

# Powszechny Zakład Ubezpieczeń Spółka Akcyjna

Condensed Interim  
Standalone Financial Statements  
for the 6 months ended June 30, 2024



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# Introduction to the condensed interim standalone financial statements

## 1. Introduction

### Basic information about the Company

Powszechny Zakład Ubezpieczeń Spółka Akcyjna (“PZU,” “Company”) has its headquarters at Rondo Ignacego Daszyńskiego 4, 00-843 Warsaw.

PZU has been entered in the National Court Register kept by the District Court for the Capital City of Warsaw in Warsaw, 13th Commercial Division of the National Court Register.

The core business of PZU according to the Polish Classification of Business Activity and the Statistical Classification of Economic Activities in Europe is property and casualty insurance (65.12).

According to the official newsletter of the Warsaw Stock Exchange, the Company is classified in the “Finance” macro sector, “insurance companies” sector.

PZU is the parent company of Powszechny Zakład Ubezpieczeń Spółka Akcyjna Group (“PZU Group”) and prepares consolidated financial statements.

### Period covered by the condensed interim standalone financial statements

These condensed interim standalone financial statements cover the period of 6 months from January 1 to June 30, 2024.

### Going concern assumption

These condensed interim standalone financial statements have been drawn up under the assumption that PZU remains a going concern in the foreseeable future, i.e., in the period of at least 12 months after the end of the reporting period.

As at the date of signing hereof, there are no facts or circumstances that would indicate that a threat exists to PZU’s capability of continuing its operations in at least a 12-month period following the end of the reporting period as a result of an intentional or compulsory discontinuation or a mayor curtailment of its current activities.

When making this assumption, the Management Board of PZU has taken into account in its assessment the impact of factors subject to uncertainty, including the macroeconomic situation and the armed conflict in Ukraine, which has been ongoing since February 24, 2022 (for additional information on this issue please see section 22 **Błąd! Nie można odnaleźć źródła odwołania.** of Supplementary information and notes).

### Presentation currency

Unless otherwise noted, all amounts are shown in thousands of Polish zloty in the condensed interim standalone financial statements.

### Business combinations

Neither during the 6 months from January 1 to June 30, 2024, nor in 2023, were there any mergers between PZU and other business entities.

## Discontinued operations

Neither during the 6 months from January 1 to June 30, 2024, nor in 2023, did PZU discontinue any type of operations.

## Seasonal or cyclical business

The PZU's business is neither seasonal nor subject to business cycles to a significant extent.

## 2. Accepted accounting policies

In accordance with Article 45(1a) of the Accounting Act, the financial statements of issuers of securities admitted to trading on one of the regulated markets of the European Economic Area countries may be prepared in accordance with International Financial Reporting Standards and related interpretations promulgated in the form of European Commission regulations ("IFRS").

As the General Meeting of Shareholders of PZU has not made the decision referred to in Article 45(1c) of the Accounting Act in the matter of preparation of financial statements pursuant to IFRS, PZU's standalone financial statements are prepared in accordance with the Polish Accounting Standards (PAS) defined in the Accounting Act and in the implementing acts issued on the basis thereof, including:

- Regulation of the Minister of Finance of April 12, 2016 on the special accounting principles for insurance and reinsurance undertakings ("Regulation on accounting of insurers");
- Regulation of the Minister of Finance of December 12, 2001 on the detailed principles of recognition, valuation methods, scope of disclosure and presentation of financial instruments.

Other important legal acts applicable to the standalone financial statements include the Insurance and Reinsurance Activity Act of September 11, 2015 ("Insurance Activity Act").

In matters not regulated by the Accounting Act and the executive acts issued on its basis, Polish Accounting Standards or IFRS are applied accordingly.

These condensed interim standalone financial statements are consistent with the Regulation of the Minister of Finance of March 29, 2018 on current and periodic information provided by securities issuers and on conditions under which information required by the legislation of a non-Member State may be recognized as equivalent.

The accounting policy was presented in detail in PZU SA's 2023 financial statements which were drawn in line with PAS, signed by the PZU Management Board on March 20, 2024, and approved by the General Meeting of Shareholders PZU on June 18, 2024 ("PZU's 2023 standalone financial statements").

PZU's 2023 standalone financial statements are available on the PZU website at [www.pzu.pl](http://www.pzu.pl) in the "Investor Relations" tab.

## 3. Changes in accounting policies

In the 6-month period ended from January 1 to June 30, 2024, no changes were made to the accounting principles (policy).

## 4. Changes in the preparation of financial statements and data comparability

The condensed interim standalone financial statements for the period of 6 months from January 1 to June 30, 2024 are drafted in line with accounting principles applicable in 2024. These principles have not changed from 2023.

## 5. Correction of errors from previous years

In the 6-month period from January 1 to June 30, 2024, no corrections of errors from previous years were made.

## 6. Significant events that occurred after the balance sheet date and are not included in the condensed interim standalone financial statements

No significant events occurred after the balance sheet date that would have to be included in these interim financial statements.

## 7. Significant events of previous years recognized in the condensed interim standalone financial statements

No significant events of previous years have been found as of the date of providing the condensed interim standalone financial statements, which should be included in these statements.

## 8. Significant events related to the 6-month period ended June 30, 2024 affecting a significant change in the structure of balance sheet items and financial result

### 8.1 Distribution of net profit and dividend for the financial year 2023

On June 18, 2024, the Ordinary Shareholder Meeting of PZU distributed net profit for fiscal year 2023 in the amount of PLN 3,983,187 thousand plus the amount of PLN 853,612 thousand transferred from the reserve capital created from net profit for fiscal year 2022, i.e., totaling PLN 4,836,799 thousand, allocating:

- PLN 3,747,690 thousand for the payment of dividends, or PLN 4.34 per share;
- PLN 1,080,493 thousand for supplementary capital;
- PLN 8,616 thousand to the Company Social Benefit Fund.

The record date was set at September 17, 2024 and the dividend payout date was set for September 8, 2024.

The profit distribution is consistent with the PZU Group's Capital and Dividend Policy for 2021–2024, as adopted on March 24, 2021, and takes into account the recommendations contained in the Polish Financial Supervision Authority's (KNF) stance on the dividend policy in 2023 issued on December 14, 2023.

## 8.2 Dividends from PZU Życie SA (PZU Życie)

On June 26, 2024, the Ordinary Shareholder Meeting of PZU Życie passed a resolution on the distribution of profit for the financial year 2023 in the amount of PLN 1,685,856 thousand, allocating:

- PLN 1,681,713 thousand for a dividend payment;
- PLN 4,143 thousand to the Company Social Benefit Fund.

The record date was set for July 7, 2024, and the dividend payout date was set for October 7, 2024. The dividend was recognized under item II.2.1, Investment income from related parties on shares in the interim general profit and loss account.

## 8.3 Dividends from Polska Kasa Opieki SA (“Bank Pekao”)

On April 17, 2024, the Ordinary Shareholder Meeting of Bank Pekao adopted a resolution on the distribution of its profit. In line with it, the net undistributed profit of Bank Pekao for 2019 at PLN 1,685,058 thousand was allocated for the dividend. In turn, the profit that Bank Pekao generated in 2023, at PLN 6,718,135 thousand, was allocated as follows:

- PLN 3,354,367 thousand for the payment of dividends, or PLN 19.20 per share in total;
- PLN 1,686,584 thousand for reserve capital;
- leaving PLN 1,677,184 thousand undistributed.

The record date was set at April 24, 2024 and the dividend payout date was set for May 10, 2024. The dividend was recognized under item II.2.1, Investment income from related parties on shares in the interim general profit and loss account. The value of revenue obtained by PZU amounted to 1,007,885 thousand.

## 8.4 Dividends from Alior Bank SA (“Alior Bank”)

On April 26, 2024, the Ordinary Shareholder Meeting of Alior Bank passed a resolution on the distribution of profit for the financial year 2023 in the amount of PLN 1,987,444 thousand, allocating:

- PLN 577,049 thousand for the payment of dividends, or PLN 4.42 per share;
- PLN 1,410,395 thousand for supplementary capital, including the undistributed profit for the Building Society at PLN 17,427 thousand.

The record date was set at May 10, 2024 and the dividend payout date was set for May 24, 2024. The dividend was recognized under item II.2.1, Investment income from related parties on shares in the interim general profit and loss account. The value of revenue obtained by PZU amounted to 184,119 thousand.

# Interim standalone financial statements

## 1. Interim standalone balance sheet

Assets	Note	June 30, 2024	December 31, 2023
<b>I. Intangible assets, including:</b>	<b>1</b>	<b>313,899</b>	<b>313,546</b>
- goodwill		-	-
<b>II. Investments</b>	<b>2</b>	<b>47,954,051</b>	<b>46,628,179</b>
1. Real property	2.1	273,942	279,741
2. Investments in related parties, including:	2.2	17,116,700	18,127,279
- investments in related parties accounted for using the equity method		16,346,354	17,577,487
3. Other financial investments	2.3	30,563,409	28,221,159
4. Deposits with ceding enterprises		-	-
<b>III. Net assets of a life insurance company if the investment risk is borne by the policyholder</b>		-	-
<b>IV. Receivables</b>	<b>3</b>	<b>4,355,919</b>	<b>2,953,735</b>
1. Receivables on direct insurance	3.1	2,053,795	2,490,182
1.1. From subordinated entities		3,130	3,065
1.2. From other entities		2,050,665	2,487,117
2. Reinsurance receivables	3.2	243,511	273,553
2.1. From subordinated entities		188,203	219,215
2.2. From other entities		55,308	54,338
3. Other receivables	3.3	2,058,613	190,000
3.1. Receivables from the state budget		46,186	13,937
3.2. Other receivables		2,012,427	176,063
a) from subordinated entities		1,840,578	14,960
b) from other entities		171,849	161,103
<b>V. Other assets</b>	<b>4</b>	<b>361,029</b>	<b>293,361</b>
1. Property, plant and equipment	4.1	120,893	133,304
2. Cash	4.2	240,136	160,057
3. Other assets		-	-
<b>VI. Prepayments and accruals</b>		<b>3,363,030</b>	<b>2,776,071</b>
1. Deferred tax assets		-	-
2. Deferred acquisition costs		2,082,455	1,893,946
3. Accrued interest and rents		-	-
4. Other prepayments and accruals	4.3	1,280,575	882,125
<b>VII. Unpaid share capital</b>		-	-
<b>VIII. Treasury shares</b>		-	-
<b>Total assets</b>		<b>56,347,928</b>	<b>52,964,892</b>

<b>Equity and liabilities</b>	<b>Note</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
<b>I. Equity</b>		<b>19,670,779</b>	<b>20,884,235</b>
1. Share capital	5	86,352	86,352
2. Supplementary capital		7,479,463	7,252,581
3. Revaluation reserve		8,570,631	9,562,115
4. Other reserve capital		-	-
5. Profit (losses) brought forward		-	-
6. Net profit (loss)		3,534,333	3,983,187
7. Charges to net profit during the financial year (negative figure)		-	-
<b>II. Subordinated liabilities</b>	<b>6</b>	<b>2,319,670</b>	<b>2,327,793</b>
<b>III. Technical provisions</b>	<b>7</b>	<b>30,811,983</b>	<b>30,066,723</b>
<b>IV. Reinsurers' share in technical provisions (negative figure)</b>		<b>(4,487,984)</b>	<b>(4,920,201)</b>
<b>V. Estimated salvage and subrogation (negative figure)</b>		<b>(99,815)</b>	<b>(113,127)</b>
1. Gross estimated salvage and subrogation		(101,824)	(115,101)
2. Reinsurers' share in estimated salvage and subrogation		2,009	1,974
<b>VI. Other provisions</b>		<b>1,111,299</b>	<b>817,867</b>
1. Provisions for pension benefits and other compulsory employee benefits	8	64,489	49,839
2. Deferred tax liabilities		1,025,750	747,455
3. Other provisions	9	21,060	20,573
<b>VII. Liabilities for reinsurers' deposits</b>		<b>-</b>	<b>-</b>
<b>VIII. Other liabilities and special-purpose funds</b>	<b>10</b>	<b>5,505,300</b>	<b>1,536,929</b>
1. Liabilities on direct insurance	11.1	488,610	456,396
1.1. To subordinated entities		9,555	13,668
1.2. To other entities		479,055	442,728
2. Reinsurance liabilities	11.2	698,292	335,222
2.1. To subordinated entities		19,901	116,958
2.2. To other entities		678,391	218,264
3. Liabilities on the issue of own debt securities and drawn loans		-	-
4. Liabilities to credit institutions		-	-
5. Other liabilities	11.3	4,181,664	635,376
5.1. Liabilities to the state budget		129,809	151,375
5.2. Other liabilities		4,051,855	484,001
a) to related entities		58,550	81,317
b) to other entities		3,993,305	402,684
6. Special-purpose funds	12	136,734	109,935
<b>IX. Prepayments and accruals</b>	<b>13</b>	<b>1,516,696</b>	<b>2,364,673</b>
1. Accrued expenses		1,239,931	2,092,328
2. Negative goodwill		-	-
3. Prepayments		276,765	272,345
<b>Total equity and liabilities</b>		<b>56,347,928</b>	<b>52,964,892</b>

Carrying amount	19,670,779	20,884,235
Number of shares	863,523,000	863,523,000
Book value per share (in PLN)	22.78	24.18
Diluted number of shares	863,523,000	863,523,000
Diluted book value per share (in PLN)	22.78	24.18

## 2. Interim standalone statement of off-balance sheet line items

<b>Off-balance sheet line items</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
<b>1. Contingent receivables, including:</b>	<b>3,191,279</b>	<b>3,075,488</b>
1.1. Guarantees and sureties received	2,290	2,194
1.2. Other <sup>1)</sup>	3,188,989	3,073,294
<b>2. Contingent liabilities<sup>2)</sup>, including:</b>	<b>1,559,753</b>	<b>2,055,451</b>
2.1. Guarantees and sureties given	5,531	7,446
2.2. Accepted and endorsed bills of exchange	-	-
2.3. Assets subject to the obligation of resale	-	-
2.4. Other liabilities secured on assets or income	-	-
<b>3. Reinsurance collateral instituted in favor of the insurance company</b>	<b>-</b>	<b>-</b>
<b>4. Reinsurance collateral instituted by the insurance company in favor of ceding companies</b>	<b>-</b>	<b>-</b>
<b>5. Third party assets not recognized in assets</b>	<b>151,520</b>	<b>156,361</b>
<b>6. Other off-balance sheet line items</b>	<b>-</b>	<b>-</b>
<b>Total off-balance sheet line items</b>	<b>4,902,552</b>	<b>5,287,300</b>

<sup>1)</sup> This item includes security received in the form of a transfer of the debtor's assets, a mortgage on the debtor's assets, other contingent receivables, etc.

<sup>2)</sup> This item chiefly includes disputed claims, not recognized by PZU.

### 3. Interim standalone revenue account of non-life insurance

Revenue account of non-life insurance	Note	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
<b>I. Premiums (1-2-3+4)</b>	<b>15</b>	<b>3,774,442</b>	<b>7,334,586</b>	<b>3,437,894</b>	<b>6,688,620</b>
1. Gross written premium		4,101,131	9,004,893	3,543,350	7,986,201
2. Reinsurers' share in written premium		301,402	579,245	166,459	297,625
3. Movement in the provision for unearned premiums and provision for unexpired risks, gross		(104,935)	842,872	(225,552)	628,193
4. Reinsurers' share in the movement in provision for unearned premiums		(130,222)	(248,190)	(164,549)	(371,763)
<b>II. Net investment income (including costs) transferred from the general profit and loss account</b>		<b>58,372</b>	<b>117,224</b>	<b>65,616</b>	<b>128,773</b>
<b>III. Other net technical income</b>		<b>29,171</b>	<b>75,635</b>	<b>35,121</b>	<b>95,276</b>
<b>IV. Claims and benefits (1+2)</b>		<b>2,444,402</b>	<b>4,595,795</b>	<b>2,023,561</b>	<b>4,043,811</b>
1. Net claims and benefits paid		2,291,945	4,497,414	1,901,945	3,754,762
1.1. Gross claims and benefits paid	16	2,714,183	4,932,084	1,973,115	3,892,453
1.2. Reinsurers' share in claims and benefits paid		422,238	434,670	71,170	137,691
2. Movement in provision for outstanding claims and benefits, net of reinsurance		152,457	98,381	121,616	289,049
2.1. Movement in provision for outstanding claims and benefits, gross		(108,968)	(88,471)	16,724	1,331,812
2.2. Reinsurers' share in the movement in the provision for outstanding claims and benefits		(261,425)	(186,852)	(104,892)	1,042,763
<b>V. Movement in other technical provisions, net of reinsurance</b>		-	-	-	-
1. Movement in other technical provisions, gross		-	-	-	-
2. Reinsurers' share in the movement in other technical provisions		-	-	-	-
<b>VI. Net bonuses and discounts with the movement in provisions</b>		<b>856</b>	<b>2,082</b>	<b>1,142</b>	<b>(1,263)</b>
<b>VII. Insurance activity expenses</b>		<b>1,064,165</b>	<b>2,093,606</b>	<b>1,010,221</b>	<b>1,986,710</b>
1. Acquisition expenses, including:	18	872,592	1,703,407	819,035	1,611,609
– movement in deferred acquisition costs		(15,087)	(188,509)	16,579	(193,776)
2. Administrative expenses	19	223,035	458,923	216,964	431,749
3. Reinsurance commissions and profit participation		31,462	68,724	25,778	56,648
<b>VIII. Other net technical charges</b>		<b>98,277</b>	<b>206,253</b>	<b>113,480</b>	<b>225,449</b>
<b>IX. Movement in loss ratio (risk) equalization provisions</b>		-	-	-	-
<b>X. Technical result of non-life insurance</b>		<b>254,285</b>	<b>629,709</b>	<b>390,227</b>	<b>657,962</b>

#### 4. Interim standalone general profit and loss account

General profit and loss account	Note	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
<b>I. Technical result of non-life insurance or life insurance</b>		<b>254,285</b>	<b>629,709</b>	<b>390,227</b>	<b>657,962</b>
<b>II. Investment income</b>		<b>3,371,616</b>	<b>3,626,356</b>	<b>1,336,148</b>	<b>1,529,771</b>
1. Investment income on real property		1,080	2,383	1,220	2,279
2. Investment income from related parties		3,131,019	3,138,527	994,322	999,504
2.1. On ownership interests or shares		3,121,588	3,121,588	988,780	988,780
2.2. On borrowings and debt securities		6,502	13,696	4,706	10,062
2.3. On other investments		2,929	3,243	836	662
3. Other financial investment income		216,417	416,605	187,611	361,213
3.1. On ownership interests, shares, other variable income securities, participation units and investment certificates in mutual funds		370	590	229	473
3.2. On debt securities and other fixed income securities		177,439	344,931	149,669	287,104
3.3. On term deposits with credit institutions		125	234	96	2,864
3.4. On other investments		38,483	70,850	37,617	70,772
4. Gain on revaluation of investments		-	-	-	-
5. Gain on realization of investments		23,100	68,841	152,995	166,775
<b>III. Unrealized investment gains</b>		<b>22,149</b>	<b>98,332</b>	<b>115,222</b>	<b>202,754</b>
<b>IV. Net investment income after including costs transferred from the technical life insurance account</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>V. Investment activity expenses</b>		<b>121,129</b>	<b>175,000</b>	<b>20,508</b>	<b>41,678</b>
1. Real property maintenance expenses		3,098	7,329	3,733	8,221
2. Other investment activity expenses		11,175	21,641	8,671	16,856
3. Loss on revaluation of investments		89,362	89,362	-	-
4. loss on realization of investments		17,494	56,668	8,104	16,601
<b>VI. Unrealized investment losses</b>		<b>20,085</b>	<b>74,429</b>	<b>156,980</b>	<b>215,847</b>
<b>VII. Net investment income after including costs transferred to the revenue account of non-life insurance</b>		<b>58,372</b>	<b>117,224</b>	<b>65,616</b>	<b>128,773</b>
<b>VIII. Other operating income</b>	20	<b>52,159</b>	<b>110,407</b>	<b>60,932</b>	<b>124,354</b>
<b>IX. Other operating expenses</b>	21	<b>151,115</b>	<b>309,648</b>	<b>164,239</b>	<b>336,492</b>
<b>X. Operating profit (loss)</b>		<b>3,349,508</b>	<b>3,788,503</b>	<b>1,495,186</b>	<b>1,792,051</b>
<b>XI. Extraordinary gains</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XII. Extraordinary losses</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XIII. Share of the net profit (loss) of related parties accounted for using the equity method</b>		<b>(41,952)</b>	<b>(79,771)</b>	<b>349,353</b>	<b>1,088,027</b>
<b>XIV. Profit (loss) before tax</b>		<b>3,307,556</b>	<b>3,708,732</b>	<b>1,844,539</b>	<b>2,880,078</b>
<b>XV. Income tax</b>		<b>73,751</b>	<b>174,399</b>	<b>119,003</b>	<b>192,583</b>
a) current part		98,548	(69,530)	136,372	(11,861)
b) deferred part		(24,797)	243,929	(17,369)	204,444
<b>XVI. Other compulsory reductions in profit (increases in losses)</b>		<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>XVII. Net profit (loss)</b>		<b>3,233,805</b>	<b>3,534,333</b>	<b>1,725,536</b>	<b>2,687,495</b>

	<b>April 1 – June 30, 2024</b>	<b>January 1 – June 30, 2024</b>	<b>April 1 – June 30, 2023</b>	<b>January 1 – June 30, 2023</b>
Net profit (loss) (annualized) <sup>1)</sup>	13,006,293	7,107,505	6,921,106	5,419,534
Weighted average number of common shares	863,523,000	863,523,000	863,523,000	863,523,000
Profit (loss) per common share (in PLN)	3.74	4.09	2.00	3.11
Weighted average diluted number of common shares	863,523,000	863,523,000	863,523,000	863,523,000
Diluted profit (loss) per common share (in PLN)	3.74	4.09	2.00	3.11

<sup>1)</sup> Calculation based on the performance in the reporting period and number of calendar days in the period.

## 5. Interim standalone statement of changes in equity

Statement of changes in equity	January 1 – June 30, 2024	January 1 – December 31, 2023	January 1 – June 30, 2023
<b>I. Equity at the beginning of the period (opening balance)</b>	<b>20,884,235</b>	<b>15,824,143</b>	<b>15,824,143</b>
a) changes in the accepted accounting policies	-	-	-
<b>I.a. Equity at the beginning of the period (opening balance), after adjustments to ensure comparability</b>	<b>20,884,235</b>	<b>15,824,143</b>	<b>15,824,143</b>
<b>1. Share capital at the beginning of the period</b>	<b>86,352</b>	<b>86,352</b>	<b>86,352</b>
<b>1.1. Change in share capital</b>	-	-	-
a) increases	-	-	-
b) reductions	-	-	-
<b>1.2. Share capital at the end of the period</b>	<b>86,352</b>	<b>86,352</b>	<b>86,352</b>
<b>2. Supplementary capital at the beginning of the period</b>	<b>7,252,581</b>	<b>7,694,696</b>	<b>7,694,696</b>
<b>2.1. Change in supplementary capital</b>	<b>226,882</b>	<b>(442,115)</b>	<b>(442,276)</b>
a) increases (by virtue of):			
- distribution of profit (above the statutory minimum)	1,080,494	853,880	853,719
- from revaluation reserve – by disposal of fixed assets	1,080,493	853,612	853,612
b) reductions <sup>1)</sup>	853,612	1,295,995	1,295,995
<b>2.2. Supplementary capital at the end of the period</b>	<b>7,479,463</b>	<b>7,252,581</b>	<b>7,252,420</b>
<b>3. Revaluation reserve at the beginning of the period</b>	<b>9,562,115</b>	<b>6,406,321</b>	<b>6,406,321</b>
- changes in the accepted accounting principles (policy)	-	-	-
<b>3.a. Revaluation reserve at the beginning of the period, after adjustments to ensure comparability</b>	<b>9,562,115</b>	<b>6,406,321</b>	<b>6,406,321</b>
<b>3.1. Change in the revaluation reserve</b>	<b>(991,484)</b>	<b>3,155,794</b>	<b>809,986</b>
a) increases (by virtue of):			
- valuation measurement of investments in subordinate entities	522,244	3,381,366	1,100,753
- valuation measurement of financial instruments qualified to the portfolio of available-for-sale financial assets	238,602	2,159,850	428,448
- valuation measurement of financial instruments qualified to the portfolio of available-for-sale financial assets	273,736	1,079,797	553,263
- valuation measurement of financial instruments held for hedge accounting purposes	4,862	102,630	99,520
- disposal of available-for-sale financial instruments	5,044	39,089	19,522
b) reductions (by virtue of):			
- valuation measurement of investments in subordinate entities	1,513,728	225,572	290,767
- valuation measurement of financial instruments qualified to the portfolio of available-for-sale financial assets	1,376,303	837	138,140
- valuation measurement of financial instruments qualified to the portfolio of available-for-sale financial assets	121,113	117,900	104,596
- valuation measurement of financial instruments held for hedge accounting purposes	-	-	-
- disposal of available-for-sale financial instruments	16,311	106,567	47,924
- sale of fixed assets	1	268	107
<b>3.2. Revaluation reserve at the end of the period</b>	<b>8,570,631</b>	<b>9,562,115</b>	<b>7,216,307</b>
<b>4. Other reserve capital at the beginning of the period</b>	-	-	-
<b>4.1. Change in other reserve capital</b>	-	-	-
a) increases	-	-	-
b) reductions	-	-	-
<b>4.2. Other reserve capital at the end of the period</b>	-	-	-
<b>5. Retained earnings (losses) at the beginning of the period</b>	<b>3,983,187</b>	<b>1,636,774</b>	<b>1,636,774</b>
<b>5.1. Retained earnings at the beginning of the period</b>	<b>3,983,187</b>	<b>1,636,774</b>	<b>1,636,774</b>
a) changes in the accepted accounting policies	-	-	-
<b>5.2. Retained earnings at the beginning of the period, after adjustments to ensure comparability</b>	<b>3,983,187</b>	<b>1,636,774</b>	<b>1,636,774</b>
a) increases <sup>1)</sup>	853,612	1,295,995	1,295,995
b) reductions (by virtue of):			
- transfers to supplementary capital	4,836,799	2,932,769	2,932,769
- disbursement of dividends	1,080,493	853,612	853,612
	3,747,690	2,072,456	2,072,456

Statement of changes in equity	January 1 – June 30, 2024	January 1 – December 31, 2023	January 1 – June 30, 2023
- transfers/charges to the Company Social Benefit Fund	8,616	6,701	6,701
<b>5.3. Retained earnings at the end of the period</b>	-	-	-
<b>5.4. Retained losses at the beginning of the period</b>	-	-	-
a) changes in the accepted accounting policies	-	-	-
b) corrections of errors	-	-	-
<b>5.5. Retained losses at the beginning of the period, after adjustments to ensure comparability</b>	-	-	-
a) increases	-	-	-
b) reductions	-	-	-
<b>5.6. Retained losses at the end of the period</b>	-	-	-
<b>5.7. Retained earnings (losses) at the end of the period</b>	-	-	-
<b>6. Net result</b>	<b>3,534,333</b>	<b>3,983,187</b>	<b>2,687,495</b>
a) net profit	3,534,333	3,983,187	2,687,495
b) net loss	-	-	-
c) charges to profit	-	-	-
<b>II. Equity at the end of the period (closing balance)</b>	<b>19,670,779</b>	<b>20,884,235</b>	<b>17,242,574</b>
<b>III. Equity after proposed profit distribution (loss coverage)</b>	<b>19,670,779</b>	<b>20,884,235</b>	<b>17,242,574</b>

<sup>1)</sup> The movement concerns the allocation of a part of the supplementary capital created from profit brought forward for distribution for the given year.

## 6. Interim standalone cash flow statement

Cash flow statement	January 1 – June 30, 2024	January 1 – December 31, 2023	January 1 – June 30, 2023
<b>A. Cash flows from operating activities</b>			
<b>I. Proceeds</b>	<b>10,372,106</b>	<b>17,605,883</b>	<b>8,613,490</b>
<b>1. Proceeds on direct activity and inward reinsurance</b>	<b>9,352,662</b>	<b>16,623,503</b>	<b>8,112,823</b>
1.1. Proceeds on gross premiums	9,231,084	16,293,702	7,935,391
1.2. Proceeds on subrogation, salvage and claim refunds	89,659	244,336	148,356
1.3. Other proceeds on direct activity	31,919	85,465	29,076
<b>2. Proceeds from outward reinsurance</b>	<b>533,704</b>	<b>383,485</b>	<b>192,841</b>
2.1. Payments received from reinsurers for their share of claims paid	450,357	199,111	101,863
2.2. Proceeds on reinsurance commissions and profit participation	82,761	183,607	90,917
2.3. Other proceeds from outward reinsurance	586	767	61
<b>3. Proceeds from other operating activity</b>	<b>485,740</b>	<b>598,895</b>	<b>307,826</b>
3.1. Proceeds for acting as an emergency adjuster	245,206	294,506	151,824
3.2. Disposal of intangible assets and property, plant and equipment other than investments	179	1,914	444
3.3. Other proceeds	240,355	302,475	155,558
<b>II. Expenditures</b>	<b>9,419,767</b>	<b>15,896,795</b>	<b>7,601,676</b>
<b>1. Expenditures on direct activity and inward reinsurance</b>	<b>7,640,655</b>	<b>13,065,205</b>	<b>6,329,263</b>
1.1. Gross premium refunds	174,036	784,822	217,202
1.2. Gross claims and benefits paid	4,672,374	7,371,848	3,607,832
1.3. Acquisition expenditures	1,363,297	2,380,209	1,184,114
1.4. Administrative expenditures	1,015,908	1,798,046	920,337
1.5. Expenditures for claims handling and pursuit of subrogation	147,782	287,861	144,008
1.6. Commissions paid and profit-sharing on inward reinsurance	131,144	238,418	146,391
1.7. Other expenditures on direct activity and inward reinsurance	136,114	204,001	109,379
<b>2. Expenditures on outward reinsurance</b>	<b>999,050</b>	<b>1,332,674</b>	<b>651,838</b>
2.1. Premiums paid for reinsurance	983,842	1,300,524	634,088
2.2. Other expenditures on outward reinsurance	15,208	32,150	17,750
<b>3. Expenditures on other operating activity</b>	<b>780,062</b>	<b>1,498,916</b>	<b>620,575</b>
3.1. Expenditures for acting as an emergency adjuster	170,041	137,743	62,377
3.2. Purchase of intangible assets and property, plant and equipment other than investments	64,015	110,303	54,006
3.3. Other operating expenditures	546,006	1,250,870	504,192
<b>III. Net cash flows from operating activities (I-II)</b>	<b>952,339</b>	<b>1,709,088</b>	<b>1,011,814</b>
<b>B. Cash flow on investing activity</b>			
<b>I. Proceeds</b>	<b>78,495,265</b>	<b>186,370,061</b>	<b>85,879,958</b>
1. Sale of real property	-	1,494	1,494
2. Sale of ownership interests and shares in related parties	-	-	-
3. Sale of ownership interests and shares in other entities and participation units and investment certificates in mutual funds	170,332	831,090	335,344
4. Realization of debt securities issued by related parties and amortization of the loans granted to these parties	-	-	-
5. Realization of debt securities issued by other entities	1,292,612	1,656,740	360,430
6. Liquidation of term deposits with credit institutions	18,461,371	28,092,714	12,828,490
7. Realization of other investments	56,820,574	153,781,293	71,918,263
8. Proceeds from real property	375	728	406
9. Interest received	390,204	701,080	342,976
10. Dividends received	1,357,672	1,302,972	91,200
11. Other investment proceeds	2,125	1,950	1,355
<b>II. Expenditures</b>	<b>79,270,785</b>	<b>185,776,109</b>	<b>86,701,455</b>
1. Purchase of real property	-	43	16
2. Purchase of ownership interests and shares in related parties	59,737	26,789	4,400

<b>Cash flow statement</b>	<b>January 1 – June 30, 2024</b>	<b>January 1 – December 31, 2023</b>	<b>January 1 – June 30, 2023</b>
3. Purchase of ownership interests and shares in other entities and participation units and investment certificates in mutual funds	48,554	207,036	45,592
4. Purchase of debt securities issued by related parties and extension of loans to these parties	28,115	-	-
5. Purchase of debt securities issued by other entities	3,248,873	3,541,271	1,448,745
6. Purchase of term deposits with credit institutions	18,665,217	28,185,709	12,816,087
7. Purchase of other investments	57,198,696	153,782,571	72,370,540
8. Expenditures to maintain real property	5,720	10,491	5,723
9. Other expenditures for investments	15,873	22,199	10,352
<b>III. Net cash flows from investing activities (I-II)</b>	<b>(775,520)</b>	<b>593,952</b>	<b>(821,497)</b>
<b>C. Cash flows from financing activities</b>			
<b>I. Proceeds</b>	<b>260,209</b>	<b>200,891</b>	<b>108,105</b>
1. Net proceeds from issuing shares and additional capital contributions	-	-	-
2. Loans, borrowings and issues of debt securities	260,209	200,891	108,105
3. Other financial proceeds	-	-	-
<b>II. Expenditures</b>	<b>356,029</b>	<b>2,474,660</b>	<b>211,261</b>
1. Dividends	-	2,072,456 <sup>1)</sup>	1
2. Other expenditures for distribution of profits besides disbursement of dividends	-	-	-
3. Purchase of treasury shares	-	-	-
4. Amortization of loans and borrowings and redemption of own debt securities	260,299	200,997	108,125
5. Interest on loans and borrowings and issued debt securities	95,730	201,207	103,135
6. Other financial expenditures	-	-	-
<b>III. Net cash flows from financing activities (I-II)</b>	<b>(95,820)</b>	<b>(2,273,769)</b>	<b>(103,156)</b>
<b>D. Total net cash flows (A.III+/-B.III+/-C.III)</b>	<b>80,999</b>	<b>29,271</b>	<b>87,161</b>
<b>E. Balance sheet change in cash, including:</b>	<b>80,079</b>	<b>29,337</b>	<b>89,380</b>
– movement in cash due to foreign exchange differences	(920)	66	2,219
<b>F. Cash at the beginning of the period</b>	<b>160,057</b>	<b>130,720</b>	<b>130,720</b>
<b>G. Cash at the end of the period (F+/-E), including:</b>	<b>240,136</b>	<b>160,057</b>	<b>220,100</b>
– restricted cash	62,608	20,398	64,624

<sup>1)</sup> The payment concerns the distribution of the net profit for 2022

## Additional information and explanations

### 1. Intangible assets

<b>Intangible assets</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) costs of completed development work	-	-
b) goodwill	-	-
c) acquired concessions, patents, licenses and similar values including:	249,879	252,761
– software	242,234	247,040
d) other intangible assets	-	-
e) advances for intangible assets	64,020	60,785
<b>Intangible assets, total</b>	<b>313,899</b>	<b>313,546</b>

### 2. Investments

#### 2.1 Investments in real properties

<b>Investments in real properties</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) own land	19,184	19,184
b) the right of perpetual usufruct of land	-	-
c) buildings and structures	252,477	257,491
d) cooperative ownership right to the premises	1,921	1,976
e) fixed assets under construction	360	1,090
f) advances for fixed assets under construction	-	-
<b>Investments in real property, total</b>	<b>273,942</b>	<b>279,741</b>

#### 2.2 Investments in subordinate entities

<b>Investments in related parties</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) shares in subsidiaries	16,337,648	17,569,516
b) shares in joint ventures	-	-
c) shares in related parties	8,706	7,971
d) loans granted to subsidiaries	316,930	304,238
e) loans granted to joint ventures	-	-
f) loans granted to related parties	-	-
g) debt securities of subsidiaries	-	-
h) debt securities of joint ventures	-	-
i) debt securities of related parties	-	-
j) other investments (by type), including:	453,416	245,554
– term deposits	453,416	245,554
<b>Investments in subordinate entities, total</b>	<b>17,116,700</b>	<b>18,127,279</b>

<b>Investments in subordinate entities – carrying amount</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
– Bank Pekao	849,480	882,362
– Lietuvos Draudimas AB	200,070	220,596
- Link4	-	83,632
– AAS Balta	31,566	35,005
- Ruch	-	-
<b>Investments in subordinate entities – total goodwill</b>	<b>1,081,116</b>	<b>1,221,595</b>

Based on an analysis of the grounds for goodwill impairment, PZU carried out a test for Link4 as at June 30, 2024. As a result, PZU recognized a Link4 goodwill impairment loss at PLN 76,252 thousand.

### 2.3 Other financial investments

<b>Other financial investments</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) shares, stocks and other variable income debt securities	277	141,828
b) participation units and investment certificates of mutual funds	10,429,654	10,104,331
c) debt securities and other fixed-income securities	17,405,304	15,641,489
d) participations in joint ventures of investment	-	-
e) mortgage-backed loans, including:	-	-
– additionally secured by policies	-	-
f) other loans, including:	2,696,313	2,154,046
– for insured whose main coverage is a policy	-	-
– for insured, uninsured by policies	-	-
g) term deposits with credit institutions	9,316	13,439
h) other investments	22,545	166,026
<b>Other financial investments, total</b>	<b>30,563,409</b>	<b>28,221,159</b>

<b>Other financial investments in financial instruments</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) issued by the State Treasury or international organizations of which Poland is a member	9,071,953	8,025,099
b) guaranteed by the State Treasury or international organizations of which Poland is a member	5,796,966	4,968,729
c) issued by the National Bank of Poland	-	-
d) guaranteed by the National Bank of Poland	-	-
e) issued by a local government or an association of these units or the capital city of Warsaw	-	-
f) guaranteed by a local government or an association of these units or the capital city of Warsaw	-	-
g) other	15,694,490	15,227,331
<b>Other financial investments in financial instruments, total</b>	<b>30,563,409</b>	<b>28,221,159</b>

<b>Other financial investments by portfolio qualification</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) financial assets held for trading	345,836	1,240,951
b) loans granted and own receivables	2,935,308	2,397,502
c) financial assets held to maturity	7,371,744	7,718,368
d) available-for-sale financial assets	19,910,521	16,864,338
<b>Other financial investments, total</b>	<b>30,563,409</b>	<b>28,221,159</b>

## 2.4 Other information on investments

### 2.4.1. Changes in the method of measurement of fair value of financial instruments measured at fair value

During 6 months ended June 30, 2024 PZU made no changes in the method of measurement of fair value of financial instruments measured at fair value.

### 2.4.2. Reclassification of financial assets as a result of changes in the purpose or use of those assets

During 6 months ended June 30, 2024 PZU reclassified financial assets was not changed as a result of changes in the purpose or use of those assets..

## 3. Receivables

### 3.1 Receivables on direct insurance

<b>Receivables on direct insurance</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) receivables from policyholders	1,870,147	2,387,386
b) receivables from insurance intermediaries	90,615	96,501
c) other receivables	93,033	6,295
<b>Receivables on direct insurance (net), total</b>	<b>2,053,795</b>	<b>2,490,182</b>
d) impairment losses	678,884	635,214
<b>Receivables on direct insurance (gross), total</b>	<b>2,732,679</b>	<b>3,125,396</b>

### 3.2 Reinsurance receivables

<b>Reinsurance receivables</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) current receivables in inwards reinsurance	190,515	220,525
b) current receivables in outwards reinsurance	29,532	15,789
c) current receivables from retro-assignees	23,464	37,239
d) time-settled reinsurance commission receivables	-	-
e) receivables from reinsurers' share of losses paid out	-	-
<b>Receivables on reinsurance (net), total</b>	<b>243,511</b>	<b>273,553</b>
f) impairment losses	-	-
<b>Receivables on reinsurance (gross), total</b>	<b>243,511</b>	<b>273,553</b>

### 3.3 Other receivables

Other receivables	June 30, 2024	December 31, 2023
a) receivables from the state budget	46,186	13,937
b) settlements under guarantees and letters of credit	-	-
c) other receivables, including:	2,012,427	176,063
- receivables from dividends from subordinated entities	1,763,916	-
- FFO settlements	62,718	62,052
receivables from unsettled placement transactions and security deposits	52,832	23,662
- receivables under the reimbursement for the corporate income tax advances from the PZU Tax Group	48,015	1,397
- receivables for acting as an emergency adjuster	27,609	16,392
- prevention settlements	18,971	34,510
- retained guarantee deposits	15,696	16,082
- receivables from direct claims handling on behalf of other insurance undertakings	5,537	6,538
- prepayments to suppliers	3,533	3,055
- bailiffs' seizures	1,481	1,097
- receivables from shortages and damages	1,405	714
<b>Total other receivables (net)</b>	<b>2,058,613</b>	<b>190,000</b>
d) impairment losses	19,262	19,862
<b>Total other receivables (gross)</b>	<b>2,077,875</b>	<b>209,862</b>

## 4. Other assets

### 4.1 Property, plant and equipment

Property, plant and equipment	June 30, 2024	December 31, 2023
a) plant and machinery	49,386	46,127
b) means of transport	61,954	59,806
c) other fixed assets	8,911	9,195
d) fixed assets under construction	462	18,150
e) advances for fixed assets under construction	-	-
f) provisions	-	-
g) recoveries after damage	180	26
<b>Property, plant and equipment, total</b>	<b>120,893</b>	<b>133,304</b>

### 4.2 Cash

Cash	June 30, 2024	December 31, 2023
a) cash at bank and in hand	240,136	155,709
b) other cash	-	4,348
<b>Total cash</b>	<b>240,136</b>	<b>160,057</b>

### 4.3 Other prepayments and accruals

Other prepayments and accruals	June 30, 2024	December 31, 2023
a) reinsurance prepayments and accruals	1,112,076	737,412
b) prepayments and accruals due to direct claims handling	50,237	46,277
c) deferred IT expenses	53,421	53,368
d) other	64,842	45,068
<b>Other prepayments and accruals, total</b>	<b>1,280,576</b>	<b>882,125</b>

Prepayments and accruals also include the reinsurers' share in damages paid, calculated based on the applicable passive reinsurance agreements; reinsurance commissions; profit share calculated; and most of all assignor premiums.

## 5. Share capital

As at June 30, 2024 and December 31, 2023

Series/issue	Nominal value of one share	Type of shares	Type of share preference	Type of limitation on rights to shares	Number of shares	Value of series/issue at nominal value (PLN)	Capital coverage	Date of registration	Right to dividends (as of)
A	PLN 0.1	bearer	none	none	604,463,200	60,446,320	cash	January 23, 1997	December 27, 1991
B	PLN 0.1	bearer	none	none	259,059,800	25,905,980	in-kind	March 31, 1999	January 1, 1999
<b>Total</b>					<b>863,523,000</b>	<b>86,352,300</b>			

## 6. Subordinated liabilities

On June 30, 2017, PZU issued subordinated bonds with the total nominal value of PLN 2,250,000 thousand. The redemption date is July 29, 2027. The issued bonds have the following parameters:

Parameter	Value
Total nominal value of the bonds	PLN 2,250,000 thousand
Nominal value and issue price per one bond	PLN 100,000
Interest rate	WIBOR 6M + 1.80% margin
Interest payment dates	January 29 and July 29 of each year, beginning on January 29, 2018 and ending on July 29, 2027
Collateral	None

The bonds are not in the form of documents and are registered in the securities depository maintained by Krajowy Depozyt Papierów Wartościowych SA [National Depository for Securities] and listed in alternative trading systems run by BondSpot SA and the Warsaw Stock Exchange. The carrying amount of subordinated bonds as at June 30, 2024 was PLN 2,319,670 thousand, and their fair value was PLN 2,357,424 thousand. As at December 31, 2023, these amounts were PLN 2,327,793 thousand and PLN 2,373,380 thousand, respectively.

## 7. Technical provisions

Net technical provisions	June 30, 2024	December 31, 2023
a) provision for premiums	9,250,649	8,178,063
– gross provisions	10,723,037	9,898,641
– reinsurers' share	1,472,388	1,720,578
b) provision for unexpired risk:	22,925	4,449
– gross provisions	22,925	4,449
– reinsurers' share	-	-
c) life insurance provision	-	-
– gross provisions	-	-
– reinsurers' share	-	-
d) provision for outstanding claims and benefits:	16,377,757	16,292,689
– gross provisions	19,386,927	19,488,675
– reinsurers' share	3,009,170	3,195,986
e) provisions for bonuses and discounts for the insured:	7,188	5,841
– gross provisions	13,614	9,478
– reinsurers' share	6,426	3,637
f) provisions for (risk) equalization	665,480	665,480
g) provisions for reimbursement of contributions to members	-	-
h) other technical provisions referred to in the articles:	-	-
– gross provisions	-	-
– reinsurers' share	-	-
i) provisions for life insurance if the deposit (investment) risk is borne by the policyholder:	-	-
– gross provisions	-	-
– reinsurers' share	-	-
<b>Total net technical provisions</b>	<b>26,323,999</b>	<b>25,146,522</b>
– gross provisions	30,811,983	30,066,723
– reinsurers' share	4,487,984	4,920,201

## 8. Provisions for pension benefits and other compulsory employee benefits

Provisions for pension benefits and other compulsory employee benefits	June 30, 2024	December 31, 2023
a) provisions for pension benefits	11,735	11,528
b) other obligatory employee benefits (per title):	52,754	38,311
– provisions for vacations	41,932	27,854
– provision for post-mortem benefits	10,822	10,457
<b>Total provisions for pension benefits and other compulsory employee benefits</b>	<b>64,489</b>	<b>49,839</b>

## 8.1 Movement in provisions for pension benefits and other compulsory employee benefits

<b>Movement in provisions for pension benefits and other compulsory employee benefits</b>	<b>January 1 – June 30, 2024</b>	<b>January 1 – June 30, 2023</b>
<b>a) reserves at the beginning of the period (per title)</b>	<b>49,839</b>	<b>43,513</b>
- provisions for pension benefits	11,528	8,937
- provisions for vacations	27,854	26,158
- provision for post-mortem benefits	10,457	8,418
<b>b) increases (by virtue of)</b>	<b>16,262</b>	<b>16,068</b>
- provisions for pension benefits	492	443
- provisions for vacations	15,143	15,067
- provision for post-mortem benefits	627	558
<b>c) utilization (by virtue of)</b>	<b>1,612</b>	<b>1,024</b>
- provisions for pension benefits	285	481
- provisions for vacations	1,065	506
- provision for post-mortem benefits	262	37
<b>d) reversal (by virtue of)</b>	<b>-</b>	<b>-</b>
- provisions for pension benefits	-	-
- provisions for vacations	-	-
- provision for post-mortem benefits	-	-
<b>e) provision at the end of the reporting period (per title)</b>	<b>64,489</b>	<b>58,557</b>
- provisions for pension benefits	11,735	8,899
- provisions for vacations	41,932	40,719
- provision for post-mortem benefits	10,822	8,939

## 9. Other provisions

<b>Other provisions</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) provisions for reinsurance settlements	2,724	4,078
b) provision for restructuring costs	6,071	6,071
c) provision for other administrative procedures	1,756	608
d) other provisions	10,509	9,816
<b>Total other provisions</b>	<b>21,060</b>	<b>20,573</b>

## 9.1 Movement in other provisions

Movement in other provisions	January 1 – June 30, 2024	January 1 – June 30, 2023
<b>a) at the end of the reporting period (per title)</b>	<b>20,573</b>	<b>17,071</b>
- provision for restructuring costs	6,071	6,071
- provisions for reinsurance settlements	4,078	2,804
- other provisions	10,424	8,196
b) increases (by virtue of)	2,915	5,945
- provision for restructuring costs	-	-
- provisions for reinsurance settlements	353	2,533
- other provisions	2,562	3,412
c) utilization (by virtue of)	487	75
- provision for restructuring costs	-	-
- provisions for reinsurance settlements	-	-
- other provisions	487	75
d) reversal (by virtue of)	1,941	1,894
- provision for restructuring costs	-	-
- provisions for reinsurance settlements	1,707	411
- other provisions	234	1,483
<b>e) at the end of the reporting period (per title)</b>	<b>21,060</b>	<b>21,047</b>
- provision for restructuring costs	6,071	6,071
- provisions for reinsurance settlements	2,724	4,926
- other provisions	12,265	10,050

## 10. Deferred tax liabilities

Deferred tax liabilities	June 30, 2024	December 31, 2023
a) through profit or loss	242,026	(1,903)
b) through equity	783,724	749,358
c) through goodwill or negative goodwill	-	-
<b>Total provision for deferred tax liability</b>	<b>1,025,750</b>	<b>747,455</b>

## 11. Liabilities

### 11.1 Liabilities on direct insurance

Liabilities on direct insurance	June 30, 2024	December 31, 2023
a) liabilities to policyholders	92,634	89,933
b) liabilities to insurance intermediaries	214,540	206,019
c) other liabilities on account of insurance	181,436	160,444
<b>Total liabilities on direct insurance</b>	<b>488,610</b>	<b>456,396</b>

## 11.2 Reinsurance liabilities

<b>Total reinsurance liabilities</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) current accounts in inward reinsurance	20,691	117,257
b) current accounts in outward reinsurance	469,507	76,422
c) liabilities on account of retrocession	208,094	141,543
d) liabilities on reinsurance premiums calculated over time	-	-
<b>Total reinsurance liabilities</b>	<b>698,292</b>	<b>335,222</b>

## 11.3 Other liabilities

<b>Other liabilities</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
<b>a) liabilities to the state budget, including:</b>	<b>129,809</b>	<b>151,375</b>
- CIT	94,896	113,067
- tax liabilities, referred to in the Act of January 15, 2016 on the Levy on Certain Financial Institutions ("Levy on Certain Financial Institutions")	20,351	19,342
- personal income tax (PIT)	7,891	12,262
- VAT	6,552	6,427
- other	119	278
<b>b) other liabilities, including:</b>	<b>4,051,855</b>	<b>484,001</b>
- settlements with shareholders on the dividend	3,750,357	2,667
- valuation of derivatives	69,820	32,848
- retained guarantee deposits	50,778	44,885
- estimated non-insurance liabilities	37,401	79,549
- settlements of direct claims handling	34,321	33,897
- liabilities on the settlements of the Tax Group	30,776	44,150
- ZUS premiums and benefits	24,091	19,913
- liabilities on outstanding investment transactions and collateral margins	15,741	155,342
- liabilities on account of donations	6,649	9,980
- liabilities on the construction of the Central Register of Vehicles and Drivers (CEPiK)	2,939	3,607
- liabilities to the Insurance Guarantee Fund	-	14,511
- other	28,982	42,652
<b>Other liabilities, total</b>	<b>4,181,664</b>	<b>635,376</b>

## 12. Special-purpose funds

<b>Special-purpose funds</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
a) Prevention fund	46,603	37,224
b) Company Social Benefit Fund	90,131	72,711
<b>Total special-purpose funds</b>	<b>136,734</b>	<b>109,935</b>

## 13. Prepayments

<b>Prepayments and accruals</b>	<b>June 30, 2024</b>	<b>December 31, 2023</b>
<b>a) accrued expenses, including:</b>	<b>1,239,931</b>	<b>2,092,328</b>
– long-term	42,557	24,667
– short-term (per title):	1,197,374	2,067,661
– reinsurers' share in premium calculated and calculated shares in assignor losses together with reinsurance commissions payable to assignors and profit shares	586,424	1,410,674
– accrued expenses of direct insurance commissions	384,596	367,676
– accrued payroll expenses	104,507	101,596
– accrued awards for employees	6,665	61,210
– other accruals	115,182	126,505
<b>b) negative goodwill</b>	-	-
<b>c) prepayments, including:</b>	276,765	272,345
– deferred reinsurance commissions	274,433	270,632
– investment returns	2,332	1,713
– perpetual usufruct of land received free of charge	-	-
– other	-	-
<b>Total prepayments</b>	<b>1,516,696</b>	<b>2,364,673</b>

## 14. Movements in impairment losses

Asset item	Impairment losses as at January 1, 2024, including through:		Recognition, including through:		Derecognition, including through:		Utilization, including through:		Impairment losses as at June 30, 2024, including through:	
	financial result	equity	financial result	equity	financial result	equity	financial result	equity	financial result	equity
<b>I. Intangible assets</b>	2,771	-	-	-	-	-	-	-	2,771	-
<b>II. Investments</b>	948,366	2,400	89,362	-	(5)	-	-	-	1,037,723	2,400
1. Real property	128,652	2,400	-	-	(5)	-	-	-	128,647	2,400
2. Investments in related parties	800,886	-	76,252	-	-	-	-	-	877,138	-
3. Other financial investments	18,828	-	13,110	-	-	-	-	-	31,938	-
a) shares, stocks and other variable income debt securities	18,803	-	-	-	-	-	-	-	18,803	-
b) participation units and investment certificates of mutual funds	25	-	-	-	-	-	-	-	25	-
c) debt securities and other fixed-income securities	-	-	-	-	-	-	-	-	-	-
d) participations in joint ventures of investment	-	-	-	-	-	-	-	-	-	-
e) mortgage-backed loans	-	-	-	-	-	-	-	-	-	-
f) other loans	-	-	13,110	-	-	-	-	-	13,110	-
g) term deposits with credit institutions	-	-	-	-	-	-	-	-	-	-
h) other investments (by type)	-	-	-	-	-	-	-	-	-	-
4. Deposits with ceding enterprises	-	-	-	-	-	-	-	-	-	-
<b>III. Net assets of a life insurance company if the investment risk is borne by the policyholder</b>	-	-	-	-	-	-	-	-	-	-
<b>IV. Receivables</b>	655,076	-	51,395	-	(6,925)	-	(1,400)	-	698,146	-
1. Receivables on direct insurance	635,214	-	50,282	-	(6,612)	-	-	-	678,884	-
2. Reinsurance receivables	-	-	-	-	-	-	-	-	-	-
3. Other receivables	19,862	-	1,113	-	(313)	-	(1,400)	-	19,262	-
3.1. Receivables from the state budget	-	-	-	-	-	-	-	-	-	-
3.2. Other receivables	19,862	-	1,113	-	(313)	-	(1,400)	-	19,262	-
<b>V. Other assets</b>	-	-	-	-	-	-	-	-	-	-
1. Property, plant and equipment	-	-	-	-	-	-	-	-	-	-
2. Other assets	-	-	-	-	-	-	-	-	-	-
<b>VI. Prepayments and accruals</b>	44	-	29	-	(44)	-	-	-	29	-
1. Deferred tax assets	-	-	-	-	-	-	-	-	-	-
2. Deferred acquisition costs	-	-	-	-	-	-	-	-	-	-
3. Accrued interest and rents	-	-	-	-	-	-	-	-	-	-
4. Other prepayments and accruals	44	-	29	-	(44)	-	-	-	29	-

Asset item	Impairment losses as at January 1, 2023, including through:		Recognition, including through:		Derecognition, including through:		Utilization, including through:		Impairment losses as at June 30, 2023, including through:	
	financial result	equity	financial result	equity	financial result	equity	financial result	equity	financial result	equity
<b>I. Intangible assets</b>	2,771	-	-	-	-	-	-	-	2,771	-
<b>II. Investments</b>	956,315	2,349	-	51	-	-	(144)	-	956,171	2,400
1. Real property	136,601	2,349	-	51	-	-	(144)	-	136,457	2,400
2. Investments in related parties	800,886	-	-	-	-	-	-	-	800,886	-
3. Other financial investments	18,828	-	-	-	-	-	-	-	18,828	-
a) shares, stocks and other variable income debt securities	18,803	-	-	-	-	-	-	-	18,803	-
b) participation units and investment certificates of mutual funds	25	-	-	-	-	-	-	-	25	-
c) debt securities and other fixed-income securities	-	-	-	-	-	-	-	-	-	-
d) participations in joint ventures of investment	-	-	-	-	-	-	-	-	-	-
e) mortgage-backed loans	-	-	-	-	-	-	-	-	-	-
f) other loans	-	-	-	-	-	-	-	-	-	-
g) term deposits with credit institutions	-	-	-	-	-	-	-	-	-	-
h) other investments (by type)	-	-	-	-	-	-	-	-	-	-
4. Deposits with ceding enterprises	-	-	-	-	-	-	-	-	-	-
<b>III. Net assets of a life insurance company if the investment risk is borne by the policyholder</b>	-	-	-	-	-	-	-	-	-	-
<b>IV. Receivables</b>	640,207	-	63,919	-	(25,806)	-	(8,882)	-	669,438	-
1. Receivables on direct insurance	607,559	-	49,222	-	(8,694)	-	-	-	648,087	-
2. Reinsurance receivables	186	-	195	-	-	-	-	-	381	-
3. Other receivables	32,462	-	14,502	-	(17,112)	-	(8,882)	-	20,970	-
3.1. Receivables from the state budget	-	-	-	-	-	-	-	-	-	-
3.2. Other receivables	32,462	-	14,502	-	(17,112)	-	(8,882)	-	20,970	-
<b>V. Other assets</b>	-	-	-	-	-	-	-	-	-	-
1. Property, plant and equipment	-	-	-	-	-	-	-	-	-	-
2. Other assets	-	-	-	-	-	-	-	-	-	-
<b>VI. Prepayments and accruals</b>	65	-	27	-	(9)	-	-	-	83	-
1. Deferred tax assets	-	-	-	-	-	-	-	-	-	-
2. Deferred acquisition costs	-	-	-	-	-	-	-	-	-	-
3. Accrued interest and rents	-	-	-	-	-	-	-	-	-	-
4. Other prepayments and accruals	65	-	27	-	(9)	-	-	-	83	-

## 15. Premiums in property and personal insurance

### 15.1 Gross written premiums in property and personal insurance

Gross written premium	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) in direct insurance	3,861,469	7,781,265	3,457,015	7,058,998
b) in indirect insurance	239,662	1,223,628	86,335	927,203
<b>Total gross written premiums</b>	<b>4,101,131</b>	<b>9,004,893</b>	<b>3,543,350</b>	<b>7,986,201</b>

Gross written premiums in direct insurance	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) accident and sickness insurance (group 1 and 2)	160,625	306,820	134,967	271,282
b) motor third party liability insurance (group 10)	1,163,020	2,284,804	1,082,739	2,162,637
c) other motor insurance (group 3)	1,159,399	2,310,869	1,031,111	2,092,023
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	36,361	122,564	48,013	86,926
e) insurance against fire and other property damage (groups 8 and 9)	828,281	1,695,840	721,316	1,541,691
f) TPL insurance (groups 11, 12, 13)	244,363	545,589	223,497	480,808
g) credit and suretyship (groups 14, 15)	20,615	37,670	19,606	36,988
h) assistance (group 18)	196,864	385,166	146,377	288,108
i) legal protection (group 17)	4,355	8,907	3,742	7,843
j) other (group 16)	47,586	83,036	45,647	90,692
<b>Total gross premiums in direct insurance (per accounting classes)</b>	<b>3,861,469</b>	<b>7,781,265</b>	<b>3,457,015</b>	<b>7,058,998</b>

Gross written premiums in indirect insurance	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) accident and sickness insurance (group 1 and 2)	1,066	1,066	1,072	1,080
b) motor third party liability insurance (group 10)	(7,593)	731,839	(3,215)	733,841
c) other motor insurance (group 3)	(65)	41,264	(249)	42,857
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	9,700	16,244	8,992	11,716
e) insurance against fire and other property damage (groups 8 and 9)	190,567	351,894	58,208	102,480
f) TPL insurance (groups 11, 12, 13)	33,445	43,825	16,667	23,302
g) credit and suretyship (groups 14, 15)	(45)	966	(64)	923
h) assistance (group 18)	(1)	(1)	(3)	(2)
i) legal protection (group 17)	-	-	-	-
j) other (group 16)	12,588	36,531	4,927	11,006
<b>Total gross premiums in indirect insurance (per accounting classes)</b>	<b>239,662</b>	<b>1,223,628</b>	<b>86,335</b>	<b>927,203</b>

## 15.2 Gross earned premiums in property and personal insurance

Gross earned premiums in direct insurance	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) accident and sickness insurance (group 1 and 2)	150,614	298,433	136,730	276,148
b) motor third party liability insurance (group 10)	1,094,382	2,171,548	1,042,250	2,055,055
c) other motor insurance (group 3)	1,071,050	2,111,930	961,472	1,871,107
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	45,775	91,872	33,409	64,672
e) insurance against fire and other property damage (groups 8 and 9)	943,896	1,733,237	800,249	1,519,369
f) TPL insurance (groups 11, 12, 13)	243,503	478,880	219,989	426,000
g) credit and suretyship (groups 14, 15)	17,060	33,590	17,101	31,626
h) assistance (group 18)	169,394	324,302	133,063	255,912
i) legal protection (group 17)	4,092	8,047	3,690	7,288
j) other (group 16)	95,865	188,843	79,570	156,735
<b>Total gross earned premiums in direct property and personal insurance</b>	<b>3,835,631</b>	<b>7,440,682</b>	<b>3,427,523</b>	<b>6,663,912</b>

Gross earned premiums in indirect insurance	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) accident and sickness insurance (group 1 and 2)	347	700	351	2,932
b) motor third party liability insurance (group 10)	166,640	319,933	171,723	352,107
c) other motor insurance (group 3)	10,800	21,901	11,129	21,928
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	4,375	9,268	4,754	10,436
e) insurance against fire and other property damage (groups 8 and 9)	128,656	262,694	110,319	220,319
f) TPL insurance (groups 11, 12, 13)	29,396	61,581	23,400	46,557
g) credit and suretyship (groups 14, 15)	3,073	6,602	4,014	7,701
h) assistance (group 18)	77	157	82	162
i) legal protection (group 17)	-	-	-	-
j) other (group 16)	27,071	38,503	15,607	31,954
<b>Total gross earned premiums in indirect property and personal insurance</b>	<b>370,435</b>	<b>721,339</b>	<b>341,379</b>	<b>694,096</b>

## 16. Gross claims and benefits paid

Gross claims and benefits paid	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) in direct insurance, including:	2,475,174	4,526,360	1,788,190	3,508,958
- claims handling expenses	203,502	418,950	186,741	376,687
b) in indirect insurance, including:	239,009	405,724	184,925	383,495
- claims handling expenses	7,759	15,305	7,917	16,434
<b>Total amount of gross claims and benefits paid</b>	<b>2,714,183</b>	<b>4,932,084</b>	<b>1,973,115</b>	<b>3,892,453</b>

<b>Gross claims and benefits paid in direct insurance</b>	<b>April 1 – June 30, 2024</b>	<b>January 1 – June 30, 2024</b>	<b>April 1 – June 30, 2023</b>	<b>January 1 – June 30, 2023</b>
a) accident and sickness insurance (group 1 and 2)	30,228	61,249	25,668	52,837
b) motor third party liability insurance (group 10)	807,476	1,668,800	740,920	1,477,841
c) other motor insurance (group 3)	664,271	1,344,502	540,410	1,080,298
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	8,355	18,742	14,620	21,568
e) insurance against fire and other property damage (groups 8 and 9)	582,312	840,050	222,477	459,633
f) TPL insurance (groups 11, 12, 13)	100,319	211,715	114,642	209,419
g) credit and suretyship (groups 14, 15)	1,139	2,728	61,149	70,523
h) assistance (group 18)	95,192	186,396	63,567	127,084
i) legal protection (group 17)	1,657	3,046	1,126	2,522
j) other (group 16)	184,225	189,132	3,611	7,233
<b>Total gross claims and benefits paid in direct property and personal insurance (per accounting classes)</b>	<b>2,475,174</b>	<b>4,526,360</b>	<b>1,788,190</b>	<b>3,508,958</b>

<b>Gross claims and benefits paid in indirect insurance</b>	<b>April 1 – June 30, 2024</b>	<b>January 1 – June 30, 2024</b>	<b>April 1 – June 30, 2023</b>	<b>January 1 – June 30, 2023</b>
a) accident and sickness insurance (group 1 and 2)	293	553	2,046	3,868
b) motor third party liability insurance (group 10)	138,217	278,937	131,320	255,509
c) other motor insurance (group 3)	6,580	13,951	6,868	12,499
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	802	1,708	305	1,522
e) insurance against fire and other property damage (groups 8 and 9)	41,052	50,225	19,870	76,491
f) TPL insurance (groups 11, 12, 13)	4,366	11,138	4,702	8,975
g) credit and suretyship (groups 14, 15)	123	(476)	618	1,614
h) assistance (group 18)	-	-	-	-
i) legal protection (group 17)	-	-	-	-
j) other (group 16)	47,576	49,688	19,196	23,017
<b>Total gross claims and benefits paid in indirect property and personal insurance (per accounting classes)</b>	<b>239,009</b>	<b>405,724</b>	<b>184,925</b>	<b>383,495</b>

## 17. Claims handling expenses

<b>Total claims handling expenses in direct insurance (per accounting classes)</b>	<b>April 1 – June 30, 2024</b>	<b>January 1 – June 30, 2024</b>	<b>April 1 – June 30, 2023</b>	<b>January 1 – June 30, 2023</b>
a) accident and sickness insurance (group 1 and 2)	3,943	7,402	3,802	7,459
b) motor third party liability insurance (group 10)	95,503	198,647	90,151	184,997
c) other motor insurance (group 3)	40,855	79,274	35,052	69,708
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	52	494	202	420
e) insurance against fire and other property damage (groups 8 and 9)	37,153	72,210	30,280	60,822
f) TPL insurance (groups 11, 12, 13)	17,836	42,680	18,777	36,884
g) credit and suretyship (groups 14, 15)	478	1,114	409	774
h) assistance (group 18)	6,426	14,668	7,031	13,382
i) legal protection (group 17)	1,095	2,143	767	1,708
j) other (group 16)	161	318	270	533
<b>Total claims handling expenses in direct insurance (per accounting classes)</b>	<b>203,502</b>	<b>418,950</b>	<b>186,741</b>	<b>376,687</b>

<b>Total claims handling expenses in indirect insurance (per accounting classes)</b>	<b>April 1 – June 30, 2024</b>	<b>January 1 – June 30, 2024</b>	<b>April 1 – June 30, 2023</b>	<b>January 1 – June 30, 2023</b>
a) accident and sickness insurance (group 1 and 2)	12	20	6	14
b) motor third party liability insurance (group 10)	6,715	13,066	7,009	14,384
c) other motor insurance (group 3)	158	327	186	326
d) marine, aviation and transport insurance (groups 4, 5, 6, 7)	13	40	21	23
e) insurance against fire and other property damage (groups 8 and 9)	208	389	115	477
f) TPL insurance (groups 11, 12, 13)	648	1,458	556	1,177
g) credit and suretyship (groups 14, 15)	-	-	-	-
h) assistance (group 18)	-	-	-	-
i) legal protection (group 17)	-	-	-	-
j) other (group 16)	5	5	24	33
<b>Total claims handling expenses in direct insurance (per accounting classes)</b>	<b>7,759</b>	<b>15,305</b>	<b>7,917</b>	<b>16,434</b>

<b>Other net technical charges</b>	<b>April 1 – June 30, 2024</b>	<b>January 1 – June 30, 2024</b>	<b>April 1 – June 30, 2023</b>	<b>January 1 – June 30, 2023</b>
a) payments to the Insurance Guarantee Fund	14,224	28,679	13,734	27,540
b) payments to the Financial Ombudsman	1,056	2,112	963	1,925
c) insurance supervision premium	5,142	10,284	4,686	9,372
d) payments to the Polish Chamber of Insurance	1,052	2,104	955	1,910
e) allowances to the prevention fund	7,275	14,550	8,800	13,200
f) payments to the Chief of the National Fire Brigade	1,475	13,731	1,389	13,618
g) other technical charges	68,053	134,793	82,953	157,884
<b>Total other net technical charges</b>	<b>98,277</b>	<b>206,253</b>	<b>113,480</b>	<b>225,449</b>

## 18. Acquisition expenses

<b>Acquisition expenses</b>	<b>April 1 – June 30, 2024</b>	<b>January 1 – June 30, 2024</b>	<b>April 1 – June 30, 2023</b>	<b>January 1 – June 30, 2023</b>
a) consumption of materials and energy	6,214	12,184	6,856	14,487
b) third-party services	22,992	46,000	25,419	48,814
c) remuneration and insurance with other benefits	102,226	205,777	101,991	208,762
d) commissions	736,760	1,593,271	646,068	1,497,123
e) amortization	9,308	18,420	9,363	18,862
f) other	10,178	16,263	12,759	17,337
g) movement in deferred acquisition costs	(15,086)	(188,508)	16,579	(193,776)
<b>Total acquisition expenses</b>	<b>872,592</b>	<b>1,703,407</b>	<b>819,035</b>	<b>1,611,609</b>

## 19. Administrative expenses

Administrative expenses	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) consumption of materials and energy	4,578	9,729	4,626	10,302
b) third-party services	40,803	90,934	34,909	65,496
c) taxes and charges	2,260	5,146	2,740	6,264
d) remuneration	99,608	205,464	93,199	189,137
e) insurance and other benefits	29,214	60,799	25,626	54,144
f) amortization	12,136	23,545	10,541	21,610
g) other	34,436	63,306	45,323	84,796
<b>Total administrative expenses</b>	<b>223,035</b>	<b>458,923</b>	<b>216,964</b>	<b>431,749</b>

## 20. Other operating income

Other operating income	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) financial income	2,050	3,927	3,507	7,160
b) income from acting as an emergency adjuster	4,301	9,069	3,936	8,909
c) income from direct claims handling	36,303	73,653	34,398	69,858
d) other operating income, including:	9,505	23,758	19,091	38,427
- foreign exchange gains	3,791	10,148	991	8,536
- re-invoiced expenses	3,299	5,583	1,352	6,236
- compensations received	50	64	30	80
- income from reversal of impairment losses and provisions for future expenses	160	533	13,713	16,053
- other	2,175	7,382	2,973	7,486
<b>Other operating income, total</b>	<b>52,159</b>	<b>110,407</b>	<b>60,932</b>	<b>124,354</b>

## 21. Other operating expenses

Other operating expenses	April 1 – June 30, 2024	January 1 – June 30, 2024	April 1 – June 30, 2023	January 1 – June 30, 2023
a) financial expenses	43,863	90,563	50,339	101,081
b) expenses due to acting as an emergency adjuster	194	398	138	267
c) expenses due to direct claims handling	39,683	80,596	37,481	76,087
d) levy on certain financial institutions	60,410	119,803	53,662	105,840
e) other operating expenses, including:	6,965	18,288	22,619	53,217
- foreign exchange losses	346	3,806	7,091	10,269
- donations	94	923	163	16,323
- costs of the establishment of provisions for probable losses	134	1,926	206	2,788
- value of fixed assets and commenced investments sold	20	31	384	401
- expenses subject to re-invoicing	3,570	6,112	2,433	7,738
- other	2,801	5,490	12,342	15,698
<b>Other operating expenses, total</b>	<b>151,115</b>	<b>309,648</b>	<b>164,239</b>	<b>336,492</b>

## 22. Information on changes in economic circumstances and business conditions which have a material impact on the fair value of financial assets and liabilities

Due to the Russian Federation's invasion of Ukraine and the armed conflict lasting since February 24, 2022, PZU's Management Board assessed the impact of this situation on PZU's operations, business continuity, financial position and going concern.

As at June 30, 2024, the measure by the equity method of the Ukrainian company: PrJSC IC PZU Ukraine and PrJSC IC PZU Ukraine Life Insurance was PLN 0 thousand and PLN 19,990 thousand, and as at December 31, 2023 – PLN 0 thousand and 19,720 thousand, respectively.

PZU analyzes the developments on an ongoing basis and examines forward-looking scenarios for the run of events. Due to the situation in Ukraine, the valuation of assets and liabilities of Ukrainian companies requires a number of assumptions and is subject to significant uncertainty.

## 23. Issues, redemptions and repayments of debt securities and equity securities

During 6 months ended June 30, 2024 PZU did not issue, redeem or repay any debt or equity securities.

## 24. Payment default or violation of material regulations of the loan agreement

During 6 months ended June 30, 2024 PZU did not fail to repay any loans or borrowings or violated any material regulations of loan agreements without remedy actions taken till the end of the reporting period.

## 25. Granting of sureties or guarantees for loans or borrowings by PZU or its subsidiaries

In the 6 months from January 1 to June 30, 2024, PZU did not grant any sureties for a loan or borrowing or guarantees to any single entity or any subsidiary of such an entity where the total amount of outstanding sureties or guarantees would be equivalent to 10% of PZU's equity.

## 26. Disputes

PZU participates in a number of litigations, arbitration disputes and administrative proceedings. Typical litigations involving PZU include disputes pertaining to concluded insurance contracts, disputes concerning labor relationships and disputes relating to contractual obligations. Typical administrative proceedings involving PZU include proceedings related to the possession of real properties. Such proceedings and litigation are of a typical and repetitive nature and usually no particular case is of material importance to PZU.

PZU recognizes disputed claims in the process of establishing technical provisions for known losses, considering the probability of an unfavorable outcome of the dispute and estimating the probable awarded amount.

As at June 30, 2024 the total value of disputes in all 130,439 cases (December 31, 2023: 113,789 cases) pending before courts, arbitration bodies and public administration authorities in which PZU takes part, was PLN 3,829,577 thousand (as at December 31, 2023: PLN 4,522,952 thousand). Within this, PLN 3,491,498 thousand relates to PZU's liabilities, and PLN 338,079 thousand to receivables.

## **26.1 Resolutions of the Ordinary Shareholder Meeting of PZU to distribute the profit earned in the financial year 2006**

On July 30, 2007, an action was brought by Manchester Securities Corporation (“MSC”) with its registered office in New York against PZU to repeal Resolution No. 8/2007 adopted by the Company’s Ordinary Shareholder Meeting on June 30, 2007 to distribute PZU’s profit for the financial year 2006 as contradicting good practices and aimed at harming the plaintiff as a shareholder of PZU.

The challenged resolution of the Ordinary Shareholder Meeting of PZU distributed the 2006 net profit of PLN 3,280,883 thousand as follows:

- PLN 3,260,883 thousand was transferred to supplementary capital;
- PLN 20,000 thousand was transferred to the Company Social Benefit Fund.

In its judgment of January 22, 2010, the Regional Court in Warsaw repealed the aforementioned resolution adopted by PZU’s Ordinary Shareholder Meeting in its entirety. PZU has used all the available appeal measures, including a cassation appeal to the Supreme Court which, on March 27, 2013, dismissed the cassation appeal. The judgment is final and non-appealable.

PZU believes that repealing the aforementioned resolution of the PZU’s Ordinary Shareholder Meeting will not give rise to shareholders’ claim for a dividend payout by PZU.

As the judgment repealing Resolution No. 8/2007 became final, on May 30, 2012, Ordinary Shareholder Meeting of PZU adopted a resolution to distribute the profit for the financial year 2006 in a manner that reflects the distribution of profit in the repealed Resolution No. 8/2007. MSC filed an objection against the resolution of May 30, 2012 and the objection was recorded in the minutes.

On August 20, 2012, a copy of a statement of claim filed by MSC with the Regional Court in Warsaw was delivered to PZU. In the statement of claim, the Manchester Securities Corporation demanded that the resolution on the distribution of profit for the financial year 2006 adopted on May 30, 2012 by the PZU Ordinary Shareholder Meeting be repealed. According to the plaintiff, the value of the litigation is PLN 5,054 thousand. PZU then submitted a statement of defense requesting to dismiss the statement of claim in its entirety.

On December 17, 2013, the Regional Court passed a judgment in which it accepted the claim in its entirety and awarded the costs of proceedings from PZU to MSC. On March 4, 2014, PZU filed an appeal against the above judgment, contesting it in its entirety. On February 11, 2015, the Appellate Court in Warsaw handed down a judgment that changed the judgment of the Regional Court of December 17, 2013 in its entirety, dismissed MSC’s claim and charged MSC with the court expenses. The Appellate Court’s judgment is final. MSC challenged the Appellate Court’s judgment in its entirety in a cassation appeal of June 9, 2015. PZU filed its reply to the cassation appeal. By decision of April 19, 2016, the Supreme Court refused to review MSC’s cassation appeal. According to the provisions of the Code of Civil Procedure, the Supreme Court’s ruling is final non-appealable and ends the proceedings in the case.

In the meantime, on December 16, 2014, MSC summoned PZU to pay PLN 265 million as compensation in connection with repealing Resolution No. 8/2007 adopted by the PZU Ordinary Shareholder Meeting on June 30, 2007 to distribute PZU’s profit for the financial year 2006. PZU refused to effect the performance on account of its groundlessness.

On September 23, 2015, a copy of the statement of claim with attachments was delivered to PZU in the case launched by MSC against PZU for payment of PLN 169 million with statutory interest from January 2, 2015 to the date of payment and the costs of the trial. The statement of claim includes a demand to pay compensation for depriving MSC and J.P. Morgan (MSC acquired the claim from J.P. Morgan) as minority shareholders of PZU of their share in profits for the financial year 2006 in connection with the adoption of Resolution No. 8/2007 on June 30, 2007 by the PZU Ordinary Shareholder Meeting. The case is pending before the Regional Court in Warsaw. On December 18, 2015, PZU’s attorney submitted a statement of defense, requesting to dismiss the claim in its entirety. On April 1, 2016, MSC filed a pleading in which it responded to PZU’s assertions, allegations and petitions and raised new arguments in the case. On June 30, 2016, PZU filed a response to MSC’s most recent pleading along with requests for evidence. In its decision of July 21, 2016, the Court referred the case to a mediation procedure, to which PZU did not agree. In subsequent court sessions, evidentiary hearings have taken place. On April 6, 2022, the Regional Court in Warsaw issued a decision admitting evidence in the form of an opinion of a scientific institute to determine the amount of the damage sustained by MSC and J.P. Morgan, in the form of loss of profit, as a result of the adoption of Resolution No. 8/2007 by the PZU Ordinary Shareholder Meeting on June 30, 2007, excluding from distribution the profit for the 2006 financial year and the non-payment of this profit in 2007.

The Management Board of PZU believes that MSC's claims are groundless. As a result, as at June 30, 2024, no changes were made to the presentation of PZU's equity that could potentially stem from the repeal of the resolution 8/2007 adopted by PZU's Ordinary Shareholder Meeting on distribution of profit for the financial year 2006, including the line items "Supplementary capital" and "Retained earnings (losses)", and the funds in the Company Social Benefit Fund were not adjusted.

### **26.1.1. Other demands for payment pertaining to the distribution of PZU's profit for the 2006 financial year**

On November 13, 2018, the Regional Court in Warsaw served a copy of the statement of claim lodged by Wspólna Reprezentacja SA in restructuring, which pertained to a claim against PZU for payment of PLN 34,117 thousand with statutory interest from October 1, 2015 to the payment date with court expenses. The claim comprises a claim for payment of damages for depriving the shareholders of their share of profits for the 2006 financial year. The plaintiff claims that the claims for damages were transferred by the shareholders to the plaintiff based on mandate agreements together with a fiduciary transfer of receivables and the claim pursued by the statement of claim is the total damage caused to the shareholders. PZU does not accept the claims as unjustified and submitted its statement of defense, requesting the claim to be dismissed in its entirety. PZU did not consent to mediation. In subsequent court sessions, evidentiary hearings have taken place.

### **26.2 Notification of PZU's claim to the bankruptcy estate of companies of the PBG Group**

PZU is a creditor of PBG SA ("PBG") and Hydrobudowa Polska SA ("Hydrobudowa") on account of insurance guarantees (contractual guarantees) issued and paid out.

In 2012, bankruptcy proceedings were initiated against PBG and Hydrobudowa. On September 21, 2012, PZU joined the proceedings by notifying its claims to the bankruptcy estate of the two companies.

PBG and Hydrobudowa belong to the same group in which PBG is the parent company. The companies provided sureties for each other's liabilities. As a consequence, all claims submitted against the bankruptcy estate of Hydrobudowa in the amount of PLN 100,996 thousand were concurrently submitted against the bankruptcy estate of PBG.

PBG's bankruptcy proceedings ended on July 20, 2016 with a final decision of the Bankruptcy Court.

The first list of claims presented by Hydrobudowa's trustee in bankruptcy to the judge commissioner contained PZU SA's claims in the amount of PLN 16,198 thousand. The fourth supplementary list of claims contained PZU SA's claims in the amount of PLN 15,944 thousand. Accordingly, the total value of claims pursued by PZU on this account was PLN 32,142 thousand. In respect of PZU's claims at PLN 66,699 thousand, on October 24, 2018 PZU filed an objection to the judge commissioner against the refusal to accept the submitted claim. With the decision of January 23, 2020 the Court accepted PZU's objection and increased PZU's claim on the fourth supplementary list of claims to PLN 82,643 thousand. On September 8, 2022, the trustee in bankruptcy requested a statement regarding the possible disposal of the reported claim and an indication of the amount of repayments to satisfy it. PZU provided the relevant statement. The consequence of the above was an amendment to the fourth supplementary list of claims, based on a court order of September 4, 2023, reducing PZU's claim to PLN 70,344 thousand.

According to the partial distribution plan as announced on November 23, 2023, PZU is to receive 4% of the claims, that is the amount of about PLN 3,461 thousand. Several creditors (other than PZU) have submitted objections to the distribution plan, which are being considered by the court. The distribution plan has not been implemented yet, and by the date of signing the standalone financial statements PZU has not received the above amount.

### **26.2.1. Inspections by the Office of the Polish Financial Supervision Authority**

In the period from June 12 to August 10, 2023, the PFSA carried out an inspection of claim handling procedures at PZU. On December 1, 2023, PZU received an inspection report and submitted its related comments on December 15, 2023. On January 3, 2024, PZU received KNF's response to these objections, and on January 12, 2024, PZU provided additional clarifications to the report. On February 2, 2024, KNF issued 8 post-inspection recommendations with the implementation deadline of March 31, 2024. On April 8, 2024, PZU informed the KNF of the manner in which 4 recommendations had been implemented, while for the remaining 4, the implementation deadline (with the KNF's consent) was extended to June 30, 2024 (for 3 recommendations) and to August 31, 2024 (for 1 recommendation). On July 4, 2024, PZU informed the authority about its implementation of the 3 recommendations.

From March 11, 2024 to April 19, 2024, KNF carried out its inspection at PZU. The inspection concerns compliance with selected requirements for the management of areas involving information technology and ICT environment security. On July 4, 2024, KNF issued 25 recommendations to be implemented by December 31, 2024.

Since July 1, 2024, KNF is verifying PZU's operations and assets in terms of the measurement of technical provisions for solvency purposes. The inspection is expected to conclude on August 29, 2024.

## **27. Related party transactions**

During 6 months ended June 30, 2024 PZU did not make any transactions with related parties which were of material significance individually or collectively and were executed on a non-arm's length basis.

### **27.1 Transactions with Members of the PZU Management Board, Directors of the PZU Group and Members of the PZU Supervisory Board**

As at June 30, 2024 there were no unsettled advance payments or loans taken by members of PZU's key management (Members of the PZU Management Board, higher level managers and Members of the PZU Supervisory Board).

During 6 months from January 1 to June 30, 2024, there were no transactions between PZU and members of the PZU's key management and also their cohabitants, spouses, relatives or relatives by affinity up to the second degree, adoptees or adopters, and persons over whom they had guardianship or curatorship, or other persons with whom members of the PZU Management Board are personally related – other than transactions under non-life insurance contracts entered into on the arm's length basis.

During 6 months from January 1 to June 30, 2024, there were no material transactions between PZU and entities where members of the PZU's key management, their cohabitants, spouses, relatives or relatives by affinity up to the second degree, adoptees or adopters, and persons over whom they had guardianship or curatorship, directly or indirectly have at least 20% of the votes at the Shareholder Meeting – other than transactions under non-life insurance contracts entered into on the arm's length basis.

## 27.2 Transactions with subsidiaries

For the period of 6 months ended June 30, 2024, income and expense transactions with subsidiaries were as follows:

Transactions with subsidiaries	Income							Expenses							
	on insurance premium	on real property	on ownership interests or shares	on borrowings and debt securities	on acting as an emergency adjuster	other	Total	Gross claims and benefits	on reinsurance commissions and profit sharing	on telephone and IT services	on bulk printing services	on finance	on commissions	other	Total
PZU Życie	1,024	-	1,681,713 <sup>1)</sup>	-	-	1,109	<b>1,683,846</b>	180	-	-	-	-	-	-	<b>180</b>
Tower Inwestycje	-	-	-	-	-	63	<b>63</b>	16	-	-	-	-	-	-	<b>16</b>
PZU CO	95	-	8,000	-	-	610	<b>8,705</b>	40	-	-	-	-	-	-	<b>40</b>
Armatura Kraków SA	16	-	-	151	-	-	<b>167</b>	20	-	-	-	-	-	-	<b>20</b>
TFI PZU	608	-	81,703	-	-	887	<b>83,198</b>	3	-	-	-	-	-	-	<b>3</b>
Ogrodowa Inwestycje	-	-	866	-	-	1	<b>867</b>	-	-	-	-	-	-	-	<b>-</b>
PrJSC IC PZU Ukraine	892	-	-	-	10	290	<b>1,192</b>	189	118	-	-	-	-	-	<b>307</b>
AAS Balta	4,502	-	54,242	-	-	28	<b>58,772</b>	(282)	642	-	-	-	-	-	<b>360</b>
Lietuvos Draudimas AB	4,960	-	100,343	-	4	343	<b>105,650</b>	2,396	628	-	-	-	-	-	<b>3,024</b>
PZU Pomoc SA	1,385	4	-	-	-	266	<b>1,655</b>	-	-	-	-	-	-	415	<b>415</b>
PZU Zdrowie	-	-	-	3,329	-	1,085	<b>4,414</b>	-	-	-	-	-	-	-	<b>-</b>
PZU LAB SA	-	-	-	-	-	6	<b>6</b>	-	-	-	-	-	-	-	<b>-</b>
PZU Finanse Sp. z o.o.	10	72	500	-	-	10	<b>592</b>	-	-	-	-	-	-	-	<b>-</b>
Link4	771,732	-	-	2,333	-	7,263	<b>781,328</b>	276,942	138,109	-	-	-	-	133	<b>415,184</b>
Alior Bank	7,581	-	184,119	-	-	35	<b>191,735</b>	1,197	-	-	-	-	-	-	<b>1,197</b>
TUW PZUW	420,865	7	-	3,518	4,040	711	<b>429,141</b>	36,812	15,311	-	-	-	-	410	<b>52,533</b>
Bank Pekao	5,315	7	1,007,885	3,422	-	5,178	<b>1,021,807</b>	1,632	-	-	-	-	-	54	<b>1,686</b>
PZU Cash SA	-	-	-	-	-	32	<b>32</b>	-	-	-	-	-	-	-	<b>-</b>
PFS	261	-	2,217	-	-	-	<b>2,478</b>	-	-	-	-	-	-	118	<b>118</b>
Polski Gaz TUW	83	-	-	943	-	-	<b>1,026</b>	23	-	-	-	-	-	-	<b>23</b>
<b>Total</b>	<b>1,219,329</b>	<b>90</b>	<b>3,121,588</b>	<b>13,696</b>	<b>4,054</b>	<b>17,917</b>	<b>4,376,674</b>	<b>319,168</b>	<b>154,808</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,130</b>	<b>475,106</b>

<sup>1)</sup> Dividend revenue under section 8.2 of the Introduction to the condensed interim standalone financial statements

For the period of 6 months ended June 30, 2023, income and expense transactions with subsidiaries were as follows:

Transactions with subsidiaries	Income							Expenses							
	on insurance premium	on real property	on ownership interests or shares	on borrowings and debt securities	on acting as an emergency adjuster	other	Total	Gross claims and benefits	on reinsurance commissions and profit sharing	on telephone and IT services	on bulk printing services	on finance	on commissions	other	Total
PZU Życie	1,039	-	897,579 <sup>1)</sup>	-	-	1,145	899,763	121	-	155	-	-	-	2	278
Tower Inwestycje	-	-	-	-	-	1	1	-	-	-	-	-	-	-	-
PZU CO	97	(2)	6,000	-	-	248	6,343	15	-	35,159	3,888	807	10,818	1,087	51,774
Armatura Kraków SA	7	-	-	206	-	1	214	-	-	-	-	-	-	-	-
TFI PZU	322	127	24,009	-	-	649	25,107	35	-	-	-	-	-	8,953	8,988
Ogrodowa Inwestycje	-	-	787	-	-	1	788	-	-	-	-	-	-	1,208	1,208
PrJSC IC PZU Ukraine	3,206	-	-	-	5	200	3,411	4,503	357	-	-	-	-	274	5,134
AAS Balta	2,501	-	22,688	-	1	36	25,226	2,548	334	-	-	-	-	-	2,882
Lietuvos Draudimas AB	1,867	-	35,924	-	10	327	38,128	979	358	-	-	-	-	-	1,337
PZU Corporate Member Limited	-	-	-	(297)	-	-	-297	-	-	-	-	-	-	-	-
PZU Pomoc SA	1,565	31	-	-	-	27	1,623	5	-	922	63	13,349	-	525	14,864
PZU Zdrowie	104	-	-	3,727	-	1,140	4,971	-	-	-	-	1	-	568	569
PZU LAB SA	-	-	-	-	-	4	4	-	-	-	-	-	-	-	-
PZU Finanse Sp. z o.o.	10	45	-	-	-	114	169	-	-	-	9	-	-	-	9
Link4	774,605	-	-	2,403	-	7,006	784,014	250,602	203,726	-	-	-	-	14,774	469,102
Alior Bank	3,318	-	-	-	-	8	3,326	927	-	-	-	-	23,214	(2)	24,139
TUW PZUW	134,029	5	-	4,023	4,389	325	142,771	100,105	8,601	-	-	-	-	1,099	109,805
Bank Pekao	3,281	4	-	-	-	3,902	7,187	646	-	115	2,165	282	47,118	614	50,940
PZU Cash SA	-	-	-	-	-	5	5	-	-	-	-	-	-	-	-
PFS	258	-	1,793	-	-	1	2,052	6	-	-	-	-	1,029	-	1,035
<b>Total</b>	<b>926,209</b>	<b>210</b>	<b>988,780</b>	<b>10,062</b>	<b>4,405</b>	<b>15,140</b>	<b>1,944,806</b>	<b>360,492</b>	<b>213,376</b>	<b>36,351</b>	<b>6,125</b>	<b>14,439</b>	<b>82,179</b>	<b>29,102</b>	<b>742,064</b>

<sup>1)</sup> Dividend

As at June 30, 2024, transactions with subsidiaries related to balance sheet items were as follows:

Transactions with subsidiaries	Receivables				Total	Liabilities						
	on insurance premium	on reinsurance	on CIT	on other sources		towards policyholders	towards intermediaries	other for insurance	for reinsurance	on CIT	on other sources	Total
PZU Życie	275	-	45,033	1,682,138 <sup>1)</sup>	<b>1,727,446</b>	70	-	9	-	2,442	-	<b>2,521</b>
Tower Inwestycje	-	-	-	12	<b>12</b>	-	-	-	-	-	105	<b>105</b>
PZU CO	1	-	569	6	<b>576</b>	4	295	2,609	-	-	10,552	<b>13,460</b>
Armatura Kraków SA	77	-	-	20	<b>97</b>	-	-	-	-	-	-	<b>-</b>
TFI PZU	114	-	2,378	81,941	<b>84,433</b>	-	-	-	-	-	2,101	<b>2,101</b>
Ogrodowa Inwestycje	-	-	-	-	<b>-</b>	-	-	-	-	125	72	<b>197</b>
PrJSC IC PZU Ukraine	-	7,668	-	284	<b>7,952</b>	-	-	19	9,129	-	4,544	<b>13,692</b>
AAS Balta	-	-	-	34	<b>34</b>	-	-	8	-	-	-	<b>8</b>
Lietuvos Draudimas AB	-	-	-	705	<b>705</b>	-	-	32	-	-	-	<b>32</b>
PZU Corporate Member Limited	-	-	-	-	<b>-</b>	-	-	-	-	-	1	<b>1</b>
PZU Pomoc SA	1,337	-	-	499	<b>1,836</b>	3	-	1,174	-	1,415	551	<b>3,143</b>
Ipsilon Sp. z o.o.	-	-	-	-	<b>-</b>	-	-	-	-	2	-	<b>2</b>
PZU Zdrowie	-	-	-	292	<b>292</b>	3	-	102	-	15,372	114	<b>15,591</b>
PZU LAB SA	-	-	-	2,439	<b>2,439</b>	-	-	-	-	245	1	<b>246</b>
PZU Finanse Sp. z o.o.	-	-	35	503	<b>538</b>	-	-	-	-	-	3	<b>3</b>
Omicron BIS SA	-	-	-	-	<b>-</b>	-	-	-	-	2	-	<b>2</b>
Link4	8	1,063	-	139	<b>1,210</b>	-	-	-	-	11,168	697	<b>11,865</b>
Alior Bank	1	-	-	7	<b>8</b>	-	16	-	-	-	-	<b>16</b>
TUW PZUW	5	179,472	-	20,586	<b>200,063</b>	4	-	23	10,772	-	-	<b>10,799</b>
Bank Pekao	3	-	-	763	<b>766</b>	112	4,876	6	-	-	2,351	<b>7,345</b>
PZU Cash SA	-	-	-	8	<b>8</b>	-	-	-	-	-	5,341	<b>5,341</b>
Tulare Investments Sp. z o.o.	-	-	-	-	<b>0</b>	-	-	-	-	2	-	<b>2</b>
UAB PZU Lietuva Gyvybes Draudimas	-	-	-	1,013	<b>1,013</b>	-	-	-	-	-	-	<b>-</b>
PZU Projekt 01 SA	-	-	-	-	<b>-</b>	-	-	-	-	3	-	<b>3</b>
PFS	-	-	-	-	<b>-</b>	-	-	3	-	-	195	<b>198</b>
Polski Gaz TUW	-	-	-	1,100	<b>1,100</b>	-	-	-	-	-	-	<b>-</b>
<b>Total</b>	<b>1,821</b>	<b>188,203</b>	<b>48,015</b>	<b>1,792,489</b>	<b>2,030,528</b>	<b>196</b>	<b>5,187</b>	<b>3,985</b>	<b>19,901</b>	<b>30,776</b>	<b>26,628</b>	<b>86,673</b>

<sup>1)</sup> Including disbursement of dividends under section 8.2 of the Introduction to the condensed interim standalone financial statements

As at December 31, 2023, transactions with subsidiaries related to balance sheet items were as follows:

Transactions with subsidiaries	Receivables				Total	Liabilities						
	on insurance premium	on reinsurance	on CIT	on other sources		towards policyholders	towards intermediaries	other for insurance	for reinsurance	on CIT	on other sources	Total
PZU Życie	223	-	-	88	311	3	-	-	-	20,446	-	20,449
Tower Inwestycje	12	-	-	12	24	-	-	-	-	-	27	27
PZU CO	-	-	532	26	558	2	364	2,697	-	-	19,814	22,877
Armatura Kraków SA	232	-	-	-	232	-	-	8	-	-	-	8
TFI PZU	11	-	-	113	124	-	-	-	-	-	3,189	3,189
Ogrodowa Inwestycje	-	-	-	-	0	-	-	-	-	780	207	987
PrJSC IC PZU Ukraine	-	6,942	-	173	7,115	-	-	-	8,753	-	4,728	13,481
AAS Balta	-	229	-	-	229	-	-	14	11,950	-	-	11,964
Lietuvos Draudimas AB	-	1,686	-	159	1,845	-	-	32	23,909	-	-	23,941
PZU Corporate Member Limited	-	-	-	-	0	-	-	-	-	-	-	0
PZU Pomoc SA	1,196	-	628	433	2,257	3	-	2,962	-	-	1,530	4,495
Ipsilon Sp. z o.o.	-	-	-	-	0	-	-	-	-	2	-	2
PZU Zdrowie	-	-	-	168	168	3	-	296	-	19,418	124	19,841
PZU LAB SA	-	-	191	2,474	2,665	-	-	-	-	-	124	124
PZU Finanse Sp. z o.o.	-	-	46	3	49	-	-	-	-	-	3	3
Omicron BIS SA	-	-	-	-	-	-	-	-	-	3	-	3
Link4	1	59,243	-	149	59,393	-	-	-	60,328	2,339	757	63,424
Alior Bank	300	-	-	-	300	-	5	-	-	-	15	20
TUW PZUW	-	151,115	-	9,208	160,323	4	-	3	12,018	-	1	12,026
Bank Pekao	82	-	-	554	636	99	6,854	7	-	-	1,303	8,263
PZU Cash SA	-	-	-	5	5	-	-	-	-	1,155	1,837	2,992
Tulare Investments Sp. z o.o.	-	-	-	-	-	-	-	-	-	3	-	3
PZU Projekt 01 SA	-	-	-	-	-	-	-	-	-	4	-	4
PFS	6	-	-	-	6	-	-	3	-	-	10	13
<b>Total</b>	<b>2,063</b>	<b>219,215</b>	<b>1,397</b>	<b>13,565</b>	<b>236,240</b>	<b>114</b>	<b>7,223</b>	<b>6,022</b>	<b>116,958</b>	<b>44,150</b>	<b>33,669</b>	<b>208,136</b>

At the stage of acquisition of the shares in Alior Bank and Bank Pekao, respectively (“the Banks”), PZU filed with KNF the Representations on Liabilities referred to in Article 25h(3) of the Banking Law, according to which, acting as a strategic investor, it should ensure, without limitation, that:

- The Banks will be managed in such a way as to maintain at all times liquidity, own funds and solvency ratios on a stable level as required by the law, guaranteeing the Banks’ ability to satisfy their liabilities;
- appropriate capital support without undue delay in the event of a decline or threat of decline of capital adequacy ratios or liquidity of the Banks below the level required by the law and regulations and recommendations of Polish banking regulatory authorities. Each support for the Banks, however, requires PZU’s analysis aimed to maintain the trust to PZU, through maintaining, even in a crisis situation, a high level of solvency of PZU and the PZU Group as a whole;
- as part of the powers vested in PZU as a shareholder, all decisions pertaining to dividend payout and reinvestment of the Banks’ profits will take into account the Banks’ development needs and stability and safety of the funds deposited in the Banks by their clients. In particular, in a situation when the Banks’ liquidity or capital position required by law or recommendations of competent banking regulatory authorities for the banking sector in Poland are at threat, no dividend will be paid out, and retained earnings will be allocated for increasing the Banks’ own funds.

### 27.3 Transactions with affiliated entities

#### Income and expense transactions

Transactions with affiliated entities – January 1 – June 30, 2024	Income			Expenses	
	on borrowings and debt securities	on other sources	Total	other	Total
Sigma BIS SA	-	-	-	-	-
RUCH SA	-	-	-	-	-
<b>Total</b>	-	-	-	-	-

Transactions with affiliated entities – January 1 – June 30, 2023	Income			Expenses	
	on borrowings and debt securities	on other sources	Total	other	Total
Sigma BIS SA	-	-	-	6,725	6,725
RUCH SA	-	-	-	232	232
<b>Total</b>	-	-	-	6,957	6,957

#### Related to balance sheet items

Transactions with affiliated entities – liabilities	June 30, 2024			December 31, 2023		
	Other for insurance	On other sources	Total	Other for insurance	On other sources	Total
Sigma BIS SA	187	1,050	1,237	309	3,443	3,752
RUCH SA	-	-	-	-	10	10
<b>Total</b>	187	1,050	1,237	309	3,453	3,762

