross claims provisions	0	25,103	0	0
Reinsurers' share	0	0	0	0
Provisions for claim handling costs	43,261	21,262	0	0
Gross claims provisions	43,261	21,262	0	0
Reinsurers' share	0	0	0	0
TOTAL LIFE INSURANCE GROSS CLAIMS PROVISIONS	19,476,640	18,911,899	18,408,602	17,824,397
TOTAL GROSS CLAIMS PROVISIONS	19,476,639	18,911,899	18,440,962	17,863,463
TOTAL REINSURERS' SHARE	0	0	-32,360	-39,065

Breakdown of gross and net claims provisions

	Triglav Group		Zavarovalnica Triglav		in EUR
	31 Dec. 2017	31 Dec. 2016	31 Dec. 2017	31 Dec. 2016	
HEALTH INSURANCE					
Gross provisions for incurred and unreported claims	8,763,014	8,346,377	0	0	
Gross claims provisions	8,763,014	8,346,377	0	0	
Reinsurers' share	0	0	0	0	
Gross provisions for incurred and reported claims	864,765	534,385	0	0	
Gross claims provisions	864,765	534,385	0	0	
Reinsurers' and co-insurers' share	0	0	0	0	
Gross claims provisions for co-insurance	30,106	0	0	0	
Gross claims provisions	30,106	0	0	0	
Reinsurers' share	0	0	0	0	
Expected subrogation	0	0	0	0	
Gross claims provisions	0	0	0	0	
Reinsurers' share	0	0	0	0	
Provisions for claim handling costs	270,592	220,163	0	0	
Gross claims provisions	270,592	220,163	0	0	
Reinsurers' share	0	0	0	0	
			0	0	
TOTAL HEALTH INSURANCE GROSS CLAIMS PROVISIONS	9,928,477	9,100,925	0	0	
TOTAL GROSS CLAIMS PROVISIONS	9,928,477	9,100,925	0	0	
TOTAL REINSURERS' SHARE	0	0	0	0	

Analysis of changes in gross insurance technical provisions for Triglav Group

	in EUR					
	Gross unearned premium	Gross claims provisions	Gross provisions for bonuses and discounts	Other gross insurance technical provisions	Unit-linked insurance-technical provisions	Total gross insurance technical provisions
NON-LIFE INSURANCE						
1 January 2016	249,653,712	613,245,760	17,382,035	7,309,307	0	887,590,817
Increase	193,382,127	184,902,318	12,893,968	5,240,004	0	396,418,417
Use	-182,080,981	-190,876,557	-11,172,783	-5,709,895	0	-389,840,216
Exchange rate difference	-100,335	-43,450	2,704	-1,108	0	-142,189
31 December 2016	260,854,523	607,228,071	19,105,924	6,838,308	0	894,026,826
Increase	203,388,154	185,463,017	12,163,924	4,856,386	0	405,871,481
Use	-190,083,460	-184,741,977	-12,332,044	-5,175,327	0	-392,332,808
Exchange rate difference	1,006,976	1,119,485	5,802	54,275	0	2,186,538
31 December 2017	275,166,193	609,068,596	18,943,606	6,573,642	0	909,752,037

	in EUR					
	Gross unearned premium	Gross claims provisions	Gross provisions for bonuses and discounts	Other gross insurance technical provisions	Unit-linked insurance-technical provisions	Total gross insurance technical provisions
LIFE INSURANCE						
1 January 2016	441,971	1,219,737,727	20,097,218	2,730,850	457,046,912	1,700,054,676
Increase	436,402	162,897,270	12,920,953	1,481,685	67,892,606	245,628,916
Use	-428,820	-109,465,897	-14,109,972	-265,630	-67,444,177	-191,714,496
Exchange rate difference	95	369,508	3,702	0	187,750	561,055
31 December 2016	449,648	1,273,538,608	18,911,899	3,946,905	457,683,091	1,754,530,151
Increase	425,045	155,870,564	11,716,886	1,475,628	76,910,295	246,398,418
Use	-448,869	-97,114,082	-11,164,116	-152,511	-85,356,523	-194,236,101
Exchange rate difference	325	760,299	11,970	0	307,702	1,080,295
31 December 2017	426,149	1,333,055,389	19,476,640	5,270,021	449,544,565	1,807,772,763

	in EUR					
	Gross unearned premium	Gross claims provisions	Gross provisions for bonuses and discounts	Other gross insurance technical provisions	Unit-linked insurance-technical provisions	Total gross insurance technical provisions
HEALTH INSURANCE						
1 January 2016	1,962,273	0	9,344,074	1,490,285	0	12,796,632
Increase	2,335,449	0	8,708,372	288,700	0	11,332,521
Use	-1,962,273	0	-8,951,522	-984,021	0	-11,897,816
Exchange rate difference	0	0	0	0	0	0
31 December 2016	2,335,449	0	9,100,925	794,964	0	12,231,338
Increase	2,630,206	0	9,361,685	1,537,245	0	13,529,136
Use	-2,445,278	0	-8,534,132	-60,273	0	-11,039,683
Exchange rate difference	0	0	0	0	0	0
31 December 2017	2,520,377	0	9,928,477	2,271,936	0	14,720,790

Analysis of changes in gross insurance technical provisions for Zavarovalnica Triglav

	in EUR					
	Gross unearned premium	Gross claims provisions	Gross provisions for bonuses and discounts	Other gross insurance technical provisions	Unit-linked insurance-technical provisions	Total gross insurance technical provisions
NON-LIFE INSURANCE						
1 January 2016	180,141,569	467,032,829	16,817,528	3,226,060	0	667,217,986
Increase	160,600,400	154,510,374	12,612,277	3,776,436	0	331,499,486
Use	-152,674,426	-168,165,891	-10,934,426	-3,226,060	0	-335,000,803
31 December 2016	188,067,543	453,377,312	18,495,379	3,776,436	0	663,716,669
Increase	165,641,630	160,485,906	11,678,477	3,025,520	0	340,831,533
Use	-157,587,280	-163,073,281	-11,824,052	-3,776,436	0	-336,261,049
31 December 2017	196,121,893	450,789,937	18,349,804	3,025,520	0	668,287,154

	in EUR					
	Gross unearned premium	Gross claims provisions	Gross provisions for bonuses and discounts	Other gross insurance technical provisions	Unit-linked insurance-technical provisions	Total gross insurance technical provisions
LIFE INSURANCE						
1 January 2016	417,422	925,402,898	19,214,892	2,690,931	438,920,157	1,386,646,300
Increase	420,333	115,341,780	12,517,184	1,481,685	60,306,997	190,067,980
Use	-417,422	-81,475,741	-13,868,613	-264,208	-68,101,846	-164,127,830
31 December 2016	420,333	959,268,937	17,863,463	3,908,408	431,125,308	1,412,586,450
Increase	406,292	110,521,211	11,325,346	1,468,328	67,221,946	190,943,123
Use	-420,333	-75,052,651	-10,747,847	-139,375	-82,096,487	-168,456,693
31 December 2017	406,292	994,737,498	18,440,962	5,237,360	416,250,767	1,435,072,879

Analysis of the decrease in gross mathematical provisions

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	2017	2016	2017	2016
Surrenders	23,006,551	29,922,860	11,894,678	15,320,526
Endowments	56,353,099	59,673,486	53,092,261	56,853,767
Deaths	2,727,012	2,811,826	2,157,612	2,210,721
Other	15,027,422	17,057,724	7,908,100	7,090,727
TOTAL	97,114,084	109,465,896	75,052,651	81,475,741

Other releases refer to annuity payouts, cancellations of traditional life insurance, releases of surrenders, releases of additional valuation provisions for claims and releases of mathematical provisions for venture capital.

Analysis of changes in loss events for non-life insurance for Triglav Group

in EUR

	Year of occurrence											TOTAL
	Before 2008	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	
Cumulative loss assessment												
– at the end of year of occurrence		580,563,977	560,952,881	535,615,958	509,028,152	537,773,397	540,980,548	523,335,884	494,721,974	497,610,909	523,078,938	5,303,662,618
– 1 year after year of occurrence		558,871,106	502,868,739	492,902,084	461,311,067	539,573,012	447,917,990	481,304,284	477,337,992	463,199,516		4,425,285,790
– 2 years after year of occurrence		531,833,942	492,609,753	473,335,579	474,755,005	500,921,267	463,342,293	466,027,510	463,910,257			3,866,735,606
– 3 years after year of occurrence		530,609,243	484,758,847	479,637,277	455,085,444	496,641,454	439,583,068	458,436,319				3,344,751,651
– 4 years after year of occurrence		526,347,769	484,136,193	467,602,633	458,416,153	487,381,079	433,339,855					2,857,223,682
– 5 years after year of occurrence		527,163,911	479,931,802	467,642,819	450,071,089	481,306,074						2,406,115,695
– 6 years after year of occurrence		529,614,877	477,637,233	459,856,973	448,004,684							1,915,113,767
– 7 years after year of occurrence		524,701,655	471,160,939	457,000,191								1,452,862,784
– 8 years after year of occurrence		519,372,405	468,531,214									987,903,619
– 9 years after year of occurrence		517,505,574										517,505,574
– 10 years after year of occurrence	79,257,867											79,257,867
Cumulative loss assessment		517,505,574	468,531,214	457,000,191	448,004,684	481,306,074	433,339,855	458,436,319	463,910,257	463,199,516	523,078,938	27,156,418,653
Cumulative payments until balane sheet date	5,143,132	506,914,802	456,155,094	440,542,520	425,146,462	446,635,656	406,434,468	421,822,043	416,344,521	382,782,854	312,082,933	4,220,004,485
Claim provisions balance	74,114,735	10,590,772	12,376,119	16,457,670	22,858,222	34,670,418	26,905,387	36,614,276	47,565,736	80,416,662	210,996,005	573,566,002

Analysis of changes in loss events for non-life insurance for Zavarovalnica Triglav

in EUR

	Year of occurrence											TOTAL
	Before 2008	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	
Cumulative loss assessment												
– at the end of year of occurrence		474,044,321	428,334,819	397,894,156	344,766,188	357,523,991	317,835,549	320,473,605	288,017,455	287,798,336	303,002,462	3,519,690,882
– 1 year after year of occurrence		439,920,329	379,229,569	349,567,530	303,201,976	304,864,538	266,546,400	276,286,823	244,620,306	248,557,097		2,812,794,568
– 2 years after year of occurrence		419,626,410	365,975,020	333,049,538	288,324,957	296,542,971	256,384,328	265,047,929	236,877,342			2,461,828,494
– 3 years after year of occurrence		411,548,525	356,293,810	326,228,216	282,155,740	289,326,478	249,972,030	260,339,640				2,175,864,438
– 4 years after year of occurrence		405,638,003	352,427,627	320,837,129	281,692,146	283,750,168	245,898,744					1,890,243,817
– 5 years after year of occurrence		404,027,863	347,853,432	317,082,345	278,889,676	279,036,814						1,626,890,130
– 6 years after year of occurrence		401,458,477	344,803,291	313,090,207	277,885,732							1,337,237,707
– 7 years after year of occurrence		397,942,137	341,842,194	311,355,522								1,051,139,853
– 8 years after year of occurrence		395,478,987	340,231,520									735,710,507
– 9 years after year of occurrence		394,090,497										394,090,497
– 10 years after year of occurrence	70,276,281											
Cumulative loss assessment		394,090,497	340,231,520	311,355,522	277,885,732	279,036,814	245,898,744	260,339,640	236,877,342	248,557,097	303,002,462	2,897,275,370
Cumulative payments until balane sheet date		385,324,538	329,479,371	298,370,355	258,789,449	248,780,711	224,407,847	232,339,982	204,915,268	200,146,902	162,393,783	2,544,948,205
Claim provisions balance	67,519,676	8,765,958	10,752,149	12,985,166	19,096,284	30,256,104	21,490,896	27,999,658	31,962,075	48,410,195	140,608,680	419,846,841

3.15 Employee benefits

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
Provisions for unused leave	4,393,109	4,265,313	3,782,886	3,553,625
Provisions for retirement benefits	7,886,897	7,544,294	5,744,460	5,753,856
Provisions for jubilee payments	1,699,836	1,740,657	1,173,117	1,240,033
TOTAL	13,979,843	13,550,264	10,700,463	10,547,514

Changes in provisions for unused annual leave and jubilee payments are fully recognised as operating expenses in the income statement. The same applies to changes in provisions for retirement benefits, excluding actuarial gains and losses. The latter are recognised in comprehensive income where the differed tax charge is accounted for.

Analysis of the movement of employee benefits for the Triglav Group

	in EUR			
	Provisions for unused leave	Provisions for retirement benefits	Provisions for jubilee payments	TOTAL
As at 1 January 2016	3,585,033	6,743,572	1,896,526	12,225,131
Use of provisions in the year	-3,306,538	-61,206	-67,265	-3,435,009
Release of provisions in the year	0	-29,853	-181,800	-211,653
Creation of provisions in the year	3,984,754	1,038,077	156,484	5,179,315
Change in Group	0	-147,913	-64,570	-212,483
Exchange rate difference	2,064	1,622	1,282	4,968
As at 31 December 2016	4,265,313	7,544,294	1,740,657	13,550,264
Use of provisions in the year	-3,963,993	-242,747	-183,873	-4,390,613
Release of provisions in the year	-65,787	-3,145	-8,098	-77,030
Creation of provisions in the year	4,155,404	576,861	148,394	4,880,659
Exchange rate difference	2,174	11,632	2,755	16,561
As at 31 December 2017	4,393,109	7,886,897	1,699,836	13,979,843

Analysis of the movement of employee benefits for the Zavarovalnica Triglav

	in EUR			
	Provisions for unused leave	Provisions for retirement benefits	Provisions for jubilee payments	TOTAL
As at 1 January 2016	2,928,334	5,006,984	1,253,720	9,189,038
Use of provisions in the year	-2,928,334	0	-13,687	-2,942,021
Creation of provisions in the year	3,553,625	746,872	0	4,300,497
As at 31 December 2016	3,553,625	5,753,856	1,240,033	10,547,514
Use of provisions in the year	-3,553,625	-152,800	-156,403	-3,862,828
Creation of provisions in the year	3,782,886	143,404	89,487	4,015,777
As at 31 December 2017	3,782,886	5,744,460	1,173,117	10,700,463

Development of provisions for retirement benefits and jubilee payments in Triglav Group

			in EUR
	Provisions for retirement benefits	Provisions for jubilee payments	TOTAL
As at 1 January 2016	6,542,540	1,896,526	8,439,066
Current service cost	609,208	173,305	782,513
Interest cost	52,985	4,135	57,120
Actuarial gains/losses due to:			
- changes in demographic assumptions	-59,314	-12,680	-71,994
- changes in financial assumptions	156,681	108,578	265,259
- experience adjustments	343,651	-50,424	293,227
Past service cost	-8,955	-138,041	-146,996
Benefits paid during the year	-142,752	-186,360	-329,112
Gains/losses upon payment	-222	8,906	8,684
Liabilities assumed in business combinations	48,849	-64,568	-15,719
Exchange rate difference	1,622	1,282	2,904
As at 31 December 2016	7,544,294	1,740,657	9,284,950
Current service cost	870,378	157,156	1,027,534
Interest cost	36,874	2,917	39,791
Actuarial gains/losses due to:			
- changes in demographic assumptions	-563,091	-91,181	-654,272
- changes in financial assumptions	-135,686	-11,738	-147,424
- experience adjustments	306,913	35,891	342,804
Past service cost	-3,959	763	-3,196
Benefits paid during the year	-196,462	-179,075	-375,537
Gains/losses upon payment	16,002	41,690	57,692
Exchange rate difference	11,632	2,755	14,387
As at 31 December 2017	7,886,897	1,699,836	9,586,733

Sensitivity analysis of parameter changes for Triglav Group

Parameter	Parameter change	in EUR	
		2017	2016
Interest rate	shift in the discount curve by +0.25%	-216,759	-765,447
	shift in the discount curve by -0.25%	225,834	829,445
Wage growth	change in annual wage growth by +0.5%	388,668	985,766
	change in annual wage growth by -0.5%	-347,888	-846,390
Mortality rate	constant increase in mortality by +20%	-140,409	-715,368
	constant increase in mortality by -20%	146,118	744,809
Early employment termination	shift in the expense curve by +20%	-292,364	-789,376
	shift in the expense curve by -20%	308,076	855,831

Development of provisions for retirement benefits and jubilee payments in Zavarovalnica Triglav

	Provisions for retirement benefits		Provisions for jubilee payments		in EUR	
					TOTAL	
As at 1 January 2016		5,006,984		1,253,720	6,260,704	
Current service cost		459,427		132,577	592,004	
Interest expenses		38,350		3,726	42,076	
Actuarial gains/loss due to:						
– change in demographic assumptions		-51,898		-12,680	-64,578	
– change in financial assumptions		99,052		95,028	194,080	
– experience adjustments		354,044		-51,702	302,342	
Profit/loss upon payment		0		-14,450	-14,450	
Termination payments during the year		-152,103		-166,185	-318,288	
As at 31 December 2016		5,753,856		1,240,033	6,993,889	
Current service cost		472,863		134,082	606,945	
Interest expenses		21,258		2,410	23,668	
Actuarial gains/loss due to:						
– change in demographic assumptions		-569,745		-91,181	-660,926	
– change in financial assumptions		-80,375		-27,368	-107,743	
– experience adjustments		299,403		38,746	338,149	
Profit/loss upon payment		0		32,799	32,799	
Termination payments during the year		-152,800		-156,403	-309,203	
As at 31 December 2017		5,744,460		1,173,117	6,917,578	

Sensitivity analysis of parameter changes for Zavarovalnica Triglav

Parameter	Parameter change	in EUR	
		2017	2016
Interest rate	shift in the discount curve by +0.25%	-148,801	-160,749
	shift in the discount curve by -0.25%	154,844	167,804
Wage growth	change in annual wage growth by +0.5%	276,279	289,963
	change in annual wage growth by -0.5%	-244,965	-253,298
Mortality rate	constant increase in mortality by +20%	-84,594	-89,734
	constant increase in mortality by -20%	86,318	91,641
Early employment termination	shift in the expense curve by +20%	-160,776	-106,316
	shift in the expense curve by -20%	168,839	110,552

3.16 Other provisions

	in EUR	
	Triglav Group	Zavarovalnica Triglav
As at 1 January 2016	3,854,844	381,762
Increase	3,155,228	548,000
Decrease	-938,186	-240,093
Acquisition	-2,094,599	0
Changes in Group	-1,017	0
Exchange rate difference	-5,050	0
As at 31 December 2016	3,971,217	689,669
Increase	1,076,646	35,292
Decrease	-758,877	0
Release	-509,734	0
Exchange rate difference	15,395	0
As at 31 December 2017	3,794,647	724,961

The maturity of over 90% of other provisions is above 12 months. The largest portion of total provisions is accounted for provisions for legal disputes. The increase in other provisions is shown as »Other income« in the income statement.

3.17 Deferred tax assets and liabilities

	in EUR	
	Triglav Group	Zavarovalnica Triglav
DEFERRED TAX ASSETS		
As at 1 January 2016	15,993,688	14,726,987
– increase	2,951,099	2,874,467
– decrease	-4,869,495	-4,413,735
– increase due to change in tax rate	1,717,822	1,551,496
As at 31 December 2016	15,793,114	14,739,215
– increase	46,303	3,034,123
– decrease	-2,070,302	-4,809,964
– increase due to change in tax rate	0	0
As at 31 December 2017	13,769,115	12,963,374
DEFERRED TAX LIABILITIES		
As at 1 January 2016	23,188,796	20,995,140
– increase	0	0
– decrease	-628,245	-1,485,686
– increase due to change in tax rate	2,839,993	2,295,170
As at 31 December 2016	25,400,544	21,804,624
– increase	1,249,870	459,803
– decrease	-253,835	0
– increase due to change in tax rate	0	0
As at 31 December 2017	26,396,579	22,264,427
NET DEFERRED TAX ASSETS		
As at 31 December 2016	-9,607,430	-7,065,409
As at 31 December 2017	-12,627,464	-9,301,053

Deferred tax assets are recognised for temporary differences arising from the impairment of receivables, financial assets and investment property, formation of post-employment benefits, jubilee benefits, actuarial losses and unused tax losses. Deferred tax assets are not recognized from impairments of investments in subsidiaries and associates disclosed in the stand-alone financial statements.

Deferred tax liabilities are recognised due to the valuation of available-for-sale financial assets.

The change in deferred tax assets is recognised in the income statement, increasing and/or decreasing income tax expense. The change in deferred tax liabilities is recognised in other comprehensive income. The impact of changes on the income statement and the comprehensive income is shown in [→ [Section 4.15](#)].

3.18 Other financial liabilities

	Triglav Group		Zavarovalnica Triglav	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
Long-term liabilities for a finance lease	513,126	329,074	0	0
Loans from banks	455,120	275,303	0	0
Financial liabilities for acquired securities	1,161,877	1,139,421	1,161,877	1,139,421
Liabilities for dividends	678,873	707,945	678,873	707,945
Other financial liabilities	2,780,384	2,836,949	4,434	5,344
TOTAL	5,589,381	5,288,693	1,845,184	1,852,710

in EUR

The long-term financial liabilities of the Triglav Group and Zavarovalnica Triglav amount to EUR 878,528 and EUR 564,052 respectively.

3.19 Operating liabilities

	Triglav Group		Zavarovalnica Triglav	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
DIRECT INSURANCE LIABILITIES	18,875,323	16,020,020	11,354,265	11,202,342
Liabilities to policyholders	11,854,935	10,609,008	8,351,426	7,563,911
Liabilities to insurance brokers	1,067,486	1,469,226	828,106	1,137,024
Other liabilities from direct insurance operations	5,952,902	3,919,778	1,819,604	1,693,292
Liabilities from direct insurance operations to Group companies	0	22,008	355,129	808,115
LIABILITIES FROM CO-INSURANCE AND REINSURANCE OPERATIONS	28,758,158	23,129,245	15,249,797	11,507,585
Liabilities for re/co-insurance premiums	17,031,209	14,537,488	13,015,790	11,501,403
Liabilities for co-insurers' share of claims	4,425,693	2,747,847	2,234,007	6,182
Other re/co-insurance liabilities	7,301,256	5,843,910	0	0
CURRENT TAX LIABILITIES	1,748,121	2,878,930	1,135,988	1,742,023
TOTAL LIABILITIES FROM INSURANCE OPERATIONS	49,381,602	42,028,195	27,740,050	24,451,951

in EUR

All operating liabilities are short-term and are to be settled within 12 months.

3.20 Other liabilities

	Triglav Group		Zavarovalnica Triglav	
	31 Dec 2017	31 Dec 2016	31 Dec 2017	31 Dec 2016
Short-term liabilities to employees	19,115,336	18,719,094	15,391,703	15,411,414
Trade payables	13,274,496	9,154,522	13,274,496	9,154,522
Other short-term liabilities from insurance operations	13,830,528	12,671,005	5,147,981	5,684,432
Other short-term liabilities	9,792,369	9,398,029	2,055,530	1,900,842
Other long-term liabilities	2,993,063	51,885	2,246,976	18,000
Accrued interest on issued bonds	958,354	981,584	958,354	981,584
Short-term deferred income from charged interest on arrears	1,010,281	1,264,981	1,010,281	1,264,981
Other accruals	10,209,308	10,398,246	711,989	514,673
TOTAL OTHER LIABILITIES	71,183,735	62,639,346	40,797,310	34,930,448

Of the disclosed other liabilities, the long-term liabilities of the Triglav Group and Zavarovalnica Triglav account for EUR 2,246,976.