



TPIF Douro Bidco S.à r.l.
Société à responsabilité limitée

R.C.S. Luxembourg B 235.880

20, rue de la Poste
L-2346 LUXEMBOURG

Report of the réviseur d'entreprises agréé
and
consolidated financial statements as at December 31, 2021

Table of contents

Report of the réviseur d'entreprises agréé	2- 5
Management Report	2 – 27
Consolidated financial statements as at December 31, 2021	2 - 12
Notes to the consolidated financial statements as at December 31, 2021	2 - 68

To the Partners of
TPIF Douro Bidco S.à r.l.
Société à responsabilité limitée
R.C.S. Luxembourg B 235.880

20, rue de la Poste
L-2346 LUXEMBOURG

REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Opinion

We have audited the consolidated financial statements of **TPIF Douro Bidco S.à r.l.** and its subsidiaries (the "Group"), which comprise the consolidated statement of financial position as at December 31, 2021, and, the consolidated statement of profit and loss, the consolidated statement of comprehensive income, consolidated statement of changes in equity, the consolidated statement of cash flows for the year then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects the consolidated financial position of the Group as at December 31, 2021, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the accounting principles and methods described in the notes ("Note 3") to the consolidated financial statements.

Basis for Opinion

We conducted our audit in accordance with the Law of July 23, 2016 on the audit profession (Law of July 23, 2016) and with International Standards on Auditing (ISAs) as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier" (CSSF). Our responsibilities under the Law of July 23, 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the « Responsibilities of "Réviseur d'Entreprises Agréé" for the Audit of the Consolidated Financial Statements » section of our report. We are also independent of the Group in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the consolidated financial statements, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of Matter

We draw your attention to the notes to the consolidated financial statements, which describes the basis of accounting. The consolidated financial statements are prepared to assist the Company in complying with the financial reporting requirements of the Group in Portugal. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the Company and should not be distributed to or used by parties other than the Company. Our opinion is not modified in respect of this matter.

Other information

The Management is responsible for the other information. The other information comprises the information included in the management report but does not include the consolidated financial statements and our report of the “Réviseur d’Entreprises Agréé” thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of the Management and Those Charged with Governance for the Consolidated Financial Statements

The Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with IFRSs as adopted by the European Union, and for such internal control as the Management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, the Management is responsible for assessing the Group’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Group’s financial reporting process.

Responsibilities of the “Réviseur d’Entreprises Agréé” for the Audit of the consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the “Réviseur d’Entreprises Agréé” that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law dated July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Law dated July 23, 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control;
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group’s internal control;
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management;
- Conclude on the appropriateness of Management’s use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group’s ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the “Réviseur d’Entreprises Agréé” to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the “Réviseur d’Entreprises Agréé”. However, future events or conditions may cause the Group to cease to continue as a going concern;
- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation;

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities and business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the Group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Luxembourg, 19 May, 2022

For MAZARS LUXEMBOURG, Cabinet de révision agréé
5, rue Guillaume J. Kroll
L – 1882 LUXEMBOURG

A handwritten signature in blue ink, consisting of several overlapping loops and a long horizontal stroke extending to the left.

Amir CHAKROUN
Réviseur d'entreprises agréé

**CONSOLIDATED REPORT
AND CONSOLIDATED
FINANCIAL STATEMENTS
2021**

TPIF Douro Bidco S.à.r.l.

MESSAGE FROM THE BOARD OF MANAGERS

The Company is governed by the Articles of Association and the Laws of the Grand Duchy of Luxembourg in particular the law of 10 August 1915 on Commercial Companies, as amended (the “1915 Law”).

The Company is constituted for an unlimited period and Caravela – Companhia de Seguros S.A., that operates in Portugal, is the only asset that is held (48.0% stake).

Regarding the Group's activity, the year 2021 was mainly characterized as the 2nd year of the COVID-19 Pandemic. This year was marked by the reduction in insurable activity resulting from the economic slowdown and this impacted the Group’s performance.

Despite the impact felt in 2021, stands out the capacity of adaptability and resilience shown by Group’s ecosystem in the face of a set of adverse events.

We thank the Portuguese Insurance and Pension Funds Supervisory Authority (ASF) for the cooperation and suggestions made while monitoring Group’s activity.

Taavi Davies

Benoni Dufour

GOVERNING BODIES

- **TPIF Douro Bidco S.à.r.l**

Board of Managers	
Taavi Davies	
Benoni Dufour	

- **CARAVELA – Companhia de Seguros S.A.**

General Meeting	
Nuno Miguel Marques dos Santos Horta	President
Nuno Miguel Novais Grangeon Cárcomo Lobo	Secretary

Board of Directors	
Luís Filipe Sampaio Cervantes	President
David Angulo Rubio	Vice-President
António Manuel Nestor Ribeiro	Member
Fabrizio Cesario	Member
George Koulouris	Member
Gonçalo Lopes da Costa de Ramos e Costa	Member
José Paulo de Castro Trigo	Member

Supervisory Board	
Manuel Augusto Lopes de Lemos	President
Humberto Manuel Martins Carneiro	Member
José Elísio Lopes da Silva Quintas	Member
José António Truta Pinto Rabaça	Alternate

Certified Public Accountants	
Mazars & Associados - Sociedade de Revisores Oficiais de Contas, S.A. - SROC nº 51, representada por Pedro Miguel Pires de Jesus - ROC nº 1930	Effective
Paulo Jorge Damião Pereira - ROC nº 1219	Alternate

Consolidated - Report and Financial Statements 2021

**REPORT OF THE BOARD OF
MANAGERS**

1. Introduction

From a global point of view, the resurgence of the pandemic postponed once more the start of robust economic growth; despite that, the support to economic policies—monetary and fiscal—and the ongoing vaccination campaigns around the world are reflecting an improvement of economic perspectives for 2022.

The long-term perspectives for the global economy are clearly better even if unequal in the different regions of the globe.

The European Union (EU) approved a regulation that establishes the Recovery and Resilience Mechanism that will distribute 750 billion euros in funds to finance the investment and reform programs defined on national recovery and resilience national plans later approved by UE, and which had to be based on pre-defined strategic goals, like green transition, digital transformation, and social and territorial cohesion.

Despite the uncertainty we live in, in 2021 the national insurance market presented a volume of production of direct insurance superior to 13,1 billion euros, reflecting an increase of 34,8% when compared to the amount verified in 2020.

This growth was strongly influenced by the Life line of business with an expressive growth of 69,5%, represented in 7,7 billion of gross written premiums.

The subsector of Non-Life line of business maintained an extremely limited growth, like in the past years, achieving the 5,4 billion euros of gross written premiums, with a positive variation of 4,9% considering the previous year.

Meanwhile, Caravela - Companhia de Seguros, S.A. continued its path of growth, based on significant knowledge of the Portuguese insurance market and supported by innovative projects, some of which were abroad. This growth was seen in a business volume of 116,4 million euros at the end of the financial year, which represented an increase of 15,5% regarding 2020, allowing for the maintenance of the Company in the 10th place of the ranking of Non-Life companies active in Portugal.

From the events that occurred in the year that now ended, the most significant will have been the first partnership ever made with a foreign broker, which allowed for the beginning of the commercialization of a product design by Caravela under the Freedom to Provide Services (LPS) regime, in the competitive French insurance market.

2. Mission

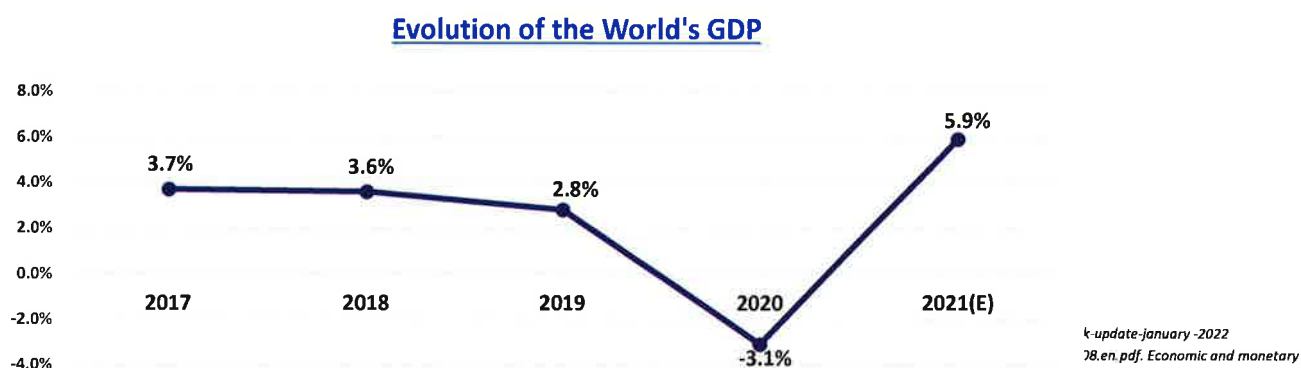
The purpose of TPIF Douro is the direct or indirect acquisitions and holding of stakes/interests, in any form whatsoever, in Luxembourg and/or foreign undertakings, as well as the administration, development, management and disposal thereof.

3. Macroeconomic Framework

3.1. International Environment¹

Throughout 2021, notwithstanding all the above, a path began to be followed marked by the recovery of the

economic activity at a global level, after the negative impact caused by the COVID-19 pandemic. Following the last forecasts of the International Monetary Fund (IMF), a growth of the world's gross domestic product of 5,9% is expected, showing a sharp contrast regarding 2020 (-3,1%) and approaching pre-pandemic values:



During the year there was a sharp growth in global activity. Although in the first semester the growth rhythm began moderately, due to the worsening of the pandemic in that period in some countries, there was a greater dynamism after the second semester, mainly due to the advanced economies, because of the progress verified in the vaccination rates, the economic support measures, and the impact of greater flexibility in economic activity restriction measures.

There was a more robust growth of commercial trades in emerging countries, mainly after the opening of the economies, in the first semester of 2021. However, some uncertainty is noticeable, regarding the recovery rhythm of the global economy, provoked by the limitations of the offer in the supply of essential intermediary products, such as semiconductors, necessary to the fabrication of products, with direct consequences on the industrial production and exports of advanced economies. Additionally, there still are disturbances in the international trade caused by the United Kingdom's exit from the European Union.

¹ Source:

International Monetary Fund (January 2022) – "World Economic Outlook Update, January 2022" Available at:

<https://www.imf.org/en/Publications/WEO/Issues/2022/01/25/world-economic-outlook-update-january-2022>

European Central Bank (No. 8 January 2022) – "Economic Bulletin". Available at <https://www.ecb.europa.eu/pub/pdf/ecbu/eb202008.en.pdf>. Economic and monetary developments (p.3)

Bank of Portugal (December 2021) – "Boletim Económico"

From all economies, the following stand out:

- In the United States, the evolution of the economy is estimated at 5,6%, recovering after moderate growth in the third quarter caused by the resurgence of COVID-19 infections. The decrease of the waiting time and shipping costs between China and the United States stands out, even if the stock volume of durable goods remains below the pre-pandemic levels.
- China is estimated to have a GDP growth of 8,1%, but the growth rhythm in the activity sharply decreased due to energy shortage, instability in the real estate sector, and the new COVID-19 outbreaks.
- As in China, Japan's economy decreased in the third quarter, due to supply constraints and the resurgence of COVID-19 infections. The progress in vaccination and the continuous political support have been particularly important for the economic growth, which was around 1,6% in 2021.
- There was a strong resurgence of COVID-19 infections in India in the second quarter of 2021, which caused a significant contraction in the economic activity, followed by a recovery in the third quarter. The favourable recovery rhythm in India positively impacted the increase of the growth of the world's GDP (excluding the Euro area) on the third and fourth quarters, even if it was not followed by developments in other great economies. It is foreseen that India had, in 2021, an economic growth of 9%. It was the country with the most positive evolution among the developing countries and emerging markets.
- The United Kingdom saw its economic activity remain moderate. The main causes for this scenario were interruptions in the supply chain, workforce shortage due to the global conditions and Brexit, and poor investment. However, the private consumption pushed the economic activity forward, as COVID-19 restrictions diminished. It is expected a growth of the GDP of 7,2%.

As it can be seen on the commentaries above, from the developing countries and emergent markets, China and India positively stand out, following the advanced economies in the return to the pre-pandemic crisis scenario. However, the recovery is still behind in other emergent economies, and it is foreseen this slower momentum will impact global activity in the future. In 2021, the developing countries and emergent markets will have presented a growth of 6,5%.

In the Euro Zone, the economy is still recovering, and an economic growth of 5,2% is foreseen for 2021 and of 3,9% for 2022. It is expected that the strong domestic demand will push the recovery of the economic activity forward in the near future. Throughout 2021, the labour market has also positively evolved, with a greater number of people employed, which justifies the increase of rent and consumption of the families. It should be noted that the growing costs associated with energy are having a negative impact on consumption. The projection regarding foreign demand in the Euro area is of an increase of 8,9% in 2021 and 4,0% in 2022. However, it is worth noting that these results are

inferior when compared to previous projections, which is essentially due to the negative impact of global import supply problems. The *Eurosystem* projections for inflation point towards a rise of 0,3% in 2020, 2,6% in 2021, and 3,2% in 2022.

It is important to note that, due to the last pandemic wave, some Euro Area countries have reintroduced stricter containment measures which, as a result, may delay economic recovery, especially in travel, tourism, housing, and entertainment sectors. In fact, new virus variants have generated once more an uncertainty climate, as well as influenced the consumers' trust and their companies. Additionally, the shortage of equipment, materials and labour is hampering the production of goods, causing delays in construction and slowing down the recovery in some sectors.

Projections for 2022 point towards:

- A moderate growth of the world's economic activity, where the global economy is expected to grow 4,4% because of the mobility restrictions and health impacts due to the new virus variant – *Omicron*.
- A rise in inflation in the advanced economies, caused by the increase in prices of energy and non-energy raw materials, which will remain high in 2022, after the significant increase in 2021, and will decrease in the following years.
- Despite these aspects, the outlook for 2022 is encouraging regarding the growth of the world economy.

3.2. National Framework²

After a historic contraction of the economy in 2020 (-8,4%), 2021 was marked by the sharp growth of the Portuguese economy and the strong recovery of the economic activity. GDP is estimated to grow 4,9% comparatively with the same period of last year, the highest one since 1990:

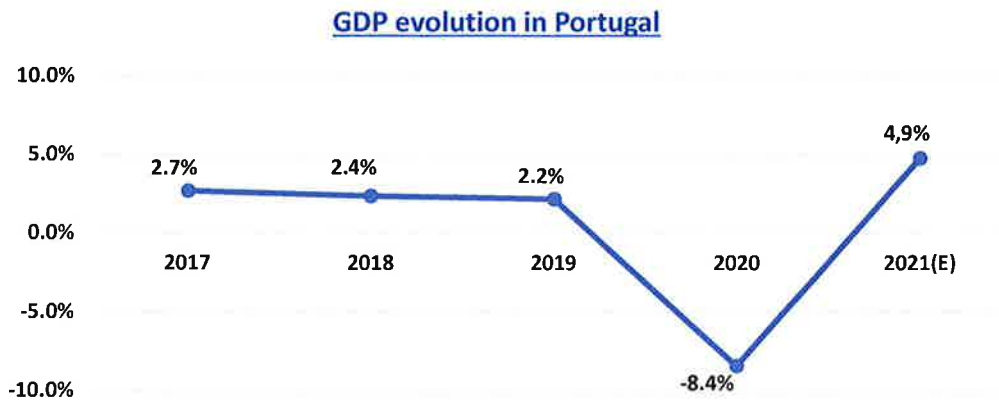
² Source:

Bank of Portugal (December 2021) – “Boletim Económico”.

[Portuguese] Department of Finance – “Relatório do Orçamento do Estado 2022”.

[Portuguese] National Institute of Statistics (January 2022) – “Contas Nacionais Trimestrais - Estimativa Rápida”. Available at

https://www.ine.pt/xportal/xmain?xpid=INE&xpgid=ine_destaques&DESTAQUESdest_boui=472472540&DESTAQUESmodo=2



Even if, due to the consequences provoked by the several COVID-19 pandemic waves, in the first quarter of 2021 there was a downturn in the Portuguese economy, factors such as the gradual lifting of the restrictive confinement measures, high COVID-19 vaccination rates, and economic stimulus programs, nationally and in Europe, boosted the recovery of economy and, consequently, the results noticed in the first semester of this year were positive, where the GDP's growth was of 4,3%, comparatively with the same period of 2020.

In the last semester of 2021, due to the increase of economic consumption, mainly in August, the economic activity recovered accelerated, even if the touristic activity is evolving slowly, but positively.

Overall, in 2021, domestic demand had a positive contribution for the growth of the Portuguese economy, and a recovery of the private consumption and investment was seen. Also, there was a significant increase in imports and exports of goods and services, resulting from the contribution of net external demand, which was less negative.

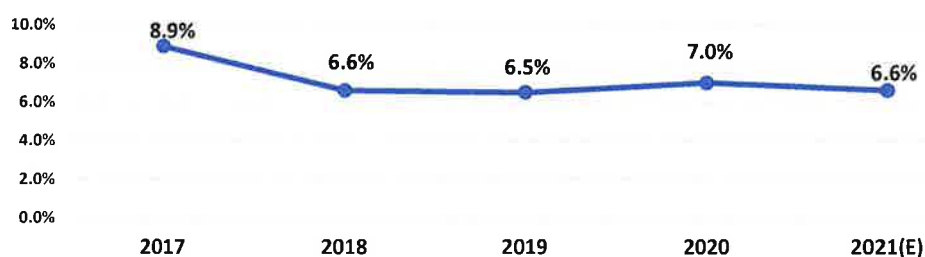
It is expected that in 2021 the public debt to GDP ratio, decreases to 126,9% from the 135,2% recorded in 2020.

The labour market had an especially positive evolution. Despite having recorded a slight increase in unemployment, there was an increase in the number of employed persons of 2,5%. This contributed to the increase of the active population comparatively with 2020, thus following the economic recovery.

The unemployment rate in 2021 should be of 6,6%, comparatively with the 7,0% recorded in 2020, reaching pre-pandemic values. The unemployment rate is expected to continue to fall in the coming years, reaching 5,4% in 2024.

The positive forecasts for the labour market are the effect of the unusual nature of the economic crisis caused by the pandemic, as well as the support labour measures adopted throughout 2020 and 2021:

Evolution of the unemployment rate in Portugal



It is expected that inflation, influenced by the evolution of prices of energetic goods, increases in 2021 to 0,9%, in contrast to what was seen in 2020 (-0,1%).

Projections for the Portuguese economy in 2022 point towards a GDP growth period of 5,8%, and the reintroduction of restrictive measures to contain the pandemic, resulting from the appearance of new pandemic waves in Europe which may impact the evolution of the economic activity, mainly in the tourism sector. Additionally, the shortage of raw materials and other goods, as well as the increase of their cost, as a result of problems in the world supply chains, may also condition the recovery rhythm.

With the expected economic recovery, the public debt ratio as a percentage of GDP shall resume the downward trend of the years before the pandemic. That way, it is foreseen for 2022 a reduction of this indicator in 4,1 pp, for 122,8% of the GDP. Regarding inflation, forecasts show a growth of up to 1,8% in 2022, decelerating in the following years.

3.3. Financial System³

Throughout 2021, for most of the advanced economies, fiscal policy remained expansionary in order to support the recovery of the economic activity, even if there were some fiscal imbalances and an increase in public debt. Forecasts show that monetary and financial conditions in the Euro area are expected to remain favourable.

Short-term interest rates remained negative and at historically low levels, and it is estimated they remain so for a longer time frame than the one foreseen. This is due, partly, to the revision of the European Central Bank's strategy in the middle of last year. The projections show that the short-term interest rate (3-month EURIBOR) was of -0,5% in 2021, and will not have any variation in 2022, despite increasing from 2023 onwards.

On a more global perspective, there was a rising inflationary pressure in many economies, so there has been an increase in the interest rates of the central banks of some emergent markets and developing economies, as well as in some advanced economies. With this rise in interest rates, there

³ Source:
Bank of Portugal (December 2021) – "Boletim Económico"
[Portuguese] Department of Finance – "Relatório do Orçamento do Estado 2022"

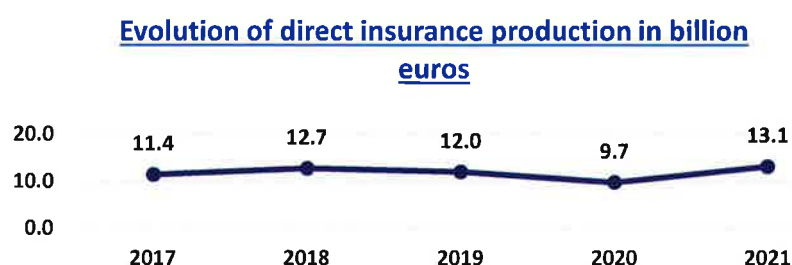
will be an increase of the charges of debt service in some countries. Additionally, loans will become more expensive all around the world, overloading public finance.

In 2021, the interest rate implicit in the Portuguese government bonds fell slightly, to 2% from 2,2% in 2020, and it is expected to remain unchanged in 2022.

Regarding foreign exchange market, it is expected a euro-dollar exchange rate of 1,18%, slightly above the 1,14% seen in 2020. For the following years, this rate is expected to be in the region of 1,13%.

3.4. Trends in the Insurance Sector and Development Prospects ⁴

In 2021, in the Portuguese insurance sector, the direct insurance production volume was of 13,1 billion euros, having shown a positive variation of 34,8% regarding 2020:



This positive evolution had a strong contribution from the Life line of business, which recorded a variation of 69,5%, comparatively with 2020, representing now 58,3% of the total production of the sector. It should be noted the modality of Capitalisation Products that showed the greatest variation, 96.2%.

In the Non-Life market, the direct insurance production volume was of 5,4 billion euros, having shown a positive variation of 4,9% regarding 2020.

The Non-Life claims ratio improved slightly in 2021, from 59,4% to 58,4%.

In the main lines of business of this subsector, the following developments were recorded:

- Car sales in 2021 was near 2020's level (+1,9%), having the lack of semiconductors, in the second half of the year, delayed the beginning of the sales recovery comparatively with 2020. In the insurance market, this situation contributed for the slow growth in the Motor line of business (1,3%), recording a negative oscillation in the claims ratio, which went from 57,5% to 58,5%;
- In the Health line of business, there was a decrease of 8,4%, thus confirming the trend of the previous years, and the claim ratio was of 72,0% comparatively with 66,9% from 2020;

⁴ Source:
APS – Database, from Segurdata, on 2021.12

- The Workers Compensation line of business maintained the growth propensity shown in previous fiscal years, with a positive variation of 6,6%, showing an improvement in the claims ratio which was 68,9% comparatively with the 75,1% recorded in 2020. Despite this production growth, it should be noted that the growth of this line of business is highly connected to the economic activity. For that reason, the pandemic impact can still be seen;
- Fire and Other Damages showed an increase of 6,8%, and the upward trend in Multiple Risk insurance is noteworthy: 5,1%. Regarding claims, this line of business had a rate of 45,6% in 2021, less than the one verified in 2020, which was of 50,6%;
- Transports line of business showed an increase of 5,4% and, regarding claims, it showed an unfavourable evolution, despite not that significant, which was fixed in 32,1% against the 21,0% of the previous year;
- In the Third Party Liability line of business there was a growth of 10,9%, and the claims were fixed in 36,4%, comparatively with 43,5% from 2020.

4. TPIF Douro Group Activity

The only transaction between the Company and the sole Shareholder of the Company, Tosca Coinvest SCA SICAV-RAIF (Coinvest), was the capital injection that Coinvest made into the Company, to finance the second tranche of its investment in Caravela - Companhia de Seguros, S.A.

Caravela is the only asset held by the Company and the entire activity of the Group is limited to that operated by its subsidiary.

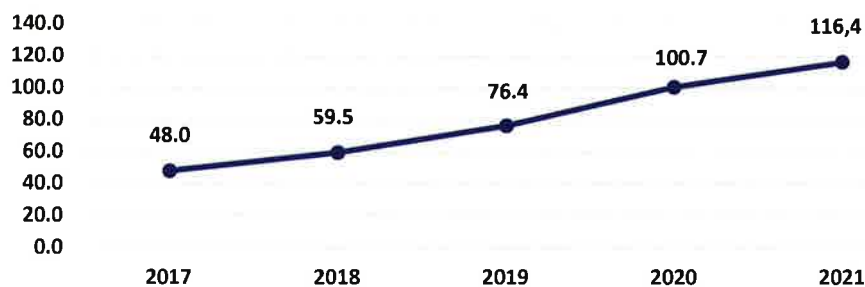
All amounts in this report correspond to 100% of Caravela activity and the conclusions of the analysis for the 48% held by the Company do not change.

4.1. Main Indicators

The activity of Caravela has been based on, in the last years, a significant and constant rise in production and on a strong a sustainable balance of its management indicators.

Under the headings of profits and losses, Gross Written Premiums, net of reversals and cancellations, showed strong growth, of 15,5%, maintaining the trend of recent years and ending 2021 with a total of 116.380 thousand euros:

Development of direct insurance production in millions of euros



The claims ratio, net of reinsurance, showed an increase of 4,0 pp, regarding the previous year.

Regarding the components of the balance sheet, it should be noted that the weight of technical reserves, which are now 86,3% of Written Gross Premiums, showing an increase of 7,1% comparatively with the previous year, noting that the Company's growth contributed to this situation.

It is also worth noting that the improvement in Equity, with a variation of +24,4%, comparatively with the same period of the previous year, due to the operation of capital increase performed in December (10.000 thousand euros).

The net result was of 3.396 thousand euros, representing 2,9% of the gross written premiums, allowing for the continuity of the positive results recorded since 2015.

There is a slight increase of the combined ratio, reaching 95,6%, with an increase of 1,5% comparatively with 2020. It should also be noted that, despite this slight increase, there was a decrease of the expense ratio of 2.2 pp.

The following table presents the main indicators for the economic/financial analysis of the Company, allowing the positive evolution and health of Caravela to be seen, in most of these indicators:

Summary Indicators

	2021	2020	% VAR 21/20
U: thousands of euros			
Balance sheet			
Net Assets	177 203	143 436	23,5%
Equity*	58 550	47 083	24,4%
Unearned premiums reserve	23 543	20 368	15,6%
Claims reserve	76 607	60 522	26,6%
Claims net of reinsurance reserve	45 294	35 864	26,3%
Technical provisions	100 453	81 156	23,8%
Gains and Losses			
Gross written premiums	116 380	100 719	15,5%
Earned premiums, net of reinsurance	86 006	71 621	20,1%
Direct insurance claims costs	76 885	62 557	22,9%
Claims costs, net of reinsurance	58 556	45 920	27,5%
Operational costs	28 724	25 667	11,9%
Income	1 659	801	107,0%
Net profit	3 396	3 960	-14,2%
Indicators			
Gross written premiums / no. of employees	875	781	12,0%
Direct insurance claims ratio	67,8%	65,2%	3,9%
Claims ratio net of reinsurance	68,1%	64,1%	6,2%
Net result / gross written premiums	2,9%	3,9%	-25,8%
Claims reserves / gross written premiums	65,8%	60,1%	9,5%
Technical reserves / gross written premiums	86,3%	80,6%	7,1%
Net profit / equity	5,8%	8,4%	-31,0%
Net profit / share capital	7,7%	11,5%	-33,6%
Combined ratio	95,6%	94,1%	1,5%

* The share capital was increased by resolution of the General Meeting of 9 July 2019 and consequent authorisation of the ASF in the 17th of December 2019, for 44.388.315,20 euros, the last instalment of 10.000.000,00 euros having been made in last December.

4.2. Technical Management

4.2.1. Production and Policies

Caravela closed the financial year of 2021 with a Gross Written Premiums (GWP) volume of 116,4 million euros, which represents a production increase of 15,7 million euros and a growth rate of 15,5% regarding the amount of 2020.

It should also be noted that the market share, including the activity in Portugal and abroad, rose from 1,8% in 2020 to 2,0% in 2021.

The organic and consolidated growth seen in recent years is based on individuals and small and medium businesses segments, as well as on rigorous and careful risks underwriting, oriented towards the profitability of all business lines.

A good performance was maintained, in all lines of business, except for the Marine and Transports business line, where the effects caused by the pandemic still show impact, resulting in a decrease of production of 18,1%.

Although with a growth rate above the market, comparatively with previous years, a decrease in the Motor line of business is seen, +11,4%, below the global growth rate of Caravela. On the other hand, there is a very positive evolution of the Personal Accidents, Fire and Other Damages, and Workers Compensation lines of business.

This growth is supported by the continuity of the pre-defined strategy, based on:

- Increasing the cadence of new production;
- Increase in the distribution base;
- Underwriting businesses for individuals and micro and small companies;
- In broadening the target segment to medium and large companies, resulting in the capture of new business within these segments.

In 2021, the beginning of Caravela's commercial activity abroad has also contributed to the growth of the portfolio, especially in the Fire and Other Damages line of business.

The following table shows a variation structure of gross written premiums by line of business, where it can be confirmed that, except for the Marine and Transports lines of business, all show positive evolution:

Production Structure and variation

LINES OF BUSINESS	GWP		
	2021	2020	Δ 21/20
Accidents and Health	31 772 201	26 095 184	21,8%
Fire and Other Damages	11 273 602	8 703 919	29,5%
Motor	71 428 781	64 145 114	11,4%
Third Party Liability	1 532 182	1 318 675	16,2%
Marine and Transports	373 474	456 004	-18,1%
TOTAL	116 380 240	100 718 896	15,5%

U: Euros

Regarding the structure of the premiums of the portfolio, Caravela presented the same distribution trend seen in the previous year, maintaining the predominance of the weight of the Motor and

Accidents and Health lines of business, respectively of 62,4% and 24,9%, these two lines of business together representing 87,3% of the gross written premiums.

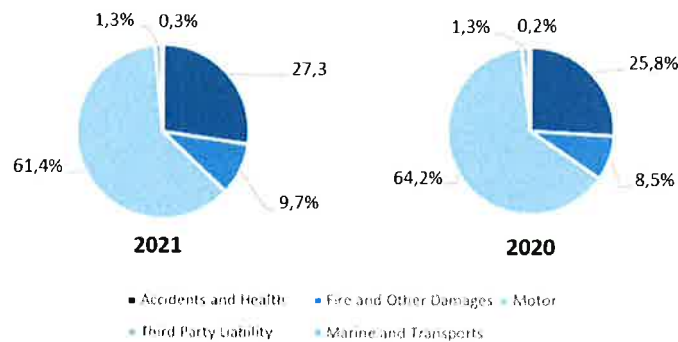
The following table presents a structure of the portfolio and the weight per line of business regarding 2020 and 2021:

Portfolio Structure

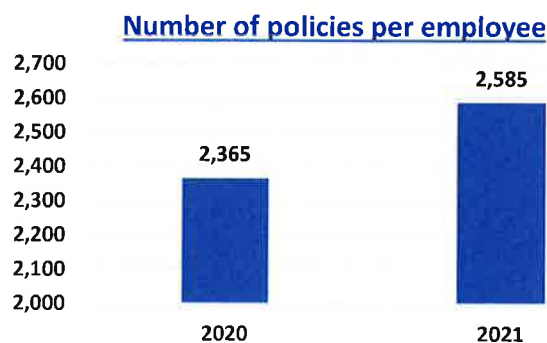
LINES OF BUSINESS	POLICIES IN FORCE			
	2021	Weight	2020	Weight
Accidents and Health	13 930	4,0%	11 892	3,9%
Fire and Other Damages	39 102	11,4%	36 532	12,0%
Motor	283 823	82,6%	250 632	82,1%
Third Party Liability	5 641	1,6%	4 867	1,6%
Marine and Transports	1 322	0,4%	1 168	0,4%
TOTAL	343 818	100,0%	305 091	100,0%

The following table shows the relative weight of the several lines of business, in the portfolio structure of the Company:

Portfolio structure in %



This development has also led to a significant improvement regarding the analysis in the policy per employee ratio:



4.2.2. Claims

The global claims ratio of Caravela in 2021, calculated considering the earned premiums, reached 67,8%, corresponding to an increase of 3,9 pp comparatively with 2020's fiscal year, which was set in 65,2%.

In the fiscal year of 2021, the costs with claims had an increase of 22,9% (+14.327 thousand euros in absolute value) regarding the previous fiscal year, totalling 76.885 thousand euros, before the allocation of other costs.

Except for the Third Party Liability line of business, which presented a decrease of the claims ratio of 60,1% (-673 thousand euros), all remaining business segments had an impact in the increase of the costs with claims.

It was the Motor line of business that, in absolute value, presented a larger increase in costs, 8.837 thousand euros (+22,1%), but it was in the segment Fire and Other Damages that there was a greater growth in relative terms, 53,5% (+2.269 thousand euros).

The increase was set in 22,6% (+3.837 thousand euros) in the Accidents and Health lines of business.

There was an increase of a lesser expression of 28,1% (+56 thousand euros) in the least representative lines of business, Marine and Transports:

Costs with Claims

LINES OF BUSINESS	U: euros		
	2021	2020	Δ 21/20
Accidents and Health	20 797 255	16 959 347	22,6%
Fire and Other Damages	6 525 974	4 256 135	53,3%
Motor	48 859 188	40 021 912	22,1%
Third Party Liability	446 411	1 119 905	-60,1%
Marine and Transports	256 244	200 046	28,1%
TOTAL	76 885 072	62 557 345	22,9%

For a more detailed analysis, the following table presents the claim rates by the diverse groups of lines of business:

Claims ratio

LINES OF BUSINESS	2021	2020	Δ 21/20
Accidents and Health	68,2%	67,9%	0,6%
Fire and Other Damages	65,3%	50,9%	28,5%
Motor	69,7%	66,9%	4,3%
Third Party Liability	29,9%	88,6%	-66,3%
Marine and Transports	68,4%	44,1%	55,3%
TOTAL	67,8%	65,2%	3,9%

The increase of the number in claims in 2021 was set in 24,7%, being the Motor line of business the one that most contributed to this fact, achieving a growth of 24,5%.

In the group of lines of business Accidents and Health, the increase was of 38,1% regarding the previous year; this significant oscillation is directly related to the reduction of the number of claims that occurred in 2020, as a result of the general and prolonged confinement verified throughout the year due to the pandemic, being teleworking mandatory for a significant part of the population.

In the Fire and Other Damages business line, the increase in the number of claims was reduced, of only 6,9%, following an evolution of the number of policies in force in these lines of business.

With a reduced impact, because there are the least representative lines of businesses, the number of claims in Third Party Liability increased 55,2% in relative terms and a total of 185 occurrences in absolute terms, whereas in the Marine and Transports the number of claims was the same as the one verified in the previous year.

The table in the next page clarifies what is mentioned above:

No. of opened claims

LINES OF BUSINESS	2021	2020	Δ 21/20
Accidents and Health	5 494	3 979	38,1%
Fire and Other Damages	3 548	3 319	6,9%
Motor*	34 197	27 457	24,5%
Third Party Liability	520	335	55,2%
Marine and Transports	77	77	0,0%
TOTAL	43 836	35 167	24,7%

* It does not include Travel Assistance claims.

Regarding 2020, the policies in force had a growth of 12,7%, as the number of claims increased 24,0%, thus translating into an increase in the claims frequency rate. To this fact, the reduction of frequency seen in 2020 due to the general confinement contributed greatly.

Thus, the fiscal year of 2021 closed with a global claim frequency rate of 13,5%, 3,1 pp higher than in 2020.

However, it should be noted that, in the Motor line of business, the most representative of all business lines, the increase of the frequency rate was only of 1,1%:

Claims frequency

LINES OF BUSINESS	2021	2020
Accidents and Health	42,6%	35,7%
Fire and Other Damage	9,4%	9,6%
Motor	12,8%	12,7%
Third Party Liability	9,9%	7,2%
Marine and Transports	6,2%	7,2%
TOTAL	13,5%	13,1%

4.2.3. Reinsurance

In the reinsurance policy of Caravela there are Proportional and Non-Proportional Reinsurance Treaties, as well as Facultative Reinsurance and other Reinsurance modalities appropriate to the protection of the accepted risks.

The reinsurance program, approved by the Company for 2021, suffered small alterations in its structure comparatively with the previous year, regarding the Reinsurers of 2020 involved in the treaties.

Regarding the proportional treaties, which encompass the Fire and Other Damages, Marine, Transports and Engineering lines of business, the retention in the share and the limit of surplus, except for the Fire and Multi-risk Treaty, where the limit of rose to 7.500.000 euros.

Regarding the Excess of Loss treaties, which encompass the Motor, Personal Accidents, Workers Compensation and Third Party Liability lines of business, did not suffer any alteration considering priority, except for the Motor line of business, whose priority rose to 500.000 euros. In terms of capacity there have only been changes in the Motor Treaty – Own Damage, where the aggregate annual limit has increased to 6.500.000 euros.

The Reinsurers involved are selected considering their reliability and financial solvency, as well as their service provision, follow-up, and presented availability. In this line of thought, it was decided to maintain Nacional Re as leader, in most treaties, with a participation of 40%.

This way, in the renewals of the treaties, the minimum rating demanded to a Reinsurer is of "A-", in accordance with the rating agencies S&P and/or AM Best. The table below shows the range of the main reinsurers, as well as their rating as at 31/12/2021:

REINSURANCE 2021	
Reinsurer	Rating S&P
Nacional Re	A
CCR Re	AA
Helvetia	A
Qbe	A+
Hannover Re	AA-
R+V	A+
Covea	A+
Odyssey	A-

It should also be noted that, regarding Accepted Reinsurance, Caravela held its policy of non-acceptance of this type of business.

4.3. Financial Management

4.3.1. Financial Investments

Financial Investments, namely the Property Assets, grew 14.398 thousand euros in 2021, translating in a growth of 15,0% comparatively with 2020.

The management of the financial assets, in partnership with OFI Asset Management, has been being executed in accordance with the investment policy of the Company, guided, as in previous years, by criteria of prudence, safety, and liquidity, and in compliance with the recommendations either of ASF (Portuguese Insurance and Pension Funds Supervisory Authority) or of EIOPA (European Insurance and Occupational Pensions Authority).

The following table presents the summary of the situation recorded on the 31st of December 2021:

Assets Portfolio

U: thousand euros

ASSETS PORTFOLIO	2021			2020			% Var 21/20
	AMOUNT	%	%	AMOUNT	%	%	
1. REPRODUCTIVE INVESTMENTS							
Financial Assets							
Government bonds (1)	11 179	10%	9%	11 967	13%	12%	-7%
Corporate bonds (1)	46 662	43%	39%	46 389	50%	47%	1%
Shares and Investment Funds	20 090	19%	17%	3 062	3%	3%	556%
Loans	50	0%	0%	252	0%	0%	-80%
Liquidity (2)	29 747	28%	25%	31 660	34%	32%	-6%
Sub-total	107 727	100%	90%	93 330	100%	95%	15%
Other Property Assets							
Real Estate	9 049		8%	1 232		1%	635%
Sub-total	9 049		8%	1 232		1%	635%
TOTAL (1)	116 777		98%	94 561		97%	23%
2. OPERATING INVESTMENT							
Equipment, Furniture, and Material	2 930		2%	3 241		3%	-10%
TOTAL (2)	2 930		2%	3 241		3%	-10%
TOTAL (1) + (2)	119 706		100%	97 802		100%	22%

(1) Appreciation with accrued interest
(2) Fixed-term and Demand Deposits with accrued interest and Treasury Funds

The exposure to government bonds decreased 7,0% comparatively with 2020, as the exposure to stocks and investment funds grew 17.028 thousand euros. This exposure is essentially due to the compliance with the asset allocation strategy established in the investment policy.

Liquidity, between Demand Deposits, Fixed-Term Deposits, and Treasury Funds, remained in line with 2020, justified by the capital increase carried out at the end of the year, being, however, in line with the risk and capital management parameters.

4.3.2. Financial Investments Result

The financial results show, in 2021, an increase, compared to the same period of the previous year, of 858 thousand euros, +107.0%, essentially due to a greater realisation of capital gains and an increase in the income generated of 135.6%:

Financial Income

U: thousands of euros

	2021	2020	% VAR 21/20
Investment income	1 133	481	135,6%
Investment profit and loss	526	321	64,1%
FINANCIAL MARGIN	1 659	802	107,0%

Emphasis should be given to the fact that there was no impairment in financial assets during the last three years, demonstrating the large caution in choosing the application making up Caravela's investment portfolio.

As to the rate of return, the total asset portfolio registered a positive average remuneration of 1.3%.

4.4. Operating Costs

4.4.1. Cost allocation by nature

The total costs by nature to be allocated, reached 14.396 thousand euros, which represents an increase of 7.7%, compared to 2020, due to a general increase in both acquisition costs and other expenses headings:

Costs by nature

Costs by nature	U: thousands of euros		
	2021	2020	VAR 21/20%
Personnel expenses	6 731	6 691	0,6%
External services and supplies	4 915	4 173	17,8%
Taxes and fees	1 059	971	9,1%
Amortisations for the financial year	1 357	1 237	9,7%
Risks and charges reserves	0	0	-
Interest incurred	26	29	-11,5%
Commissions	308	260	18,3%
TOTAL	14 396	13 362	7,7%

4.4.2. Staff

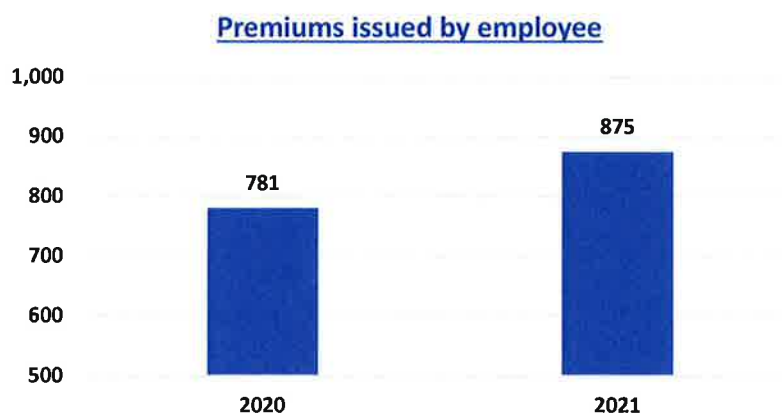
The number of staff increased by 3.1%, from 129 to 13.329 permanent staff:

Evolution of Staff

	2021	2020	VAR 21/20%
Effective staff at the beginning of the period	129	120	7,5%
Entries	10	12	-16,7%
Exits	6	3	100,0%
Effective staff at the end of the period	133	129	3,1%
Gross premiums issued / no. of employees	875	781	12,0%

U: thousands of euros

As can be seen in the following chart, there has been a constant increase in productivity over recent years, from 781 thousand euros in 2020 to 875 thousand euros in 2021, mainly due to the increase in production:



The distribution by age and gender was as follows:

Age and gender distribution

AGE GROUP	MEN	WOMEN
Up to 30 years old	11	5
From 31 to 40 years old	11	15
From 41 to 50 years old	26	37
From 51 to 60 years old	15	7
Over 61 years old	5	1
TOTAL	68	65
AVERAGE AGE	44 YEARS OLD	

4.5. Governance

The governance model of the TPIF Douro Group is based on the Caravela model.

On January 1st, 2016, the Legal Regime for Access and Exercise of Insurance and Reinsurance Activities (RJASR) came into force, which adopted a new Solvency regime, this date being defined in Law no. 147/2015 of September 9th, which transposed into the internal legal order the Directive 2009/138/EC, of the European Parliament and Council, of November 25th, 2009.

As already stressed in previous years, the entry into force of the Solvency II regime has significantly raised the response requirements in terms of both compliance and disclosure imposed on Insurance Companies. In addition, the requirement to provide accounting, statistical and behavioural

information, in accordance with the RJASR, shall remain in view of the Regulatory Standard No. 8/2016-R, of August 16th, as amended by Regulatory Rule no. 10/2020-R of November 3rd.

In the field of Solvency II, during 2021, several actions have been undertaken, of which the following are highlighted:

- Participation in the Workgroup sessions of the “Risk Management and Actuarial Services” of the Technical Committee “Economy and Finance” of the Portuguese Association of Insurers (APS);
- Submission of the QRT – Quantitative Reporting Templates to the Portuguese Supervisory Authority for Insurance and Pension Funds (ASF), the former being defined by EIOPA and managed by the supervisory agencies, regarding the end of year position with the reference date 31st of December 2020 and on a quarterly basis for the last quarter of 2020 and the first three quarters of 2021;
- Reporting of the 2020 Supervision Periodic Report to the ASF, which is provided for in article 35 of Directive 2009/138/EC of the European Parliament and of the Council, in article 21 of the RJASR and in articles 304 to 314 of the Delegated Regulation (EU) 2015/35 of the Commission, of the 10th of October 2014, whose structure and content is specified in such regulation;
- Public disclosure of the 2020 Solvency and Financial Condition Report provided for in articles 51 to 56 of Directive 2009/138/EC of the European Parliament and of the Council, Article 83 of the RJASR and Articles 290 to 303 of the Delegated Regulation (EU) 2015/35 of the Commission;
- Reporting to the ASF of the ORSA 2021 Report for the five-year period 2021-2025.

4.6. Solvency Margin

The solvency capital ratio of the Group, verified in 2021, increased quite favourably compared to the same period in the previous year from 287,1% to 216,2%.

This ratio was positively influenced by the capital increase carried out in December 2021, despite the increased capital requirement originated by Caravela's organic growth.

With these numbers, the Group comfortably exceeds the capital target and, consequently, the regulatory requirement.

The following table shows, on a consolidated basis, the Solvency II eligible own funds and capital requirements of TPIF Douro:

Solvency Capital Requirement

U: thousands of euros

	2021	2020
Solvency Ratio	216,2%	287,1%
Eligible Own Funds	25 887	27 737
Solvency Capital Requirement	11 975	9 661
Adjustment	-3 226	-2 591
Operational Risk	1 633	1 516
Basic Solvency Capital Requirement	13 567	10 736
Diversification effects	-6 412	-5 079
Sum of risk components	19 980	15 815
Market risk	3 978	2 338
Counterparty default risk	1 678	1 427
Health underwriting risk	4 813	4 391
Non-life underwriting risk	9 510	7 659

4.7. Share Capital and Results

4.7.1. Share Capital Development

On December 31, 2021, the consolidated capital of the TPIF Douro Group was 29.545.342,59 euros.

Caravela's share capital, was increased by resolution of the General Meeting of the 9th of July 2019 and consequent authorisation by the ASF on the 17th of December 2019, to 44.388.315,20 euros, the last instalment amounting to 10.000.000,00 euros having been made last December, which TPIF contributed with 8.225.002,00 euros.

4.7.2. Result for the 2021 Financial Year

At the end of 2021, the consolidated gross result determined was 1.476.706,62 euros, which deducted from the estimated income taxes, led to a net result 1.407.285,74 euros.

5. COVID-19 Impact and Development to 2022

The effects of the COVID-19 Pandemic felt in 2021 were the extension of the advances and retreats of the economy provoked by the confinements that resulted from the different variants that appeared.

The impact felt on 2021 can be divided into 3 great areas:

- Reduction of the business volume resulting from the renegotiation and alteration of agreements in force, as well as the increase of business discounts as a way of customer retention in this adverse moment;

- A direct consequence of moratorium implementation for the payment of insurance premiums and payment plans negotiation, besides the need of reinforcing the provision levels regarding receipts to be collected;
- The need for reinforcement of the levels of claims reserves for the lines of business of Workers Compensation and Motor, in order to face the inevitable frequency increase in the post-Pandemic period.

With the joint effect of the vaccination program and group immunity, it is foreseeable that the recovery in activity levels in the insurance sector of the pre-Pandemic period is verified from the second quarter of 2022.

The main priorities for 2022 are:

- Maintaining a high-quality level in the satisfaction of our customers' needs;
- Develop solutions that can meet the new post-Pandemic challenges, namely inflationary tendencies;
- Adjust the Financial Investments policy to a context of rising inflation;
- Design a new business strategy as a way to position Caravela regarding the support to customers and business partners in the post-Pandemic paradigm;
- Finally, as social liability is an intrinsic goal of the insurance activity, it is Caravela's intention, in a socially complicated moment like the one we live in, to maintain its commitment to implementing guiding principles in the areas of social and environmental well-being, either internally or for the community, progressively adopting the ESG (Environmental, Social, and Governance) politics.

Additionally, after concluding this report, it should be noted that the Board of Directors is closely monitoring the development of the current conflict situation in Ukraine and its possible repercussions on the national and world economy, which, at this date, cannot be reliably predicted. The evolution and consequences of this conflict may have an impact on the Company's activity.

6. Final Remarks

The Board of Managers wishes to express its appreciation to all Customers, Agents and Reinsurers, as well as all Employees for actively and constructively participating in the life of Caravela.

It also notes with appreciation the monitoring and advisory actions undertaken by the Supervisory Board throughout the financial year.

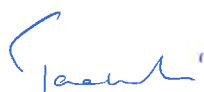
The Board of Managers is grateful to the Portuguese Insurance and Pension Funds Supervisory Authority for all its support, as well as to the Portuguese Association of Insurers for the work carried out in favour of the Portuguese insurance market.

The management is constantly monitoring the potential impact of the current crisis related to the conflict between Russia and Ukraine on the Company's activities and assets. Management confirms that it has not identified to take any impact on the Company's operations.

Lastly, in concluding this report, the Board of Managers expresses its appreciation to the Shareholders for all the support and trust shown in the Caravela's management team during the financial year now ended.

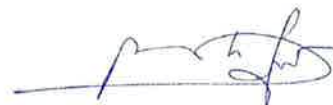
Luxembourg, on May 17, 2022

The Board of Managers,



Digitally signed by TAAVI
Keith Arthur Keskinen DAVIES
Date: 2022.05.19 16:02:04
+02'00'

Taavi Davies



Benoni Dufour

Consolidated - Report and Financial Statements 2021

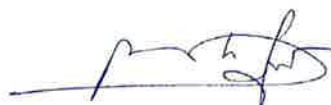
FINANCIAL STATEMENTS

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

CONSOLIDATED STATEMENT OF FINANCIAL POSITION (1/2)

U: Euro

Notes to the Annex	Balance sheet as at 31.12.2021	Financial Year		Previous financial year	
		Gross amount	Impairment, depreciations / amortisations or adjustments		Net amount
ASSET					
7	Cash, cash equivalents and demand deposits	3 018 323,01		3 018 323,01	2 601 706,84
	Investments in subsidiaries, associated companies and joint ventures	2 402,00		2 402,00	2 400,00
	Financial assets held for trading	0,00		0,00	0,00
	Financial assets classified in initial recognition at fair value through gains and losses	0,00		0,00	0,00
	Hedging derivatives	0,00		0,00	0,00
6	Available-for-sale assets	50 325 545,28	84 866,40	50 240 678,88	43 242 281,73
3.2.2	Loans and accounts receivable	1 391 311,09	0,00	1 391 311,09	1 485 779,62
	Deposits with ceding companies	0,00		0,00	0,00
3.2.2	Other deposits	1 367 455,09		1 367 455,09	1 365 039,89
3.2.2	Loans granted	23 856,00		23 856,00	120 739,73
	Accounts receivable	0,00		0,00	0,00
	Other	0,00		0,00	0,00
	Held-to-maturity investments	0,00		0,00	0,00
3.3.1-8	Land and buildings	4 343 752,40	0,00	4 343 752,40	591 303,51
	Own use land and buildings	0,00		0,00	0,00
3.3.1-8	Investment properties	4 343 752,40		4 343 752,40	591 303,51
9	Other tangible assets	1 406 181,28	597 637,08	808 544,20	1 043 336,00
	Inventory	42 009,21		42 009,21	41 504,35
	Assets under right of use	0,00		0,00	0,00
	<i>Goodwill</i>	0,00		0,00	0,00
3.4-11	Other intangible assets	2 853 906,37	1 203 421,05	1 650 485,32	1 098 502,70
5.1.3	Technical reserves of ceded reinsurance	16 327 915,41	0,00	16 327 915,41	12 648 796,67
5.1.2-5.1.3	Unearned premiums reserve	1 297 621,39		1 297 621,39	813 085,83
	Mathematical reserve of the life line of business	0,00		0,00	0,00
5.1.1-5.1.3	Claims reserve	15 030 294,02		15 030 294,02	11 835 710,83
	Profit sharing reserve	0,00		0,00	0,00
	Interest rate commitments reserve	0,00		0,00	0,00
	Portfolio stabilisation reserve	0,00		0,00	0,00
	Other technical reserves	0,00		0,00	0,00
	Post-employment benefit assets and other long-term benefits	0,00		0,00	0,00
3.9.1-12	Other debtors from insurance operations and other operations	7 928 748,97	1 133 547,52	6 795 201,45	5 471 428,16
3.8.1-3.8.2-3.9.1-12	Accounts receivable from direct insurance operations	7 162 725,12	1 113 688,31	6 049 036,81	4 869 500,31
3.9.1-5.4-12	Accounts receivable from other reinsurance operations	496 041,39	0,00	496 041,39	147 101,44
3.8.2-3.9.1-12	Accounts receivable from other operations	269 982,46	19 859,21	250 123,25	454 827,40
21	Tax assets	406 451,62	0,00	406 451,62	560 060,82
21	Current tax assets	386 293,64		386 293,64	149 257,42
21	Deferred tax assets	20 157,98		20 157,98	410 803,40
3.9.3	Accruals and deferrals	161 012,25		161 012,25	166 805,59
	Other assets	1 326 415,29		1 326 415,29	1 441 324,00
	Non-current assets held for sale and discontinued operations	0,00		0,00	0,00
	TOTAL ASSET	89 533 974,18	3 019 472,05	86 514 502,13	70 395 231,99

Board of Managers


CONSOLIDATED STATEMENT OF FINANCIAL POSITION (2/2)

		U: Euro	
Notes to the Annex	Balance sheet as at 31.12.2021	Financial Year	Previous financial year
	LIABILITY AND EQUITY		
	LIABILITY		
5.1.3	Technical reserves	48 217 555,77	38 954 968,22
3.7.1-5.1.2-5.1.3	Unearned premiums reserve	11 300 665,91	9 776 414,28
	Mathematical reserve of the life line of business	0,00	0,00
3.7.2-5.1.3	Claims reserve	36 771 394,03	29 050 362,23
	Life	0,00	0,00
5.1.3	Workers compensation	20 312 969,25	16 137 617,29
5.1.3	Other lines of business	16 458 424,78	12 912 744,94
	Profit sharing reserve	0,00	0,00
	Interest rate commitments reserve	0,00	0,00
	Portfolio stabilisation reserve	0,00	0,00
3.7.4-5.1.3	Equalisation reserve	145 495,83	128 191,71
3.7.3-5.1.3	Unexpired risks reserve	0,00	0,00
	Other technical reserves	0,00	0,00
	Financial liabilities of the insurance contracts deposit component and of insurance contracts and operations treated as investment contracts for accounting purposes	0,00	0,00
3.2.3.	Other financial liabilities	915 902,54	1 086 863,52
	Hedging derivatives	0,00	0,00
	Subordinated liabilities	0,00	0,00
3.2.3	Deposits received from reinsurers	254 374,59	248 376,46
3.2.3-3.8.6	Other	661 527,95	838 487,06
3.6-20	Post-employment benefit liabilities and other long-term benefits	83 712,22	72 063,79
3.9.2	Other creditors for insurance operations and other operations	5 069 132,58	3 733 935,51
3.9.2	Accounts payable for direct insurance operations	2 789 197,10	2 394 116,38
3.9.2	Accounts payable for other reinsurance operations	1 903 986,97	962 958,11
3.9.2	Accounts payable for other operations	375 948,51	376 861,02
21	Tax liabilities	1 916 384,28	1 726 825,29
21	Current tax liabilities	1 896 210,06	1 549 805,11
21	Deferred tax liabilities	20 174,22	177 020,17
3.9.3	Accruals and deferrals	750 404,15	674 587,63
	Other Provisions	0,00	0,00
	Other liabilities	16 068,00	4 646,00
	Liabilities of a disposal group classified as held for sale	0,00	0,00
	TOTAL LIABILITY	56 969 159,55	46 253 889,96
	EQUITY		
22	Capital	212 000,00	212 000,00
	(Own Shares)	0,00	0,00
	Other capital instruments	20 198 739,00	20 151 214,00
23	Consolidation reserves	-7 452 013,19	-3 101 202,92
	By fair value adjustments in subsidiaries, associates and joint ventures	-7 452 013,19	-3 101 202,92
23	By fair value adjustments of financial assets	0,00	0,00
	By revaluation of own use land and buildings	0,00	0,00
	By revaluation of intangible assets	0,00	0,00
	By revaluation of other tangible assets	0,00	0,00
	By fair value adjustments of hedging instruments in cash flow hedges	0,00	0,00
	By fair value adjustments of foreign currency net investment hedging	0,00	0,00
	Of exchange differences	0,00	0,00
23	Deferred tax reserve	0,00	0,00
23	Other reserves	11 461 050,00	3 161 050,00
22	Results brought forward	3 718 281,04	1 977 548,33
	Result of the financial year	1 407 285,74	1 740 732,62
	TOTAL EQUITY	29 545 342,59	24 141 342,03
	Minority interests	0,00	0,00
	TOTAL EQUITY AND MINORITY INTERESTS	29 545 342,59	24 141 342,03
	TOTAL LIABILITY, MINORITY INTERESTS AND EQUITY	86 514 502,13	70 395 231,99

Note: The retained earnings of Caravela before 1 January 2019 have been treated as Consolidation reserves.

Board of Managers

Consolidated - Report and Financial Statements 2021

FINANCIAL STATEMENTS

**CONSOLIDATED STATEMENT OF
PROFIT OR LOSS**

CONSOLIDATED STATEMENT OF PROFIT OR LOSS (1/2)

U: Euro

Notes to the Annex	Profit and Loss Accounts as at 31.12.2021	Financial Year				Previous financial year
		Life Technique	Non-Life Technique	Non-Technique	Total	
13	Earned premiums net of reinsurance		41 356 172,33		41 356 172,33	34 419 674,99
	Gross written premiums		55 862 512,11		55 862 512,11	48 345 071,23
	Reinsurance ceded premiums		13 648 620,48		13 648 620,48	11 728 781,17
	Unearned premiums reserve (variation)		1 415 508,14		1 415 508,14	2 322 857,35
	Unearned premiums reserve, reinsurers share (variation)		557 788,84		557 788,84	126 242,28
	Commissions of insurance contracts and operations considered for accounting purposes as investment contracts or as service contracts		0,00		0,00	0,00
5.1.1	Claims costs, net of reinsurance		29 529 699,89		29 529 699,89	23 351 348,52
5.1.1	Paid amounts		25 075 830,23		25 075 830,23	20 221 032,69
5.1.1	Gross amounts		30 770 529,46		30 770 529,46	24 171 295,55
5.1.1	Reinsurers share		5 694 699,23		5 694 699,23	3 950 262,85
5.1.1	Claims reserve (variation)		4 453 869,65		4 453 869,65	3 130 315,83
5.1.1	Gross amount		7 557 362,61		7 557 362,61	7 166 098,59
5.1.1	Reinsurers share		3 103 492,94		3 103 492,94	4 035 782,76
5.1.3	Other technical reserves, net of reinsurance		17 304,12		17 304,12	15 202,95
	Mathematical reserve of the life line of business, net of reinsurance				0,00	0,00
	Gross amount				0,00	0,00
	Reinsurers share				0,00	0,00
	Profit sharing, net of reinsurance		0,00		0,00	0,00
13-18	Net operating costs and expenses		9 995 236,31		9 995 236,31	9 046 017,11
13-18	Acquisition costs		10 431 802,66		10 431 802,66	9 240 243,50
13-18	Deferred acquisition costs (variation)		181 996,76		181 996,76	-124 850,32
13-18	Administrative expenses		1 782 484,19		1 782 484,19	1 627 643,77
13-18	Commissions and reinsurance profit sharing		2 401 047,31		2 401 047,31	1 697 019,84
14	Income		543 614,82	0,00	543 614,82	230 780,64
14	From interest of financial assets not valued at fair value through profit and loss		543 614,82	0,00	543 614,82	230 780,64
	From interest of financial liabilities not valued at fair value through profit and loss		0,00	0,00	0,00	0,00
	Other		0,00	0,00	0,00	0,00
3.9.5	Financial expenses		150 377,48	0,00	150 377,48	142 433,10
3.9.5	Related to interest of financial assets not valued at fair value through profit and loss		150 377,48	0,00	150 377,48	142 433,10
	Related to interest of financial liabilities not valued at fair value through profit and loss		0,00	0,00	0,00	0,00
	Other		0,00	0,00	0,00	0,00

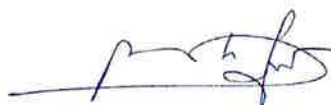


Board of Managers

CONSOLIDATED STATEMENT OF PROFIT OR LOSS (2/2)

U: Euro

Notes to the Annex	Profit and Loss Accounts as at 31.12.2021	Financial Year			Previous financial year	
		Life Technique	Non-Life Technique	Non-Technique		Total
15	Net profit from financial assets and liabilities not valued at fair value through profit and loss		225 176,92	0,00	225 176,92	81 645,75
15	From available-for-sale assets		225 176,92	0,00	225 176,92	81 645,75
	From loans and accounts receivable		0,00	0,00	0,00	0,00
	From held-to-maturity investments		0,00	0,00	0,00	0,00
	From financial liabilities valued at amortised cost		0,00	0,00	0,00	0,00
	Other		0,00	0,00	0,00	0,00
	Net profit from financial assets and liabilities valued at fair value through profit and loss		0,00	0,00	0,00	0,00
	Net profit from financial assets and liabilities held for trading		0,00	0,00	0,00	0,00
	Net profit from financial assets and liabilities classified in the initial recognition at fair value through profit and loss		0,00	0,00	0,00	0,00
	Exchange differences		0,00	0,00	0,00	0,00
	Net profit from the sale of non-financial assets not classified as non-current assets held for sale and discontinued operations		0,00	0,00	0,00	0,00
16	Impairment losses (net of reversal)		-27 378,50	0,00	-27 378,50	-72 269,23
16	Of available-for-sale assets		-27 378,50	0,00	-27 378,50	-72 269,23
	Of loans and accounts receivable valued at amortised cost		0,00	0,00	0,00	0,00
	Of held-to-maturity investments		0,00	0,00	0,00	0,00
	Other		0,00	0,00	0,00	0,00
	Other technical income/expenses, net of reinsurance		0,00	0,00	0,00	0,00
	Other reserves (variation)		0,00	0,00	0,00	0,00
3.9.4	Other income/expenses		0,00	-983 018,15	-983 018,15	-427 106,58
	<i>Negative goodwill immediately recognised in profit and loss</i>		0,00	0,00	0,00	0,00
	Profit and loss from associated companies and joint ventures accounted for using the equity method		0,00	0,00	0,00	0,00
	Profit and loss from non-current non-current assets (or disposal groups) classified as held-for-sale		0,00	0,00	0,00	0,00
	NET PROFIT BEFORE TAXES AND MINORITY INTERESTS		2 459 724,77	-983 018,15	1 476 706,62	1 822 262,35
21	Income tax for the financial year - Current tax		0,00	64 323,76	64 323,76	65 269,16
21	Income tax for the financial year - Deferred tax		0,00	5 097,12	5 097,12	16 260,58
	NET PROFIT AFTER TAXES AND BEFORE MINORITY INTERESTS		2 459 724,77	-1 052 439,03	1 407 285,73	1 740 733,62
	Minority interests		0,00	0,00	0,00	0,00
	NET PROFIT OF THE FINANCIAL YEAR		2 459 724,77	-1 052 439,03	1 407 285,73	1 740 733,62



Board of Managers

Consolidated - Report and Financial Statements 2021

FINANCIAL STATEMENTS

**CONSOLIDATED STATEMENT OF
CHANGES TO EQUITY**

CONSOLIDATED STATEMENT OF CHANGES TO EQUITY2021
U: Euro

Notes to the Annex	STATEMENT OF CHANGES TO EQUITY	Share Capital	Other equity instruments	Consolidation reserves	Deferred tax reserve	Legal reserve	Other reserves	Results brought forward	Results of the financial year	Total
	Balance sheets as at 31-12-2020	212 000,00	20 151 214,00	-3 101 202,92	0,00	0,00	3 161 050,00	1 977 548,33	1 740 732,62	24 141 342,03
	Correction of errors (IAS 8)									0,00
	Changes in accounting policies (IAS 8)									0,00
22	Changed opening balance sheet	212 000,00	20 151 214,00	-3 101 202,92	0,00	0,00	3 161 050,00	1 977 548,33	1 740 732,62	24 141 342,03
	Capital increases/decreases		47 525,00				8 300 000,00			8 347 525,00
	Net profit from fair value adjustments of available-for-sale financial assets			-697 105,93						-697 105,93
23	Adjustments from deferred tax recognition				156 845,96					156 845,96
23	Increases in reserves through allocation of results									0,00
	Distribution of profits/loss									0,00
	Other profit/loss recognised directly in equity			-3 653 704,35	-156 845,96			0,09		-3 810 550,21
22	Transfers between equity headings not included in other							1 740 732,62	-1 740 732,62	0,00
	Total changes to equity	0,00	47 525,00	-4 350 810,28	0,00	0,00	8 300 000,00	1 740 732,71	-1 740 732,62	3 996 714,81
22	Net result of the period								1 407 285,74	1 407 285,74
	Early profit distribution									0,00
	Balance sheet as at 31-12-2021	212 000,00	20 198 739,00	-7 452 013,19	0,00	0,00	11 461 050,00	3 718 281,04	1 407 285,74	29 545 342,59

2020
U: Euro

Notes to the Annex	STATEMENT OF CHANGES TO EQUITY	Share Capital	Other equity instruments	Consolidation reserves	Deferred tax reserve	Legal reserve	Other reserves	Results brought forward	Results of the financial year	Total
	Balance sheets as at 31-12-2019	212 000,00	12 572 700,00	-29 790,77	0,00	0,00	1 927 300,00	0,00	1 977 548,33	16 659 757,56
	Correction of errors (IAS 8)									0,00
	Changes in accounting policies (IAS 8)									0,00
22	Changed opening balance sheet	212 000,00	12 572 700,00	-29 790,77	0,00	0,00	1 927 300,00	0,00	1 977 548,33	16 659 757,56
	Capital increases/decreases		7 578 514,00				1 233 750,00			8 812 264,00
	Net profit from fair value adjustments of available-for-sale financial assets			456 239,22						456 239,22
23	Adjustments from deferred tax recognition				-102 650,94					-102 650,94
23	Increases in reserves through allocation of results									0,00
	Distribution of profits/loss									0,00
	Other profit/loss recognised directly in equity			-3 527 651,36	102 650,94					-3 425 000,42
	Transfers between equity headings not included in other							1 977 548,33	-1 977 548,33	0,00
22	Total changes to equity	0,00	7 578 514,00	-3 071 412,15	0,00	0,00	1 233 750,00	1 977 548,33	-1 977 548,33	5 740 851,85
	Net result of the period								1 740 732,62	1 740 732,62
22	Early profit distribution									0,00
	Balance sheet as at 31-12-2020	212 000,00	20 151 214,00	-3 101 202,92	0,00	0,00	3 161 050,00	1 977 548,33	1 740 732,62	24 141 342,03



Board of Managers

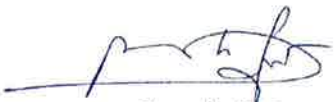
Consolidated - Report and Financial Statements 2021

FINANCIAL STATEMENTS

**CONSOLIDATED STATEMENT OF
COMPREHENSIVE INCOME**

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

		U: Euro	
Notes to the Annex		Total	Total
		Financial Year	Previous financial year
	Net profit of the financial year	1 407 285,74	1 740 732,62
	Other comprehensive income of the financial year	-853 951,89	353 588,28
	Available-for-sale financial assets	-697 105,93	456 239,22
23	Net profit and loss	-697 105,93	456 239,22
	Reclassification of profit and loss in results of the financial year	0,00	0,00
	Impairment	0,00	0,00
	Disposal	0,00	0,00
23	Taxes	156 845,96	102 650,94
	Net profit and loss in exchange differences	0,00	0,00
	Post-employment benefits	0,00	0,00
	Other movements	0,00	0,00
	Total comprehensive income net of taxes	553 333,86	2 094 320,89


Board of Managers

Consolidated - Report and Financial Statements 2021

FINANCIAL STATEMENTS

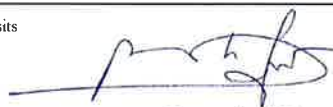
**CONSOLIDATED STATEMENT OF
CASH FLOW**

CONSOLIDATED STATEMENT OF CASH FLOW

U: Euro

	2021	2020	
Operating Activities			
Collections from customers	56 949 862,21	48 527 711,86	
Payments to suppliers	-2 782 109,28	-2 492 328,96	
Payments to employees	-3 221 414,40	-3 072 370,08	
Contributions for the pension fund	-30 471,36	-33 481,92	
Cash generated by operations	<u>50 915 867,17</u>	<u>42 929 530,90</u>	42 929 530,90
Payment/collection of income tax	-190 643,04	-79 872,96	
Other collections/payments related to the operating activity:			
Payments of claims	-29 347 471,93	-22 861 426,85	
Collections/payments of reinsurance	-4 510 463,76	-5 825 256,96	
Collections/payments of co-insurance	93 599,04	135 768,00	
Collections/payments of other taxes and fees	-7 195 234,56	-6 160 355,04	
Other collections/payments related to the operating activity:	-2 548 657,99	-2 428 224,74	
Cash generated before extraordinary items	<u>7 216 994,92</u>	<u>5 710 162,36</u>	5 710 162,36
Collections related to extraordinary items	0,00	0,00	
Payments related to extraordinary items	-11 092,32	-579,84	-579,84
Cash from operating activities (1)	<u>7 205 902,60</u>	<u>5 130 282,52</u>	5 130 282,52
Investment Activities:			
Collections from:			
Financial investments	22 271 071,40	9 620 530,72	
Tangible Assets	0,00	8 160,00	
Intangible assets	0,00	0,00	
Investment grants	0,00	0,00	
Interests and similar profit	520 818,77	406 327,20	
Dividends	135 986,39	3 021,60	
Other collections related to the investment activity	27 378,50	14 400,00	10 052 439,52
Payments regarding:			
Financial investments	33 224 923,38	22 706 449,44	
Tangible assets	3 669 753,34	50 559,36	
Intangible assets	928 111,66	291 076,80	
Other payments related to the investment activity	102 588,41	58 381,44	23 106 467,04
Cash from investment activities (2)	<u>-14 970 121,74</u>	<u>-13 054 027,52</u>	-13 054 027,52
Funding Activities:			
Collections from:			
Loans obtained	0,00	0,00	
Capital increases, supplementary payments and share premiums	8 300 000,00	7 809 339,00	
Grants and donations	0,00	0,00	
Sale of own shares	0,00	0,00	
Coverage of losses	0,00	0,00	
Other collections related to the funding activity	0,00	0,00	7 809 339,00
Payments regarding:			
Loans obtained	58 947,00	813 994,59	
Amortisation of leasing contracts	37 199,70	40 494,72	
Interest and similar costs	2 885,63	1 852,32	
Dividends	0,00	0,00	
Capital decrease and supplementary payments	0,00	0,00	
Purchase of own shares	0,00	0,00	
Other payments related to the funding activity	17 717,28	17 712,00	874 053,63
Cash from funding activities (3)	<u>8 183 250,39</u>	<u>6 935 285,37</u>	6 935 285,37
Changes in cash and its equivalents (4)=(1)+(2)+(3)	419 031,25		-409 159,63
Effect of exchange differences	0,00		0,00
Cash and its equivalents in the beginning of the period (*)	3 966 747,14		4 375 906,77
Cash and its equivalents in the end of the period (*)	<u>4 385 778,39</u>		<u>3 966 747,14</u>

(*) This line includes Cash, cash equivalents and demand deposits and Other deposits



Board of Managers

NOTES TO THE CONSOLIDATED
FINANCIAL STATEMENTS

1. General Information

TPIF Douro Bidco S.à r.l., hereinafter referred as the Company, is a private limited liability company (Société à responsabilité limitée) incorporated on 27 June 2019 and is governed by the Articles of Association and the Laws of the Grand Duchy of Luxembourg in particular the law of 10 August 1915 on Commercial Companies, as amended (the “1915 Law”). The Company is incorporated for an unlimited term of existence.

The Company’s registered office is located in 20, rue de la Poste, L-2346 Luxembourg, Grand Duchy of Luxembourg – R.C.S. Luxembourg: B235880.

The purpose of the Company is the direct or indirect acquisitions and holding of stakes/interests, in any form whatsoever, in Luxembourg and/or foreign undertakings, as well as the administration, development, management and disposal thereof. This includes, without limitation the investment in and acquisition and disposal of any type of equity or debt instrument in any combination.

The Company may also use its funds to invest in real estate and other real property rights, intellectual property rights and any other movable or immovable assets in any form or of any kind.

Notwithstanding the foregoing, the Company shall not enter into any transaction that would cause it to be engaged in a regulated activity or one that requires the Company to hold a license or authorisation which it has not obtained.

On 10 September 2020, a resolution was passed to liquidate TPIF SPV 3 LP, the previous sole Shareholder of the Company, and an in-specie transfer into Tosca Coinvest SCA SICAV-RAIF was completed. TPIF SPV 3 LP fully liquidated in 2021.

Effective from 10 September 2020, the sole Shareholder of the Company is Tosca Coinvest SCA SICAV-RAIF (hereafter the “Coinvest”), a corporate partnership limited by shares (société en comandite par actions “SCA”) having its registered office at 20, rue de la Poste, L-2346 Luxembourg, Grand Duchy of Luxembourg – R.C.S. Luxembourg: B239347.

On 17 December 2021, additional capital funding was transferred from the sole Shareholder, to finance the investment in Caravela Companhia De Seguros S.A. amounting to €8,300,000 (23 December 2020: €1,233,750) resulting in an increase in share premium.

All amounts in this Appendix to the Financial Statements are in euros, rounded to the nearest unit, unless expressly indicated another unit.

2. Segment Information

The Company's total business comes from insurance contracts regarding the Non-Life line of business entered into in Portugal, there being only one Geographical Segment; the distribution by business lines as at December 31, 2021 and 2020 is as follows:

									2021
									U: Euro
Heading	Accidents and Health	Fire and Other Damage	Motor	Marine and Transports	Transported Goods	Third Party Liability	Miscellaneous	TOTAL	
Gross written premiums	31 777 140,93	11 243 945,50	64 702 116,32	152 689,52	217 742,91	1 515 702,52	6 770 895,86	116 380 233,56	
Reinsurance ceded premiums	10 734 916,19	8 955 224,46	8 433 209,35	121 407,50	162 222,07	27 646,42	0,00	28 434 625,99	
Gross earned premiums	31 499 277,86	9 958 407,42	63 566 668,75	144 245,84	225 533,64	1 491 747,12	6 545 377,63	113 431 258,26	
Reinsurance gross earned premiums	10 708 647,94	7 822 494,34	8 430 948,86	115 478,68	167 425,53	27 646,42	-75,86	27 272 565,91	
Investment Results	601 878,82	105 762,86	570 380,36	3 301,78	987,57	22 024,69	41 065,49	1 345 401,58	
Gross claims costs	22 247 376,51	6 734 981,63	45 502 131,27	189 184,26	71 192,91	479 009,31	4 625 899,25	79 849 775,14	
Reinsurers' share in claims costs	9 575 816,92	5 036 639,67	3 449 310,63	197 001,64	29 647,98	41 150,19	0,00	18 329 567,03	
Change in other technical reserves	4 334,50	184 050,49	0,00	2 071,19	-1 821,45	0,00	26,52	188 661,25	
Gross operating costs and expenses	8 692 577,42	2 971 208,06	13 340 255,32	31 228,14	57 984,20	371 110,34	208 616,37	25 672 979,85	
Commissions and profit sharing in reinsurance results	1 288 641,83	3 290 581,83	320 914,33	48 353,94	53 480,66	209,30	0,00	5 002 181,89	
Technical result	1 312 679,06	678 657,27	633 938,62	54 940,93	14 868,66	677 365,23	1 751 976,84	5 124 426,61	
Other non-technical income/expenses									-1 584 091,96
Non-technical result									-1 584 091,96
Result before taxes									3 540 334,65
Technical reserves of direct insurance	43 900 466,95	8 922 211,11	46 626 743,51	263 291,61	80 155,29	1 792 457,47	3 383 495,66	104 968 821,60	
									2020
									U: Euro
Heading	Accidents and Health	Fire and Other Damage	Motor	Marine and Transports	Transported Goods	Third Party Liability	Miscellaneous	TOTAL	
Gross written premiums	26 097 628,16	8 675 999,78	58 284 313,54	193 670,47	259 789,12	1 306 000,68	5 901 494,57	100 718 896,32	
Reinsurance ceded premiums	8 846 213,71	6 564 240,12	8 719 971,87	89 699,43	177 416,35	37 419,29	0,00	24 434 960,77	
Gross earned premiums	25 930 305,61	8 340 581,12	54 560 752,65	184 174,10	266 084,27	1 261 822,04	5 335 890,38	95 879 610,17	
Reinsurance gross earned premiums	8 844 309,04	6 303 124,09	8 722 052,34	83 041,83	182 009,43	37 419,29	0,12	24 171 956,14	
Investment Results	284 332,18	23 958,57	173 439,16	555,59	472,81	8 355,03	13 600,26	504 713,60	
Gross claims costs	18 308 208,90	4 473 953,00	37 422 396,67	116 490,14	87 270,69	1 147 449,11	3 730 469,26	65 286 237,77	
Reinsurers' share in claims costs	8 067 763,65	3 415 618,61	4 944 130,76	113 018,02	81 916,59	15 147,40	0,00	16 637 595,03	
Change in other technical reserves	2 443,42	114 880,33	0,00	2 278,51	-1 607,93	0,00	0,00	117 994,33	
Gross operating costs and expenses	5 698 218,13	2 263 654,48	13 463 761,50	42 064,20	65 850,74	329 104,82	432 351,60	22 295 005,46	
Commissions and profit sharing in reinsurance results	876 004,87	2 237 038,78	305 984,32	49 570,75	66 616,50	242,78	0,00	3 535 458,00	
Technical result	2 305 226,82	861 585,18	376 096,39	103 443,78	81 567,24	-228 405,97	1 186 669,66	4 686 183,09	
Other non-technical income/expenses									-557 794,97
Non-technical result									-557 794,97
Result before taxes									4 128 388,12
Technical reserves of direct insurance	35 098 188,66	5 659 131,85	39 998 339,98	126 423,50	107 397,71	1 835 238,26	3 073 593,17	85 898 313,13	

3. Basis of preparation of the financial statements and accounting policies

A. Accounting policies and valuation rules are, besides the ones laid down by the 2002 Law, determined and applied by the Board of Directors.

Caravela – Companhia de Seguros S.A. is the only consolidated entity and the assumed accounting policies and valuation rules correspond to those applied in that entity.

B. During the 2021 financial year, changes were made to certain accounting standards, namely:

1) IFRS 16 – 'Covid-19 related rent subsidies'

Given the global pandemic caused by the new coronavirus (COVID-19), lessors have granted benefits to lessees in respect of lease instalments, which can take different formats, such as the reduction, write-off, or deferment of contractual lease instalments.

This amendment to IFRS 16 introduces a practical expedient for lessees (but not for lessors), which exempts them from assessing whether bonuses granted by lessors under COVID-19, and exclusively these bonuses, qualify as modifications to leases.

Lessees who choose to apply this exemption, account for the change to the rental payments, as variable rental payments in the period(s) in which the event or condition leading to the payment reduction occurs.

The practical expedient is only applicable when the following conditions are cumulatively met:

- The change in the lease payments results in a revised consideration for the lease that is substantially the same as, or less than, the consideration immediately before the change;
- Any reduction in lease payments only affects payments due on or before June 30, 2021; and
- There are no substantive changes to other terms and conditions of the lease.

This change is applied retrospectively with the impacts reflected as an adjustment to results brought forward (or other component of equity, as appropriate) at the beginning of the annual reporting period in which the lessee first applies the change.

Regulation of Endorsement by the European Union: Regulation (EU) 2020/1434, of October 9.

Effective date: Annual reporting periods beginning on or after June 1, 2020.

2) IFRS 4 - 'Insurance contracts - Deferral of application of IFRS 9'

This amendment refers to the temporary accounting consequences that result from the difference between the effective date of IFRS 9 - Financial Instruments and the future IFRS 17 - Insurance Contracts.

In particular, the amendment made to IFRS 4, postpones from 2021 to 2023 the expiry date of the temporary exemption from the application of IFRS 9 with the aim of aligning the effective date of the latter with that of the new version of IFRS 17, which was subject to amendments in May, 2020.

This exemption is optional, and only applies to entities that substantially develop insurance activity.

Regulation of Endorsement by the European Union: Regulation (EU) 2020/2097, of December 15.

Effective date: Annual reporting periods beginning on or after January 1, 2021

3) IFRS 9, IAS 39, IFRS 7, IFRS 4 and IFRS 16 – 'Reform of benchmark interest rates - phase 2'

As the process of reform of the reference interest rates ('IBOR reform') is still ongoing in the different financial markets, the amendments to the standards introduced by the IASB, in this second phase, address issues that arise in the accounting of financial instruments indexed to these rates due to the replacement of a reference interest rate by an alternative one, and provide for the application of exemptions such as:

- i) Changes to the designation and documentation of coverage;
- ii) Recycling of amounts accumulated in the cash flow hedge reserve;
- iii) Retrospective assessment of the effectiveness of a hedging relationship under IAS 39;
- iv) Changes in the hedging relationships for groups of items;
- v) Presumption that an alternative reference rate designated as a risk component not contractually specified, is separately identifiable and qualifies as a hedged risk;

European Union Endorsement Regulation: Regulation (EU) 2021/25, from January 13.

Effective date: Annual periods beginning on or after January 1, 2021.

C. Amendments to the rules that became effective on or after January 1, 2022

1) IAS 16 - 'Income before start-up'

This amendment is part of the narrow scope amendments (narrow scope amendments) published by the IASB in May, 2020.

With this amendment, IAS 16 – 'Tangible fixed assets' will prohibit the deduction of amounts received as consideration for items sold that resulted from the test production of tangible fixed assets ('outputs'), at the book value of those assets.

The consideration received for the sale of the outputs obtained during the testing phase of the tangible fixed assets should be recognised in the income statement, in accordance with applicable regulations, as well as directly related costs.

This amendment applies retrospectively, without restating the comparatives.

European Union Endorsement Regulation: Regulation (EU) 2021/1080, from June 28.

Effective date: Annual periods beginning on or after January 1, 2022.

2) IFRS 3 – 'Reference to the Framework'

This amendment is part of the narrow scope amendments (narrow scope amendments) published by the IASB in May, 2020.

This amendment updates the references to the Framework in the text of IFRS 3, and no changes have been made to the accounting requirements for business combinations.

The amendment also introduces references to liabilities and contingent liabilities under IAS 37 and IFRIC 21 incurred separately versus liabilities and contingent liabilities assumed in a business combination.

This amendment is of prospective application.

European Union Endorsement Regulation: Regulation (EU) 2021/1080, from June 28.

Effective date: Annual periods beginning on or after January 1, 2022.

3) IAS 37 – ‘Onerous contracts - costs of fulfilling a contract’

This amendment is part of the narrow scope amendments (narrow scope amendments) published by the IASB in May, 2020.

This amendment specifies which costs the entity should consider when assessing whether a contract is onerous. Only expenses directly related to the performance of the contract are accepted, and these may include:

- i) The incremental costs to fulfil the contract such as direct labour and materials; and
- ii) the allocation of other expenses that relate directly to the performance of the contract, for example the allocation of depreciation costs of a given tangible fixed asset used to perform the contract.

This amendment should be applied to contracts which—at the beginning of the first annual reporting period to which the amendment is applied—still include unfulfilled contractual obligations, without there being a need to restate the comparative. Any impact should be recognised against results brought forward at that date.

European Union Endorsement Regulation: Regulation (EU) 2021/1080, from June 28.

Effective date: Annual periods beginning on or after January 1, 2022.

4) IFRS 16 – “Leases - COVID-19 related rent subsidies after June 30, 2021”

The amendment extends the date of application of the amendment to IFRS 16 – ‘Leases - COVID-19 related rent subsidies’ from June 30, 2021 to June 30, 2022.

The conditions for the application of the practical expedient remain the same:

- i) If the lessee is already applying the 2020 practical expedient, he will have to continue to apply it to all leases with similar characteristics, and on comparable terms;

ii) If the lessee has not applied the practical expedient to the 2020 eligible rent subsidies, he cannot apply the extension to the 2020 amendment.

This amendment is applied retrospectively with the impacts reflected as an adjustment to the opening balance of results brought forward of the annual reporting period in which the lessee first applies this amendment.

European Union Endorsement Regulation: Regulation (EU) 2021/1421, from August 30.

Effective date: Annual periods beginning on or after April 1, 2021, with earlier adoption permitted, contingent on the adoption of the first amendment to IFRS 16.

D. Annual improvement cycle 2018-2020

1) IFRS 1 – ‘Subsidiary as a first-time adopter of IFRS’

Subsidiaries that become first-time adopters of IFRS after their parent, and which choose to measure their assets and liabilities at the carrying amounts expressed in the parent’s consolidated financial statements, may measure cumulative translation differences for all transactions denominated in foreign currencies at the amounts that would be determined in the parent’s consolidated financial statements based on the parent’s date of transition to IFRSs.

This improvement is of prospective application.

European Union Endorsement Regulation: Regulation (EU) 2021/1080, from June 28.

Effective date: Annual periods beginning on or after January 1, 2022.

2) IFRS 9 – ‘Derecognition of financial liabilities - costs incurred to be included in the “10 per cent change” test’

This improvement clarifies that when derecognition tests are performed on renegotiated liabilities, the net amount between fees paid and fees received should be determined considering only the fees paid or received between the borrower and the lender, including fees paid or received, by either entity on behalf of the other.

This improvement is of prospective application.

European Union Endorsement Regulation: Regulation (EU) 2021/1080, from June 28.

Effective date: Annual periods beginning on or after January 1, 2022. Contracted.

3) IFRS 16 – ‘Lease incentives’

The improvement is to amend the illustrative example 13 accompanying IFRS 16 to remove an inconsistency in the accounting treatment of incentives provided by the lessor to the lessee.

This improvement is of prospective application.

European Union Endorsement Regulation: Regulation (EU) No. 2021/1080, from June, 28.

Effective date: Annual periods beginning on or after January 1, 2022.

4) IFRS 41 – ‘Taxation and measurement of fair value’

This improvement removes the requirement to exclude tax cash flows from the fair value measurement of biological assets, ensuring consistency with the principles of IFRS 13 – ‘Fair Value’.

This improvement is of prospective application.

European Union Endorsement Regulation: Regulation (EU) 2021/1080, form June 28.

Effective date: Annual periods beginning on or after January 1, 2022.

5) IFRS 17 – ‘Insurance contracts (issued on 18.05.2017); including amendments to IFRS 17 (issued on 25.06.2020)’

IFRS 17 replaces IFRS 4 – ‘Insurance Contracts’, the rule has been in force since 2004. IFRS 17 applies to all entities that issue insurance contracts, reinsurance contracts, and investment contracts with discretionary participation feature.

The entities can choose to account pursuant to IFRS 17 or IFRS 15 regarding fixed rate service contracts, whose main goal is the provision of services. As provided in IFRS 4, financial collateral arrangements are allowed to be included under the IFRS 17 since the entity has explicitly classified them as insurance contracts. The insurance contracts in which the entity holds an insurance policy are not within the scope of IFRS 17 (exception to ceded reinsurance).

IFRS 17 is based on the current measurement of technical liabilities at each reporting date. The current measurement can be based on a complete (building block approach) or simplified (premium allocation approach) model. The full model is based on probability-weighted and risk-adjusted discounted cash flow scenarios and a contractual service margin, which represents the estimated future contract profit. Subsequent changes in estimated cash flows are adjusted against the contractual service margin, unless it becomes negative.

During the implementation period and in response to some of the concerns and challenges inherent in the implementation of IFRS 17, the IASB published in 2020, specific amendments to the initial text

of IFRS 17, as well as proposals for clarification, in order to simplify some of the requirements of this standard and speed up its implementation.

The changes made have impacts in eight areas of IFRS 17, such as:

- i) Scope;
- ii) Level of aggregation of insurance contracts;
- iii) Recognition;
- iv) Measurement;
- v) Modification and derecognition;
- vi) Presentation of the Statement of Financial Position;
- vii) Recognition and measurement of the Income Statement; and
- viii) Disclosures.

The main changes introduced to IFRS 17 relate to:

- expected recovery of cash flows from the acquisition of assets by insurance contracts;
- contractual service margin attributable to investment services;
- exclusion from scope of certain credit card (or similar) agreements, as well as some financing agreements;
- presentation of insurance contract assets and liabilities in the statement of financial position in portfolios rather than groups;
- applicability of the risk mitigation option, when using reinsurance contracts held and non-derivative financial instruments at fair value through profit or loss to mitigate financial risks;
- accounting policy choice to change estimates made in prior interim periods when IFRS 17 applies;
- inclusion of income tax payments and receipts specifically attributable to the policyholder under the terms of the insurance contract (as to cash flow compliance); and
- practical transition arrangements.

IFRS 17 is retrospective in application with exemptions provided for the transition date.

European Union Endorsement Regulation: Regulation (EU) 2021/2036, from November 19.

Effective date: Annual periods beginning on or after January 1, 2023.

E. Amendments to standards published by IASB not yet endorsed by the EU

1) IAS 1 – ‘Classification of liabilities as current or non-current’

Clarification on the classification of liabilities as current or non-current balances depending on the rights that an entity must defer their payment, at the end of each reporting period (the standard no longer makes reference to unconditional rights, as loans are rarely unconditional on the fulfilment of specific conditions).

The classification of liabilities is not affected by the entity’s expectations (the assessment should determine whether a right exists but should not consider whether the entity will exercise that right), or by events that occur after the reporting date, such as the breach of a given covenant.

Further clarification is provided regarding the meaning of ‘liquidation’ of a liability, which is now defined as the extinguishing of a liability through transfer:

- i) Cash or other economic resources; or
- ii) The entity’s own equity instruments.

This amendment applies retrospectively.

European Union Endorsement Regulation: Pending endorsement.

Effective date: Annual periods beginning on or after January 1, 2023.

2) IAS 1 – ‘Disclosure of accounting policies’

Change to the disclosure requirements of accounting policies that are now based on the definition of ‘material’ instead of ‘significant’.

Information about an accounting policy is considered material if, in its absence, users of the financial statements would be unable to understand other financial information included in the financial statements.

Immaterial information regarding accounting policies need not be disclosed.

IFRS Practice Statement 2, was also amended to clarify how the concept of ‘material’ applies to the disclosure of accounting policies.

European Union Endorsement Regulation: Pending endorsement.

Effective date: Annual periods beginning on or after January 1, 2023.

3) IAS 8 – ‘Disclosure of accounting estimates’

Introduction of the definition of accounting estimate and how it is distinguished from changes in accounting policies.

Accounting estimates are now defined as monetary amounts that are subject to measurement uncertainty used to achieve the objective(s) of an accounting policy.

European Union Endorsement Regulation: Pending endorsement.

Effective date: Annual periods beginning on or after January 1, 2023.

4) IFRS 12 – ‘Deferred tax related to assets and liabilities associated with a single transaction’

IAS 12 now requires entities to record deferred tax on certain specific transactions when their initial recognition gives rise to equal amounts of taxable temporary differences and deductible temporary differences.

The subject transactions relate to the registration of:

- i) Assets under right of use and lease liabilities;
- ii) Provisions for dismantling, restoration, or similar liabilities with corresponding amounts recognised as part of the cost of the related asset when, at the date of initial recognition, they are not relevant for tax purposes.

These temporary differences are not within the scope of the exemption of initial recognition of deferred taxes.

The cumulative effect of the initial application of this amendment is recognised as an adjustment to the opening balance of results brought forward (or other component of equity, as appropriate) of the earliest comparative period presented.

European Union Endorsement Regulation: Pending endorsement.

Effective date: Annual periods beginning on or after January 1, 2023.

5) IFRS 17 – ‘Initial application of IFRS 17 and IFRS 9 - comparative information’

This change applies only to insurance companies in their transition to IFRS 17, allowing the adoption of an ‘overlay’ in the classification of a financial asset for which the insurer does not apply retrospectively, under IFRS 9. The amendment aims to avoid temporary accounting mismatches between financial assets and liabilities of insurance contracts, regarding the comparative information that must be presented on initial application of IFRS 17, and is expected:

- i) Its individual application for each financial asset;

ii) The presentation of comparative information as if the classification and measurement requirements of IFRS 9 had been applied to the financial asset, however without the requirement to apply the impairment requirements of IFRS 9;

iii) The obligation to use reasonable and supportable information available at the transition date to determine how the insurer expects that financial asset to be classified under IFRS 9.

European Union Endorsement Regulation: Pending endorsement.

Effective date: Annual periods beginning on or after January 1, 2023.

F. Basis of preparation of the financial statements

Consolidated Financial Statements as at December 31, 2021 have been prepared in accordance with the provisions of the Plan of Accounts for Insurance Companies (PCES), approved by Regulatory Standard no. 10/2016-R, of September 15, from the Supervisory Authority for Insurance and Pension Funds (ASF).

The figures in the Consolidated Statement of Financial Position and Consolidated Statement of Profit or Loss for 2021 and 2020 are comparable with each other.

The Consolidated Financial statement of TPIF Douro Bidco s.à.r.l. as at December 31, 2021, are not compliant with the International Financial Reporting Standards (IFRS) as adopted by European Union. However, the figures presented for 31 for 31 December 2020 and 31 December 2021, respect the International Financial Reporting Standards, with the following exceptions:

- IFRS 4 – Insurance Contracts – were only the principles of classifying the type of insurance contracts have been adopted.
- IFRS 3 – Business Consolidation – were Caravela has been consolidated through proportional consolidation at 48% ownership.
- IFRS 3 - Business Consolidation – were adjustments related to the elimination of investment in Caravela are presented in equity under “Consolidation Reserves”.

Income and expenses are recognised in the financial year to which they refer, regardless of the date in which they were paid or received, in accordance with the accrual accounting principle.

The Financial Statements have been prepared in accordance with the historical cost principle, except for available-for-sale financial assets and investment properties, which are registered at fair market value.

Given the fact that direct insurance premiums are recognised as income at the time of issue or renewal of the corresponding policy, and claims are registered upon their reporting, certain accruals are undertaken in accordance with the accounting policies specified below, that have been applied consistently for the periods indicated.

3.1. Cash and cash equivalents and demand deposit

In the Cash Flow Statement, the amounts registered in the Balance Sheet, which include cash value and cash equivalents available in banks, are easily convertible into cash.

3.2. Financial instruments

3.2.1. Available-for-sale financial assets

The Company classifies its financial assets at the time of their initial recognition and according to their purpose, particularly in 'Available-for-sale financial assets'. The Company intends to hold these assets indefinitely and not classified them as held-to-maturity investments.

Such assets are initially recognized at fair value, including transaction costs, and subsequent changes in fair value are recognized in the Revaluation Reserve in equity.

The fair value corresponds to the value at which these assets can be traded under normal conditions of active markets.

In accordance with IFRS 13, financial assets can be valued at fair value according to one of the following levels:

- Level 1 - Fair value determined directly with reference to an active official market.
- Level 2 - Fair value determined using valuation techniques based on observable prices in current markets for the same financial instrument.
- Level 3 - Fair value determined using valuation techniques that are not based on observable prices in tradable current markets for the same financial instrument.

The Company's financial assets are spread across Levels 1 and 3.

At the time of disposal or recognition of impairment, changes in fair value are registered in costs or income for the financial year against shareholders' equity.

The Company adopts the criteria of recognition of impairment whenever there is a continuous devaluation of more than 180 days or a devaluation of significant value, when above 30% of the respective price, in the case of capital instruments.

In debt instruments, impairment is recognized when there is a significant financial difficulty of the issuer, becoming probable bankruptcy proceedings or a breach of contract due to default in interest or capital payments.

Impairment losses on equity instruments cannot be reversed, and thus any potential gains arising after the recognition of impairment losses are registered in the Revaluation Reserve. When potential losses

are subsequently calculated, impairment is considered, which shall be taken into account in the income statement.

Interest on debt instruments is recognized in the income for the year and is specialized according to the time elapsed up to the end of the year, being calculated by the effective rate method and registered in Income, where dividends from equity instruments are also recognised when the Company's right to receive them is known.

3.2.2. Loans and Accounts receivable

It comprises unquoted financial assets in an active market, including fixed-term deposits in credit institutions, allocated to insurance contracts, initially recognized by their fair value which correspond to their nominal value, and the loans granted.

The balance of the item Other Deposits and Loans Granted on December 31, 2021, by maturity, is as follows:

U:Euro

Other Deposits and Loans Granted	Start	Expiry date	Term (days)	Amount *
Term Deposit:				
Millennium BCP	20.11.2021	19.11.2022	365	287 311,02
Banco Carregosa	19.07.2021	18.01.2022	185	117 652,92
Bankinter	26.12.2021	25.03.2022	90	960 000,00
Bankinter	28.04.2021	27.04.2022	365	2 491,15
				1 367 455,09
Empréstimos Concedidos:				
Prestações Suplementares COLMENA				23 856,00
				23 856,00
				1 391 311,09

* - Includes interest

3.2.3. Financial liabilities

The Company classifies an instrument as a financial liability when there is a contractual obligation to settle it.

Financial liabilities consist of deposits received from reinsurers and operating lease transactions in accordance with IFRS 16, which came into effect on 01.01.2019.

These liabilities are derecognised when they are settled or extinguished, and had the following breakdown, by year:

	<i>U:Euro</i>	
	2021	2020
Deposits received from Reinsurers		
Premiums	0,00	0,00
Claims	254 374,59	248 376,46
	254 374,59	248 376,46
Operating Lease (IFRS 16)		
Transport Equipment	77 597,96	78 185,18
Leased Buildings	583 929,99	760 301,88
	661 527,95	838 487,06
Total balance sheet	915 902,54	1 086 863,52

3.3. Land and Buildings

3.3.1. Investment properties

During the current year, on February 26, the Company acquired a business venture comprising twelve pavilions for commerce/industry, located at Estrada Nacional 10, km 139.1, in São João da Talha, part of the Parish Councils of Santa Iria de Azóia, São João da Talha and Bobadela, in the municipality of Loures, comprising twelve units designated by the letters 'A' to 'L', for a total acquisition value of 6,760,000 euros.

The Company maintains in its assets the property acquired in 2016, constituted by the building units designated by the letters 'V', 'X', 'Z', 'AA', 'AB', 'AC' and 'AD', which are part of the urban building located in Praça Conde de Agrolongo no. 161 to 183, parish of Braga (São José de São Lázaro and São João do Souto), municipality of Braga, for the overall price of 1,140,000 euros. The property is written in the accounts for 1,231,882 euros.

Both properties were classified as investment properties and valued according to the terms of IAS 40, and therefore not depreciated.

3.4. Other tangible and intangible assets

At the time of the initial recognition of these assets, the Company capitalizes the purchase value and the expenses incurred which are required so that assets shall be placed in service, in accordance with IAS 16.

Tangible assets useful life varies according to the expected time to achieve future economic benefits. These assets are gradually depreciated during those periods.

Costs incurred in the acquisition of intangible goods (software), as well as the expenses of their implementation, are also capitalised and depreciated on a straight-line basis over the expected useful life of three years, and for a period of six years for acquisitions occurring from 2015 onwards.

Software maintenance costs, when incurred, are directly recognised in Results as financial year costs.

Such goods are reversed at the time of disposal or when they cease to produce economic benefits, and profit or loss are directly recognised in the Income statement.

The Company verified a possible impairment loss of this type of goods, according to the terms of IAS 36 and IAS 38 and concluded that this group of goods is duly valued to the date of the financial year closure, continuing to provide the expected economic benefits.

3.5. Profit tax

The Company is subject in Luxembourg to the applicable general tax regulations.

Caravela is subject to Corporate Income Tax at the rate of 21% plus 1.5% of Local Tax, current tax calculated based on taxable income for the financial year and after deduction of tax losses calculated in previous financial years and subject to such deduction.

To the accumulated rate of 22.5% of Corporate Income Tax an additional 3% charge is added corresponding to the state tax, under the terms of Law 66-B/2012, of December 31, which is the percentage that corresponds to the bracket of taxable income of Caravela (over 1,500,000.00 euros and under 7,500,000.00 euros).

As taxable profit usually differs from the accounting result, deferred taxes with effect on payable or recoverable tax in subsequent years and which correspond temporary taxable differences or deductible between the balance sheet values and tax base are calculated. Such deferred taxes are usually calculated at the rate in force on the balance sheet date.

The deferred tax in the Company corresponds to net gains and impairment of available-for-sale financial assets, as well as deferred tax assets for tax losses.

3.6. Employee Benefits

A. Defined Benefit Pension Plan

In this Pension Plan there is only one retired former administrator who receives a retirement pension.

Further information is disclosed in note 19.

B. Defined Contribution Pension Plan

The financing vehicle of this Plan is 'Zurich Life Open Pension Plan for Companies' of Zurich Vida, S.A. (Fund No. 287), which covers all the Company's employees in a homogeneous manner since the 2019 financial year.

This Fund is now constituted under the terms of the Company Agreement and, as a result, the employees who were not included in this Plan have been covered by it since January 1, 2019.

Additional information is also disclosed in note 19.

C. Permanency Allowance

According to clause 42 of ACT 2016, published in the Bulletin of Work and Employment no. 4, of January 29, verified the requirements mentioned in clause no. 42 of ACT 2016, whenever the employee, completes one or more multiples of five years of service in the Company, is entitled to receive a single premium corresponding to 50% of his monthly salary, in monetary expression, or in kind (granting of days of leave with pay).

3.7. **Technical Reserves for direct Insurance and Granted Reinsurance**

The following paragraphs describe the Technical Provisions of the Non-Life.

3.7.1. **Direct Insurance Unearned Premiums Reserve**

The reserve for unearned premiums is based on the assessment of premiums written before the end of the financial year that expire after that date. It is intended to cover the risks undertaken by the Company from the end of the financial year until the expiry of the corresponding insurance contracts, reaching a total of 13.468.144 euros before deducting deferred acquisition costs (in 2020 the amount of this reserve was 12.042.636 euros).

The reserve is calculated by using the *pro-rata temporis* method applied to each premium written for each existing contract and for all lines of business, deducted from acquisition costs also attributable to subsequent years in the same proportion as the premiums.

3.7.2. **Direct Insurance Claims Reserve**

The claims reserve corresponds to the estimated amount of claims charges resulting from insurance contracts, whether declared or not on the closing date, and which are outstanding, including estimated liability for claims incurred during the period but not reported (IBNR), or already reported but insufficiently reserved (IBNER). It also includes administrative costs to be incurred with future settlement of claims in management or not yet reported.

These reserves are reviewed on a regular basis as the Company's liabilities are settled to maintain an adequate provisioning level or to be compatible with existing liabilities.

Its estimated amount in the financial year was 36.771.394,02 euros, compared to 29.050.363,23 euros in 2020; this amount includes 229.742,00 euros (185.593,00 euros in 2020) of future expenses reserve with occurred claims management.

3.7.3. Unexpired Risks Reserve

Unexpired Risks Reserve corresponds to the necessary amount to cover possible compensation and charges likely to arise after the end of the financial year, which exceed the amount of unearned and future premiums on existing contracts at the date of the financial statements.

The amount of the said reserve is equal to the product of the gross written premiums total attributable to future financial years (unearned premiums) and unpaid premiums on existing contracts, by the total of claims, expenses, and yield ratios, subtracting investments ratio, deducted from a unit and the unexpired risks reserve is created and/or uplifted whenever the total of the ratio exceeds '1'.

As a result of applying strict underwriting criteria to the business, the Company again had no need to register a provision for ongoing risks in the year.

3.7.4. Equalisation Reserve

This reserve is set up to address the risk of Earthquakes in insurance lines of business where, due to their nature, high disturbances are expected: Fire, Multi-Risk, Housing, and Commercial and Associative Activities.

It is calculated by applying a risk factor, defined by the Supervisory Authority for Insurance and Pension Funds, for each seismic area, to the capital retained by the Company.

At the end of 2021, the amount registered for this reserve was 145.495,83 euros, compared to 128.191,71 euros in 2020.

3.7.5. Mathematical Reserve

Mathematical reserves determine the current value of Company's future liabilities, which are calculated based on actuarial methods, under the laws in force.

3.7.6. Technical Reserves of Ceded Reinsurance

It comprises the Reserves for Claims and Unearned Premiums Reserve, determined by applying the criteria described above for direct insurance, considering the types of treaty reinsurance and the conditions therein expressed, such as yielding percentages and other clauses, and corresponds to the reinsurers share of responsibility in the total responsibilities of the Company.

3.8. Adjustments and Accruals

3.8.1. Adjustments for Receipts to be Collected

The purpose of the adjustments carried out was reduce the total amount of the premiums to be collected to the estimated realisable value.

Receipts issued but not collected at the end of the year are included within the heading 'Accounts Receivable from Direct Insurance Operations' and the adjustment amount is shown to be deducted from the assets of the balance sheet.

The payment scheme for insurance premiums provided for in the Legal Framework for Insurance Contract approved by DL no. 72/2008 of April 16, amended by Law no. 147/2015, of September 9, determines that the non-payment of the initial premium on the due date, or the initial fraction, implies the automatic termination of the contract with effect from the date of its conclusion. It further determines that the non-payment in subsequent annuities precludes the renewal of such contracts, with the result that these premiums are written off when they have not been collected.

The effect that the Covid-19 pandemic had on the payment of insurance premiums by policyholders continued to have a major impact on the level of effective collection during 2021. As a result, there was a need to reinforce the amount of adjustments of receipts pending collection determined in the 2021 financial year, which was 1.069.306,56 euros (341.784,00 euros in 2020), equivalent to 1.9% of gross premiums written net of reversals and cancellations (0.7% in 2020).

3.8.2. Adjustments for Doubtful Debts

The provision for doubtful debts is constituted when there is a litigation on outstanding balances of "Insurance intermediaries" and "Other debtors".

The overall balance of the headings 'Insurance intermediaries' and 'Other debtors' decreased by 7.454,88 euros during the financial year, and therefore the overall amount of adjustments at the date of the Financial Statements is 64.240,80 euros (71.695,68 euros in 2020).

3.8.3. Deferred acquisition costs

Acquisition costs that are directly or indirectly related to the sale of insurance contracts are capitalised and deferred during the contract's validity.

As at the end of the financial year, said costs totalled 2.167.478,40 euros (in 2020 they were 2.276.221,92 euros).

3.8.4. Agent and Brokers Commissions

These are represented by the amount contractually allocated to the agents and brokers, by the raising and collection of insurance premiums, and registered as a cost when processing premiums receipts.

This heading includes the accrual of commercial incentive commissions payable to intermediaries in the first quarter of the following year, after the final calculation of results by intermediary, which is made at the beginning of the following year, and provided that the commercial production, claims, and collection targets set out in the protocols with the intermediaries are met.

The amount of production incentive commissions for 2021—payable to the agents and brokers within the first quarter of 2022—of 274.497,12 euros was recognised in the financial year.

3.8.5. Liabilities for holiday pay and holiday subsidy

Liabilities for holiday pay and holiday subsidy are included in the heading 'Accruals and Deferrals' of the liability, corresponding to two months of remuneration and their charges, based on the year values plus planned increases. They are intended to recognise legal responsibilities at the end of the financial year, which are regularised subsequently for services rendered by employees until December 31, 2021.

3.8.6. Leases

The Company classifies lease agreements as finance leases or operating leases according to the underlying asset and the right of control over that asset.

Operations are classified as finance leases when the risks and rewards incidental to ownership of an asset have been transferred to the lessee, the financial charges being recognised in the income statement in the period to which they relate, and the amount of depreciation deducted from liabilities, all other lease transactions being considered as operating leases.

The Company has concluded the following financial leasing contracts:

- Two contracts in January 2018 with Banco BPI, relating to transport equipment (vehicles)—for a period of sixty months—at a variable interest rate of 1.375%;
- A contract in October 2019 with the rental company Mercedes-Benz Financial Services for the acquisition of a car—for a period of sixty months—at a variable interest rate of 3.8404%;
- A contract in January 2020 with Banco BPI, relating to transport equipment (one vehicle)—for a period of sixty months—at a variable interest rate of 1.43%.

Payments made under these leasing contracts are recorded by the Company in third party accounts, the amounts relating to the reimbursement of capital, and in costs the interest for the period to which they relate.

The aforementioned assets shall be subject to depreciation and the depreciation policy used is consistent with other depreciable assets held by the Company. The recognised depreciation is calculated in accordance with IAS 16.

With the entry into force of IFRS 16-Locations on January 1, 2019, the Company has the right to use an underlying asset against a liability for future payments associated with the use of that asset.

IFRS 16 does not cover leasing contracts with a duration of less than 12 months or underlying assets with a value of less than USD \$5,000.

In the initial measurement the liability is recognized at the beginning of the operating lease contract at the present value of future payments, and the right to use the asset is measured at cost, at the same value as the liability.

In subsequent estimates the liability is measured using the effective interest rate method and the right of use (asset) depreciation is recognized.

The following tables reflect the impacts of the adoption of IFRS 16-Leases on the Company's accounts on the transition on 31.12.2021:

U: Euro

	Right of Use 31-12-2020	Financial Liabilities 31-12-2020	New Leases 2021	Depreciation financial year	Interest Expenses	Amortisation Financial Liabilities	Right of Use 31-12-2021	Financial Liabilities 31-12-2021
Real Estate	1 541 816,23	1 583 962,26	0,00	363 417,96	14 158,56	367 441,44	1 178 398,27	1 216 520,82
Vehicles	158 903,76	162 885,79	108 183,79	108 346,75	5 850,08	109 407,17	158 740,80	161 662,41
	1 700 720,00	1 746 848,06	108 183,79	471 764,71	20 008,64	476 848,61	1 337 139,08	1 378 183,23

3.9. Breakdown of Other headings in the Financial Statements

3.9.1. Other debtors by insurance operations

As at December 31, 2021 and 2020 this heading presented the following composition:

U:Euro

	2021	2020
Accounts receivable from direct insurance operations:		
Receipts to be collected:		
Workers Compensation	1 182 175,07	968 288,95
Fire and Other damage	560 480,36	256 564,15
Motor	2 406 479,14	1 423 682,68
Other lines of business	491 634,99	300 388,02
	4 640 769,56	2 948 923,80
Claims reimbursements:		
Workers Compensation	260 961,17	358 125,81
Fire and Other damage	3 624,14	11 400,20
Motor	1 432 540,39	1 162 095,85
Other lines of business	57 053,96	51 087,74
	1 754 179,67	1 582 709,60
Agents and brokers:		
Current accounts	727 662,68	683 960,62
Receivable commissions	31 694,48	35 990,57
	759 357,16	719 951,19
Coinsurers:		
Current accounts	4 312,24	7 550,95
Other balance	4 078,89	3 946,13
	8 391,13	11 497,08
Other:		
Other balance	27,61	39,46
	27,61	39,46
Adjustments for receipts to be collected	-1 069 306,52	-341 784,20
Adjustments for doubtful debts	-44 381,79	-51 836,62
	-1 113 688,31	-393 620,82
	6 049 036,81	4 869 500,31
Accounts receivable from ceded reinsurance operations:		
Current accounts	496 041,38	147 100,44
Adjustments for doubtful debts	0,00	0,00
	496 041,38	147 100,44
Accounts receivable from other operations		
Personnel	15 505,37	1 856,12
Workers Compensation Fund	2 540,35	3 647,52
Other sundry debtors	251 936,74	469 182,98
Adjustments for doubtful debts	-19 859,21	-19 859,21
	250 123,25	454 827,40
Total balance sheet	6 795 201,45	5 471 428,16

On December 31, 2021, and 2020, receipts to be collected presented the following seniority:

	U: Euro	
	2 021	2 020
Up to 30 days	1 757 071,20	1 225 363,49
From 31 to 90 days	1 165 653,12	803 133,05
From 91 to 180 days	943 227,84	691 580,42
From 181 to 360 days	553 793,76	94 181,56
More than 360 days	221 023,68	134 665,28
Total	4 640 769,60	2 948 923,80

Receipts for collection with more than 30 days refer to businesses placed in coinsurance and insurance contracts concluded with public entities and municipalities, which by their nature have specific payment deadlines, as well as the moratorium granted by the Company in accordance with the legislation in force, mentioned in note 3.8.1..

3.9.2. Other creditors by insurance operations

This heading registered the following amounts as at December 31, 2021 and 2020:

	U: Euro	
	2021	2020
Accounts payable for direct insurance operations:		
Agents and Brokers:		
Current accounts	357 619,29	299 068,33
Payable commissions	236 775,80	84 272,77
	594 395,09	383 341,10
Coinsurers:		
Current accounts	33 136,25	26 834,79
Other balance	973,52	678,50
	34 109,77	27 513,29
Policyholders:		
Insurance reversals	228 956,65	335 764,04
Premiums received in advance	1 921 178,22	1 644 742,37
	2 150 134,87	1 980 506,41
Other (claims reimbursements):	10 556,37	2 755,49
	2 789 196,10	2 394 116,29
Accounts payable for ceded reinsurance operations:		
Current accounts	1 903 986,97	962 958,11
Accounts payable for other operations:		
Personnel	94,72	1 358,99
Suppliers	354 101,76	352 632,94
Other sundry debtors	21 752,03	22 869,10
	375 948,51	376 861,02
Balance Sheet	5 069 131,58	3 733 935,42

3.9.3. Accruals and deferrals

As at December 31, 2021 and 2020, accruals and deferrals of assets and liabilities were composed as follows:

	<i>U:Euro</i>	
	2021	2020
Deferred Expenses:		
Insurances	33 722,81	13 687,07
Rents and leases	6 979,03	18 367,28
IT services	87 823,60	51 069,88
Activity contributions	0,00	402,24
Other expenses	32 486,81	83 279,12
Total balance sheet	161 012,25	166 805,59

	<i>U:Euro</i>	
	2021	2020
Expenditure accruals		
Payable interest	0,00	0,00
Remuneration payable to personnel (holidays and allowance)	322 467,07	307 560,29
Charges on payable remuneration	79 828,23	76 042,20
Bonuses to be paid to personnel	0,00	0,00
Payable commissions	284 351,68	231 310,74
Other accruals	44 828,42	59 674,39
Total balance sheet	731 475,40	674 587,63

	<i>U:Euro</i>	
	2021	2020
Deferred income:		
Rents and leases	18 928,75	0,00
Total balance sheet	18 928,75	0

Under the commission item 'Commissions payable' of 284.351,52 euros relates to intermediate commissions of 274.497,12 euros and 9.854,40 euros of investment banking commissions payable in 2022.

The heading 'Other accruals', in the amount of 44.828,64 euros, includes the accruals of the year, supplies and external services.

3.9.4. Other income/expenditure/adjustments

The breakdown of other income, other expenditure and other adjustments as at December 31, 2021 and 2020 is detailed on the table in the page that follows:

U:Euro

	2021	2020
Income and non-current gains		
Settlement of advance payments (previous years)	0,00	30 306,71
Debt recovery (previous years)	4 892,47	0,00
Other	12 791,43	31 299,19
	17 683,90	61 605,90
Income and financial gains		
Other	9 391,74	8 134,40
	9 391,74	8 134,40
Other non-technical income		
Other	103,85	1 824,78
	103,85	1 824,78
Expenses and non-current losses		
Donations	-2 640,00	-240,00
Patronage	0,00	-24 000,23
Accrued fines and penalties	-1 561,58	-102,69
Various contributions	-2 717,94	-812,47
Other		
Rents tenants (Covid-19)	-7 224,00	-5 532,00
Tangible asset losses	0,00	-12 731,44
Powerful Caravel	-35 076,97	-16 263,16
Various	-14 831,00	-960,00
	-64 051,50	-60 641,99
Expenses and financial losses		
Interest paid	-0,10	-8,27
Other	-3 424,55	0,00
	-3 424,64	-8,27
Adjustments		
for receipts to be collected	-727 522,32	-277 713,17
for other debtors	7 454,88	-943,68
	-720 067,44	-278 656,86
	-760 364,09	-267 742,03

3.9.5. Financial expenditure

The breakdown in the 2021 and 2020 financial years was as follows:

U:Euro

LINES OF BUSINESS/LINES OF BUSINESS GROUPS	2021			2020		
	Technical Account	Non-technical Account	Total	Technical Account	Non-technical Account	Total
Investment expenses:						
Allocated costs	150 377,48		150 377,48	142 433,10		142 433,10
Other investment expenses	0,00		0,00	0,00		0,00
Total	150 377,48	0,00	150 377,48	142 433,10	0,00	142 433,10

4. Consolidation

The consolidated financial statements now presented reflect the assets, liabilities and results of TPIF Douro Bidco S.à.r.l. and the results attributable to the Group related to the financial participation in Caravela - Companhia de Seguros S.A..

Subsidiaries

Subsidiaries are entities controlled by the Group. The Group controls an entity when it is exposed to or has rights to the variability of the returns generated by its involvement with that entity and may take possession thereof through its power over that entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date on which the group acquires control until the date on which control ceases.

Associates

All companies over which the Group has powers to exert significant influence over their financial and operational policies, though it does not exercise control over them, are classified as associates. The Group is normally presumed to exert significant influence when it is empowered to exercise more than 20% of the associate's voting rights.

TPIF Douro Bidco S.à.r.l. hold a qualified holding corresponding to 48% of the shares representing the share capital and voting rights of Caravela - Companhia de Seguros S.A., but the Insurance and Pension Funds Supervisory Authority considers that there is a control of the company as if it were a subsidiary.

As agreed with the Supervision, consolidation will be carried out using the Proportional Consolidation Method. This method consists of the line-by-line aggregation of the financial statements of the entities, consolidated and consolidating, on the basis of the percentage held, without presenting minority interests.

Consolidation Perimeter

Company	Country	Consolidation method	Influence criterion			
			% of Capital	% used to establish consolidated accounts	% voting rights	Influence level
Caravela - Companhia de Seguros, S. A.	PORTUGAL	Proportional	48,00%	48,00%	48,00%	Dominant
TPIF Douro Bidco S.à r.l.	LUXEMBOURG	Parent				

The reporting date of the consolidated financial statements corresponds to parent company reporting date, December 31, 2021.

The composition and financial information related to the associates are presented in the following tables at 100%:

Company	Asset		Liability		Equity		Result of the financial year	
	2021	2020	2021	2020	2021	2020	2021	2020
Caravela - Companhia de Seguros, S. A.	177 203	143 436	118 652	96 353	58 550	47 083	3 396	3 960

5. Nature and extent of headings and risks arising from insurance contracts and reinsurance assets

5.1. Amounts disclosed in the financial statements resulting from insurance contracts

5.1.1. Claims reserve

- a) The amount of Claims Reserve as of December 31, 2021, resulted from deterministic and stochastic methods related to the statistical treatment of runoff triangles which corresponds to the net compensation of reimbursements collected, with no costs allocated to the management of claims and gross reinsurance.
- b) Reserves amounts were obtained according to the following procedures:
 - Without deflating the amounts of compensations already paid, i.e. without placing their 2021 costs;
 - Not considering the discounted value of future payments, nor its growth due to inflation.
- c) In small lines of business, provisioning is carried out on a case-by-case basis based on the information contained in the claim and expert reports.
- d) In the Workers Compensation line of business, there is a mathematical reserve that registers the Company's liability for claims occurring up to December 31, 2021, and involves pension payments already approved by the Labour Court or with a conciliation agreement already done. Said reserve also registers the estimation of liabilities with presumed incapacities resulting from claims that are awaiting agreement or decision.

In accordance with the principle of prudence used by the Company, the TV 88/90 life table continued to be used to calculate the Mathematical Reserve, with a technical interest rate of 2.15% (2.35% in 2020) and 3% of management charges.

The remission of Pensions for Workers Compensation is calculated by the TD 88/90 life table, with a technical interest rate of 5.25%, according to the Ordinance No. 11/2000, of January 13, including 1% of management charges.

The IBNR reserve, pensions only, is calculated according to the number of pensions of the injured persons, excluding death pensions, since such claims are known immediately.

e) In addition, the Lifetime Assistance Reserve is calculated according to the TV 88/90 life table with 3% of charges and the technical interest rate of 2.15% (2.35% in 2020), with a growth rate of 2% added to average lifetime costs against future inflation.

f) Balance sheet claims reserve is increased from the claims reserve management expenses, where deterministic models are applied to run off triangles of paid amounts with claims management expenses. Costs allocation by year of occurrence and year of payment is made through the number of claims under management in the year.

g) The amount of the total unreported claims reserve (IBNR) was estimated according to the number of claims incurred each year and, according thereto, a deterministic model is applied to estimate the total number of expected claims, per year of occurrence and thus obtaining the claims that will be reported in referring to years of occurrence already elapsed.

Based on these numbers of expected IBNR situations and the total estimated cost of claims per year of occurrence, the amount of the desirable IBNR reserve is found.

h) The case-by-case amount of the claims reserve declared in the financial year has been increased to cope with any unforeseen shortcomings (IBNER).

The development of the direct insurance claims reserve related to claims occurring in financial years prior to 2021 and its readjustments in the year ended as at December 31, 2021 can be found in the Appendix 2 of this report.

The breakdown of the claims reserve (not including management costs) for the years 2021 and 2020 is shown below:

U: Euro

LINES OF BUSINESS/LINES OF BUSINESS GROUPS	2021			2020		
	Declared	Undeclared	Total Balance Sheet	Declared	Undeclared	Total Balance Sheet
Workers Compensation:						
- Mathematical Reserve	5 433 491,27	10 938 267,80	16 371 759,07	4 198 526,71	8 591 082,15	12 789 608,86
- Lifetime Assistance Reserve	304 635,56	20 743,34	325 378,91	279 296,86	24 657,91	303 954,77
- Other Benefits Reserve	3 271 379,00	211 059,78	3 482 438,78	2 798 951,29	141 665,03	2 940 616,32
	9 009 505,83	11 170 070,93	20 179 576,76	7 276 774,86	8 757 405,09	16 034 179,95
Other Insurance:						
Personal Accidents and Passengers	79 269,30	13 167,85	92 437,16	170 474,64	6 054,62	176 529,26
Health	0,00	0,00	0,00	0,00	0,00	0,00
Fire and Other Damage	929 743,05	1 098 386,21	2 028 129,26	860 578,48	238 743,38	1 099 321,87
Motor	12 043 083,32	1 031 223,23	13 074 306,54	9 702 964,43	742 139,49	10 445 103,92
Marine, Aviation and Transports	92 347,37	871,28	93 218,65	30 363,59	1 223,37	31 586,95
Transported Goods	17 428,38	4 299,98	21 728,36	25 976,36	5 192,31	31 168,67
Third Party Liability	476 560,83	169 588,25	646 149,09	511 289,88	169 986,95	681 276,82
Credit and Guarantee	0,00	0,00	0,00	0,00	0,00	0,00
Other:						
- Legal Protection	3 826,30	111,36	3 937,66	3 922,30	229,20	4 151,50
- Assistance	401 155,26	1 012,70	402 167,96	358 917,64	2 532,03	361 449,67
	14 043 413,80	2 318 660,88	16 362 074,68	11 664 487,31	1 166 101,35	12 830 588,66
Total	23 052 919,63	13 488 731,80	36 541 651,44	18 941 262,17	9 923 506,44	28 864 768,61

The assigned reinsurance claims reserve and the respective annual change in profit and loss account is analysed as follows:

U: Euro

LINES OF BUSINESS/LINES OF BUSINESS GROUPS	Balance of the balance sheet		Gains and losses changes	
	2021	2020	2021	2020
Accidents and Health	11 398 728,31	8 736 548,42	2 662 179,89	2 547 043,82
Fire and Other Damage	1 713 739,98	862 435,83	851 304,15	120 243,05
Motor:				
Civil Liability	1 150 932,51	1 087 158,36	63 774,15	280 245,81
Other Coverage	563 126,71	994 358,53	-431 231,83	951 198,48
Marine and Transports	65 253,06	22 710,86	42 542,20	15 346,74
Transported Goods	15 209,86	21 818,07	-6 608,21	16 996,38
Third Party Liability	123 303,60	110 680,75	12 622,84	7 270,75
Other	0,00	0,00	0,00	0,00
Total	15 030 294,02	11 835 710,83	3 194 583,19	3 938 345,03

The costs of direct insurance claims, reported as of December 31, 2021, are detailed in Appendix 3.

Claims costs net of reinsurance can be analysed, as shown in the following table, as of December 31, 2021 and 2020:

U:Euro

LINES OF BUSINESS/LINES OF BUSINESS GROUPS	2021			2020		
	Paid claims	Reserve changes	Overall cost	Paid claims	Reserve changes	Overall cost
Direct Insurance:						
Workers Compensation	6 347 847,77	4 272 516,60	10 620 364,37	4 862 411,19	3 760 137,85	8 622 549,04
Personal Accidents and Passengers	141 664,46	-83 288,11	58 376,36	86 125,37	79 265,86	165 391,23
Health	0,00	0,00	0,00	0,00	0,00	0,00
Fire and Other Damage	2 292 979,48	939 811,70	3 232 791,18	2 026 541,88	120 955,56	2 147 497,44
Motor	19 468 159,74	2 372 863,27	21 841 023,01	15 133 251,32	2 829 499,08	17 962 750,40
Marine, Aviation and Transports	28 352,36	62 456,08	90 808,44	33 849,62	22 065,65	55 915,27
Transported Goods	40 589,53	-6 416,94	34 172,60	11 426,76	30 463,17	41 889,93
Third Party Liability	271 488,91	-41 564,44	229 924,47	303 606,78	247 168,80	550 775,57
Credit and Guarantee	0,00	0,00	0,00	0,00	0,00	0,00
Other:						
- Legal Protection	12 565,80	1 119,72	13 685,51	10 058,38	2 710,42	12 768,80
- Assistance	2 166 881,40	39 864,73	2 206 746,13	1 704 024,25	73 832,19	1 777 856,45
	30 770 529,46	7 557 362,61	38 327 892,07	24 171 295,55	7 166 098,58	31 337 394,13
Ceded Reinsurance:						
Workers Compensation	-1 904 827,88	-2 695 181,06	-4 600 008,95	-1 325 355,05	-2 482 274,18	-3 807 629,24
Personal Accidents and Passengers	-29 384,35	33 001,18	3 616,82	-127,68	-64 769,64	-64 897,32
Health	0,00	0,00	0,00	0,00	0,00	0,00
Fire and Other Damage	-1 683 450,24	-734 136,80	-2 417 587,04	-1 452 596,27	-186 900,66	-1 639 496,93
Motor	-2 023 126,78	367 457,68	-1 655 669,10	-1 141 738,47	-1 231 444,30	-2 373 182,76
Marine, Aviation and Transports	-19 620,76	-74 940,03	-94 560,79	-23 361,72	-30 886,93	-54 248,65
Transported Goods	-27 159,96	12 928,93	-14 231,03	-7 083,67	-32 236,30	-39 319,96
Third Party Liability	-7 129,25	-12 622,84	-19 752,09	0,00	-7 270,75	-7 270,75
Credit and Guarantee	0,00	0,00	0,00	0,00	0,00	0,00
Other:						
- Legal Protection	0,00	0,00	0,00	0,00	0,00	0,00
- Assistance	0,00	0,00	0,00	0,00	0,00	0,00
	-5 694 699,23	-3 103 492,94	-8 798 192,17	-3 950 262,85	-4 035 782,76	-7 986 045,61
Total Liquido	25 075 830,23	4 453 869,66	29 529 699,89	20 221 032,69	3 130 315,82	23 351 348,52

Claims costs are stated net of received/issued reimbursements and include charged claims management costs.

5.1.2. Unearned premiums reserve

The breakdown of unearned premiums reserve of direct insurance and ceded reinsurance is as follows:

U:Euro

Direct insurance:				
LINES OF BUSINESS/LINES OF BUSINESS GROUPS	Calculated amount	Deferred acquisition costs	Balance Sheet Value 2021	Balance Sheet Value 2020
Accidents and Health	665 524,14	171 034,76	494 489,38	425 029,51
Fire and Other Damage	2 099 547,00	397 027,61	1 702 519,39	1 181 185,32
Motor:				
Civil Liability	5 565 514,69	843 228,05	4 722 286,65	4 196 384,09
Other Coverage	3 662 050,78	582 340,60	3 079 710,18	2 770 032,96
Marine and Transports	33 135,19	5 075,33	28 059,85	24 404,12
Transported Goods	16 489,36	2 192,03	14 297,34	16 338,10
Third Party Liability	207 911,05	51 212,09	156 698,96	157 704,06
Miscellaneous	1 217 972,30	115 368,14	1 102 604,16	1 005 336,11
Direct Insurance Total	13 468 144,51	2 167 478,61	11 300 665,91	9 776 414,28

U:Euro

Ceded reinsurance:

LINES OF BUSINESS/LINES OF BUSINESS GROUPS	Calculated amount	Deferred acquisition costs	Balance Sheet Value 2021	Balance Sheet Value 2020
Accidents and Health	43 793,62	3 538,33	40 255,29	29 726,88
Fire and Other Damage	1 657 462,15	430 261,94	1 227 200,21	754 529,76
Motor:				
Civil Liability	2 611,91	0,00	2 611,91	2 384,64
Other Coverage	5 036,67	0,00	5 036,67	4 179,36
Marine and Transports	23 059,57	7 991,11	15 068,46	13 216,80
Transported Goods	11 422,38	3 997,21	7 425,17	9 048,48
Third Party Liability	0,00	0,00	0,00	0,00
Miscellaneous	36,41	12,73	23,68	0,06
Total Ceded Reinsurance	1 743 422,71	445 801,32	1 297 621,39	813 085,98

5.1.3. Total Technical Reserves

In the following tables, the development of technical reserves of direct insurance and ceded reinsurance of the Company can be verified during the years under review:

U:Euro

Technical Reserves of Direct Insurance	Calculated amount	Deferred acquisition costs	Balance Sheet 2021	Balance Sheet 2020	Variation
Unearned premiums reserve					
Accidents and Health	665 524,14	171 034,76	494 489,38	425 029,51	
Fire and Other Damage	2 099 547,00	397 027,61	1 702 519,39	1 181 185,32	
Motor:					
Civil Liability	5 565 514,69	843 228,05	4 722 286,65	4 196 384,09	
Other Coverage	3 662 050,78	582 340,60	3 079 710,18	2 770 032,96	
Marine and Transports	33 135,19	5 075,33	28 059,85	24 404,12	
Transported Goods	16 489,36	2 192,03	14 297,34	16 338,10	
Third Party Liability	207 911,05	51 212,09	156 698,96	157 704,06	
Miscellaneous	1 217 972,30	115 368,14	1 102 604,16	1 005 336,11	
Subtotal	13 468 144,51	2 167 478,61	11 300 665,91	9 776 414,28	1 524 251,63
Equalisation Reserve			145 495,83	128 191,71	17 304,12
Claims Reserve					
Accidents and Health:					
Mathematical Reserve			16 371 759,07	12 789 608,86	
Lifetime Assistance			325 378,91	303 954,77	
Other Services			3 709 562,02	3 221 417,06	
Fire and Other Damage			2 037 618,50	1 105 702,85	
Motor:					
Civil Liability			10 557 220,61	7 817 463,82	
Other Coverage			2 596 050,80	2 699 188,73	
Marine and Transports			93 244,79	31 601,06	
Transported Goods			21 985,18	31 321,99	
Third Party Liability			652 468,54	684 501,91	
Miscellaneous			406 105,62	365 601,17	
Subtotal	0,00	0,00	36 771 394,02	29 050 362,22	7 721 031,80
Unexpired Risks Reserve					
Accidents and Health			0,00	0,00	
Fire and Other Damage			0,00	0,00	
Motor:					
Civil Liability			0,00	0,00	
Other Coverage			0,00	0,00	
Marine and Transports			0,00	0,00	
Transported Goods			0,00	0,00	
Third Party Liability			0,00	0,00	
Miscellaneous			0,00	0,00	
Subtotal	0,00	0,00	0,00	0,00	0,00
Total	13 468 144,51	2 167 478,61	48 217 555,76	38 954 968,22	9 262 587,54

	U: Euro	
Technical Reserves of Ceded Reinsurance	2021	2020
Unearned premiums reserve	1 297 621,39	813 085,89
Claims reserve:		
Reported claims	10 204 093,73	8 463 523,07
Unreported claims (ibnr)	4 826 200,29	3 372 187,77
	15 030 294,02	11 835 710,77
Total technical reserves of ceded reinsurance	16 327 915,41	12 648 796,67

5.2. Nature and Extent of Specific Insurance Risks

The specific insurance risk corresponds to the risk inherent in the trading of insurance contracts, associated to product design and their pricing, to the underwriting process, liabilities provisioning, and claims and reinsurance management.

In Non-Life insurance, the specific risk of insurance includes, among others, premiums, reserves, and catastrophic risks.

The underwriting, provisioning, and reinsurance processes are duly documented with respect to the main activities, risks and controls

In summary, the most important control mechanisms are:

- Delegation of Competencies formally defined for different processes;
- Segregation of functions between the areas that carry out risk analyses and calculate tariffs;
- Limited access to different applications according to their user profile;
- Documentation scanning in issuing processes and claims management;
- Procedures of case-by-case cross-checks.

The level of claims reserve is monitored monthly, with quarterly reviews to all claims processes, being implemented stochastic assessment models to fill insufficient reserves.

The development of the direct insurance claims reserve, gross reinsurance, and net reimbursements, excluding mathematical reserves of the Workers Compensation line of business and claims reserve management costs, can be analysed as follows through the triangles of Caravela at 100% of claims costs and payments of the last 10 years:

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Initial estimate of costs with claims, gross reinsurance and net reimbursements, excluding mathematical reserves, management costs reserves, IBNR and IBNER	28 307	14 091	13 589	14 759	18 900	18 275	24 338	27 887	35 428	44 266	55 902
Cumulative payments											
One year later	20 896	10 497	10 240	10 593	14 741	16 958	25 599	30 270	39 115	44 699	
Two years later	21 713	11 218	11 227	11 592	15 990	18 106	27 015	31 875	40 921		
Three years later	22 469	11 691	11 789	11 889	17 089	18 830	27 490	32 690			
Four years later	23 043	11 759	12 074	12 043	17 319	19 773	28 558				
Five years later	23 287	12 158	12 155	12 338	17 889	19 859					
Six years later	23 501	12 178	12 175	12 384	18 084						
Seven years later	23 547	12 224	12 451	12 474							
Eight years later	23 555	12 256	12 876								
Nine years later	23 562	12 676									
Ten years later	23 525										
Final estimation of costs with claims											
One year later	24 227	13 179	13 815	14 167	17 801	19 816	27 908	32 369	41 440	48 644	
Two years later	24 027	13 457	13 397	13 391	18 034	19 923	28 522	33 359	42 850		
Three years later	23 789	13 375	13 430	13 166	17 877	20 440	28 740	34 233			
Four years later	23 918	13 019	13 291	13 173	18 048	20 509	29 084				
Five years later	23 907	12 730	13 244	12 811	12 238	20 541					
Six years later	23 749	12 827	13 261	12 791	18 286						
Seven years later	23 607	12 729	13 238	12 908							
Eight years later	23 592	12 982	13 303								
Nine years later	23 587	12 986									
Ten years later	23 548										
	2 759	1 105	265	1 851	-1 385	-2 266	-4 696	-6 346	-7 422	-4 377	

The Company practices a ceded reinsurance policy based on proportional and non-proportional treaties. In 2021, the reinsurance structure consists of proportional treaties (Share and Surplus) and non-proportional treaties (Excess of Loss and Catastrophic Coverage), as follows:

Line of Business	Type of Reinsurance
Workers Compensation	Excess of loss (XL) and Proportional
Personal Accidents	Excess of loss (XL) and Proportional
Health	Fronting
Property	Quota - share
Property (natural catastrophes)	Excess of loss (XL)
Engineering	Quota - share
Motor	Excess of loss (XL) and Proportional
Marine and Transports	Quota - share
Cargo	Quota - share
Third Party Liability	Excess of loss (XL)

5.3. Nature and Extent of Market, Credit, Liquidity and Operating Risks

Market Risk

Market risk consists of risk of loss or adverse movements in the value of assets related to changes in the market prices of financial instruments.

This risk includes exchange rate, stock, real estate, interest, spread and concentration risks.

The Investment policy defines the guiding principles for prudent investment management as well as monitoring and reporting activities.

In order to assure an adequate risk management, portfolio exposure limits were set out based on 6 specific criteria:

- Asset class;
- Type of issuer (legal form);
- Rating level;
- Activity sector;
- Geographical area;
- Concentration by issuer.

Exchange rate risk

Exchange rate risk is caused by the instability of exchange rates against the Euro. Exposure to such risk is residual due to the non-authorisation of investment in foreign currency established in the investment policy. Indirectly, through the transparency of investment funds held, there is an insignificant exposure to foreign currency. The capital requirement is as follows:

Scenarios	(thousands of euros)	
	Capital Requirement	
	2021	2020
+/- 25% shock to foreign currency exposures	0	2

Stock Risk

Stock risk results from the instability of stock market prices, with equity securities being exposed to such risk, particularly investments funds totally or partially composed of said titles. The sensitivity analysis is described as follows:

Scenarios	(thousands of euros)	
	Capital Requirement	
	2021	2020
Type I equity shock	0	45
Type II equity shock	1 554	767

Property Risk

Property risk results from the instability of real estate price market. In 2021, this risk had a relevant variation, as far as the capital requirement is concerned, since the assets exposed suffered a change, so the capital requirement is described as follows:

Scenarios	(thousands of euros)	
	Capital Requirement	
	2021	2020
+/- 25% shock in the value of own use property and investments property	1 086	148

Interest rate risk

Interest rate risk arises from changes in the temporal structure or the instability of interest rates. Assets (Bonds and Fixed-term Deposits) and liability (technical reserves, especially the mathematical reserve of Workers Compensation) are exposed to interest rate risk.

The capital scenario is described in the following table:

Assets	(thousands of euros)	
	Effects on Assets	
	2021	2020
Downward shock on risk-free interest rate curve	28	0
Upward shock on risk-free interest rate curve	-1 375	-1 340

Liabilities	(milhares de euros)	
	Effects on Liabilities	
	2021	2020
Downward shock on risk-free interest rate curve	231	123
Upward shock on risk-free interest rate curve	-1 226	-1 038

Spread Risk

The spread risk consists of unexpected losses caused by the depreciation of credit quality or default of a business partner, reflecting the instability of credit spreads along the risk-free of interest rates curve. The securities exposed to this risk are mainly corporate bonds and fixed-term deposits.

Assets with direct exposure to spread risk have the following profile:

(thousands of euros)

Rating	2021			2020		
	% Exposure	Duration	Capital requirement	% Exposure	Duration	Capital requirement
AAA	2%	2,8	9	2%	3,8	11
AA	21%	5,0	228	21%	5,8	246
A	36%	3,4	418	44%	3,8	470
BBB	41%	2,7	632	33%	2,4	440
BB	0%	0,0	0	0%	0,0	0
B	0%	0,0	0	0%	0,0	0
CCC or lower	0%	0,0	0	0%	0,0	0
Unrated	1%	0,0	4	1%	0,5	4
Total	100%	3,4	1 290	100%	3,7	1 171

Concentration Risk

Concentration risk refers to additional instability in a very concentrated portfolio. Portfolio distribution per activity sector can be analysed as follows:

(thousands of euros)

Activity sector	2021			2020		
	%	Exposure	Impairment	%	Exposure	Impairment
Communications	2%	1 096	0	3%	1 101	0
Consumer - Cyclical	10%	4 779	0	10%	4 469	0
Consumer - Non-cyclical	4%	1 764	0	5%	2 129	0
Financial	17%	8 748	0	18%	7 596	0
Funds	44%	22 240	0	35%	14 994	0
Governments	13%	6 613	0	15%	6 548	0
Services	7%	3 542	0	12%	5 298	0
Other	3%	1 485	0	3%	1 230	0
Total	100%	50 267	0	100%	43 365	0

The group of the 10 largest securities per issuer group is basically composed of public issuers:

(thousands of euros)

Issuer Group	Asset type	Rating	2021	
			Exposure	Weight
Divida Pública Portuguesa	OBG	BBB	2 036	3,9%
Divida Pública Espanhola	OBG	A	1 455	2,8%
Divida Pública Belga	OBG	AA	1 036	2,0%
Banco Bankinter	CPZ	BBB	962	1,9%
Credit Agricole Sa	OBG	A	712	1,4%
Divida Pública Irlanda	OBG	A	599	1,2%
Bp Capital Markets Plc	OBG	A	548	1,1%
Agence Française Développement	OBG	AA	526	1,0%
Schlumberger Finance Bv	OBG	A	505	1,0%
Wells Fargo & Company	OBG	BBB	501	1,0%
Total			8 881	17%
Total Carteira investimentos			51 634	100%

(thousands of euros)

Issuer Group	2020			
	Asset type	Rating	Exposure	Weight
Divida Pública Portuguesa	OBG	BBB	2 288	5,1%
Divida Pública Espanhola	OBG	A	1 504	3,4%
Divida Pública Belga	OBG	AA	1 077	2,4%
Banco Bankinter	CPZ	BBB	960	2,1%
Simon Intl Finance Sca	OBG	A	701	1,6%
Vf Corp.	OBG	A	687	1,5%
Divida Pública Irlanda	OBG	A	626	1,4%
Schlumberger Finance Bv	OBG	A	570	1,3%
Bp Capital Markets Plc	OBG	A	557	1,2%
Agence Française Développement	OBG	AA	546	1,2%
Total			9 516	21%
Total Carteira investimentos			44 730	100%

Liquidity Risk

Liquidity risk arises from the possibility of the Company not holding assets with enough liquidity to meet the obligations to policyholders and other creditors as they mature.

For risk mitigation purposes, it should be noted that the Company has a monthly liquidity plan which is reviewed weekly and analysed daily.

The liquidity plan also aims at the financial investment of surplus capital, particularly in short and medium-term deposits to the safeguard of advanced mobilisation.

Whenever there are strong outflows, the Financial Management together with Investment Management, foresees liquidity needs.

Credit Risk

Credit risk consists of the risk of loss due to default or deterioration of counterparty credit levels which is mitigating existing risk, such as reinsurance contracts, receivable amounts by intermediaries, as well as other credit exposures that have not been considered in the spread risk.

The Company has control procedures to mitigate such risk regarding clients and agents, particularly the systematic monitoring of the amounts and seniority of receivable receipts.

As far as reinsurers are concerned, they are carefully selected not only due to their economic and financial strength, but also to their technical capacity. An analysis is performed periodically to the development of the reinsurers' ratings.

Operational Risk

Operational risk is the risk of significant losses resulting from inadequacy or failures in processes, people or systems, or external events.

The following point, which refers to the internal control system, includes the operating risks with highest granularity.

The operational risk management aims to identify and know the risks that Caravela face and to monitor them in accordance with the tolerances set.

The methodological approach used follows three stages:

⇒ Identification and classification of risks

The identification of the risks is carried out through interviews with the officials in charge for the Caravela's main areas.

In these interviews the main top-down risks of the area will be identified and categorised according to ASF guidelines.

In addition to the risk category and subcategory, the Company defines the risk to which it is exposed, as well as the causes and consequences.

⇒ Control's assessment and its effectiveness

This assessment is very important for the correct identification of inherent and residual risks of each risk, being crucial to identify mitigation actions/additional controls to be carried out.

In order to calculate the impact and probability (inherent and residual), it is necessary to resort to a set of methods such as: data on internal losses; data on external losses; experience and intuition of risk owners.

⇒ KRI¹ identification and action plans

KRI is related to a specific risk and is used as an alert for a possible change in probability and impact of a risk occurring.

After identifying and classifying the main top-down risks of the Company, the risks that will be subject to stress tests in the scope of the prospective self-assessment process are identified.

Such risks should reflect high impact and medium/low probability risks to ensure the use of budget variables to test their impact.

¹ Key Risk Indicator

Internal control system

The internal control system comprises a set of means, behaviours, procedures and actions adapted to its own characteristics and is intended to provide a reasonable assurance in achieving the Company's goals.

The main expected effects of an effective internal control system and operational management risk are:

- Identify potential events that are likely to affect the achievement of the Company's goals, ensure treatment in case of risk occurrence and anticipate actions to be taken;
- Define a control system proportional to the risks that the organisation is willing to accept to increase its value;
- Allow management to make clear decisions.

Caravela follows the COSO Report² definition and matrices.

The Group understands 'internal control' as a means of:

- Controlling its processes;
- Improving its activities;
- Enhancing its competitiveness.

Internal control must be done by all: Anyone active in the organisation must manage their risks and controls in the field of their activity.

From this perspective, the risks identified for each of Company's activities (Macro processes) are formalised through a risk mapping.

- Each compilation includes Company's activities in processes and subprocesses;
- For each subprocess, risk events are identified;
- For each risk event a control objective is associated;
- For each control objective, one or more examples of control activities are described in order to clarify the understanding of the control objective, if necessary.

For each control objective, officers must:

- Describe the implemented control to provide a reasonable assurance regarding occurrence (frequency) and severity (cost) of the identified risk event;
- And self-assess the effectiveness of the control through a questionnaire.

Self-assessment of the internal control system takes place in different stages:

- Self-assessment campaign;

² *Committee Of Sponsoring Organisation of the Treatway Commission*

- Description of control activities;
- Self-assessment of control activities;
- Action plans, if necessary;
- Independent testing;
- Test of effectiveness of controls (design and operational);
- Recommendation, if necessary.

5.4. Impairment losses recognised and reversed regarding reinsurance assets

There were no impairment losses this financial year.

5.5. Qualitative information regarding premiums and reserves adequacy

Analysis to claims ratio and portfolio profitability are periodically performed, segmented by several variables as well as other actuarial studies to assess adequacy of the tariffs applied.

The aggregate ratio (division of all costs in the Technical Account by the total revenue detailed herein) is calculated for each line of business. Tariff's adequacy or inadequacy is measured to whether this ratio is lower or higher than 100%, completing the criterion by analysing the Unexpired Risks Reserve structure.

Tariff sensitivity analyses are also carried out as well as comparative studies with market practices.

The adequacy analysis of technical reserves is carried out periodically through deterministic and stochastic methods, in addition to regular audits, namely case-by-case analysis of claim processes.

5.6. Qualitative and quantitative information on claims and expenses ratios, combined claims and expenses ratios, and operating ratio (resulting from the consideration of income from investments in different segments), calculated without reduction of ceded reinsurance

The claims reserve at the end of the financial year is 36.771.394,02 euros, compared to 29.050.362,23 euros in 2020.

The Group overall claims ratio in 2021, calculated on the gross premiums written and before cost allocation, was 66,1% (62,1% in 2020) and 68,6% after cost allocation (64,8% in 2020):

Claims ratio (per lines of business)	2021	2020
Workers Compensation	74,7%	73,9%
Personal Accidents	11,2%	41,9%
Health	0,0%	0,0%
Accidents / Health	70,0%	70,2%
Fire / Other Damage	59,9%	51,6%
Motor	70,3%	64,2%
Other branches	62,0%	66,3%
Claims Ratio (1)	68,6%	64,8%

(1) - Including Costs Allocated to Claims

The combined ratio (including reinsurance) shows the following composition as at December 31, 2021 and 2020:

Results analysis	2021	2020
Operating costs and expenses/earned premiums	24,0%	26,2%
Claims costs/acquired premiums	71,5%	67,9%
Combined ratio	95,6%	94,1%

5.7. Recoverable amounts in respect of amounts paid for claims arising from the acquisition of rights of the insured concerning third parties (subrogation) or obtaining legal ownership of insured goods (salvage)

The amount related to claims reimbursements on the last days of the years 2021 and 2020 was as follows:

Type of reimbursement	U:Euro	
	Recoverable amount in 2021	Recoverable amount in 2020
Inventories/Salvage	0	0
Other Policyholders/Claims Reimbursements	1 743 623	1 579 954
Other Deb. Creditors/Claims Reimbursements	0	0

The Company believes that the reimbursement amount is recoverable, and therefore concluded that there was no impairment in this financial year and no loss was registered.

6. Financial instruments (does not include investment contracts)

The Inventory of Holdings and Financial Instruments as at December 31, 2021 is presented in Appendix 1, of which the following summary is presented:

U:Euro

Financial Instrument	Balance Sheet Value
Bonds and other fixed-income securities	
from public issuers	6 196 156,06
from other issuers	21 567 480,29
Shares	237 056,16
Other variable-income securities	22 239 986,38
Total	50 240 678,88

Initial recognition and subsequent measurement

All financial instruments held by the Company are open to negotiation in stock markets or on regulated markets, and are measured at fair value, except for the Prodis Thema Fund and Lehman securities which are measured by 0.00€ and 10.00€, respectively, as for these assets, impairments were recognized for default by issuers in 2010 and 2011.

At the time of purchase, available-for-sale financial assets are recognised at fair value (purchase price) added to the trading costs.

In subsequent measurements such assets are also registered at fair value and their corresponding changes are recognised in equity, within 'revaluation reserves for adjustments of fair value in available-for-sale financial assets'.

During the financial year of 2021, the Company recognised a negative change in equity amounting to -697.105,92 euros (in 2020, the charge was equally positive amounting to +456.239,04 euros) in the fair value of investment portfolios, which is registered in the revaluation reserve.

Segmentation by categories

The Company's investment policy, specified in item 4 is in accordance with the rules and limitations established by the Supervisory Authority for Insurance and Pension Funds and the prudential diversification of investments is taken into consideration, ensuring its suitability to the responsibilities of CARAVELA in order to improve the risk/profitability interface.

The strategy and criteria for the management of investments is established annually by the Management and the implementation and performance are monitored monthly, in order to constantly adjust the investment portfolio to the specified goals.

During 2021, the activities undertaken adjusted the portfolio of financial assets to the strengthened prudential structure, in compliance with the previously outlined goal.

U:Euro

Financial Instrument	Fair Value 2021	%	Fair Value 2020	%
Holdings in subsidiaries and partners	2 400,00	0%	2 400,00	0%
Shares, participation units and investment funds	22 477 042,54	43%	15 231 096,09	34%
Fixed-income securities	26 790 404,13	52%	26 046 248,76	58%
Variable income securities	973 232,22	2%	1 964 936,88	4%
Derivative instruments	0,00	0%	0,00	0%
Deposits with credit institutions	1 465 995,36	3%	1 435 179,36	3%
Other loans	23 856,00	0%	120 739,73	0%
Total	51 732 930,24	100%	44 800 600,81	100%

In accordance with the established rules, the Company's financial assets continued to be mostly invested in the Euro Zone, as can be seen in the table below:

U:Euro

Securities portfolio	Fair Value 2021	%	Fair Value 2020	%
Euro Area	43 130 370,06	86%	35 783 545,30	83%
Portugal	4 644 489,23	9%	3 735 773,45	9%
Germany	1 974 116,90	4%	1 823 346,84	4%
Austria	431 343,12	1%	448 061,52	1%
Belgium	1 036 352,88	2%	1 076 672,88	2%
Spain	2 672 151,77	5%	2 933 184,03	7%
France	27 833 168,14	55%	20 652 177,82	48%
Ireland	599 224,70	1%	782 200,62	2%
Italy	295 165,55	1%	299 351,35	1%
Luxembourg	389 430,84	1%	1 013 953,81	2%
The Netherlands	2 384 595,35	5%	2 416 326,71	6%
Norway	295 742,27	1%	302 063,87	1%
Sweden	574 589,33	1%	300 432,40	1%
Outside Euro Area	7 136 564,84	14%	7 581 876,17	17%
Total	50 266 934,91	100%	43 365 421,48	100%

The following tables indicate the liquidity risk in which the Company may incur for not having access to all its financial assets at the time of fulfilling the commitments arising from insurance contracts, during the last 2 years and regarding investments in the bond market:

U:Euro

Financial Asset	Maturity as at 31.12.2021					Total
	< 6 months	< 1 year	< 3 years	< 5 years	> 5 years	
Public debt	147 590,73	973 232,22	185 976,93	76 873,55	3 982 549,48	5 366 222,91
Fixed-rate bonds	875 154,05	1 716 944,56	5 295 238,55	5 128 425,19	9 381 651,09	22 397 413,44
Floating-rate bonds	0,00	0,00	0,00	0,00	0,00	0,00
Total	1 022 744,77	2 690 176,78	5 481 215,48	5 205 298,74	13 364 200,57	27 763 636,35

U:Euro

Financial Asset	Maturity as at 31.12.2020					Total
	< 6 months	< 1 year	< 3 years	< 5 years	> 5 years	
Public debt	199 723,13	981 816,67	1 536 506,95	181 342,64	3 697 083,94	6 596 473,33
Fixed-rate bonds	49 057,21	731 844,53	6 526 403,28	6 582 652,72	7 524 754,56	21 414 712,31
Floating-rate bonds	0,00	0,00	0,00	0,00	0,00	0,00
Total	248 780,35	1 713 661,20	8 062 910,23	6 763 995,36	11 221 838,50	28 011 185,64

The following table reveals the credit quality of the bond issuers, in accordance with the ratings outlined by external entities at the time of this analysis:

U:Euro

Bond rating	2021	%	2020	%
AAA	491 662,55	2%	504 791,01	2%
AA +	431 343,12	2%	448 061,52	2%
AA	2 184 704,38	8%	1 457 596,28	5%
AA -	4 046 450,70	15%	4 289 931,13	15%
A +	3 163 408,31	11%	1 859 060,25	7%
A	2 707 296,72	10%	3 894 493,62	14%
A -	5 424 520,01	20%	5 642 098,62	20%
BBB +	3 900 661,67	14%	3 819 030,65	14%
BBB	4 217 995,44	15%	4 521 956,66	16%
BB	0,00	0%	0,00	0%
BB +	0,00	0%	228 783,45	1%
BBB -	1 195 588,64	4%	1 345 377,65	5%
BB -	0,00	0%	0,00	0%
B +	0,00	0%	0,00	0%
CC	0,00	0%	0,00	0%
CCC	0,00	0%	0,00	0%
Unlisted	4,80	0%	4,80	0%
Total	27 763 636,35	100%	28 011 185,64	100%

The Company did not carry out any transactions in derivative contracts nor did it use repurchase transactions or stock lending during the year.

The Company followed the same criteria to recognise impairment of securities, mentioned in note 3.2.1., during this financial year, having been recorded as follows:

- For **equity instruments** the Company considers a continued devaluation when such devaluation lasts for over 180 days, or a devaluation of significant value when it surpasses 30% in its corresponding quoted value at the date of the balance sheet;
- For **debt instruments** the Company recognises impairment when there is significant financial difficulty of the issuer, increasing the likelihood of a bankruptcy proceeding or a breach of contract due to noncompliance with the interest or capital payments.

At the close of the financial year 2021, the segregation by the respective categories in 2021 and 2020 was as follows:

2021
U:Euro

Financial Asset	Acquisition Amount	Fair Value	Reversal in Revaluation Res.	Accum. Impairment (Net of Reversal)
Public debt				0,00
Fixed-rate bonds	44 376,29	4,80	0,00	-44 371,49
Floating-rate bonds				0,00
Shares				0,00
Units of Investment Funds	335 969,69	0,00	-295 474,79	-40 494,91
Total	380 345,99	4,80	-295 474,79	-84 866,40

2020
U:Euro

Financial Asset	Acquisition Amount	Fair Value	Reversal in Revaluation Res.	Accum. Impairment (Net of Reversal)
Public debt				0
Fixed-rate bonds	44 376,29	4,80	0,00	-44 371,49
Floating-rate bonds				0,00
Shares				0,00
Units of Investment Funds	335 969,69	0,00	-268 096,29	-67 873,41
Total	380 345,99	4,80	-268 096,29	-112 244,90

The financial assets available for sale had the composition described on the following page at the end of each of the years in comparison:

2021
U:Euro

Financial Asset	Purchase cost	Interest receivable	Amount before impairment	Accumulated impairment	Net amount	Currency differences	Fair value reserve	Balance sheet amount *
Debt instruments								
Of public debt								
Of national issuers	2 044 795,59	2 303,52	2 047 099,10		2 047 099,10		-10 963,59	2 036 135,52
Of foreign issuers								
Spain	1 092 577,87	6 129,38	1 098 707,25		1 098 707,25		16 868,74	1 115 575,99
France	0,00	0,00	0,00		0,00		0,00	0,00
Germany	144 150,39	3 432,33	147 582,72		147 582,72		8,01	147 590,73
Belgium	1 016 315,02	4 544,88	1 020 859,89		1 020 859,89		15 492,98	1 036 352,88
Ireland	583 220,56	6 032,04	589 252,59		589 252,59		9 972,08	599 224,68
Austria	432 153,18	207,12	432 360,31		432 360,31		-1 017,18	431 343,12
Of other public issuers								
Of national issuers	0,00	0,00	0,00		0,00		0,00	0,00
Of foreign issuers	818 355,28	7 396,99	825 752,27		825 752,27		4 180,88	829 933,15
Of other issuers								
Of national issuers	47 979,08	746,96	48 726,04		48 726,04		1 254,52	49 980,56
Of foreign issuers	21 334 074,59	97 709,98	21 431 784,57	-44 371,49	21 387 413,07		130 086,66	21 517 499,74
	27 513 621,55	128 503,18	27 642 124,73	-44 371,49	27 597 753,24	0,00	165 883,11	27 763 636,35
Equity instruments								
Of national issuers	1 762,08	0,00	1 762,08		1 762,08			1 762,08
Of foreign issuers	235 294,08	0,00	235 294,08		235 294,08		0,00	235 294,08
	237 056,16	0,00	237 056,16	0,00	237 056,16	0,00	0,00	237 056,16
Other instruments								
Units								
Of residents	2 421 417,70	0,00	2 421 417,70		2 421 417,70		-44 542,79	2 376 874,91
Of non-residents	19 935 283,45	0,00	19 935 283,45	-40 494,91	19 894 788,55	0,00	-31 677,08	19 863 111,47
	22 356 701,15	0,00	22 356 701,15	-40 494,91	22 316 206,24	0,00	-76 219,87	22 239 986,38
Total	50 107 378,86	128 503,18	50 235 882,04	-84 866,40	50 151 015,64	0,00	89 663,24	50 240 678,88

* - Includes interest receivable

								2020
								U: Euro
Financial Asset	Purchase cost	Interest receivable	Amount before impairment	Accumulated impairment	Net amount	Currency differences	Fair value reserve	Balance sheet amount *
Debt instruments								
Of public debt								
Of national issuers	2 257 225,16	11 657,93	2 268 883,09		2 268 883,09		18 979,00	2 287 862,09
Of foreign issuers								
Spain	1 690 052,53	11 993,71	1 702 046,24		1 702 046,24		51 013,55	1 753 059,79
France	242 137,21	1 532,71	243 669,92		243 669,92		8 537,99	252 207,91
Germany	147 378,87	3 432,79	150 811,66		150 811,66		1 387,53	152 199,19
Belgium	1 023 815,34	4 544,88	1 028 360,22		1 028 360,22		48 312,66	1 076 672,88
Ireland	590 452,69	6 032,04	596 484,72		596 484,72		29 925,23	626 409,96
Austria	432 173,77	207,12	432 380,90		432 380,90		15 680,63	448 061,52
Of other public issuers								
Of national issuers	0,00	0,00	0,00		0,00		0,00	0,00
Of foreign issuers	0,00	0,00	0,00		0,00		0,00	0,00
Of other issuers								
Of national issuers	47 963,68	746,96	48 710,64		48 710,64		2 095,52	50 806,16
Of foreign issuers	20 673 756,01	112 553,43	20 786 309,44	-44 371,49	20 741 937,95		621 968,20	21 363 906,15
	27 104 955,27	152 701,56	27 257 656,83	-44 371,49	27 213 285,34	0,00	797 900,30	28 011 185,64
Equity instruments								
Of national issuers	1 714,08	0,00	1 714,08		1 714,08			1 714,08
Of foreign issuers	235 294,08	0,00	235 294,08		235 294,08		0,00	235 294,08
	237 008,16	0,00	237 008,16	0,00	237 008,16	0,00	0,00	237 008,16
Other instruments								
Units								
Of residents	1 120 707,94	0,00	1 120 707,94		1 120 707,94		-4 514,30	1 116 193,63
Of non-residents	13 952 384,57	0,00	13 952 384,57	-67 873,41	13 884 511,17	0,00	-6 616,87	13 877 894,29
	15 073 092,51	0,00	15 073 092,51	-67 873,41	15 005 219,10	0,00	-11 131,18	14 994 087,93
Total	42 415 055,94	152 701,56	42 567 757,50	-112 244,90	42 455 512,60	0,00	786 769,12	43 242 281,73

7. Cash and cash equivalents and demand deposit

Cash and demand deposits amounts registered in the balance sheet are in euro currency and are meant for short-term treasury payments.

All cash balance and its equivalents, as well as demand deposits in credit institutions, are available for use of the Group.

As at December 31, 2021 and 2020, the balance sheet heading presents the following composition:

				U: Euro	
	2021	Caravela	TPIF Douro		
Cash and cash equivalents	384	384	0		
Headquarters	96	96	0		
Dependencies	288	288	0		
Demand deposits	3 017 939	2 887 104	130 835		
TOTAL	3 018 323	2 887 488	130 835		

				U: Euro	
	2020	Caravela	TPIF Douro		
Cash and cash equivalents	384	384	0		
Headquarters	96	96	0		
Dependencies	288	288	0		
Demand deposits	2 601 323	2 496 688	104 635		
TOTAL	2 601 707	2 497 072	104 635		

The reconciliation of the amounts calculated in the Company Cash Flow Statement with the equivalent items reported in the Balance Sheet presents the following structure:

U:Euro

	2021	2020
Cash	384,00	384,00
Bank deposits available on demand	3 017 939,01	2 601 322,84
Other bank deposits available on demand	1 367 455,09	1 365 039,89
Cash and cash equivalents at the end of the year - Cash Flow Statement	4 385 778,10	3 966 746,74

8. Land and Buildings

As described in note 3.3.1, the Company owns the following income property, valued at fair value, in accordance with IAS 40:

2021
U: Euro

Real Estate	Acquisition Value	Acquisition Year	Sale Year	Sale Amount	Net Balance Amount
of Income					
Campo Vinha Braga	591 303,51	2016			591 303,51
Armazéns Tejo (inclui despesas)	3 752 448,88	2021			3 752 448,88
Total	4 343 752,40			0	591 303,51

In this financial year, the Company proceeded with the valuation of the Campo da Vinha property, in Braga, and the book value did not change.

9. Other fixed tangible assets (except lands and buildings)

Tangible assets are valued at their historical purchase cost deducted from accumulated depreciations.

Repair and maintenance costs are not capitalised, and are directly recognised in results, when incurred.

Depreciations were calculated through the straight-line method based on annual rates accepted for tax purposes and which reflect the estimated useful life of the assets.

The movements registered in 2021 and 2020 were the following:

2021
 U:Euro

HEADINGS	Opening Balance		Increases		Transfers and write-offs	Disposals	Depreciations of the Financial Year		Closing Balance (net amount)
	Gross Amount	Depreciations	Purchases	Revaluations			Uplift	Settlements	
Tangible Assets									
Administration equipment	119 101,68	119 101,68	0,00	0,00	0,00	0,00	0,00	0,00	0,00
Machines and tools	113 010,72	107 540,14	3 885,11	0,00	0,00	0,00	4 485,07	0,00	4 870,62
IT equipment	291 861,48	184 940,81	13 240,03	0,00	0,00	0,00	39 474,22	0,00	80 686,48
Indoor facilities	1 434,67	839,60	0,00	0,00	0,00	0,00	198,37	0,00	396,70
Transportation equipment	162 683,22	72 523,43	0,00	0,00	0,00	0,00	34 352,06	0,00	55 807,73
Hospital equipment	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00
Other equipment	51 122,22	27 277,76	8 380,84	0,00	365,57	0,00	7 269,52	365,57	24 955,79
Operational lease	1 045 109,14	228 763,84	51 928,22	0,00	0,00	0,00	226 446,63	0,00	641 826,88
TOTAL	1 784 324,12	740 987,25	77 434,20	0,00	365,57	0,00	312 225,87	365,57	808 544,20

 2020
 U:Euro

HEADINGS	Opening Balance		Increases		Transfers and write-offs	Disposals	Depreciations of the Financial Year		Closing Balance (net amount)
	Gross Amount	Depreciations	Purchases	Revaluations			Uplift	Settlements	
Tangible Assets									
Administration equipment	117 022,69	117 022,69	2 103,42	0,00	24,43	0,00	2 103,42	24,43	0,00
Machines and tools	109 676,65	104 293,92	3 334,07	0,00	0,00	0,00	3 246,21	0,00	5 470,58
IT equipment	207 839,20	162 999,80	129 187,87	0,00	45 165,60	0,00	55 815,33	33 874,32	106 920,67
Indoor facilities	1 434,67	641,22	0,00	0,00	0,00	0,00	198,37	0,00	595,08
Transportation equipment	123 419,22	47 771,14	58 464,00	0,00	0,00	19 200,00	34 352,13	9 599,84	90 159,79
Hospital equipment	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00	0,00
Other equipment	45 340,86	21 558,79	5 781,36	0,00	0,00	0,00	5 718,96	0,00	23 844,47
Operational lease	955 322,61	0,00	91 357,57	0,00	1 571,04	0,00	228 763,84	0,00	816 345,29
TOTAL	1 560 055,90	454 287,57	290 228,30	0,00	46 761,07	19 200,00	330 198,27	43 498,59	1 043 336,00

10. Allocation of investments and other assets

The Company has allocated its investments and other assets solely to insurance contracts in the years 2021 and 2020 as follows:

 2021
 U:Euro

INVESTMENTS AND OTHER ASSETS	Total
Cash and equivalents	3 018 323,01
Land and buildings	4 343 752,40
Invest. in subsidiaries, associated companies, and joint ventures	2 400,00
Financial assets held-for-trading	
Financial assets classified in initial recognition at fair value through profit and loss	
Hedging derivatives	
Financial assets available-for-sale	50 240 678,88
Loans and accounts receivable	1 391 311,09
Held-to-maturity investments	
Other tangible assets	808 544,20
Other intangible assets	1 650 485,08
TOTAL	61 455 494,66

2020
U.:Euro

INVESTMENTS AND OTHER ASSETS	Total
Cash and equivalents	2 601 706,84
Land and buildings	591 303,51
Invest. in subsidiaries, associated companies, and joint ventures	
Financial assets held-for-trading	
Financial assets classified in initial recognition at fair value through profit and loss	
Hedging derivatives	
Financial assets available-for-sale	43 242 281,73
Loans and accounts receivable	1 485 779,62
Held-to-maturity investments	
Other tangible assets	1 043 335,88
Other intangible assets	1 098 502,70
TOTAL	50 062 910,29

11. Intangible Assets

This heading comprises software investment, which is amortised over 3 years through the straight-line method, as well as 10-year concession rights of the national trademarks 'Netagentes', 'Protegemos o Seu Futuro', 'Caravela Seguros', and 'Caravela', in the total amount of 4,414 euros, included in the heading of other intangible assets.

For software purchases occurring since the financial year of 2015, the use of the amortisation method for a maximum period of useful life of 6 years was established.

These assets are valued at net purchase cost of the accumulated amortisations and within the limits of current rates, wherefore the costs incurred with the subsequent maintenance of the software are recognised in results and are therefore not capitalised.

The movements registered in 2021 and 2020 were the following:

2021
U.:Euro

HEADINGS	Opening Balance		Increases		Transfers and write-offs	Disposals	Depreciations of the Financial Year		Closing Balance (net amount)
	Gross amount	Amortisations	Purchases	Revaluations			Uplift	Settlements	
Intangible assets									
Development expenses	450 122,32	150 039,33	0,00	0,00	0,00	0,00	150 026,00	0,00	150 056,99
Expenses with IT applications	1 188 958,72	719 068,29	439 200,04	0,00	0,00	0,00	182 955,25	0,00	726 135,22
Intangible assets under construction	327 555,01	0,00	901 219,02	0,00	455 267,77	0,00	0,00	0,00	773 506,26
Other	2 118,79	1 144,52	0,00	0,00	0,00	0,00	187,66	0,00	786,61
TOTAL	1 968 754,84	870 252,14	1 340 419,06	0,00	455 267,77	0,00	333 169,91	0,00	1 650 485,08

2020
U.:Euro

HEADINGS	Opening Balance		Increases		Transfers and write-offs	Disposals	Depreciations of the Financial Year		Closing Balance (net amount)
	Gross amount	Amortisations	Purchases	Revaluations			Uplift	Settlements	
Intangible Assets									
Development expenses	0,00	0,00	450 122,32	0,00	0,00	0,00	150 039,33	0,00	300 082,99
Expenses with IT applications	682 074,03	605 749,41	506 884,69	0,00	0,00	0,00	113 318,88	0,00	469 890,44
Intangible assets under construction	968 834,34	0,00	322 313,67	0,00	963 593,00	0,00	0,00	0,00	327 555,01
Other	2 118,79	956,86	0,00	0,00	0,00	0,00	187,66	0,00	974,27
TOTAL	1 653 027,16	606 706,27	1 279 320,69	0,00	963 593,00	0,00	263 545,87	0,00	1 098 502,70

The heading 'intangible assets under construction', amounting to 773.506,26 euros, refers to payments made to date, in connection with the development of new computer applications, namely:

- Payment Management Project, which is scheduled for completion in 2022, amounting to 14.081,28 euros;
- Electronic Invoicing of Public Bodies to the value of 6.482,40 euros;
- IFRS 17 Implementation Project, amounting to 724.152,48 euros, scheduled to start development in 2020 and to be completed in 2023.

The development projects in the scope of Collection Automation, Product Evolution, Development of the Production Environment, Application Support, Analytics, Portal, among others, once implemented in this financial year, ceased to be part of the intangible assets in progress, having been transferred to the Company's assets, included in the headings tangible fixed assets and intangible assets, for the total amount of 455.268,00 euros.

12. Other reserves and adjustments to asset accounts

Breakdown of adjustment accounts and other reserves by the corresponding sub-accounts

U: Euro				
Headings	Opening balance	Increase	Decrease	Closing balance
Adjustments for Receipts to be Collected				
Other Policyholders				
- Workers Compensation	110 444,47	299 611,90	190 469,33	219 587,03
- Personal Accidents and Passengers	18 035,80	29 288,57	14 815,56	32 508,82
- Fire and Other Damage	16 683,60	54 778,86	34 261,20	37 201,25
- Motor	161 598,89	623 796,27	104 273,29	681 121,87
- Marine and Transports	1 160,28	8 397,55	8 031,39	1 526,44
- Transported Goods	5 370,06	5 585,64	8 991,80	1 963,91
- Third Party Liability	8 079,67	13 337,88	19 210,61	2 206,94
- Legal Protection	780,45	3 281,98	505,78	3 556,65
- Assistance	19 630,98	82 697,97	12 695,34	89 633,61
Subtotal	341 784,20	1 120 776,61	393 254,30	1 069 306,52
Adjustments of Doubtful Debts				
Agents and Brokers	51 836,62	0,00	7 454,83	44 381,79
Other Debtors	19 859,21	0,00	0,00	19 859,21
Subtotal	71 695,83	0,00	7 454,83	64 241,01
Total	413 480,04	1 120 776,61	400 709,13	1 133 547,52

13. Insurance contract premiums

The structure of premiums recognised in the financial year resulting from insurance contracts, and other values, is shown in Annex 4.

Earned premiums net of reinsurance are analysed as follows:

U:Euro

	2021	2020	Variation 2021/2020
Gross written premiums	55 862 512,11	48 345 070,23	15,5%
Ceded reinsurance premiums	-13 648 620,48	-11 728 781,17	
Change in the gross unearned premiums reserve	-1 415 508,14	-2 322 857,35	
Change in the reinsurance unearned premiums reserve	557 788,84	126 242,28	
Earned premiums net of reinsurance	41 356 172,33	34 419 673,99	20,2%

14. Investment income/revenue

Income from shares is accounted for in the heading 'Investment income' upon the receipt of granted dividends.

Interest from bonds and other fixed-income securities are also recognised in the headings regarding 'investment income', being accrued at the end of the financial year based on the nominal value and the interest rate applicable to the corresponding period (accrued interest).

Income recognised during the year and the previous year, by investment category, were the following:

U:Euro

Investment Category	Income in 2021		Income in 2020	
		%		%
Holdings in subsidiaries and associated companies	0,00	0%	0,00	0%
Financial assets available-for-sale:				
Shares and other variable-income securities	138 165,38	25%	2 137,46	1%
Fixed-income securities (bonds)	172 132,22	32%	185 249,80	80%
Land and buildings (of income)	230 234,81	42%	36 576,00	16%
Loans granted	2 860,27	1%	6 000,05	0%
Fixed-term deposits in credit institutions	222,13	0%	817,33	0%
Demand deposits in credit institutions	0,00	0%	0,00	0%
Total income	543 614,82	100%	230 780,64	100%

15. Investment profit and loss

The result from profit and loss recognised in the financial year and the previous financial year were the following:

2021
U:Euro

Investment Category	Investment Gains	Investment Losses	Net Total
Shares and other variable-income securities	23 425,92	-29 553,40	-6 127,48
Fixed-income securities (bonds)	233 018,91	-1 714,51	231 304,40
Total	256 444,83	-31 267,92	225 176,92

2020
U: Euro

Investment Category	Investment Gains	Investment Losses	Net Total
Shares and other variable-income securities	0,00	-45 157,26	-45 157,26
Fixed-income securities (bonds)	128 767,09	-1 964,08	126 803,01
Total	128 767,09	-47 121,34	81 645,75

16. Profit and loss from fair value adjustments in investments

During the financial year, the Company recognised a reversal of impairment in the amount of 27.378,50 euros, as a result of the payment made by Prodis Thema Fund.

17. Profit and loss in exchange differences

There was no significant profit/loss in 2021 since the Company's financial investments are entirely expressed in 'euro' currency.

18. Miscellaneous expenses by function and nature

In 2021 and 2020, the Company sustained the following operating costs and expenses for the purchase of insurance contracts:

Operating Costs and Expenses	Intermediation payments		Allocation		Total		Var.Total 2021/2020	
	2021	2020	2021	2020	2021	2020	Value	%
Acquisition costs	6 187 331,79	5 290 470,56	4 244 470,86	3 949 772,95	10 431 802,65	9 240 243,50	1 191 559,15	12,90%
Administration expenses	690 491,67	615 968,80	1 091 992,52	1 011 674,97	1 782 484,19	1 627 643,77	154 840,42	9,51%
Change in deferred acquisition costs	108 743,49	-166 284,65			108 743,49	-166 284,65	275 028,14	-165,40%
Total	6 986 566,96	5 740 154,71	5 336 463,38	4 961 447,91	12 323 030,34	10 701 602,62	1 621 427,71	15,15%

Expenses are initially registered by nature and are later allocated to the claims, acquisition, administrative, and investment functions, in accordance with the chart of accounts and the allocation criteria in force at the Company, specifically according to the number of claims, the amount of gross premiums concerning the new production registered in the year, the gross written premiums net of cancellations and returned premiums, and to the costs with investments associated with technical reserves, as well as the people associated with each function.

Costs and expenses by nature allocated to the different functions during the financial years 2021 and 2020 were the following:

2021
U: Euro

Costs and expenses by nature to be allocated	Allocated to claims costs	Allocated to acquisition costs	Allocated to administration expenses	Allocated to investment expenses	Total allocated
Personnel expenses	3 230 998,56	2 109 842,06	542 807,76	25 847,99	3 230 998,56
External services and supplies	2 359 222,60	1 451 745,96	373 496,68	17 785,55	2 359 222,60
Taxes and fees	508 336,81	217 318,18	55 910,34	2 662,39	508 336,81
Depreciations and amortisations of the financial year	651 251,55	425 267,27	109 410,26	5 210,02	651 251,55
Other reserves	0,00	0,00	0,00	0,00	0,00
Interest charges	12 423,65	8 112,64	2 087,17	99,38	12 423,65
Commissions	147 665,36	32 184,75	8 280,30	98 772,14	147 665,36
Total	6 909 898,54	4 244 470,86	1 091 992,52	150 377,48	6 909 898,54
	21%	61%	16%	2%	100%

2020
U: Euro

Costs and expenses by nature to be allocated	Allocated to claims costs	Allocated to acquisition costs	Allocated to administration expenses	Allocated to investment expenses	Total allocated
Personnel expenses	3 211 850,30	2 094 126,39	536 379,00	28 906,65	3 211 850,30
External services and supplies	2 003 162,52	1 254 401,26	321 296,03	17 315,35	2 003 162,52
Taxes and fees	466 104,84	180 887,59	46 331,64	2 496,92	466 104,84
Depreciations and amortisations of the financial year	593 744,14	387 121,18	99 155,27	5 343,70	593 744,14
Other reserves	0,00	0,00	0,00	0,00	0,00
Interest charges	14 045,19	9 157,46	2 345,54	126,41	14 045,19
Commissions	124 842,76	24 079,06	6 167,49	88 244,07	124 842,76
Total	6 413 749,74	3 949 772,95	1 011 674,97	142 433,10	6 413 749,74
	20%	62%	16%	2%	100%

The change between 2021 and 2020 within the heading 'External services and supplies' is as follows:

U: Euro

Heading	2021	%	2020	%	2021/ 2020
Electricity	11 372,78	0,5%	10 977,15	0,5%	3,6%
Fuel	42 621,02	1,8%	36 354,47	1,8%	17,2%
Water	1 276,14	0,1%	1 584,88	0,1%	-19,5%
Printed matter	11 922,01	0,5%	22 668,96	1,1%	-47,4%
Office supplies	7 944,43	0,3%	10 733,86	0,5%	-26,0%
Technical books and documents	1 948,10	0,1%	847,34	0,0%	129,9%
Gift items	32 314,87	1,4%	37 060,66	1,9%	-12,8%
Maintenance and repair	53 963,16	2,3%	36 283,02	1,8%	48,7%
Rents and leasing	65 747,74	2,8%	51 658,68	2,6%	27,3%
Representation expenses	21 499,43	0,9%	24 583,04	1,2%	-12,5%
Communication	399 694,80	16,9%	323 299,09	16,1%	23,6%
Travel and accommodation	45 030,30	1,9%	44 049,02	2,2%	2,2%
Insurances	39 385,20	1,7%	35 537,25	1,8%	10,8%
Independent work expenses	101 763,74	4,3%	90 121,21	4,5%	12,9%
Publicity and advertising	244 137,23	10,3%	221 333,00	11,0%	10,3%
Cleaning, hygiene and safety	15 564,67	0,7%	18 562,71	0,9%	-16,2%
Litigation and Notary	382,70	0,0%	1 697,30	0,1%	-77,5%
Specialised work	1 014 412,40	43,0%	821 344,97	41,0%	23,5%
Contributions (of the activity)	46 512,76	2,0%	40 102,07	2,0%	16,0%
Workplace meals	1 489,17	0,1%	1 567,00	0,1%	-5,0%
Premium collection expenses	144 313,53	6,1%	117 523,26	5,9%	22,8%
Other services and supplies	55 926,43	2,4%	55 273,58	2,8%	1,2%
Total	2 359 222,60	100%	2 003 162,52	100%	17,8%

Some service supply headings registered a more significant change, namely:

The increase of 48.7% in maintenance and repair expenses, being the amount of 9.682,56 euros in building maintenance, 4.987,20 euros in vehicle repair, and 3.010,08 euros in administrative equipment.

In communication, the variation of 23.6% is essentially due to the increase in internet and data services and courier services.

The 10.3% increase in advertising costs is the result of increased publicity and communication in the press, and in merchandising, to promote Caravela.

The ongoing IT and digital platform development projects justify the 23.5% increase in specialised work in the financial year.

19. Personnel expenses

Average number of employees by professional categories

According to the Company Agreement (CA), the average number of employees, by professional category, working for the Company during 2021 was 128—compared to 127 in 2020—the absolute number being 133 on December 31, 2021, four more employees than in 2020, which were 129.

ANNUAL AVERAGE		ANNUAL TOTAL	
COMPANY AGREEMENT		COMPANY AGREEMENT	
Director	1	Director	1
Technical Manager	13	Technical Manager	14
Sales Manager	4	Sales Manager	4
Operational Manager	2	Operational Manager	2
Technician	14	Technician	14
Operational Coordinator	22	Operational Coordinator	23
Operational Specialist	69	Operational Specialist	72
General Assistant	1	General Assistant	1
Operational Assistant	2	Operational Assistant	2
ANNUAL AVERAGE	128	ANNUAL TOTAL	133

Personnel expenses regarding the financial year

Personnel costs amounted to 3.230.998,56 euros in the financial year, which represent an increase of 0.6% when compared to the 3.211.850,30 euros in 2020 and which account for 9.477,59 euros registered in the financial year corresponding to the payment of the service award, as prescribed in note 3.6.

It is worth highlighting the additional contribution in the financial year carried out for the Individual Retirement Plan (P.I.R.) in the amount of 36.593,54 euros, which had been of 30.329,11 euros in 2020, in accordance with the following note.

These expenses were as follows at December 31, 2021 and 2020:

Accounts	Headings	2021	2020	2021/2020
	Personnel Expenses			
6800	Remuneration of Governing Bodies	324 434,88	423 557,79	-23,40%
6801	Personal remuneration	2 136 799,13	2 048 486,62	4,31%
6802	Charges on remunerations	578 600,52	556 345,38	4,00%
6803	Post-employment benefits	36 593,54	30 329,11	20,65%
6804	Other long-term benefits to employees	9 477,59	8 216,26	15,35%
6806	Compulsory insurances	74 632,33	72 016,70	3,63%
6807	Social welfare expenses	42 703,95	38 050,74	12,23%
6808	Other personnel expenses	27 756,62	34 847,71	-20,35%
	TOTAL	3 230 998,56	3 211 850,30	0,60%

U:Euro

To complement the Policy concerning the Remuneration of Governing Bodies and Supervisory Board, there were no further retirement pension obligations to former members of the mentioned bodies, apart from a former manager who is covered by the 'Zurich Life Open Pension Plan for Companies / Defined Benefit Pension Plan' mentioned in the following note.

20. Obligations concerning employee benefits

Defined Benefit Pension Plan

Plan associated with the funding quota of responsibilities falling within the scope of the 2008 Collective Labour Contract, which is independent from the public Social Security system, covering employees from labour unions admitted in the activity until June 22, 1995, and that have not joined other proposed solutions.

Pensions to be granted are determined in accordance with the provisions of the 2008 Collective Labour Contract, wherefore this benefit is granted to employees who retire within the insurance activity.

This plan now covers only one participant (a former director, who retired on the grounds of old age), as shown in the following table:

RETIRED POPULATION	
Number of beneficiaries	1
Average Age	76
Average Annual Benefit/Pension (€)	3.763

Defined Contribution Pension Plan (IRP)

Plan associated with the funding quota of the Individual Retirement Plan (PIR) beginning on January 1, 2012.

The contributions to this plan are the percentages given in Annex V of the Company Agreement, applied on the basis of the annual base salary of the employee, and the contribution in the year 2021 was 36.593,76 euros.

The amount of the contributions is ensured at the benefit settlement date.

The Company's liabilities are recognized as a cost of the financial year when due.

ASSUMPTIONS	
Mortality Table	GRF95
Technical Rate	1,0%
Charge	0,5%

WORKING POPULATION	
Number of participants	97
Average Age	46,5
Average Annual Wage (€)	19 943
Average Seniority (years)	17,4

RESULTS		U: Euro
Liabilities value as at 31.12.2020	173 483	
Total value of contributions (Individual Retirement Plan)	173 483	
Fund value as at 31.12.2019	194 011	
Funding ratio	111,83%	

21. Income tax

The Company is subject to all taxes applicable to Luxembourg Commercial Companies. According to the tax law published on 18 December 2015, a minimum net wealth tax is due for all corporate entities with a statutory seat in Luxembourg, based on total gross assets as shown on the balance sheet and ranging from 535 euros to 32.100 euros. For the year ended 31 December 2021, the expense charged for net wealth tax amounts to the minimum of 7.534,00 euros.

The taxes described below apply to Caravela.

Current tax

The Corporate Income Tax is determined based on reverse charge statements of the Company, prepared in accordance with the tax regulations in force, being subject to inspection and potential adjustment by the Tax Authority during the period of five years.

During 2021 financial year, the Tax Authority carried out an inspection of the accounts of the financial year 2019 which did not result in any tax acts or tax matters unfavourable to the Company.

During the current financial year, Caravela incurred in R&D expenses amounting to 2,500,000 euros, which, in its understanding, are eligible under SIFIDE II (System of Tax Incentives for Business R&D), provided for in the applicable legislation.

As the Company understands that approval of the corresponding tax credit in the amount of 1,150,000 euros, which represents 46% of the amount invested in R&D, is highly likely, it will formalise the submission of an application to the incentives system during 2022 and deduct the tax benefit in the Income Statement Form 22 of the Corporate Income Tax to be submitted to the Tax Authority in 2022.

Given that the Application to the Tax Incentives System for Research and Business Development for the year 2020, which was submitted by Caravela in July 2021, was fully accepted by the National Innovation Agency (ANI), the Company can benefit from a tax credit of 1,112,500, corresponding to

74.2% of the investment amount of 1,500,000 euros in 2020, being that, part of the tax benefit in the amount of 747,656 euros was already deducted in the Income Statement Model 22 of the Corporate Income Tax for 2020, submitted to the Tax Authority in May 2021.

Deferred tax

Deferred taxes were calculated based on the temporary differences between some asset and liability values and the corresponding tax base.

In this financial year the amount of 803,226 euros of deferred tax assets relating to the tax loss for the year 2014 was recognised under Results Brought Forward, as it had already been deducted in previous years in the Income Statements Form 22 of the Corporate Income Tax.

The current and deferred tax assets and liabilities recognised as of December 31, 2021, and 2020 are presented below:

	U: Euro	
	2021	2020
Current tax assets		
Income tax (deliveries on account)	229 775,30	110 797,97
Income tax (withholdings by third-parties)	60 559,42	7 898,25
Value Added Tax (in favour of the Company)	0,00	0,00
Stamp duty (processed)	47 416,04	7,68
Withholding Tax	63,84	48,97
Rate for the Portuguese National Authority for Civil Protection (processed)	0,00	0,00
Rate for the Workers Compensation Fund (processed)	31 637,31	16 994,02
Rate for the Motor Guarantee Fund (processed)	0,00	0,00
Social Security contributions (in favour of the Company)	16 841,73	13 510,53
	386 293,64	149 257,42
Current tax liabilities		
Income tax payable	-64 323,76	-64 733,16
Withholding tax	-58 941,84	-56 060,94
Value Added Tax	-18 649,79	-4 800,65
Stamp duty	-559 802,24	-445 872,32
Rate for the Portuguese National Authority for Civil Protection	-35 336,59	-29 812,22
Rate for the Portuguese National Institute for Medical Emergency	-157 035,48	-124 610,65
Rate for the Workers Compensation Fund	-697 861,82	-560 360,05
Rate for the Insurance Institute of Portugal	-65 481,04	-60 761,88
Rate for the Motor Guarantee Fund	-150 361,08	-126 770,39
Green Cards	-15 278,76	-14 045,76
Social Security contributions	-61 932,84	-61 030,25
Governmental agency payments	-11 204,82	-946,84
	-1 896 210,06	-1 549 805,11
Deferred tax assets		
From temporary differences		
Available-for-sale assets	20 157,98	25 255,10
From tax losses	0,00	385 548,30
	20 157,98	410 803,40
Deferred tax liabilities		
From temporary differences		
Available-for-sale assets	20 174,22	-177 020,17
	20 174,22	-177 020,17
Total	-1 469 584,22	-1 166 764,46

Pursuant to article 21 of Decree-law no. 441/1991 and of Decree-law no. 534/1980, the Company is up to date with their Social Security and Tax Authority payments.

22. Capital

The share capital of the Company is set at an amount of 212.000 euros and is represented by the following:

	U: Euro	
	2021	2020
Subscribed and fully paid up	212 000	212 000
Total	212 000	212 000

In addition, we have an amount of 11.461.050 euros in issue premiums and of 20.198.739,00 euros referring to supplementary installments.

Regarding the amount of 20.198.739,00 euros of the supplementary installments, it refers to a portion of the capital injected by Coinvest (100% shareholder of the Company) into the Company, an interest free loan ("IFL"). Hereupon, based on features of the IFL, this has been treated in the consolidation financial statements as an equity instrument. More specifically, these features are full loss absorption, non callability, lack of interest as well as the fact that the instrument is and has always been solely between Douro Bidco and the 100% owner of the Company. As a consequence, this instrument is viewed by both the Company and Coinvest as an equity instrument.

During the period ended 31 December 2020, the following shares were issued with a par value of €1 each. These all remained in issue during the year ended 31 December 2021:

Classification	U: Euro	
	2021	2020
	Shares in issue	Shares in issue
Ordinary Shares	12 000	12 000
Class A Shares	20 000	20 000
Class B Shares	20 000	20 000
Class C Shares	20 000	20 000
Class D Shares	20 000	20 000
Class E Shares	20 000	20 000
Class F Shares	20 000	20 000
Class G Shares	20 000	20 000
Class H Shares	20 000	20 000
Class I Shares	20 000	20 000
Class J Shares	20 000	20 000
Total	212 000	212 000

The composition of Group's equity at the end of the financial years of 2021 and 2020 can be analysed in the following table:

	U: Euro	
	2021	2020
Capital	212 000,00	212 000,00
Other capital instruments	20 198 739,00	20 151 214,00
Consolidation reserves	-7 452 013,19	-3 101 202,92
Other reserves	11 461 050,00	3 161 050,00
Legal reserve	0,00	0,00
Other reserves	11 461 050,00	3 161 050,00
Results brought forward	3 718 281,04	1 977 548,33
Result of the financial year	1 407 285,74	1 740 732,62
Total	29 545 342,59	24 141 342,03

The retained earnings of Caravela before 1 January 2020 have been treated as Consolidation reserves.

23. Reserves

Revaluation reserve

The revaluation/fair value reserve is intended to register adjustments in the fair value of available-for-sale financial assets, net of impairment recognised in the financial year and/or previous financial years, not being relevant to profit and loss until the disposal of assets, whereby the corresponding balance is recognised in results or directly in equity.

The composition of the Group's revaluation reserve is due to differences in consolidation which, at the end of the financial years 2021, 2020 and 2019, is composed as follows:

		U: Euro	
Consolidation reserves			
Reserve for adjustments in the fair value of investments in subsidiaries, associates and joint ventures			
	Year 2019		-29 790,77
	Year 2020		-3 071 412,15
	Year 2021		-4 350 810,28
TOTAL			-7 452 013,19

Legal reserve

In accordance with Luxembourg Company law dated 10 August 1915, the Company is required to transfer a minimum of 5% of its net profit for each financial year to a legal reserve until the reserve reaches 10% of the issued share capital.

For the period ended 31 December 2020 and 31 December 2021, no allocation was made to the legal reserve as the Company has reported a loss for the financial periods.

24. Transactions between related parties

TPIF Douro Bidco S.à r.l. is 100% owned by Tosca Coinvest SCA SICAV-RAIF. On 31 December 2020, TPIF Douro Bidco S.à.r.l. had an amount payable of 20.198.739,00 euros due to the sole shareholder related to the supplementary installments granted to finance the investment in Caravela - Companhia de Seguros S.A..

The amount due from related parties for the year ended 31 december 2021 pertain to transfers made to the sole Shareholder amounting to 1.003.625 euros.

25. Cash Flow Statement

The statement was prepared by the direct method.

26. Commitments

The Company holds operating and financial lease contracts regarding transportation and IT equipment.

The detail as of December 31, 2021, by years of maturity of the operating lease contracts, is shown in the table below:

U: Euro		
End of the Contract	No. of Vehicles	Maximum amount payable
2022	17	17 971,82
2023	8	24 994,10
2024	9	62 471,02
Total	34	105 436,94

The details as at December 31, 2021, regarding financial lease contracts are as follows:

U: Euro					
End of the Contract	No. of Vehicles	No. Equipment (IBM)	Contract no.	Amount payable Interest	Amount payable Equity
2023	-	1	PT6PBQTD5N	29 583,62	1 296,66
2023	1	-	1860027000	145,79	12 107,80
2023	1	-	1860023400	145,43	12 072,19
2023	1	-	141337	1 014,28	15 666,29
2025	1	-	2060004900	734,59	26 356,86
Total				31 623,72	67 499,80

27. Provisions and Contingent Liabilities

The Company did not consider it necessary to set up provisions for future payments, as it does not consider it likely that this will happen.

There are no contingent liabilities to be disclosed as of the Financial Statements date.

28. Events after the Balance Sheet date not described in previous items

There were no significant events to be registered after the Balance Sheet date.

Luxembourg, on May 17, 2022

Board of Managers

The following appendix represent 48% of the Caravela.

APPENDIX 1 - INVENTORY OF HOLDINGS AND FINANCIAL INSTRUMENTS AS AT DECEMBER 31, 2021

U: Euro

Code	IDENTIFICATION OF SECURITIES Designation	Quantity	Nominal value amount	% of nominal value	Average acquisition price	Total acquisition amount	Amount in the Balance Sheet	
							Unit *	Total *
1 - SUBSIDIARIES, ASSOCIATES, JOINT VENTURES								
total		0				0,00		0,00
2 - OTHERS								
2.1 - National Securities								
2.1.1 - Equity Instruments and units								
2.1.1.1 - Shares								
	MOBILITY 24	1 714	1 714	100,00%	1,00	1 714	1,00	1 714
	COLMENA, Unip. Lda	48	48	100,00%	1,00	48	1,00	48
subtotal		1 762	1 762			1 762		1 762
2.1.1.2 - Share securities								
subtotal		0				0,00		0,00
2.1.1.3 - Units in investment funds								
PTAPPAIN0000	EAST WEST VC - FUNDO CAP.RISCO	273	266 876	100,00%	1,00	266 876	0,96	256 834
PTCRVRIM0009	CAPITAL CRIATIVO IV	5	234 542	100,00%	1,00	234 542	0,97	227 173
PTCRVAIM0016	CAPITAL CRIATIVO V	5	240 000	100,00%	1,00	240 000	0,97	232 819
PTCRVOIM0010	FCR C2 R&D GROWTH VI	10	240 000	100,00%	1,00	240 000	1,00	240 000
PTGWTDIM0008	GROWTH INOV, FCR	720	720 000	100,00%	1,00	720 000	0,97	700 049
PTDCKIM0009	INDICO BLUE FUND - FUNDO CAP. RISCO	720 000	720 000	100,00%	1,00	720 000	1,00	720 000
subtotal		721 012	2 421 418			2 421 418		2 376 875
2.1.2 - Debt securities								
2.1.2.1 - of Public Debt								
PTOTEADE0021	PORTUGAL GOVT 4.95% /25-10-2023	106	105 600	122,67%	1,23	129 534	1,11	117 384
PTOTVLOE0001	ETAT PORTUGAL EUR6M+110 2022/12/05	960	960 000	103,34%	1,03	992 064	1,01	973 232
PTOTE0E0033	ETAT PORTUGAL 0,3%/ 17-10-2031	960	960 000	100,56%	1,01	965 328	0,98	945 520
subtotal		2 026	2 025 600			2 086 926		2 036 136
2.1.2.2 - Of other public issuers								
subtotal		0				0,00		0,00
2.1.2.3 - Of other issuers								
PTBSSJOM0014	BRISA 2%/ 22-03-2023	48	48 000	99,77%	1,00	47 892	1,04	49 981
subtotal		48	48 000			47 892		49 981
total		723 086	4 496 780			4 557 998		4 464 753
2.2 - Foreign securities								
2.2.1 - Equity Instruments and units								
2.2.1.1 - Shares								
	CA Life	216	216 364	108,75%	1,09	235 294	1,09	235 294
subtotal		216	216 364			235 294		235 294
2.2.1.2 - Participation Securities								
subtotal		0				0,00		0,00
2.2.1.3 - Units in investment funds								
IE0030487957	PRODIS THEMA FUND	2 103	2 103		19,25	40 495	0	0
LU1274528147	SSP M - (PNI) EURO EQUITY CLASS O	671	671		10 478,94	7 026 757	10 478,78	7 026 651
FR0013381227	OFI RS MONETAIRE IC	129	129		100 031,34	12 868 032	99 785,92	12 836 461
subtotal		2 903	2 903			19 935 283		19 863 111
2.2.1.4 - Other								
subtotal		0				0,00		0,00
2.2.2 - Debt securities								
2.2.2.1 - Of public debt								
XS2024602240	AUTOBAHN SCHNELL 0.1%/ 09-07-2029	432	432 000	100,05%	1,00	432 203	998,48	431 343
BE0000347568	ETAT BELGIQUE 0.9%/ 22-06-2029	960	960 000	107,83%	1,08	1 035 120	1 079,53	1 036 353
ES000012888	ETAT ESPAGNE 1.4%/ 30-07-2028	960	960 000	109,43%	1,09	1 050 489,60	1 090,61	1 045 983
ES00000123X3	ETAT ESPAGNE 4.4%/ 31/10/2023	62	62 400	126,81%	1,27	79 129,44	1 099,25	68 593
IE00BH35Q895	ETAT IRLANDE 1.1%/ 15-05-2029	480	480 000	108,61%	1,09	521 323	1 088,23	522 351
IE0084TV0044	ETAT IRLANDE 5.4%/ 13-03-2025	62	62 400	142,40%	1,42	88 858	1 231,95	76 874
DE000A1K0UG6	KFW 2.5%/ 17-01-2022	144	144 000	113,52%	1,14	163 462	1 024,94	147 591
subtotal		3 101	3 100 800			3 370 584		3 330 087
2.2.2.2 - Of other public issuers								
XS1623360028	DEXIA CREDIT LOCAL FRANCE 0.25%/ 02-06-2022	48	48 000	99,69%	1,00	47 850	1 004,75	48 228
FR0013183167	ILE DE FRANCE 0.5%/ 14-06-2025	96	96 000	97,54%	0,98	93 641	1 027,64	98 653
FR0011512193	ILE DE FRANCE 2.25% / 10-06-2023	96	96 000	110,91%	1,11	106 469	1 050,40	100 838
ES0000101693	MADRID 1.189%/ 08-05-2022	53	52 800	104,05%	1,04	54 938,40	1 013,92	53 535
ES0000101818	MADRID 2.146%/ 34-04-2027	168	168 000	115,19%	1,15	193 525,92	1 124,40	188 900
ES0000106619	PAYS BASQUE 1.450%/ 30-04-2028	312	312 000	111,41%	1,11	347 583,60	1 089,03	339 778
subtotal		778	772 800			844 008		829 933

IDENTIFICATION OF SECURITIES		Quantity	Nominal value amount	% of nominal value	Average acquisition price	Total acquisition amount	Amount In the Balance Sheet	
Code	Designation						Unit *	Total *
2.2.2.3 - Of other issuers								
XS1136406342	3M 1.5%/ 09-11-2026	240	240 000	109,29%	1,09	262 289	1 063,64	255 273
XS2180510732	ABN AMRO BANK 1.250%/ 28-05-2025	240	240 000	99,68%	1,00	239 232	989,36	237 445
ES0200002022	ADIF AV 0.8%/ 05-07-2023	96	96 000	99,74%	1,00	95 754	1 022,62	98 172
ES0200002048	ADIF AV 0.950%/ 30-04-2027	96	96 000	99,85%	1,00	95 852	1 052,08	100 999
ES0200002014	ADIF AV 1.875%/ 22-09-2022	48	48 000	103,35%	1,03	49 608	1 022,14	49 063
FR0013302197	ADP 1%/ 13-12-2027	336	336 000	106,68%	1,07	358 455	1 034,59	347 623
XS1529854793	AEGON 1%/ 08-12-2023	96	96 000	100,45%	1,00	96 432	1 025,53	98 451
FR0013431137	AFD 0.25%/ 29-06-2029	288	288 000	100,63%	1,01	289 814	1 009,07	290 611
XS0745896000	AFD 3.75%/ 15-02-2027	192	192 000	126,57%	1,27	243 011	1 228,57	235 886
FR0013505559	AIR LIQUIDE FIN 1%/ 02-04-2025	480	480 000	96,38%	0,96	462 643	968,80	465 024
XS2152795709	AIRBUS 1.625%/ 07-04-2025	144	144 000	99,89%	1,00	143 846	1 040,98	145 901
DE000A19S4V6	ALLIANZ FIN II 0.875%/ 06-12-2027	432	432 000	105,84%	1,06	457 229	1 040,90	449 669
XS1878191052	AMADEUS IT 0.875%/ 18-09-2023	192	192 000	99,90%	1,00	191 804	1 015,99	195 071
XS1288342659	AMERICAN HONDA FIN 1.375%/ 10-11-2022	192	192 000	104,30%	1,04	200 256	1 016,82	195 230
FR0013251170	ASF 1.125%/20-04-2026	480	480 000	99,74%	1,00	478 742	989,34	474 884
XS1907118894	AT AND T 1.05%/ 05-09-2023	48	48 000	99,71%	1,00	47 861	1 050,66	50 432
XS2051361264	AT T 0.25%/ 04-03-2026	144	144 000	99,75%	1,00	143 640	1 022,57	147 249
FR0013378445	ATOS 0.75%/ 07/05/2022	192	192 000	107,75%	1,08	206 876	1 066,91	204 846
FR0011372622	AUCHAN 2.375%/ 12-12-2022	96	96 000	99,75%	1,00	95 764	1 007,29	96 700
XS1557268221	BANCO SANTANDER 1.375%/ 09-02-2022	144	144 000	109,65%	1,10	157 896	1 026,74	147 850
XS1107731702	BANK OF AMERICA 1.375%/ 10-09-2021	48	48 000	100,88%	1,01	48 422	1 014,14	48 679
XS1079726334	BANK OF AMERICA 2.375%/ 19-06-2024	48	48 000	109,03%	1,09	52 334	1 071,59	51 436
XS1678372472	BBVA 0.75%/ 11-09-2022	192	192 000	99,42%	0,99	190 886	1 010,48	194 012
XS1069549761	BFCM 3%/ 21-05-2024	96	96 000	111,48%	1,11	107 016	1 026,38	98 533
XS0821096418	BK NED GEMEENTEN BNG 2.25% / 30-08-2022	72	72 000	99,48%	0,99	71 624	1 035,82	74 579
XS1589881785	BMW FIN 0.875%/ 03-04-2025	96	96 000	99,28%	0,99	95 313	1 032,59	99 128
XS1910245676	BMW FIN 1%/ 14-11-2024	432	432 000	109,53%	1,10	473 170	1 082,64	467 701
XS1873143645	BMW FINANCE 1%/ 29-08-2025	480	480 000	99,77%	1,00	478 910	992,21	476 260
XS1419646317	BNP 1.5%/ 25-05-2028	96	96 000	110,35%	1,10	105 936	1 098,28	105 435
XS1114473579	BP CAPITAL MARKETS PLC 2.213%/ 25-09-2026	240	240 000	100,35%	1,00	240 845	1 027,96	246 711
XS1851277969	BP CAPITAL MARKETS 0.9%/ 03-07-24	192	192 000	105,47%	1,05	202 502	1 018,41	195 535
XS1114477133	BP CAPITAL MARKETS 1.526%/ 26-09-2022	48	48 000	96,10%	0,96	46 129	1 010,99	46 528
FR0013204476	BPCE 0.375%/ 05-10-2023	192	192 000	99,07%	0,99	190 216	1 003,35	192 643
FR0013455540	BPCE 0.5%/ 24-02-2027	144	144 000	101,74%	1,02	146 506	1 034,61	148 984
FR0013403862	BPCE SFH 0.625%/ 22-09-2027	192	192 000	102,90%	1,03	197 568	1 031,64	198 075
FR0011781764	BPCEGP 2.125% /17-03-2021	144	144 000	103,17%	1,03	148 562	1 066,13	153 522
FR0013244415	BPIFRANCE 0.75%/ 25-11-2024	144	144 000	101,69%	1,02	146 428	1 022,82	147 287
FR0013256369	BPIFRANCE 1%/ 25-05-2027	48	48 000	99,21%	0,99	47 623	1 019,32	48 927
XS1377681272	BRITISH TELECOM 1.125%/ 10-03-2023	96	96 000	99,86%	1,00	95 863	1 005,78	96 555
XS1401331753	CARREFOUR 0.75%/ 26-04-2024	288	288 000	102,30%	1,02	294 619	1 018,90	293 443
FR0013256427	CFE 0.2%/ 16-06-2022	480	480 000	98,82%	0,99	474 346	978,62	469 736
XS1107727007	CITIGROUP 2.125%/ 10-09-2026	48	48 000	101,40%	1,01	48 672	1 018,70	48 897
FR0013213832	CNP ASSURANCES 1.875%/ 20-10-2022	384	384 000	99,77%	1,00	383 124	988,18	379 462
XS1197833053	COCA COLA 1.125%/ 09-03-2027	192	192 000	114,65%	1,15	220 128	1 064,00	204 288
ES0224261042	CORES 1.5%/ 27-11-2022	120	120 000	114,12%	1,14	136 944	1 067,02	128 042
FR0011625482	CREDIT AGRICOLE 3.15%/ 23-12-2023	144	144 000	99,52%	1,00	143 306	1 028,68	148 129
FR0011659366	CREDIT AGRICOLE SA 3.030 / 21-02-2024	288	288 000	99,85%	1,00	287 577	987,99	284 542
DE000A289XH6	DAIMLER 1.625%/ 22-08-2023	48	48 000	99,00%	0,99	47 518	1 050,36	50 417
DE000A194DD9	DAIMLER FIN 0.875%/ 09/04/2024	144	144 000	98,45%	0,98	141 767	1 008,57	145 234
XS2147994995	DANAHER 1.7%/ 30-03-2024	48	48 000	99,38%	0,99	47 704	1 017,28	48 829
XS1309518998	DEUTSCHE BAHN FIN 1.25% /23-10-2025	48	48 000	99,66%	1,00	47 835	1 041,38	49 986
XS2009152591	EASVJET 0.875%/ 11-06-2025	96	96 000	103,98%	1,04	99 816	1 078,06	103 494
XS1505884723	EASVJET 1.125%/ 18-10-2023	240	240 000	99,90%	1,00	239 765	981,96	235 670
XS1558083652	EDP FINANCE 1.875%/ 29-09-2023	48	48 000	99,67%	1,00	47 842	1 035,50	49 704
XS1222590488	EDP FINANCE 2%/ 22-04-2025	144	144 000	104,47%	1,04	150 441	1 026,77	147 855
XS1684269332	ENI 1%/ 14-03-2025	144	144 000	100,90%	1,01	145 296	1 051,37	151 397
XS1515222385	EQUINOR 0.75%/ 09-11-2026	96	96 000	99,54%	1,00	95 559	1 004,24	96 407
XS1382385471	FLUOR 1.75%/ 21-03-2023	96	96 000	104,35%	1,04	100 176	1 044,29	100 252
XS1378895954	FOMENTO ECONOMICO 1.75% /20/03/2023	192	192 000	104,40%	1,04	200 448	1 029,31	197 628
FR0012346856	FONCIERE LYONNAISE 1.875 %/ 26-11-2021	144	144 000	99,85%	1,00	143 783	983,73	141 657
XS1396767854	GAS NATURAL FIN 1.25%/ 19-04-2026	96	96 000	98,20%	0,98	94 272	1 024,18	98 321
XS1529684695	GAS NETWORKS 1.375%/ 05-12-2026	288	288 000	113,11%	1,13	325 757	1 097,54	316 090
FR0012790327	GECINA 2% /17-06-2024	240	240 000	107,88%	1,08	258 910	1 065,42	255 702

IDENTIFICATION OF SECURITIES		Quantity	Nominal value amount	% of nominal value	Average acquisition price	Total acquisition amount	Amount in the Balance Sheet	
Code	Designation						Unit *	Total *
XS1366026679	HONEYWELL INTL 1.3%/ 22-02-2023	96	96 000	99,32%	0,99	95 351	1 022,69	98 179
FR0013444304	HSBC FRANCE 0.1%/ 03-09-2027	48	48 000	99,82%	1,00	47 915	1 047,20	50 266
XS1485597329	HSBC HLDG 0.875%/ 06-09-2024	48	48 000	99,71%	1,00	47 859	1 034,50	49 656
XS1375955678	IBM 1.75% 07-03-2028	192	192 000	99,86%	1,00	191 728	1 015,17	194 912
FR0013218393	ICADE 1.125%/ 17-11-2025	288	288 000	105,00%	1,05	302 393	1 060,69	305 478
XS1882544627	ING GROUP 1%/ 20/09/2023	336	336 000	106,59%	1,07	358 132	1 076,68	361 765
XS1319817323	INTL FLAVOR FRAGRANCES 1.75%/ 14-03-2024	96	96 000	101,75%	1,02	97 680	1 046,47	100 461
XS1578294081	ITALGAS 1.125%/ 14-03-2024	96	96 000	99,47%	0,99	95 492	1 012,54	97 204
XS1683495136	JOHN DEERE CASH MANAG. 0.5%/ 15-09-2023	96	96 000	99,59%	1,00	95 609	1 024,26	98 329
XS1110449458	JP MORGAN 1.375%/ 16-09-2021	48	48 000	92,45%	0,92	44 376	0,10	5
XS1402921412	JP MORGAN 1.5%/ 29-10-2026	192	192 000	99,33%	0,99	190 714	983,90	188 909
FR0012758985	LA POSTE 1.125%/04-06-2025	144	144 000	100,94%	1,01	145 355	1 023,66	147 407
FR0013286846	LEGRAND 0.5%/ 09-10-2023	48	48 000	103,30%	1,03	49 584	1 032,06	49 539
FR0013266830	LEGRAND 0.75%/ 06-07-2024	192	192 000	105,16%	1,05	201 902	1 037,74	199 246
XS0257022714	LEHMAN 0% /12-06-2013	192	192 000	100,00%	1,00	192 000	1 025,15	196 828
XS1839608680	MANPOWERGROUP 1.750%/ 22-06-2026	288	288 000	100,31%	1,00	288 889	991,61	285 585
XS1403264374	MCDONALDS 1% / 15-11-2023	384	384 000	99,50%	1,00	382 092	1 019,08	391 327
FR0012332203	MERCALYS 1.787% /31-03-2023	96	96 000	99,42%	0,99	95 442	1 051,95	100 987
XS1398336351	MERLIN PROP. 2.225% / 25-04-2023	96	96 000	99,89%	1,00	95 891	1 005,31	96 510
XS1675764945	MITSUBISHI UFI FIN GR 0.872%/ 07-09-2024	96	96 000	99,55%	1,00	95 568	1 049,60	100 761
XS1685481332	NATIONAL AUSTRALIA BK 0.625% / 18-09-2024	96	96 000	100,61%	1,01	96 588	1 007,79	96 748
XS2148372696	NESTLÉ FIN INTL 1.125% / 01/04/2026	48	48 000	100,06%	1,00	48 029	1 018,22	48 875
XS1640493372	NORDEA BANK 0.3% / 30-06-2022	432	432 000	108,76%	1,09	469 843	1 064,04	459 665
XS1691349796	NORTEGAS 0.918% / 28-09-2022	48	48 000	103,67%	1,04	49 763	1 058,39	50 803
XS2149368529	PHILIPS 1.375% / 30-03-2025	144	144 000	117,14%	1,17	168 679	1 042,71	150 150
XS1577747782	PRICELINE 0.8% / 10-03-2022	240	240 000	100,55%	1,01	241 315	1 018,24	244 379
XS1325825211	PRICELINE 2.15% / 25-11-2022	19	19 200	99,78%	1,00	19 157	1 034,53	19 863
XS1900752814	PROCTER AND GAMBLE 1.2% / 30-10-2028	96	96 000	99,63%	1,00	95 645	1 049,58	100 760
XS1382784509	RABOBANK 1.250% / 23-03-2026	144	144 000	100,02%	1,00	144 035	1 006,44	144 928
XS0826634874	RABOBANK 4.125% / 14-09-2022	96	96 000	106,20%	1,06	101 952	1 046,34	100 449
FR0013183431	RATP 0.375% 15-06-2024	432	432 000	111,85%	1,12	483 192	1 114,04	481 265
FR0013241361	RCI BANQUE 1.375% 08-03-2024	48	48 000	98,65%	0,99	47 352	1 035,43	49 701
FR0013393774	RCI BANQUE 2% / 11-07-2024	48	48 000	102,12%	1,02	49 018	1 069,30	51 326
XS1613140489	REPSOL INTL FIN 0.5% / 23-05-2022	96	96 000	99,72%	1,00	95 734	1 040,41	99 879
FR0012199065	RESEAU DE TRANSPORT 1.625% / 08-10-2024	48	48 000	99,56%	1,00	47 786	1 029,71	49 426
FR0013214137	SAGESSE 0.625% / 20-10-2028	480	480 000	105,83%	1,06	508 006	1 052,21	505 061
FR0013053329	SANEF 1.875% / 16-03-2026	192	192 000	103,67%	1,04	199 046	1 013,12	194 519
FR0013505104	SANOFI 1% / 01-04-2025	96	96 000	103,41%	1,03	99 274	1 030,68	98 945
XS1690133811	SANTANDER CONS FIN 0.5% / 04-10-2021	144	144 000	114,95%	1,15	165 528	1 078,38	155 287
XS1956025651	SANTANDER CONS FIN 1% / 27-02-2024	480	480 000	99,75%	1,00	478 805	996,00	478 079
XS2166754957	SCHLUMBERGER FINANCE 1.375% 28-10-2026	288	288 000	99,62%	1,00	286 894	993,04	285 995
XS1412281534	SIMON INTL FIN 1.250% / 13-05-2025	144	144 000	99,82%	1,00	143 736	1 027,00	147 888
XS1232098001	SIMON INTL FIN 1.375% / 18-11-2022	240	240 000	111,39%	1,11	267 326	1 052,83	252 679
XS1318709497	SNAM 1.375% / 19-11-2023	96	96 000	102,03%	1,02	97 948	1 008,96	96 860
XS0867612466	SOCIETE GENERALE 4% / 07-06-2023	384	384 000	101,89%	1,02	391 250	1 025,43	393 764
FR0013016631	TDF INFRASTRUCTURE 2.875% / 19-10-2022	480	480 000	99,86%	1,00	479 347	985,59	473 084
XS2001737324	TELENOR 0.75% / 31-05-2026	144	144 000	99,77%	1,00	143 670	1 028,50	148 104
XS0903136736	TELSTRA CORP 2.5% / 15-09-2023	288	288 000	105,53%	1,06	303 918	1 041,01	299 812
XS1178105851	TERNA 0.875% / 02-02-2022	96	96 000	99,48%	0,99	95 498	1 034,73	99 334
FR0013311347	THALES 0.75% / 23-01-2025	192	192 000	99,37%	0,99	190 785	1 021,79	196 184
XS2004381674	TOTAL CAP INTL 0.696% / 31-05-2028	96	96 000	99,54%	1,00	95 556	1 040,44	99 882
FR0011075043	TOTAL INFR.GAZ 4.339% / 07-07-2021	288	288 000	101,89%	1,02	293 451	1 047,50	301 679
XS2156236296	TOYOTA FINANCE AUSTRALIA 2.004% / 21-10-2024	480	480 000	105,54%	1,06	506 592	1 043,09	500 681
		20 947	20 947 200			21 587 163		22 527 800
2.3 - Derivatives held for trading		25 000	25 000 067			45 981 324		45 775 926
2.4 - Hedging derivatives						0		0
3 - GRAND TOTAL		27 115				60 540 321		60 260 679
		27 115				60 540 321		60 260 679

* Includes the amount of accrued interest

APPENDIX 2 - DEVELOPMENT OF THE PROVISION FOR CLAIMS IN RESPECT OF CLAIMS INCURRED IN PREVIOUS FINANCIAL YEARS AND THEIR ADJUSTMENTS

U: Euro

LINES OF BUSINESS/LINES OF BUSINESS GROUPS	Claims reserve on 31/12/2020 (1)	Costs with claims* amount paid in the financial year (2)	Claims reserve* on 31/12/2021 (3)	Readjustments (3)+(2)-(1)
LIFE	0,00	0,00	0,00	0,00
NON-LIFE				
ACCIDENTS AND HEALTH	16 314 980,69	3 396 989,16	16 522 223,18	3 604 231,66
FIRE AND OTHER DAMAGE	1 105 702,85	841 295,40	152 193,76	-112 213,69
MOTOR				
- CIVIL LIABILITY	7 817 463,82	5 576 963,50	3 730 606,00	1 490 105,68
- OTHER COVERS	2 699 188,73	2 190 912,56	188 371,33	-319 904,83
MARINE, AVIATION AND TRANSPORTS	62 923,05	36 095,63	76 062,44	49 235,02
THIRD PARTY LIABILITY	684 501,91	110 552,12	450 718,00	-123 231,79
CREDIT AND GUARANTEE	0,00	0,00	0,00	0,00
LEGAL PROTECTION	4 151,50	11 201,62	1 563,10	8 613,21
ASSISTANCE	361 449,67	400 536,24	26 794,57	65 881,14
MISCELLANEOUS	0,00	0,00	0,00	0,00
TOTAL	29 050 362,22	12 564 546,24	21 148 532,38	4 662 716,39
GRAND TOTAL	29 050 362,22	12 564 546,24	21 148 532,38	4 662 716,39

NOTES:

* Claims incurred in 2020 and previous years

APPENDIX 3 - BREAKDOWN OF CLAIMS COSTS

2021
U: Euro

LINES OF BUSINESS/LINES OF BUSINESS GROUPS	Paid amounts - payment by instalments (1)	Paid amounts - claims management costs (2)	Changes in the claims reserve (3)	Claims costs (4)=(1)+(2)+(3)
DIRECT INSURANCE				
ACCIDENTS AND HEALTH	5 792 539,73	696 972,50	4 189 228,49	10 678 740,72
FIRE AND OTHER DAMAGE	2 192 267,94	100 711,55	939 811,70	3 232 791,18
MOTOR				
- CIVIL LIABILITY	11 792 750,04	419 164,56	2 499 059,96	14 710 974,57
- OTHER COVERAGE	7 067 795,64	188 449,49	-126 196,69	7 130 048,44
MARINE, AVIATION AND TRANSPORTS	66 829,58	2 112,32	56 039,15	124 981,04
THIRD PARTY LIABILITY	255 841,65	15 647,26	-41 564,44	229 924,46
CREDIT AND GUARANTEE	0,00	0,00	0,00	0,00
LEGAL PROTECTION	12 565,80	0,00	1 119,72	13 685,51
ASSISTANCE	2 166 881,40	0,00	39 864,73	2 206 746,13
MISCELLANEOUS	0,00	0,00	0,00	0,00
TOTAL	29 347 471,78	1 423 057,68	7 557 362,61	38 327 892,06
ACCEPTED REINSURANCE	0,00	0,00	0,00	0,00
GRAND TOTAL	29 347 471,78	1 423 057,68	7 557 362,61	38 327 892,06

APPENDIX 4 - BREAKDOWN OF SOME VALUES BY BRANCHES

U: Euro

Lines of Business	Gross written premiums	Gross earned premiums	Gross claims costs *	Gross operating costs and expenses *	Reinsurance balance
DIRECT NON-LIFE INSURANCE					
Accidents and Health	15 253 027,65	15 119 653,37	10 678 740,72	4 172 437,16	-72 708,63
Fire and Other Damage	5 397 093,84	4 780 035,56	3 232 791,18	1 426 179,87	-171 228,92
Motor:					
Civil Liability	18 234 836,67	17 844 705,53	14 710 974,57	3 693 089,10	740 399,56
Other Coverage	12 822 179,16	12 667 295,47	7 130 048,44	2 710 233,45	1 496 747,91
Marine and Transports	73 290,97	69 238,00	88 262,92	14 989,51	-61 346,74
Transported Goods	104 516,60	108 256,15	34 172,60	27 832,42	39 588,21
Third Party Liability	727 537,21	716 038,62	232 470,00	178 132,96	-6 582,27
Legal Protection	123 228,57	119 151,57	13 685,51	3 424,09	0,00
Assistance	3 126 801,44	3 022 629,70	2 206 746,13	96 711,77	-23,68
TOTAL	55 862 512,11	54 447 003,96	38 327 892,07	12 323 030,33	1 964 845,44

(*) Without deduction of reinsurers' share.