

3. Notes to the Statement of Financial Position

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 2015	648,495	38,124,327	53,931,499	8,070,536	100,774,857
- transfer in use	0	0	8,657,833	-8,657,833	0
- purchases	0	0	2,183,015	3,873,536	6,056,551
- disposals	0	0	-1,406,447	-572	-1,407,019
- increase	0	1,320,822	0	0	1,320,822
- decrease	0	-894,790	0	0	-894,790
- impairment	0	0	-1,258,521	0	-1,258,521
- external acquisition	0	0	98,330	0	98,330
- exclusion of Avrigo	-648,495	0	-261,839	10,628	-899,706
- exchange rate difference	0	-10,473	-5,392	372	-15,493
As at 31 December 2015	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 - Pista	0	0	-653,462	0	-653,462
- change in Group - TUN	0	0	-190,823	0	-190,823
- 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
ACCUMULATED AMORTISATION					
As at 1 January 2015	0	0	-29,004,389	0	-29,004,389
- current year amortisation	0	0	-6,097,784	0	-6,097,784
- disposals	0	0	1,390,195	0	1,390,195
- impairment	0	0	0	0	0
- external acquisition	0	0	-82,491	0	-82,491
- exclusion of Avrigo	0	0	144,634	0	144,634
- exchange rate difference	0	0	7,134	0	7,134
As at 31 December 2015	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 - Pista	0	0	653,462	0	653,462
- change in Group - TUN	0	0	178,802	0	178,802
- exchange rate difference	0	0	17,359	0	17,359
As at 31 December 2016	0	0	-37,911,595	0	-37,911,595
CARRYING AMOUNT					
As at 31 December 2015	0	38,539,891	28,295,775	3,296,667	70,132,332
As at 31 December 2016	0	40,205,132	28,913,109	4,705,350	73,823,588

* Change in Group refers to Pista and TUN.

The Group did not pledge any intangible assets as collateral. As at 31 December 2016, trade payables for intangible assets amounted to EUR 3,691,710 (vs. EUR 3.274.392 as at 31 December 2015).

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 2016, 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.

The Group reported no value of goodwill as at the reporting date. It was entirely cancelled in 2015.

Zavarovalnica Triglav

in EUR

	Deferred acquisition costs	Licenses and software	Intangible assets in course of acquisition	Total
COST				
As at 1 January 2015	28,555,615	36,394,136	7,942,199	72,891,950
- transfer in use	0	8,109,192	-8,109,192	0
- purchases	0	2,003,431	2,803,326	4,806,757
- disposal	0	-1,257,924	0	-1,257,924
- increase	0	8,590	0	8,590
- decrease	-414,800	-1,267,111	0	-1,681,911
As at 31 December 2015	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
ACCUMULATED AMORTISATION				
As at 1 January 2015	0	-18,518,221	0	-18,518,221
- amortisation	0	-4,363,436	0	-4,363,436
- disposal	0	1,257,844	0	1,257,844
As at 31 December 2015	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
CARRYING AMOUNT				
As at 31 December 2015	28,140,815	22,366,498	2,636,333	53,143,644
As at 31 December 2016	29,504,819	22,482,696	3,897,054	55,884,567

Zavarovalnica Triglav did not pledge any intangible assets as collateral. As at 31 December 2016, trade payables for intangible assets amounted to EUR 2,896,500 (vs. EUR 2,592,904 as at 31 December 2015).

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](#)].

As at 31 December 2016, intangible assets with an indefinite useful life amounted to EUR 9,368, the same as in 2015. 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 29.6% 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 2015	15,234,216	121,912,303	100,705,730	574,548	238,426,797
- transfer in use	53,914	1,694,495	3,802,016	-5,550,425	0
- purchases	1,084,047	626,026	3,324,873	6,115,642	11,150,588
- disposals	0	-1,181,678	-5,678,449	0	-6,860,127
- impairment	-238	-4,023	0	0	-4,261
- external acquisition	0	0	659,491	0	659,491
- transfer from investment property	16,836,637	2,310,134	0	0	19,146,771
- transfer to non-current assets held for sale	-8,616,932	0	0	0	-8,616,932
- exclusion of Avrigo*	-1,621,354	-5,398,493	-38,693,699	1,653,279	-44,060,267
- exchange rate differences	9,137	27,071	27,501	1,598	65,307
As at 31 December 2015	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
ACCUMULATED DEPRECIATION					
As at 1 January 2015	0	-35,210,435	-79,547,818	0	-114,758,253
- depreciation for the current year	0	-2,332,727	-7,128,466	0	-9,461,193
- disposals	0	398,502	5,270,175	0	5,668,677
- impairment	0	-29,165	0	0	-29,165
- external acquisition	0	0	-506,739	0	-506,739
- transfer from investment property	0	-703,851	0	0	-703,851
- exclusion of Avrigo*	0	4,041,016	27,680,270	0	31,721,286
- exchange rate differences	0	-2,356	-25,418	0	-27,773
As at 31 December 2015	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
CARRYING AMOUNT					
As at 31 December 2015	22,979,427	86,146,822	9,889,469	2,794,642	121,810,360
As at 31 December 2016	11,527,165	84,922,273	9,183,463	2,300,526	107,933,428

* Exclusion refers to value of property, plant and equipment of Avrigo Group, which were transferred to non-current assets held for sale.

As at the reporting period, no property, plant and equipment were pledged as collateral by the Group. The Triglav Group companies have no property, plant and equipment on finance lease.

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 December 2016	31 December 2015
Carrying amount	96,449,438	109,126,249
Estimated fair value	100,936,975	126,564,580

Zavarovalnica Triglav

	in EUR				
	Land	Buildings	Equipment	PP&E in course of acquisition	Total
COST					
As at 1 January 2015	5,101,881	74,246,633	43,264,044	98,961	122,711,519
- transfer in use	0	969,899	6,820	-976,719	0
- purchases	158,062	742,173	1,993,863	1,648,630	4,542,728
- disposal	0	-348	-4,166,125	0	-4,166,473
- transfer from investment property	239,719	1,246,435	0	0	1,486,154
- merger Triglav Naložbe	0	0	36,197	0	36,197
As at 31 December 2015	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
ACCUMULATED DEPRECIATION					
As at 1 January 2015	0	-21,472,881	-36,095,620	0	-57,568,501
- depreciation for the current year	0	-1,225,826	-2,681,210	0	-3,907,036
- disposal	0	66	3,984,482	0	3,984,548
- transfer from investment property	0	-50,049	0	0	-50,049
- merger Triglav Naložbe	0	0	-34,092	0	-34,092
As at 31 December 2015	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
CARRYING AMOUNT					
As at 31 December 2015	5,499,662	54,456,102	6,308,359	770,872	67,034,994
As at 31 December 2016	5,499,662	54,399,388	5,870,749	460,658	66,230,456

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 2016, trade payables for property, plant and equipment amounted to EUR 868,146 (vs. EUR 959,086 as at 31 December 2015). Gross amount of fully depreciated property, plant and equipment still in use represents 25.7% 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 December 2016	31 December 2015
Carrying amount	59,899,050	59,955,764
Estimated fair value	63,092,680	62,260,845

3.3 Investment property

Triglav Group

	in EUR			
	Land	Buildings	IP in course of acquisition	Total
COST				
As at 1 January 2015	36,780,524	70,407,399	16,800,574	123,988,497
- transfer in use	0	685	-685	0
- purchases	0	405,735	24,169	429,904
- disposals	-552,180	-919,310	0	-1,471,490
- impairment	-1,607,069	-3,056,932	-333,035	-4,997,034
- reclassification	-4,270,538	4,270,538	0	0
- transfer to property, land and equipment	-16,836,932	-2,310,134	0	-19,147,066
- exclusion of Avrigo*	-3,380	-161,897	0	-165,277
- exchange rate difference	6,452	962	0	7,414
As at 31 December 2015	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, land and equipment	0	-3,370,383	0	-3,370,383
- transfer from property, land 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
ACCUMULATED DEPRECIATION				
As at 1 January 2015	0	-19,127,018	0	-19,127,018
- depreciation for the current year	0	-1,423,100	0	-1,423,100
- disposals	0	430,938	0	430,938
- impairment	0	129,185	0	129,185
- transfer to property, land and equipment	0	703,851	0	703,851
- exclusion of Avrigo*	0	117,238	0	117,238
- exchange rate difference	0	-760	0	-760
As at 31 December 2015	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, land 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
CARRYING AMOUNT				
As at 31 December 2015	13,516,877	49,467,383	16,491,023	79,475,283
As at 31 December 2016	23,359,815	56,174,939	16,307,966	95,842,720

* Exclusion refers to value of investment property of Avrigo Group, which were transferred to non-current assets held for sale.

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 December 2016	31 December 2015
Carrying amount	95,842,720	79,475,283
Estimated fair value	95,095,996	80,265,592

Zavarovalnica Triglav

	in EUR			
	Land	Buildings	IP in course of acquisition	Total
COST				
As at 1 January 2015	2,540,323	26,152,397	16,666,591	45,359,311
- transfer in use	0	0	0	0
- purchases	3,615,479	14,897,286	0	18,512,765
- disposal	-17,620	-433,386	0	-451,006
- reclassification	-239,719	-1,246,435	0	-1,486,154
- impairment	-293,382	-646,911	-333,035	-1,273,328
As at 31 January 2015	5,605,081	38,722,951	16,333,556	60,661,588
- transfer in use	0	0	0	0
- 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 December 2016	4,803,325	37,999,708	15,248,189	58,051,222
ACCUMULATED DEPRECIATION				
As at 1 January 2015	0	-7,386,852	0	-7,386,852
- depreciation	0	-694,258	0	-694,258
- disposal	0	102,004	0	102,004
- reclassification	0	50,049	0	50,049
- impairment	0	138,281	0	138,281
As at 31 December 2015	0	-7,790,776	0	-7,790,776
- depreciation	0	-862,580	0	-862,580
- disposal	0	213,554	0	213,554
- reclassification	0	0	0	0
As at 31 December 2016	0	-8,439,802	0	-8,439,802
CARRYING AMOUNT				
As at 31 December 2015	5,605,081	30,932,175	16,333,556	52,870,808
As at 31 December 2016	4,803,325	29,559,906	15,248,189	49,611,417

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 December 2016	31 December 2015
Carrying amount	49,611,417	52,870,808
Estimated fair value	50,351,528	52,306,224

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)	
					2016	2015	2016	2015	2016	2015
1	Pozavarovalnica Triglav RE d.d.	Miklošičeva 19, Ljubljana, Slovenia	17	Reinsurance	100.00	100.00	100.00	100.00	7,793,252	7,793,252
2	Triglav, Zdravstvena zavarovalnica d.d.	Pristaniška 10, Koper, Slovenia	17	Insurance	100.00	100.00	100.00	100.00	3,735,886	3,735,886
3	Triglav INT d.d.	Dunajska 22, Ljubljana, Slovenia	17	Holding company	100.00	100.00	100.00	100.00	70,600,000	70,600,000
4	Skupna pokojninska družba d.d.	Trg republike 3, Ljubljana, Slovenia	17	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	17	Real estate management	100.00	100.00	100.00	100.00	24,493,300	22,728,368
6	Triglav Skladi d.o.o.	Slovenska 54, Ljubljana, Slovenia	17	Fund management	67.50	67.50	100.00	100.00	2,076,723	2,076,723
7	Avrigo d.o.o.	Kidričeva 20, Nova Gorica, Slovenia	17	Transport	-	100.00	-	100.00	0	5,821,530
8	Salnal d.o.o.	Slovenska 54, Ljubljana, Slovenia	17	Real estate management	100.00	100.00	100.00	100.00	14,422,000	14,422,000
9	Triglav Avtoservis d.o.o.	Verovškova 60b, Ljubljana, Slovenia	17	Maintenance and repair of motor vehicle	100.00	100.00	100.00	100.00	100,214	100,214
10	Triglav Svetovanje d.o.o.	Ljubljanska 86, Domžale, Slovenia	17	Insurance agency	100.00	100.00	100.00	100.00	279,736	279,736
11	Hotel Grad Podvin d.d.	Miklošičeva 19, Ljubljana, Slovenia	17	Tourism	0.00	100.00	0.00	100.00	0	0
12	Zavod Vse bo v redu	Miklošičeva 19, Ljubljana, Slovenia	17	Insitute for corporate social responsibility	100.00	100.00	100.00	100.00	100,000	100,000
TOTAL									130,632,438	134,689,036

3.5 Investments in associates

In 2016, Zavarovalnica Triglav did not gain new stakes in associates.

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.⁹⁶

COMPANY	ADDRESS	TAX RATE (in%)	ACTIVITY
Nama d.d.	Tomšičeva 1, Ljubljana, Slovenia	17	Retail trade
Triglavko, d.o.o.	Ulica XXX. divizije 23, Nova Gorica, Slovenia	17	Insurance agency
Izletnik Celje d. d.	Aškerčeva 20, Celje, Slovenia	17	Transport
ZIF Prof Plus	Veselina Masleše 1, Banja luka, Republika Srbska, Bosnia and Herzegovina	10	Investment fund

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)	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
Nama d.d.	39.07	39.07	39.07	39.07	4,125,785	4,187,938	39.07	38.05	39.07	38.05	9,464,548	7,221,376
Triglavko, d.o.o.	38.47	38.47	38.47	38.47	18,853	18,556	38.47	38.47	38.47	38.47	38,499	38,499
Izletnik Celje d. d.	-	49.49	-	49.49	-	0	-	0	-	0	-	0
ZIF Prof Plus	22.09	22.09	22.09	22.09	2,681,763	2,733,207	0	0	0	0	0	0
TOTAL					6,826,400	6,939,700					9,503,047	7,259,875

COMPANY	ASSETS		LIABILITIES		EQUITY		REVENUES		PROFIT/LOSS	
	2016	2015	2016	2015	2016	2015	2016	2015	2016	2015
	Nama d.d.	12,878,976	12,335,818	2,456,087	2,053,165	10,422,889	10,282,653	15,581,981	12,852,827	390,120
Triglavko, d.o.o.	144,651	146,776	44,572	47,470	100,079	99,306	453,017	424,704	772	-8,408
Izletnik Celje d. d.	-	24,149,586	-	13,785,562	-	10,364,024	-	20,002,660	-	2,070,715
ZIF Prof Plus	21,390,152	21,578,007	208,973	163,997	21,181,179	21,414,009	586,119	649,846	2,126,448	602,764

⁹⁶ Financial data for 2016 are unaudited, whilst the data for 2015 were adjusted if the audited data differed from the data published in the 2015 Annual Report.

3.6 Financial assets⁹⁷

Triglav Group

in EUR

	Carrying value		Fair value	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Held to maturity	231,342,393	242,406,400	283,856,208	292,533,348
At fair value through profit and loss	396,203,356	374,742,603	396,203,356	374,742,603
- designated	390,433,892	372,033,690	390,433,892	372,033,690
- held for trading	5,769,464	2,708,913	5,769,464	2,708,913
Available for sale	1,738,043,072	1,607,681,638	1,738,043,070	1,607,681,638
Loans and receivables	148,731,640	183,872,219	124,028,761	183,872,219
Unit-linked insurance assets	459,982,822	464,733,923	460,760,711	464,733,923
- at fair value through profit and loss	453,130,731	456,179,014	453,130,731	456,179,014
- loans and receivables	6,428,491	8,126,347	7,206,379	8,126,347
- available for sale	423,601	428,560	423,601	428,560
TOTAL	2,974,303,281	2,873,436,783	3,002,892,106	2,923,563,731

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.

in EUR

31 December 2016	HTM	FVTPL – Classified upon acquisition	FVTPL – Held for trading	AFS	L&R	TOTAL
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 receivables	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

in EUR

31 December 2015	HTM	FVTPL – Classified upon acquisition	FVTPL – Held for trading	AFS	L&R	TOTAL
Debt and other fixed-return securities	242,406,400	0	383,020,719	1,444,992,963	26,085,120	2,096,505,203
Investments in shares, other floating-rate securities and fund coupons	0	0	443,056,416	163,096,107	0	606,152,523
Financial derivatives	0	4,844,483	0	0	0	4,844,483
Loans and receivables	0	0	0	21,128	161,986,614	162,007,742
- deposits with banks	0	0	0	0	131,344,753	131,344,753
- loans given	0	0	0	924,125	27,979,248	28,903,373
- other financial investments	0	0	0	-902,997	2,662,613	1,759,616
Financial investments of reinsurance companies in reinsurance contracts	0	0	0	0	3,926,832	3,926,832
TOTAL	242,406,400	4,844,483	826,077,135	1,608,110,198	191,998,566	2,873,436,783

97 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

The table below shows the movements of financial assets of Triglav Group in 2015 and 2016.

FINANCIAL ASSETS	in EUR					
	HTM	FVTPL	AFS	L&R	ULI	TOTAL
As at 1 January 2015	210,604,128	204,282,044	1,608,664,995	130,037,423	465,787,739	2,619,376,329
Purchases	309,867	337,962,161	917,246,873	1,056,256,040	105,479,075	2,417,254,016
Disposals	-45,393,542	-259,762,642	-879,272,872	-890,065,685	-121,074,879	-2,195,569,620
Maturities	-31,043,984	-30,108,318	-79,551,090	-125,165,244	-265,588	-266,134,224
Amount removed from equity at disposal	0	0	28,345,270	0	0	28,345,270
Valuation trough profit and loss	-408,630	1,938,927	0	0	14,318,591	15,848,888
Valuation trough equity	0	0	-37,809,741	0	23,976	-37,785,765
Impairments	0	0	-231,310	-45,129	0	-276,439
Premiums and discounts	4,121,690	0	-4,643,316	326,187	196,616	1,177
Interest income	8,086,875	11,773,687	38,371,520	6,042,286	272,594	64,546,962
Acquisition	96,149,104	108,667,533	13,917,564	8,476,556	0	227,210,757
Transfer on disposal group held for sale	0	0	0	-2,030,300	0	-2,030,300
Exchange rate difference	-19,108	-10,789	2,643,743	40,086	-4,201	2,649,731
As at 31 December 2015	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	-1,166,962,220
Maturities	-22,298,541	-95,763,075	-89,024,530	-52,741,937	-23,684,819	-282,452,683
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	34,932,612
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

Zavarovalnica Triglav

	in EUR			
	Carrying value		Fair value	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Loans and receivables	82,397,895	108,581,747	86,024,002	108,581,747
Held to maturity	168,983,706	178,250,255	214,513,671	222,266,331
Available for sale	1,365,449,446	1,268,278,321	1,365,449,446	1,268,278,321
At fair value through profit and loss:	195,669,555	192,740,593	195,669,555	192,740,593
- designated	194,246,126	190,031,680	194,246,126	190,031,680
- held for trading	1,423,429	2,708,913	1,423,429	2,708,913
Unit-linked insurance assets:	434,043,269	446,589,561	434,790,947	446,589,561
- at fair value through profit and loss	427,791,372	438,631,907	427,791,372	438,631,907
- receivables	6,251,897	7,957,654	6,999,575	7,957,654
TOTAL	2,246,543,870	2,194,440,477	2,296,447,621	2,238,456,553

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

in EUR

31 December 2016	HTM	FVTPL – Classified upon acquisition	FVTPL – Held for trading	AFS	L&R	TOTAL
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 receivables:	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

in EUR

31 December 2015	HTM	FVTPL – Classified upon acquisition	FVTPL – Held for trading	AFS	L&R	TOTAL
Debt and other fixed-return securities	178,250,255	242,751,308	0	1,157,177,540	0	1,578,179,103
Investments in shares, other floating-rate securities and fund coupons	0	383,798,182	0	110,176,657	0	493,974,839
Financial derivatives	0	0	4,823,010	0	0	4,823,010
Loans and receivables:	0	0	0	924,124	116,539,401	117,463,525
- deposits with banks and certificates of deposits	0	0	0	0	74,804,642	74,804,642
- loans given	0	0	0	0	40,038,012	40,038,012
- other financial investments	0	0	0	924,124	1,696,747	2,620,871
TOTAL	178,250,255	626,549,490	4,823,010	1,268,278,321	116,539,401	2,194,440,477

The table below shows the movements of financial assets of Zavarovalnica Triglav in 2015 and 2016.

in EUR

FINANCIAL ASSETS	HTM	FVTPL	AFS	L&R	ULI	TOTAL
As at 1 January 2015	186,136,258	200,499,009	1,299,415,074	104,531,182	449,802,771	2,240,384,294
Purchases	0	193,379,220	775,363,754	652,352,025	104,284,741	1,725,379,740
Maturities	-14,318,813	-11,132,811	-63,440,152	-35,174,538	-265,588	-124,331,902
Disposal	-2,309,555	-199,775,827	-762,228,139	-616,515,397	-120,993,904	-1,701,822,822
Amount removed from equity	0	0	30,767,442	0	0	30,767,442
Valuation trough profit and loss	32	3,925,392	-231,310	0	13,301,724	16,995,838
Valuation trough equity	0	0	-39,233,899	0	0	-39,233,899
Premiums and discounts	4,121,690	0	-4,585,092	326,187	196,616	59,401
Interest income	4,620,643	5,861,269	30,538,606	3,062,288	263,201	44,346,007
Exchange rate difference	0	-15,659	1,912,037	0	0	1,896,379
As at 31 December 2015	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	29,473,041
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

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.

3.7 Reinsurers' share of technical provisions

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
NON-LIFE INSURANCE				
Reinsurers' share of unearned premiums	19,171,160	17,699,937	17,080,033	15,370,560
Reinsurers' share of claims	57,865,822	51,023,879	59,336,009	54,546,341
Reinsurers' share of other technical provisions	46,819	0	0	0
Total non-life insurance	77,083,801	68,723,816	76,416,042	69,916,902
LIFE INSURANCE				
Reinsurers' share of unearned premiums	982	489	0	0
Reinsurers' share of claims	0	0	39,065	18,493
Reinsurers' share of other mathematical provisions	0	0	0	0
Total life insurance	982	489	39,065	18,493
TOTAL ASSETS FROM REINSURANCE CONTRACTS	77,084,783	68,724,305	76,455,107	69,935,394

3.8 Receivables

Triglav Group

	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

	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 2015										
Receivables from direct insurance operations	64,585,868	-605,690	63,980,178	19,655,294	-3,443,041	16,212,253	69,575,863	-66,519,284	3,056,579	83,249,006
Receivables from insurers	60,935,859	-553,284	60,382,575	18,177,356	-3,362,711	14,814,645	60,997,244	-57,810,962	3,186,282	78,383,502
Receivables from insurance brokers	5,965	0	5,965	773,116	0	773,116	120,350	-92,173	28,177	807,258
Other receivables from direct insurance operations	3,644,044	-52,406	3,591,638	704,822	-80,330	624,492	8,458,269	-8,616,153	-157,884	4,058,246
Receivables from co-insurance and reinsurance operations	31,779,501	0	31,779,501	5,161,846	0	5,161,846	7,931,257	-2,048,936	5,882,321	42,823,668
Premium receivable from co-insurance	850,470	0	850,470	101,548	0	101,548	15,572	-12,940	2,632	954,650
Premium receivable from reinsurance	19,641,653	0	19,641,653	3,475,150	0	3,475,150	4,185,685	-83,588	4,102,097	27,218,900
Receivables from co-insurers' share in claims	116,217	0	116,217	1,827	0	1,827	0	0	0	118,044
Receivables from reinsurers' share in claims	8,966,731	0	8,966,731	1,497,396	0	1,497,396	3,723,769	-1,952,408	1,771,361	12,235,488
Other receivables from co-insurance and reinsurance operation	2,204,430	0	2,204,430	85,925	0	85,925	6,231	0	6,231	2,296,586
Receivables for income tax refund	301,273	0	301,273	0	0	0	0	0	0	301,273
Other receivables	31,005,709	51,750	31,057,459	6,934,568	-1,097,970	5,836,598	99,621,926	-96,446,199	3,175,727	40,069,786
Other short-term receivables from insurance operations	10,167,450	-5,948	10,161,502	2,798,679	-1,079,490	1,719,189	92,494,198	-90,896,740	1,597,458	13,478,149
Short-term receivables from financing	4,135,477	47,873	4,183,350	776,963	-17,543	759,420	932,325	-857,351	74,974	5,017,746
Other short-term receivables	13,718,699	9,825	13,728,524	2,420,955	-937	2,420,018	5,183,565	-4,692,108	491,457	16,639,999
Long-term receivables	2,984,083	0	2,984,083	937,971	0	937,971	1,011,838	0	1,011,838	4,933,892
TOTAL	127,672,351	-553,940	127,118,411	31,751,708	-4,541,011	27,210,697	177,129,046	-165,014,419	12,114,627	166,443,733

Zavarovalnica Triglav

	NOT DUE			OVERDUE UP TO 180 DAYS			OVERDUE OVER 180 DAYS			TOTAL NET VALUE	in EUR
31 December 2016	Gross value	Impairment	Net value	Gross value	Impairment	Net value	Gross value	Impairment	Net value	TOTAL NET VALUE	
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	

	NOT DUE			OVERDUE UP TO 180 DAYS			OVERDUE OVER 180 DAYS			TOTAL NET VALUE	in EUR
31 December 2015	Gross value	Impairment	Net value	Gross value	Impairment	Net value	Gross value	Impairment	Net value	TOTAL NET VALUE	
Receivables from direct insurance operations	51,330,713	-66,084	51,264,629	7,381,675	-2,166,586	5,215,089	31,693,382	-30,214,087	1,479,295	57,959,013	
Receivables from insurers	48,238,821	-66,084	48,172,737	7,349,271	-2,153,979	5,195,292	31,307,002	-29,531,844	1,775,158	55,143,187	
Receivables from insurance brokers	0	0	0	0	0	0	0	0	0	0	
Other receivables from direct insurance operations	3,091,892	0	3,091,892	32,404	-12,607	19,797	386,380	-682,243	-295,863	2,815,826	
Receivables from co-insurance and reinsurance operations	12,219,198	0	12,219,198	0	0	0	0	0	0	12,219,198	
Premium receivable from co-insurance	823,686	0	823,686	0	0	0	0	0	0	823,686	
Premium receivable from reinsurance	0	0	0	0	0	0	0	0	0	0	
Receivables from co-insurers' share in claims	95,127	0	95,127	0	0	0	0	0	0	95,127	
Receivables from reinsurers' share in claims	11,300,385	0	11,300,385	0	0	0	0	0	0	11,300,385	
Other receivables from co-insurance and reinsurance operation	0	0	0	0	0	0	0	0	0	0	
Other receivables	23,049,196	0	23,049,196	2,698,841	-1,069,752	1,629,089	90,515,410	-89,655,180	860,230	25,538,515	
Other short-term receivables from insurance operations	2,681,757	0	2,681,757	2,652,401	-1,051,272	1,601,129	90,188,178	-89,334,034	854,144	5,137,030	
Short-term receivables from financing	15,295,441	0	15,295,441	43,544	-17,543	26,001	249,024	-243,759	5,265	15,326,707	
Other short-term receivables	2,596,817	0	2,596,817	2,896	-937	1,959	78,208	-77,387	821	2,599,597	
Long-term receivables	2,475,181	0	2,475,181	0	0	0	0	0	0	2,475,181	
TOTAL	86,599,107	-66,084	86,533,023	10,080,516	-3,236,338	6,844,178	122,208,792	-119,869,267	2,339,525	95,716,726	

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

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	2016	2015	2016	2015
VALUE ADJUSTMENT OF RECEIVABLES FROM POLICYHOLDERS				
Impairment allowance for receivables as at 1 January	61,726,947	66,699,599	31,751,907	35,580,808
– Increase of impairment allowance for receivables	7,325,149	8,832,347	4,771,560	5,147,360
– Decrease in impairment allowance for receivables	-6,578,175	-9,589,581	-4,482,377	-5,903,918
– Receivables write-off	-7,031,184	-4,260,184	-2,983,294	-3,072,343
– Acquisition	0	-454	0	0
– Exchange rate difference	46,774	45,220	0	0
Impairment allowance for receivables as at 31 December	55,489,511	61,726,947	29,057,796	31,751,907
IMPAIRMENT ALLOWANCE FOR OTHER SHORT-TERM RECEIVABLES				
Impairment allowance for receivables as at 1 January	91,982,165	91,032,745	90,385,306	90,457,579
– Increase of impairment allowance for receivables	8,705,670	10,655,677	8,529,641	10,365,778
– Decrease in impairment allowance for receivables	-8,232,540	-7,767,876	-8,112,684	-7,656,704
– Receivables write-off	-6,711,835	-1,930,767	-6,683,248	-2,781,346
– Changes in Group	0	0	0	0
– Exchange rate difference	-16,782	-7,614	0	0
Impairment allowance for receivables as at 31 December	85,726,679	91,982,165	84,119,015	90,385,306
VALUE ADJUSTMENT OF OTHER RECEIVABLES				
Impairment allowance for receivables as at 1 January	16,792,495	17,469,859	1,034,477	2,440,529
– Increase of impairment allowance for receivables	1,986,709	2,102,429	103,753	191,659
– Decrease in impairment allowance for receivables	72,471	-2,348,113	-70,343	-1,536,124
– Receivables write-off	-433,073	-450,738	-67,745	-71,668
– Transfer on deferred income	0	-36,588	0	0
– Exchange rate difference	35,309	9,450	0	0
– Changes in Group	702,227	0	0	10,081
– Transfer on disposal group held for sale	-1,767,295	-346,062	0	0
Impairment allowance for receivables as at 31 December	17,388,843	16,400,237	1,000,142	1,034,477
TOTAL VALUE ADJUSTMENT OF RECEIVABLES				
As at 1 January	170,456,057	175,202,203	123,171,690	128,478,916
As at 31 December	158,605,033	170,109,349	114,176,953	123,171,690

Receivables from financial leasing

	in EUR			
	Minimum lease payments		Current value of minimum lease payments	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Up to 1 year	56,066	731,302	56,066	654,749
From 1 to 5 years	0	2,362,667	0	2,186,566
More than 5 years	0	0	0	0
TOTAL	56,066	3,093,968	56,066	2,841,315
Less unearned financial income	0	-123,654	0	0
Less maintenance costs	0	-129,000	0	0
Receivable present value of the minimum lease payments	56,066	2,841,315	56,066	2,841,315

Under the financial leasing agreement, the lessee used the option of early purchase of the real property with Zavarovalnica Triglav in 2016. The lessee was charged interest at the interest rate of 2.174% for 2016 (the real interest rate of 2.192% + 12-month Euribor – 0.018%), including the compensation for insurance costs and major repair costs.

The purchase price in the amount of EUR 2,290,945 was settled prior to the balance sheet date. On the balance sheet date, a receivable in the amount of one installment of EUR 56,066 were still due, but it was settled at the beginning of 2017. The financial lease receivable is recognized in the statement of financial position within other receivables.

3.9 Other assets

	Triglav Group		Zavarovalnica Triglav		in EUR
	31 December 2016	31 December 2015	31 December 2016	31 December 2015	
	Inventories	584,544	3,670,574	200,565	222,659
Deferred costs	2,312,600	3,763,822	1,029,911	1,926,409	
Sredstva, vložena v računalniške programe za Skupino	718,936	642,611	718,936	642,611	
Other assets	6,173	57,755	0	0	
TOTAL	3,622,253	8,134,762	1,949,412	2,791,679	

3.10 Cash and cash equivalents

	Triglav Group		Zavarovalnica Triglav		in EUR
	31 December 2016	31 December 2015	31 December 2016	31 December 2015	
	Cash in bank accounts	53,816,146	33,226,581	27,637,328	7,541,489
Deposits redeemable at notice	11,484,922	14,247,701	0	0	
Cash on hand and cheques	413,406	453,566	16,318	8,469	
Other	0	920	0	0	
TOTAL	65,714,474	47,928,768	27,653,646	7,549,958	

3.11 Non-current assets held for sale

	Triglav Group		Zavarovalnica Triglav		in EUR
	31 December 2016	31 December 2015	31 December 2016	31 December 2015	
	Non-current assets Avrigo Group	0	23,545,963	0	0
Non-current assets - land and property of company TUN ⁹⁸	1,020,293	10,891,123	0	0	
TOTAL	1,020,293	34,437,086	0	0	

Non-current assets held for sale includes the value of land and buildings of Triglav, Upravljanje nepremičnin d.d., which are planned to be disposed of within a year.

3.12 Equity

As at 31 December 2016, 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 Zavarovalnice Triglav

Shareholders	Number of shares		Percentage of ownership	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
	in EUR			
Zavod za pokojninsko in invalidsko zavarovanje Slovenije, Ljubljana	7,836,628	7,836,628	34.47	34.47
SDH, d.d., Ljubljana	6,386,644	6,386,644	28.09	28.09
Addiko Bank, d.d., Zagreb, Hrvaška	1,467,458	1,435,521	6.45	6.31
Hrvatska poštanska banka, d.d., Zagreb, Hrvaška	322,004	322,557	1.42	1.42
Clearstream Banking SA, Luksemburg, Luksemburg	297,152	273,152	1.31	1.20
Balkan Fund, Luksemburg, Luksemburg	290,278	326,278	1.28	1.44
Unicredit Bank Austria, Dunaj, Avstrija	267,356	88,987	1.18	0.39
Pozavarovalnica Sava Re, d.d., Ljubljana	166,678	166,678	0.73	0.73
Kuwait Investment Authority, Safat, Kuvajt	158,571	154,771	0.70	0.68
The Bank of New York Mellon, New York, ZDA	157,157	100,214	0.69	0.44
Other shareholders (each less than 1%)	5,385,222	5,643,718	23.69	24.82
TOTAL	22,735,148	22,735,148	100.00	100.00

Share price

	in EUR	
	31 December 2016	31 December 2015
Quoted price of the share on the regulated securities market	23.20	23.50
Carrying amount per share	24.80	23.34

Distribution of accumulated profits of Zavarovalnica Triglav

	in EUR	
	2016	2015
Net profit/loss for the year	75,333,602	58,505,818
Net profit brought forward	8,190,402	4,849,167
Increase in retained income	36,497,876	2,361,643
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	-688,356
Increase of other reserves from profit based on the decision by the Management and Supervisory Boards	-37,600,000	0
ACCUMULATED PROFITS	82,421,880	65,028,272
Distribution of accumulated profits		
- to shareholders		56,837,870
- allocation to other reserves from profit		0
- transfer to the following year		8,190,402

The distribution of the accumulated profit for 2016 will be proposed by the Management and Supervisory Board and submitted for decision to the General Meeting of Shareholders of Zavarovalnica Triglav.

Dividends

	in EUR	
	2016	2015
Dividends to be distributed to shareholders	Not published	56,837,870
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.

Up to 31 December 2015, the Company within revenue reserves also created credit risk risk provisions (equalisation reserves). These reserves were formed in accordance with the requirements of the Insurance Act and recognized in equity due to non-compliance with IFRS. After entry into force of the revised insurance act (ZZavar-1) on 1 January 2016, credit risk equalisation reserves recognised under equity were reversed and the total amount of EUR -1 was transferred to the net profit brought forward.

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 2016, the currency translation adjustment totalled EUR 595,983 evrov (vs. EUR 2015: 48,074).⁹⁹ The translation differences in majority refer to the reduction related to the growth of the Serbian dinar (RSD).

⁹⁹ The amount does not include translation differences relating to non-controlling interests.

Notes to the statement of changes in equity

The following changes are shown in the statement of changes in equity for 2016:

- Based on the resolution passed by the General Meeting of Shareholders of Zavarovalnica Triglav on 31 May 2016 on the distribution of the accumulated profit for 2015, EUR 56,837,870 were allocated to dividend payments. For consolidation purposes the dividends paid to Triglav, Upravljanje nepremičnin, d.d. of EUR 60,894.
- The legal and statutory reserves were increased in the amount of EUR 270,638 in three subsidiaries. These reserves were formed from net profit brought forward or net profit for the year.
- Credit risk equalisation reserves of both Zavarovalnica Triglav and Triglav Re, were released and transferred to the net profit of the year in the amount of EUR 33,280,648.
- Share premium decreased by EUR 1,339,896 as a result of covering the loss from previous years of the company Triglav, Upravljanje nepremičnin d.d., and by EUR 127,237 due to the sale of the company Avrigo d.o.o. and its subsidiaries. A detailed explanation is given in [→ *Section 2.7*].

3.13 Subordinated liabilities

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Amortised cost	16.869.102	18.752.252	21.103.108	21.101.278
Fair value	19.160.879	21.686.280	23.970.102	24.402.840

As at the balance sheet date the principal of the ZT02 bonds - issued in 2009 as euro-dominated 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 (4,239 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 (8,872 lots). For the calculation of fair values, the last known price on the Ljubljana Stock Exchange is taken into account. As at 31 December 2016, ZT02 price stood at 113.45% (115.5% as at 31 December 2015).

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

in EUR

	Triglav Group		Zavarovalnica Triglav	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
NON-LIFE INSURANCE				
GROSS PROVISIONS FOR UNEARNED PREMIUMS	260,854,523	249,653,712	188,067,543	180,141,569
Gross provision for unearned premiums	260,722,697	249,489,890	187,935,717	179,977,747
Gross provisions for unearned premiums from coinsurance	131,826	163,822	131,826	163,822
GROSS CLAIMS PROVISIONS	607,228,071	613,245,763	453,377,312	467,032,829
Gross claims provisions for IBNR and IBNER	322,207,652	343,428,357	246,702,719	271,062,587
Gross provisions for incurred and reported claims	245,264,840	231,888,147	172,083,327	162,354,671
Gross claims provisions for co-insurance	1,063,996	1,160,536	1,063,996	1,160,536
Expected subrogation	-9,727,154	-9,566,955	-10,323,181	-10,491,286
Provisions for claim handling costs	48,418,737	46,335,678	43,850,450	42,946,321
GROSS PROVISIONS FOR BONUSES AND DISCOUNTS	19,105,924	17,382,035	18,495,379	16,817,528
OTHER GROSS INSURANCE TECHNICAL PROVISIONS	6,838,308	7,309,307	3,776,436	3,226,060
TOTAL NON-LIFE INSURANCE TECHNICAL PROVISIONS	894,026,826	887,590,817	663,716,669	667,217,986
LIFE INSURANCE				
GROSS UNEARNED PREMIUM PROVISIONS	449,648	441,971	420,333	417,422
GROSS MATHEMATICAL PROVISIONS	1,273,538,608	1,219,737,727	959,268,937	925,402,898
Gross mathematical provisions covering life insurance	788,426,467	763,602,056	731,757,446	711,985,994
Gross mathematical provisions covering SVPI	449,706,841	425,824,906	192,106,191	183,106,139
Gross mathematical provisions covering SVPI during the annuity pay-out period	35,405,300	30,310,765	35,405,300	30,310,765
GROSS CLAIMS PROVISIONS	18,911,899	20,097,218	17,863,463	19,214,892
Gross claims provisions for IBNR and IBNER	15,043,632	16,204,001	14,545,914	15,759,175
Gross provisions for incurred and reported claims	3,568,320	3,588,490	3,063,967	3,190,423
Gross claims provisions for co-insurance	253,582	265,294	0	0
Expected subrogation	25,103	4,019	0	0
Provisions for claim handling costs	21,262	35,414	253,582	265,294
OTHER INSURANCE TECHNICAL PROVISIONS	3,946,905	2,730,850	3,908,408	2,690,931
TOTAL LIFE INSURANCE TECHNICAL PROVISIONS	1,296,847,060	1,243,007,766	981,461,142	947,726,143
HEALTH INSURANCE				
GROSS PROVISIONS FOR UNEARNED PREMIUMS	2,335,449	1,962,273	0	0
Gross provision for unearned premiums	2,335,449	1,962,273	0	0
Gross provisions for unearned premiums from coinsurance	0	0	0	0
GROSS CLAIMS PROVISIONS	9,100,925	9,344,074	0	0
Gross claims provisions for IBNR and IBNER	8,346,377	8,439,749	0	0
Gross provisions for incurred and reported claims	534,385	683,931	0	0
Gross claims provisions for co-insurance	0	0	0	0
Expected subrogation	0	0	0	0
Provisions for claim handling costs	220,163	220,394	0	0
GROSS PROVISIONS FOR BONUSES AND DISCOUNTS	0	0	0	0
OTHER INSURANCE TECHNICAL PROVISIONS	794,964	1,490,285	0	0
TOTAL HEALTH INSURANCE TECHNICAL PROVISIONS	12,231,338	12,796,632	0	0
TOTAL INSURANCE TECHNICAL PROVISIONS	2,203,105,224	2,143,395,211	1,645,177,811	1,614,944,129
GROSS MATHEMATICAL PROVISIONS COVERING ULI	457,683,091	457,046,912	431,125,308	438,920,157

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 December 2016	31 December 2015	31 December 2016	31 December 2015
NON-LIFE INSURANCE				
Gross provisions for incurred and unreported claims	310,300,309	334,775,530	233,644,007	256,992,213
Gross claims provisions	322,207,652	343,428,357	246,702,719	271,062,587
Reinsurers' share	-11,907,343	-8,652,827	-13,058,712	-14,070,374
Gross provisions for incurred and reported claims	198,690,204	188,799,391	125,189,873	121,161,001
Gross claims provisions	245,264,840	231,888,147	172,083,327	162,354,671
Reinsurers' and co-insurers' share	-46,574,636	-43,088,756	-46,893,454	-41,193,670
Gross claims provisions for co-insurance	1,063,996	1,160,536	1,063,996	1,160,536
Gross claims provisions	1,063,996	1,160,536	1,063,996	1,160,536
Reinsurers' share	0	0	0	0
Expected subrogation	-9,110,996	-8,849,252	-9,707,023	-9,773,583
Gross claims provisions	-9,727,154	-9,566,955	-10,323,181	-10,491,286
Reinsurers' share	616,158	717,703	616,158	717,703
Provisions for claim handling costs	48,418,737	46,335,678	43,850,450	42,946,321
Gross claims provisions	48,418,737	46,335,678	43,850,450	42,946,321
Reinsurers' share	0	0	0	0
TOTAL NON-LIFE INSURANCE GROSS CLAIMS PROVISIONS	549,362,250	562,221,883	394,041,303	412,486,488
TOTAL GROSS CLAIMS PROVISIONS	607,228,071	613,245,763	453,377,312	467,032,829
TOTAL REINSURERS' SHARE	-57,865,821	-51,023,880	-59,336,009	-54,546,341
LIFE INSURANCE				
Gross provisions for incurred and unreported claims	15,043,632	16,204,001	14,545,914	15,759,175
Gross claims provisions	15,043,632	16,204,001	14,545,914	15,759,175
Reinsurers' share	0	0	0	0
Gross provisions for incurred and reported claims	3,568,320	3,588,490	3,024,901	3,171,930
Gross claims provisions	3,568,320	3,588,490	3,063,967	3,190,423
Reinsurers' share	0	0	-39,065	-18,493
Gross claims provisions for co-insurance	253,582	265,294	0	0
Gross claims provisions	253,582	265,294	0	0
Reinsurers' share	0	0	0	0
Expected subrogation	25,103	4,019	0	0
Gross claims provisions	25,103	4,019	0	0
Reinsurers' share	0	0	0	0
Provisions for claim handling costs	21,262	35,414	253,582	265,294
Gross claims provisions	21,262	35,414	253,582	265,294
Reinsurers' share	0	0	0	0
TOTAL LIFE INSURANCE GROSS CLAIMS PROVISIONS	18,911,899	20,097,218	17,824,397	19,196,399
TOTAL GROSS CLAIMS PROVISIONS	18,911,899	20,097,218	17,863,463	19,214,892
TOTAL REINSURERS' SHARE	0	0	-39,065	-18,493
HEALTH INSURANCE				
Gross provisions for incurred and unreported claims	8,346,377	8,439,749	0	0
Gross claims provisions	8,346,377	8,439,749	0	0
Reinsurers' share	0	0	0	0
Gross provisions for incurred and reported claims	534,385	683,931	0	0
Gross claims provisions	534,385	683,931	0	0
Reinsurers' and co-insurers' share	0	0	0	0
Gross claims provisions for co-insurance	0	0	0	0
Gross claims provisions	0	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	220,163	220,394	0	0
Gross claims provisions	220,163	220,394	0	0
Reinsurers' share	0	0	0	0
TOTAL HEALTH INSURANCE GROSS CLAIMS PROVISIONS	9,100,925	9,344,074	0	0
TOTAL GROSS CLAIMS PROVISIONS	9,100,925	9,344,074	0	0
TOTAL REINSURERS' SHARE	0	0	0	0

Analysis of changes in gross insurance technical provisions for Triglav Group

in EUR						
NON-LIFE INSURANCE	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
1 January 2015	243,575,522	620,460,169	15,845,556	7,535,064	0	887,416,310
Increase	203,529,320	194,081,790	12,372,593	5,303,917	0	415,287,620
Use	-197,453,807	-201,319,002	-10,836,861	-5,529,447	0	-415,139,117
Exchange rate difference	2,677	22,803	747	-227	0	26,000
31 December 2015	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

in EUR						
LIFE INSURANCE	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
1 January 2015	437,169	954,072,939	20,074,018	986,715	458,899,160	1,434,470,001
Increase	430,301	131,204,318	12,653,572	1,938,785	58,819,881	205,046,857
Use	-425,521	-90,190,006	-12,631,541	-195,150	-60,713,886	-164,156,104
Acquisition	0	224,559,532	0	499	0	224,560,031
Exchange rate difference	22	90,944	1,168	1	41,756	133,891
31 December 2015	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

in EUR						
HEALTH INSURANCE	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
1 January 2015	1,983,042	0	8,293,272	1,492,548	0	11,768,862
Increase	1,962,273	0	8,926,980	615,205	0	11,504,458
Use	-1,983,042	0	-7,876,178	-617,468	0	-10,476,688
Exchange rate difference	0	0	0	0	0	0
31 December 2015	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

Analysis of changes in gross insurance technical provisions for Zavarovalnica Triglav

							in EUR
NON-LIFE INSURANCE	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	
1 January 2015	182,489,705	489,862,786	15,380,257	3,963,555	0	691,696,303	
Increase	154,534,870	158,785,126	11,889,019	3,226,060	0	328,435,075	
Use	-156,883,005	-181,615,083	-10,451,748	-3,963,555	0	-352,913,391	
31 December 2015	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	

							in EUR
LIFE INSURANCE	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	
1 January 2015	412,831	904,858,200	19,136,346	986,715	442,952,449	1,368,346,541	
Increase	417,422	107,134,384	12,547,332	1,899,366	56,147,839	178,146,343	
Use	-412,831	-86,589,686	-12,468,786	-195,150	-60,180,131	-159,846,585	
31 December 2015	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	

Analysis of the decrease in gross mathematical provisions

					in EUR
	Triglav Group		Zavarovalnica Triglav		
	2016	2015	2016	2015	
Surrenders	29,922,860	19,318,721	15,320,526	18,572,649	
Endowments	59,673,486	60,871,515	56,853,767	58,177,388	
Deaths	2,811,826	2,601,021	2,210,721	2,464,865	
Other	17,057,724	7,398,749	7,090,727	7,374,785	
TOTAL	109,465,896	90,190,006	81,475,741	86,589,686	

Other releases primarily concern life pension annuity pay-outs. The disclosed amount also includes releases of additional provisions as a result of shadow accounting in the PDPZ guarantee fund and releases of additional mathematical provisions for credit risk.

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

	Year of occurrence											TOTAL
	Before 2007	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	
Cumulative loss assessment												
- at the end of year of occurrence		452,588,309	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	5,233,171,988
- 1 year after year of occurrence		441,568,602	558,871,106	502,868,739	492,902,084	461,311,067	539,573,012	447,917,990	481,304,284	477,337,992		4,403,654,876
- 2 years after year of occurrence		437,542,206	531,833,942	492,609,753	473,335,579	474,755,005	500,921,267	463,342,293	466,027,510			3,840,367,556
- 3 years after year of occurrence		429,583,969	530,609,243	484,758,847	479,637,277	455,085,444	496,641,454	439,583,068				3,315,899,302
- 4 years after year of occurrence		430,229,469	526,347,769	484,136,193	467,602,633	458,416,153	487,381,079					2,854,113,297
- 5 years after year of occurrence		426,895,003	527,163,911	479,931,802	467,642,819	450,071,089						2,351,704,625
- 6 years after year of occurrence		429,407,513	529,614,877	477,637,233	459,856,973							1,896,516,596
- 7 years after year of occurrence		434,504,519	524,701,655	471,160,939								1,430,367,112
- 8 years after year of occurrence		429,749,459	519,372,405									949,121,864
- 9 years after year of occurrence		426,390,524										426,390,524
- 10 years after year of occurrence	68,428,825											68,428,825
Cumulative loss assessment		426,390,524	519,372,405	471,160,939	459,856,973	450,071,089	487,381,079	439,583,068	466,027,510	477,337,992	497,610,909	26,769,736,564
Cumulative payments until balance sheet date		412,572,617	505,940,310	454,978,554	437,753,558	422,741,092	444,187,633	402,860,406	414,415,940	398,745,153	292,672,796	4,186,868,060
Claim provisions balance	68,428,825	13,817,907	13,432,095	16,182,385	22,103,415	27,329,997	43,193,446	36,722,662	51,611,570	78,592,840	204,938,112	576,353,254

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

	Year of occurrence											TOTAL
	Before 2007	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	
Cumulative loss assessment												
- at the end of year of occurrence		375,371,479	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	3,592,059,899
- 1 year after year of occurrence		350,847,419	439,920,329	379,229,569	349,567,530	303,201,976	304,864,538	266,546,400	276,286,823	244,620,306		2,915,084,891
- 2 years after year of occurrence		340,005,493	419,626,410	365,975,020	333,049,538	288,324,957	296,542,971	256,384,328	265,047,929			2,564,956,645
- 3 years after year of occurrence		329,957,813	411,548,525	356,293,810	326,228,216	282,155,740	289,326,478	249,972,030				2,245,482,611
- 4 years after year of occurrence		325,364,482	405,638,003	352,427,627	320,837,129	281,692,146	283,750,168					1,969,709,555
- 5 years after year of occurrence		321,506,313	404,027,863	347,853,432	317,082,345	278,889,676						1,669,359,628
- 6 years after year of occurrence		319,930,935	401,458,477	344,803,291	313,090,207							1,379,282,910
- 7 years after year of occurrence		317,114,795	397,942,137	341,842,194								1,056,899,126
- 8 years after year of occurrence		315,370,469	395,478,987									710,849,456
- 9 years after year of occurrence		314,316,809										314,316,809
- 10 years after year of occurrence	65,525,702											
Cumulative loss assessment		314,316,809	395,478,987	341,842,194	313,090,207	278,889,676	283,750,168	249,972,030	265,047,929	244,620,306	287,798,336	2,974,806,642
Cumulative payments until balance sheet date		303,718,742	384,691,440	328,744,872	296,611,038	256,852,456	247,380,790	222,521,017	227,623,002	195,654,278	153,839,634	2,617,637,269
Claim provisions balance	61,616,673	10,598,068	10,787,547	13,097,322	16,479,169	22,037,220	36,369,377	27,451,012	37,424,927	48,966,028	133,958,702	418,786,047

3.15 Employee benefits

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Provisions for unused leave	4,265,313	3,585,033	3,553,625	2,928,334
Provisions for retirement benefits	7,544,294	6,743,572	5,753,856	5,006,984
Provisions for jubilee payments	1,740,657	1,896,526	1,240,033	1,253,720
TOTAL	13,550,264	12,225,131	10,547,514	9,189,038

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 2015	3,674,116	6,924,311	1,667,155	12,265,582
Use of provisions in the year	-3,317,163	-523,195	-26,182	-3,866,539
Release of provisions in the year	-2,770	-70,369	-6,432	-79,571
Creation of provisions in the year	3,230,520	654,218	342,689	4,227,428
Acquisition	0	148,800	61,374	210,174
Non-current assets held for sale	0	-390,303	-142,750	-533,053
Exchange rate difference	330	110	671	1,111
As at 31 December 2015	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

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 2015	3,163,254	5,198,930	1,046,470	9,408,654
Use of provisions in the year	-3,163,254	-422,154	0	-3,585,408
Creation of provisions in the year	2,928,334	230,208	207,250	3,365,792
As at 31 December 2015	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

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

	Provisions for retirement benefits		Provisions for jubilee payments		in EUR
					TOTAL
As at 1 January 2015	6,758,751	1,667,155			8,425,906
Current service cost	303,076	174,200			477,276
Interest cost	62,705	6,760			69,465
Actuarial gains/losses due to:					
- changes in demographic assumptions	-8,776	-450			-9,226
- changes in financial assumptions	34,469	14,178			48,647
- experience adjustments	-168,939	-5,378			-174,317
Past service cost	96,641	254,668			351,309
Benefits paid during the year	-97,632	-69,398			-167,030
Gains/losses upon payment	-196,360	-64,505			-260,865
Liabilities assumed in business combinations	148,800	61,374			210,174
Non-current assets held for sale	-390,303	-142,750			-533,053
Exchange rate difference	108	671			779
As at 31 December 2015	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

Sensitivity analysis of parameter changes for Triglav Group

Parameter	Parameter change	in EUR	
		2016	2015
Interest rate	shift in the discount curve by +0.25 %	-765,447	-423,528
	shift in the discount curve by -0.25 %	829,445	436,039
Wage growth	change in annual wage growth by +0.5 %	985,766	614,874
	change in annual wage growth by -0.5 %	-846,390	-536,075
Mortality rate	constant increase in mortality by +20 %	-715,368	-365,219
	constant increase in mortality by -20 %	744,809	373,494
Early employment termination	shift in the expense curve by +20 %	-789,376	-468,803
	shift in the expense curve by -20 %	855,831	487,074

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 2015	5,198,929	1,046,471		6,245,400
Current service cost	193,964	83,264		277,228
Interest expenses	38,350	3,726		42,076
Actuarial gains/loss due to:				
- change in demographic assumptions	0	0		0
- change in financial assumptions	-66,115	-3,481		-69,596
- experience adjustments	-173,462	-5,378		-178,839
Past service cost	0	255,304		255,304
Profit/loss upon payment	-167,716	-119,447		-287,163
Termination payments during the year	-16,967	-6,738		-23,704
As at 31 December 2015	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
Past service cost	0	0		0
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

Sensitivity analysis of parameter changes for Zavarovalnica Triglav

Parameter	Parameter change	2016	2015
Interest rate	shift in the discount curve by +0.25%	-160,749	-146,514
	shift in the discount curve by -0.25%	167,804	139,321
Wage growth	change in annual wage growth by +0.5%	289,963	292,153
	change in annual wage growth by -0.5%	-253,298	-257,593
Mortality rate	constant increase in mortality by +20%	-89,734	-85,757
	constant increase in mortality by -20%	91,641	88,172
Early employment termination	shift in the expense curve by +20%	-106,316	-92,513
	shift in the expense curve by -20%	110,552	96,086

3.16 Other provisions

	Triglav Group	Zavarovalnica Triglav
As at 1 January 2015	3,946,874	399,080
Increase	1,046,793	0
Decrease	-446,698	-17,318
Acquisition	1,824,621	0
Changes in Group	38,310	0
Transfer to non-current assets held for sale	-2,553,110	0
Exchange rate difference	-1,947	0
As at 31 December 2015	3,854,844	381,762
Increase	3,155,228	548,000
Decrease	-938,186	-240,093
Release	-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

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 2015	20,472,194	15,013,596
- merger of Triglav Naložbe as at 1 January 2015	0	2,633,747
- transfer to non-current assets held for sale - Avrigo	-370,947	0
- increase	3,361,732	2,724,086
- decrease	-7,469,291	-5,644,442
As at 31 December 2015	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
DEFERRED TAX LIABILITIES		
As at 1 January 2015	30,752,195	27,986,637
- increase	0	0
- decrease	-7,563,399	-6,991,497
As at 31 December 2015	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
NET DEFERRED TAX ASSETS		
As at 31 December 2015	-7,195,108	-6,268,154
As at 31 December 2016	-9,607,430	-7,065,409

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 and credit risk equalisation reserves.

The change in deferred tax assets is recognised in the income statement, increasing and/or decreasing income tax expense, except for actuarial losses for which deferred tax is recognised in other comprehensive income. 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

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Long-term liabilities for a finance lease	329,074	187,828	0	0
Loans from banks	275,303	1,242,264	0	0
Financial liabilities for acquired securities	1,139,421	1,134,885	1,139,421	1,134,885
Loans from other institutions	0	0	0	0
Loans secured by fixed-return securities	0	0	0	0
Liabilities for dividends	707,945	604,359	707,945	604,359
Liabilities for derivative financial instruments	0	0	0	0
Liabilities for profit-sharing bonuses for employees	0	9,404	0	9,404
Other financial liabilities	2,836,949	605,542	5,344	4,341
TOTAL	5,288,692	3,784,282	1,852,710	1,752,990

3.19 Operating liabilities

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
DIRECT INSURANCE LIABILITIES	16,020,020	16,617,928	11,202,342	10,985,581
Liabilities to policyholders	10,609,008	9,841,586	7,563,911	7,726,187
Liabilities to insurance brokers	1,469,226	1,437,370	1,137,024	882,127
Other liabilities from direct insurance operations	3,919,778	5,319,292	1,693,292	1,719,481
Liabilities from direct insurance operations to Group companies	22,008	19,680	808,115	657,785
LIABILITIES FROM CO-INSURANCE AND REINSURANCE OPERATIONS	23,129,245	28,053,630	11,507,585	10,264,596
Liabilities for re/co-insurance premiums	14,537,488	14,575,061	2,303,166	1,234,140
Liabilities for co-insurers' share of claims	2,747,847	6,927,490	4,470	743
Other re/co-insurance liabilities	5,843,910	6,551,079	9,199,949	9,029,713
CURRENT TAX LIABILITIES	2,878,930	3,717,167	1,742,023	2,636,536
TOTAL LIABILITIES FROM INSURANCE OPERATIONS	42,028,195	48,388,725	24,451,951	23,886,713

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

3.20 Other liabilities

	in EUR			
	Triglav Group		Zavarovalnica Triglav	
	31 December 2016	31 December 2015	31 December 2016	31 December 2015
Short-term liabilities to employees	18,719,094	17,553,397	15,411,414	15,144,644
Trade payables	9,154,522	6,887,357	9,154,522	6,887,357
Other short-term liabilities from insurance operations	12,671,005	12,358,102	5,684,432	5,647,260
Other short-term liabilities	9,398,029	14,010,310	1,900,842	2,163,531
Other long-term liabilities	51,885	19,857	18,000	19,500
Accrued interest on issued bonds	981,584	978,902	981,584	978,902
Short-term deferred income from charged interest on arrears	1,264,981	1,418,808	1,264,981	1,418,808
Other accruals	10,398,246	13,115,242	514,673	6,168,097
TOTAL OTHER LIABILITIES	62,639,346	66,341,975	34,930,448	38,428,098

In 2015, the Company created guarantee provisions for receivables from overdue premium in Triglav Pojišt'ovna in the amount of EUR 5.6 million within other accruals. In 2016, an amount of EUR 4.2 million was cashed in on a guarantee, while the remaining part of the provision was released and recognised under other income.