

Unipol
GRUPPO

Siat
ASSICURAZIONI

2023 ANNUAL REPORT



2023
ANNUAL REPORT

CONTENTS

Report of the Board of Directors on operations	9
Annual accounts	43
Balance sheet	44
Income statement	56
Notes to the financial statements	66
Attachments	118
Resolution of the Shareholders' meeting-extract	147

BOARD OF DIRECTORS

Enrico San Pietro	Chairman
Vittorio Pini	Director and Chief Executive Officer
Roberto Pittalis	Director and Deputy Chairman
Filiberto Borghi	Director
Vittorio Corsano	Director
Alfonso Roberto Galante	Director
Silvia Lazzari	Director
Daniela Marucci	Director
Gian Carlo Sangalli	Director
Giovanni Siciliano	Director
Marco Vesentini	Director

BOARD OF STATUTORY AUDITORS

Alessandro Contessa	Chairman
Roberto Chiusoli	Auditor
Roberto Tieghi	Auditor

INDEPENDENT AUDITORS

EY S.p.A.



REPORT OF
THE BOARD
OF DIRECTORS
ON OPERATIONS



Shareholders,

MACROECONOMIC SCENARIO

In 2023, global GDP growth continued, estimated at +2.7%, albeit at a slower pace than the +3.1% recorded in 2022. The slight deceleration in global economic growth can be attributed primarily to the restrictive monetary policies enacted by major international central banks, and secondarily to the economic growth rates in China, which remain below pre-pandemic averages. This situation has subsequently affected the evolution of global trade.

In the United States, GDP increased by 2.5% in 2023 (+1.9% in 2022). GDP growth was chiefly driven by strong performances in private consumption and public spending, which compensated for the decline in private investments, adversely affected by high interest rates. The trend in consumption was driven by the positive labour market results, with the unemployment rate maintaining very low levels in 2023 (3.6% on average). Growth was also accompanied by a gradual decline in the inflation rate, which, on average, stood at 4.2% compared to 8.0% in 2022.

In China, GDP rose by 5.2% (+3% in 2022) buoyed by the recovery in domestic demand following the end of the restrictive "Zero-Covid" policies of 2022. However, growth still fell short of the pre-pandemic average due to tensions in the real estate market and lower exports, not fully offset by the expansion in domestic demand. In 2023, the average unemployment rate stood at 5.2%, and the average inflation rate was at 0.2%, with the last quarter experiencing average deflation. In 2023, China resumed growth, outpacing that of emerging markets. The emerging market economies are expected to see growth of 4.2% in 2023.

In Japan, GDP is projected to grow 2% at the end of 2023 (+0.9% in 2022). Despite the slowdown experienced in the third quarter (-0.7% compared to the previous quarter), Japanese growth was driven by the improvement in foreign trade, which compensated for the sluggish increase in domestic demand. The labour market continued to record a low unemployment rate, with an annual average of 2.6%, while the inflation rate increased to 3.3%, up from 2.5% in 2022.

In the Euro Area, GDP growth was 0.5% in 2023 (+3.4% in 2022). Growth remained essentially flat throughout 2023 due to the restrictive monetary policy enacted by the ECB. Moreover, the lower demand for goods from China impacted those economies that heavily rely on exports, such as Germany, whose slowdown then negatively impacted overall economic growth within the Euro Area. Despite the slowdown in economic growth, the unemployment rate fell just slightly, averaging 6.5% in 2023, compared to 6.7% in 2022. The annual inflation rate fell to an average of 5.5%, compared to 8.4% in 2022, softening to 2.9% in December.

Italy's GDP grew 0.7% in 2023 (+3.9% in 2022). In particular, GDP declined in the second quarter (-0.3% compared to the first quarter), due to the drop in both final consumption and investments. The upturn in domestic final consumption led to a slight increase in the third quarter (+0.1% over the second quarter), while growth in the fourth quarter (+0.2% over the third quarter), was largely due to improvements in the net foreign component. The average annual inflation rate stood at 6% (vs. 8.7% in 2022). The labour market remained resilient against the slowdown in growth, with the annual average unemployment rate falling to 7.6% (+8.1% in 2022).



FINANCIAL MARKETS

In 2023, the Fed raised the Fed funds rate by 100 basis points, and also moved forward with the process of downsizing the portfolio of securities purchased during the various quantitative easing programmes.

Similarly, also ECB maintained a restrictive monetary policy, raising its two key policy rates (refi rate and deposit rate) by 200 basis points. At the end of 2023, the deposit rate stood at 4%, up from 2% at the end of 2022, while the interest rate on the main refinancing operations (refi) stood at 4.5% at the end of 2023, up from 2.5% at the end of 2022. The ECB also continued its efforts to reduce the amount of securities purchased for monetary policy purposes.

Declining inflation rates, coupled with expectations for a less restrictive monetary policy by both the Fed and the ECB, has resulted in a decrease in interest rates, especially on long-term maturities. The 3-month Euribor rate accelerated to 3.91% at the end of 2023, up by around 177 basis points compared to figures at the end of 2022, while the 10-year Swap rate decreased during the same period by roughly 70 basis points, closing 2023 at 2.49%.

In Germany, the 10-year Bund closed 2023 at 2.03%, down by around 50 basis points on the values at the end of 2022. In Italy, the 10-year BTP closed 2023 at 3.68%, down 96 basis points. The 10-year spread between Italian and German rates was therefore 166 basis points at the end of 2023, down 46 basis points from the end of 2022.

2023 ended favourably for international stock markets. The Eurostoxx 50 index, which reflects stock prices in the Euro Area, was up 19.2% in 2023 compared with the end of 2022. The FTSE Mib index, which tracks the prices of Italian listed companies, increase 28% in the same period. The DAX index, which tracks German listed companies, closed 2023 up 20.3% compared with December 2022.

In the United States, the S&P 500 index closed 2023 up 24.2% on the figures at the end of 2022. International stock markets also experience a sharp upturn in 2023: the Nikkei index, the leading index of Japan's listed companies, closed 2023 with a gain of 28.2% compared to December 2022, while the Morgan Stanley Emerging Markets index, which tracks the performance of emerging markets, recorded a modest increase in 2023 of 7.0%.

As a result of the narrowing interest rate gap between the United States and the Euro Area, the US dollar fell by 3% against the Euro, bringing the euro/dollar exchange rate to 1.10 at the end of 2023, against 1.07 at the end of 2022.



INSURANCE SECTOR REGULATIONS

The main new regulation for the insurance sector is represented by IVASS Order no. 121/2022 amending the format of the financial statements set out in ISVAP Regulation no. 7/2007 to bring domestic regulations into line with the provisions of Regulation (EU) 2021/2036 concerning IFRS 17, that applies from the financial years starting on or after 1 January 2023. IFRS 17 introduced significant changes compared with IFRS 4 in terms of the measurement and presentation of profit on insurance contracts, especially in the Life insurance business. It has introduced a market-consistent approach based on Solvency II and the valuation methods based on embedded value, also with a view to improving transparency and comparability.



THE INSURANCE MARKET

The final figures reported for the third quarter of 2023, show premiums in the Italian and non-EU direct business insurance market of approximately €93.9 billion, down 1% compared with the same period in 2022. In particular, total Non-Life premiums written increased by 6.6% compared to the same period of 2022 and therefore a year-end growth of about 7% is expected, for premium values in excess of €38 billion.

In the **'Hulls'** sector, the shift in the international maritime hull insurance market landscape, first experienced in 2022, was further reinforced in 2023.

The massive influx of new underwriting capacity in the London market and elsewhere has once again demonstrated that, as soon as a balance between investments and profits is achieved, the cyclical maritime market begins to attract new financial capital.

In this refreshed international scenario SIAT has continued, although not without challenges, to try to balance a prudent approach with maintaining a good overall size of premiums and profit. While on the one hand we let go of a portion of the portfolio, of which we are the leading insurer, that was no longer profitable or required accepting unfavourable renewal terms, on the other hand, we pressed on with our decision to attempt to diversify, albeit with caution, by expanding our presence in the markets of Northern Europe, Turkey, and the Far East, a move also supported by the decision to engage several new intermediaries and to expand the involvement of others already in the portfolio. All of this was accomplished without ever compromising our commitment to operate with the necessary meticulous selection of risks

It is also worth noting that, throughout 2023, the contribution of premiums from "Extra War Risks," i.e., the surcharges collected due to the ongoing war between Russia and Ukraine, had a significant impact on production.

Unlike the situation in 2022, the volatility of the USD/Euro exchange rate, due to the depreciation of the U.S. dollar, negatively impacted the currency conversion of premiums.

As regards the "Cargo" sector, year-end data confirms what was already noted throughout the year; the increase in premiums was significantly influenced by the contribution of additional premiums applied for war risk cover, predominantly on oil cargoes departing from Russian ports.

Since the entry into force of the sanction packages against Russia, including the introduction of a "price cap" for oil products (specifically from 5/12/2022 for crude oil and from 05/02/2023 for refined products), insured shipments slowed in 2023 compared with 2022. However, we continue to insure several cargoes of non-Russian origin that transit through Russian ports and are therefore subject to the application of the additional premium.

It is difficult to predict how and with what frequency this traffic will continue in 2024.

Still on the topic of war risk premiums, it should also be considered that, from October 2023, additional premiums are counted for Israel, and from December 2023, for passage through the Red Sea.

In these cases, however, the premiums are basically minor since the percentage of surcharge applied is much lower than the rates applied for RUB (Russia, Belarus, and Ukraine).

Ordinary risks declined compared to last year mainly due to reinsurance issues that did not allow us to retain business on some covers for trade from RUB, or due to difficulties in obtaining optional reinsurance support for policies with exposures above the limits set by treaties, and finally due to a decision not to renew some business with poor performance.

During 2023, it became increasingly difficult to overhaul policies with disappointing performance as policyholders continue to find alternative solutions despite high number of claims.

As regards premium rate trends, a certain degree of stability was noted, but in 2024 we expect there will be a demand for discounts, especially in the generally more profitable SME area where competition is strong.

New insurance production, in line with the established guidelines, mainly includes new business in the SME segment, which is generally more profitable but with low premiums (the average premium per policy is less than €2,000).

Commission premiums grew from €0.4 million in 2022 to €0.6 million in 2023.

Unlike the situation in 2022, the volatility of the USD/Euro exchange rate, due to the depreciation of the U.S. dollar, negatively impacted the currency conversion of premiums.

As regards the **"Aviation"** sector, at an international level the upward trend in economic conditions has continued, also as result of the decline in insurance capacity.

In the Italian market, where insurance companies are more and more focused on the corporate sector, and less and less so on the light general aviation sector, this trend is less pronounced.

As far as outward reinsurance is concerned, the market remains consistent with recent trends, with the continued interest of trade operators with regard to the technical importance of business proposals presented to them.

RESULTS OF OPERATIONS

In view of the foregoing, your company reported a profit of €8,696 thousand before taxes in 2023, an improvement compared with the €6,649 thousand reported in 2022.

Net profit came to €6,281 thousand, compared with €4,920 thousand in the prior year, with a tax rate of 28%, higher than 2022 (26%).





The following table summarises the income statement for 2023, with comparative figures for 2022:

(in thousands of euro)	2023	2022
Underwriting result	8,375	6,904
Net investment income	4,953	6,227
Capital and financial charges	(2,253)	(3,302)
Allocated investment return transferred to the technical account	(1,601)	(1,673)
Other income (expenses), net	(392)	(415)
Net extraordinary income (expenses)	(386)	(1,092)
Profit or loss before tax	8,696	6,649
Income taxes for the year	(2,415)	(1,729)
Net profit for the year	6,281	4,920

With respect to the results for 2023, based on the above figures, the main considerations, which will be discussed more fully in the rest of this report, are as follows:

- The improvement in the 2023 financial results is exclusively due to the technical component. Further information on this is provided below in the section on "Insurance management";
- investment income, net of the related financial charges, was €2,700 thousand, marking a slight decrease compared to the previous year (€2,925 thousand).
- Further information on this is provided below in the section on "Investment management";
- a portion of the investment return was transferred to the technical account on the basis of the criteria laid down in art. 22 of ISVAP Regulation 22 of 4 April 2008. This amount was lower due to the decrease in net investment income;
- other income (expenses), net, show a negative balance, similar to 2022, but with a slight improvement. For further comments on "Other income" and "Other expenses", reference should be made to Section 21, points III.7 and III.8, of the notes to the financial statements;
- non-recurring items, net, showed a negative balance of €386 thousand, an improvement over the negative €1,092 thousand reported in 2022. This improvement was mainly due to the fact that the allocation of €630 thousand to the solidarity fund was recognised in the 2022 accounts.
- The effective tax rate (28%) has increased compared to that of the previous year (26%). Income taxes came to €2,415 thousand (€1,729 thousand in 2022) and relate to:
 - current taxes, comprising IRES of €2,625 thousand (€4,010 thousand in 2022), and IRAP of €365 thousand (€240 thousand in 2022).
 - deferred tax assets, which generated €575 thousand (compared to €2,521 thousand in 2022);
 - there were no deferred tax liabilities (as in 2022).
 Further details are provided in Section 21, point III.14, of the Explanatory Notes.

INSURANCE BUSINESS

Underwriting result

The underwriting result for 2023 and 2022 is composed of the following

(in thousands of euro)	2023	2022
Premiums earned	187,351	177,194
Claims incurred	(132,990)	(127,668)
Other technical income	(2,430)	(2,757)
Operating expenses	(40,630)	(36,746)
Gross underwriting result	11,301	10,023
Balance of outward reinsurance	(4,413)	(4,667)
Change in the equalisation reserve	(114)	(125)
Allocated investment return transferred from non technical account	1,601	1,673
Net underwriting result	8,375	6,904

The above amounts are for direct and indirect business taken as a whole.

These figures show an improvement in the net underwriting result of €1,471 thousand. In fact, after reinsurance, it was positive for €8.375 thousand, versus the also positive €6.904 thousand reported in 2022.

Given the reinsurance policies adopted by the Company, reinsurers also benefited from the above improvement.

A brief analysis of the individual amounts shown above leads to the following considerations:

- gross earned premiums increased compared with the previous year, related to the corresponding increase in production.
- claims incurred increased significantly in terms of amount. This increase was seen in both sectors and was mainly due to the increase in claims paid;
- other technical income showed a negative balance, as in 2022. The change refers to various types of items and is adequately reduced within the balance of outward reinsurance;
- operating expenses include commissions recognised to the network of agents and other intermediaries and to transferor companies for the premiums contributed by them (€31,009 thousand versus €27,595 thousand in 2022) and other acquisition and management expenses (€9,621 thousand versus €9,152 thousand in 2022). The increase in external expenses is essentially linked to the growth in gross production.

- although lower than in 2022, the outward reinsurance balance was positive for reinsurers, shifting from a positive result of €4,667 in 2022 to a positive result of €4,413 thousand in 2023. This balance is shown net of the commission recognised by reinsurers, amounting to €38,883 thousand, marking an increase from €32,428 thousand in 2022;
- the change in the equalization reserve is in line with the previous year;
- the investment return transferred from the non-technical account contracted with respect to 2022 as a result of the increase in investment income, net of capital charges.

Gross premiums earned and recorded

The premiums earned in 2023, compared with those of 2022, are as follows:

(in thousands of euro)	2023	2022
Gross premiums written	192,480	172,951
Outward reinsurance premiums	(139,036)	(121,208)
Change in the gross unearned premiums reserve	(4,630)	3,362
Change in the unearned premiums reserve to be borne by reinsurers including the balance of portfolio movements	3,626	(1,617)
Net exchange differences on the incoming unearned premiums reserve	(189)	366
Earned premiums, net of reinsurance	52,251	53,854

There has been a higher incidence of total reinsurance premiums, which comes to 72.2% (versus 70.1% the previous year).

This change is especially due to the increase in war risks with lower retention.

The table below shows details of the production in 2023, with comparative figures for the previous year:

(in thousands of euro)	2023	2022	change%
Direct business - Italy			
Hulls	111,549	97,553	14.3%
Marine Cargo	42,335	37,464	13.0%
Aircraft	1,121	1,191	-5.9%
Aircraft third-party liability	443	555	-20.2%
General third-party liability	6,461	6,553	-1.4%
Motor third party liability	5,522	4,866	13.5%
Pecuniary losses	2,739	1,904	43.9%
Other property damage	964	1,073	-10.1%
Personal accident	370	429	-13.7%
Other minor business	107	20	423.4%
Total direct business	171,611	151,608	13.2%
Indirect business - Italy			
Marine Cargo	9,982	8,584	16.3%
Hulls	5,025	6,440	-22.0%
Motor third party liability	5,131	4,809	6.7%
Other minor business	731	795	-8.1%
Total Indirect business - Italy	20,869	20,628	1.2%
Total indirect business - foreign	-	715	-100.0%
Grand total	192,480	172,951	11.3%

The direct business was generated exclusively in Italy

Comments on these figures are summarised below:

- -as in the recent past, 2023 production can be assigned to the "Marine" sector and, to a lesser extent, the "Aviation" sector. However, as required by the regulations governing financial statements and having regard for the insurance cover provided under contract, part of this production has been partly allocated to sectors other than those typically envisage for these sectors. In particular, carrier third-party liability coverage, which comes from the "Cargo" sector with premiums classified to Motor Third-Party Liability, represents almost all of this sector's premiums.

In general terms, there was a sharp increase in production in the year (11.3%), mainly relating to direct business.

As concerns indirect business, the increase is attributable to the production sold by the direct parent company Unipol Assicurazioni S.p.A.

- direct premiums from the Hulls sector have increased, due to the increase in extra premiums for war risks which were about €4 million more compared to 2022, in addition to the renewal of certain fleets, including MSC for a substantial amount. In the aggregate, War Risks for the Hull sector totalled €24.8 million in 2023, compared to €20.7 million in 2022. The approach to accepting business continued with a more rigorous application of the policy that requires positive underwriting results, considering the risks accepted, and retention of the business deemed more remunerative.

New business was deliberately extremely limited, given the need to accept risks selectively and renewed focus on the quality of the proposals received.

Production in this segment has continued to be supported by an "A-" rating, which was confirmed in July 2023 by AM Best, a leading international agency that specialises in the insurance sector.

In August 2023, DBRS, a major credit ratings agency, also expressed a positive opinion, confirming the favourable "rating of A (high)".

Lastly, in November 2023, Fitch (an international credit rating agency) confirmed the "A-" rating.

- direct premiums from the Cargo sector increased significantly. The substantial increase in written premiums is primarily due to additional premiums associated with war and strike risks for journeys departing from the Black Sea after the Russo-Ukrainian war, totalling around €8.4 million more than in 2022, in addition to the acquisition of new business, advancements in the digital world, and the uptick in market value for commodities, leading to higher premiums for commodities policies. Moreover, the aim is still to increase diversification of the portfolio and, in fact, the sector is continuing to seek out and develop business with SMEs, which tends to be more lucrative and, consequently, expected to be profitable.
- direct premiums generated from the Aircraft and Aircraft third-party liability classes derive from the "Aviation" sector. These declined compared with the previous year because several risks were not renewed;
- direct premiums from the general classes increased, mainly as a result of the increase in production in the general third-party liability and in motor third-party liability segments.
- there was a slight uptick in the indirect business.
In addition, as with direct business, note that the Motor third-party liability segment relates solely to business deriving from the "Cargo" sector.

Outward reinsurance

The reinsurance policy adopted in 2023 remained essentially unchanged with respect to the past, through the use of reinsurers on a proportional basis, both through the use of agreements and transfers on an optional basis. The only exception concerns the increase in retention in the Cargo sector, which rose from 52.5% in 2022 to 55% in 2023, while in the Hull sector it fell from 60% in 2022 to 55% in 2023. Moreover, the residual exposure is usually reduced by stop-loss cover in the event of serious disasters. On this point, for the latter coverage and for the "Cargo" sector, it's worth recalling the purchase of a sub-layer with a €0.3 million cap to better align the limits with the operation of the sector, while for the "Hulls" sector this limit is set at €0.8 million.

Similar to the past, placements to high standing reinsurers have been carried out on the main markets, both in London and in other international markets, always through leading brokers.

Claims incurred

The claims incurred in 2023, with comparative figures for 2022, are as follows:

(in thousands of euro)	2023	2022
Gross claims settled	111,683	84,715
Claims settled borne by reinsurers	(76,315)	(54,677)
Change net of recoveries	(2,383)	(2,558)
Change in the gross claims reserve	21,583	50,039
Change in provisions for claims borne by reinsurers, including the balance of portfolio movements	(15,893)	(35,149)
Net exchange differences on the incoming claims reserve	951	(1,093)
Settlement costs, transferred from the non-technical account	1,458	1,241
Claims incurred, net of recoveries and reinsurance	41,084	42,518

This balance of this item has decreased with respect to the previous year.

For the year ended 2023, the total cost of claims in the "Hulls" sector, for Direct Business increased compared to the same period of the previous year, against a limited decrease in the number of new claims opened. The underlying reason for the significant increase in paid and reserved was essentially due to the atypical frequency of rather significant events, including the claim involving the "M/n La Superba". Below is an analysis, broken down by leading insurer (SIAT) and other co-insurers.

Leading insurer (SIAT)

- **Italy/Northern Europe:** paid and reserved claims continued to increase, as did the number of new claims opened, which increased by 11%. The increase in reserved claims was mainly due to the damage caused by the fire onboard the M/V La Superba on 14 January 2023. The increase in paid claims was due to the rapid settlement of several claims, some of which were significant in terms of volume, that mainly occurred between the end of 2022 and the first half of 2023.
- **Mediterranean/Far East:** this business has seen an overall increase in paid+reserve compared to last year, generated only by paid since the reserved part is substantially in line with the previous year. For this business, there is also a parallel and significant increase in the number of new claims opened compared to 2022.
- **Shipyards:** the number of reported claims grew over the last quarter and, in the aggregate, increased compared to 2022. This growth was mainly due to 5 claims reported for the same reason that affected various shipyards around the world (non-compliant fireproof panels); the amount paid has increased, primarily due to the rapid settlement and payment of one claim, YC Fincantieri, that took place on NB 6308 on 28 January 2023, while the reserved amount has decreased, as there was only one significant claim reported in May 2022, also involving YC Fincantieri (significant damage to the turbines of NB 6260).

Other Co-insurers

As regards other co-insurers, the number of new claims opened decreased compared to the previous year. As regards the claims cost, the amount paid rose while the amount reserved fell. On the whole, the total of paid+reserve increased slightly compared to the previous year. The number of new claims opened continued to decrease.

The positive technical performance during the year also generated a benefit for the unearned premiums reserve for unexpired risks.

The total gross value of it (€0.2 million at 31 December 2023, compared with €0.3 million at the end of 2022) has essentially been reduced thanks to the significant improvement in this sector over the last two years.

The run-off of the claims reserve shows a gross excess slightly lower than the previous year (€8.9 million at 31 December 2023 versus €9.6 million at the end of 2022), which was mainly caused by the resilience of the reserves from previous years.

For the "Cargo" sector, despite the fact that a lower number of claims were reported with respect to 2022 (3,905 claims in 2023 against 4,886 claims in 2022) the total cost of claims for the year (paid + reserved) was higher than 2022 (€27.5 million in 2023 from €22 million in 2022). This increase is mainly due to an increase in both the technical provisions and the provision for the IBNR reserve.

The run-off of the claims reserve shows a gross shortfall compared with the excess in the previous year (€-0.4 million at 31 December 2023 against €3.1 million at the end of 2022), which was mainly caused by the lower level of resilience of the reserves from previous years, especially for Other Co-Insurers.

The claim rate in the "Aviation" sector was in line with the rate in 2022.

Overall, however, the sector deteriorated compared with 2022.

The amount of claims settled in 2023, before recoveries from reinsurers and before allocating internal settlement costs, is summarised below according to the main categories:

(in thousands of euro)	Direct business	Indirect business	Total
Claims paid	97,289	8,569	105,857
Settlement costs	4,665	-	4,665
Direct costs	1,161	-	1,161
	103,115	8,569	111,683

With regard to direct business, the following breakdown by sector of claims settled in 2023 is compared with similar data for the previous year:

(in thousands of euro)	2023	2022
Hulls	75,265	49,939
Marine Cargo	14,667	15,004
	89,932	64,943
General third-party liability	3,521	2,349
Motor third party liability	2,440	2,814
Pecuniary losses	569	603
Other property damage	553	69
Personal accident	35	70
Other minor business	239	222
	7,357	6,127
Total direct business	97,289	71,070

Analysing the above data it's worth noting the overall increase in the amount of claims paid.

Claims relating to carrier third-party cover (from the Cargo sector) represent a significant part of the payments made in relation to the Motor third-party liability sector.

As regards direct Italian business, it is not considered necessary to report the speed of claims settlement in the general liability and motor sectors (excluding the business deriving from the "Marine" and "Aviation" sectors), since the steady decline in the related portfolio and the sharp contraction in the numbers concerned mean that this indicator is no longer relevant.

On the other hand, for the Hulls and Cargo sectors, the rate of settlement is not given since it is not considered representative of the phenomena concerned.

The claims payable reserve, in the amount of €264,152 thousand (€244,017 thousand at 31 December 2022), comprises:

(in thousands of euro)	2023	2022
For reimbursements and settlement costs	205,052	193,853
For claims incurred but not reported	59,100	50,164
	264,152	244,017

It is related to direct and indirect business for €232,496 thousand and €31,656 thousand respectively (€212,594 thousand and €29,975 thousand at 31 December 2022).





SALES ORGANISATION

While the distribution network in Italy did not change significantly during the year, the situation abroad is discussed below.

In Italy, the distribution network consisted of 29 general agents and 134 brokers (vs 25 and 148, respectively, at the end of 2022).

Abroad, the distribution structure is represented by 1 agency and 74 brokers (vs 69 brokers at 31 December 2022).

As in the past, intermediaries (in both Italy and abroad) are coordinated solely from the offices in Genoa.

In July 2023, an agreement was signed for the co-distribution of SIAT products in the Marine and Aviation sector via the BPER banking channels.

The new agreement aims to offer the distinctive services of SIAT, which specializes in Transportation insurance, to meet the shipping-related insurance needs of BPER's corporate clients through its network and bank branches.

Acquisition expenses totalled €33,606 thousand (€29,799 thousand in 2022).

The increase is due to higher production during the year, as commented on previously.

Of these costs, €28,132 thousand related to direct business (€24,574 thousand in 2022) and €5,474 thousand to indirect business (€5,225 thousand in 2022).

The ratio of commissions paid to third parties for new direct business to the related premium income was 15.2% (16.2% in 2022), whereas the ratio to indirect business was 24.5% (24.5% in 2022).



PERSONNEL AND ADMINISTRATIVE EXPENSES

At 31 December 2023, your Company had 123 employees (108 at 31 December 2022), including 2 executives, 20 middle managers and 101 office staff.

In addition to these, at the same date the staff also included 27 employees of Group companies (34 in 2022) the latter on secondment to the Company principally in the performance of duties related to the operations of the "Marine Hub".

The total headcount in 2023, calculated on a full time equivalent (FTE) basis, i.e. considering actual hours worked, was 144 employees (135 in 2022).

After allocating a proportion of personnel expenses and the depreciation of tangible assets to policy acquisition and claims settlement, administrative expenses amounted to €7,024 thousand (€6,947 thousand in 2022), in line with the previous year.



NEW PRODUCTS LAUNCHED ON THE MARKET

No new products were launched on the market in 2023.



INVESTMENT MANAGEMENT

During 2023, financial management operated in accordance with the guidelines of the Investment Policy adopted by the Company and with the instructions from the Group Investment Committee and the Financial Investment Committee.

The investment policy followed criteria to optimize the risk/return profile of the portfolio.

The criteria of investment marketability and prudence have been the guideline for our investment policy, while maintaining the necessary consistency with the profile of liabilities.

Management activities during the year focused on the bond sector which experienced a strong increase. This change led to an increase of €13,241 thousand in government securities, and a €10,737 thousand increase in corporate securities.

Sector exposure to Euro Area government securities (which were mainly fixed-rate) decreased, while the exposure to government (Italy, USA, and France) issuers increased.

We maintained an adequate cash position in the portfolio to meet the needs of the core business.

Trading on financial markets has been designed to achieve our profitability targets.

At 31 December 2023, the duration of the portfolio is 1.99 years, a decrease on the end of 2022 (2.01 years), while complying with the limits imposed by the Investment Policy.

In the portfolio, which is denominated mainly in euro, there are positions in US Dollars for which the exchange rate risk has not been hedged because of the peculiarities of the core business, which operates mainly in US dollars.

At 31 December 2023 total investments amounted to €161,712 thousand (€138,310 thousand at 31 December 2022), up on the previous year.

Details are provided below:

(in thousands of euro)	2023	2022
Buildings	17,722	18,228
Group and related companies shares and quotas	181	210
Loans to group companies	-	2
Mutual funds	-	-
Bonds and other fixed-income securities	142,728	118,750
Loans	31	72
Restricted deposits with credit institutions	402	402
Deposits with ceding undertakings	648	646
	161,712	138,310

Bonds and other fixed-income securities and buildings continue to represent the bulk of total investments (99.2%, compared with 99% at 31 December 2022).

With regard solely to financial investments (excluding those in Group companies), no investments were made in shares or mutual funds, like in 2022, reflecting the continued conservative approach in this area.

The main comments on each type of investment are as follows:

- properties remain stable in value, decreasing as a result of depreciation and increasing due to improvements.
This item comprises solely the commercial property located in Genoa that houses the Company's headquarters and offices;
- shares and quotas continue to be insignificant.
This item mainly refers to 51,687 shares of the direct parent company UnipolSai Assicurazioni S.p.A., for an amount of €96 thousand, and to 24,443 shares of the indirect parent company Unipol Gruppo S.p.A., for an amount of €84 thousand.
In addition to the above, this item also includes the quotas of UCI, €1 thousand;
- bonds and other fixed-income securities increased during the year as a result of the higher investments made.

There continues to be a distinct preference for government issues (especially domestic ones) which constitute 78.6% of the total (83.3% at 31 December 2022).

The portfolio, mainly in euro, includes positions in US dollars (EUR 111,280 and USD 31,448).

Investments in bonds are represented by fixed-rate securities, in the amount of €123,625 thousand, and floating-rate securities, €19,103 thousand (€112,039 thousand and €6,711 thousand respectively at 31 December 2022).

The carrying amount of long-term securities is €81,102 thousand (€69,940 thousand at 31 December 2022). They also include €51,404 thousand in Italian government securities (fixed-rate, maturing between 2024 and 2033); €4,936 thousand in Spanish government securities, €1,994 thousand in Portuguese government securities, €5,344 thousand in U.S. government securities, €1,900 thousand in bonds issued by supranational bodies, as well as (banking) corporate issues in the amount of €15,057 thousand and other companies, in the amount of €467 thousand.

At year-end, the total market value of investment securities amounts to €80,194 thousand.

During the year, long-term securities have not been sold or transferred to other portfolios;

- the balance of restricted deposits with credit institutions, which consist of cash collateral, remains unchanged;
- deposits with ceding undertakings and loans are essentially unchanged.

Moreover, no use was made of derivatives during the year and there were no derivative contracts outstanding at 31 December 2023 (as at 31 December 2022).

Moreover, on the same date, the following fixed-rate bonds were held. All offer the possibility of an early repayment by the issuing entity:

Issuer: Credit Agricole
ISIN code: FR0014005J14
Par value: €1,000,000
Book value: €834,650
Issue: 21 September 2021
Maturity: 21 September 2029
Structure: subordinated bond

Issuer: Intesa San Paolo
ISIN code: XS1109765005
Par value: €500,000
Book value: €499,933
Issue: 15 September 2014
Maturity: 15 September 2026
Structure: Tier 2 subordinated bond

Issuer: LB – Baden Wuertt
ISIN code: XS1246732249
Par value: €200,000
Book value: €197,228
Issue: 16 June 2015
Maturity: 16 June 2025
Structure: Tier 2 subordinated bond

Issuer: Aviva Plc
ISIN code: XS1242413679
Par value: €400,000
Book value: €389,133
Issue: 04 June 2015
Maturity: 04 December 2045
Structure: Tier 2 subordinated bond

Issuer: Unicredit
ISIN code: XS2104967695
Par value: €1,000,000
Book value: €1,012,796
Issue: 20 January 2020
Maturity: 20 January 2026
Structure: subordinated bond

Issuer: Skandinaviska E
ISIN code: XS2553798443
Par value: €1,000,000
Book value: €997,828
Issue: 09 November 2022
Maturity: 09 November 2026
Structure: subordinated bond

Issuer: BPCE SA
ISIN code: FR0013455540
Par value: €500,000
Book value €451,856
Issue: 24 October 2019
Maturity: 24 February 2027
Structure: subordinated bond

Issuer: BPER
ISIN code: IT0005561243
Par value: €1,000,000
Book value €997,104
Issue: 11 September 2023
Maturity: 11 September 2029
Structure: subordinated bond

Issuer: CAIXABANK
ISIN code: XS2623501181
Par value: €500,000
Book value €498,885
Issue: 16 May 2023
Maturity: 16 May 2027
Structure: subordinated bond

Issuer: CAIXABANK
ISIN code: XS2649712689
Par value: €500,000
Book value €497,809
Issue: 19 July 2023
Maturity: 19 July 2029
Structure: subordinated bond

Issuer: DEUTSCHE BANK
ISIN code: DE000A30VT06
Par value: €900,000
Book value €869,093
Issue: 05 September 2022
Maturity: 05 September 2030
Structure: subordinated bond

Issuer: LA BANQUE POSTALE
ISIN code: FR00140087C4
Par value: €1,000,000
Book value €893,081
Issue: 09 February 2022
Maturity: 09 February 2028
Structure: subordinated bond

Issuer: SOC GENERALE
ISIN code: FR0013479276
Par value: €1,000,000
Book value €898,498
Issue: 23 January 2020
Maturity: 25 January 2027
Structure: subordinated bond

Issuer: BPCE
ISIN code: FR001400G6J4
Par value: €500,000
Book value €504,440
Issue: 02 March 2023
Maturity: 02 March 2030
Structure: subordinated bond

At year-end, the carrying amount of the financial investments was €470 thousand lower than its market value at the same date (€1,031 thousand higher at 31 December 2022).

The above unrealised net gain comprises:

- 1,314 thousand gain in securities forming part of the current assets portfolio (€464 in 2022)
- €908 thousand net loss in securities included in the investment portfolio (€1,560 thousand at 31 December 2022)
- €64 thousand gain attributable to the shares and quotas held in Group and related companies (€65 thousand at 31 December 2022).

Additional information can be found in the notes to the financial statements.

Summary data regarding income from investment management is shown below for each type of investment, with comparative figures for the previous year:

(in thousands of euro)	2023	2022
Net profit from:		
shares		
dividends	17	20
net gains (losses) on disposals	-	-
net write-backs (writedowns)	-	-
	17	20
bonds and other fixed-income securities		
interest income	4,262	4,921
net gains (losses) on disposals	-63	-1,359
net write-backs (writedowns)	109	-432
	4,308	3,130
other financial investments		
buildings		
rental income	513	497
value adjustments	-767	-758
	-254	-261
Total income, net	4,072	3,532
Expenses		
operating expenses	916	607
interest expense	455	-
Total expenses	1,371	607

Further information on the individual types of investment is provided below:

- for equities, the above figures confirm the lack of interest in this type of investment. The dividends were received from both UnipolSai Assicurazioni S.p.A. and Unipol Gruppo S.p.A.
- for bonds and other fixed-income securities, it is worth noting:
 - a decrease in interest accrued, despite an increase in the portfolio due to lower interest rates.
 - a strong contraction in the results from trading (so as to protect the unrealised gain implicit in the existing portfolio);
- the balance in write backs, net of the related adjustments, significantly higher than 2022.
- for buildings, represented exclusively by the property in Genoa, where the head office and the company's operations are located, we would point out the following with regard to just the portion intended for use by third parties:
 - rental income net of adjustments (all depreciation) remained stable;
 - the lease of four floors to the parent company UnipolSai Assicurazioni S.p.A. at current market conditions;
 - the identification of the Group company centri medici Santagostino for the lease of the ground floor and a portion of the underground floors.

Operating expenses concerned the securities sector for €867 thousand (€270 thousand in 2022) and the property sector for €504 thousand (€337 thousand in 2022).

The latter included IMU of €224 thousand (€88 thousand in 2022).

Interest expense related exclusively to the remuneration of reinsurance deposit accounts.



OWN SHARES, SHARES IN THE PARENT COMPANY AND ITS SUBSIDIARIES

The company forms part of the "Unipol Insurance Group" (recorded in the register of insurance groups at no. 046), in turn subject to the management control and coordination of Unipol Gruppo S.p.A.

Therefore, pursuant to articles 2497 et seq. of the Italian Civil Code, Unipol Gruppo S.p.A. performs management control and coordination activities for your Company.

This activity had no effect on the Company and its results.

UnipolSai Assicurazioni S.p.A. is the direct parent company, as it holds 94.69% of the Company's share capital.

Having said this, note that the Company does not hold, nor has it traded during 2023, any of its own shares or shares in companies belonging to "Unipol Insurance Group", except as indicated below.

At 31 December 2023, the Company holds 24,443 ordinary shares in Unipol Gruppo S.p.A. (the indirect parent company that performs management control and coordination activities) and 51,687 ordinary shares in UnipolSai Assicurazioni S.p.A., the direct parent company, with carrying amounts of €84 thousand and €96 thousand respectively.

These shares are held to service a compensation plan based on financial instruments (performance shares) in favour of Company executives for the three-year period 2019 - 2022, which will end in 2024, and for the three-year period 2022 - 2024.

This plan was approved by the Shareholders' Meeting held on 19 November 2019 and the Shareholders' Meeting held on 20 April 2022.

During the year there was a decrease due to the assignment to top management of 4,305 Unipol Gruppo S.p.A. shares, for an amount of €15 thousand, and 7,788 UnipolSai Assicurazioni S.p.A. shares, for an amount of €15 thousand.



INTERCOMPANY TRANSACTIONS

With regard to transactions with related companies, the principal intragroup activities relate to insurance business in the broadest sense (mainly reinsurance), the management of property and securities, IT services and the settlement of claims.

As required by art. 2427, 22-bis, of the Italian Civil Code, it is confirmed that these transactions with related parties (which are mentioned below with reference to each Group company) have been carried out at normal market terms.

UnipolSai Assicurazioni S.p.A. has been granted mandates to provide internal audit, compliance, risk management services and actuarial function.

Moreover, the following services were received from the parent company:

- technical and administrative matters, together with services relating to the management of claims in the "non-Marine" sectors;
- Information Technology;
- management of personnel and systems;
- purchase of goods;
- purchase of non-insurance services;
- management of property;
- management of financial investments.

Conversely, the Company provides the direct parent company with technical, operational and administrative services in the "Marine Insurance" sector.

The Company and its indirect parent company Unipol Gruppo S.p.A. are parties to a tax group under the joint election made.

In fact, the aforementioned parent company exercised the option for the Group taxation regime, as governed by Title II, Chapter II, section II of Presidential Decree no. 917/86 (TUIR, articles 117 and following), as consolidating company, jointly with the companies belonging to the Unipol Group that meet the regulatory requirements from time to time. The option has a three-year duration and is automatically renewed, unless cancelled. This regime was renewed for the three-year period 2024-2026.

The Company has also joined the Unipol VAT Group, again led by the indirect company, with effect from 1 January 2019.

In fact, Unipol Gruppo S.p.A. and its subsidiaries (for which there are the economic, financial and organisational ties according to current legislation) have exercised the joint option for the establishment of a Unipol VAT Group for the three-year period 2019-2021, with tacit renewal each year until revoked, pursuant to articles 70-bis et seq. of Presidential Decree no. 633/1972 and Ministerial Decree of 6 April 2018.

This election was approved by the Board of Directors of the Company on 18 December 2018 and, to the extent relevant, by those of the Unipol Gruppo S.p.A. and UnipolSai Assicurazioni S.p.A. on 8 November 2018.

Further information is provided in Part C. - "Other information", point C.8 of the explanatory notes.

We also engage in reinsurance transactions with the direct parent company UnipolSai Assicurazioni S.p.A.

In detail, with the parent company UnipolSai Assicurazioni S.p.A., we engaged in reinsurance transactions in the "Marine Insurance" sector.

The amounts relating to transactions and balances with companies belonging to the "Gruppo assicurativo Unipol" are disclosed in the notes.

Significant transactions in 2022 with companies subject to management control and coordination by the indirect parent company Unipol Gruppo S.p.A. are summarised below, in accordance with the provisions of the Civil Code, art. 2497-bis, paragraph 5:

Insurance and reinsurance transactions (in thousands of euro)	Reserve						
	Debtors	Creditors	Premiums	Claims	Premiums	Claims	Commissions
UnipolSai Assicurazioni S.p.A. (direct parent company)							
Coinsurance trans.	-	(1,238)	-	-	-	-	-
Reinsurance trans.							
- assets	3,600	-	(4,526)	(17,497)	17,955	(6,145)	(3,991)
- outward	-	-	-	126	-	-	-

Commercial transactions (in thousands of euro)	Debtors	Creditors	Costs	Revenues
	UnipolSai Assicurazioni S.p.A. (direct parent company)			
- services	1,106	(1,284)	(1,322)	2,332
personnel on secondment	823	(737)	(1,687)	1,645
- rental income and expenses	-	(93)	-	513
Unipol Gruppo S.p.A.				
- services	-	(29)	-	-

Fiscal relations (in thousands of euro)	Debtors	Creditors	Costs	Revenues
	Unipol Gruppo S.p.A. (indirect parent company)			
- tax group arrangements	185	(2,624)	-	-
UnipolSai Assicurazioni S.p.A. (direct parent company)				
- Ires repayment claim	270	-	-	-
UnipolRec S.p.A. (affiliate)				
- transfer of tax credit	-	(2,000)	-	-

Key: (...) Payables/Costs



PRIVACY POLICY

The Company has put in place all the required measures to ensure compliance with the obligations imposed by the legislation on the protection of personal data (EU Regulation no. 679/2016), in order to ensure the protection and integrity of the data of customers, employees and anyone else with whom it comes in contact.

ACTIVITIES TO COMBAT AND PREVENT INSURANCE FRAUD IN THE AREA OF THIRD-PARTY LIABILITY ARISING FROM THE USE OF MOTOR VEHICLES ("TPL MOTOR") AND CLAIM MANAGEMENT

In the field of fraud prevention and detection, Decree Law 1 of 24 January 2012, converted with amendments into Law 27 of 24 March 2012, resulted in IVASS issuing Regulation 44 of 9 August 2012.

This Regulation requires insurance companies to send the Authority an annual report containing the information needed to assess the efficiency of processes, systems and people, in order to ensure the adequacy of the Company's organisation vis-à-vis the objective of preventing and combating fraud in the TPL Motor sector.

The same Decree Law also provides that insurance companies are required to indicate in the report or in the accompanying notes to the annual financial statements, and to publish on their websites or other appropriate form of dissemination, an estimate of the reduction in charges for claims as a result of discovering cases of fraud.

Pursuant to art. 30, paragraph 2, of Decree Law 1/2012, the estimated reduction in charges for claims as a result of combating fraud is unquantifiable, as no claims were assessed for fraud during the year 2023. It should be noted that the company submitted an application on 12 November 2021, where it requested and obtained from IVASS the lapse of authorisation to the pursuit of insurance business 10, limited to motor third-party liability, except for carriers' liability.

The management of complaints is an important and delicate phase in the relations with policyholders and users. They are always dealt with in compliance with the principles of propriety, transparency, diligence and professionalism.

With specific reference to 2022, a total of 3 complaints were received and catalogued (in accordance with Isvap Regulation 24 of 19 May 2008) in the specific Complaints Register. The Company received 15 complaints in 2022.

At 31 December 2023, a total of 3 replies have been sent.

All of the complaints were rejected within an average time of 19 days.



INFORMATION RELATING TO RISK MANAGEMENT POLICIES (art. 2428, Civil Code)

With regard to the identification, assessment and control of business risks, the company makes use of the work performed by the risk management function within UnipolSai Assicurazioni S.p.A.

Set out below are additional disclosures to facilitate an assessment of the Company's financial position.

The control of financial risk is performed by means of periodic monitoring of the key indicators of exposure to interest rate risk, credit risk, equity risk and liquidity risk.

Interest rate risk

At 31/12/2023, the overall duration of the investments portfolio, an indicator of the Company's exposure to interest rate risk, was 1.91 years; with specific reference to the bond portfolio, the duration was 1.99 years. The table below shows the sensitivity of the bond portfolio to a parallel shift in the yield curves for financial instruments.

Risk Sector	Composition	Duration	Increase 10 bps	Increase 50 bps
Figures in euro				
Government	80.79%	1.72	-199,371	-996,855
Financial	17.79%	3.00	-76,680	-383,401
Corporate	1.42%	4.83	-9,868	-49,342
Bonds	100.00%	1.99	-285,920	-1,429,598

Credit risk

Management of the securities portfolio mainly envisages investing in "Investment grade" securities (99.93% of the portfolio).

In particular, 1.39% of the bonds have a triple A rating, 21.45% have a double A rating, 10.40% have a single A rating, and 65.69% have a triple B rating.

Credit risk is monitored by measuring the sensitivity of the portfolio to changes in the credit spread.

Rating	Composition	Duration	Increase 10 bps	Increase 50 bps
Figures in euro				
AAA	1.39%	-17	-170	848
AA	21.45%	-4,720	-47,196	-235,980
A	10.40%	-7,483	-74,833	-374,167
BBB	65.69%	-26,003	-260,025	-1,300,125
NIG	1.07%	-566	-5,657	-28,287
Bonds	100.00%	-38,788	-387,881	-1,939,407

Equity risk

Equity risk is monitored by analysing the sensitivity of the equity portfolio to fluctuations in equity markets as represented by sector indices. On 31/12/2023, Siat is not exposed to equity risk.

Liquidity risk

The construction of the investment portfolio as coverage for reserves is done by giving a preference to highly liquid financial instruments and by limiting the purchases of securities, for which, due to their specific nature and conditions, there is no guarantee that they can be sold promptly on fair terms.

From this point of view, the Company constantly monitors cash flow matching between assets and liabilities in order to limit the need to sell off investments without adequate notice.



INFORMATION ON PRUDENTIAL SUPERVISION

As already mentioned, IVASS started the periodic monitoring of solvency on 13 March 2021. This is to guarantee business continuity and the ability of insurers to provide services to their policyholders. The monitoring reports sent to IVASS indicated an estimated monthly solvency ratio that has always been at levels that confirmed the financial strength of the Company.

The capital adequacy of the Company is checked in compliance with the Solvency II regulation.

On the basis of this regulation, at 31 December 2023 the Company had own funds eligible to cover the capital requirements of 1.68 times (1.69 times at 31 December 2022) and the Solvency Capital Requirement (SCR) of 4.40 times (4.67 times at 31 December 2022) the Minimum Capital Requirement (MCR).

The following table summarizes:

- the amount of own funds available and eligible to cover capital requirements, with details for individual levels;
- the amount of SCR and MCR capital requirements;
- the capital requirements coverage ratios.

Values in thousands of €	Total	Tier 1 -	Tier 1 -	Tier 2	Tier 3
		unrestricted	restricted		
Own funds available to cover the Solvency Requirement	73,562	72,134	-	-	1,428
Own funds available to cover the Minimum Capital Requirement	72,134	72,134	-	-	-
Own funds eligible to cover the Solvency Requirement	73,562	72,134	-	-	1,428
Eligible own funds to cover the Minimum Capital Requirement	72,134	72,134	-	-	-
Solvency Requirement	43,840				
Minimum Capital Requirement	16,406				
Ratio between eligible own funds and Solvency Requirement	1.68				
Ratio between eligible own funds and Minimum Capital Requirement	4.40				

The individual solvency requirements mentioned above are calculated using the so-called market-wide standard formula.

For the purpose of determining own funds, the volatility adjustment provided for in art. 36-septies of the Private Insurance Code is applied.



SIGNIFICANT EVENTS AFTER THE REPORTING PERIOD AND OUTLOOK

International macroeconomic forecasts for 2024 point to a gradual easing of inflationary tensions, a trend that began to surface near the end of 2023. These tensions were initially triggered by rising commodity prices and logistical challenges stemming from the pandemic and the war between Russia and Ukraine. The financial markets are therefore expecting major Central Banks to cut interest rates in 2024.

However, uncertainties surrounding the global economy persist, with subdued growth forecasts for the eurozone, and heightened concerns over escalating geopolitical tensions. These are further exacerbated by the ongoing conflict in Palestine and the looming threat of its expansion to the Red Sea area, impacting transport costs and causing delays in the supply chain. In Italy, despite the incentives by the NRRP (Italy's National Recovery and Resilience Plan), GDP growth is expected to remain sluggish, following a modest 0.9% increase in 2023.

COMPANY LOCATIONS

The company is based in Genoa and does not have branch offices.

Bologna, 20 March 2024

For the Board of Directors
The Chairman
(Enrico San Pietro)





ANNUAL ACCOUNTS

Balance sheets
Statement of income
Notes to the financial statements
Attachments

BALANCE SHEET
ASSETS

Values for the year

A. SUBSCRIBED SHARE CAPITAL, UNPAID					
of which called-up	2	0			1 0
B. INTANGIBLE ASSETS					
1. Deferred acquisition commissions					
a) life business	3	0			
b) non-life business	4	0	5	0	
2. Other acquisition costs	6	0			
3. Start-up and expansion costs	7	0			
4. Goodwill	8	0			
5. Other deferred costs	9	937,872			10 937,872
C. INVESTMENTS					
I - Land and buildings					
1. Property used for business purposes	11	6,125,735			
2. Property used by third parties	12	11,596,183			
3. Other property	13	0			
4. Other property rights	14	0			
5. Work in progress and advances	15	0	16	17,721,918	
II - Investments in group and related companies					
1. Shares and quotas in:					
a) parent companies	17	180,433			
b) subsidiaries	18	0			
c) affiliated companies	19	0			
d) associates	20	0			
e) other	21	483	22	180,916	
2. Bonds issued by:					
a) parent companies	23	0			
b) subsidiaries	24	0			
c) affiliated companies	25	0			
d) associates	26	0			
e) other	27	0	28	0	
3. Loans to:					
a) parent companies	29	0			
b) subsidiaries	30	0			
c) affiliated companies	31	0			
d) associates	32	0			
e) other	33	0	34	180,916	
to carry forward					35 937,872

Values for prior year

		182	0		181 0
	183	0			
	184	0	185	0	
		186	0		
		187	0		
		188	0		
		189	1,465,445		190 1,465,445
		191	6,387,471		
		192	11,840,011		
		193	0		
		194	0		
		195	0	196	18,227,482
	197	209,761			
	198	0			
	199	0			
	200	0			
	201	483	202	210,244	
	203	0			
	204	0			
	205	0			
	206	0			
	207	0	208	0	
	209	0			
	210	0			
	211	0			
	212	0			
	213	2,455	214	2,455	215 212,699
to carry forward					1,465,445

BALANCE SHEET
ASSETS

		Values for the year		
		carried forward		937,872
C. INVESTMENTS (continued)				
III - Other financial investments				
1. Shares and quotas				
a) Listed shares	36	0		
b) Unlisted shares	37	0		
c) Quotas	38	0	39	0
2. Mutual funds				
		40	0	
3. Bonds and other fixed-income securities				
a) listed	41	142,727,964		
b) unlisted	42	0		
c) convertible bonds	43	0	44	142,727,964
4. Loans				
a) secured loans	45	0		
b) loans against policies	46	0		
c) other loans	47	31,179	48	31,179
5. Participation in investment pools				
		49	0	
6. Deposits with credit institutions				
		50	401,728	
7. Other financial investments				
		51	0	52
			143,160,871	
IV - Deposits with ceding undertakings				
		53	648,532	54
				161,712,237
D. INVESTMENTS FOR THE BENEFIT OF LIFE-ASSURANCE POLICYHOLDERS WHO BEAR THE RISK FROM THE MANAGEMENT OF PENSION FUNDS				
I - Investments linked with investment funds and other index				
		55	0	
II - Investments deriving from management of pension funds				
		56	0	57
				0
D. bis REINSURERS' SHARE OF TECHNICAL PROVISIONS				
I - NON-LIFE BUSINESS				
1. Unearned premiums reserve	58	36,849,863		
2. Claims payable reserve	59	176,530,981		
3. Provision for bonuses and rebates	60	0		
4. Other technical provisions	61	0	62	213,380,844
II - LIFE BUSINESS				
1. Mathematical reserves	63	0		
2. Unearned premium provision for supplementary coverage	64	0		
3. Provision for amounts payable	65	0		
4. Provision for bonuses and rebates	66	0		
5. Other technical provisions	67	0		
6. Technical provisions where the investment risk is borne by policyholders and provisions relating to pension fund management	68	0	69	0
				70
				213,380,844
				376,030,953
		to carry forward		

		Values for prior year		
		carried forward		1,465,445
216				
		0		
217				
		0		
218				
		0	219	0
220				
		0	0	
221				
		118,749,766		
222				
		0		
223				
		0	224	118,749,766
225				
		0		
226				
		0		
227				
		72,012	228	72,012
229				
		0		
230				
		401,728		
231				
		0	232	119,223,506
233				
		646,128	234	138,309,815
235				
		0		
236				
		0	237	0
238				
		33,222,361		
239				
		162,608,175		
240				
		0		
241				
		0	242	195,830,536
243				
		0		
244				
		0		
245				
		0		
246				
		0		
247				
		0		
248				
		0	249	0
				250
				195,830,536
		to carry forward		
				335,605,796

BALANCE SHEET
ASSETS

		Values for the year			
	carried forward			376,030,953	
E. DEBTORS					
I - Debtors arising out of direct insurance operations:					
1. Policyholders					
a) premiums for the current financial year	71	49,697,028			
b) premiums for previous financial years	72	548,130	73	50,245,158	
2. Intermediaries			74	10,334,080	
3. Insurance companies			75	1,969,315	
4. Due from policyholders and third parties			76	4,467,643	
			77	67,016,196	
II - Debtors arising out of reinsurance operations:					
1. Insurance and reinsurance companies			78	14,071,821	
2. Reinsurance intermediaries			79	0	
			80	14,071,821	
III - Other debtors					
			81	12,978,128	
			82	94,066,145	
F. OTHER ASSETS					
I - Tangible assets and stocks:					
1. Furniture, office equipment, internal means of transportation					
			83	91,880	
2. Publicly registered assets					
			84	0	
3. Plant and equipment					
			85	169,234	
4. Stocks and sundry goods					
			86	0	
			87	261,114	
II - Cash and cash equivalents					
1. Bank accounts					
			88	5,989,192	
2. Cheques and cash					
			89	2,289	
			90	5,991,481	
IV - Other assets					
1. Deferred reinsurance accounts receivable					
			92	0	
2. Other					
			93	6,376,220	
			94	6,376,220	
			95	12,628,815	
G. ACCRUALS AND DEFERRALS					
1. Interest					
			96	936,450	
2. Rent					
			97	0	
3. Other					
			98	35,742	
			99	972,192	
TOTAL ASSETS				100	483,698,105

		Values for prior year			
	carried forward			335,605,796	
		251	41,357,679		
		252	492,493		
		253	41,850,172		
		254	10,676,732		
		255	836,360		
		256	4,249,009	257	57,612,273
		258	8,640,014		
		259	0	260	8,640,014
				261	10,202,889
				262	76,455,176
		263	136,184		
		264	0		
		265	63,329		
		266	0	267	199,513
		268	11,517,944		
		269	2,308	270	11,520,252
		272	0		
		273	4,426,774	274	4,426,774
				275	16,146,539
				276	468,582
				277	0
				278	25,870
				279	494,452
				280	428,701,963

BALANCE SHEET
LIABILITIES AND EQUITY

Values for the year

A. EQUITY			
I - Subscribed capital or equivalent funds		101	38,000,000
II - Provision for share premium account		102	0
III - Revaluation reserve		103	0
IV - Legal reserve		104	3,034,116
V - Statutory reserves		105	0
VI - Reserve for parent company's shares		400	180,433
VII - Other reserves		107	21,762,980
VIII - Profit or loss brought forward		108	0
IX - Net profit (loss) for the year		109	6,281,053
X - Negative reserve for own shares in portfolio		401	0
		110	69,258,582
B. SUBORDINATED LIABILITIES			
		111	0
C. TECHNICAL PROVISIONS			
I - NON-LIFE BUSINESS			
1. Unearned premiums reserve	112	50,039,954	
2. Claims payable reserve	113	264,151,894	
3. Provision for bonuses and rebates	114	0	
4. Other technical provisions	115	0	
5. Equalization reserve	116	2,714,568	117
			316,906,416
II - LIFE BUSINESS			
1. Mathematical reserves	118	0	
2. Unearned premium provision for supplementary coverage	119	0	
3. Provision for amounts payable	120	0	
4. Provision for bonuses and rebates	121	0	
5. Other technical provisions	122	0	123
			316,906,416
D. TECHNICAL PROVISIONS WHERE THE INVESTMENT RISK IS BORNE BY THE POLICYHOLDERS AND PROVISIONS RELATING TO THE MANAGEMENT OF PENSION FUNDS			
I - Provisions relating to contracts whose benefits are linked to investment funds and other index		125	0
II - Provisions relating to the management of pension funds		126	0
		127	0
to carry forward			386,164,998

Values for prior year

		281	38,000,000
		282	0
		283	0
		284	2,788,092
		285	0
		500	209,761
		287	20,859,188
		288	0
		289	4,920,487
		501	0
		290	66,777,528
		291	0
		292	45,409,525
		293	242,569,026
		294	0
		295	0
		296	2,600,568
		297	290,579,119
		298	0
		299	0
		300	0
		301	0
		302	0
		303	0
		304	290,579,119
		305	0
		306	0
		307	0
to carry forward			357,356,647

BALANCE SHEET
LIABILITIES AND EQUITY

Values for the year

	carried forward			386,164,998
E. PROVISIONS FOR RISKS AND CHARGES				
1. Provision for retirement		128	0	
2. Provision for taxation		129	864,802	
3. Other provisions		130	349,552	1,214,354
F. DEPOSITS RECEIVED FROM REINSURERS				11,618,327
G. CREDITORS AND OTHER LIABILITIES				
I - Creditors arising out of direct insurance operations:				
1. Intermediaries	133		7,343,243	
2. Insurance companies	134		2,953,869	
3. Policyholders – deposits and premiums	135		856,450	
4. Guarantee funds for the benefit of policyholders	136	137	0	11,153,562
II - Creditors arising out of reinsurance operations:				
1. Insurance and reinsurance companies	138		25,065,244	
2. Reinsurance intermediaries	139	140	0	25,065,244
III - Debenture loans		141		0
IV - Amounts owed to credit and financial institutions		142		0
V - Secured payables		143		0
VI - Miscellaneous loans and other financial liabilities		144		0
VII - Termination indemnities		145		616,990
VIII - Other creditors				
1. Taxes paid by policyholders	146		363,662	
2. Other taxes payable	147		614,657	
3. Due to social security and welfare institutions	148		336,728	
4. Sundry creditors	149	150	5,308,854	6,623,901
IX - Other liabilities				
1. Deferred reinsurance accounts payable	151		0	
2. Commission on premiums to be collected	152		6,422,573	
3. Sundry liabilities	153	154	34,818,156	41,240,729
				84,700,426
	to carry forward			483,698,105

Values for prior year

	carried forward			357,356,647
E. PROVISIONS FOR RISKS AND CHARGES				
1. Provision for retirement		308	0	
2. Provision for taxation		309	714,802	
3. Other provisions		310	603,380	1,318,182
F. DEPOSITS RECEIVED FROM REINSURERS				677,539
G. CREDITORS AND OTHER LIABILITIES				
I - Creditors arising out of direct insurance operations:				
1. Intermediaries	313		8,832,966	
2. Insurance companies	314		600,793	
3. Policyholders – deposits and premiums	315		0	
4. Guarantee funds for the benefit of policyholders	316	317	0	9,433,759
II - Creditors arising out of reinsurance operations:				
1. Insurance and reinsurance companies	318		27,089,146	
2. Reinsurance intermediaries	319	320	0	27,089,146
III - Debenture loans		321		0
IV - Amounts owed to credit and financial institutions		322		0
V - Secured payables		323		0
VI - Miscellaneous loans and other financial liabilities		324		0
VII - Termination indemnities		325		681,271
VIII - Other creditors				
1. Taxes paid by policyholders	326		814,415	
2. Other taxes payable	327		480,265	
3. Due to social security and welfare institutions	328		371,484	
4. Sundry creditors	329	330	4,758,164	6,424,328
IX - Other liabilities				
1. Deferred reinsurance accounts payable	331		0	
2. Commission on premiums to be collected	332		5,342,801	
3. Sundry liabilities	333	334	20,378,290	25,721,091
				69,349,595
	to carry forward			428,701,963

**BALANCE SHEET
LIABILITIES AND EQUITY**

		Values for the year	
	carried forward		483,698,105
H. ACCRUALS AND DEFERRALS			
1. Interest		156 0	
2. Rent		157 0	
3. Other		158 0	159 0
	TOTAL LIABILITIES AND EQUITY	160	483,698,105

Values for prior year

	carried forward		428,701,963
		336 0	
		337 0	
		338 0	339 0
		340	428,701,963

INCOME STATEMENT

Values for the year

		Values for the year		
I. NON-LIFE BUSINESS TECHNICAL ACCOUNT				
1.	PREMIMUMS EARNED, NET OF REINSURANCE			
a)	Gross premiums written	1	192.480.405	
b)	(-) Reinsurance premiums	2	139.036.409	
c)	Change in the gross unearned premiums reserve	3	5.129.775	
d)	Change in the unearned premiums reserve to be borne by reinsurers	4	3.936.708	52.250.929
2.	(+) ALLOCATED INVESTMENT RETURN TRANSFERRED FROM THE NON-TECHNICAL ACCOUNT (ITEM III.6)			1.601.464
3.	OTHER TECHNICAL INCOME, NET OF REINSURANCE			3.131.328
4.	CLAIMS INCURRED, NET OF RECOVERIES AND REINSURANCE			
a)	amounts paid			
aa)	Gross amount	8	113.141.233	
bb)	(-) reinsurers' share	9	76.315.480	36.825.753
b)	Change in recoveries net of reinsurers' share			
aa)	Gross amount	11	4.197.131	
bb)	(-) reinsurers' share	12	1.814.328	2.382.803
c)	Change in the provision for claims			
aa)	Gross amount	14	24.046.005	
bb)	(-) reinsurers' share	15	17.404.780	6.641.225
5.	CHANGE IN OTHER TECHNICAL PROVISIONS, NET OF REINSURANCE			0
6.	BONUSES AND REBATES, NET OF REINSURANCE			504.621
7.	OPERATING EXPENSES:			
a)	Acquisition commissions	20	31.009.236	
b)	Other acquisition costs	21	2.597.009	
c)	Change in commissions and other deferred acquisition costs			
		22	0	
d)	Collection commissions	23	0	
e)	Other administrative expenses	24	7.024.130	
f)	(-) Commission and other income from reinsurers	25	38.882.728	1.747.646
8.	OTHER TECHNICAL CHARGES, NET OF REINSURANCE			5.158.079
9.	CHANGE IN THE EQUALISATION RESERVE			114.000
10.	BALANCE ON THE NON-LIFE BUSINESS TECHNICAL ACCOUNT (Item III.1)			8.375.200

Values for prior year

		Values for prior year		
		111	172.951.275	
		112	121.207.551	
		113	-4.243.429	
		114	-2.133.270	53.853.883
				1.672.908
				783.581
		118	85.956.567	
		119	54.677.425	31.279.142
		121	5.200.242	
		122	2.641.882	2.558.360
		124	46.909.741	
		125	33.112.412	13.797.329
				42.518.111
				0
				408.833
		130	27.594.789	
		131	2.204.689	
		132	0	
		133	0	
		134	6.947.121	
		135	32.428.284	4.318.315
				2.035.974
				125.000
				6.904.139

INCOME STATEMENT

Values for the year

		Values for the year			
II. TECHNICAL ACCOUNT - LIFE-ASSURANCE BUSINESS					
1. PREMIUMS FOR THE CURRENT YEAR, NET OF REINSURANCE:					
a) Gross premiums written	30	0			
b) (-) reinsurance premiums	31	0	32	0	
2. INVESTMENT INCOME:					
a) Income from shares and quotas	33	0			
(of which: arising from group companies and other companies)	34	0			
b) Income from other investments:					
(aa) from land and buildings	35	0			
(bb) from other investments	36	0	37	0	
(of which: arising from group companies and other companies)	38	0			
(c) Value re-adjustments on investments	39	0			
d) Gains on the realization of investments	40	0			
(of which: arising from group companies and other companies)	41	0	42	0	
3. INCOME AND UNREALISED GAINS RELATING TO INVESTMENTS FOR THE BENEFIT OF POLICYHOLDERS WHO BEAR THE INVESTMENT RISK FROM THE MANAGEMENT OF PENSION FUNDS					
4. OTHER TECHNICAL INCOME, NET OF REINSURANCE					
5. CLAIMS INCURRED, NET OF REINSURANCE					
a) Amount paid					
aa) Gross amount	45	0			
bb) (-) Reinsurers' share	46	0	47	0	
b) Change in the provision for amounts payable					
aa) Gross amount	48	0			
bb) (-) Reinsurers' share	49	0	50	0	51
6. CHANGE IN THE MATHEMATICAL RESERVES AND IN OTHER TECHNICAL PROVISIONS, NET OF REINSURANCE					
a) Mathematical reserves:					
aa) Gross amount	52	0			
bb) (-) Reinsurers' share	53	0	54	0	
b) Unearned premium provision for supplementary coverage:					
aa) Gross amount	55	0			
bb) (-) Reinsurers' share	56	0	57	0	
c) Other technical provisions					
aa) Gross amount	58	0			
bb) (-) Reinsurers' share	59	0	60	0	
d) Technical provisions where the investment risk is borne by the policyholders and stemming from the management of pension funds					
aa) Gross amount	61	0			
bb) (-) Reinsurers' share	62	0	63	0	64

Values for prior year

		Values for prior year			
II. TECHNICAL ACCOUNT - LIFE-ASSURANCE BUSINESS					
1. PREMIUMS FOR THE CURRENT YEAR, NET OF REINSURANCE:					
		140	0		
		141	0	142	0
2. INVESTMENT INCOME:					
		143	0		
(of which: arising from group companies and other companies)		144	0		
		145	0		
		146	0	147	0
(of which: arising from group companies and other companies)		148	0		
		149	0		
		150	0		
(of which: arising from group companies and other companies)		151	0	152	0
3. INCOME AND UNREALISED GAINS RELATING TO INVESTMENTS FOR THE BENEFIT OF POLICYHOLDERS WHO BEAR THE INVESTMENT RISK FROM THE MANAGEMENT OF PENSION FUNDS					
4. OTHER TECHNICAL INCOME, NET OF REINSURANCE					
5. CLAIMS INCURRED, NET OF REINSURANCE					
		155	0		
		156	0	157	0
		158	0		
		159	0	160	0
		161	0	161	0
6. CHANGE IN THE MATHEMATICAL RESERVES AND IN OTHER TECHNICAL PROVISIONS, NET OF REINSURANCE					
		162	0		
		163	0	164	0
		165	0		
		166	0	167	0
		168	0		
		169	0	170	0
		171	0		
		172	0	173	0
		174	0	174	0

INCOME STATEMENT

Values for the year

7. BONUSES AND REBATES, NET OF REINSURANCE		65	0
8. OPERATING EXPENSES:			
a) Acquisition commissions	66	0	
b) Other acquisition costs	67	0	
c) Change in commissions and other deferred acquisition costs			
d) Collection commissions	68	0	
e) Other administrative expenses	69	0	
f) (-) Commission and other income from reinsurers	70	0	
	71	0	72 0
9. CAPITAL AND FINANCIAL CHARGES:			
a) Investment management charges and interest expenses	73	0	
b) Value adjustments on investments	74	0	
c) Losses on the realization of investments	75	0	76 0
10. CAPITAL AND FINANCIAL CHARGES AND UNREALISED CAPITAL LOSSES ON INVESTMENTS FOR THE BENEFIT OF POLICYHOLDERS WHO BEAR THE RISK AND INVESTMENTS STEMMING FROM THE PENSION FUND MANAGEMENT			77 0
11. OTHER TECHNICAL CHARGES, NET OF REINSURANCE			78 0
12. (-) ALLOCATED INVESTMENT RETURN TRANSFERRED FROM THE NON-TECHNICAL ACCOUNT (item III.4)			79 0
13. BALANCE ON THE TECHNICAL ACCOUNT - LIFE-ASSURANCE BUSINESS (Item III.2)			80 0
III. NON-TECHNICAL ACCOUNT			
1. BALANCE ON THE NON-LIFE BUSINESS TECHNICAL ACCOUNT (Item I.10)			81 8.375.200
2. BALANCE ON THE TECHNICAL ACCOUNT - LIFE-ASSURANCE BUSINESS (item II.13)			82 0
3. INVESTMENT INCOME FROM THE NON-LIFE BUSINESS:			
a) Income from shares and quotas	83	17.314	
(of which: arising from group companies and other companies	84	17.314)	
b) Income from other investments:			
(aa) from land and buildings	85	512.927	
(bb) from other investments	86	4.261.859	87 4.774.786
(of which: arising from group companies and other companies	88	419.006)	
(c) Value re-adjustments on investments	89	129.599	
d) Gains on the realization of investments	90	31.770	
(of which: arising from group companies and other companies	91	0)	92 4.953.469

Values for prior year

			175	0
	176	0		
	177	0		
	178	0		
	179	0		
	180	0		
	181	0	182	0
	183	0		
	184	0		
	185	0	186	0
			187	0
			188	0
			189	0
			190	0
			191	6.904.139
			192	0
			193	19.925
(of which: arising from group companies and other companies	194	19.925)		
			195	497.115
	196	4.921.151	197	5.418.266
(of which: arising from group companies and other companies	198	497.120)		
	199	5.942		
	200	782.645		
(of which: arising from group companies and other companies	201	0)	202	6.226.778

INCOME STATEMENT

Values for the year

4. (+) ALLOCATED INVESTMENT RETURN TRANSFERRED FROM TECHNICAL ACCOUNT - LIFE-ASSURANCE BUSINESS (item II.12)		93	0
5. CAPITAL AND FINANCIAL CHARGES OF THE NON-LIFE BUSINESS:			
a) Investment management charges and interest expenses	94	1.370.844	
b) Value adjustments on investments	95	787.803	
c) Losses on the realization of investments	96	94.591	97
			2.253.238
6. (-) ALLOCATED INVESTMENT RETURN TRANSFERRED TO THE NON-LIFE ASSURANCE TECHNICAL ACCOUNT (item I.2)		98	1.601.464
7. OTHER INCOME		99	6.119.574
8. OTHER EXPENSES		100	6.511.778
9. PROFIT OR LOSS ON ORDINARY ACTIVITIES		101	9.081.763
10. EXTRAORDINARY INCOME		102	280.412
11. EXTRAORDINARY CHARGES		103	666.508
12. EXTRAORDINARY PROFIT OR LOSS		104	-386.096
13. PROFIT OR LOSS BEFORE TAX		105	8.695.667
14. INCOME TAXES FOR THE YEAR		106	2.414.614
15. PROFIT (LOSS) FOR THE YEAR		107	6.281.053

Values for prior year

		203	0
		204	606.574
		205	1.196.551
		206	1.498.868
		207	3.301.993
		208	1.672.908
		209	5.343.373
		210	5.758.167
		211	7.741.222
		212	363.338
		213	1.455.068
		214	-1.091.730
		215	6.649.492
		216	1.729.000
		217	4.920.492



NOTES TO THE FINANCIAL STATEMENTS

The financial statements for the year ended 31 December 2023, comprise the balance sheet and income statement, and these explanatory notes and related attachments, prepared in accordance with ISVAP Regulation 22 of 4 April 2008 (the Regulation) and subsequent amendments and additions.

As required by this "Regulation", a statement of changes in financial position, prepared in free form, is attached to the financial statements.

The financial statements are accompanied by the directors' report on operations.

These financial statements have been prepared in accordance with applicable civil law and specific regulations of the insurance sector.

In particular, they have been drawn up in compliance with the provisions of title VIII of the Legislative Decree 209 of 7 September 2005 (the "Insurance Code"), of the Legislative Decree 173 of 26 May 1997, the provisions of "Regulation" and subsequent additions or amendments, and the indications issued by the Supervisory Authority. Even though not expressly governed by the sector regulations, reference is made to the general provisions of the Italian Civil Code on financial statements, as well as to the accounting standards issued by the Italian Accounting Body ("OIC").

The balance sheet and the income statement are drawn up in Euro, without decimals, while the explanatory notes and the other tables are drawn up in thousands of Euro, unless otherwise indicated.

These notes are organised into the following parts:

Part A: Accounting policies

Part B: Balance sheet and income statement

Part C: Other information

In addition, they are accompanied by the Attachments, which form an integral part hereto.

Comparative figures are provided, as required by the "Regulation", in order to enhance the clarity of presentation.

The presentation of these notes follows the division into parts and sections indicated in Attachment 2 of the above "Regulation" supplying the information required therein.

For simplicity, the comments on the individual items of the balance sheet and income statement are coded in the same way as the schedules.

The financial statements, have been audited by EY S.p.A., who were appointed as auditors for the period 2022 - 2030, pursuant to current legislation and the shareholders' resolution of 21 April 2021.

PART A - ACCOUNTING POLICIES

SECTION 1 - DESCRIPTION OF ACCOUNTING POLICIES

The accounting policies applied for the preparation of these financial statements are in conformity with applicable laws and refer to the accounting standards issued by the OIC (Italian Accounting Board) for interpretation.

The accounting policies are the same as those applied in the previous year.

The items reported in the financial statements were measured on a prudent, going-concern basis.

Moreover, we took into account the economic function of each asset or liability; in other words, in accordance with the principle of substance over form.

The more important accounting policies adopted for the preparation of these financial statements are reported below:

Intangible assets

The intangible assets considered long-lived are recognised at purchase or production cost.

The purchase cost also includes the related charges, while the production cost includes all costs directly attributable to the individual assets. They are amortised from the time when they are available for use or, in any case, generate economic benefits.

Other deferred costs

These are booked at historical cost and systematically reduced by direct amortisation calculated in relation to their estimated useful lives, which does not exceed five years.

Research and advertising costs are charged to the income statement in the year they are incurred.

Investments

Land and buildings

These assets are recorded at purchase cost, including related charges and any revaluation made in accordance with specific laws. They are shown net of accumulated depreciation.

The carrying amount is adjusted, if necessary, to reflect any impairment losses

The amounts recorded in the financial statements include improvements and conversion costs incurred to increase the income-earning capacity of property, or prolong its useful life.

Premises used for business purposes directly by the Company or leased to third parties, are systematically depreciated using rates that reflect their residual useful lives.

Depreciation of wholly-owned property is calculated on the value of the building, net of the value of the land on which it is built.

Investments in Group and related companies

These mainly reflect long-term investments such as investments in parent companies and in other undertakings.

These investments are recognised in the balance sheet at purchase or subscription cost or at a value lower than the cost in cases where the related companies present, based on their financial position, impairment.

The shares of parent companies, held for the purpose of top management incentive plans based on financial instruments, are recognised in the short-term portfolio at the lower of cost or market value.

Other financial investments

Long-term investments

Bonds that the Company intends to keep permanently on its balance sheet are recorded at carrying amount. The carrying amount, determined on a weighted moving-average cost basis, is represented by their purchase or subscription cost. It is adjusted or integrated to take account of the amount accrued in the year relating to the negative or positive difference between the redemption value and the purchase cost, with separate disclosure of the amount accrued relating to any issue or trading discounts.

Investments in unlisted companies held as long-term investments are booked at purchase cost, determined on a weighted moving-average basis.

The carrying amount is adjusted, if necessary, to reflect impairment.

Original cost is reinstated in future accounting periods if the reasons for any writedowns cease to apply.

Short-term investments

These are stated at the lower of carrying or market value.

Carrying value, determined on a weighted moving-average cost basis, is represented by their purchase or subscription cost, as adjusted in the case of bonds and other fixed-income securities by the accrued net issue discount.

Original cost is reinstated in future accounting periods if the reasons for any writedowns cease to apply.

The market value of securities listed on organised markets is determined as the simple average of stock market prices struck during the last month of the year.

For securities not listed on organised markets, market value is determined with reference to their estimated realisable value considering the market value of listed securities with similar characteristics or, otherwise, using objective criteria applied on a consistent basis.

Any transfer of securities from one segment to another is carried out in compliance with the provisions issued by ISVAP in articles 14 and 15 of Regulation 36 of 31 January 2011. Specifically, this is carried out based on the value resulting from the application, on the date of transaction, of the accounting rules of the originating segment. After the transfer, the securities are measured in accordance with the criteria of the target segment. The purchase cost is calculated based on the weighted moving average.

The interest accrued on securities are accounted for on an accrual basis.

Share dividends are accounted for in the period in which they are received.

Deposits with ceding undertakings

This item includes deposits made with the ceding undertakings, in relation to the acceptance of inward reinsurance, and are recognised at nominal value.

Debtors

These are stated at their estimated realisable value, as provided for by Legislative Decree no. 173/1997, article 16, paragraph 9.

Specifically:

the amounts due from policyholders for premiums for the current and previous years represent the outstanding amounts not yet collected at the end of the period. The provision for doubtful accounts specifically set up for this purpose takes into account the potential future losses determined based on experience and the results of the current year;

- receivables from intermediaries include all amounts due from agents, brokers and other intermediaries as well as amounts due from claims for payments made to former agents. They are directly adjusted through write-offs for actual losses and write-downs for presumed uncollectibility, by allocating to a special provision the amount resulting from a detailed analysis of each position;
- receivables from insurance companies reflect the closing balance adjusted by a specific provision for any writedowns identified through assessments of potentially doubtful accounts;
- receivables from third parties and policyholders for recoveries comprise retrieves for claims for which compensation has been paid. These receivables are considered collectable based on a conservative assessment;
- debtors arising out of reinsurance operations comprise all amounts considered due and are accordingly adjusted by a specific allowance for doubtful accounts, calculated based on the analysis of each position;
- other debtors comprise all debtors that cannot be allocated to any other of the items above and, where the conditions are met, they are adjusted by a specific provision for doubtful accounts, calculated on the basis of the presumed collectability of the different positions

Other assets

Tangible assets

Tangible assets are recorded at purchase cost, including related charges, and are stated net of accumulated depreciation.

Depreciation is calculated on a systematic basis, using rates that reflect the residual useful lives of the assets to which they refer, and starts when assets are available for use or, in any case, when they start producing economic benefits.

Accruals and deferrals

Accruals and deferrals are calculated in order to match costs and revenues that refer to more than one year in the accounting periods to which they relate.

Non-life business technical provisions

Unearned premiums reserve

This includes the apportioned premiums reserve and the provision for unexpired risks, if applicable.

These are calculated together, in accordance with Attachment 15 of "Regulation", to cover the cost of accidents and the related expenses that will occur after year-end, to the extent of the cover provided by the premiums paid by policyholders.

Direct business

The apportioned premiums reserve is calculated on a detailed, accrual basis considering the gross premiums written net of acquisition commissions and other costs directly attributable to the acquisition. This reserve includes specific provisions required by law to cover risks of a particular nature (such as bond insurance, hail and other natural disasters, and those relating to nuclear energy).

In limited cases, with reference to certain premiums accepted by the foreign branches, the accrual basis is applied using inductive systems that are considered to produce essentially the same result.

The provision for unexpired risks is determined, segment by segment, to cover the risks outstanding after year-end in cases where estimated indemnities and expenses deriving from contracts written before the year-end exceed any related unearned apportioned premiums and premiums to be collected. As required by Attachment 15 of "Regulation", the related calculation is based on the ratio of claims to current generation premiums (net of acquisition commission and other directly attributable acquisition costs), compared with the same ratio in previous years.

The reinsurers' share of apportioned premiums reserve is calculated on a detailed, accrual basis.

The reinsurers' share of the provision for unexpired risks is determined by applying to this gross reserve the ratio of premiums transferred to reinsurers (net of excess-of-loss transfers) to the gross premiums written on direct business.

Indirect business

The apportioned premiums reserve is calculated on an accrual basis with reference to related communications received from reinsurers. If reinsurers do not provide sufficient information for this method to be applied, an overall approach is taken.

In any case, the general principle of sufficiency required by Attachment 15 to the "Regulation" was taken into account.

The provision for unexpired risks is determined using criteria similar to those employed for direct business. The reinsurers' share of unearned premiums is determined by applying to this reserve the ratio of premiums transferred to reinsurers to the premiums written on indirect business.

Claims payable reserve

This comprises the reserve for accidents already reported and the reserve for accidents that have occurred, but which have not yet been reported.

These are calculated together, in accordance with Attachment 15 of "Regulation", to cover the cost of accidents that took place in the current or prior years (regardless of the date of the claim) but which have not yet been settled, together with the related direct and indirect settlement costs.

Direct business

The claims payable reserve is determined on a prudent basis considering all claims not yet settled at year-end, applying objective criteria and taking into account for each segment all foreseeable future charges (using available historical data and considering the specific characteristics of each company), in order to cover a reasonable estimate of all outstanding commitments.

For this reason, the claims reserve also includes an estimate of accidents that have occurred, but which have not yet been reported at year-end.

The reinsurers' share of claims payable reserve is determined on the basis of the estimated amount recoverable, taking into account the related contractual agreements.

Indirect business

This is determined on the basis of communications from reinsurers or, if unavailable or insufficient, using an inductive approach that takes historical experience into account.

The share of the claims payable reserve carried by reinsurers is determined using the criteria described for direct business.

Equalization reserve

The reserve for natural disasters, which has been set up to offset the trend in claims over time, and the compensation reserve of the credit insurance business, designed to cover any negative technical

balance retained at the end of each year, have been determined on the basis of the criteria laid down in Attachment 15 (paragraph 50) of "Regulation".

Provisions for risks and charges

These provisions are set aside to cover charges, either certain or probable, but the amount or timing of which could not be determined at the end of the reporting period. Provisions reflect the best possible estimates, based on the information available. They do not include provisions that have a corrective function for the value of the items under balance sheet assets.

Specifically:

- the provision for taxation comprises the tax charges set aside for items that will be taxed in subsequent years;
- the other provisions include the foreseeable charges of various natures.

Creditors and other liabilities

These are recognised at their nominal value and represent the amounts the Company owes third parties.

Termination indemnities

This reserve reflects the Company's liability to all employees, pursuant to art. 2120 of the Italian Civil Code and current labour contracts, taking into account their length of service at year-end and their remuneration.

Premiums earned

Gross premiums written include all amounts earned during the year on insurance contracts, whatever their collection date.

They are booked net of related taxes and duties collected from policyholders and technical cancellations of securities issued during the year.

Direct business premiums include apportioned premiums for the Hulls sector and related third-party liability sector.

The accrual basis is applied by provisions to the apportioned premium reserve.

Investment return in the income statement

the allocation of the portion of investment return to the technical account for non-life-insurance business is performed in accordance with the provisions of ISVAP Regulation no. 22 of 4 April 2008 and subsequent amendments and additions, as specified in the relevant section of the notes to the financial statements.

Claims incurred

The gross value of claims includes sums paid for direct and indirect business in settlement and as claim settlement expenses.

The latter, in particular, include personnel costs and the depreciation and amortisation of the tangible and intangible assets used in the management of claims.

Other income statement items

Costs and revenue are recognised in the year on an accrual basis. In particular, for those typical of the insurance business, we applied "the regulations applicable to the income statement" pursuant to Legislative Decree No. 173/97 and in compliance with instructions set out in ISVAP regulation no. 22 of 4 April 2008.

Income taxes

The Company has opted to participate in the Group taxation regime, pursuant to art. 117 et seq. of Presidential Decree 917/86, under the consolidating company Unipol Gruppo. An agreement was signed with the consolidating company regulating the economic and financial aspects and procedures governing the option at issue.

Income tax for the year is calculated according to current tax regulations and recognised among costs for the year. These comprise:

- the charges/income for current taxes for the year;
- deferred tax assets and liabilities arising during the year and usable in future years;
- credit, for the portion for the year of deferred tax assets and liabilities generated in previous years;
- any charges for substitute taxes on income taxes related to special circumstances.

Deferred tax assets and liabilities, calculated on the temporary differences between the profit (loss) for the year and taxable income arisen or deducted in the year (including deferred tax assets and liabilities relating to the associated companies that have opted for the taxation regime provided for by art. 115 et seq. of the TUIR), are recognised including the deferred tax assets and provision for taxation. Deferred tax assets and liabilities are calculated based on the tax rates set by current tax regulations and applicable to the future years in which it is expected to fully or partially offset the underlying temporary differences.

Deferred tax assets are recognised only to the extent that there is reasonable certainty of their realisation in future years. Deferred taxes are always recognised.

The disclosure pursuant to art. 2427, paragraph 1.14 of the Italian Civil Code, along with the reconciliation between the theoretical and effective tax charge, are provided in the notes to the financial statements.

Translation of foreign currency balances

Foreign currency balances are recorded by means of a multicurrency accounting system.

Foreign currency balances (excluding non-current assets) are shown in the financial statements after they have been translated into the functional currency (euro) using year-end exchange rates.

The effects of translation are recorded in the income statement as either "Other income" or "Other expense", depending on whether they give rise to a gain or a loss.

When the financial statements are approved and the results allocated, any net profits deriving from this translation represent an unrealised gain and are transferred to a non-distributable reserve until they are realised, pursuant to article 2426, paragraph 8 of the Italian Civil Code.

Exchange rates used

The exchange rates applied for the translation to euro of the principal currencies used by the company are reported below (determined with reference to the official rates at 31 December each year), together with the percentage changes with respect to the prior year:

Exchange rate against the euro	2023	2022	Change (%)
U.S. dollar	1.1050	1.0666	-3.6%
Pound Sterling	0.8691	0.8869	2.0%

Functional currency

All amounts shown in the financial statements are expressed in Euro (€), without decimals.

The figures shown in the Notes to the financial statements and in the Attachments, which are expressed in thousands of euro, with the roundings envisaged in art. 4 of "Regulation" are the only exceptions to this rule.

Exemptions pursuant to Art. 2423, paragraph 4, of the Civil Codee

No exemptions pursuant to the article at issue were applied.

Uncertainty in the use of estimates

The application of certain accounting standards inherently involves relying on significant judgements, which are based on estimates and assumptions that are uncertain at the time they are made.

As regards the 2023 financial statements, the assumptions made are considered appropriate. Accordingly, the financial statements have been drawn up clearly and give a true and fair view of the assets, liabilities, financial position and profit or loss for the year. The relevant sections of the notes to the financial statements provide full disclosure of the reasons underlying the decisions made and the measurements performed. In order to provide reliable estimates and assumptions, reference has been made to past experience, and to other factors considered reasonable for the case in question, based on all available information.

However, it cannot be excluded that changes in the estimates and assumptions could significantly affect the financial position and financial performance, as well as the contingent assets and liabilities reported in the financial statements to ensure full disclosure, should the original judgements be revised.

Specifically, the following cases require a more extensive reliance on subjective assessments by company management:

- assessment of whether deferred tax assets will be recovered;
- quantification of provisions for risks and charges as well as the provision for doubtful accounts, due to uncertainty regarding the required amounts and timing of contingencies;
- in the estimation processes that lead to the calculation of technical reserves.

In such cases, an explanation is provided to enable the reader to have better understanding of the main areas of uncertainty, but in no way is meant to suggest that alternative assumptions might be appropriate or more valid. Furthermore, the measurements in the financial statements are prepared on a going concern basis, as no risks have been identified that could prevent the company from continuing to operate as a going concern.

SECTION 2 - TAX ADJUSTMENTS AND PROVISIONS

As envisaged under current regulations, no adjustments and/or provisions have been recorded solely for tax purposes.

PART B - BALANCE SHEET AND STATEMENT OF INCOME

BALANCE SHEET - ASSETS

SECTION 1 - INTANGIBLE ASSETS (ITEM B)

B. "Intangible assets", which will all benefit future years, amount to €938 thousand (€1,465 thousand at 31 December 2022) and comprise:

(in thousands of euro)	2023	2022	Change
5. Other deferred costs	938	1,465	(527)

Attachment 4 shows the changes during the year for the item at issue, being additions of €591 thousand and amortisation for the year of €1,118 thousand.

B.5 "Other deferred costs" refer solely to software, which have a useful life of several years, for the residual portion yet to be amortised.

They are stated net of the direct amortisation charge accumulated at year-end.

The increase recorded during the year is mainly attributable to the development of IT projects and application update.

SECTION 2 - INVESTMENTS (ITEM C)

C. "Investments" total €161,712 thousand (€138,310 thousand at 31 December 2022) and comprise:

(in thousands of euro)	2023	2022	Change
I. Land and buildings	17,722	18,227	(505)
II. Investments in group and related companies	181	213	(32)
III. Other financial investments	143,161	119,224	23,937
IV. Deposits with ceding undertakings	648	646	2
	161,712	138,310	23,402

C.I "Land and Buildings", in the amount of €17,722 thousand (€18,227 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
1. Property used for business purposes	6,126	6,387	(261)
2. Property used by third parties	11,596	11,840	(244)
	17,722	18,227	(505)

These are shown net of accumulated depreciation at 31 December 2023, amounting to €10,990 thousand (€10,223 thousand at 31 December 2022).

The related depreciation charge for the year (€767 thousand) is calculated at 3% per year and starts when the property is available and ready for use.

The buildings concerned are considered to be long-term assets as the company intends to hold them over time as a stable investment.

Attachment 4 shows the changes during the year in the above item.

At 31 December 2023, the market value of the above property was estimated to be €26,000 thousand (€26,100 thousand at 31 December 2022).

Market value was determined in accordance with the rules laid down by "Regulation", articles from 16 to 20. This represents the price at which each property could be sold, at the time of the valuation, by private contract between a seller and a purchaser, assuming that the sale takes place on normal terms and, for property leased to third parties, taking into account the lease instalments and the expiry date of the contract.

The above market value has been determined on the basis of a separate valuation for each building, as shown in the appraisal prepared by an independent expert, bearing in mind the characteristics and income-earning capacity of each property.

The value of property still owned by the Company was not restated under revaluation laws in previous years.

Property is not mortgaged.

C.I.1 "Property used for business purposes" relates entirely to part of the building situated at Via V Dicembre 3, Genoa, where the Company's headquarters are located.

A total of €106 thousand was invested in improvements during the year. By contrast, the depreciation charge for the year was €367 thousand.

C.I.2 **"Property used by third parties"** is only for business purposes and includes a portion of the building situated in via V Dicembre 3, Genoa.

This increased by €156 thousand due to work done in the year on improvements and renovation and decreased by €400 thousand due to depreciation for the year.

Rental income and expense recoveries from tenants (only the Parent Company UnipolSai Assicurazioni S.p.A.) amount to €417 thousand and €96 thousand respectively.

No property is subject to finance leasing contracts.

C.II **"Investments in group and other companies"** amount to €181 thousand (€211 thousand at 31 December 2022), a decrease of €30 thousand. These are represented entirely by "Shares and quotas".

C.II.1 **"Shares and quotas"** comprise:

(in thousands of euro)	2023	2022	Change
a) parent companies	180	210	(30)
e) other	1	1	-
	181	211	(30)

The shares of the parent companies relate to the ordinary shares of the direct parent UnipolSai Assicurazioni S.p.A. (51,687 shares for an amount of €96 thousand) and of the indirect parent company Unipol Gruppo S.p.A. (24,443 shares for an amount of €84 thousand).

These shares are held to service a compensation plan based on financial instruments (performance shares) in favour of Company executives for the three-year period 2019 - 2021, and for the three-year period 2022 - 2024.

This plan was approved by the Shareholders' Meeting held on 19 November 2019 and the Shareholders' Meeting held on 20 April 2022.

The following change occurred during the year:

- a decrease due to the assignment to top management of 4,305 Unipol Gruppo S.p.A. shares, for an amount of €15 thousand, and 7,788 UnipolSai Assicurazioni S.p.A. shares, for book value of €15 thousand.

These investments, with the exception of the parent companies shares referred to above, are considered to be long-term assets as the companies intend to hold them over time as a stable investment.

The definition of affiliated companies makes reference to Art. 5.1.c) of Legislative Decree 173 of 26 May 1997. "Other" companies mean equity investments as defined in Art. 4.2 of the above-mentioned Decree.

The item "Other" includes an amount of €1 thousand for UCI quotas.

Attachments 5 and 7 summarise and analyse the changes in this item during the year.

General information on equity investments is provided in Attachment 6.

The shares and quotas of parent companies are on deposit at BPER Banca S.p.A., while those of subsidiaries and other companies are on deposit at the companies to which they refer.

C.II.3 **"Loans to companies"** had a zero balance at the end of the reporting period (€2 thousand at 31 December 2022) as follows:

(in thousands of euro)	2023	2022	Change
e) other	-	2	(2)
	0	2	(2)

This is an interest-bearing loan in favour of UCI repaid at the beginning of the year.

C.III **"Other financial investments"** amount to €143,161 thousand (€119,224 thousand at 31 December 2022) and comprise:

(in thousands of euro)	2023	2022	Change
3. Bonds and other fixed-income securities	142,728	118,750	23,978
4. Loans	31	72	(41)
6. Deposits with credit institutions	402	402	-
	143,161	119,224	23,937

As indicated in Attachment 8, the above financial investments are all considered short-term, with the exception of the following listed securities that have been classified as long-term investments:

	Nominal at 31/12/2023	LC book value at 31/12/2023	LC market value at 31/12/2023
AIB GROUP 4.625% 23/07/2029 CBLE	1,000,000	1,004,019	1,024,142
BANCO SANTANDER 3.496% 24/03/2025	1,000,000	885,270	882,335
BANK OF AMERICA FRN 04/03/2038	1,000,000	947,497	1,030,517
BPCE 0.50% 24/02/2027	500,000	451,856	455,151
BPCE 4.625% 02/03/2030 CBLE	500,000	504,440	519,366
CREDIT AGRICOLE 0.50% 21/09/2029 CBLE SOCIAL BND	1,000,000	834,650	866,565
DEXIA CREDIT LOCAL 1.00% 18/10/2027	5,000,000	5,008,045	4,695,242
LA BANQUE POSTALE 1.00% 09/02/2028 CBLE	1,000,000	893,081	916,402
NATIONAL GRID 2.949% 30/03/2030 MWC-CBLE	500,000	467,017	482,899
SOC GENERALE 0.75% 25/01/2027 Snr Non-Pref	1,000,000	898,498	914,308
UBS GROUP 1.494% 10/08/2027 CBLE USD	1,000,000	857,150	813,199
UBS GROUP AG 0.65% 14/01/2028 MWC-CBLE	1,000,000	951,460	908,068
UNICREDIT 1.20% 20/01/2026 RESET ON CALL	1,000,000	1,012,796	968,247
UNICREDIT 1.625 18/01/2032	1,000,000	808,308	845,443
		15,524,087	15,321,885
BTP 0.35% 01/02/2025	4,000,000	3,994,539	3,872,478
BTP 1.25% I/L 15/09/2032	5,000,000	6,106,691	5,976,902
BTP 1.50% 01/06/2025	3,000,000	2,990,825	2,930,026
BTP 2.45% 01/09/2033	4,500,000	4,153,084	4,049,825
BTP 3.50% 01/03/2030	2,500,000	2,517,387	2,527,466
BTP 3.70% 15/06/2030	2,000,000	1,979,223	2,036,165
BTP 4.50% 01/03/2024	3,000,000	2,999,973	3,003,917
BTP I/L 1.30% 15/05/2028	1,000,000	1,237,029	1,231,261
BTP ITALIA 0.40% 11/04/2024 new	15,500,000	15,546,031	15,362,984
BTP ITALIA 1.60% 22/11/2028	2,000,000	2,000,000	1,928,105
BTP ITALIA I/L 0.55% 21/05/2026	1,000,000	968,862	959,154
CCT 15 September 2025	1,000,000	976,835	1,005,846
CCT 15 October 2028	4,000,000	3,951,062	3,999,558
CORP ANDINA DE FOMENTO 1.625% 23/09/2025	1,975,000	1,754,563	1,680,633
EUROPEAN UNION 0.00% 04/10/2028	500,000	436,222	442,731
EUROPEAN UNION 2.00% 04/10/2027	1,500,000	1,464,128	1,469,196
PORTUGAL OT 2.875% 21/07/2026	2,000,000	1,993,367	2,028,578
REP ITALY 11/05/2026 CMS	2,000,000	1,982,726	1,958,737
SPANISH GOVT I/L 1% 30/11/2030	4,000,000	4,935,977	4,979,152
US TREASURY 0.375% 30/11/2025	4,100,000	3,589,387	3,429,548
		65,577,909	64,872,262
		81,101,996	80,194,147

Attachment 8 also compares the carrying amount of each type of investment with its market value. The latter was determined on the basis described in Part A, Section 1, to which reference is made.

As shown in this Attachment, the book value at 31 December 2023 of "Other financial investments" totals €407 thousand (vs €1,561 thousand at 31 December 2022) higher than their market value at reporting date.

The changes in "Bonds and other fixed-income securities" during the year are analysed below:

(in thousands of euro)		Bonds and other fixed-income securities
Opening balance		118,750
Purchases		85,496
Write backs		129
Net issue and trading discounts		1,297
Sales and redemptions		(61,982)
Value adjustments		(20)
Exchange differences		(942)
Closing balance		142,728

C.III.3 "Bonds and other fixed-income securities" consist of:

(in thousands of euro)	2023	2022	Change
a) listed	142,728	118,750	23,978
b) unlisted	-	-	-
	142,728	118,750	23,978

Their carrying value is €407 thousand (vs €1,097 thousand lower at 31 December 2022) higher than their year-end market value.

This amount includes a contingent net loss of €908 thousand (€1,561 thousand at 31 December 2022) on investment securities.

"Bonds and other fixed-income securities" denominated in euro total €111,280 thousand, while those in US dollars amount to €31,448 thousand (€91,635 thousand and €27,115 thousand at 31 December 2022).

They comprise investments earning interest at fixed rates, €123,625 thousand, and floating rates, €19,103 thousand (€113,002 thousand and €5,748 thousand at 31 December 2022).

As for listed "Bonds and other fixed-income securities", government and corporate securities amount to €112,146 thousand and €30,582 thousand, respectively (€98,905 thousand and €19,845 thousand at 31 December 2022).

The issue discounts booked to the income statement relating to this item are positive for €352 thousand and negative for €140 thousand, while positive and negative trading discounts amount to €1,236 thousand and €151 thousand.

The following analysis of "Bonds and other fixed-income securities" details the significant positions held (more than €1 million) by issuer, with the clarification that they are all listed in organised markets:

Issuer (in thousands of euro)	Amount
Italy	75,891
USA	19,863
France	2,465
Dexia Credit	5,008
Spain	4,936
Portugal	1,993
European Union	1,900
Corp Andina Fom	1,755
Bank of America	1,435
Ubs group ag	1,809
Unicredit S.p.A.	1,821
Stato Olanda	1,991
AIB Group Plc	1,004
RBS Group Plc	1,002
Cassa DDPP	1,350

"Bonds and other fixed-interest securities" are all deposited with BPER Banca S.p.A.

C.III.4 "Loans" relate to loans granted to employees and all have a term of no more than 5 years. The changes during the year are shown in Attachment 10.

C.III.6 "Deposits with credit institutions" relates exclusively to a restricted deposit (without deadline) that has been provided as security on our behalf and for the same amount by a bank in connection with domestic insurance business.

The changes during the year are shown in Attachment 10.

C.IV "Deposits with ceding undertakings" amount to €648 thousand (€646 thousand at 31 December 2022), an increase of €2 thousand.

These solely comprise cash deposits held by reinsurers on the basis of contractual terms regarding their reinsurance risks.

Deposits with ceding undertakings were not written down at any time during the year.

SECTION 4 - TECHNICAL RESERVES CARRIED BY REINSURERS (ITEM D BIS)

D.bis. The "Reinsurers' share of technical provisions" amount to €213,381 thousand (€195,830 thousand at 31 December 2022) and consist of:

(in thousands of euro)	2023	2022	Change
1. Unearned premiums reserve	36,850	33,222	3,628
2. Claims payable reserve	176,531	162,608	13,923
	213,381	195,830	17,551

The changes in this item are the same as though affecting gross "Technical reserves". Accordingly, reference is made to Section 10 for the related discussion.

The increase in the "Claims payable reserve" is due to having to make reserves for some serious claims of a high amount.

UnipolSai Assicurazioni S.p.A.'s share of technical reserves for outward reinsurance transactions, in the amount of €126 thousand, relates to the only claims reserve.

SECTION 5 - DEBTORS (ITEM E)

"Debtors" total €94,066 thousand (€76,455 thousand at 31 December 2022) and comprise:

(in thousands of euro)	2023	2022	Change
I. Debtors arising out of direct insurance operations	67,016	57,612	9,404
II. Debtors arising out of reinsurance operations	14,072	8,640	5,432
III. Other debtors	12,978	10,203	2,775
	94,066	76,455	17,611

E.I "Debtors arising out of direct insurance operations", in the amount of €67,016 thousand (€57,612 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
1.a Policyholders for current year premiums	49,697	41,357	8,340
1.b Policyholders for previous year premiums	548	493	55
2. Intermediaries	10,334	10,677	(343)
3. Insurance companies	1,969	836	1,133
4. Due from policyholders and third parties	4,468	4,249	219
	67,016	57,612	9,404

E.I.1 The amounts **"Due from policyholders"** for current and prior-year premiums total €49,697 thousand (€41,357 thousand at 31 December 2022).

These are shown net of a provision for doubtful accounts in the amount of €1,737 thousand (€1,547 thousand at 31 December 2022).

"Due from policyholders" were written down by €395 thousand during the year, given that they were considered uncollectable after an analytical valuation; this writedown was charged to "Other technical charges, net of reinsurance" in the income statement.

At the same time, the provision for doubtful accounts was reduced by €205 thousand, being charged to "Other technical income, net of reinsurance transfers" in the income statement, as a result of the use of the provision for doubtful accounts for €205 thousand.

These receivables include €25,113 thousand in premium instalments not yet due for the Hull and Aircraft sectors and related accessories (€21,689 thousand at 31 December 2022).

E.I.2 The amounts **"Due from agents and other intermediaries"** are stated net of the related provision which was zero, just like the balance at 31 December 2022.

In fact, as a result of a detailed analysis, "Due from agents and other intermediaries" were not written down during the year.

These debtors were mostly settled during the early months of the following year.

E.I.3 **"Due from insurance companies"** relate to current account deposits to secure co-insurance and services performed.

These are shown net of a provision for doubtful accounts in the amount of €634 thousand (€604 thousand at 31 December 2022).

Following a detailed analysis of their recoverability and a change in estimate, the amounts "Due from insurance companies" were written down by €30 thousand, which was charged to "Other income" in the income statement.

E.I.4 **"Due from policyholders and third parties"** amount to €4,468 thousand and refer to reimbursements of claims paid (€4,249 thousand at 31 December 2022).

These mainly relate to the Hulls sector for €1,993 thousand and Cargo sector for €2,275 thousand (€1,646 thousand and €2,286 thousand respectively at 31 December 2022).

The portion to be transferred to reinsurers has been recorded under "Sundry liabilities".

E.II **"Debtors arising out of reinsurance operations"** amount to €14,072 thousand (€8,640 thousand at 31 December 2022) and consist of:

(in thousands of euro)	2023	2022	Change
1. Insurance and reinsurance companies	14,072	8,640	5,432

E.II.1 **"Debtors arising out of reinsurance operations, against insurance and reinsurance companies"** are stated net of the related provision for doubtful accounts, in the amount of €1,567 thousand (€1,308 thousand at 31 December 2022) and relate solely to reinsurance current accounts.

During the year, after an assessment of the collection risk, it was deemed appropriate to set up a provision of €259 thousand.

This item includes amounts due from the direct parent company UnipolSai Assicurazioni S.p.A. of €3,600 thousand due on 31.12.2023, in relation to inward reinsurance operations, while no amount is due from related companies for the same reason.

E.III **"Other debtors"** amount to €12,978 thousand (€10,203 thousand at 31 December 2022).

Their main components are shown below:

(in thousands of euro)	2023	2022	Change
Amounts due from tax authorities	8,319	5,578	2,741
Due from the direct parent company	2,200	2,044	156
Deposits with clearing houses	1,916	1,174	742
Amounts due from tax authorities for disputed tax claim	278	506	(228)
Due from the indirect parent company	186	836	(650)
Due from affiliated companies	10	11	(1)
Other debtors	69	54	15
	12,978	10,203	2,775

These receivables were not written down during the year, nor were any provisions for doubtful accounts recorded in the past, since there were no reasons for doing so.

Amounts due from the tax authorities relate solely to the Italian authorities and comprise:

- the tax advance on insurance policies for 2024 of €6,067 thousand paid in November 2023.
- €784 thousand direct taxes (including €480 thousand due to be reimbursed and €304 thousand of IRAP advances paid during 2023);
- €1,468 thousand as residual credit for the use in compensation of the DTA credits held by Unipol Rec and transferred to Siat.

Since the Company is a member of the domestic tax group, it has transferred its tax credits to the indirect parent company Unipol Gruppo S.p.A. to be deducted from the Group tax liability. The amount concerned, €186 thousand, has therefore been reclassified to the item "Amounts due from the indirect parent company", as described below.

These credits relate to the IRES advances paid during the year and withholdings on bank interest.

The amounts due from the direct parent company, UnipolSai Assicurazioni S.p.A. refer to operating costs incurred on behalf of that company and therefore recharged to it.

They relate to services provided to it (€1,106 thousand) and personnel on secondment (€824 thousand). The total also includes €270 thousand attributable to a tax rebate claim filed in 2013 for the excess IRES paid during the period 2007 to 2010 because of the non-deductibility of IRAP on personnel.

Deposits with clearinghouses refer solely to deposits made in France to *Cesam – Comité d'Etudes et des Services des Assureurs Maritimes et Transports*, in the ordinary course of business (under the freedom to provide services regime).

The amounts due from the Tax Authorities for disputed tax claim relate to indirect taxes on coinsurance; direct taxes for IRAP (regional production tax) refer to the amounts paid, on provisional basis, in relation to the following tax assessment notice received:

- in December 2018, €15 thousand, in relation to IRAP for the 2013 tax year;
- in December 2019, €16 thousand, in relation to IRAP for the 2013 tax year;
- in February 2020, €18 thousand, in relation to IRAP for the 2014 tax year;
- in September 2021, €17 thousand, in relation to IRAP for the 2013 tax year;
- in October 2021, €46 thousand, in relation to IRAP for the 2015 tax year;
- in July 2022, €5 thousand, in relation to IRAP for the 2016 tax year;
- in July 2022, €148 thousand, in relation to IRAP for the 2015 tax year;
- in October 2023, €13 thousand, in relation to IRAP for the 2026 tax year.

Further information about the outstanding tax dispute is provided in point E.2 of Section 12.

The amounts due from the indirect parent company Unipol Gruppo S.p.A. derive from membership of the domestic tax group and reflect the Ires advances paid during the year, including the withholdings reported in the previous page.

Note that, for the three-year period 2021-2023, the Group tax regime is headed up by Unipol Gruppo S.p.A., the indirect parent company.

Due from affiliated companies refer to staff seconded to Incontra Assicurazioni S.p.A. (€5 thousand) and BIM Vita S.p.A. (€5 thousand).

SECTION 6 - OTHER ASSETS (ITEM F)

F. "Other assets" in the amount of €12,629 thousand (€16,147 thousand at 31 December 2022), is broken down as follows:

(in thousands of euro)	2023	2022	Change
I. Tangible assets and stocks	261	200	61
II. Cash and cash equivalents	5,992	11,520	(5,528)
IV. Other assets	6,376	4,427	1,949
	12,629	16,147	(3,518)

F.I "Tangible assets and stocks", in the amount of €261 thousand, are stated net of accumulated depreciation at year-end (€2,422 thousand), comprise:

(in thousands of euro)	Gross value	Accumulated depreciation	Carrying amount
1. Furniture, office equipment, internal means of transportation	2,234	(2,142)	92
3. Plant and equipment	449	(280)	169
	2,683	(2,422)	261

These are considered to be long-term tangible assets forming part of the Company's permanent structure. The movements in their gross carrying value during the year were as follows:

(in thousands of euro)	Gross value			
	Balance at 31.12.2022	Increase	Decrease	Balance at 31.12.2023
1. Furniture, office equipment, internal means of transportation	2,215	19	-	2,234
3. Plant and equipment	318	131	-	449
	2,533	150	-	2,683

The aforementioned accumulated depreciation, in the amount of €2,422 thousand (€2,334 thousand at 31 December 2022), increased by €87 thousand as a result of the depreciation charge for the year.

The following table sets out the rates of depreciation rates used for each class of assets:

Category	Rate %
Furniture	12
Fixtures	15
Office machines	20
Equipment	15
Internal communication equipment	25
Publicly registered assets	25

These rates have been applied taking into account the year in which the asset is available and ready for use, also in compliance with current tax law.

No accelerated or advance depreciation has been provided.

F.II "Cash and cash equivalents" total €5,991 thousand (€11,520 thousand at 31 December 2022) and consist of:

(in thousands of euro)	2023	2022	Change
1. Bank accounts	5,989	11,518	(5,529)
2. Cheques and cash	2	2	0
	5,991	11,520	(5,529)

F.II.1 "Bank accounts" include demand deposits and time deposits of less than 15 days.

F.IV "Other assets", in the amount of €6,376 thousand (€4,427 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
2. Other	6,376	4,427	1,949

F.IV.2 The main items included in "Other" are detailed below:

(in thousands of euro)	2023	2022	Change
Deferred tax assets	4,136	3,561	575
Other assets	2,240	866	1,374
	6,376	4,427	1,949

Deferred tax assets derive from temporary differences between the result reported in the financial statements and taxable income for IRES and IRAP purposes. The recovery of these timing differences against future taxable income is deemed to be reasonably likely.

They are mainly attributable to the taxed provision for doubtful accounts (in particular, for receivables from insurance and reinsurance companies), the change in the provision for net long-term claims outstanding and a provision for personnel costs for future liabilities that are not certain.

The balance was determined using the tax rates that are expected to apply in the year when the related timing differences reverse. The rates used in relation to IRES and IRAP were 24.00% and 6.82% respectively.

Deferred tax assets were fully recognised in prior years.

Other assets mainly include €1,402 thousand of receivables on commissions for premium income, €82 thousand for the temporary accounting contra-entry for settlements recharged to us by other insurance companies under co-insurance relationships, waiting for supporting documentation or to be reversed, and €573 thousand for reinsurance transactions.

Balances relating to such claims are recorded as amounts due to these companies or in the claims payable reserve, as the case may be.

They also include €94 thousand deposited with BPER Banca S.p.A., which is subject to attachment for claims at the request of third parties, and €89 thousand for amounts due from our tenants UNIPOLSAI.

SECTION 7 - PREPAYMENTS AND ACCRUED INCOME (ITEM G)

G. "Prepayments and accrued income" in the amount of €972 thousand (€494 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
1. Interest	936	468	468
3. Other	36	26	10
	972	494	478

The breakdown of this item is as follows:

(in thousands of euro)	Prepayments	Accrued income	Total
1. Interest	936	-	936
3. Other	-	36	36
	936	36	972

Accrued interest income solely concerns bonds and other fixed-income securities.

Non-interest prepayments comprise subscriptions to periodicals (€12 thousand), licenses (€11 thousand) and insurance premiums (€8 thousand), and insurance premiums (€5 thousand).

No accrued income or prepayments have a duration of more than five years, or more than one year.

BALANCE SHEET - LIABILITIES AND EQUITY

SECTION 8 - CAPITAL AND EQUITY RESERVES (ITEM A)

A. As at 31 December 2023 equity amounts to €69,258 thousand (€66,777 thousand at 31 December 2022) and consists of:

(in thousands of euro)	2023	2022	Change
I. Subscribed share capital	38,000	38,000	-
IV. Legal reserve	3,034	2,788	246
VI. Reserve for parent company's shares	180	210	(30)
VII. Other reserves	21,763	20,859	904
IX. Net profit for the year	6,281	4,920	1,361
	69,258	66,777	2,481

The changes during the year are summarised as follows:

(in thousands of euro)	Subscribed share capital	Legal reserve	Reserve for parent company's shares	Other reserves	Net profit for the year	Equity
Balance at 31.12.2022	38,000	2,788	210	20,859	4,920	66,777
Allocation of 2022 earnings, as resolved by the Shareholders' Meeting on 26 April 2023					(3,800)	(3,800)
- to legal reserve		246			(246)	-
- to other reserves				874	(874)	-
Transfer to Other reserves, pursuant to art. 2359-bis			(30)	30		-
Net profit for 2023					6,281	6,281
Balance at 31.12.2023	38,000	3,034	180	21,763	6,281	69,258

As required by Art. 2427, 7-bis of the Italian Civil Code, the following table analyses the various items included in equity at 31 December 2023, explaining their origin, possible use and availability for distribution or other purposes (in thousands of euro):

Caption	Amount	Possible use	Available amount
I. Subscribed share capital	38,000	-	-
IV. Legal reserve	3,034	B	-
VI. Reserve for parent company's shares	180	-	-
VII. Other reserves			
- Reserve for losses	1,953	A, B, C	1,953
- Extraordinary reserve	19,185	A, B, C	19,185
- Reserve for exchange gains	318	A, B	-
- Reserve for the purchase of Parent Company's shares	307	-	-

Key: A: for increase in capital - B: to cover losses - C: for distribution to shareholders

The total distributable amount is €21,138 thousand.

A.I "Subscribed share capital" amounts to €38,000,000.

This amount did not change during the year.

It is represented by 38,000,000 fully-paid ordinary shares, par value €1 each.

A.IV The "Legal reserve", in the amount of €3,034 thousand, increased by €246 thousand during the year following the allocation of part of the net profit for 2022, as required by art. 2430 of the Italian Civil Code.

A.VI The "Reserve for parent company's shares" amounts to €180 thousand.

This reserve has been set up as these shares relating to the direct parent company UnipolSai Assicurazioni S.p.A. (€96 thousand) and to the indirect parent company Unipol Gruppo S.p.A. (€84 thousand) are to service the "performance share" stock-based compensation plan for the Company's top management. For further information on the above, please refer to what is indicated in the Directors' Report on Operations, in the section "Own shares, shares in the parent company and its subsidiaries".

This reserve has increased by €30 thousand to adjust it to the carrying amounts in the financial statements of the assets in portfolio, in compliance with the provisions of article 2359 - bis, paragraph 3 of the Italian Civil Code, by transferring the same amount to the extraordinary reserve, included in "Other reserves".

A.VII "Other reserves" amount to €21,763 thousand.

During the year there were the following changes:

(in thousands of euro)	Balance at 31.12.2022	Increase	Decrease	Balance at 31.12.2023
Reserve for losses	1,953	-	-	1,953
Extraordinary reserve	17,898	1,288	-	19,186
Reserve for the purchase of parent company shares	306	-	-	306
Reserve for exchange gains	702	-	(384)	318
	20,859	1,288	(384)	21,763

The changes in the extraordinary reserve and the reserve for exchange gains reflect the resolutions adopted at the Shareholders' Meeting held on 20 April 2023, which approved the financial statements as of 31 December 2021, as well as the resolution adopted at the Shareholders' Meeting held on 19 November 2019 with regard to the purchase of shares in the parent companies (direct and indirect).

The changes in the extraordinary reserve and the reserve for exchange gains reflect the resolutions adopted at the Shareholders' Meeting held on 26 April 2023, which approved the financial statements as of 31 December 2022, as well as the resolution adopted at the Shareholders' Meeting held on 19 November 2019 with regard to the purchase of shares in the parent companies (direct and indirect).

The extraordinary reserve showed the following changes:

- an increase, due to the allocation of €874 thousand to it, as part of the net income for 2022.
- an increase, due to the transfer of €384 thousand from the reserve for exchange gains and €30 thousand from the reserve for parent company shares.

The reserve for exchange gains decreased due to the transfer of €384 thousand to the extraordinary reserve, as resolved by the Shareholders' Meeting held on 26 April 2023, pursuant to art. 2426, point 8-bis, of the Italian Civil Code.

The balance of €318 thousand represents the portion of net profit for 2022 resulting from exchange differences.

Lastly, it should be noted that during the past three financial years (including 2022) these reserves were not used.

SECTION 9 - SUBORDINATED LIABILITIES (ITEM B)

B. As in the previous year, there are no Subordinated Liabilities at 31 December 2023.

SECTION 10 - TECHNICAL PROVISIONS (ITEM C.I)

C.I. "Technical provisions" at 31 December 2023 amount to €316,907 thousand (€290,579 thousand at 31 December 2022) and consist of:

(in thousands of euro)	2023	2022	Change
1. Unearned premiums reserve	50,040	45,409	4,631
2. Claims payable reserve	264,152	242,569	21,583
5. Equalization reserve	2,715	2,601	114
	316,907	290,579	26,328

In compliance with Attachment 15 of "Regulation", these technical provisions have been calculated based on estimates that make the best possible use of available information to ensure that they adequately cover the commitments inherent in insurance policies, to the extent that these are reasonably foreseeable.

In compliance with Attachment 15 of "Regulation", these technical provisions have been calculated based on estimates that make the best possible use of available information to ensure that they adequately cover the commitments inherent in insurance policies, to the extent that these are reasonably foreseeable.

The amount of these reserves carried by the direct parent company, UnipolSai Assicurazioni S.p.A. for reinsurance transactions, totals €22,023 thousand and includes €4,526 thousand in unearned premiums and €17,497 thousand for the claims reserve.

The changes in the unearned premiums reserve and in the claims payable reserve during the year are detailed in Attachment 13.

C.I.1 The "Unearned premiums reserve" amounts to €50,040 thousand (€45,409 thousand at 31 December 2022) and has been calculated in accordance with "Regulation", Attachment 15.

The unearned premiums reserve refers to direct business for €45,348 thousand (€40,444 thousand at 31 December 2021) and to indirect business for €4,965 thousand (€4,965 thousand at 31 December 2022).

This is made up as follows:

(in thousands of euro)	2023	2022	Change
For apportioned premiums	49,805	45,144	4,661
For unexpired risks	235	265	(30)
	50,040	45,409	4,631

As required, the unearned premiums reserve is analysed by sector below, considering direct business and indirect business separately:

Business branch	Direct business	Indirect business	Total
(in thousands of euro)			
Personal accident	46	-	46
Railway rolling stock	-	-	-
Aircraft	288	-	288
Hulls	41,647	1,359	43,006
Marine Cargo	1,021	2,104	3,125
Fire	-	-	-
Other property damage	13	34	47
Motor third-party liability	794	1,161	1,955
Aircraft third-party liability	77	-	77
Hull third-party liability	0	-	0
General third-party liability	506	34	540
Bond insurance	44	-	44
Pecuniary losses	912	-	912
Assistance	-	-	-
	45,348	4,692	50,040

With regard to the unearned premiums reserve for direct business, the above amounts include €235 thousand for unexpired risks (€265 thousand at 31 December 2022).

The latter relates to motor third-party liability, €235 thousand (€245 thousand at 31 December 2022). In particular, note that the motor third-party liability segment includes carrier third-party liability coverage, coming from the "Cargo" sector and the premiums of which account for all of the premiums for this segment.

The unearned premiums reserve for indirect business has a zero balance in the provision for unexpired risks (unchanged since 31 December 2022).

Note that any provision for unexpired risks has been calculated for each business sector taking into account the aforementioned "Regulation".

In particular, reference was made to the ratio of claims to current generation premiums (net of acquisition commissions and other directly attributable acquisition expenses), compared with the same ratio in previous years.

In addition, as regards the fact that a provision for unexpired risks has not been set up, except for the one relating to the sectors mentioned above, the following has to be said:

- direct business: the reason is related to the technical performance of the various sectors and, therefore, to the adequacy of the apportioned premiums reserve to cover the cost of claims and the related expenses that will take place after the year end;
- indirect business does not require an unexpired risk reserve.

C.I.2 The **"Claims payable reserve"** amounts to €264,152 thousand (€242,569 thousand at 31 December 2022) and has been calculated in accordance with ISVAP Regulation 16 of 4 March 2008.

The claims payable reserve refers to direct business for €232,496 thousand (€212,594 thousand at 31 December 2022) and to indirect business for €31,655 thousand (€29,975 thousand at 31 December 2022).

This is made up as follows:

(in thousands of euro)	2023	2022	Change
For reimbursements and direct costs	200,642	188,559	12,083
For settlement costs	4,410	3,846	564
For claims incurred but not reported	59,100	50,164	8,936
	264,152	242,569	21,583

As indicated earlier in Section 4. with regard to the claims payable reserve carried by reinsurers, the increase in this item is due to having to make reserves for serious claims of a high amount.

As discussed in greater detail in Section I, the valuation of the claims payable reserve was based on a claim-by-claim assessment.

The claims payable reserve has been estimated using the "latest cost method", where necessary applied on the basis of the insurance cover provided in each sector, bearing in mind how it has evolved from prior generations to the year under review.

In particular, considering the special nature of the Hulls and Cargo sectors, the "latest cost method" was included as part of a broader evaluation of the generation as a whole.

In addition, the claims reserve also includes an estimate of claims incurred but not reported at year-end. This estimate is based on experience in previous years, bearing in mind the frequency of late claims and the average cost of accidents reported during the year.

Lastly, taking into account the type of risks for these sectors of business, no especially onerous or exceptional accidents are reported late.

C.I.5 The **"Equalization reserve"** amounts to €2,715 thousand (€2,601 thousand at 31 December 2022) and solely comprises the reserve for natural disasters.

It refers to direct business for €2,593 thousand (€2,490 thousand at 31 December 2022) and to indirect business for €122 thousand (€111 thousand at 31 December 2022).

This reserve was established pursuant to Ministerial Decree 705 dated 19 November 1996 (as referred to in Attachment 15 of "Regulation"), in order to offset over time the loss trend associated with the risks concerned.

The following changes took place during the year:

(in thousands of euro)	Balance at 31.12.2022	Increase	Decrease	Balance at 31.12.2023
Reserve for natural disasters	2,601	114	-	2,715
	2,601	114	-	2,715

The increases during the year related to both direct business (€92 thousand), and indirect business (€22 thousand).

SECTION 12 - PROVISIONS FOR RISKS AND CHARGES (ITEM E)

E. **"Provisions for risks and charges"**, in the amount of €1,214 thousand (€1,318 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
2. Provision for taxation	865	715	150
3. Other provisions	349	603	(254)
	1,214	1,318	(104)

The changes in the year for this item are detailed in Attachment 15.

E.2 The **"Provision for taxation"** includes €865 thousand in relation to the following disputes with the Tax Authorities.

Starting from 2005 the company was subjected to various tax audits, which covered the tax years from 2003 to 2018 included, with the exclusion of the years 2004, 2005, 2009, 2011 and 2012.

The above audits identified minor matters in relation to direct taxation, but major issues with regard to indirect taxes that were followed by notices of assessment and objections.

For the indirect taxation, the above assessments and objections relate to the coinsurance relations established with other insurers, for the tax treatment of which the Company has consistently followed the market practice established over many decades.

The above matters mainly derive from the non-application of VAT to the assignment commissions charged to the co-insurers and failure to correct the assignment commissions charged by the assignors, with the consequent issues of assessments for additional taxation in the first case and objections in the second.

In view of this and the uncertainty associated with the continuing tax dispute, in 2023 the company benefited from the tax amnesty program to settle pending tax disputes for the 2003 tax year.

From 2021 to 2022, following amendment of the code of self-regulation governing coinsurance and the willingness indicated by the Tax Authorities to close the open tax years on payment of the tax due on the commission income, plus related interest but without the application of penalties (on both the commission income and commission expense), the Company signed agreements for the settlement of tax assessments for 2013, 2014, 2015, 2016 and 2017 tax years with the competent Regional Department of the Italian Revenue Agency.

The tax due for these years was all settled in 2021 and 2022.

The "Provisions for taxation" contain the estimated amount required to close the 2018 tax years, totalling €445 thousand (including interest of €41 thousand, as well as an amount of €93 thousand which is an estimate of the penalties that may be applied for 2018).

They also include €100 thousand as a provision for the findings relating to IRAP and €170 thousand for generic provisions for contingent tax liabilities, and €150 thousand as a provision for the IMU (Italian Municipal Property Tax) dispute.

The commission income and expense accrued in 2019 and 2021 have been and will be settled with the application of VAT and exercise of the related recharge rights.

Following application of the new code of self-regulation, mentioned above, no further assignment commissions will be applied in the coming years.

E.3 "Other provisions" relate to charges to be incurred on the departure of employees, in process that began during the year.

F. "Deposits received from reinsurers", in the amount of €11,618 thousand (€678 thousand at 31 December 2022), increased by €10,940 thousand compared with the previous year.

This item solely comprises the cash deposits received under the terms of reinsurance agreements.

SECTION 13 - CREDITORS AND OTHER LIABILITIES (ITEM G)

G. "Creditors and other liabilities", in the amount of €84,700 thousand (€69,349 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
I. Creditors arising out of direct insurance operations	11,153	9,434	1,719
II. Creditors arising out of reinsurance operations	25,065	27,089	(2,024)
VII. Termination indemnities	617	681	(64)
VIII. Other creditors	6,624	6,424	200
IX. Other liabilities	41,241	25,721	15,520
	84,700	69,349	15,351

G.I "Creditors arising out of direct insurance operations", in the amount of €11,154 thousand (€9,434 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
1. Intermediaries	7,343	8,833	(1,490)
2. Insurance companies	2,954	601	2,353
3. Policyholders - deposits and premiums	856	0	856
	11,154	9,434	1,720

G.I.1 "Due to agents and other intermediaries" comprise amounts payable to agents, brokers and other intermediaries in connection with their activities.

G.I.2 "Due to insurance companies" relate to current account deposits to secure co-insurance relationships and services received.

G.II "Creditors arising out of reinsurance operations" amount to €25,065 thousand (€27,089 thousand at 31 December 2022) and consist of:

(in thousands of euro)	2023	2022	Change
1. Insurance and reinsurance companies	25,065	27,089	(2,024)

G.II.1 Reinsurance payables deriving from transactions with **"Insurance and reinsurance companies"** relate solely to the balances on reinsurance current accounts.

These include €24,995 thousand (€23,412 thousand at 31 December 2022) in liabilities for premium instalments not yet expired only in respect of Hull and related Third-party liability insurance sectors. Part of these apportioned premiums have been recorded as a reduction of the corresponding asset item relating to reinsurance transactions, where the intermediary concerned has a residual liability to the company.

They do not include any amount due to the direct parent company UnipolSai Assicurazioni S.p.A. for reinsurance transactions.

G.VII **"Termination indemnities"** amount to €617 thousand (€681 thousand at 31 December 2022) and represent the indemnities accrued in compliance with current laws and labour contracts.

This reflects the liability accrued up to 31 December 2006, as (following the pension reform introduced by Law no. 296/2006) with effect from 1 January 2007, the termination indemnities accruing are transferred either to a supplementary pension fund or to the Treasury Fund set up at INPS and accounted for on an accrual basis, depending on the choice made by the individual employee.

The changes during the year are detailed in Attachment 15.

G.VIII **"Other creditors"**, in the amount of €6,624 thousand (€6,424 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
1. Taxes paid by policyholders	364	814	(450)
2. Other taxes payable	614	480	134
3. Due to social security and welfare institutions	337	372	(35)
4. Sundry creditors	5,309	4,758	551
	6,624	6,424	200

G.VIII.1 **"Taxes paid by policyholders"** include the amount due to the Tax Authorities on insurance policies (€338 thousand), net of advances duly paid during the year.

This amount was duly paid in January 2024.

The total also includes €26 thousand due to foreign tax authorities (mainly United Kingdom, Germany and Finland) for taxes paid by policyholders, regarding the provision of unrestricted services.

G.VIII.2 **"Other taxes payable"** comprise €249 thousand for amounts withheld by the Company acting as a tax agent that were duly paid in January 2024.

In addition, they include €365 thousand for IRAP payable related to 2023.

In particular, the transfer of the latter is not allowed for the purpose of the Group's tax group arrangements.

G.VIII.3 **"Due to social security and welfare institutions"** relate to social security contributions payable by the Company and amounts withheld from employees.

This amount was duly paid in January 2024.

G.VIII.4 **"Sundry creditors"** are analysed below:

(in thousands of euro)	2023	2022	Change
Due to suppliers of goods and services	460	524	(64)
Due to the indirect parent company	2,643	4,011	(1,368)
Due to the direct parent company	93	72	21
Due to affiliated companies	2,000	-	2,000
Due to corporate officers	21	21	-
Other creditors	92	130	(38)
	5,309	4,758	551

The amount due to the indirect parent company Unipol Gruppo S.p.A. includes €2,624 thousand, which, following the company's inclusion in the domestic tax group arrangements, is payable to the above company for 2023 IRES (corporate income tax).

Note that, for 2021 - 2024, the Group tax regime is headed up by Unipol Gruppo S.p.A., the indirect parent company.

The €19 thousand difference is due to the monthly VAT payment for December 2023.

The amounts due to the direct parent company UnipolSai Assicurazioni S.p.A. concern the property rent contract.

Payables to related companies relate to the agreement to transfer the DTA credits of the related company UnipolRec to Siat for €2.

Amounts due to corporate officers relate to the Board of Directors.

G.IX **"Other liabilities"**, in the amount of €41,241 thousand (€25,721 thousand at 31 December 2022), comprise:

(in thousands of euro)	2023	2022	Change
2. Commission on premiums to be collected	6,423	5,343	1,080
3. Sundry liabilities	34,818	20,378	14,440
	41,241	25,721	15,520

G.IX.2 The increase in **"Commission on premiums to be collected"** is related to the increase in the amount due from policyholders for premiums.

G.IX.3 "Sundry liabilities" are analysed below:

(in thousands of euro)	2023	2022	Change
Claims being settled	13,439	5,997	7,442
Due to employees	2,958	2,747	211
Amount due for recoveries	3,278	2,829	449
Invoices to be received from the parent company	2,051	2,134	(83)
Due to insurers and reinsurers	3,799	2,531	1,268
Due to third-parties	102	157	(55)
Bank suspense accounts	280	1,264	(1,015)
Other liabilities - outstanding collections	7,473	2,674	4,799
Assessment of other reinsurance liabilities	1,297	-	1,297
Other liabilities	142	45	129
	34,818	20,378	13,143

Claims being settled relate to amounts that have already been receipted, but not yet paid to the eligible beneficiaries.

Before being settled, we are waiting to receive a statement of account from the insurance brokers, through whom payment is made.

Amounts due to employees mainly concern:

- €2,082 thousand for staff bonuses owed to them (of which €309 thousand relating to LTI), to be settled in the future;
- €540 thousand for seniority bonuses to be paid to staff reaching 25 and 35 years of service with the Company.
- €99 thousand set aside for the renewal of the national and local labour contracts;
- €225 thousand for holidays accrued but not yet taken.

Amounts due for recoveries relate to claims recoveries.

They refer to amounts owed by reinsurers for insurance excesses and amounts to be recovered from policyholders recorded under "Due from policyholders and third parties".

These mainly relate to the Hulls sector for €1,484 thousand and Cargo sector for €1,794 thousand (€1,215 thousand and €1,467 thousand respectively at 31 December 2022).

The invoices to be received from the direct parent UnipolSai Assicurazioni S.p.A. comprise an amount of €737 thousand for employees on secondment and €1,284 thousand for services that it provides as the parent company.

The amount due to insurers and reinsurers, following the adjustment of premiums on the business transferred to them, has been recognised in this line item in order to improve its classification.

Amounts due to third parties relate to invoices to be received for goods or services supplied at the end of the year.

SECTION 14 - DEFERRED INCOME AND ACCRUED EXPENSES (ITEM H)

H.I "Deferred income and accrued expenses" amount to zero (as at 31 December 2022).

SECTION 15 - ASSETS AND LIABILITIES RELATED TO GROUP COMPANIES AND OTHER COMPANIES

Details of assets and liabilities related to Group companies and other companies are given in Attachment 16.

SECTION 16 - RECEIVABLES AND PAYABLES

No payables are secured on the assets of the company.

Receivables and payables booked to items C. and E. in assets and items F. and G. in liabilities include the following that are due beyond one year and, of these, due beyond five years:

Caption	Due beyond 12 months	Of which: due beyond 5 years
(in thousands of euro)		
Assets		
E.3 Other debtors	1,028	-

The amount due after one year in relation to E.3 "Other debtors" comprises:

- €480 thousand in direct taxes relating to 1998 due to be reimbursed in 1999;
- €270 thousand attributable to a tax rebate claim filed in 2013 for the excess IRES paid during the period 2007 to 2010 because of the non-deductibility of IRAP on personnel;
- 48 thousand paid on provisional collection of the amounts demanded in the direct tax assessments received in relation to IRAP for the 2013 tax year;
- 18 thousand paid on provisional collection of the amounts demanded in the direct tax assessments received in relation to IRAP for the 2014 tax year;
- 194 thousand paid on provisional collection of the amounts demanded in the direct tax assessments received in relation to IRAP for the 2015 tax year;
- 18 thousand paid on provisional collection of the amounts demanded in the direct tax assessments received in relation to IRAP for the 2016 tax year;

In addition, as required by Art. 2427.6 of the Italian Civil Code, the following is a breakdown of receivables and payables by geographical area:

(in thousands of euro)	Italy	Other E.U.	Other non E.U.	Total
E. Debtors				
E.1 Arising out of direct insurance operations	30,673	15,307	21,036	67,016
E.2 Arising out of reinsurance operations	4,718	3,850	5,504	14,072
E.3 Other debtors	11,062	1,916	-	12,978
Total	46,453	21,073	26,540	94,066

(in thousands of euro)	Italy	Other E.U.	Other non E.U.	Total
G. Creditors				
G.1 Arising out of direct insurance operations	6,620	1,696	2,838	11,154
G.II Arising out of reinsurance operations	2,027	10,192	12,846	25,065
G.VII Other creditors	6,536	35	53	6,624
Total	15,183	11,923	15,737	42,843

SECTION 17 – COMMITMENTS, GUARANTEES, CONTINGENT LIABILITIES AND OTHER MEMORANDUM ACCOUNTS

As required by article 2427 of the Italian Civil Code, the following table shows commitments, guarantees and other memorandum accounts at the reporting date, with comparative figures for the previous year:

(in thousands of euro)	2023	2022	Change
Guarantees given by third parties in the interests of the Company	1,633	3,219	(1,586)

"Guarantees given by third parties in the interests of the Company" relate to guarantees given by leading Italian banks in favour of third parties in connection with insurance activities and are represented on the basis of the contractual value of the commitment versus the beneficiary.

In 2022, UnipolSai issued a surety bond in the amount of €1,530 thousand for the benefit of the Provincial Department of the Tax Revenue Office of Genoa as a result of the order in favour of Siat to suspend the enforcement of the ruling and tax assessment for direct and indirect taxes in relation to the 2003 tax year. After adhering to the amnesty program finalised in September 2023 to settle pending tax disputes for the 2003 tax year, on 27 February 2024, the Provincial Department of the Tax Revenue Office of Genoa released the surety policy.

There were no dealings in derivative contracts during the year.

There were no derivative contracts outstanding at 31 December 2023.

The "Investment management" section of the report on operations provides more details concerning the subordinated bonds held at year end.

Lastly, it should be noted that at the end of the year:

- there are no known contingent liabilities that are not adequately reflected in the financial statements;
- there are no commitments to associated companies, parent companies or companies controlled by the latter.

INCOME STATEMENT

SECTION 18 - INFORMATION ON THE NON-LIFE BUSINESS TECHNICAL ACCOUNT(I)

Summary information on the technical account is given in Attachment 19, breaking down the Italian business into direct and indirect and showing it separately from foreign business.

The main items of the technical income statement are shown below.

I.1 "Premiums earned, net of reinsurance" amounted to €52,251 thousand, of which €41,560 thousand for direct business and €10,691 thousand for indirect business.

I.1.a "Gross premiums written" have been commented on in the report on operations.

As required by ISVAP Regulation 22 of 4 April 2008, this balance does not include the cancellation of securities issued in prior periods (classified as "Other technical charges").

Within "Gross premiums written", those related to indirect business include the amount accepted by the direct parent company UnipolSai Assicurazioni S.p.A. (€17,955 thousand) for the sectors within the "Maritime and Cargo insurance" segment.

I.1.b "Reinsurance premiums" do not include any amount transferred to affiliated companies, whereas premiums transferred to the direct parent company UnipolSai Assicurazioni S.p.A. amounted to €(1) thousand.

I.1.c, I.1.d The "Change in the unearned premiums reserve", gross and net of reinsurance premiums, is summarised as follows:

(in thousands of euro)	Gross	Reinsured	Net
Unearned premiums reserve at 31.12.2022	(45,409)	33,222	(12,187)
Unearned premiums reserve at 31.12.2023	50,040	(36,850)	13,190
Exchange differences, net	499	(311)	188
Portfolio movements, net	0	2	2
	5,130	(3,937)	1,193

I.2 The "Allocated investment return transferred from the non-technical account" amounts to €1,601 thousand and was determined in accordance with the criteria envisaged in art. 22 of "Regulation".

The investment return, determined in order to calculate the above amount, comprises the sum of the investment income and related capital and financial charges recorded in the non-technical account.

The portion attributable to the technical account pursuant to the above Instructions is obtained by applying the following ratio to the investment return:

- numerator: the average of the technical reserves (net of reinsurance) at the start and the end of the year;
- denominator, the same average plus the average of opening and closing shareholders' equity at the same dates.

In the 2023 financial statements, this ratio amounted to 59.31% (57.20% in the 2022 financial statements).

I.3 **"Other technical income, net of reinsurance"** amounts to €3,131 thousand and comprises a variety of items.

These include technical cancellations of amounts due from policyholders for prior-year premiums transferred to reinsurers (€351 thousand), use of the allowance for amounts due from policyholders (€205 thousand) and other technical income for reinstatement premiums on the loss reserve in the amount of €2,531 thousand.

I.4 **"Claims incurred, net of recoveries and reinsurance"** amount to €41,084 thousand.

I.4.a Gross "Amounts paid" include those relating to the reinsurance business accepted from the direct parent company UnipolSai Assicurazioni S.p.A. (€6,403 thousand).

This item includes, among other things, €7,284 thousand for accident settlement expenses. These expenses include administrative costs (mainly payroll) incurred for the management of claims totalling €1,458 thousand.

I.4.c The "Change in provision for claims", gross and net of reinsurance, is summarised as follows:

(in thousands of euro)	Gross	Reinsured	Net
Claims reserve at 31.12.2022	(242,569)	162,608	(79,961)
Claims reserve at 31.12.2023	264,152	(176,531)	87,621
Exchange differences, net	2,463	(1,512)	951
Portfolio movements, net	-	(1,970)	(1,970)
	24,046	(17,405)	6,641

The net difference between the opening claims payable reserve and the aggregate amount representing prior year payments made during the year, the change in recoveries relating to prior years and the related new reserve at year end, taking portfolio movements and exchange differences into account, represents a positive difference (net of reinsurance) of the opening provision for claims.

I.6 **"Bonuses and rebates, net of reinsurance"** amounted to €505 thousand and include only the amounts paid to policyholders during the year for bonuses.

I.7 **"Operating expenses"** came to a total of €1,748 thousand.

I.7.a "Acquisition commissions" mainly includes payments to third parties for the acquisition and renewal of insurance policies.

These commissions also include those recognised on the acceptance of reinsurance business. In particular, the latter refer to €3,991 thousand for the direct parent company UnipolSai Assicurazioni S.p.a.

I.7.b "Other acquisition costs" are principally attributable to the payroll costs of employees engaged in the acquisition of new policies.

I.7.d "Collection commissions" relate to administrative expenses connected with the collection of premiums.

I.7.e "Other administrative expenses" comprise costs of a general nature, net of those allocated to "Other acquisition costs" (€2,597 thousand) and "Claims incurred" (€1,458 thousand).

I.7.f "Commission and other income from reinsurers" include commission income on transfers and retrocessions.

I.8 **"Other technical charges, net of reinsurance"**, in the amount of €5,158 thousand, include various items, such as the technical cancellation of amounts due from policyholders for prior-year premiums (€162 thousand), reinstatement premiums previously included in the item outward premiums (€3,799). They also include the provision for writedowns of premium receivables deemed uncollectible (€559 thousand).

I.9 The **"Change in the equalization reserve"** shows an increase of €114 thousand and is summarised, by business sector, below.

Sector	Opening balance	Uses	Provisions	Closing balance
(in thousands of euro)				
Personal accident (1)	108	-	-	108
Motor fire, theft, etc. insurance (3)	68	-	-	68
Marine, aircraft and transport insurance (4,5,6,7,12)	2,087	-	111	2,198
Fire and other damage to property (8,9)	338	-	3	341
	2,601	-	114	2,715

For further information on "Other non-technical reserves" please refer to paragraph C.I.5 of Section 10.

SECTION 20 - TECHNICAL RESULTS BY BUSINESS SECTOR

With reference to the Italian business technical account, Attachment 26 summarises all sectors, while Attachment 25 shows the results by individual sector.

Reports from the Company's management accounting system have been used, for the most part, to allocate common costs to individual business sectors.

Revenues and costs not analysed by the management accounting system are generally allocated, where appropriate, in proportion to the sector's premiums or claims with respect to the total. In particular cases, specific decisions have been reached on a logical basis.

SECTION 21 - INFORMATION ON THE NON-TECHNICAL ACCOUNT

III.3 "Investment income" in the amount of €4,953 thousand, is broken down in Attachment 21.

This item includes €417 thousand and €96 thousand and concerns respectively rental income and expenses related to rental to the direct parent company UnipolSai Assicurazioni S.p.A. of part of the freehold property used by third parties.

Please refer to the report on operations under "Investment management" for further information about this item.

III.5 "Capital and financial charges", in the amount of €2,253 thousand, are broken down in Attachment 23.

III.5.a "Investment management charges and interest expense", in the amount of €1,371 thousand, relate to the management of financial investments (€867 thousand) and property investments (€504 thousand). Specifically, investment management include €82 thousand relating to fees payable to the direct parent UnipolSai Assicurazioni S.p.A. for the management of the securities portfolio.

Property management charges relate in particular to IMU (local property tax) for €224 thousand).

III.5.b "Value adjustments on investments", in the amount of €788 thousand, comprise depreciation of the property owned (€767 thousand, of which €400 thousand for properties used by third parties and €367 thousand for properties used by the Company), as well as writedowns of bonds (€21 thousand).

Please refer to the report on operations under "Investment management" for further information about this item.

III.6 For the "Allocated investment return transferred to the technical account", the same comments apply as were made in point I.2 of Section 18.

III.7 "Other income" amounts to €6,120 thousand and is detailed below:

(in thousands of euro)	
Revenues from direct parent company	3,977
Tax credit	104
Exchange gains	1,563
Revenues from affiliated companies	21
Bank interest income	374
Operating revenues of clearing houses	49
Other	32
	6,120

Revenues from the parent company include €2,332 thousand for services rendered and €1,645 thousand for the recovery of costs from UnipolSai Assicurazioni S.p.A.

Revenues from services refer to technical services carried out in the context of managing the Marine Insurance business, as contractually formalised.

The recovery of costs relates exclusively to the secondment of staff.

Exchange gains, like exchange losses (totalling €1,563 thousand), are based on the application of multi-currency accounting methods.

This balance includes both realised (€1,552 thousand) and those arising on translation (€11 thousand).

Revenues from affiliated companies are for personnel seconded to BIM Vita S.p.A. (€11 thousand) and Incontra Assicurazioni S.p.A. (€11 thousand).

III.8 "Other expenses", in the amount of €6,512 thousand are broken down below:

(in thousands of euro)	
Administrative expenses and costs on behalf of third parties	3,554
Amortisation of intangible assets	1,118
Exchange losses	1,242
Depreciation of tangible assets	17
Sundry taxes	71
Provision for risks and charges	150
Operating costs of clearing houses	37
Loss on long-term indemnity liability	29
Provision for doubtful accounts	289
Other	5
	6,512

The administrative expenses and costs on behalf of third parties relate to the operating costs (expenses and other administrative expenses for services provided and seconded personnel) incurred on behalf of the direct parent company, UnipolSai Assicurazioni S.p.A. (€3,554 thousand).

The amortisation of intangible assets relates to investments made in information technology. The depreciation of tangible assets relates to investments in office equipment, furniture and other equipment.

Exchange losses, like exchange gains (totalling €1,242 thousand), are based on the application of multi-currency accounting methods.

This balance includes both realised (€1,013 thousand) and those arising on translation (€229 thousand). In consideration of the fact that the translation differences have net negative balance of €218 thousand, on approval of the 2023 financial statements, a proposal will be made to reclassify the entire amount from the reserve for exchange gains to an unrestricted equity reserve (as provided for in art. 2426, point 8-bis of the Italian Civil Code).

The provisions for doubtful accounts cover amounts due other than those receivable from policyholders for insurance premiums (as provisions for the latter are classified in the technical account).

They relate entirely to the amounts due from insurers and reinsurers.

Sundry taxes mainly include those relating to advertising and the disposal of solid urban waste.

The "Provision for risks and charges" reflect the adjustment of interest expense to represent the amount accrued, but not yet paid, in relation to the aforementioned VAT disputes regarding the 2018.

The operating costs of clearing houses relate to insurance activities conducted in France under the freedom to provide services regime.

The unrealised loss on the long-term indemnity (LTI) liability represents the adjustment of this liability to the market value of the underlying securities.

The latter relate to shares in UnipolSai Assicurazioni S.p.A. and Unipol Gruppo S.p.A. already held in portfolio and to be bought to service the "performance share" stock-based compensation plan for the Company's top management for the periods 2019-2021 and for the periods 2022-2024.

III.10 "Extraordinary income", in the amount of €280 thousand, comprises income that does not derive from current operations and refers essentially to out-of-period income for €130 thousand and €150 thousand for prior year income tax.

III.11 "Extraordinary charges", in the amount of €667 thousand, comprises expenses that are unrelated to ordinary operations and refers contingent liabilities for €34 thousand, and €633 thousand for the cost incurred for the amnesty program for tax disputes concerning VAT on co-insurance for the 2003 tax year.

III.14 "Income taxes for the year", totalling €2,414 thousand, include IRES (€2,624 thousand), IRAP (€365 thousand) and the change in deferred tax assets (€575 thousand).

Deferred tax assets and liabilities are discussed further in points F.IV.2 of Section 6 and E.1 of Section 12.

As required by art. 2427.14 of the Italian Civil Code, the following information is provided on the timing differences that have given rise to deferred tax assets and liabilities (in thousands of €):

Deferred tax assets	Amount	IRES		IRAP	Deferred tax assets
		(corporate	(regional business		
		income tax) rate	tax) rate		
Net change in claims reserve	10,838	24%	-	-	2,602
Taxed prov. doubtful accounts	2,092	24%	-	-	503
IRES Liabilities for personnel costs	2,875	24%	-	-	691
IRAP Liabilities for personnel costs	2,837	-	6.82%	-	194
Adjustments to the value of equity securities	0	24%	-	-	0
Depreciation of land used by the Company	300	24%	-	-	73
Depreciation of land used by the Company	258	-	6.82%	-	18
Provisions for doubtful accounts exceeding the limit set in art. 106.3 Tax Law	125,76	24%	-	-	30
Remuneration of Independent Auditors	104,76	-	6.82%	-	7
Remuneration of Directors	78	24%	-	-	19
Deferred tax assets at 31 December 2023					4,137
Deferred tax assets at 31 December 2022					(3,562)
Revenue for deferred tax assets					575

Lastly, with regard to taxation for the year, the following schedule for 2023 reconciles the theoretical IRES rate (24.00%) with the effective rate:

Profit or loss before tax (A)	8,696
Theoretical IRES (24.00%)	(2,087)
Tax effect of differences (B)	
Permanent	27
Temporary	(515)
Other differences (C)	
Revenue for deferred tax assets - IRES	561
Increase in deferred tax liabilities - IRES	-
Other	(49)
Effective IRES (A) + (B) + (C)	(2,063)
Effective Ires tax rate	23.7%

IRAP has not been taken into consideration since the way the taxable amount is calculated means that it cannot be correlated with the reported pre-tax profit.

For further comments on non-technical income statement items, reference should be made to the report on operations.

SECTION 22 - SUNDRY INFORMATION ON THE STATEMENT OF INCOME

Transactions with Group and other related companies are summarised in Attachment 30.

Direct business premiums are summarised in Attachment 31.

Charges for personnel, directors and statutory auditors are summarised in Attachment 32.

PART C - OTHER INFORMATION

C.1 Revenue or cost elements of exceptional entity or incidence

Pursuant to article 2427, paragraph 13) of the Italian Civil Code, there were no revenue or cost elements of exceptional entity or incidence in 2023.

C.2 Trend in exchange rates

The exchange rates at the date the financial statements were prepared do not differ significantly from those at 31 December 2023 (especially considering the US dollar, a currency that is widely used in the Marine insurance sector).

C.3 Transactions with related parties

As required by art. 2427, 22-bis, of the Italian Civil Code, it is confirmed that no significant transactions with related parties have been conducted on other than market terms.

Information about relations with Group companies during 2023 is provided in the report on operations, to which reference is made.

C.4 Off-balance sheet agreements

As required by art. 2427, 22-ter, of the Italian Civil Code, it is confirmed that, at 31 December 2023, there are no off-balance sheet agreements that might result in significant risks or benefits for the Company.

C.5 Financial fixed assets

As required by para. 1.2 of art. 2427-bis of the Italian Civil Code, it is confirmed that the financial statements for the year ended 31 December 2023 include financial fixed assets consisting of:

- investments in subsidiaries and associates (pursuant to art. 2359 of the Civil Code), as indicated in point C.II.1 of Section 2;
- government securities (mainly Italian) and other non-governmental securities with various maturities and a total carrying amount of €81,102 thousand, as detailed in point C.III of Section 2.

These financial assets are shown at an amount higher than their fair value for a total €908 thousand

C.6 Derivative instruments

As mentioned in the report on operations, no use of derivative instruments was made during the year. However, at 31 December 2023, the portfolio contains bonds with subordination clauses (as detailed in the section on "Investment management" in the Report on Operations), as the result of trading activities in previous years.

There were no derivative contracts outstanding on the reporting date.

C.7 Formation of a domestic tax group

Following the resolution of 10 May 2018 of its Board of Directors, Unipol Gruppo S.p.A., as the consolidating company, informed the Tax Authorities, in the manner foreseen, that it had joined the Group tax regime (as per arts. 117 to 129 of the Income Tax Code).

The company remains in this regime also in the three-year period 2021 – 2023.

An agreement has been signed with Unipol Gruppo S.p.A. to govern the financial transactions deriving from the above.

The related agreement involves the transfer to the indirect parent company of the taxation and advances payable in relation to the Ires taxable income of the company.

Conversely, the company receives from the consolidating company the amount of the tax reduction obtained by the latter via use of any tax losses transferred to it by the company.

C.8 Membership of the Unipol VAT Group

The joint option to participate in the Unipol VAT Group took effect from 1 January 2019.

This election was approved by the Board of Directors of the Company on 18 December 2018 and, to the extent relevant, by those of the Unipol Gruppo S.p.A. and UnipolSai Assicurazioni S.p.A. on 8 November 2018.

The aforementioned option automatically renews each year unless it is cancelled.

Following the establishment of this VAT Group, the member companies waived their subjective autonomy for VAT purposes and established a new entity with its own VAT number.

Transfers of goods and the provision of services among the Group members are not subject to VAT.

Unipol Gruppo S.p.A. is the representative of the Group and, in that role, is responsible for satisfying the obligations and exercising the rights of members envisaged in the VAT regulations.

Since the taxpayer representing the VAT Group is just one company, all the other members are deemed to be jointly liable for its activities.

C.9 Transparency in the system of public payments

With reference to the rules governing transparency in the system of public payments, introduced in art. 1, paras. 125 and 125-bis, of Law 124/2017 and subsequent amendments and additions, it is confirmed that the Company has not benefited from any grants, subsidies, advantages, contributions or aid, whether in cash or in kind, drawn from the public resources subject to the above transparency requirements.

C.10 Fees for services provided by the independent auditors

Pursuant to art. 149-duodecies of Consob's Issuers' Regulations, as amended most recently by resolutions 15915 of 3 May 2007 and 15960 of 30 May 2007, the following schedule reports the 2023 fees for services provided to the Company by the independent auditors and companies that are members of its network.

Amounts are stated in thousands of euro and include the Consob contribution, VAT and expenses:

Type of service	Provider of the service	Fees
Auditing services	EY S.p.A.	92
Other certification services	EY S.p.A.	18

C.11 Remuneration of Directors and Statutory Auditors

Remuneration to Directors and Statutory Auditors at 31.12.23 came to €220 thousand and €44 thousand euro, respectively, as reported in Attachment 32 of these notes to the financial statements.

As regards the number of employees and the related breakdown, see the Report on Operations.

C.12 Interim dividends (if any)

No interim dividends were approved or paid during 2023.

C.13 Changes in shareholders' equity after the year-end

As required by "Regulation", the statement of changes in shareholders' equity after the year-end is reported below:

(in thousands of euro)	Subscribed	Legal	Other	Net profit	Total
	share capital	reserve	reserves	for the year	
Balance at 31.12.2022	38,000	2,788	21,069	4,920	66,777
Allocation of 2022 earnings, as proposed by the Meeting of Members on 23 March 2023					
- to legal reserve	-	246	0	(246)	0
- to extraordinary reserve	-	0	874	(874)	0
- dividends	-	0	0	(3,800)	(3,800)
Balance at 31.12.2023	38,000	3,034	21,943	-	62,977

C.14 Key figures from the separate financial statements of Unipol Gruppo S.p.A.

With reference to the information required by article 2427, 22-quinquies and sexies of the Italian Civil Code, the Company is directly controlled by the insurance company UnipolSai Assicurazioni S.p.A. The latter draws up the consolidated financial statements pursuant to art. 154-ter of Legislative Decree 58/1998 (CFA) and ISVAP Regulation 7 of 13 July 2007, and subsequent amendments and additions, in compliance with the IAS/IFRS issued by the IASB and endorsed by the European Union.

A copy of the consolidated financial statements at 31 December 2022 (the latest to be approved) of UnipolSai Assicurazioni S.p.A. is available at the company's registered office, as well as on its website (www.unipolsai.com).

UnipolSai Assicurazioni S.p.A. is directly controlled by the mixed financial holding company Unipol Gruppo S.p.A., a company listed on the Milan Stock Exchange, with registered office in via Stalingrado 45, Bologna.

Unipol Gruppo S.p.A. prepares the consolidated financial statements pursuant to art. 154-ter of Legislative Decree 58/1998 (CFA) and ISVAP Regulation 7 of 13 July 2007, and subsequent amendments and additions, in compliance with the IAS/IFRS issued by the IASB and endorsed by the European Union.

Unipol Gruppo S.p.A. exercises direction and coordination of its direct and indirect subsidiaries.

It is also the parent company of Gruppo Assicurativo Unipol, registered in the Register of Insurance Groups at no. 046, and parent company of the Unipol Banking Group.

In addition, Unipol Gruppo S.p.A. operates as a mixed investment holding company at the head of the Unipol financial conglomerate.

A copy of the consolidated financial statements at 31 December 2022 (the latest to be approved) of Unipol Gruppo S.p.A. is available at the company's registered office, as well as on its website (www.unipol.it).

As required by Art. 2497-bis, para. 4 of the Italian Civil Code, the following table provides a summary of the key figures from the statutory and consolidated financial statements at 31 December 2022 (the latest to be approved) of the indirect parent company, Unipol Gruppo S.p.A., as it exercises direction and coordination of the Company:

KEY FIGURES FROM THE FINANCIAL STATEMENTS OF UNIPOL GRUPPO S.P.A.	
(in millions of euro)	31.12.2022
BALANCE SHEET	
ASSETS	
A) SUBSCRIBED CAPITAL UNPAID	-
B) FIXED ASSETS	
I Intangible assets	0.2
II Tangible assets	0.5
III Financial assets	7,891.7
TOTAL FIXED ASSETS	7,892.4
C) CURRENT ASSETS	
I Inventories	-
II Debtors	524.6
III Financial assets not held as fixed assets	110.0
IV Cash and cash equivalents	960.9
TOTAL CURRENT ASSETS	1,595.5
D) ACCRUALS AND DEFERRALS	0.7
TOTAL ASSETS	9,488.6
LIABILITIES	
A) EQUITY	
I Share capital	3,365.3
II Share premium reserve	1,345.7
IV Legal reserve	673.1
VI Other reserves	318.9
IX Net profit (loss) for the year	362.9
X Negative reserve for own shares in portfolio	(2.4)
TOTAL CAPITAL AND EQUITY RESERVES	6,063.5
B) PROVISIONS FOR RISKS AND CHARGES	12.8
C) TERMINATION INDEMNITIES	0.1
D) CREDITORS	3,412.2
TOTAL LIABILITIES	9,488.6
INCOME STATEMENT	
A) VALUE OF PRODUCTION	22.7
B) PRODUCTION COSTS	(45.5)
DIFFERENCE BETWEEN VALUE AND COST OF PRODUCTION (A-B)	(22.8)
C) FINANCIAL INCOME AND EXPENSES	406.2
D) ADJUSTMENTS TO FINANCIAL ASSETS	(33.4)
PROFIT OR LOSS BEFORE TAX	350.0
INCOME TAXES FOR THE YEAR	12.9
NET PROFIT (LOSS) FOR THE YEAR	362.9

C.15 Data of the companies that prepare consolidated financial statements

The consolidated financial statements are prepared by the direct parent company UnipolSai Assicurazioni S.p.A. and the indirect parent company Unipol Gruppo S.p.A., both with registered office in Via Stalingrado 45, Bologna.

Copies of their consolidated financial statements are available at these companies' headquarters.

C.16 PROPOSED RESOLUTIONS TO THE ORDINARY SHAREHOLDERS' MEETING

Resolution concerning the financial statements and the results for the year

You are invited to approve the report on operations and the financial statements for the year ended 31 December 2023, together with the following proposed allocation of the net profit of € 6,281,054:

Net profit for the year ended 31 December 2023	6,281,053
to the legal reserve, 5%	(314,053)
to each of the 38,000,000 shares, a gross dividend of €0.13	(4,940,000)
the balance to Other reserves: Extraordinary reserve	(1,027,000)
	-

Resolution with regard to the reserve for exchange gains (as per art. 2426, point 8-bis of the Civil Code)

We submit for your approval the transfer within other reserve of € 318,079 from the reserve for exchange gains to the extraordinary reserve (as per art. 2426, point 8-bis of the Italian Civil Code).

Bologna, 20 March 2024

For the Board of Directors
The Chairman
(Enrico San Pietro)

Statement of changes in financial position at 31 December 2023			
(in thousands of euro)	31.12.2023	31.12.2022	
SOURCES OF FUNDS			
FUNDS GENERATED BY MANAGEMENT			
Net profit for the year	6,281		4,920
Increase (decrease) of reserves	8,777		13,538
<i>unearned premium reserves and other non-life technical reserves</i>			
<i>non life-technical reserves</i>	1,117	(1,620)	
<i>life technical reserves</i>	7,660	15,158	
Increase (decrease) of funds	1,805		1,441
<i>Depreciation funds</i>	1,973	1,796	
<i>Funds for risks and charges</i>	(168)	(355)	
Investments	73		1,257
<i>Decrease in bonds</i>	-	-	
<i>Decrease in shares and participations</i>	29	1,257	
<i>Decrease in real estate</i>	-	-	
<i>Decrease in class D investments</i>	-	-	
<i>Decrease in loans</i>	43	-	
(Increase) decrease in change in receivables and other assets net of creditors and other liabilities	(4,623)		16,427
Increase (decrease) in subordinated liabilities	-		-
Increase (decrease) in deposits received by reinsurers	10,941		(392)
Decrease in deposits with credit institutions	-		-
Decrease in other assets	-		-
Other sources of funds			
Fusion effect on liquidity	-		-
TOTAL SOURCES OF FUNDS	23,253		37,191
APPLICATION OF FUNDS			
Investments:	24,240		25,607
<i>Increase in bonds</i>	23,978	25,209	
<i>Increase in shares and participations</i>	-	-	
<i>Increase in real estate</i>	262	345	
<i>Increase in class D investments</i>	-	-	
<i>Increase in loans</i>	-	54	
Increase in deposits with credit institutions	-		-
Other liquidity assets	742		743
Dividends paid	3,800		3,040
TOTAL APPLICATION OF FUNDS	28,782		29,390
Increase (decrease) in cash and cash equivalents	(5,529)		7,801
TOTAL	23,253		37,191
Cash and cash equivalents at beginning of the year	11,520		3,719
Cash and cash equivalents at end of the year	5,991		11,520

PAGE LEFT BLANK



ATTACHMENTS

Notes to the financial statements - Attachment 3

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Distribution of the result for the year between life and non-life business

		Non-life business	Life business	Total
Balance on the technical account	1	8,375 ²¹	0 ⁴¹	8,375
Investment income	+ 2	4,953		4,953
Capital and financial charges	- 3	2,253		2,253
Allocated investment return transferred from the life-assurance technical account	+ 24		0 ⁴⁴	0
Allocated investment return transferred to the non-life insurance technical account	- 5	1,601		1,601
Intermediate result	6	9,474 ²⁶	0 ⁴⁶	9,474
Other income	+ 7	6,120 ²⁷	0 ⁴⁷	6,120
Other expenses	- 8	6,512 ²⁸	0 ⁴⁸	6,512
Extraordinary income	+ 9	280 ²⁹	0 ⁴⁹	280
Extraordinary charges	- 10	667 ³⁰	0 ⁵⁰	667
Profit or loss before tax	11	8,696 ³¹	0 ⁵¹	8,696
Income taxes for the year	- 12	2,415 ³²	0 ⁵²	2,415
Profit or loss for the year	13	6,281 ³³	0 ⁵³	6,281

Year 2023

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Assets - Changes in intangible assets (item B) and land and buildings (item C.I)

		Intangible assets B	Land and buildings C.I
Gross opening balance	+	5,333 ³¹	28,450
Increase:	+	591 ³²	262
for: purchases		591 ³³	0
write backs		0 ³⁴	0
revaluations		0 ³⁵	0
other changes		0 ³⁶	262
Decrease	-	0 ³⁷	0
for: sales		0 ³⁸	0
permanent writedowns		0 ³⁹	0
other changes		0 ⁴⁰	0
Gross closing balance (a)		5,924⁴¹	28,712
Depreciation / Amortisation:			
Opening balance	+	3,868 ⁴²	10,223
Increase:	+	1,118 ⁴³	767
due to: depreciation / amortisation		1,118 ⁴⁴	767
other changes		0 ⁴⁵	0
Decrease	-	0 ⁴⁶	0
due to: sales		0 ⁴⁷	0
other changes		0 ⁴⁸	0
Accumulated depreciation / amortisation (b)		4,986⁴⁹	10,990
Net book value (a - b)		938⁵⁰	17,722
Current value			0 ⁵¹
Total revaluation		0 ⁵²	0
Total writedowns		0 ⁵³	0

Year 2023

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Assets - Changes in group and related companies: shares and quotas (item C.II.1), bonds (item C.II.2) and loans (item C.II.3)

		Shares and quotas C.II.1	Bonds C.II.2	Loans C.II.3
Opening balance	+	210 ²¹	0 ⁴¹	2 ²
Increases during the year:	+	0 ²²	0 ⁴²	0
due to: purchases, underwriting or disbursements		0 ²³	0 ⁴³	0
write backs		0 ²⁴	0 ⁴⁴	0
revaluation		0 ²⁵		
other changes		0 ²⁶	0 ⁴⁶	0
Decreases during the year:	-	29 ²⁷	0 ⁴⁷	2 ²
due to: sales or redemptions		29 ²⁸	0 ⁴⁸	2 ²
writedowns		0 ²⁹	0 ⁴⁹	0
other changes		0 ³⁰	0 ⁵⁰	0
Book value		181³¹	0⁵¹	0
Current value		244 ³²	0 ⁵²	0
Total revaluation		0 ³³		
Total writedowns		0 ³⁴	0 ⁵⁴	0

The item C.II.2 (Bonds) includes:

Listed Bonds	61	0
Unlisted Bonds	62	0
Book value	63	0
of which convertible bonds	64	0

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Assets - Group and related companies: general information (*)

No. (**)	Type (1)	Listed or unlisted (2)	Assets carried (3)	Company name and registered office	Currency
1	e	U	7	UCI Società Consortile a r.l. Corso Sempione, 39 MILAN	EUR
2	a	L	2	UNIPOL GRUPPO S.p.A. Via Stalingrado, 45 - BOLOGNA	EUR
3	a	L	2	UNIPOLSAI ASS.NI S.p.A. Via Stalingrado, 45 -BOLOGNA	EUR

Share capital		Net worth (***) (4)	Profit or loss for year (***) (4)	Participating share (5)		
Amount (4)	Number shares			Direct %	Indirect %	Total %
522,578	1,024,663	0	0	0.09	0.00	0.09
3,365,292,407	717,473,508	0	0	0.00	0.00	0.00
2,031,456,337	2,829,717,372	0	0	0.00	0.00	0.00

(*) The group and other companies in which they have stake, whether it is held directly or through trust companies or third parties must be listed.

(**) The order number must be greater than "0"

(1) Type

a= Parent company
b= Subsidiary
c = Related company
d = Associated company
e = Other

(3) Activity carried out

1 = Insurance Company
2 = Finance company
3 = Bank
4 = Real estate company
5 = Trust company
6 = Management or distribution company for unit trusts
7 = Consortium
8 = Industrial company
9 = Other company or entity

(4) Original currency

(5) Indicate overall share held

(2) Indicate L for listed companies
and U for unlisted companies

(***) To complete only for subsidiaries and associates

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Assets - Changes in investments in group and related companies:
shares and quotas

No.	Type			Company name	Increase in the year		
	(1)	(2)	(3)		Purchases		Other Increase
					Quantity	Amount	
1	e	D		UCI Società Consortile a r.l. Corso Sempione, 39 MILAN	0	0	0
2	a	D		UNIPOL GRUPPO S.p.A. Via Stalingrado, 45 - BOLOGNA	0	0	0
3	a	D		UNIPOLSAI ASS.NI S.p.A. Via Stalingrado, 45 -BOLOGNA	0	0	0
				Total C.II.1			
	a			Parent company		0	0
	b			Subsidiary		0	0
	c			Related company		0	0
	d			Associated companies		0	0
	e			Other		0	0
				Total D.I.		0	0
				Total D.II.		0	0

(1) Must match the number indicated in Attachment 6

(2) Type

a= Parent company
b= Subsidiary
c = Related company
d = Associated company
e = Other

(3) Specify:

D for investments allocated to non-life business (item C.II.1)
V for investments allocated to life business (item C.II.1)
V1 for investments allocated to life business (item D.1)
V2 for investments allocated to life business (item D.2)
Holdings, even fractions thereof,
must be assigned the same order number

Decrease in the year			Book value (4)		Purchase cost	Amount value
Sales		Other Decrease	Quantity	Amount		
Quantity	Amount					
0	0	0	948	0	0	0
4,305	15	0	24,443	84	84	127
7,788	15	0	51,687	96	96	117
		29		180	180	244
		0		0	0	0
		0		0	0	0
		0		0	0	0
		0		0	0	0
		0		0	0	0
		0		0	0	0

(4) Mark with (*) if measured using the equity method (only for Type b and d)

Notes to the financial statements - Attachment 8

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Assets - Distribution between long-term and short-term investments: shares and quotas, mutual fund units, bonds and other fixed securities, participation in investment pools and other financial investments (items C.III.1, 2, 3, 5, 7)

I - Non-life business

	Long-term investments		Short-term investments		Total	
	Carrying value	Current value	Carrying value	Current value	Carrying value	Current value
1. Shares and quotas in:	0	0	0	0	0	0
a) listed shares	0	0	0	0	0	0
b) unlisted shares	0	0	0	0	0	0
c) quotas	0	0	0	0	0	0
2. Mutual fund units	0	0	0	0	0	0
3. Bonds and other fixed-income securities	81,102	80,194	61,626	62,940	142,728	143,135
a1) listed government securities	65,578	64,872	46,568	47,482	112,146	112,355
a2) other listed securities	15,524	15,322	15,058	15,458	30,582	30,780
b1) unlisted government securities	0	0	0	0	0	0
b2) other unlisted securities	0	0	0	0	0	0
c) convertible bonds	0	0	0	0	0	0
5. Participation in investment pools	0	0	0	0	0	0
7. Other financial investments	0	0	0	0	0	0

II - Life business

	Long-term investments		Short-term investments		Total	
	Carrying value	Current value	Carrying value	Current value	Carrying value	Current value
1. Shares and quotas in:	0	0	0	0	0	0
a) listed shares	0	0	0	0	0	0
b) unlisted shares	0	0	0	0	0	0
c) quotas	0	0	0	0	0	0
2. Mutual fund units	0	0	0	0	0	0
3. Bonds and other fixed-income securities	0	0	0	0	0	0
a1) listed government securities	0	0	0	0	0	0
a2) other listed securities	0	0	0	0	0	0
b1) unlisted government securities	0	0	0	0	0	0
b2) other unlisted securities	0	0	0	0	0	0
c) convertible bonds	0	0	0	0	0	0
5. Participation in investment pools	0	0	0	0	0	0
7. Other financial investments	0	0	0	0	0	0

Notes to the financial statements - Attachment 9

Year 2023

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Assets - Changes during the year of other long-term financial investments: shares and quotas, mutual fund units, bonds and other fixed-income securities, shares in investment pools and other financial investments (items C.III.1, 2, 3, 5, 7)

	Shares and quotas C.III.1	Mutual fund units C.III.2	Bonds and other fixed-income securities C.III.3	Shares in investment pools C.III.5	Other financial investments C.III.7
Opening balance	0	0	69,940	0	0
Increases during the year:	0	0	12,570	0	0
for: purchases	0	0	11,421	0	0
write backs	0	0	0	0	0
transfers from the short-term portfolio	0	0	0	0	0
other changes	0	0	1,150	0	0
Decreases during the year:	0	0	1,408	0	0
for: sales	0	0	1,006	0	0
writedowns	0	0	0	0	0
transfers to the short-term portfolio	0	0	0	0	0
other changes	0	0	402	0	0
Book value	0	0	81,102	0	0
Current value	0	0	80,194	0	0

Notes to the financial statements - Attachment 10

Year 2023

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Changes in loans and deposits with credit institutions (items C.III.4 , 6)

		Loans C.III.4	Deposits with credit institutions C.III.6
Opening balance	+ 1	72 ₂₁	402
Increases during the year:	+ 2	0 ₂₂	3,000
due to: disbursements.....	3	0	
write backs	4	0	
other changes	5	0	
Decreases during the year:	- 6	41 ₂₆	3,000
due to: reimbursements.....	7	41	
writedowns	8	0	
other changes	9	0	
Book value	10	31 ₃₀	402

Notes to the financial statements - Attachment 13

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Liabilities Changes in unearned premiums reserve (item C.I.1) and claims payable reserve (item C.I.2) of the non-life business

Type	Year	Prior year	Change
Unearned premiums reserve			
Reserve for apportioned premiums	1 49,805 ₁₁	45,145 ₂₁	4,660
Provision for unexpired risks	2 235 ₁₂	265 ₂₂	-30
Book value	3 50,040 ₁₃	45,410 ₂₃	4,630
Claims payable reserve:			
Reserve for reimbursements and direct costs	4 200,642 ₁₄	188,559 ₂₄	12,083
Reserve for settlement costs	5 4,410 ₁₅	3,847 ₂₅	563
Reserve for claims incurred but not reported	6 59,100 ₁₆	50,163 ₂₆	8,937
Book value	7 264,152 ₁₇	242,569 ₂₇	21,583

Notes to the financial statements - Attachment 15

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Liabilities - Changes in provision for risks and charges (item E) and termination indemnities (item G. VII)

		Provisions for pensions and similar obligations	Provision for taxation	Other provisions	Termination indemnities
Opening balance	+ 1	0 ¹¹	715 ²¹	603 ³¹	681
Provision for the year	+ 2	0 ¹²	150 ²²	0 ³²	467
Other increase	+ 3	0 ¹³	0 ²³	0 ³³	0
Use in the year	- 4	0 ¹⁴	0 ²⁴	254 ³⁴	557
Other decrease	- 5	0 ¹⁵	0 ²⁵	0 ³⁵	-26
Book value	6	0¹⁶	865²⁶	350³⁶	617

Notes to the financial statements - Attachment 16

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Statement of assets and liabilities for intercompany transactions

I: Assets

	Parent companies	Subsidiaries	Affiliated companies	Associates	Other	Total
Shares and quotas	180 ²	0 ³	0 ⁴	0 ⁵	0 ⁶	181
Bonds	0 ⁸	0 ⁹	0 ¹⁰	0 ¹¹	0 ¹²	0
Loans	0 ¹⁴	0 ¹⁵	0 ¹⁶	0 ¹⁷	0 ¹⁸	0
Participation in investment pools	0 ²⁰	0 ²¹	0 ²²	0 ²³	0 ²⁴	0
Deposits with credit institutions	0 ²⁶	0 ²⁷	0 ²⁸	0 ²⁹	0 ³⁰	0
Other financial investments	0 ³²	0 ³³	0 ³⁴	0 ³⁵	0 ³⁶	0
Deposits with ceding undertakings	0 ³⁸	0 ³⁹	0 ⁴⁰	0 ⁴¹	0 ⁴²	0
Investments linked with mutual funds and other index	0 ⁴⁴	0 ⁴⁵	0 ⁴⁶	0 ⁴⁷	0 ⁴⁸	0
Investments deriving from management of pension funds	0 ⁵⁰	0 ⁵¹	0 ⁵²	0 ⁵³	0 ⁵⁴	0
Debtors arising out of direct insurance operations	0 ⁵⁶	0 ⁵⁷	0 ⁵⁸	0 ⁵⁹	0 ⁶⁰	0
Debtors arising out of reinsurance operations	3,600 ⁶²	0 ⁶³	0 ⁶⁴	0 ⁶⁵	0 ⁶⁶	3,600
Other debtors	2,386 ⁶⁸	0 ⁶⁹	10 ⁷⁰	0 ⁷¹	0 ⁷²	2,396
Bank accounts	0 ⁷⁴	0 ⁷⁵	0 ⁷⁶	0 ⁷⁷	0 ⁷⁸	0
Other assets	0 ⁸⁰	0 ⁸¹	0 ⁸²	0 ⁸³	0 ⁸⁴	0
Total	6,166⁸⁶	0⁸⁷	10⁸⁸	0⁸⁹	0⁹⁰	6,177
of which subordinated assets	0 ⁹²	0 ⁹³	0 ⁹⁴	0 ⁹⁵	0 ⁹⁶	0

II: Liabilities

	Parent companies	Subsidiaries	Affiliated companies	Associates	Other	Total
Subordinated liabilities	0 ⁹⁸	0 ⁹⁹	0 ¹⁰⁰	0 ¹⁰¹	0 ¹⁰²	0
Deposits received from reinsurers	0 ¹⁰⁴	0 ¹⁰⁵	0 ¹⁰⁶	0 ¹⁰⁷	0 ¹⁰⁸	0
Creditors arising out of direct insurance operations	1,238 ¹¹⁰	0 ¹¹¹	0 ¹¹²	0 ¹¹³	0 ¹¹⁴	1,238
Creditors arising out of reinsurance operations	0 ¹¹⁶	0 ¹¹⁷	0 ¹¹⁸	0 ¹¹⁹	0 ¹²⁰	0
Amounts owed to credit and financial institutions	0 ¹²²	0 ¹²³	0 ¹²⁴	0 ¹²⁵	0 ¹²⁶	0
Secured payables	0 ¹²⁸	0 ¹²⁹	0 ¹³⁰	0 ¹³¹	0 ¹³²	0
Other loans and other financial liabilities	0 ¹³⁴	0 ¹³⁵	0 ¹³⁶	0 ¹³⁷	0 ¹³⁸	0
Sundry creditors	2,736 ¹⁴⁰	0 ¹⁴¹	0 ¹⁴²	0 ¹⁴³	0 ¹⁴⁴	2,736
Sundry liabilities	2,071 ¹⁴⁶	0 ¹⁴⁷	0 ¹⁴⁸	0 ¹⁴⁹	0 ¹⁵⁰	2,071
Total	6,045¹⁵²	0¹⁵³	0¹⁵⁴	0¹⁵⁵	0¹⁵⁶	6,045

Non-life-insurance technical account highlights

	Gross premiums written	Gross premiums earned	Gross claims charges	Operating expenses	Reinsurance Balance
Direct insurance:					
Personal accident and health insurance (classes 1 and 2)	370	391	-106	64	-440
Motor third party liability (class 10)	5,521	5,462	5,595	1,662	751
Motor fire, theft, etc. insurance (class 3)	0	0	0	0	0
Marine, aviation and transport insurance (classes 4, 5, 6, 7, 11 and 12)	155,449	150,670	110,299	30,340	-33
Fire and other property damage (classes 8 and 9)	964	976	1,188	238	89
General third-party liability (class 13)	6,461	6,463	4,102	1,359	-1,622
Credit and bond insurance (classes 14 and 15)	106	70	117	35	-7
Miscellaneous financial loss (class 16)	2,739	2,193	1,212	469	-451
Legal defence (class 17)	0	0	0	0	0
Assistance (class 18)	-0	0	0	-0	0
Total direct insurance	171,611	166,225	122,406	34,167	-1,713
Indirect insurance	20,869	21,126	10,696	6,463	-2,875
Total Italian business	192,480	187,351	133,102	40,630	-4,588
Foreign business	0	0	-112	0	176
Grand total	192,480	187,351	132,990	40,630	-4,413

Investment income (items II.2 and III.3)

	Non-life business	Life business	Total
Income from shares and quotas:			
Dividends and other income from shares and quotas of group and related companies	17	0	17
Dividends and other income from shares and quotas of other companies	0	0	0
Total	17	0	17
Income from land and buildings	513	0	513
Income from other investments:			
Income on bonds of group and related companies	0	0	0
Interest on loans to group and related companies	0	0	0
Income from mutual fund units	0	0	0
Income on bonds and other fixed securities	4,257	0	4,257
Interest income on loans	2	0	2
Income from participation in investment pools	0	0	0
Interest income on deposits with credit institutions	3	0	3
Income on other financial investments	0	0	0
Interest income on deposits with ceding undertakings	0	0	0
Total	4,262	0	4,262
Value re-adjustments on investments for:			
Land and buildings	0	0	0
Group companies' and related companies shares and quotas	0	0	0
Bonds issued by group companies and related companies	0	0	0
Other shares and quotas	0	0	0
Other bonds	130	0	130
Other financial investments	0	0	0
Total	130	0	130
Gains on the realization of investments:			
Land and buildings	0	0	0
Gains on shares and quotas of group and related companies	0	0	0
Gains on bonds issued by group and related companies	0	0	0
Gains on other shares and quotas	0	0	0
Gains on other bonds	32	0	32
Gains on other financial investments	0	0	0
Total	32	0	32
GRAND TOTAL	4,953	0	4,953

Notes to the financial statements - Attachment 23

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Capital and financial charges (item II.9 and III.5)

	Non-life business	Life business	Total
Investment management charges and other interest expenses for			
Shares and quotas	0 ³¹	0 ⁶¹	0
Land and buildings	504 ³²	0 ⁶²	504
Bonds	172 ³³	0 ⁶³	172
Mutual fund units	0 ³⁴	0 ⁶⁴	0
Participation in investment pools	0 ³⁵	0 ⁶⁵	0
Other financial investments	240 ³⁶	0 ⁶⁶	240
Deposits received from reinsurers	455 ³⁷	0 ⁶⁷	455
Total	1,371³⁸	0⁶⁸	1,371
Value adjustments on investments:			
Land and buildings	767 ³⁹	0 ⁶⁹	767
Group and related companies shares and quotas	0 ⁴⁰	0 ⁷⁰	0
Bonds issued by group and related companies	0 ⁴¹	0 ⁷¹	0
Other shares and quotas	0 ⁴²	0 ⁷²	0
Other bonds	20 ⁴³	0 ⁷³	20
Other financial investments	0 ⁴⁴	0 ⁷⁴	0
Total	788⁴⁵	0⁷⁵	788
Losses on the realization of investments			
land and buildings	0 ⁴⁶	0 ⁷⁶	0
Shares and quotas	0 ⁴⁷	0 ⁷⁷	0
Bonds	95 ⁴⁸	0 ⁷⁸	95
Other financial investments	0 ⁴⁹	0 ⁷⁹	0
Total	95⁵⁰	0⁸⁰	95
GRAND TOTAL	2,253⁵¹	0⁸¹	2,253

PAGE LEFT BLANK

Non-life insurance business - Summary of technical

		Insurance code	Insurance code
		1	2
		Personal accident	Health insurance
		(name)	(name)
Direct business gross of reinsurance cession			
Gross premiums written	+	370	0
Change in the unearned premiums reserve (+ o -)	-	-21	0
Claims incurred		-106	0
Change in other technical reserves (+ o -)		0	0
Balance of other technical income (expenses) (+ o -)	+	-97	0
Operating expenses		64	0
Underwriting result of direct business (+ o -)	A	336	0
Result of outward reinsurance (+ o -)	B	-440	0
Net underwriting result of indirect business (+ o -)	C	-40	0
Change in the equalization reserve (+ o -)	D	0	0
Allocated investment return transferred from non technical account	E	2	0
Balance on the technical account (+ o -)	E)	-103	0

		Insurance code	Insurance code
		7	8
		Marine Cargo	Fire
		(name)	(name)
Direct business gross of reinsurance cession			
Gross premiums written	+	42,335	0
Change in the unearned premiums reserve (+ o -)	-	19	0
Claims incurred		20,175	1
Change in other technical reserves		0	0
Balance of other technical income (expenses) (+ o -)	+	-1,287	0
Operating expenses		11,968	0
Underwriting result of direct business (+ o -)	A	8,886	-1
Result of outward reinsurance (+ o -)	B	-6,488	0
Net underwriting result of indirect business (+ o -)	C	730	-6
Change in the equalization reserve (+ o -)	D	42	0
Allocated investment return transferred from non technical account	E	386	0
Balance on the technical account (+ o -)	E)	3,472	-7

		Insurance code	Insurance code
		13	14
		General third-party liability	Credit insurance
		(name)	(name)
Direct business gross of reinsurance cession			
Gross premiums written	+	6,461	0
Change in the unearned premiums reserve (+ o -)	-	-2	0
Claims incurred		4,102	0
Change in other technical reserves		0	0
Balance of other technical income (expenses) (+ o -)	+	-109	0
Operating expenses		1,359	0
Underwriting result of direct business (+ o -)	A	893	0
Result of outward reinsurance (+ o -)	B	-1,622	0
Net underwriting result of indirect business (+ o -)	C	-183	0
Change in the equalization reserve (+ o -)	D	0	0
Allocated investment return transferred from non technical account	E	36	0
Balance on the technical account (+ o -)	E)	-876	0

accounts by each sector - Italian business

		Insurance code	Insurance code	Insurance code	Insurance code
		3	4	5	6
		Land vehicles	Railway rolling stock	Aircraft	Hulls
		(name)	(name)	(name)	(name)
		0	0	1,121	111,549
		0	0	-37	4,830
		0	-148	-8	88,766
		0	0	0	0
		0	0	0	-76
		0	0	154	18,140
		0	148	1,011	-263
		0	-130	-1,109	7,049
		0	-86	5	-808
		0	0	0	69
		0	0	15	1,007
		0	-68	-78	6,916

		Insurance code	Insurance code	Insurance code	Insurance code
		9	10	11	12
		Other property damage	Motor third party liability	Aircraft third-party liability	Hull third-party liability
		(name)	(name)	(name)	(name)
		964	5,521	443	2
		-12	60	-27	-5
		1,187	5,595	1,514	0
		0	0	0	0
		-29	-201	-79	-1
		238	1,662	77	0
		-478	-1,995	-1,200	6
		89	751	650	-5
		56	888	-1	0
		3	0	0	0
		26	111	0	0
		-310	-245	-550	1

		Insurance code	Insurance code	Insurance code	Insurance code
		15	16	17	18
		Bond insurance	Pecuniary losses	Legal defence	Assistance
		(name)	(name)	(name)	(name)
		106	2,739	0	-0
		35	547	0	-0
		117	1,212	0	0
		0	0	0	0
		-0	-41	0	-0
		35	469	0	-0
		-81	470	0	-0
		-7	-451	0	0
		0	0	0	0
		0	0	0	0
		1	18	0	0
		-87	37	0	0

Summary of technical account for non-life business
Italian Business

	Direct insurance		Indirect insurance		Retained risks Total 5 = 1-2+3-4
	Direct risks 1	Ceded risks 2	Indirect risks 3	Retroceded risks 4	
Gross premiums written	+ 171,611 ¹¹	128,998 ²¹	20,869 ³¹	10,038 ⁴¹	53,444
Change in the unearned premiums reserve (+ o -)	- 5,387 ¹²	4,334	-257 ³²	-403 ⁴²	1,198
Claims incurred	- 122,406 ¹³	86,951 ²³	10,696 ³³	4,770 ⁴³	41,381
Change in other technical reserves (+ o -)	+ 0 ¹⁴	0 ²⁴	0 ³⁴	0 ⁴⁴	0
Balance of other technical income (expenses) (+ o -)	+ -1,919 ¹⁵	453 ²⁵	-496 ³⁵	-366 ⁴⁵	-2,502
Operating expenses	- 34,167 ¹⁶	36,454 ²⁶	6,463 ³⁶	2,429 ⁴⁶	1,748
Underwriting result (+ o -)	7,732¹⁷	1,713²⁷	3,472³⁷	2,875⁴⁷	6,615
Change in the equalization reserve (+ o -)	-	-	-	-	114
Allocated investment return transferred from non technical account	+ 1,370	-	231	-	1,601
Technical result (+ o -)	9,102²⁰	1,713³⁰	3,703⁴⁰	2,875⁵⁰	8,103

Summary of technical account for non-life and life business - foreign business

Section I: Non-life insurance

		Total classes
Direct business gross of reinsurance cession		
Gross premiums written	+ 1	0
Change in the unearned premiums reserve (+ o -)	- 2	0
Claims incurred	- 3	0
Change in other technical reserves (+ o -)	- 4	0
Balance of other technical income (expenses) (+ o -)	+ 5	0
Operating expenses	- 6	0
Underwriting result of direct business (+ o -)	A	0
Result of outward reinsurance (+ o -)	B	0
Net underwriting result of indirect business (+ o -)	C	273
Change in the equalization reserve (+ o -)	D	0
Allocated investment return transferred from non technical account	E	0
Balance on the technical account (+ o -)	- D + E)	273

Section II: Life insurance

		Total classes
Direct business gross of reinsurance cession		
Gross premiums written	+ 1	
Claims incurred	- 2	
Change in the mathematical reserves and in other technical provisions(+ o -)	- 3	
Balance of other technical income (expenses) (+ o -)	+ 4	
Operating expenses	- 5	
Income from investment net of portion transferred to non technical account	+ 6	
Direct business gross of reinsurance (+ o -)	A	
Result of outward reinsurance (+ o -)	B	
Net underwriting result of indirect business (+ o -)	C	
Balance on the technical account (+ o -)	+ B + C)	

(1) Algebraic sum of the foreign portfolio items included in items II.2, II.3, II.9, II.10 and II.12 of the Income Statement.

Group and related companies transactions

I: Revenues

	Parent companies	Subsidiaries	Affiliated companies	Associates	Other	Total
Net investment income						
Income from land and buildings	513	0	0	0	0	513
Dividends and other income from shares and quotas	17	0	0	0	0	17
Income on bonds	0	0	0	0	0	0
Interest on loans	0	0	0	0	0	0
Interest income on other financial investments	0	0	0	0	0	0
Interest income on deposits with ceding undertakings	0	0	0	0	0	0
Total	530	0	0	0	0	530
Income and unrealised gains on investments for the benefit of policyholders who bear the risks from the management of pension funds						
Other income	0	0	0	0	0	0
Interest income on receivables	0	0	0	0	0	0
Recovery of administrative expenses and costs	3,977	0	21	0	0	3,998
Other income and recoveries	1	0	0	0	0	1
Total	3,978	0	21	0	0	3,999
Gains on the realization of investments (*)	0	0	0	0	0	0
Extraordinary income	0	0	0	0	0	0
GRAND TOTAL	4,509	0	21	0	0	4,530

II: Expenses

	Parent companies	Subsidiaries	Affiliated companies	Associates	Other	Total
Investment management charges and interest expenses:						
Investment charges	109	0	0	0	0	109
Interest expenses on subordinated liabilities	0	0	0	0	0	0
Interest on deposits received from reinsurers	0	0	0	0	0	0
Interest on creditors arising out of direct insurance operations	0	0	0	0	0	0
Interest on creditors arising out of reinsurance operations	0	0	0	0	0	0
Interest on amounts owed to credit and financial institutions	0	0	0	0	0	0
Interest on secured payables	0	0	0	0	0	0
Other interests expenses	0	0	0	0	0	0
Losses on receivables	0	0	0	0	0	0
Administrative expenses on behalf of third parties	3,253	0	0	0	0	3,253
Other charges	301	0	0	0	0	301
Total	3,663	0	0	0	0	3,663
Expenses and unrealised losses on investments for the benefit of policyholders who bear the risks from the management of pension funds						
Losses on the realization of investments (*)	0	0	0	0	0	0
Extraordinary charges	15	0	0	0	0	15
GRAND TOTAL	3,678	0	0	0	0	3,678

(*) With reference to the counterparty of the transaction

Direct business: summary of gross premiums written

	Non-life business		Life business		Total	
	Permanent Establishment	Freedom of services	Permanent Establishment	Freedom of services	Permanent Establishment	Freedom of services
Gross premiums written:						
in Italy	76,998	0	0	0	76,998	0
in other EU countries	0	34,814	0	0	0	34,814
in other countries	0	59,799	0	0	0	59,799
Total	76,998	94,613	0	0	76,998	94,613

Notes to the financial statements - Attachment 32

SIAT SOCIETA' ITALIANA ASSICURAZIONI E RIASSICURAZIONI P.A.

Year 2023

Statement of personnel expenses and costs for directors and statutory auditors

I: Personnel expenses

	Non-life business	Life business	Total
Payroll costs:			
Italian business:			
- Salaries	6,061	0	6,061
- Social contributions	1,673	0	1,673
- Provision for termination indemnities and similar obligations	417	0	417
- Other personnel expenses	921	0	921
Total	9,072	0	9,072
Foreign business:			
- Salaries	0	0	0
- Social contributions	0	0	0
- Other personnel expenses	0	0	0
Total	0	0	0
Grand total	9,072	0	9,072
Fees for consultancy:			
Italian business	0	0	0
Foreign business	0	0	0
Total	0	0	0
Total personnel expenses	9,072	0	9,072

II: Breakdown of expenses

	Non-life business	Life business	Total
Investment management charges	0	0	0
Claims incurred	877	0	877
Other acquisition costs	1,735	0	1,735
Other administrative costs	3,550	0	3,550
Administrative expenses and costs on behalf of third parties	2,910	0	2,910
Other Expenses	0	0	0
Total	9,072	0	9,072

III: Average number of employees for the year

	Number
Managers	2
Clerks	19
Workers	95
Other	0
Total	116

IV: Directors and statutory auditors

	Number	Emoluments
Directors	11	220
Statutory auditors 1).....	3	44

1) including 1 substitute

PAGE LEFT BLANK



RESOLUTION OF THE SHAREHOLDERS' MEETING – EXTRACT

The Ordinary Shareholders' Meeting, took place on 22 April 2024, has deliberated:

- to approve the financial statements for the year ended at 31 December 2023, together with the Directors' Report on Operations;
- to approve the proposal about the allocation of year profit;
- to approve the dividend's distribution for € 0.13 per share;
- to approve the transfer, as part of the Other Reserves, of € 318,079 from the Reserve for foreign exchange gains to the Extraordinary Reserve (pursuant to Article 2426, point 8-bis of the Civil Code);
- to approve Siat's Policies concerning and related to the Group Policies and Insurance Policies referred to sub "A" & "B".



Via V Dicembre, 3 - 16121 Genova - Italy
Ph. 0039.010.5546.1 - Telefax 0039.010.5546.400
www.siat-assicurazioni.it
siat@siatass.com

