

Annual Report 2015
Munich Reinsurance Company

2015

NOT IF, BUT HOW

Key figures

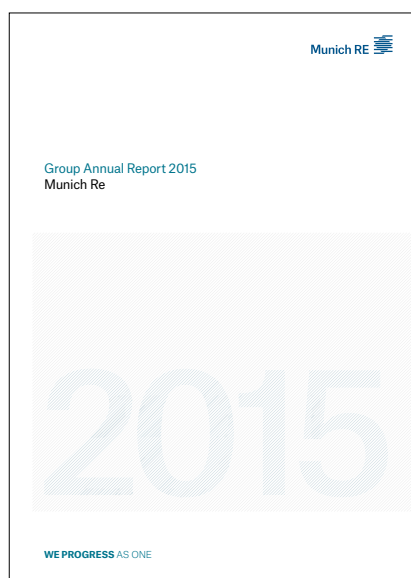
Munich Reinsurance Company (under German Commercial Code - HGB)

€m	2015	2014	2013
Gross premiums written	24,234	22,491	24,574
Investments	76,848	75,151	71,534
Net technical provisions	56,764	54,662	51,533
Shareholders' equity	10,878	10,597	11,238
Profit/loss for the year	2,578	2,006	1,646
Dividend	1,329	1,293	1,254
Dividend per share in €	8.25	7.75	7.25
Share price at 31 December in € ¹	184.55	165.75	160.15
Market capitalisation at 31 December	30,791	28,665	28,721

¹ Source: Datastream

Münchener Rückversicherungs-Gesellschaft Aktiengesellschaft in München (hereinafter: Munich Reinsurance Company) has its registered office in Munich (Commercial register number: HRB 42039, Registrar of Companies: Local Court [Amtsgericht] in Munich).

Our presentation currency is the euro (€). Unless otherwise specified, amounts are rounded to million euros. Due to rounding, there may be minor deviations in summations and in the calculation of percentages, with figures in brackets referring to the previous year.



All the facts and figures for the 2015 financial year can be found in our Group Annual Report. More at www.munichre.com/annualreport2015

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This document is a translation of the original German version and is intended to be used for informational purposes only. While every effort has been made to ensure the accuracy and completeness of the translation, please note that the German original is binding.



Dr. Bernd Pischetsrieder
Chairman of the
Supervisory Board

Ladies and gentlemen,

In the financial year 2015, the Supervisory Board fulfilled all the tasks and duties incumbent upon it by law and under the Articles of Association and its rules of procedure. All members of the Supervisory Board and of the committees attended more than half of the respective meetings. We continually monitored the Board of Management in its conduct of the business, and gave advice on all matters of importance for the Group. No inspection measures in accordance with Section 111 (2) sentence 1 of the German Stock Corporation Act (AktG) were required at any time.

Collaboration between Supervisory Board and Board of Management

The Board of Management satisfied its reporting obligations towards the Supervisory Board in all respects, both verbally and in writing. The Supervisory Board was involved in all important business transactions and decisions of fundamental significance for the Group. During meetings, we held in-depth discussions with the Board of Management about the information provided to us. Cooperation with the Board of Management was characterised in every regard by targeted and responsible action aimed at promoting the successful development of Munich Re.

Outside of Supervisory Board meetings, the Board of Management informed us promptly about important events in the Group, including pending changes to the ERGO Board of Management, the reduction in the shareholding of Warren Buffett's companies in Munich Reinsurance Company, and progress of the change of legal format and plans to transfer the registered office of the British subsidiary Great Lakes (UK) SE. The shareholder representatives and the employee representatives met with the Chairman of the Board of Management regularly before the meetings for separate discussions of strategic issues and other matters of essential importance.

Between meetings, I held regular discussions with Dr. Nikolaus von Bomhard, Chairman of the Board of Management, about individual questions of strategic development and risk management, as well as about Munich Re's current business situation. Also between meetings, the Chairman of the Audit Committee, Professor Dr. Henning Kagermann, remained in close contact with Dr. Jörg Schneider, the member of the Board of Management responsible for Group reporting.

Focal points of the meetings of the full Supervisory Board

There were seven meetings of the Supervisory Board in the year under review. Two representatives of the German Federal Financial Supervisory Authority (BaFin) routinely attended one of the meetings as guests. We regularly held in-depth discussions with the Board of Management about Munich Re's business performance and current topics, with a special focus on strategic considerations of the Board of Management with respect to the individual fields of business. The Board of Management reported regularly on the situation of Munich Re's investments, addressing the development of the global economy and financial markets in detail, and their impact on the Group's assets and earnings. The Board also kept us informed about developments regarding the European Solvency II supervisory regime, and explained progress concerning implementation of Solvency II requirements at Munich Re. We looked in detail at the importance for Munich Re of the internal model for calculating capital requirements. We also dealt with the following topics in the individual meetings in 2015.

The meeting on 10 March focused on the Company and Group financial statements for 2014 and the motions for resolution by the 2015 Annual General Meeting. We conferred and took decisions regarding the extension of an appointment to the Board of Management, and established the personal objectives for the Board members' variable remuneration for 2015. We also asked for an update about the Group-wide implementation of the compliance management system (CMS) begun in 2014. The meeting on 22 April was devoted solely to matters involving the Board of Management, specifically the evaluation of the individual Board members' annual performance for

2014 and their multi-year performance for 2012–2014. On 23 April, directly prior to the Annual General Meeting, we heard the Board of Management's report on the present status of business performance in 2015. We also used the meeting to make last-minute preparations for the impending Annual General Meeting.

In an extraordinary meeting held on 9 June, we decided to appoint a new member of the Board of Management with effect from 16 September 2015 and to reallocate responsibilities within the Board of Management accordingly.

On 15 July, we discussed implementation of the law regarding equal opportunities for men and women in management positions, and determined a target for female members of the Board of Management. We also discussed changes to the Board of Management's rules of procedure and decided they were to be implemented with effect from 16 September 2015. We set the personal objectives for variable remuneration for 2015 for the newly appointed Board member, discussed the focal points of human resources work within the Group, and were briefed on the 2014 compensation report in accordance with the German Remuneration Regulation for Insurance Companies (VersVergV). We also heard a report on the strategic direction and business development at ERGO International.

On 14 October, we discussed corporate governance issues, including the annual efficiency review, additions to the fixed objectives of the Supervisory Board regarding its composition and specification of the regular limit of length of membership on the Supervisory Board, and the resolution regarding the Declaration of Conformity. The Board of Management also reported in detail on the Group's innovation initiative and presented current initiatives in the area of property-casualty reinsurance in the European and Latin American markets. There was also a report on Munich Re's investment management.

On 8 December, our decisions included changes to the rules of procedure for the Audit Committee. After a comprehensive discussion, we also decided on remuneration for the Board of Management as from 1 January 2016 and the financial targets for members of the Board of Management for 2016. The ERGO CEO reported on the status and focal points of the ERGO strategy project. We looked into the Group's risk strategy in the course of the annual report on Munich Re's risk situation by the Group Chief Risk Officer. The Board of Management also reported on Group planning for 2016–2018, and provided explanations in cases where actual business performance deviated from the planning for the year under review.

Work of the committees

There are five Supervisory Board committees. They prepare the topics to be addressed and decided on by the full Supervisory Board. At each Supervisory Board meeting, information about the work of the committees was provided to the full Board by the respective Chairs of the committees.

The Personnel Committee held seven meetings in the period under review. It essentially prepared the resolutions on matters involving the Board of Management already mentioned in the report on the work of the full Supervisory Board. It also dealt with fringe benefits for members of the Board of Management, with seats held by members of the Board of Management on supervisory, advisory and similar boards, and with Group-wide succession planning, especially with respect to Board-level appointments.

At its four meetings in 2015, the Standing Committee dealt with the preparation of the respective Supervisory Board meetings and topics of corporate governance. In addition, on the basis of a comprehensive questionnaire the Standing Committee carried out a review of the efficiency of the Supervisory Board's work in 2015, and determined that overall the reporting by the Board of Management and the work of the Supervisory

→ More details on the work of the Supervisory Board committees can be found in the Statement of Corporate Governance at www.munichre.com/cg-en. In the Statement, and on page 36 f., you will also find information on the composition of the committees.

Board was efficient and appropriate. A regular report by the Chairman of the Board of Management covered changes to the shareholder structure and the status of the share buy-back programme. The Committee also received the annual report on expenses for donations and sponsoring.

The Audit Committee met six times in 2015, and two of these meetings were attended by the external auditors. At the meetings attended by the auditors, the Committee discussed the Company and Group financial statements, the Company and Group management report, the auditor's report and the Board of Management's proposal for the appropriation of the net retained profits for the financial year 2014. The Audit Committee also considered the 2015 quarterly financial reports and the 2015 half-year financial report, which it reviewed in conjunction with the auditor. Other key tasks of the Committee consisted in monitoring the Group's risk situation and risk management on an ongoing basis, and developing a risk strategy. In addition to quarterly written reports, the Committee also obtained detailed verbal information from the Group Chief Risk Officer on several occasions. Further issues discussed regularly were the internal control system and compliance topics. The Head of Group Audit informed the members of the Committee about the outcome of the audits for 2014 and the audit planning for 2015. The Committee received regular updates on the current status of individual compliance issues and the progress of audits. The members of the Committee took advantage of the opportunity – in the absence of the Board of Management – to confer amongst themselves or with the Head of Group Audit, the Group Chief Compliance Officer, the Group Chief Risk Officer and the external auditors. The Audit Committee also reviewed and monitored the auditors' independence, and received regular reports on auditing and non-audit-related services. Following a resolution by the full Supervisory Board, the Chair of the Committee commissioned KPMG with the audit for the 2015 financial year, and also commissioned the auditor's review of the 2015 half-year financial report.

The Nomination Committee met twice in 2015. In the first and fourth quarters of the reporting period, it discussed suitable candidates for election to the Supervisory Board. In making proposed nominations, the Committee took account of the objectives set by the Supervisory Board for composition of the Committee and the set of criteria as updated in the year under review.

There was also no need to convene the Conference Committee in 2015.

Corporate governance and Declaration of Conformity

The Supervisory Board pays close attention to good corporate governance. Together with the Board of Management, we therefore published the mandatory annual Declaration of Conformity pursuant to Section 161 of the German Stock Corporation Act (AktG) in November 2015. We again complied with all recommendations of the German Corporate Governance Code, and intend to continue to comply with it in future. We confirmed the assessment we made in 2014 that all 20 members of the Supervisory Board are to be regarded as independent and that they do not have any relevant conflicts of interests.

Munich Re offered an internal information event to all the members of the Supervisory Board in 2015. Nearly all the members took advantage of the opportunity to brief themselves about the current status and future effects of Solvency II, particularly with respect to the internal model of Munich Re. There were also discussions about possible effects of certain economic and political extreme scenarios and the options of reacting to such circumstances.

→ Details are available in the corporate governance report and in the Statement on Corporate Governance at www.munichre.com/cg-en

Changes in the Board of Management

Dr. Markus Rieß was appointed to the Board of Management of Munich Reinsurance Company with effect from 16 September 2015. At the same time, he was appointed to the Board of ERGO Versicherungsgruppe AG. As well as being responsible for primary insurance/ERGO, he was also given responsibility for Third Party Asset Management (TPAM).

Company and Group financial statements for 2015

KPMG Bayerische Treuhandgesellschaft Aktiengesellschaft Wirtschaftsprüfungsgesellschaft Steuerberatungsgesellschaft duly audited the Company and Group financial statements and the combined management report for the Company and the Group as at 31 December 2015 and issued them with an unqualified auditor's opinion. The respective reports and the Board of Management's proposal for appropriation of the net retained profits were subsequently submitted directly to the members of the Supervisory Board. At its meeting on 3 February 2016, the Audit Committee had the opportunity to confer in detail about the preliminary year-end figures as at 31 December 2015. On 14 March 2016, it prepared the Supervisory Board's resolution on the adoption of the Company financial statements and the approval of the Group financial statements. To this end, the Audit Committee examined in advance the Company and Group financial statements, the combined management report and the Board of Management's proposal for appropriation of the net retained profits. It discussed these at length with the auditor present at the meeting, and gave detailed consideration to the auditor's reports. The Chair of the Audit Committee briefed the full Supervisory Board about the outcome of its consultations at the balance sheet meeting.

The full Supervisory Board also reviewed the financial statements and the combined management report, and the proposal of the Board of Management for appropriation of the net retained profits. On the basis of this examination and having heard the auditor's report, the Supervisory Board raised no objections to the outcome of the external audit. It approved the Company and Group financial statements on 15 March 2016. The financial statements were thus adopted. Having carefully weighed all relevant aspects, the Supervisory Board followed the proposal of the Board of Management for appropriation of the net retained profits.

Words of thanks to the Board of Management and employees

The Supervisory Board wishes to thank all members of the Board of Management and staff worldwide. With their work and commitment, they have once again contributed to another gratifying result for Munich Re.

Munich, 15 March 2016

For the Supervisory Board



Dr. Bernd Pischetsrieder
Chairman

Combined management report

The management report of Munich Reinsurance Company and the Group management report have been combined in accordance with the provisions of Section 315 (3) in conjunction with Section 298 (3) of the German Commercial Code (HGB) and published in the Group Annual Report 2015.

The annual financial statements and the combined management report for Munich Reinsurance Company and the Group for the financial year 2015 will be submitted to the German electronic Federal Gazette for publication.

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Balance sheet as at 31 December 2015

Assets

	Notes	€k	€k	€k	Prev. year €k
A. Intangible assets	(1)			18,713	21,689
B. Investments	(2, 3)				
I. Land, land rights and buildings, including buildings on third-party land			1,036,168		1,047,132
II. Investments in affiliated companies and participating interests					
1. Shares in affiliated companies		33,373,458			34,529,228
2. Loans to affiliated companies		118,989			120,680
3. Participating interests		234,638			239,534
4. Loans to participating interests		27,363			25,988
			33,754,448		34,915,430
III. Other investments					
1. Shares, investments in unit trusts and funds, and other non-fixed-interest securities		6,261,289			6,632,019
2. Bearer bonds and other fixed-interest securities		22,716,847			20,328,498
3. Loans secured on property		511			688
4. Other loans		107,570			341
5. Deposits with banks		938,905			546,313
6. Miscellaneous investments		632,628			625,942
			30,657,750		28,133,801
IV. Deposits retained on assumed reinsurance			11,399,680		11,054,879
				76,848,046	75,151,242
C. Receivables					
I. Accounts receivable on reinsurance business			3,207,996		2,009,439
Thereof from					
- affiliated companies: €1,045,151k (240,710k)					
- participating interests: €67,032k (32,617k)					
II. Other receivables			1,060,871		1,557,939
Thereof from					
- affiliated companies: €101,606k (124,549k)					
- participating interests: €71k (64k)					
				4,268,867	3,567,378
D. Other assets					
I. Tangible assets and inventories			49,505		41,792
II. Cash at banks, cheques and cash in hand			478,573		429,115
				528,077	470,907
E. Deferred items					
I. Accrued interest and rent			337,727		351,111
II. Miscellaneous deferred items	(4)		82,162		109,434
				419,890	460,545
F. Excess of plan assets over pension liabilities	(5)			346,395	396,927
Total assets	(11)			82,429,988	80,068,688

Equity and liabilities

	Notes	€k	€k	€k	Prev. year €k
A. Equity	(6)				
I. Issued capital					
1. Subscribed capital		587,725			587,725
2. Less: Accounting value of own shares held		-14,294			-15,044
			573,432		572,681
II. Capital reserve			6,844,639		6,844,639
III. Revenue reserves			2,083,447		1,839,098
IV. Net retained profits			1,376,463		1,340,305
				10,877,980	10,596,723
B. Subordinated liabilities	(7)			4,266,620	4,215,483
C. Technical provisions	(8)				
I. Unearned premiums					
1. Gross amount		3,839,139			3,345,819
2. Less for retroceded business		564,270			311,761
			3,274,870		3,034,058
II. Provision for future policy benefits					
1. Gross amount		9,918,809			10,264,886
2. Less for retroceded business		1,198,692			957,568
			8,720,117		9,307,318
III. Provision for outstanding claims					
1. Gross amount		36,559,652			34,524,690
2. Less for retroceded business		2,397,262			1,895,260
			34,162,389		32,629,430
IV. Provision for premium refunds					
1. Gross amount		5,012			6,310
2. Less for retroceded business		0			0
			5,012		6,310
V. Claims equalisation provision and similar provisions			10,253,548		9,576,618
VI. Other technical provisions					
1. Gross amount		292,278			112,629
2. Less for retroceded business		-56,034			4,442
			348,312		108,187
				56,764,247	54,661,921
D. Other accrued liabilities	(9)				
I. Provisions for employees' pensions and similar commitments			27,403		17,392
II. Provisions for tax			1,027,560		1,897,781
III. Other provisions			864,674		1,119,840
				1,919,638	3,035,013
E. Deposits retained on retroceded business				2,728,421	1,785,470
F. Other liabilities					
I. Accounts payable on reinsurance business			5,340,984		4,939,924
Thereof to					
- affiliated companies: €1,576,777k (1,713,715k)					
- participating interests: €13,815k (3,634k)					
II. Amounts due to banks			0		837
III. Miscellaneous liabilities	(10)		511,483		813,641
Thereof towards					
- affiliated companies: €326,540k (457,999k)					
Thereof from taxes: €55,537k (105,448k)					
Thereof for social security: €664k (6,288k)					
				5,852,467	5,754,402
G. Deferred items				20,614	19,676
Total equity and liabilities	(11)			82,429,988	80,068,688

Income statement for the financial year 2015

Items

	Notes	€k	€k	€k	Prev. year €k
I. Technical account					
1. Earned premiums for own account					
a) Gross premiums written		24,234,418			22,490,906
b) Retroceded premiums		-2,905,293			-1,701,330
			21,329,124		20,789,576
c) Change in gross unearned premiums		-430,995			230,003
d) Change in retroceded share of unearned premiums		274,088			-39,972
			-156,907		190,031
				21,172,217	20,979,607
2. Interest on technical provisions for own account	(13)			447,521	418,644
3. Other underwriting income for own account				5,005	5,030
4. Claims incurred for own account					
a) Claims paid					
aa) Gross amount		-15,068,134			-16,592,681
ab) Retroceded amount		898,090			1,133,277
			-14,170,044		-15,459,404
b) Change in provision for outstanding claims					
ba) Gross amount		-440,610			708,431
bb) Retroceded amount		524,293			-31,469
			83,683		676,962
				-14,086,362	-14,782,442
5. Change in other technical provisions for own account					
a) Net provision for future policy benefits			-586,623		-512,245
b) Other net technical provisions			-13,371		-77,933
				-599,993	-590,178
6. Expenses for premium refunds for own account				-4,198	-7,211
7. Operating expenses for own account	(14, 18, 19, 22)				
a) Gross operating expenses			-6,567,265		-5,727,343
b) Less commission received on retroceded business			819,699		312,446
				-5,747,566	-5,414,897
8. Other underwriting expenses for own account				7,739	-1,716
9. Subtotal				1,194,362	606,837
10. Change in claims equalisation provision and similar provisions	(12)			-676,931	-1,429,603
11. Underwriting result for own account	(12)			517,432	-822,766

Items

	Notes	€k	€k	€k	€k	Prev. year €k
II. Non-technical account						
1. Investment income	(15)					
a) Dividends from participating interests						
Thereof from affiliated companies:						
€1,983,641k (1,866,494k)			2,005,386			1,885,655
b) Income from other investments						
Thereof from affiliated companies:						
€328,336k (185,226k)						
ba) Rents from land and buildings, including buildings on third-party land		137,739				133,982
bb) Income from other investments		1,267,942				1,097,486
			1,405,681			1,231,468
c) Income from write-ups			274,927			596,146
d) Realised gains on the disposal of investments			1,947,992			1,430,236
e) Income from profit-transfer agreements			84,805			62,923
				5,718,791		5,206,428
2. Investment expenses	(14, 16, 18, 19, 22)					
a) Expenses for the management of investments, interest paid and other expenses for investments			-351,795			-634,533
b) Write-downs of investments			-1,754,367			-479,324
c) Realised losses on the disposal of investments			-1,276,152			-850,740
d) Expenses from loss transfers			-8,169			-58,370
				-3,390,483		-2,022,967
				2,328,308		3,183,461
3. Interest income on technical provisions				-505,631		-466,524
					1,822,677	2,716,937
4. Other income	(20)				415,018	398,239
5. Other expenses	(20, 21, 22)				-878,859	-835,206
6. Operating result before tax					1,876,267	1,457,204
7. Taxes on income				699,601		555,114
8. Other taxes				2,128		-6,434
					701,728	548,680
9. Profit for the year					2,577,995	2,005,885
10. Profit brought forward from previous year					47,274	46,451
11. Appropriations to revenue reserves					-1,248,807	-712,030
12. Accounting value of own shares deducted from subscribed capital					19,984	29,781
13. Reversal of accounting value of own shares deducted from subscribed capital					-20,735	-20,987
14. Allocation to reserve for own shares					-19,984	-29,781
15. Release of reserve for own shares					20,735	20,987
16. Proceeds from sale of own shares					0	0
17. Allocation to capital reserve from sale of own shares					0	0
18. Allocation to revenue reserve from sale of own shares					0	0
19. Release of revenue reserve for acquisition of own shares					1,003,707	1,393,591
20. Expenses for acquisition of own shares					-1,003,707	-1,393,591
21. Net retained profits					1,376,463	1,340,305

Notes to the financial statements

Recognition and measurement

Accounting basis

The financial statements, and the sections of the management report that have been combined with the Group management report and relate to Munich Reinsurance Company, have been prepared in accordance with the German Commercial Code (HGB) and the German Stock Corporation Act (AktG), the German Insurance Accounting Regulation (RechVersV) and the German Insurance Supervision Act (VAG), observing conservative accounting principles.

Intangible assets

Intangible assets are measured at the acquisition cost less admissible straight-line amortisation and, where applicable, write-downs for impairment.

Investments

Our real estate is valued at the acquisition or construction cost less admissible linear depreciations and, where applicable, write-downs for impairment.

The carrying amount of shareholdings in affiliated companies and other participating interests is generally the acquisition cost, written down to a lower fair value where applicable.

Loans to affiliated companies and to participating interests, mortgage loans, promissory notes and loans, and other receivables are measured at amortised cost.

Shares, investments in unit trusts and funds, and other non-fixed-interest securities, bearer bonds and other fixed-interest securities and other investments are valued at acquisition cost or at the market price at the balance sheet date, whichever is the lower. Investments with participating interests have been classified under Section 341b of the German Commercial Code but have been valued according to the strict lower of cost or market principle, despite the alternative valuation option provided for.

Lower valuations from previous years are maintained for all our investments if the impairment in value is probably permanent. Where the market value at the balance sheet date was higher than the previous year's valuation, we have written the value back up to the acquisition cost or the amortised cost.

Receivables

Deposits retained on assumed reinsurance business, accounts receivable on reinsurance business and other receivables are recognised at the nominal values less any necessary adjustments of value.

Other assets

Inventories are recognised at acquisition cost. Office furniture and equipment is valued at acquisition cost less admissible depreciations. The purchase price of low-value items is written off on a straight-line basis over a period of five years.

Deferred taxes

For temporary differences in the valuation of assets, liabilities and deferred items between the commercial balance sheet and tax accounts, tax liabilities and tax benefits are determined. We did not avail ourselves of the option provided for in Section 274 (1) sentence 2 of the German Commercial Code (HGB), so the tax benefit resulting on balance from this calculation has not been recognised as an asset. In the calculation, the temporary differences across all the tax spheres of the states in which we have taxable branches are added together.

Significant for the Company are the temporary differences existing in Germany, where the deductible temporary differences exceed the taxable temporary differences by €7,380m. The deductible temporary differences result mainly from write-downs of investments that were not recognisable in the tax accounts owing to the stricter regulations, and from technical provisions that tend to be valued lower in the tax accounts than in the commercial balance sheet. In addition, there were deductible temporary differences resulting from intangible assets due to the extensive recognition of self-developed IT programs in the tax accounts, and from miscellaneous provisions recognised in the commercial balance sheet but not (or not to the same extent) in the tax accounts. By contrast, the taxable temporary differences existing in the German tax sphere are of subordinate importance.

The rounded deferred tax rate applicable for the German tax sphere is 33.0%. It is made up of the corporate tax rate (including solidarity surcharge) of 15.8% and the trade tax rate of 17.2%. The tax rate applicable for the Canadian branch amounts to 26.6%, for the UK branch to 20.0%, for the Australian branch to 30.0%, and for the Italian branch to 34.3%.

Munich Reinsurance Company has total tax loss carry-forwards of €4,541m, of which €4,204m is attributable to the German tax sphere. The remaining loss carry-forwards stem from the Company's foreign business units. Loss carry-forwards of €4,258m will probably be utilised within the next five years.

Excess of plan assets over pension liabilities

Under certain conditions, assets are netted with related liabilities for pension commitments (exception to the prohibition of offsetting under Section 246 (2) sentence 2 of the German Commercial Code). Under this rule, assets that are not accessible to creditors and serve solely to settle liabilities arising from pension commitments or comparable long-term commitments must be netted with those liabilities. In accordance with Section 253 (1) sentence 4 of the German Commercial Code, the assets in question must be measured at fair value. If the fair value of the assets exceeds the settlement amount of the liabilities, the excess amount must be capitalised separately in the balance sheet as "excess of plan assets over pension liabilities" in accordance with Section 246 (2) sentence 3 of the German Commercial Code.

Technical provisions

The technical provisions are calculated in accordance with the requirements of German commercial law. In all cases, we have taken into account the necessity of ensuring that our obligations from reinsurance business can always be met.

Unearned premiums are accrued premiums already written for future risk periods. They have been calculated in accordance with the principles of German commercial law, partly on the basis of information received from our ceding companies and partly using nominal percentages. Where unearned premiums are calculated using such percentages, these are based on many years of experience and the latest knowledge available. Costs for reinsurance commissions are deducted at a rate of 92.5% from the unearned premium components calculated.

The provision for future policy benefits in long-term underwriting business is posted for the actuarially calculated value of obligations arising from policyholders' guaranteed entitlements.

The actuarial assumptions used for their calculation include, in particular, assumptions relating to mortality, disablement, morbidity, interest-rate development, lapses and costs. These are estimated on a realistic basis at the time the insurance contracts are concluded and they include adequate provision for adverse deviation to make allowance for the risks of change, error and random fluctuations. The actuarial assumptions are adjusted if, and only if, the original provisions for adverse deviation are no longer considered sufficient.

Provisions for outstanding claims are generally established in accordance with the amounts reported to us by our cedants. They are posted for payment obligations arising from reinsurance contracts where the size of the claim or the timing of the payment is still uncertain. Part of the provision is for known claims for which individually calculated provisions are posted. Another part is for expenses for claims which are not yet known (e.g. because they have not been reported yet or have not yet manifested themselves). A third class of provisions covers claims which are basically known but whose extent has turned out to be greater than originally foreseen. All these provisions include expenses for internal and external loss adjustments. The provision for outstanding claims is based on estimates: the actual payments may be higher or lower. The amounts posted are the realistically estimated future amounts to be paid; they are calculated on the basis of past experience and assumptions about future developments (e.g. social, economic or technological parameters) and using appropriate actuarial methods. Future payment obligations are not discounted but recognised at the future settlement value.

The item "claims equalisation provision and similar provisions" contains the amounts required in accordance with commercial law to mitigate fluctuations in claims experience in future years, plus the provisions for major risks.

The "other technical provisions" mainly comprise provisions for profit commission and the provision for anticipated losses. Provisions for anticipated underwriting losses are posted if, in a reinsurance portfolio, the future premiums plus the proportionate investment result will probably not be sufficient to cover the expected claims and costs. In the financial year 2015, provisions for anticipated underwriting losses were posted in third-party liability, motor, marine, aviation, engineering and other classes of business.

Technical provisions apportionable to the business retroceded by us have been calculated in accordance with the terms of the retrocession agreements.

Other accrued liabilities

Under certain conditions, assets must be netted with related liabilities from pension commitments (see "Excess of plan assets over pension liabilities"). If these conditions are met, a pension provision only has to be recognised in the amount by which the settlement amount exceeds the fair value of the assets.

The Company has availed itself of the option under Section 253 (2) sentence 2 of the German Commercial Code to discount pension commitments or comparable long-term commitments using the average market interest rate determined and published by the German Bundesbank for a residual term of 15 years. Based on studies of the Company's portfolio of pensioners, the mortalities of the currently used Heubeck 2005 G tables were also modified. The present value of the commitments is calculated using the projected unit credit method.

For calculating pension commitments, semi-retirement commitments and anniversary payments, we use a discount rate of 3.89%. Increases of between 1.00% and 3.50% were assumed for the future development of existing entitlements, and of between 1.00% and 2.00% for the future development of current pensions.

All other provisions are posted in accordance with the required settlement amount, based on reasonable and prudent commercial judgement. For discounting, we use the interest rates issued by the Bundesbank as per Section 253 (2) of the German Commercial Code, in line with the duration of the provisions.

Liabilities

Subordinated liabilities, deposits retained on retroceded business, accounts payable on reinsurance business, amounts owed to banks and other liabilities are stated at the settlement amount.

Foreign currency translation and hedging relationships for currency risks

All business transactions are generally booked in the original currencies and recorded using the applicable day's exchange rate in euros. The foreign currency amounts are retranslated for the balance sheet at the year-end exchange rate.

Foreign currency liabilities are grouped together with the assets matching them per currency in hedging relationships, in accordance with Section 254 of the German Commercial Code (portfolio hedges), the items allocated to the hedging relationships being primarily long-term assets on the one hand and provisions and long-term liabilities on the other. Translation is generally performed independently of the restrictions of the historical-cost and realisation principle.

If there is an excess of assets over liabilities in a particular currency, this is examined to see whether or not it is long-term. Long-term excesses of assets over liabilities are grouped together with currency forward transactions in separate hedging relationships, as per Section 254 of the German Commercial Code, and are also generally translated independently of the restrictions of the historical-cost and realisation principle. In the year under review, there was a long-term excess of assets over liabilities only in respect of the Canadian dollar.

The effective part of the hedging relationships is accounted for using the "gross method".

Short-term excesses of assets over liabilities and (short-term and long-term) excesses of liabilities over assets are generally translated immediately with impact on profit or loss. The remaining assets and liabilities outside the above-mentioned hedging relationships per currency have a residual term of less than one year and are therefore recognised in accordance with Section 256a of the German Commercial Code. The same applies to provisions, whose residual term is, however, immaterial for non-compliance with the historical-cost or realisation principle.

Gains and losses resulting from currency translation are recognised in the income statement under other income or other expenses.

The following table shows the exchange rates of the most important currencies for our business (exchange rate for €1 in each case):

Foreign currency translation

	31.12.2015	Prev. year
Australian dollar	1.4931	1.4787
Japanese yen	130.6760	145.0790
Canadian dollar	1.50895	1.40155
Pound sterling	0.73705	0.77605
Swiss franc	1.08740	1.20235
US dollar	1.08630	1.21005
Chinese renminbi	7.05395	7.50715

Hedging relationships

In addition to the hedging relationships for currency risks described above, we have also availed ourselves of the option under Section 254 of the German Commercial Code to recognise the economic hedge through hedge accounting for the subordinated bond from 2007, which is hedged against interest-rate risks by means of an interest-rate swap (see page 25 f.). The effective part of the hedging relationship is recognised in accordance with the "net method". As described in the risk report, which is part of the management report that has been combined with the Group management report, numerous other risks are hedged using economic hedges as part of our risk management. However, we do not apply hedge accounting for these items. Details of the hedging relationships are provided on page 28 ff.

Notes to the balance sheet – Assets

1, 2 Intangible assets and investments

	Carrying amount 31.12.2014	Currency translation	Additions	Disposals	Write-ups	Write-downs	Carrying amount 31.12.2015
	€k	€k	€k	€k	€k	€k	€k
(1) Intangible assets	21,689	0	6,883	-144	0	-9,715	18,713
(2) Investments							
Land, land rights and buildings, including buildings on third-party land	1,047,132	0	10,102	0	18,567	-39,632	1,036,168
Investments in affiliated companies and participating interests							
Shares in affiliated companies	34,529,228	736,436	1,353,743	-2,377,823	250,000	-1,118,126	33,373,458
Loans to affiliated companies	120,680	1,185	0	-2,876	0	0	118,989
Participating interests	239,534	1,988	0	-4,003	262	-3,143	234,638
Loans to participating interests	25,988	1,375	0	0	0	0	27,363
	34,915,430	740,983	1,353,743	-2,384,702	250,262	-1,121,269	33,754,448
Other investments							
Shares, investments in unit trusts and funds, and other non-fixed-interest securities	6,632,019	208,100	4,899,592	-5,114,388	25,909	-389,943	6,261,289
Bearer bonds and other fixed-interest securities	20,328,498	332,074	13,476,093	-11,263,784	5,994	-162,027	22,716,847
Loans secured on property	688	0	0	-177	0	0	511
Other loans							
Promissory notes and loans	289	33	107,476	-276	0	0	107,522
Other loans	52	2	0	-7	0	0	48
Deposits with banks	546,313	7,089	385,503	0	0	0	938,905
Miscellaneous investments	625,942	37,707	6,772,116	-6,757,999	0	-45,138	632,628
	28,133,801	585,006	25,640,779	-23,136,631	31,903	-597,108	30,657,750
Total investments (2)	64,096,363	1,325,989	27,004,624	-25,521,332	300,731	-1,758,009	65,448,366
Total (1) + (2)	64,118,052	1,325,989	27,011,507	-25,521,477	300,731	-1,767,724	65,467,079

The statement of changes in assets and investments is shown at year-end exchange rates (31 December 2015).

Intangible assets consist mainly of purchased insurance portfolios and software.

The carrying amount of owner-occupied property totals €271m.

Of our total investments (excluding deposits retained on assumed reinsurance) with a carrying amount of €65,448m, an amount of €2,097m is deposited with ceding companies or foreign governments or in the custody of trustees nominated by us.

The item “miscellaneous investments” includes a portfolio of physical gold, with a carrying amount of €324m.

Derivatives	Balance sheet item	Carrying	Fair value	Notional
		amount		principal amount
		€k	€k	€k
Interest-rate risks				
Interest-rate swaps	Other provisions	-7,601	24,520	7,075,674
Interest-rate swaps (subordinated bond)	Other provisions	0	94,022	1,349,050
Inflation swaps	Other provisions	-346,987	-345,287	4,027,491
Interest-rate futures	Other provisions	-3	424	177,134
Bund futures	Other provisions	-5,106	1,754	3,945,163
Currency risks				
Long currency options	Shares, investments in unit trusts and funds, and other non-fixed-interest securities	173	201	586,509
Short currency options	Other liabilities	-4,060	-81	568,904
Currency forwards	Other provisions	-114,746	24,364	14,873,093
Currency forwards (for Can\$ hedging)	Shares, investments in unit trusts and funds, and other non-fixed-interest securities	0	25,802	1,721,727
Other transactions				
Insurance derivatives I (cat bonds)	Deferred asset items	443	-1,731	545,174
	Deferred liability items	-319		
	Other provisions	-1,667		
Insurance derivatives II (short options)	Other liabilities	-154	-21	11,829
Insurance derivatives III (Total return swaps, insurance-linked)	Other provisions	0	295	173,097
Weather derivatives (Total return swaps, weather)	Other provisions	-30,013	-30,013	50,904
Single credit default swaps	Other provisions	-5,918	-4,057	142,269
	Deferred asset items	2,615		
	Deferred liability items	-2,592		
Basket credit default swaps	Deferred asset items	42,827	50,272	1,174,206
	Deferred liability items	-229		
Commodity swaps	Other provisions	-22,052	-15,475	993,393
Commodities (long options)	Shares, investments in unit trusts and funds and other non-fixed interest securities	374	374	19,700

Derivative financial instruments (derivatives) are financial contracts relating to a specific underlying asset.

Derivatives are generally valued at the acquisition cost or their fair value at the balance sheet date, whichever is the lower. A pending liability is taken into account through the posting of a provision for anticipated losses. Upfront payments are capitalised and amortised over the term.

The carrying amounts of the insurance derivatives (swap contracts, options, and derivatives embedded in cat bonds) are derived from the market value of the related underlying assets.

One interest-rate swap (notional principal amount: €1,349m) to hedge the subordinated bond from 2007 against interest-rate risks has not been accounted for at fair value owing to its recognition as part of a hedging relationship in accordance with Section 254 of the German Commercial Code and application of the "net method". The change in market value of the interest-rate swap is recognised in determining the result of the hedging relationship. The positive market value of the interest-rate swap at the balance sheet date was €94m. Recognised valuation methods are used to determine the fair values of derivatives not traded on the stock exchange. Details may be obtained from the following table.

Derivatives	Pricing method	Parameters	Pricing model
Interest-rate risks			
Interest-rate swaps	Theoretical price	Swap curve Money-market interest-rate curve	Present-value method
Inflation swaps	Theoretical price	Zero-coupon inflation swap rates Swap curve Money-market interest-rate curve	Present-value method
Currency risks			
Currency options	Theoretical price	At-the-money volatility Currency spot rates Money-market interest-rate curve	Garman-Kohlhagen (European)
Currency forwards	Theoretical price	Currency spot rates Money-market interest-rate curve	Present-value method
Other transactions			
Insurance derivatives	Theoretical price	Market values of the cat bonds Historical event data Interest-rate curve	Present-value method
Credit default swaps	Theoretical price	Credit spreads Recovery rates Interest-rate curve	Present-value method ISDA CDS Standard Model
Commodity swaps	Theoretical price	Listing of underlying index	Index ratio calculation
Commodity options	Theoretical price	Listing of underlying Effective volatilities Money-market interest rate	Black-Scholes (European), Cox, Ross and Rubinstein (American)
Weather derivatives	Theoretical price	Event estimates Historical data	Monte Carlo

The fair value of investments (excluding deposits retained on assumed reinsurance) amounts to €76,438m. The balance sheet value was €65,448m. This results in valuation reserves of €10,989m for the 2015 financial year.

The valuation reserves contain hidden losses of far below €1m from land and buildings. We have refrained from making a write-down, as there is no permanent impairment in value.

The valuation reserves also contain hidden losses of €2m for participating interests. Again, we have refrained from making a write-down, as there is no permanent impairment in value.

The fair values of real estate are determined once a year, generally using the capitalised earnings value; new buildings are valued at cost at the balance sheet date. In the case of shares in affiliated companies, participating interests, shares, investments in unit trusts and funds, and other non-fixed-interest securities, the market prices at the balance sheet date are used if the investments concerned are listed on the stock market. If no market prices are available, we calculate the value using the discounted earnings method or use net asset values. In the case of unlisted new acquisitions, we use the acquisition cost.

The fair values of fixed-interest securities listed on the stock market are determined on the basis of the market prices at the balance sheet date. In the case of fixed-interest securities not listed on the stock market, we determine the values using recognised valuation methods in accordance with the present-value principle on the basis of interest-rate curves.

Investments - Fair values and valuation reserves

€m	Carrying amounts	Fair values	Valuation reserves
	31.12.2015	31.12.2015	31.12.2015
Land, land rights and buildings, including buildings on third-party land	1,036	3,127	2,090
Investments in affiliated companies and participating interests			
Shares in affiliated companies	33,373	39,878	6,504
Loans to affiliated companies	119	127	8
Participating interests	235	705	470
Loans to participating interests	27	28	1
	33,754	40,738	6,984
Other investments			
Shares, investments in in unit trusts and funds, and other non-fixed-interest securities	6,261	7,027	766
Bearer bonds and other fixed-interest securities	22,717	23,860	1,143
Loans secured on property	1	1	0
Other loans	108	108	0
Deposits with banks	939	939	0
Miscellaneous investments	633	639	7
	30,658	32,573	1,915
Total investments	65,448	76,438	10,989

At 31 December 2015, the Company held shares of more than 10% in several German and foreign investment funds, with a focus on equity funds.

€m	Market value	Carrying amount	Difference	Distribution received in the financial year
Equity funds	5,421	5,419	2	156
Bond funds	379	256	123	1
Total	5,800	5,675	125	157

3 Information on shareholdings

A list of all our shareholdings can be found on page 41 ff.

4 Deferred items

These include €9m for a difference (as defined in Section 250 (3) of the German Commercial Code - HGB) in respect of the settlement amount of a liability.

5 Excess of plan assets over pension liabilities

A total settlement amount of €982m for liabilities from pension commitments is more than covered by plan assets with a total fair value of €1,297m. Netting at individual plan level results in both an excess of €342m of plan assets over pension liabilities, which has to be capitalised, and a pension provision of €27m. The acquisition costs of the assets to be netted amounts to €1,169m. The income from these assets totalled €15m and the interest expenditure for the pension provisions and comparable long-term commitments came to €138m in the financial year.

Netted income and expenses from pension commitments and plan assets to be netted

€k	2015
Expenses for discounting liabilities for pension commitments	-39,158
Expenses for change in the discount rate for liabilities for pension commitments	-98,348
Income from plan assets to be netted with liabilities for pension commitments	14,585
Net income from pension commitments	-122,921
Expenses for discounting liabilities for semi-retirement commitments	-1,979
Expenses for change in the discount rate for liabilities for semi-retirement commitments	-954
Income from plan assets to be netted with liabilities for semi-retirement commitments	-5
Net expenses for semi-retirement commitments	-2,938

The additional funding obligation resulting from the contract trust agreement was set up as an expenses provision prior to the introduction of the German Act to Modernise Accounting Law (BilMoG) and maintained, pursuant to Section 67 (3) of the Act Introducing the German Commercial Code (EGHGB), until it was fully released in the year under review. The additional funding obligation arose from the trust agreement to finance pension commitments on the basis of the defined benefit obligation as per IAS 19.

Notes to the balance sheet - Equity and liabilities**6 Equity**

The total share capital of €587,725,396.48 at 31 December 2015 is divided into 166,843,961 no-par-value registered shares, each fully paid up and carrying one vote.

Composition of the capital authorised for capital increases:

€m	31.12.2015
Authorised Capital Increase 2015 (until 22 April 2020)	10
Authorised Capital Increase 2013 (until 24 April 2018)	280
Total	290

Composition of contingent capital:

€m	31.12.2015
Contingent Capital Increase 2015 (until 22 April 2020)	117
Total	117

An amount of €14m is shown deducted from the subscribed capital for the accounting value of own shares held at 31 December 2015. The portion of the acquisition costs for these own shares in excess of this accounting value, i.e. €697m, has been deducted from the revenue reserves.

From the profit for the year 2015, an amount of €1,249m was allocated to the revenue reserves by the Board of Management. Revenue reserves contain a reserve of €14m to take account of the own shares held. Net retained profits for the year under review include a profit of €47m carried forward from the previous year. An amount of €142m resulting from the capitalisation of assets at fair value (€128m) and from the reserve for own shares is subject to a restriction on distribution.

On 31 December 2015, a total of 4,061,370 Munich Reinsurance Company shares with a calculated nominal value of around €14m were held by Group companies. This represents 2.4% of the share capital.

On 20 March 2014, Munich Reinsurance Company's Board of Management decided on a share buy-back programme, thus availing itself of the authorisation granted by the Annual General Meeting on 30 April 2014 in accordance with Section 71 (1) no. 8 of the German Stock Corporation Act (AktG). From 14 May 2014 to 10 April 2015, a total of 6,098,657 Munich Reinsurance Company shares were purchased via the stock exchange. Of these, 1,673,576 shares were acquired at an average price of €183.00 in the 2015 calendar year. All shares from this buy-back programme were retired on 23 April 2015 in a simplified process, without reducing the share capital, by adjusting the proportion of the Company's share capital represented by each of the remaining no-par-value shares.

On 11 March 2015, Munich Reinsurance Company's Board of Management decided on another share buy-back programme. The share buy-back will be restricted to a total purchase price (excluding incidental expenses) of €1bn up to the 2016 Annual General Meeting. Munich Reinsurance Company's Board of Management thus availed itself of the authorisation granted by the Annual General Meeting on 23 April 2015 in accordance with Section 71 (1) no. 8 of the Stock Corporation Act (AktG). From 1 June 2015 to 31 December 2015, a total of 4,060,699 shares were acquired at an average price of €171.75 as part of this new programme.

MEAG MUNICH ERGO AssetManagement GmbH sold 1,859 Munich Re shares at an average price of €172.87 in the financial year 2015 in connection with the hedging of obligations from its long-term incentive plan. The sale generated proceeds of €0.3m. With the remaining Munich Re shares acquired in prior years to hedge the stock appreciation rights granted, MEAG had a total portfolio of 671 shares at 31 December 2015.

The acquisition costs of all Munich Re shares in the possession of Group companies at the end of the financial year totalled €697,525,723.26.

The Company has received the following notifications pursuant to Section 21 of the German Securities Trading Act (WpHG) regarding voting-right percentages (status at 31 December 2015):

Allianz Global Investors GmbH, Frankfurt, Germany notified us in June 2015 that on 19 June 2015 its share of the voting rights held directly or indirectly in our Company had risen above the 3% threshold and on this day amounted to 3.001% (5,007,693 voting rights).

Warren E. Buffett, USA, and two companies in his group (Berkshire Hathaway Inc. and National Indemnity Company) notified us pursuant to Section 21 of the German Securities Trading Act (WpHG) that on 28 September 2015 their shareholding in our Company had fallen below the 10% threshold, that on 10 December 2015 the shareholding had fallen below the 5% threshold, and that on 16 December 2015 the shareholding had fallen below the 3% threshold to 2.5%. Before the notification of 28 September 2015, they held shares totalling around 12% of the share capital of Munich Reinsurance Company.

In December 2015, BlackRock Inc., Wilmington, DE, USA, informed us in a voluntary Group statement pursuant to Sections 21 and 24 of the German Securities Trading Act (WpHG) that on 18 December 2015 their share in the voting rights of our Company amounted to 6.64% (11,077,876 voting rights). Pursuant to Section 22 of the German Securities Trading Act (WpHG), these shares are attributed to BlackRock Inc. Based on the information provided by BlackRock Inc. none of its subsidiaries indirectly hold 3% or more of the voting rights in our Company.

7 Subordinated liabilities

The subordinated bond issued in 2003 with a nominal value of £300m will mature in 2028 and is callable by us for the first time on 21 June 2018. The subordinated bond issued in 2011 with a nominal value of €1,000m will mature in 2041 and is callable by us for the first time on 26 May 2021. The subordinated bonds issued in 2012 with nominal values of €900m and £450m will mature in 2042 and are callable by us for the first time on 26 May 2022.

The subordinated bond issued by the Company in June 2007 with a volume of €1,500m is a perpetual bond, callable by us for the first time from ten years after the date of issue, i.e. in 2017. We have hedged the interest-rate risk by means of an interest-rate swap on the nominal amount of the bond and recognise this as a hedging relationship, details of which are provided on page 29.

The remaining term of the subordinated liabilities with a total amount of €4,267m is more than five years.

Subordinated liabilities

€m	31.12.2015
Subordinated bonds 2003/2028, £300m 7.625% p.a. until 2018, thereafter floating	407
Subordinated bonds 2007/perpetual, €1,349m ¹ 5.767% p.a. until 2017, thereafter floating	1,349
Subordinated bonds 2011/2041, €1,000m 6.00% p.a. until 2021, thereafter floating	1,000
Subordinated bonds 2012/2042, €900m 6.25% p.a. until 2022, thereafter floating	900
Subordinated bonds 2012/2042, £450m 6.625% p.a. until 2022, thereafter floating	611
Total	4,267

¹ With original nominal value of €1,500m (thereof €1,349m outstanding).

The Company's subordinated bonds have been given the following ratings by the leading rating agencies:

Rating

Bonds	Identification numbers	A.M. Best	Fitch	Moody's	S&P
Subordinated bonds 2003/2028 £300m 7.625% p.a. until 2018, thereafter floating	WKN: 843449 ISIN: XS0167260529 Reuters: DE016726052= Bloomberg: MUNRE	a+	A+	A2 (hyb)	A
Subordinated bonds 2007/perpetual €1,349m ¹ 5.767% p.a. until 2017, thereafter floating	WKN: AON4EX ISIN: XS0304987042 Reuters: DE030498704= Bloomberg: MUNRE	a	A	A3 (hyb)	A
Subordinated bonds 2011/2041, €1,000m 6.00% p.a., until 2021, thereafter floating	WKN: A1KQYJ ISIN: XS0608392550 Reuters: DE060839255= Bloomberg: MUNRE	a	A	-	A
Subordinated bonds 2012/2042, €900m, 6.25% p.a. until 2022, thereafter floating	WKN: A1ML16 ISIN: XS0764278528 Reuters: DE076427852= Bloomberg: MUNRE	a	A	-	A
Subordinated bonds 2012/2042 £450m, 6.625% p.a. until 2022, thereafter floating	WKN: A1ML15 ISIN: XS0764278288 Reuters: DE076427828= Bloomberg: MUNRE	a+	A	-	A

¹ With original nominal value of €1,500m (thereof €1,349m outstanding).

8 Technical provisions by class of business

€m	Unearned premiums	Provision for future policy benefits	Claims provision	Claims equalisation provision and similar provisions	Other provisions	Total	Reserves as % of net premiums
Life	406	8,719	1,411	13	188	10,738	156
Health	165	1	360	6	72	602	18
Accident	18	0	2,384	516	-8	2,911	1,903
Liability	278	0	12,896	1,434	-18	14,590	789
Motor	784	0	7,201	968	-29	8,924	363
Marine	83	0	792	331	22	1,227	319
Aviation	188	0	1,041	859	24	2,112	468
Fire	603	0	4,414	4,419	33	9,470	310
Engineering	474	0	2,244	292	31	3,041	427
Other classes	275	0	1,419	1,415	40	3,150	159
Non-life combined	2,869	1	32,752	10,240	165	46,027	318
Total	3,275	8,720	34,162	10,254	353	56,764	266

The claims provisions shown have been influenced both by payments made in the year under review and by expenses or income from increasing or reducing the provision respectively.

Claims expenses for the year under review less the payments already made in the same year increase the provisions. The provisions for previous years are reduced by the payments made in the year under review for these years. As the provisions are determined using best estimates based on claims information and past claims experience, as well as estimates of future claims development, it is inevitable that the relevant estimate will regularly change as knowledge of claims cases grows in the year under review.

The claims equalisation provision and similar provisions break down as follows:

€k	31.12.2015	31.12.2014
Claims equalisation provision	9,764,037	9,117,493
Provision for major risks	489,512	459,125
Thereof:		
For nuclear facilities	93,764	88,789
For pharmaceutical product liability risks	75,992	77,100
For terrorism risks	319,756	293,236
Total	10,253,548	9,576,618

The other technical provisions include provisions for anticipated losses amounting to €90,999k.

9 Other accrued liabilities

As at 31 December 2015, prior to netting, the provision for employees' pensions and similar commitments totalled €983m, compared with assets of €1,297m prior to netting. There was an excess of €393m of plan assets over pension liabilities as at 31 December 2014, an amount which decreased to €342m by 31 December 2015. In addition, there was a pension provision of €17m as at 31 December 2014, which rose to €27m by 31 December 2015.

For semi-retirement commitments, a settlement amount of €58m compares with assets of €27m to be netted. Netting at individual plan level results in both an excess of €4m of plan assets over pension liabilities, which has to be capitalised, and a provision of €35m. The acquisition costs of the assets to be netted amounts to €27m.

We have agreed to pay pensions to nearly all our staff and their surviving dependants. These commitments are to be met by the Company itself, by the Munich Re staff pension fund, and by Allianz Pensions Management e.V.

For personnel expenses not yet payable on the balance sheet date, provisions of €270m have been posted.

There are provisions of €537m for anticipated losses from derivatives.

10 Miscellaneous liabilities

Liabilities secured by charges on property total €0.4m. These have a remaining term of more than five years.

11 Hedging relationships

Hedge accounting is used for the following economic hedges:

Type of hedging relationship	Hedged items Types and volumes	Hedging instruments Types and volumes	Type of risks	Amount of risks hedged
Portfolio hedges	Foreign currency liabilities	Foreign currency assets	Exchange-rate risks	Currency result from hedged foreign currency liabilities Recognition of effective change in the fair value of hedged items and hedging instruments in the balance sheet and income statement, owing to use of "gross method" for hedging relationships
	<p>The following hedging relationships - the largest in terms of volume - were recognised at the balance sheet date:</p> <ul style="list-style-type: none"> - US dollar: 21,109m (€19,432m) - Pound sterling: 5,542m (€7,519m) - Chinese renminbi: 25,874m (€3,668m) - Australian dollar: 4,832m (€3,236m) - Canadian dollar: 4,854m (€3,217m) - Japanese yen: 107,917m (€826m) - Israeli new shekel: 3,396m (€803m) - New Zealand dollar: 550m (€346m) - South Korean won: 392,469m (€308m) 			
Portfolio hedge	Variable portfolio of securities (Canadian dollar) in the deposits MXA016F100 and MRA016F101	Hedging by means of currency forward transactions (sale of Canadian dollars in exchange for euros) Hedging always annually with regular adjustments in line with book value change in the deposit	Exchange-rate risk	Currency result from hedged securities deposits MXA016F100 and MRA016F101 Recognition of effective change in the fair value of hedged items and hedging instruments in the balance sheet and income statement, owing to use of "gross method" for hedging relationship
	Book value (basis for hedging) as at 31 December 2015: Can\$ 2,591m (€1,717m)	Open currency forward contracts as at 31 Dec. 2015: Sell Can\$ 2,598m in exchange for €1,729m		
Micro-hedge	Subordinated bond XS0304987042 2007/perpetual; nominal volume/book value €1,349m 5.767% p.a. until 2017	Interest-rate swap Nominal volume €1,349m Market value as at 31 December 2015: €94m Receive fix 5.767% p.a., pay EURIBOR 3 Months + spread 101.35 BP	Interest-rate risk	Accounting at nominal value using the "net method"; Munich Reinsurance Company's own issue; therefore no valuation of the interest-rate risk and no omitted write-up or write-down, owing to recognition as hedging relationship

→ Details of effectiveness			
Reason	Scope	Period	Method for measuring effectiveness
Currency match	Probable compensation of countervailing changes in the fair value	According to duration of liabilities	Critical term match method, prospective
Identity of underlying	Probable compensation of countervailing changes in the fair value	Commenced on 1 October 2011	Critical term match method, prospective
Currency match		Unlimited term	
Volume of hedge is regularly adjusted to the status of the deposit	Effectiveness 99.89% Ineffectiveness results mainly from changes in the contents of the deposit and minor delay until hedge volume is adjusted in the currency forward transactions		Dollar offset method, retrospective
Identity of underlying	Probable compensation of countervailing changes in the fair value	Term until June 2017	Critical term match method, prospective
Currency match			
Identical parameters	Effectiveness 96.94%		Dollar offset method, retrospective

Notes to the income statement

12 Reinsurance underwriting result by class of business

€m	Gross premiums written		Underwriting result before claims equalisation provision and similar provisions		Change in claims equalisation provision and similar provisions		Combined ratio %	
	2015	2014	2015	2014	2015	2014	2015	2014
Life	8,021	7,822	-59	31	-1	-1	-	-
Health	3,567	3,349	-8	11	0	0	100,2	99,7
Accident	183	201	42	97	-37	28	72,3	35,3
Liability	1,974	1,651	-190	-14	-349	-468	110,5	100,8
Motor	3,130	2,505	62	-177	82	-166	97,4	107,0
Marine	471	506	143	75	37	-75	65,5	84,8
Aviation	454	384	106	43	-105	129	75,9	88,7
Fire	3,579	3,354	1,012	704	-235	-856	66,4	76,6
Engineering	823	804	76	-103	-53	6	89,7	113,3
Other classes	2,033	1,915	10	-60	-16	-27	99,4	103,1
Non-life combined	16,213	14,669	1,253	576	-676	-1,429	91,2	95,9
Total	24,234	22,491	1,194	607	-677	-1,430	-	-

13 Interest on technical provisions

We have calculated the interest on technical provisions in accordance with Section 38 of the German Insurance Accounting Regulation (RechVersV) and - where prescribed there - have transferred it from the non-technical to the technical account.

14 Personnel expenses

The management expenses include the following personnel expenses:

€k	2015	Prev. year
Wages and salaries	-493,985	-442,405
Social insurance contributions and voluntary assistance	-77,366	-72,963
Expenses for employees' pensions	-7,249	-3,168
Total	-578,600	-518,536

15 Investment income

The write-ups result from the reversal of write-downs because the reasons for these write-downs no longer apply.

16 Investment expenses

The amount of €1,546m of the write-downs is for impairments as per Section 253 (3) sentences 3 and 4 of the German Commercial Code (HGB). This includes a write-off totalling €1,016m for shares held directly in ERGO Versicherungsgruppe AG.

17 Tax accounting influences

There are no tax accounting influences.

18 Long-Term Incentive Plan

From 1999 to 2010, Munich Reinsurance Company set up long-term incentive plans, each with a term of seven years. From 1999 to 2009, the members of the Board of Management and senior management in Munich, and the top executives in Munich Re's international organisation were participants in the scheme. In 2010, these share-price-related remuneration plans were only provided for members of senior management in Munich and selected top executives in the international organisation.

Under the long-term incentive plans, participants received a certain number of stock appreciation rights.

The relevant initial share price for the stock appreciation rights was calculated from the average of closing prices for Munich Re shares in Frankfurt Xetra trading over the last three months prior to the relevant plan commencement.

The personnel expenses and income incurred for the stock appreciation rights are determined on the basis of the change in the fair value of the underlying options. The fair value recognises not only the intrinsic value (difference between current share price and initial share price of the stock appreciation rights) but also the possibility of growth in value up to the date of forfeiture or expiry of the rights and is determined on the basis of recognised valuation models, taking into account the exercise conditions. At each balance sheet date, the fair value is calculated and reserved; this amount is recognised in full. In the year under review, provisions of €3.0m had to be posted. The personnel expense/income recognised in the income statement corresponds to the change in the provision in the year under review, taking into consideration any rights exercised. In 2015, this resulted in expenses of €3.0m. The weighted average share price for the stock appreciation rights exercised in 2015 was €172.43 for plan year 2008, €185.89 for plan year 2009, and €191.72 for plan year 2010. The intrinsic value of the exercisable stock appreciation rights amounted to €3.0m at the balance sheet date.

Munich Reinsurance Company's Long-Term Incentive Plans 2008-2010

		Incentive Plan 2008	Incentive Plan 2009	Incentive Plan 2010
Plan commencement		1.7.2008	1.7.2009	1.7.2010
Plan end		30.6.2015	30.6.2016	30.6.2017
Initial share price	€	121.84	97.57	109.11
Intrinsic value 2015 for one right	€	64.41	88.68	77.14
Fair value 2015 for one right	€	0.00	88.68	77.14
Number of rights on 31 Dec. 2008		441,041	0	0
Additions		463	459,271	0
Forfeited		4,194	0	0
Number of rights on 31 Dec. 2009		437,310	459,271	0
Additions		0	0	675,029
Forfeited		1,462	1,287	0
Number of rights on 31 Dec. 2010		435,848	457,984	675,029
Additions		0	0	6,546
Forfeited		7,623	7,338	16,266
Number of rights on 31 Dec. 2011		428,225	450,646	665,309
Exercised		0	320,709	365,529
Forfeited		1,422	1,253	3,655
Number of rights on 31 Dec. 2012		426,803	128,684	296,125
Exercised		385,298	90,862	168,961
Number of rights on 31 Dec. 2013		41,505	37,822	127,164
Exercised		16,993	10,022	67,502
Number of rights on 31 Dec. 2014		24,512	27,800	59,662
Exercised		24,512	19,223	31,164
Number of rights on 31 Dec. 2015		0	8,577	28,498
Exercisable at year-end		0	8,577	28,498

Each stock appreciation right entitles the holder to draw in cash the difference between the Munich Re share price at the time when the right is exercised and the initial share price. The stock appreciation rights may only be exercised after a two-year vesting period and then only if the share price is at least 20% higher than the initial price. In addition, Munich Re shares must have outperformed the EURO STOXX 50 twice at the end of a three-month period during the term of the plan. The gross amount that may be obtained from the exercising of the stock appreciation rights is limited to an increase of 150% of the initial share price.

Stock appreciation rights not exercised on the last trading day of the plan term are exercised on the participant's behalf insofar as the prerequisites for this are met. If the prerequisites are not met, the stock appreciation rights are forfeited. If another company acquires control of Munich Reinsurance Company or if the latter's group of shareholders changes significantly due to a merger or comparable transaction or intended business combination (change of control), all plan participants may exercise their stock appreciation rights within 60 days after the change of control becomes effective, even if the prerequisites for exercising the rights are not yet met at that juncture.

19 Mid-Term Incentive Plan

Since 1 January 2009, Munich Reinsurance Company has set up mid-term incentive plans, each with a term of three years. Entitled to participate in these cash-settled, share-price-related remuneration plans are members of senior management in Munich. The participants receive performance share units (PSUs). In the fourth year after plan commencement, participants are entitled to a bonus payment dependent on the achievement of value-based performance targets and the increase in the total shareholder return (TSR).

The value-based performance targets are set in the form of an average target to be achieved over the three following years and are allocated according to responsibilities.

The share-based factor TSR represents the total return on Munich Re shares and comprises share price performance plus dividends paid over a certain observation period. The initial TSR value and the final TSR value are determined from the average of the last 60 calendar days prior to plan commencement and plan termination respectively.

At plan commencement, the PSUs are granted on the basis of the set target amount for 100% achievement of the objectives and the initial TSR value. The total return index of the Xetra listing of Munich Re shares, starting on 22 January 1996, is used for the TSR. The basis for full and partial allocation of PSUs is the first plan year.

The final number of PSUs is calculated from the number of PSUs at plan commencement and the percentage achievement of the performance target at plan termination. The number of PSUs may fluctuate between 0 and 1.5 times the initially allocated number. Payment is capped if the TSR doubles. The maximum amount payable is limited to 300% of the target amount for senior management.

The Mid-Term Incentive Plan at the reporting date is valued indirectly at the fair value of the liabilities. The fair value takes account of the value-based performance target and the total shareholder return during the performance period. To this end, the TSR index value observed in the market is updated with the current dividend yield of Munich Re shares at the termination date and discounted with appropriate market interest rates.

Munich Reinsurance Company's Mid-Term Incentive Plans 2012-2015

	Incentive Plan 2012	Incentive Plan 2013	Incentive Plan 2014	Incentive Plan 2015
Plan commencement	1.1.2012	1.1.2013	1.1.2014	1.1.2015
Plan end	31.12.2014	31.12.2015	31.12.2016	31.12.2017
Fair value 2015 for one right	€ 0	414.50	423.53	431.17
Number of rights on 1 January 2012	78,568	0	0	0
Number of rights on 31 December 2012	78,568	0	0	0
Number of rights on 1 January 2013	78,568	51,168	0	0
Additions	977	0	0	0
Forfeited	2,891	0	0	0
Number of rights on 31 December 2013	76,654	51,168	0	0
Number of rights on 1 January 2014	76,654	51,168	42,233	0
Additions	0	544	0	0
Forfeited	559	500	0	0
Number of rights on 31 December 2014	76,095	51,212	42,233	0
Number of rights on 1 January 2015	76,095	51,212	42,233	38,217
Exercised	76,095	0	0	0
Forfeited	0	770	584	0
Number of rights on 31 December 2015	0	50,442	41,649	38,217

In the financial year 2015, expenses of €32.9m were recognised for the mid-term incentive plans. The provision at the reporting date amounted to €45.7m.

20 Income and expenses from currency translation

Amounts of €206m from currency translation have been recognised in other income, and €495m in other expenses.

21 Income and expenses from the discounting of provisions

“Other expenses” includes €100m from the reversal of discounting of tax reserves.

22 Remuneration report

The total remuneration of Munich Reinsurance Company’s Board of Management amounted to €23.1m and that of the Supervisory Board to €2.6m, which does not include remuneration of €0.2m for membership of supervisory boards of other Group companies; thus the total figure is €2.8m.

Payments to retired members of the Board of Management or their surviving dependants totalled €8.6m.

No personnel expenses were incurred for pension commitments to retired members of the Board of Management. After deduction of plan assets held by a separate entity (under a contractual trust agreement), there were no pension provisions or provisions for comparable benefits for retired members of the Board of Management or their surviving dependants. The amount of the liability is €124.1m.

There are no pension commitments for former members of the Supervisory Board or their surviving dependants.

The members of the Supervisory Board and Board of Management did not receive any cash advances or loans in the year under review.

23 Governing bodies of the Company

Board of Management

Dr. jur. Nikolaus von Bomhard
(Chairman of the Board of Management)
(Chairman of the Group Committee)

Group Development¹
Group Investments
Group Communications
Group Compliance
Group Audit
Group Human Resources
(since 1 July 2015)

Giuseppina Albo

Europe and Latin America

Dr. rer. pol. Ludger Arnoldussen

Germany, Asia Pacific and Africa
Central Procurement
Services

Dr. rer. pol. Thomas Blunck

Special and Financial Risks
Reinsurance Investments

Dr. jur. Doris Höpke

Health

Dr. rer. nat. Torsten Jeworrek

(Chairman of the Reinsurance Committee)

Reinsurance Development
Corporate Underwriting
Corporate Claims
Accounting, Controlling and Central
Reserving for Reinsurance
Information Technology
Global Business Architecture
(until 30 June 2015)
Geo Risks Research/
Corporate Climate Centre

Dr. rer. pol. Markus Rieß

(since 16 September 2015)

Primary Insurance/ERGO
Third Party Asset Management

Dr. rer. pol. Peter Röder

Global Clients and North America

Dr. jur. Jörg Schneider

(Chief Financial Officer)

Financial and Regulatory Reporting
Group Controlling
Corporate Finance M&A
Integrated Risk Management
Group Legal
Group Taxation
Investor and Rating Agency Relations

Dr. oec. publ. Joachim Wenning

(Labour Relations Director)

Life
Human Resources

Supervisory Board

Dr. jur. Hans-Jürgen Schinzler

(Honorary Chairman)

Former Chairman of the Supervisory Board

Dr. Ing. E.h. Dipl. Ing.

Bernd Pischetsrieder

(Chairman)

Member since 17 April 2002,
last re-elected 30 April 2014
Former Chairman of the Board of
Management of Volkswagen AG

Marco Nörenberg

(Deputy Chairman)

Member since 22 April 2009,
last re-elected 30 April 2014
Employee of ERGO
Versicherungsgruppe AG

Prof. Dr. oec. Dr. iur.

Ann-Kristin Achleitner

Member since 3 January 2013,
last re-elected 30 April 2014
Scientific Director of the Center for
Entrepreneurial and Financial Studies
(CEFS) at the Technical University of
Munich

Frank Fassin

Member since 22 April 2009,
last re-elected 30 April 2014
Regional Section Head Financial Services,
ver.di North Rhine-Westphalia

¹ Including responsibility for environmental, social and governance (ESG) issues.

Dr. jur. Benita Ferrero-Waldner

Member since 12 February 2010,
last re-elected 30 April 2014
President of the Euroamérica Foundation,
Spain
Partner in the law firm of Cremades &
Calvo Sotelo, Spain

Christian Fuhrmann

Member since 22 April 2009,
last re-elected 30 April 2014
Head of Divisional Unit,
Munich Reinsurance Company

Prof. Dr. rer. nat. Ursula Gather

Member since 30 April 2014
Rector of TU Dortmund University

Prof. Dr. rer. nat. Peter Gruss

Member since 22 April 2009,
last re-elected 30 April 2014
Chair of Siemens Technology &
Innovation Council

Gerd Häusler

Member since 30 April 2014
Chairman of the Supervisory Board of
BayernLB

Dr. iur. Anne Horstmann

Member since 30 April 2014
Employee of ERGO Versicherungs-
gruppe AG

Ina Hosenfelder

Member since 30 April 2014
Employee of ERGO Versicherungs-
gruppe AG
Deputy Chair of the Union Council of the
Neue-Assekuranz-Gewerkschaft (NAG)

Prof. Dr. rer. nat. Dr. Ing. E. h.**Henning Kagermann**

Member since 22 July 1999,
last re-elected 30 April 2014
President of acatech – German Academy
of Science and Engineering

Wolfgang Mayrhuber

Member since 13 December 2002,
last re-elected 30 April 2014
Chairman of the Supervisory Board of
Deutsche Lufthansa AG

Beate Mensch

Member since 30 April 2014
Trades Union Secretary, ver.di, Hesse

Ulrich Plottke

Member since 30 April 2014
Employee of ERGO Versicherungs-
gruppe AG

Anton van Rossum

Member since 22 April 2009,
last re-elected 30 April 2014
Chairman of the Supervisory Board of
Royal Vopak NV, Netherlands
Member of the Board of
Credit Suisse Group AG, Switzerland
(until 24 April 2015)

Andrés Ruiz Feger

Member since 22 April 2009,
last re-elected 30 April 2014
Employee of Munich Re, Sucursal en
España, Spain

Gabriele Sinz-Toporzyssek

Member since 30 April 2014
Employee of ERGO Beratung und
Vertrieb AG

Dr. phil. Ron Sommer

Member since 5 November 1998,
last re-elected 30 April 2014
Chairman of the Board of Directors of
MTS OJSC, Russia

Angelika Wirtz

Member since 30 April 2014
Employee of Munich Reinsurance
Company

**Membership of the
Supervisory Board committees**

Standing Committee

**Dr. Ing. E. h. Dipl. Ing.
Bernd Pischetsrieder**
(Chair)

**Prof. Dr. rer. nat. Dr. Ing. E. h.
Henning Kagermann
Wolfgang Mayrhuber
Marco Nörenberg
Andrés Ruiz Feger**

Personnel Committee

**Dr. Ing. E. h. Dipl. Ing.
Bernd Pischetsrieder**
(Chair)

**Wolfgang Mayrhuber
Angelika Wirtz**

Audit Committee
**Prof. Dr. rer. nat. Dr. Ing. E.h.
 Henning Kagermann**
 (Chair)
Christian Fuhrmann
Dr. iur. Anne Horstmann
Dr. Ing. E.h. Dipl. Ing.
Bernd Pischetsrieder
Anton van Rossum

Nomination Committee
Dr. Ing. E.h. Dipl. Ing.
Bernd Pischetsrieder
 (Chair)

Prof. Dr. oec. Dr. iur.
Ann-Kristin Achleitner
Prof. Dr. rer. nat. Dr. Ing. E.h.
Henning Kagermann

Conference Committee
Dr. Ing. E.h. Dipl. Ing.
Bernd Pischetsrieder
 (Chair)
Prof. Dr. rer. nat. Dr. Ing. E.h.
Henning Kagermann
Marco Nörenberg
Angelika Wirtz

Other seats held by Board members

Board of Management ¹	Seats held on supervisory boards of other German companies	Membership of comparable bodies of German and foreign business enterprises
Dr. jur. Nikolaus von Bomhard (Chairman)	ERGO Versicherungsgruppe AG ² (Chair) Munich Health Holding AG ² (Chair)	-
Giuseppina Albo	-	IFG Companies, USA
Dr. rer. pol. Ludger Arnoldussen	-	-
Dr. rer. pol. Thomas Blunck	-	Global Aerospace Underwriting Managers Ltd. (GAUM), United Kingdom (Chair) New Reinsurance Company Ltd., Switzerland ² (Chair)
Dr. jur. Doris Höpke	-	DKV Seguros y Reaseguros S.A., Spain ² Apollo Munich Health Insurance Company Ltd., India
Dr. rer. nat. Torsten Jeworrek	-	-
Dr. rer. pol. Markus Rieß	ERGO Beratung und Vertrieb AG ² (Chair) ERGO International AG ² (Chair) ERGO Versicherung AG ² (Chair) ERGO Lebensversicherung AG ² (Chair) DKV Deutsche Krankenversicherung AG ² (Chair)	-
Dr. rer. pol. Peter Röder	EXTREMUS Versicherungs-AG	Munich Re America Corp., USA ² (Chair) Munich Reinsurance America, Inc., USA ² (Chair)
Dr. jur. Jörg Schneider	MEAG MUNICH ERGO Kapitalanlagegesellschaft mbH ² (Chair)	-
Dr. oec. publ. Joachim Wenning	-	-

¹ Status: 31 December 2015

² Own group company within the meaning of Section 18 of the German Stock Corporation Act (AktG).

Supervisory Board ¹	Seats held on supervisory boards of other German companies	Membership of comparable bodies of German and foreign business enterprises
Dr. Ing. E.h. Dipl. Ing. Bernd Pischetsrieder (Chairman)	Daimler AG	Tetra-Laval International S.A. Group, Switzerland
Marco Nörenberg (Deputy Chairman)	ERGO Versicherungsgruppe AG ²	-
Prof. Dr. oec. Dr. iur. Ann-Kristin Achleitner	Linde AG METRO AG	Engie S.A. (formerly GDF SUEZ S.A.), France
Frank Fassin	ERGO Versicherungsgruppe AG ² Provinzial NordWest Holding AG	-
Dr. jur. Benita Ferrero-Waldner	-	Gas Natural Fenosa, Spain
Christian Fuhrmann	-	-
Prof. Dr. rer. nat. Ursula Gather	-	-
Prof. Dr. rer. nat. Peter Gruss	-	Actelion Ltd., Switzerland
Gerd Häusler	BayernLB (Chair)	BHF Kleinwort Benson Group, Belgium (Chair)
Dr. iur. Anne Horstmann	ERGO Versicherungsgruppe AG ²	-
Ina Hosenfelder	-	-
Prof. Dr. rer. nat. Dr. Ing. E.h. Henning Kagermann	Bayerische Motoren-Werke AG Deutsche Bank AG Deutsche Post AG	-
Wolfgang Mayrhuber	Infineon Technologies AG (Chair) Deutsche Lufthansa AG (Chair)	Heico Corporation, USA
Beate Mensch	Commerzbank AG	-
Ulrich Plottke	ERGO Versicherungsgruppe AG ²	-
Anton van Rossum	-	Royal Vopak NV, Netherlands (Chair)
Andrés Ruiz Feger	-	-
Gabriele Sinz-Toporzyssek	ERGO Beratung und Vertrieb AG ²	-
Dr. phil. Ron Sommer	-	Tata Consultancy Services Ltd., India
Angelika Wirtz	-	-

1 Status: 31 December 2015

2 Own group company within the meaning of Section 18 of the German Stock Corporation Act.

24 Number of staff

The number of staff employed by the Company in Munich and at its offices abroad in the financial year 2015 averaged 4,087, of which an average of 3,738 were employed in Germany and 349 in other countries.

25 Auditor's fees

Information on the auditor's fees can be found in Munich Re's Group Annual Report.

26 Contingent liabilities, other financial commitments

The Company has assumed a guarantee for certain reinsurance liabilities of Munich American Reassurance Company (MARC Life).

The Company has given a guarantee for the liabilities of foreign subsidiaries under certain insurance contracts.

For three foreign subsidiaries and one branch, a guarantee for office rents has been assumed for a total amount equivalent to around €7.2m per annum.

In isolated cases, we have given time-limited guarantees concerning the correctness of individual items warranted in the sales contract when buying or selling investments. An obligation to pay compensation for disadvantages is included in some of these guarantees.

For one of its subsidiaries, the Company has assumed a guarantee to fulfil all financial obligations resulting from the sale of equities and interests, and for another subsidiary, a guarantee of €10m for financial commitments.

As a member of the German Pharma Reinsurance Committee and the German Nuclear Reactor Insurance Association, we are committed – to the extent of our proportional share – to assuming the payment obligations of another pool member if the latter is not able to meet these obligations.

In the event of the need to repay state subsidies totalling around €1.1m, the Company has guaranteed sufficient capital resources for one subsidiary. To collateralise another subsidiary's repayment obligation of around €11.4m, the Company has guaranteed settlement of the payment in question.

For one subsidiary's contingent contractual obligations to compensate losses at other Group companies, the Company has assumed joint and several liability up to a maximum amount of €400m per claim.

In addition, the Company has assumed a payment obligation equivalent to around €27.3m for a participating interest.

In none of the cases mentioned is there an increased risk of the guarantees being utilised.

Beyond this, there are no off-balance-sheet transactions which are material for the assessment of the Company's financial position.

There are other financial commitments amounting to €624m (€562m of these to affiliated companies). They result mainly from commitments to inject capital into various investment funds, agency and leasing agreements, and initiated investment projects.

Information on open forward transactions can be found on page 20 of this annual report.

27 Declaration of Conformity with the German Corporate Governance Code in accordance with Section 161 of the German Stock Corporation Act (AktG)

In November 2015, the Board of Management and Supervisory Board of Munich Reinsurance Company published their annual Declaration of Conformity with the German Corporate Governance Code as per Section 161 of the Stock Corporation Act. This Declaration can be publicly and permanently accessed on the Company's website.

28 Proposal for appropriation of profit

The net retained profits at the disposal of the Annual General Meeting amount to €1,376,462,678.25. The Board of Management proposes that this amount be appropriated as follows: payment of a dividend of €8.25 per dividend-bearing share, with the remaining amount being carried forward to new account.

List of shareholdings as at 31 December 2015 pursuant to Section 285 no. 11 of the German Commercial Code (HGB)

The following disclosures relate to companies in which our directly and indirectly held shareholdings (as defined in Section 16 (2) and (4) of the German Stock Corporation Act - AktG) add up to 20% or more of the share capital, and large companies (as defined in Section 267 (3) of the German Commercial Code - HGB) in which our directly and indirectly held shareholdings add up to more than 5% of the voting rights.

The figures for equity and the result for the year are taken from the most recent local GAAP annual financial statements available, mainly those at 31 December 2014. If such financial statements are not available, figures prepared for the consolidated financial statements have been used.

Company and registered seat	% share of capital	Equity €k	Result for the year €k
Affiliated companies			
13th & F associates Limited Partnership, Washington D.C.	98.0000	151,205	14,171
40, Rue Courcelles SAS, Paris	100.0000	63,282	3,843
80e LIMITED, Bristol ⁵	100.0000	1	0
Adelfa Servicios a Instalaciones Fotovoltaicas S.L., Santa Cruz de Tenerife	100.0000	17,389	-156
ADVIA NV, Schoten	80.0000	62	-
Aleama 150015 S.L., Valencia	100.0000	-173	3
ALICE GmbH, Düsseldorf	100.0000	96,964	2,879
ALLYSCA Assistance GmbH, Munich ¹	100.0000	2,984	0
American Alternative Insurance Corporation, Wilmington, Delaware	100.0000	155,502	27,745
American Family Home Insurance Company, Jacksonville, Florida	100.0000	143,294	3,639
American Modern Home Insurance Company, Amelia, Ohio	100.0000	350,236	7,194
American Modern Home Service Company, Amelia, Ohio	100.0000	2,211	58
American Modern Insurance Company of Florida, Inc., Jacksonville, Florida	100.0000	7,145	-177
American Modern Insurance Group, Inc., Amelia, Ohio	100.0000	109,103	115
American Modern Lloyds Insurance Company, Dallas, Texas	100.0000	3,550	25
American Modern Property & Casualty Insurance Company, Cincinnati, Ohio	100.0000	14,995	75
American Modern Select Insurance Company, Amelia, Ohio	100.0000	41,314	3,585
American Modern Surplus Lines Insurance Company, Amelia, Ohio	100.0000	24,564	251
American Southern Home Insurance Company, Jacksonville, Florida	100.0000	35,631	744
American Western Home Insurance Company, Oklahoma City, Oklahoma	100.0000	58,205	1,002
Amicus Legal Ltd., Bristol	100.0000	9,112	388
Amicus Ltd., Bristol ⁵	100.0000	1	0
ANOVA GmbH, Rostock	100.0000	198	2
Arridabra 130013 S.L., Valencia	100.0000	-175	2
ARTES Assekuranzservice GmbH, Düsseldorf	100.0000	20	-817
ArztPartner almeda AG, Munich	100.0000	32,062	1,007
ATU Landbau GmbH, Heiligengrabe	94.9000	-	-
avanturo GmbH, Düsseldorf	100.0000	9,846	676
B&D Business Solutions B.V., Utrecht	100.0000	-397	-461
Badozoc 1001 S.L., Valencia	100.0000	-101	15
Bagmoor Holdings Limited, London	100.0000	-115	376
Bagmoor Wind Limited, London	100.0000	4,257	942
Bank Austria Creditanstalt Versicherungsdienst GmbH, Vienna	100.0000	759	585
Baqueda 7007 S.L., Valencia	100.0000	-193	-15
Beaufort Dedicated No. ¹ Ltd, London	100.0000	91	0
Beaufort Dedicated No. ² Ltd, London	100.0000	50,665	29,788
Beaufort Dedicated No. ³ Ltd, London	100.0000	20	0
Beaufort Dedicated No. ⁴ Ltd, London	100.0000	5	0
Beaufort Dedicated No. ⁵ Ltd, London	100.0000	447	0

Company and registered seat	% share of capital	Equity €k	Result for the year €k
Beaufort Dedicated No.6 Ltd, London	100.0000	-1	0
Beaufort Underwriting Agency Limited, London	100.0000	26,551	5,526
Beaufort Underwriting Services Limited, London	100.0000	0	0
Bell & Clements (Bermuda) Ltd., Hamilton, Bermuda	100.0000	2,466	-7
Bell & Clements (London) Ltd, London	100.0000	803	15
Bell & Clements (USA) Inc, Reston, Virginia	100.0000	69	0
Bell & Clements Inc, Reston, Virginia	100.0000	536	109
Bell & Clements Ltd, London	100.0000	2,746	167
Bobasbe 6006 S.L., Valencia	100.0000	-196	-7
Bos Incasso B.V., Groningen	89.7640	15,410	1,315
Botedazo 8008 S.L., Valencia	100.0000	-161	19
Calibre Commercial Insurance Pty Ltd, Sydney	90.0000	592	-2,788
Calliden Insurance Pty Limited, Sydney	100.0000	23,195	-13,392
Callopio 5005 S.L., Valencia	100.0000	-168	15
Camcchu 9009 S.L., Valencia	100.0000	-160	18
Cannock Chase B.V., Leidschendam	100.0000	-3,185	-1,143
Cannock Chase Holding B.V., Amsterdam	85.0000	30,690	-1,310
Cannock Chase Incasso II B.V., The Hague	100.0000	13	13
Cannock Chase Purchase B.V., The Hague	100.0000	518	-74
Cannock Connect Center B.V., Brouwershaven	100.0000	-274	15
CAPITAL PLAZA Holding GmbH & Co. Singapur KG, Düsseldorf	100.0000	13,471	8
CAPITAL PLAZA Holding GmbH, Düsseldorf	100.0000	31	-1
Caracuel Solar Catorce S.L., Valencia	100.0000	-174	12
Caracuel Solar Cinco S.L., Valencia	100.0000	-165	25
Caracuel Solar Cuatro S.L., Valencia	100.0000	-154	21
Caracuel Solar Dieciocho S.L., Valencia	100.0000	-151	11
Caracuel Solar Dieciseis S.L., Valencia	100.0000	-161	18
Caracuel Solar Diecisiete S.L., Valencia	100.0000	-161	20
Caracuel Solar Diez S.L., Valencia	100.0000	-169	3
Caracuel Solar Doce S.L., Valencia	100.0000	-160	16
Caracuel Solar Dos S.L., Valencia	100.0000	-157	8
Caracuel Solar Nueve S.L., Valencia	100.0000	-168	7
Caracuel Solar Ocho S.L., Valencia	100.0000	-156	17
Caracuel Solar Once S.L., Valencia	100.0000	-159	13
Caracuel Solar Quince S.L., Valencia	100.0000	-158	16
Caracuel Solar Seis S.L., Valencia	100.0000	-165	21
Caracuel Solar Siete S.L., Valencia	100.0000	-168	15
Caracuel Solar Trece S.L., Valencia	100.0000	-165	13
Caracuel Solar Tres S.L., Valencia	100.0000	-156	23
Caracuel Solar Uno S.L., Valencia	100.0000	-133	13
CarePlus Gesellschaft für Versorgungsmanagement mbH, Cologne	100.0000	10	6
Centrum Pomocy Osobom Poszkodowanym Sp. z o.o., Danzig	100.0000	66	-11
Ceres Demetra GmbH, Munich	100.0000	25	-
Comino Beteiligungen GmbH, Grünwald	100.0000	624,254	1,005
Compagnie Européenne d' Assurances, Paris	100.0000	4,032	333
Copper Leaf Research, Bingham Farms, Michigan ⁵	100.0000	0	0
Corion Pty Limited, Sydney	100.0000	4,200	461
Cornwall Power (Polmaugan) Limited, London	100.0000	1	-
Cotatrillo 100010 S.L., Valencia	100.0000	-156	24
Countryside Renewables (Forest Heath) Limited, London	100.0000	1	-
D.A.S. Defensa del Automovilista y de Siniestros – Internacional, S.A. de Seguros y Reaseguros, Barcelona	100.0000	5,139	45
D.A.S. HELLAS Allgemeine Rechtsschutz-Versicherungs-AG, Athens	100.0000	2,787	204
D.A.S. Jogvédelmi Biztosító Részvénytársaság, Budapest	100.0000	4,351	473
D.A.S. Luxemburg Allgemeine Rechtsschutz-Versicherung S.A., Strassen	100.0000	3,601	224
D.A.S. Oigusabikulude Kindlustuse AS, Tallinn	100.0000	2,685	-103

Company and registered seat	% share of capital	Equity €k	Result for the year €k
D.A.S. Prawo i Finanse Sp. z o.o., Warsaw	100.0000	30	-28
D.A.S. Rechtsschutz Aktiengesellschaft, Vienna	100.0000	59,634	6,256
D.A.S. Rechtsschutz Leistungs-GmbH, Munich ¹	100.0000	319	0
D.A.S. Société anonyme belge d'assurances de Protection Juridique, Brussels	100.0000	12,158	2,782
D.A.S. Towarzystwo Ubezpieczen Ochrony Prawnej S.A., Warsaw	99.9524	3,071	91
D.A.S., Tomasz Niedzinski Kancelaria Prawna Spolka komandytowa, Warsaw	95.0000	10	-28
Daman Health Insurance - Qatar LLC, Doha, Qatar	100.0000	11,938	-2,720
DAS America Legal Protection Insurance Agency Ltd., Wilmington, Delaware	100.0000	1	-
DAS Assistance Limited, Bristol	100.0000	-872	-943
DAS Financial Services B.V., Amsterdam	51.0000	-313	-103
DAS Holding N.V., Amsterdam	51.0000	226,293	19,674
DAS Incasso Arnhem B.V., Elst	100.0000	-1,402	-430
DAS Incasso Eindhoven B.V., Eindhoven	100.0000	-2,328	-489
DAS Incasso Rotterdam B.V., Rotterdam	80.0000	3,893	1,449
DAS Law Limited, Bristol	100.0000	-799	559
DAS Legal Expenses Insurance Co., Ltd., Seoul	100.0000	3,844	-1,290
DAS Legal Expenses Insurance Company Limited, Bristol	100.0000	107,074	4,817
DAS Legal Finance B.V., Amsterdam	100.0000	94,573	961
DAS Legal Protection Insurance Company Ltd., Toronto	100.0000	4,424	-2,762
DAS Legal Protection Ireland Limited, Dublin ⁵	100.0000	1	0
DAS Legal Protection Limited, Christchurch, New Zealand ⁵	100.0000	0	0
DAS Legal Protection Limited, Vancouver ⁵	100.0000	1	0
DAS Legal Protection Pty. Ltd., Sydney ⁵	100.0000	1	0
DAS Legal Services B.V., Breda	100.0000	-156	363
DAS Lex Assistance, S.L., L'Hospitalet de Llobregat	100.0000	90	30
DAS MEDICAL ASSIST LIMITED, Bristol	100.0000	233	357
DAS Nederlandse Rechtsbijstand Verzekeringmaatschappij N.V., Amsterdam	100.0000	98,408	19,403
DAS Rechtsschutz-Versicherungs-AG, Lucerne	100.0000	16,030	574
DAS Services Limited, Bristol	100.0000	-14,167	2,464
DAS UK Holdings Limited, Bristol	100.0000	57,179	-6,112
DKV - Beta Vermögensverwaltungs GmbH, Cologne ⁵	100.0000	25	-1
DKV BELGIUM S.A., Brussels	100.0000	184,833	15,717
DKV Deutsche Krankenversicherung Aktiengesellschaft, Cologne ¹	100.0000	504,588	0
DKV Gesundheits Service GmbH, Cologne	100.0000	27	-8
DKV Pflegedienste & Residenzen GmbH, Cologne	100.0000	5,602	68
DKV Seguros y Reaseguros, Sociedad Anónima Española, Saragossa	100.0000	159,136	20,262
DKV Servicios, S.A., Saragossa	100.0000	892	31
DKV-Residenz am Tibusplatz gGmbH, Münster	100.0000	642	128
DKV-Residenz in der Contrescarpe GmbH, Bremen	100.0000	-1,457	78
DRA Debt Recovery Agency B.V., The Hague	100.0000	4,742	825
EDR Resources B.V., The Hague	100.0000	3,371	-131
EIG, Co., Wilmington, Delaware	100.0000	135,551	21,135
ERGO Alpha GmbH, Düsseldorf	100.0000	27	1
ERGO Asia Management Pte. Ltd., Singapore	100.0000	516	0
ERGO ASIGURARI DE VIATA SA, Bucharest	100.0000	5,273	-839
ERGO Assicurazioni S.p.A., Milan	100.0000	50,723	3,888
ERGO Austria International AG, Vienna	100.0000	373,412	-53,646
ERGO Beratung und Vertrieb AG, Düsseldorf ¹	100.0000	10,000	0
ERGO DIREKT Krankenversicherung AG, Fürth ¹	100.0000	79,515	0
ERGO DIREKT Lebensversicherung AG, Fürth ¹	100.0000	92,789	0
ERGO DIREKT Versicherung AG, Fürth ¹	100.0000	50,138	0
ERGO Életbiztosító Zrt., Budapest	100.0000	4,323	-884
ERGO Elfte Beteiligungsgesellschaft mbH, Düsseldorf	100.0000	867	-6
ERGO Emeklilik ve Hayat A.S., Istanbul	100.0000	8,041	-1,415
ERGO General Insurance Company S.A., Athens	100.0000	80,200	27,171
ERGO Generales Seguros y Reaseguros, S.A., Madrid	100.0000	22,184	4,678

Company and registered seat	% share of capital	Equity €k	Result for the year €k
ERGO GmbH, Herisau	100.0000	5,957	192
ERGO Gourmet GmbH, Düsseldorf	100.0000	224	73
ERGO Grubu Holding A.Ş., Istanbul	100.0000	130,303	196
ERGO Grundstücksverwaltung GbR, Düsseldorf	100.0000	205,285	8,112
ERGO Immobilien-GmbH 14. Victoria & Co. KG, Kreien ²	100.0000	100,242	2,315
ERGO Immobilien-GmbH 15. Victoria & Co. KG, Kreien ⁵	100.0000	0	0
ERGO Immobilien-GmbH 4. DKV & Co. KG, Kreien	100.0000	-1	-1
ERGO Immobilien-GmbH 5. Hamburg-Mannheimer & Co. KG, Kreien ²	100.0000	169,407	2,517
ERGO Immobilien-GmbH 7. Hamburg-Mannheimer & Co. KG, Kreien ⁵	100.0000	0	0
ERGO Immobilien-Verwaltungs-GmbH, Kreien	100.0000	36	11
ERGO Insurance Company, St. Petersburg	100.0000	16,836	10,394
ERGO Insurance N.V., Brussels	99.9999	160,600	11,918
ERGO Insurance Pte. Ltd., Singapore	100.0000	34,436	2,075
ERGO Insurance SE, Tallinn	100.0000	45,423	-5,106
ERGO International Aktiengesellschaft, Düsseldorf ¹	100.0000	1,949,060	0
ERGO International Services GmbH, Düsseldorf ¹	100.0000	25	0
ERGO Invest SIA, Riga	100.0000	5,915	172
ERGO Infrastructure Investment Gesundheit GmbH, Düsseldorf	100.0000	25	1
ERGO Infrastructure Investment Komposit GmbH, Düsseldorf	100.0000	25	1
ERGO Italia Business Solutions S.c.r.l., Milan	100.0000	17,210	0
ERGO Italia Direct Network s.r.l., Milan	100.0000	5,562	510
ERGO Italia S.p.A., Milan	100.0000	356,003	37,211
ERGO Leben Asien Verwaltungs GmbH, Munich	100.0000	28	1
ERGO Lebensversicherung Aktiengesellschaft, Hamburg ¹	100.0000	685,423	0
ERGO Life Insurance Company S.A., Thessaloniki	100.0000	5,621	-178
ERGO Life Insurance SE, Vilnius	100.0000	26,313	2,743
ERGO Neunte Beteiligungsgesellschaft mbH, Düsseldorf ¹	100.0000	412,265	0
ERGO osiguranje d.d., Zagreb	100.0000	5,437	-2,875
ERGO Partners N.V., Brussels	100.0000	3,091	-400
ERGO Pensionsfonds Aktiengesellschaft, Düsseldorf	100.0000	4,533	16
ERGO Pensionskasse AG, Düsseldorf	100.0000	89,738	1,264
ERGO Pojist'ovna, a. s., Bratislava	100.0000	14,257	625
ERGO pojist'ovna, a.s., Prague	100.0000	15,814	1,735
ERGO PORTFÖY YÖNETİMİ A.S., Istanbul	100.0000	1,867	162
ERGO Previdenza S.p.A., Milan	100.0000	420,016	37,794
ERGO Private Capital Dritte GmbH & Co. KG, Düsseldorf	100.0000	39,362	1,545
ERGO Private Capital Gesundheit GmbH & Co. KG, Düsseldorf	100.0000	256,899	14,501
ERGO Private Capital GmbH, Düsseldorf	100.0000	31	5
ERGO Private Capital Komposit GmbH & Co. KG, Düsseldorf	100.0000	125,257	11,370
ERGO Private Capital Leben GmbH & Co. KG, Düsseldorf	100.0000	123,397	10,653
ERGO Private Capital Vierte GmbH & Co. KG, Düsseldorf	100.0000	20,219	772
ERGO Private Capital Zweite GmbH & Co. KG, Düsseldorf	100.0000	39,124	3,518
ERGO PRO S.r.l., Verona	100.0000	-223	-233
ERGO Pro Sp. z o.o., Warsaw	100.0000	782	1
ERGO Pro, spol. s r.o., Prague	100.0000	593	-111
ERGO SIGORTA A.S., Istanbul	100.0000	81,173	7,333
ERGO Specialty GmbH, Hamburg	100.0000	31	-2
ERGO Versicherung Aktiengesellschaft, Düsseldorf ¹	100.0000	634,434	0
ERGO Versicherung Aktiengesellschaft, Vienna	93.4536	166,577	-465
ERGO Versicherungs- und Finanzierungs-Vermittlung GmbH, Hamburg	100.0000	530	168
ERGO Versicherungsgruppe AG, Düsseldorf	100.0000	2,213,360	166,993
ERGO Vida Seguros y Reaseguros, Sociedad Anónima, Saragossa	100.0000	39,441	1,552
ERGO Zehnte Beteiligungsgesellschaft mbH, Düsseldorf	100.0000	23	-1
ERGO Zivljenska zavarovalnica d.d., Ljubljana	100.0000	4,851	-736
ERGO Zivotno osiguranje d.d., Zagreb	100.0000	4,877	-343
ERGO Zwölfte Beteiligungsgesellschaft mbH, Munich	100.0000	68	1

Company and registered seat	% share of capital	Equity €k	Result for the year €k
ERV (China) Travel Service and Consulting Ltd., Beijing	100.0000	2,401	639
ERV (India) Travel Service and Consulting Private Limited, Mumbai	99.9999	5	-70
ERV Evropská pojišťovna, a. s., Prague	90.0000	9,124	1,686
ERV Försäkringsaktiebolag (publ), Stockholm	100.0000	3,499	1,702
ERV Seyahat Sigorta Aracilik Hizmetleri ve Danismanlik Ltd.Sti., Istanbul	99.9980	99	-58
Etics, s.r.o., Prague	100.0000	70	3
Etoblete 160016 S.L., Valencia	100.0000	-174	5
Euro-Center (Cyprus) Ltd., Larnaca	100.0000	381	10
Euro-Center (Thailand) Co. Ltd., Bangkok	100.0000	762	62
Euro-Center Cape Town (Pty.) Ltd., Cape Town	100.0000	69	10
Euro-Center China (HK) Co., Ltd., Beijing	100.0000	117	-15
Euro-Center Holding North Asia (HK) Pte. Ltd., Hong Kong	100.0000	436	25
Euro-Center Holding SE, Prague	83.3331	5,811	401
Euro-Center Ltda., São Paulo	100.0000	-15	13
Euro-Center North Asia Consulting Services (Beijing) Co., Ltd., Beijing	100.0000	255	30
Euro-Center Prague, s.r.o., Prague	100.0000	735	339
Euro-Center USA, Inc., New York City, New York	100.0000	930	35
Euro-Center Yerel Yardim, Istanbul	100.0000	503	-7
Euro-Center, S.A. (Spain), Palma de Mallorca	100.0000	351	32
Europaeiske Rejseforsikring A/S, Copenhagen	100.0000	37,844	6,822
Europäische (UK) Ltd., London ⁵	100.0000	1	0
EUROPÄISCHE Reiseversicherung Aktiengesellschaft, Munich ¹	100.0000	62,806	0
European Assistance Holding GmbH, Munich	100.0000	18	-1
Evaluación Médica TUW, S.L., Barcelona	100.0000	858	-92
Everything Legal Ltd., Bristol	100.0000	503	-571
Exolvo GmbH, Hamburg	100.0000	36	7
FAIRANCE GmbH, Düsseldorf ¹	100.0000	62,880	0
First Legal Protection Limited, Bristol ⁵	100.0000	90	0
First Marine Financial Services, Amelia, Ohio ⁵	100.0000	0	0
Flexitel Telefonservice GmbH, Berlin	100.0000	3,393	268
Forst Ebnath AG, Ebnath	100.0000	11,697	660
FOTOUNO S.r.l., Bressanone	100.0000	62,833	3,289
FOTOWATIO ITALIA GALATINA S.r.l., Bressanone	100.0000	32,641	1,346
Gamaponti 140014 S.L., Valencia	100.0000	-174	5
GBG Vogelsanger Straße GmbH, Cologne	94.7826	-572	-307
Gebäude Service Gesellschaft Überseering 35 mbH, Hamburg	100.0000	155	130
GEMEDA Gesellschaft für medizinische Datenerfassung und Auswertung sowie Serviceleistungen für freie Berufe mbH, Cologne	100.0000	208	1
Global Standards, LLC, Dover, Delaware	100.0000	71,585	14,112
Globality S.A., Luxembourg	100.0000	23,881	-11,081
goDentis – Gesellschaft für Innovation in der Zahnheilkunde mbH, Cologne	100.0000	470	138
goMedus Gesellschaft für Qualität in der Medizin mbH, Cologne	100.0000	100	-5
goMedus GmbH & Co. KG, Cologne	100.0000	43	-2,211
GRANCAN Sun-Line S.L., Valencia	100.0000	-22,389	2
Great Lakes Re Management Company (Belgium) S.A., Brussels ⁵	100.0000	0	0
Great Lakes Reinsurance (UK) SE, London	100.0000	489,013	21,326
Group Risk Services Limited, London	100.0000	3,040	-4,737
Groves, John & Westrup Limited, London	100.0000	24	0
Guanzu 2002 S.L., Valencia	100.0000	-147	22
Hamburger Hof Management GmbH, Hamburg ⁵	100.0000	30	-1
Hamburg-Mannheimer ForsikringService A/S, Copenhagen	100.0000	93	1
Hartford Steam Boiler (M) Sdn. Bhd., Kuala Lumpur	100.0000	288	-53
Hartford Steam Boiler (Singapore) PTE Ltd, Singapore	100.0000	142	-27
Hartford Steam Boiler Colombia Ltda, Bogotá	100.0000	314	50
Hartford Steam Boiler International GmbH, Rheine	100.0000	520	324
Hartford Steam Boiler UK Limited, Chelmsford	100.0000	-226	-193

Company and registered seat	% share of capital	Equity €k	Result for the year €k
Hestia Loss Control Sp. z o.o., Sopot	100.0000	89	47
HMV GFKL Beteiligungs GmbH, Düsseldorf	100.0000	54	-8
Horbach GmbH Versicherungsvermittlung und Finanzdienstleistungen, Düsseldorf	70.1000	150	81
HSB Associates, Inc., New York, New York	100.0000	1,045	14
HSB Brasil Servicos de Engenharia e Inspecao, Ltda., São Paulo	100.0000	182	-70
HSB Engineering Finance Corporation, Dover, Delaware	100.0000	15,992	-1
HSB Engineering Insurance Limited, London	100.0000	132,908	21,945
HSB Engineering Insurance Services Limited, London	100.0000	15,378	560
HSB Group, Inc., Dover, Delaware	100.0000	605,735	114,118
HSB International (India) Private Limited, Gujarat	100.0000	449	-126
HSB Japan KK, Minato-KU, Tokyo	100.0000	1,090	-10
HSB Solomon Associates Canada Ltd., Saint John, Providence of New Brunswick	100.0000	2,087	-397
HSB Solomon Associates LLC, Dover, Delaware	100.0000	16,275	2,051
HSB Specialty Insurance Company, Hartford, Connecticut	100.0000	45,353	-219
HSB Technical Consulting & Service (Shanghai) Company, Ltd, Shanghai	100.0000	1,719	810
HSB Ventures, Inc., Dover, Delaware ⁵	100.0000	0	0
IDEENKAPITAL Anlagebetreuungs GmbH, Düsseldorf ¹	100.0000	37	0
Ideenkapital Client Service GmbH, Düsseldorf ¹	100.0000	26	0
Ideenkapital erste Investoren Service GmbH, Düsseldorf	100.0000	19	2
IDEENKAPITAL Financial Engineering GmbH, Düsseldorf	100.0000	318	-101
IDEENKAPITAL Financial Service GmbH i. L., Düsseldorf	100.0000	31	6
Ideenkapital Fonds Treuhand GmbH, Düsseldorf	100.0000	36	7
IDEENKAPITAL GmbH, Düsseldorf	100.0000	3,686	117
IDEENKAPITAL Media Finance GmbH, Düsseldorf	50.1000	505	136
Ideenkapital Media Treuhand GmbH, Düsseldorf	100.0000	299	-55
IDEENKAPITAL Metropolen Europa GmbH & Co. KG, Düsseldorf	72.3477	42,641	-288
IDEENKAPITAL Metropolen Europa Verwaltungsgesellschaft mbH, Düsseldorf	100.0000	52	6
IDEENKAPITAL PRORENDITA EINS Treuhandgesellschaft mbH, Düsseldorf	100.0000	22	-6
IDEENKAPITAL Schiffsfonds Treuhand GmbH, Düsseldorf	100.0000	-31	582
Ideenkapital Treuhand US Real Estate eins GmbH, Düsseldorf	100.0000	38	4
IK Einkauf Objekt Eins gmbH & Co. KG, Düsseldorf	100.0000	7,343	-590
IK Einkauf Objektmanagement GmbH, Düsseldorf	100.0000	15	3
IK Einkauf Objektverwaltungsgesellschaft mbH, Düsseldorf	100.0000	38	3
IK Einkaufsmärkte Deutschland GmbH & Co. KG, Düsseldorf	52.0387	8,507	-54
IK Einkaufsmärkte Deutschland Verwaltungsgesellschaft mbH, Düsseldorf	100.0000	40	3
IK FE Fonds Management GmbH, Düsseldorf	100.0000	-177	-10
IK Komp GmbH, Düsseldorf	100.0000	752	27
IK MEGA 4 Service GmbH, Düsseldorf	100.0000	25	-
IK Objekt Bensheim GmbH, Düsseldorf	100.0000	43	3
IK Objekt Frankfurt Theodor-Heuss-Allee GmbH, Düsseldorf	100.0000	16	-3
IK Pflegezentrum Uelzen Verwaltungs-GmbH, Düsseldorf	100.0000	31	1
IK Premium Fonds GmbH & Co. KG, Düsseldorf	100.0000	0	16,474
IK Premium Fonds zwei GmbH & Co. KG, Düsseldorf	100.0000	1,290	23,472
IK Property Eins Verwaltungsgesellschaft mbH, Hamburg	100.0000	37	2
IK Property Treuhand GmbH, Düsseldorf	100.0000	22	3
IK US Portfolio Invest DREI Verwaltungs-GmbH, Düsseldorf	100.0000	43	1
IK US Portfolio Invest Verwaltungs-GmbH, Düsseldorf	100.0000	42	1
IK US Portfolio Invest ZWEI Verwaltungs-GmbH, Düsseldorf	100.0000	40	1
IKFE Properties I AG, Zurich	63.5708	14,790	495
Insurance Company "ERGO Life" Ltd., Moscow	100.0000	4,606	-1,942
IRIS Capital Fund II German Investors GmbH & Co. KG, Düsseldorf	85.7143	19,725	-12
ITERGO Informationstechnologie GmbH, Düsseldorf ¹	100.0000	23,123	0
Janus Vermögensverwaltungsgesellschaft mbH, Munich ⁵	100.0000	34	-1
Jogserviz Kft., Budapest	100.0000	8	-1
Joint Stock Insurance Company ERGO, Minsk	92.3114	2,277	219
JSC "ERV Travel Insurance", Moscow	100.0000	3,586	1,271

Company and registered seat	% share of capital	Equity €k	Result for the year €k
K & P Objekt Hamburg Hamburger Straße GmbH, Düsseldorf	100.0000	39	2
K & P Objekt Hamburg Hamburger Straße Immobilienfonds GmbH & Co.KG, Düsseldorf ⁴	36.6889	0	304
K & P Objekt München Hufelandstraße GmbH, Düsseldorf	100.0000	40	2
K & P Pflegezentrum Uelzen IMMAC Renditefonds GmbH & Co. KG, Düsseldorf	84.8445	2,272	455
KA Köln Assekuranz.Agentur GmbH, Cologne	100.0000	2,580	1,943
Kapdom-Invest GmbH, Moscow	100.0000	2,803	-1
KQV Solarpark Franken 1 GmbH & Co. KG, Düsseldorf	100.0000	256	30
KS SPV 23 Limited, London	100.0000	1	-
Kuik & Partners Credit Management BVBA, Brussels	98.9000	13	10
Landelijke Associatie van Gerechtsdeurwaarders B.V., Groningen	89.7640	40,415	4,841
Larus Vermögensverwaltungsgesellschaft mbH, Munich	100.0000	303	6
Law On The Web Limited, Bristol ⁵	100.0000	1	0
LawAssist Limited, Bristol ⁵	100.0000	1	0
Legal Net GmbH, Munich	100.0000	336	10
Leggle B.V., Amsterdam	100.0000	259	-561
LEGIAL AG, Munich	100.0000	7,603	426
Lietuva Demetra GmbH, Munich ¹	100.0000	18,520	0
LifePlans Inc., Waltham, Massachusetts	100.0000	18,349	111
LifePlans LTC Services, Inc., Toronto, Ontario	100.0000	418	105
Lloyds Modern Corporation, Dallas, Texas	100.0000	0	0
Longial GmbH, Düsseldorf	100.0000	1,004	197
m:editerran POWER FRANCE GmbH, Düsseldorf	100.0000	3,880	45
m:editerran Power S.a.s. di welivit Solar Italia S.r.l., Bolzano	100.0000	7,532	387
MAGAZ FOTOVOLTAICA S.L.U., Alcobendas	100.0000	17,148	928
MAM Munich Asset Management GmbH, Munich ⁵	100.0000	23	-1
Mandaat B.V., Druten	100.0000	2,146	1,227
Marbury Agency, Inc., Amelia, Ohio ⁵	100.0000	0	0
Marina Salud S.A., Alicante	65.0000	13,733	2,588
Marina Sp.z.o.o., Sopot	100.0000	25,706	-406
MAYFAIR Financing GmbH, Munich	100.0000	137	-1
MAYFAIR Holding GmbH, Düsseldorf	100.0000	34	1
MEAG Cash Management GmbH, Munich	100.0000	59	1
MEAG Hong Kong Limited, Hong Kong	100.0000	7,880	671
MEAG Luxembourg S.à r.l., Luxembourg	100.0000	1,413	-403
MEAG MUNICH ERGO AssetManagement GmbH, Munich	100.0000	149,090	58,474
MEAG MUNICH ERGO Kapitalanlagegesellschaft mbH, Munich ¹	100.0000	19,665	0
MEAG New York Corporation, Wilmington, Delaware	100.0000	15,045	3,681
MEAG Real Estate Erste Beteiligungsgesellschaft, Munich	100.0000	34	1
Mediastream Consulting GmbH, Grünwald	100.0000	32	2
Mediastream Dritte Film GmbH, Grünwald	100.0000	117	16
Mediastream Film GmbH, Grünwald	100.0000	24	-4
Mediastream Vierte Medien GmbH i. L., Grünwald	100.0000	23	-15
Mediastream Zweite Film GmbH, Grünwald	100.0000	86	12
MedNet Bahrain W.L.L., Manama	100.0000	1,351	-300
MedNet Egypt LLC, Cairo	100.0000	-	-
MedNet Europa GmbH, Munich	100.0000	13	-1
MedNet Greece S.A., Athens	78.1419	1,357	194
MedNet Holding GmbH, Munich	100.0000	15,363	18
MedNet International Ltd., Nicosia	100.0000	3,723	-1,674
Mednet Jordan C. W.L.L., Amman	100.0000	1,547	-3
MedNet Saudi Arabia LLC, Riyadh	100.0000	1,232	314
MedNet UAE FZ L.L.C., Dubai	100.0000	2,703	436
MedWell Gesundheits-AG, Cologne	100.0000	89,693	329
Merkur Grundstücks- und Beteiligungs-Gesellschaft mit beschränkter Haftung, Düsseldorf ¹	100.0000	6,747	0
MFI Munich Finance and Investment Holding Ltd., Ta' Xbiex	100.0000	653,657	29,455
MFI Munich Finance and Investment Ltd., Ta' Xbiex	100.0000	620,691	20,171

Company and registered seat	% share of capital	Equity €k	Result for the year €k
miCura Pflegedienste Berlin GmbH, Berlin	100.0000	-374	41
miCura Pflegedienste Bremen GmbH, Bremen	100.0000	202	106
miCura Pflegedienste Düsseldorf GmbH, Düsseldorf	100.0000	237	24
miCura Pflegedienste GmbH, Cologne	100.0000	-458	-108
miCura Pflegedienste Hamburg GmbH, Hamburg	100.0000	-183	7
miCura Pflegedienste Krefeld GmbH, Krefeld	100.0000	231	66
miCura Pflegedienste München/Dachau GmbH, Dachau	51.0000	268	97
miCura Pflegedienste München GmbH i. L., Munich	100.0000	-243	-8
miCura Pflegedienste München Ost GmbH, Munich	65.0000	155	86
miCura Pflegedienste Münster GmbH, Münster	100.0000	325	149
miCura Pflegedienste Nürnberg GmbH, Nuremberg	51.0000	228	105
Midland-Guardian Co., Amelia, Ohio	100.0000	95,049	5,828
Midwest Enterprises, Inc., Miami, Florida	100.0000	7,673	-1,427
MR Beteiligungen 1. GmbH, Munich ^{1,3}	100.0000	247,111	0
MR Beteiligungen 15. GmbH, Munich ¹	100.0000	25	0
MR Beteiligungen 16. GmbH, Munich ¹	100.0000	25	0
MR Beteiligungen 18. GmbH & Co. Immobilien KG, Grünwald ²	100.0000	62,569	2,570
MR Beteiligungen 18. GmbH, Grünwald	100.0000	29	1
MR Beteiligungen 19. GmbH, Munich	100.0000	40,486	2,875
MR Beteiligungen 2. EUR AG & Co. KG, Grünwald ²	100.0000	1,622,664	150,011
MR Beteiligungen 3. EUR AG & Co. KG, Grünwald ²	100.0000	581,185	10,900
MR Beteiligungen AG, Grünwald	100.0000	820	49
MR Beteiligungen EUR AG & Co. KG, Grünwald ²	100.0000	4,846,049	178,427
MR Beteiligungen GBP AG & Co. KG, Grünwald ²	100.0000	1,464,193	40,203
MR Beteiligungen USD AG & Co. KG, Grünwald ²	100.0000	4,990,445	231,972
MR ERGO Beteiligungen GmbH, Grünwald	100.0000	94,101	3,660
MR Financial Group GmbH, Munich	100.0000	148	-2
MR Forest GmbH, Munich ^{1,5}	100.0000	25	0
MR Infrastructure Investment GmbH, Grünwald	100.0000	420,410	15,605
MR Infrastructure, Inc., Dover, Delaware	100.0000	1,841	-
MR RENT UK Investment Limited, London	100.0000	180,539	11,009
MR RENT-Investment GmbH, Munich ¹	100.0000	562,713	0
MR RENT-Management GmbH, Munich	100.0000	51	4
MR Solar Beneixama GmbH i.L., Nuremberg	100.0000	13	-35
MR Solar GmbH & Co. KG, Nuremberg	100.0000	37,589	350
MR SOLAR SAS DER WELIVIT SOLAR ITALIA SRL, Bolzano	100.0000	13,367	397
MSP Underwriting Ltd., London	100.0000	25,621	0
Münchener Consultora Internacional S.R.L., Santiago de Chile	100.0000	816	54
Münchener de Argentina Servicios Técnicos S. R. L., Buenos Aires	100.0000	112	146
Münchener de México S. A., Mexico	100.0000	1,917	598
Münchener de Venezuela C.A. Intermediaria de Reaseguros, Caracas	100.0000	27	5
Münchener Finanzgruppe AG Beteiligungen, Munich ⁵	100.0000	52	-1
Münchener Vermögensverwaltung GmbH, Munich ⁵	100.0000	26	-1
Münchener, ESCRITÓRIO DE REPRESENTACAO DO BRASIL LTDA, São Paulo	100.0000	-	-
Munich American Holding Corporation, Wilmington, Delaware	100.0000	8,518,115	499,242
Munich American Life Reinsurance Company, Atlanta, Georgia	100.0000	23,478	2,095
Munich American Reassurance Company, Atlanta, Georgia	100.0000	679,264	-53,328
Munich Atlanta Financial Corporation, Atlanta, Georgia	100.0000	19,279	183
Munich Canada Systems Corporation, Toronto, Ontario	100.0000	1	0
Munich Columbia Square Corp., Wilmington, Delaware	100.0000	30	1
Munich Health Alpha GmbH, Munich ^{1,3}	100.0000	129,231	0
Munich Health Daman Holding Ltd., Abu Dhabi	51.0000	63,861	13,553
Munich Health Holding AG, Munich ^{1,3}	100.0000	608,155	0
Munich Health North America, Inc., Wilmington, Delaware	100.0000	6,445	19,537
Munich Holdings Ltd., Toronto, Ontario	100.0000	228,501	31,850
Munich Holdings of Australasia Pty. Ltd., Sydney	100.0000	1,079,384	-143,422

Company and registered seat	% share of capital	Equity €k	Result for the year €k
Munich Life Management Corporation Ltd., Toronto, Ontario	100.0000	-3,573	1,854
Munich Management Pte. Ltd., Singapore	100.0000	1,939	965
Munich Mauritius Reinsurance Co. Ltd., Port Louis	100.0000	50,115	3,476
Munich Re America Brokers, Inc., Wilmington, Delaware	100.0000	3,365	-1
Munich Re America Corporation, Wilmington, Delaware	100.0000	3,855,385	632,699
Munich Re America Management Ltd., London	100.0000	4,397	1,553
Munich Re America Services Inc., Wilmington, Delaware	100.0000	36,440	-903
Munich Re Automation Solutions GmbH, Munich	100.0000	52	10
Munich Re Automation Solutions Inc., Wilmington, Delaware	100.0000	-61	43
Munich Re Automation Solutions KK, Tokyo	100.0000	28	35
Munich Re Automation Solutions Limited, Dublin	100.0000	19,365	5,612
Munich Re Automation Solutions Pte. Ltd., Singapore	100.0000	23	24
Munich Re Automation Solutions Pty Limited, Sydney	100.0000	52	51
Munich Re Capital Limited, London	100.0000	10,277	44,965
Munich Re Capital Markets GmbH, Munich	100.0000	1,595	-80
Munich Re do Brasil Resseguradora S.A., São Paulo	100.0000	70,341	6,663
Munich Re Holding Company (UK) Ltd., London	100.0000	50,279	30,584
Munich Re India Services Private Limited, Mumbai	100.0000	1,233	207
Munich Re Japan Services K. K., Tokyo	100.0000	1,780	22
Munich Re of Malta Holding Limited, Ta' Xbiex	99.9999	1,094,374	202,383
Munich Re of Malta p.l.c., Ta' Xbiex	99.9999	1,273,015	158,064
Munich Re Reserve Risk Financing, Inc., Dover	100.0000	-	-
Munich Re Stop Loss, Inc., Wilmington, Delaware	100.0000	8,428	3,087
Munich Re Underwriting Limited, London	100.0000	1	-
Munich Re Trading LLC, Wilmington, Delaware	100.0000	-36,548	-22,541
Munich Re UK Services Limited, London	100.0000	30,223	-1,413
Munich Re Underwriting Agents (DIFC) Limited, Dubai	100.0000	3,758	1,338
Munich Re Syndicate Limited, London	100.0000	2,208	394
Munich Re Weather & Commodity Risk Holding, Inc., Wilmington, Delaware	100.0000	25,893	-22,594
Munich Reinsurance America, Inc., Wilmington, Delaware	100.0000	4,837,343	704,301
Munich Reinsurance Company of Africa Ltd, Johannesburg	100.0000	163,783	18,580
Munich Reinsurance Company of Australasia Ltd, Sydney	100.0000	399,051	-255,768
Munich Reinsurance Company of Canada, Toronto, Ontario	100.0000	197,394	29,433
Munich-American Risk Partners GmbH, Munich	100.0000	61	1
Munich-Canada Management Corp. Ltd., Toronto, Ontario	100.0000	3	0
MunichFinancialGroup AG Holding, Munich	100.0000	52	-1
MunichFinancialGroup GmbH, Munich	100.0000	1,130	810
MunichFinancialServices AG Holding, Munich ⁵	100.0000	52	-1
Munichre General Services Limited i.L., London	100.0000	1	0
Munichre New Zealand Service Ltd., Auckland	100.0000	731,473	54,519
Munichre Service Limited, Hong Kong	100.0000	69	43
N.M.U. (Holdings) Limited, Leeds	100.0000	205	0
Naretoblera 170017 S.L., Valencia	100.0000	-172	4
Neckermann Versicherung AG, Nuremberg	100.0000	29,264	4,130
Nerruze 120012 S.L., Valencia	100.0000	-193	-17
New Reinsurance Company Ltd., Zurich	100.0000	754,767	107,082
Nightingale Legal Services Ltd., Bristol	100.0000	-133	66
NMU Group Limited, London	100.0000	2,714	0
Northern Marine Underwriters Limited, Leeds	100.0000	196	0
One State Street Intermediaries, Inc., Hartford, Connecticut	100.0000	0	0
Orrazipo 110011 S.L., Valencia	100.0000	-194	-15
P.A.N. GmbH & Co. KG, Grünwald ²	99.0000	313,261	-6,502
P.A.N. Verwaltungs GmbH, Grünwald	99.0000	57	1
Pan Estates LLC, Wilmington	100.0000	-	-
PLATINIA Verwaltungs-GmbH, Munich	100.0000	32	1
Princeton Eagle Holding (Bermuda) Limited, Hamilton, Bermuda	100.0000	1,117	-78

Company and registered seat	% share of capital	Equity €k	Result for the year €k
Princeton Eagle Insurance Company Limited, Hamilton, Bermuda	100.0000	512	-64
Princeton Eagle West (Holding) Inc., Wilmington, Delaware	100.0000	1,052	-57
Princeton Eagle West Insurance Company Ltd., Hamilton, Bermuda	100.0000	150	-55
Private Aktiengesellschaft "Europäische Reiseversicherung", Kiev	99.9999	465	-20
ProContact Sp. z o.o., Danzig	100.0000	1,080	-294
PRORENDITA DREI Verwaltungsgesellschaft mbH, Hamburg	100.0000	49	5
PRORENDITA EINS Verwaltungsgesellschaft mbH, Hamburg	100.0000	41	2
PRORENDITA Fünf Verwaltungsgesellschaft mbH, Hamburg	100.0000	50	5
PRORENDITA VIER Verwaltungsgesellschaft mbH, Hamburg	100.0000	47	3
PRORENDITA ZWEI Verwaltungsgesellschaft mbH, Hamburg	100.0000	51	5
ProVictor Immobilien GmbH i.L., Düsseldorf ⁴	50.0000	234	-1
Reaseguradora de las Américas S. A., La Habana ⁵	100.0000	865	-1
Renaissance Hotel Realbesitz GmbH, Vienna	60.0000	1,591	222
Roanoke Group Inc., Schaumburg, Illinois	100.0000	13,403	-8
Roanoke Insurance Group Inc., Schaumburg, Illinois	100.0000	6,849	1,028
Roanoke International Brokers Limited, London	100.0000	5,151	1,179
Roanoke Trade Insurance Inc., Schaumburg, Illinois ⁵	100.0000	1	0
SAINT LEON ENERGIE S.A.R.L., Saargemünd	100.0000	146	23
Schloss Hohenkammer GmbH, Hohenkammer ¹	100.0000	4,288	0
Schrömbgens & Stephan GmbH, Versicherungsmakler, Düsseldorf	100.0000	1,053	234
Scout Moor Group Limited, London	100.0000	70,317	3,411
Scout Moor Holdings (No. 1) Limited, London	100.0000	-13,834	-2,547
Scout Moor Holdings (No. 2) Limited, London	100.0000	-558	-256
Scout Moor Wind Farm (No. 2) Limited, London	100.0000	-10,173	-517
Scout Moor Wind Farm Limited, London	100.0000	38,630	6,805
Seminaris Hotel- und Kongreßstätten-Betriebsgesellschaft mbH, Lüneburg	100.0000	2,421	359
Sensus Group B.V., Stadskanaal	100.0000	-409	-29
Silvanus Vermögensverwaltungsges. mbH, Munich ¹	100.0000	268,932	0
Solarpark Fusion 3 GmbH, Düsseldorf	100.0000	131	-1
Solomon Associates Limited, Farnborough	100.0000	996	104
Sopocki Instytut Ubezpieczeń S.A., Sopot	100.0000	1,551	-41
Sopockie Towarzystwo Doradcze Sp. z o.o., Sopot	100.0000	24	1
Sopockie Towarzystwo Ubezpieczeń Ergo Hestia Spolka Akcyjna, Sopot	100.0000	316,971	26,568
Sopockie Towarzystwo Ubezpieczeń na Zycie Ergo Hestia Spolka Akcyjna, Sopot	100.0000	49,827	5,543
Specialty Insurance Services Corp., Amelia, Ohio	100.0000	887	340
Stichting Aandelen Beheer D.A.S. Holding, Amsterdam	100.0000	255	29
SunEnergy & Partners S.r.l., Bressanone	100.0000	31,850	6,398
Sydney Euro-Center Pty. Ltd., Sydney	100.0000	213	14
Synkronos Italia SRL, Milan	59.3500	2,202	103
TAS Assekuranz Service GmbH, Frankfurt/Main	100.0000	36	-2
TAS Touristik Assekuranz Service International GmbH i. L., Frankfurt/Main ¹	100.0000	34	0
TAS Touristik Assekuranzmakler und Service GmbH, Frankfurt/Main ¹	100.0000	256	0
Temple Insurance Company, Toronto, Ontario	100.0000	90,222	2,705
The Atlas Insurance Agency, Inc., Amelia, Ohio	100.0000	558	-2
The Boiler Inspection and Insurance Company of Canada, Toronto, Ontario	100.0000	55,597	15,999
The Hartford Steam Boiler Inspection and Insurance Company of Connecticut, Hartford, Connecticut	100.0000	53,024	8,442
The Hartford Steam Boiler Inspection and Insurance Company, Hartford, Connecticut	100.0000	772,019	107,722
The Midland Company, Cincinnati, Ohio	100.0000	61,311	5,858
The Polytechnic Club, Inc., Hartford, Connecticut ⁵	100.0000	0	0
The Princeton Excess and Surplus Lines Insurance Company, Wilmington, Delaware	100.0000	53,457	7,630
Three Lions Underwriting Ltd., London	100.0000	1,945	198
Tillobesta 180018 S.L., Valencia	100.0000	-170	5
Tir Mostyn and Foel Goch Limited, London	100.0000	-5,184	1,118
Triple IP B.V., Amsterdam	100.0000	-797	-48
UAB VL Investment Vilnius 5, Vilnius	100.0000	1,756	56
UAB VL Investment Vilnius 6, Vilnius	100.0000	1,121	56

Company and registered seat	% share of capital	Equity €k	Result for the year €k
UAB VL Investment Vilnius 7, Vilnius	100.0000	1,120	58
UAB VL Investment Vilnius 8, Vilnius	100.0000	1,259	63
UAB VL Investment Vilnius 9, Vilnius	100.0000	1,501	60
UAB VL Investment Vilnius 1, Vilnius	100.0000	1,257	56
UAB VL Investment Vilnius 10, Vilnius	100.0000	1,033	50
UAB VL Investment Vilnius 2, Vilnius	100.0000	1,063	55
UAB VL Investment Vilnius 3, Vilnius	100.0000	1,283	59
UAB VL Investment Vilnius 4, Vilnius	100.0000	1,358	47
UAB VL Investment Vilnius, Vilnius	100.0000	12,253	-4
UK Wind Holdings Ltd, London	100.0000	13,398	697
Union Beteiligungsholding GmbH, Vienna	100.0000	287	12
Unión Médica la Fuencisla, S.A., Compañía de Seguros, Saragossa	100.0000	7,145	654
US PROPERTIES VA GmbH & Co. KG, Düsseldorf ⁴	46.0939	41,982	10,149
US PROPERTIES VA Verwaltungs-GmbH, Düsseldorf	100.0000	198	6
Van Arkel Gerechtsdeurwaarders B.V., Leiden	100.0000	7,630	-1,831
VB VICTORIA Zastupanje u Osiguranju d.o.o., Zagreb	74.9000	13	2
Vectis Claims Services Ltd., Tel Aviv	75.0000	-	-
VFG Vorsorge-Finanzierungsconsulting GmbH, Vienna	100.0000	282	-766
VHDK Beteiligungsgesellschaft mbH, Düsseldorf	100.0000	4,788	9,518
VICTORIA Asien Immobilienbeteiligungs GmbH & Co. KG, Munich	100.0000	9,752	-9
VICTORIA Erste Beteiligungsgesellschaft mbH, Düsseldorf	100.0000	660	22
VICTORIA Immobilien Management GmbH, Munich	100.0000	531	-7
VICTORIA Immobilien-Fonds GmbH, Düsseldorf	100.0000	111	-48
Victoria Investment Properties Two L.P., Atlanta, Georgia	100.0000	567	-15
VICTORIA Italy Property GmbH, Düsseldorf	100.0000	1,097	989
VICTORIA Lebensversicherung Aktiengesellschaft, Düsseldorf ¹	100.0000	556,923	0
Victoria US Holdings, Inc., Wilmington, Delaware	100.0000	57,175	1,144
VICTORIA US Property Investment GmbH, Düsseldorf	100.0000	1,516	4,088
VICTORIA US Property Zwei GmbH, Munich	100.0000	9,966	726
VICTORIA Vierte Beteiligungsgesellschaft mbH, Düsseldorf	100.0000	191,785	5,634
Victoria Vierter Bauabschnitt GmbH & Co. KG, Düsseldorf	100.0000	62,213	4,313
Victoria Vierter Bauabschnitt Management GmbH, Düsseldorf	100.0000	25	-1
Victoria VIP II, Inc., Wilmington, Delaware	100.0000	12	1
Viwis GmbH, Munich ¹	100.0000	2,013	0
Vorsorge Lebensversicherung Aktiengesellschaft, Düsseldorf ¹	100.0000	27,746	0
VORSORGE Luxemburg Lebensversicherung S.A., Grevenmacher	100.0000	25,096	3,689
Vorsorge Service GmbH, Düsseldorf	100.0000	94	-111
VV-Consulting Gesellschaft für Risikoanalyse, Vorsorgeberatung und Versicherungsvermittlung GmbH, Vienna	100.0000	316	108
VV-Consulting Többsügynöki Kft., Budapest	100.0000	70	6
Watkins Syndicate Hong Kong Limited, Hong Kong	67.0000	150	0
Watkins Syndicate Labuan Limited (WSLAB), Labuan	100.0000	156	0
Watkins Syndicate Middle East Limited, Dubai	100.0000	801	78
Watkins Syndicate Singapore Pte. Limited, Singapore	100.0000	186	0
welivit GmbH, Düsseldorf	100.0000	1,304	-222
welivit New Energy GmbH, Düsseldorf	100.0000	140	29
welivit Solar España GmbH, Düsseldorf	100.0000	54	30
Welivit Solar Italia s.r.l., Bolzano	100.0000	257	39
welivit Solarfonds GmbH & Co. KG, Düsseldorf	100.0000	31,345	-646
welivit Solarfonds S.a.s. di welivit Solar Italia S.r.l., Bolzano	100.0000	22,200	605
WFB Stockholm Management AB, Stockholm ⁴	50.0000	50,017	308
Wind Farms Götaland Svealand AB, Hässleholm	100.0000	39,279	-87
Windpark Langengrassau Infrastruktur GbR, Bremen ⁵	83.3300	0	0
Windpark MR-B GmbH & Co. KG, Bremen ²	100.0000	21,127	658
Windpark MR-D GmbH & Co. KG, Bremen ²	100.0000	20,734	1,012
Windpark MR-N GmbH & Co. KG, Bremen ²	100.0000	5,474	182

Company and registered seat	% share of capital	Equity €k	Result for the year €k
Windpark MR-S GmbH & Co. KG, Bremen ²	100.0000	8,013	210
Windpark MR-T GmbH & Co. KG, Bremen ²	100.0000	4,064	54
WNE Solarfonds Süddeutschland 2 GmbH & Co. KG, Düsseldorf	100.0000	44	567
Wohnungsgesellschaft Brela mbH, Hamburg ¹	100.0000	102	0
WP Kladrum/Dargelütz GbR, Bremen	64.7000	-5	-10
wse Solarpark Spanien 1 GmbH & Co. KG, Düsseldorf	75.1243	1,279	0
X-Pact B.V., The Hague	62.5000	21	129
Zacobu 110011 S.L., Valencia	100.0000	-203	-4
Zacuba 6006 S.L., Valencia	100.0000	-201	22
Zacubacon 150015 S.L., Valencia	100.0000	-194	10
Zafacesbe 120012 S.L., Valencia	100.0000	-187	11
Zapacubi 8008 S.L., Valencia	100.0000	-209	14
Zarzucolumbu 100010 S.L., Valencia	100.0000	-194	4
Zetaza 4004 S.L., Valencia	100.0000	-140	21
Zicobucar 140014 S.L., Valencia	100.0000	-192	8
Zucaelo 130013 S.L., Valencia	100.0000	-188	7
Zucampobi 3003 S.L., Valencia	100.0000	-198	19
Zucarobiso 2002 S.L., Valencia	100.0000	-191	22
Zucobaco 7007 S.L., Valencia	100.0000	-196	22
Zulazor 3003 S.L., Valencia	100.0000	-135	19
Zumbicobi 5005 S.L., Valencia	100.0000	-199	22
Zumcasba 1001 S.L., Valencia	100.0000	-131	-4
Zuncabu 4004 S.L., Valencia	100.0000	-198	21
Zuncolubo 9009 S.L., Valencia	100.0000	-198	25
Associates and joint ventures			
"PORT ELISABETH" GmbH & Co. KG, Bramstedt	31.9660	10,217	806
"PORT LOUIS" GmbH & Co. KG, Bramstedt	26.0495	-4,696	-1,092
"REISEGARANT" Gesellschaft für die Vermittlung von Insolvenzversicherungen mbH, Hamburg	24.0000	192	43
Agricultural Management Services S.r.l., Verona	33.3333	126	-18
Apollo Munich Health Insurance Co. Ltd., Hyderabad	25.4800	83,900	93
Assistance Partner GmbH & Co. KG, Munich	21.6600	1,113	108
Avantha ERGO Life Insurance Company, Mumbai	25.9998	-52	-2,047
BF.direkt AG, Stuttgart	27.2000	1,397	598
BHS tabletop AG, Selb	28.9134	32,868	1,365
carexpert Kfz-Sachverständigen GmbH, Walluf	25.0000	3,071	-567
Consortia Versicherungs-Beteiligungsgesellschaft mbH, Nuremberg	33.7027	55,705	8,487
D.A.S. Difesa Automobilistica Sinistri, S.p.A. di Assicurazione, Verona	49.9920	25,084	6,658
DAMAN - National Health Insurance Company, Abu Dhabi ⁸	20.0000	307,924	58,533
EGM Wind SAS, Paris	40.0000	15,020	4,726
Energie Kapital GmbH & Co. Solarfonds 2 KG, Stackeden-Elsheim	34.4234	354	164
ERGO China Life Insurance Co., Ltd., Jinan, Shandong Province	50.0000	64,077	-10,999
Europai Utazasi Biztosito Rt., Budapest	26.0000	6,246	0
Europäische Reiseversicherungs-Aktiengesellschaft, Vienna	25.0100	20,817	3,728
Famous Insurance Agency Pty Limited, Sydney	20.0000	-7	-7
Fernkälte Geschäftsstadt Nord Gesellschaft bürgerlichen Rechts, Hamburg	39.3354	2,326	0
Finsure Investments (Private) Limited, Harare	24.5000	7,534	128
GIG City Nord GmbH, Hamburg	20.0000	55	5
Global Aerospace Underwriting Managers Ltd., London	40.0000	24,032	3,478
Global Insurance Company, Ho Chi Minh City	35.0000	23,076	607
Hannover Finanz-Umwelt Beteiligungsgesellschaft mbH i. L., Hillerse	20.0000	1	87
Hartford Research, LLC, Lewes, Delaware ⁵	41.7500	0	0
HDFC ERGO General Insurance Company Ltd., Mumbai	25.8370	122,903	27,440
HighTech Beteiligungen GmbH und Co. KG i. L., Düsseldorf	23.1000	824	-1,773
IK Objektgesellschaft Frankfurt Theodor-Heuss-Allee GmbH & Co. KG, Düsseldorf	47.4000	374	-50
KarstadtQuelle Finanz Service GmbH i. L., Düsseldorf	50.0000	1,622	528

Company and registered seat	% share of capital	Equity €k	Result for the year €k
LCM Logistic Center Management GmbH, Hamburg	50.0000	161	136
Marchwood Power Limited, Marchwood	50.0000	153,428	33,669
MAYFAIR Holding GmbH & Co. Singapur KG, Düsseldorf ⁹	71.4285	3,113	10
MCAF Management GmbH, Düsseldorf	50.0000	38	1
MCAF Verwaltungs-GmbH & Co.KG, Düsseldorf	50.0000	724	51
MEAG Pacific Star Holdings Ltd., Hong Kong	50.0000	3,927	-2,022
MEDICLIN Aktiengesellschaft, Offenburg	35.0042	200,359	3,511
MEGA 4 GbR, Berlin	34.2569	78,456	-846
POOL Sp. z o.o., Warsaw ⁵	33.7500	1	0
Rendite Partner Gesellschaft für Vermögensverwaltung mbH i. L., Frankfurt /Main ⁵	33.3333	0	0
Residential Builders Underwriting Agency Pty Ltd., Sydney	20.0000	-	-
RP Vilbeler Fondsgesellschaft mbH i. L., Frankfurt/Main ⁵	40.0000	831	-1,958
Rural Affinity Insurance Agency Pty Limited, Sydney	50.0000	1,163	1,006
Sana Kliniken AG, Munich	22.3217	390,645	45,638
Saudi National Insurance Company B.S.C.(c), Manama	22.5000	36,782	-79
SEBA Beteiligungsgesellschaft mbH, Nuremberg	48.9966	130,876	5,422
Sekundi CVBA, Brussels	33.3333	26	3
Storebrand Helseforsikring AS, Oslo	50.0000	18,640	4,599
Tanus Holding B.V. , Rotterdam	23.1913	903	-21,268
Teko - Technisches Kontor für Versicherungen Gesellschaft mit beschränkter Haftung, Düsseldorf	30.0000	53	27
T-Solar Global Operating Assets S.L., Madrid	37.0000	256,863	-520
U.S. Property Fund IV GmbH & Co. KG, Munich	21.7286	68,024	19,838
U.S. Property Management III L.P., Atlanta	20.0000	289	1,350
Verwaltungsgesellschaft "PORT ELISABETH" mbH, Bramstedt	50.0000	32	5
Verwaltungsgesellschaft "PORT KELANG" mbH, Bramstedt	50.0000	32	5
Verwaltungsgesellschaft "PORT LOUIS" GmbH, Bramstedt	50.0000	47	20
Verwaltungsgesellschaft "PORT MAUBERT" mbH, Bramstedt	50.0000	31	8
Verwaltungsgesellschaft "PORT MELBOURNE" mbH, Bramstedt	50.0000	32	4
Verwaltungsgesellschaft "PORT MENIER" mbH, Bramstedt	50.0000	47	16
Verwaltungsgesellschaft "PORT MOODY" mbH, Bramstedt	50.0000	32	4
Verwaltungsgesellschaft "PORT MORESBY" mbH, Bramstedt	50.0000	32	4
Verwaltungsgesellschaft "PORT MOUTON" mbH, Bramstedt	50.0000	33	4
Verwaltungsgesellschaft "PORT NELSON" mbH, Bramstedt	50.0000	32	9
Verwaltungsgesellschaft "PORT RUSSEL" GmbH, Bramstedt	50.0000	47	20
Verwaltungsgesellschaft "PORT SAID" GmbH, Bramstedt	50.0000	32	4
Verwaltungsgesellschaft "PORT STANLEY" GmbH, Bramstedt	50.0000	32	4
Verwaltungsgesellschaft "PORT STEWART" mbH, Bramstedt	50.0000	47	20
Verwaltungsgesellschaft "PORT UNION" mbH, Bramstedt	50.0000	32	9
Vier Gas Investments S.à r.l., Luxembourg	43.7516	390,987	95,251
VisEq GmbH, Grünwald	34.0000	263	-56
Volksbanken-Versicherungsdienst GmbH, Vienna	25.2319	3,693	293
VV Immobilien GmbH & Co. United States KG i. L., Munich	28.9515	10	7,754
VV Immobilien GmbH & Co. US City KG i. L., Munich	23.0999	9	6,134
VV Immobilien Verwaltungs GmbH & Co. Zentraleuropa KG i. L., Munich	20.4082	359	-378
VV Immobilien Verwaltungs GmbH, Munich	30.0000	394	-8
VV Immobilien Verwaltungs und Beteiligungs GmbH, Munich	30.0000	1,342	63
Windpark Osterhausen-Mittelhausen Infrastruktur GbR, Bremen	58.9400	313	-23
WISMA ATRIA Holding GmbH & Co. Singapur KG, Düsseldorf ⁹	65.0000	266	-10
WISMA ATRIA Holding GmbH, Düsseldorf	50.0000	35	1
Other shareholdings of 20% or more			
Capital Dynamics Champion Ventures VI, L.P., Woodside, California	27.3400	149,455	30,529
FIA Timber Partners II L.P., Wilmington, Delaware	39.0800	143,671	13,475
Green Acre LLC, Wilmington	31.9361	45,788	10,387
HRJ Capital Global Buy-Out III (U.S.), L.P., Woodside, California	44.6509	81,073	5,685
Infra IV-D Investments, S.C.A., Luxembourg	99.9999	70,000	-

Company and registered seat	% share of capital	Equity €k	Result for the year €k
Invenergy Miami Wind I Holdings #2 LLC, Wilmington	49.0000	90,239	1,106
ORM Timber Fund III (Foreign) LLC, Wilmington, Delaware	39.1000	114,820	-333
RMS Australian Forests Fund I, L.P., Cayman Islands	37.4257	-	-
RMS Forest Growth International, L.P., Grand Cayman, Cayman Islands	43.4700	110,244	-12,006
Other shareholdings exceeding 5% of the voting rights of large companies			
Admiral Group plc, Cardiff	10.1565	301,879	389,201
Credit Guarantee Insurance Corporation, Johannesburg	7.1037	43,036	8,927
Extremus Versicherungs-Aktiengesellschaft, Cologne	16.0000	66,690	1,100
Jordan Insurance Co. p.l.c., Amman	10.0000	52,920	5,548
New National Assurance Company Ltd., Durban, South Africa	16.0000	11,515	622
Protektor Lebensversicherungs-AG, Berlin	10.7597	91,076	576
Saudi Enaya Cooperative Insurance Company, Jeddah	15.0000	61,679	-10,851
Suramericana S.A., Medellín	18.8672	712,404	149,004
Swaziland Royal Insurance Corporation, Mbabane	16.0000	28,670	9,025
Wataniya Cooperative Insurance Company, Jeddah	10.0000	22,782	2,774

1 This company has a profit and loss transfer agreement.

2 This fully consolidated German subsidiary with the legal form of a partnership, as defined in Section 264a of the German Commercial Code (HGB), intends to fulfil the conditions required pursuant to Section 264b of the Commercial Code and, in the financial year 2015, to avail itself of the relevant provision exempting it from preparing annual financial statements.

3 This fully consolidated German subsidiary intends to fulfil the conditions required in Section 264 (3) of the German Commercial Code (HGB) and, in the financial year 2015, to avail itself of the relevant provision exempting it from preparing annual financial statements.

4 Voting majority, or other possibility of exercising control despite no majority interest.

5 No active business operations.

6 Not currently utilised.

7 Not currently utilised.

8 No financial statements published.

9 Significant influence owing to reduced voting power.

Drawn up and released for publication, 7 March 2016.

The Board of Management

The following is a translation of the auditor's opinion in respect of the original German annual financial statements.

Auditor's Report

We have audited the annual financial statements, comprising the balance sheet, the income statement, and the notes to the financial statements, together with the bookkeeping system and combined management report prepared by Münchener Rückversicherungs-Gesellschaft Aktiengesellschaft in München, Munich, for the financial year from 1 January to 31 December 2015. The maintenance of the books and records and the preparation of the annual financial statements and combined management report in accordance with German commercial law and supplementary provisions of the Articles of Association are the responsibility of the Company's management. Our responsibility is to express an opinion on the annual financial statements, together with the bookkeeping system, and the combined management report based on our audit.

We conducted our audit of the annual financial statements in accordance with Section 317 of the German Commercial Code and German generally accepted standards for the audit of financial statements promulgated by the Institute of Public Auditors in Germany (IDW). Those standards require that we plan and perform the audit such that misstatements materially affecting the presentation of the net assets, financial position and results of operations in the annual financial statements in accordance with German principles of proper accounting and in the combined management report are detected with reasonable assurance. Knowledge of the business activities and the economic and legal environment of the Company and expectations as to possible misstatements are taken into account in the determination of audit procedures. The effectiveness of the accounting-related internal control system and the evidence supporting the disclosures in the books and records, the annual financial statements and the combined management report are examined primarily on a test basis within the framework of the audit. The audit includes assessing the accounting principles used and significant estimates made by the Board of Management, as well as evaluating the overall presentation of the annual financial statements and combined management report. We believe that our audit provides a reasonable basis for our opinion.

Our audit has not led to any reservations.

In our opinion, based on the findings of our audit, the annual financial statements comply with the legal requirements and supplementary provisions of the Articles of Association and give a true and fair view of the net assets, financial position and results of operations of the Company in accordance with German principles of proper accounting. The combined management report is consistent with the annual financial statements and as a whole provides a suitable view of the Company's position and suitably presents the opportunities and risks of future development.

Munich, 8 March 2016

KPMG Bayerische Treuhandgesellschaft Aktiengesellschaft
Wirtschaftsprüfungsgesellschaft
Steuerberatungsgesellschaft

Dr. Ellenbürger
Wirtschaftsprüfer
(Certified public accountant)

Hansen
Wirtschaftsprüfer
(Certified public accountant)

Responsibility statement

“To the best of our knowledge, and in accordance with the applicable reporting principles, the annual financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company, and the combined management report for the Company and the Group includes a fair review of the development and performance of the business and the position of the Company, together with a description of the material opportunities and risks associated with the expected development of the Company.”

Munich, 15 March 2016

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Imprint

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Responsible for content

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The official German original of this report is also available from the Company. In addition, you can find our annual report and interim reports, along with further information about Munich Re, on the internet at www.munichre.com.

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Greenhouse gas emissions from paper production for this annual report are offset through Munich Re's carbon-neutral strategy.

Important dates 2016

16 March 2016
Balance sheet press conference
for 2015 consolidated financial statements

27 April 2016
Annual General Meeting

10 May 2016
Quarterly statement as at 31 March 2016

9 August 2016
Half-year financial report as at 30 June 2016

9 August 2016
Half-year press conference

9 November 2016
Quarterly statement as at 30 September 2016

Important dates 2017

15 March 2017
Balance sheet press conference
for 2016 consolidated financial statements

26 April 2017
Annual General Meeting

9 May 2017
Quarterly statement as at 31 March 2017

9 August 2017
Half-year financial report as at 30 June 2017

9 August 2017
Half-year press conference

9 November 2017
Quarterly statement as at 30 September 2017