

Additional notes for insurance companies

on reporting direct investment stocks pursuant to sections 64 and 65 of the Foreign Trade and Payments Regulation (*Außenwirtschaftsverordnung*) - Forms appended to the Foreign Trade and Payments Regulation as Annex K 3 and Annex K 4 -

The forms to be used by all those required to report are provided as Annex K3 and Annex K4 and are structured in accordance with section 266 of the German Commercial Code (*Handelsgesetzbuch*); they take no account of the **special features of insurers' balance sheets**. The figures to be reported should be based on the relevant balance sheet – **before** application of profit – drawn up in accordance with the rules applying in the respective country of domicile; the balance sheet items must be appropriately matched with the items on the report form.

General information

- Instead of the value for “annual turnover”, **gross premiums written and assumed under insurance contracts** are to be reported.

Balance sheet items

Asset side

- **Land, rights equivalent to real property and buildings, including buildings on third-party land**, are to be reported under item 11 “Fixed and intangible assets”.
- **All other capital investments** (excluding land, rights equivalent to real property and buildings, including buildings on third-party land) and **capital investments on account of and for the risk cover of life insurance policy holders** are to be reported depending on maturity in either item 12 “Financial assets” or item 17 “Current assets”. For simplicity, they can be reported collectively under “Financial assets”.
- **Claims** (claims from written insurance contracts, accounts receivable, other claims) and **other assets** are to be shown under item 17 “Current assets”.

Liabilities side

- **Deposit liabilities arising from reinsurance business and other liabilities** (liabilities from written insurance contracts, accounts payable from reinsurance, bonds, liabilities to credit institutions, other liabilities) are to be shown under item 33 “Liabilities”.

- **All insurance technical provisions** (premiums carried forward, premium reserve, reserve for premium refunds, equalisation reserve) **and accrued liabilities and items which may be deemed to be accrued liabilities, special reserves and provisions** (excluding any with equity capital character) are to be recorded under item 39 “Other liabilities”.