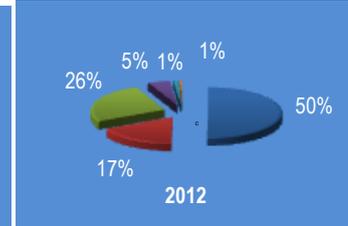
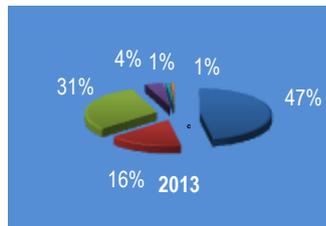
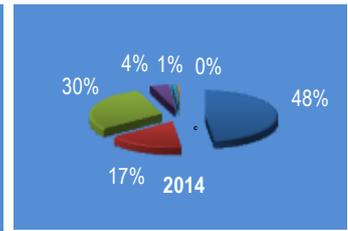
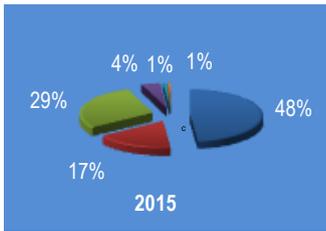
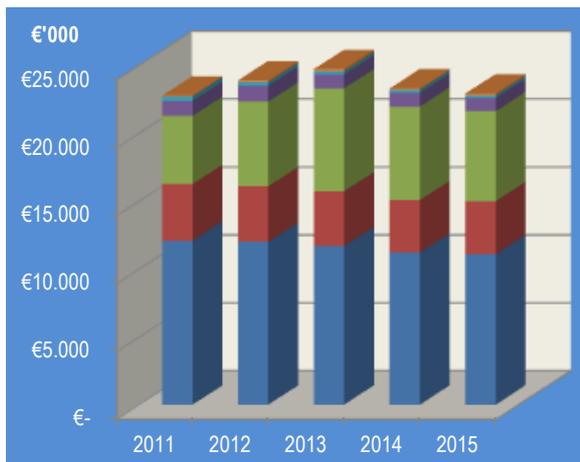




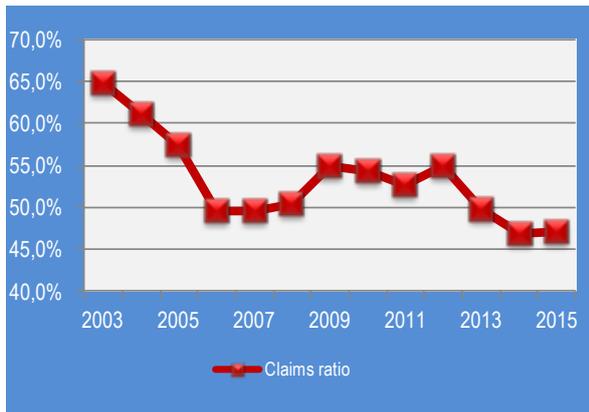
HISTORICAL FINANCIAL INFORMATION

Gross Written Premiums by Insurance class



■ Motor
 ■ Accident & Health
 ■ Property
 ■ Liability
 ■ Marine & Aviation
 ■ Others

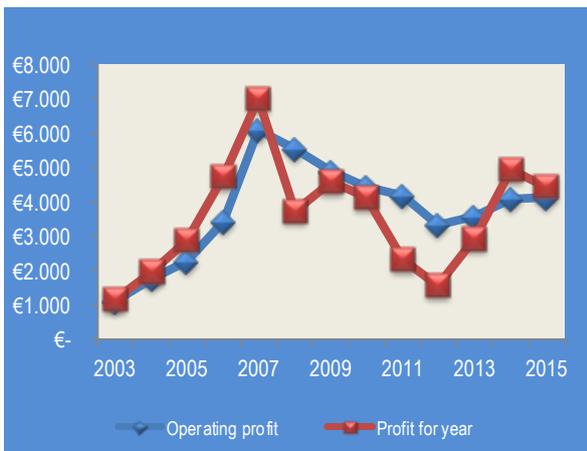
Claims Ratio



Return on Equity



Profits, Assets, Liabilities and Shareholders' Interest



ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE CONSOLIDATED FINANCIAL STATEMENTS 2015

CONTENTS	Page
Officers and Professional Advisers	1
Chairman's Statement	2
Directors' Report	3 - 7
Consolidated Profit and Loss Account	8
Statement of Comprehensive Income	9
Consolidated Statement of Financial Position	10
Consolidated Statement of Changes in Equity	11
Consolidated Cash Flow Statement	12
Extract from the notes to the consolidated financial statements	13-22

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED**OFFICERS AND PROFESSIONAL ADVISERS****Board of Directors**

Emilios Pyrishis Chairman and Managing Director
Andreas Pirishis Vice Chairman
Andreas Frangoullis
George Pyrishis
Charalambos Alexandrou
Nina Pyrishis
Panayiotis Mallis
Triantafyllos Lysimachou

Marios Savvides (Alternate Director of Mr Lysimachou)

Secretary

Andreas Pirishis

Auditors

Joannides + Co Limited
Certified Public Accountants and Registered Auditors
13 Ayiou Prokopiou Street
CY-2406 Engomi,
Nicosia

Bankers

Bank of Piraeus (Cyprus) Limited
Bank of Cyprus Public Limited
Hellenic Bank Public Limited
Russian Commercial Bank (Cyprus) Ltd
Credit Suisse (UK) Ltd
Eurobank EFG Cyprus
Cyprus Development Bank Plc

Registered office

15 Esperidon Street
Atlantic Building
CY-2001 Strovolos

Legal advisers

L. Papaphilippou & Co.

Co-operative Bank Allileggyis
Co-operative Bank Ledra
Co-operative Bank Makrasykas
Alpha Bank (Cyprus) Ltd
EFG Bank AG
USB Bank Plc

Company registration number: HE20008

CHAIRMAN'S STATEMENT

With great pleasure I communicate with you to inform you about the progress and present the results of the Group for the year ended 31 December 2015.

During the year the Group's profit attributable to shareholders fell by 10,4% and reached €4,43 mln compared with €4,95 mln in 2014.

The Group's profit from operations showed a small increase of 0,3% and amounted to €4,11 mln against €4,10 mln in 2014. Profit from insurance operations fell by 2,2% to €4,24 mln (2014: €4,34 mln). The decrease was mainly attributed to the reduction of net earned premiums and other income from insurance operations. Operating margin was 25,8% compared with 25,7% in 2014.

Claims from policyholders decreased by 2,0% and amounted to €7,74 mln (2014: €7,90 mln). The net claims loss ratio on net earned premiums rose to 47,05% from 46,83% in the previous year. The claims ratio of all major insurance classes was lower during the year with the exception of the accident and health class.

Administrative expenses fell by 5,8% to €4,72 mln. from €5,00 mln. in 2014 mainly due to the reduction in the provisions for bad debts from €0,78 mln. to €0,51 mln. The rest of the operating costs recorded a small decrease of 0,4%.

The Company's investment portfolio recorded net gains of €0,37 mln as opposed to €0,89 mln in 2014 which is mainly attributable to lower gains from foreign investments which reached €0,29 mln against €0,81 mln in 2014.

Income from financial services sector fell by 7,5% and amounted to €0,39 mln as opposed to €0,43 mln in 2014. The net loss for the year was €0,15 mln compared with €0,19 mln loss in 2014. The results were affected by provision for bad and doubtful debts of €0,09 (2014: €0,18 mln).

Own funds increased by 3,4% and reached €34,5 mln. from €33,4 mln. in 2014. Indicative of the Group's strong financial position is the solvency margin coverage which stood at the end of 2015 at 742% compared to the minimum required limit of 125%.

The Board of Directors after taking into account the financial results for the year 2015, the capital requirements and the profitability prospects of the Group for the coming year as well as the prevailing economic conditions, decided to propose for approval at the Annual General Meeting of the Company the payment of a dividend of 8,5 cents per share (2014:7,5 cents).

The ongoing economic crisis will continue to affect adversely the operations of the Group, however the management by taking all the necessary measures acting with prudence and discipline believes that Atlantic will further enhance its successful presence in the local insurance market and will achieve satisfactory results in the current year as well.

The strategic objectives of the Group will remain committed to effective risk management, protection of its capital base, adequate diversification of bank deposits and investments and careful development of operations. The robust financial position and the high liquidity of the Group mean that Atlantic is in a strong position to take advantage of any interesting opportunities for expansion and growth of its operations.

Finally, I would like to express my warm and sincere appreciation to our shareholders, customers and associates for their constant support and loyalty. I also express my appreciation to the staff of the Group for their dedication, professionalism and diligence.



Emilios Pyrishis
Chairman

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

DIRECTORS' REPORT

The Board of Directors of Atlantic Insurance Company Public Limited (the "Company") submits its Annual Report and the audited consolidated financial statements of the holding Company and its subsidiaries (the "Group") for the year ended 31 December 2015.

Principal activities

The principal activities of the Group are the undertaking of insurance business of the classes of Accident and Medical, Motor, Aviation, Marine and Goods Transportation, Fire and other Property Damage, General Liability, Credit and Guarantees and miscellaneous general business, the possession of land with the intention of its division into plots and their disposal and the provision of financial, consultancy and brokerage services. During the year there were no changes in the Group's activities.

Branches

The Company provides insurance services through its headquarters that are located in Nicosia and its branches which are located in the cities of Larnaka, Limassol and Paphos.

Review of the developments, position and results of activities

The Group's profits attributable to the shareholders for the year ended 31 December 2015 fell by 10,4% to €4,43 mln against €4,95 mln in 2014.

The reduction in profitability is mainly attributable to the following factors:

- Decrease in profit from insurance operations by 2,2%.
- Reduction in profit from investments which amounted to €0,37 mln. as opposed to €0,89 mln. in 2014.

Profit from operations

Profit from operations showed a small increase of 0,3% and amounted to €4,11 mln. against €4,10 mln. in 2014.

Insurance operations

Profit from insurance operations fell by 2,2% to €4,24 mln (2014: €4,34 mln). The decrease was mainly attributed to the reduction of net earned premiums and other income from insurance operations. Operating margin was 25,8% compared with 25,7% in 2014.

Financial services

Income from financial services sector fell by 7,5% and amounted to €0,39 mln as opposed to €0,43 mln in 2014. The net loss for the year was €0,15 mln compared with €0,19 mln loss in 2014. The results were affected by provision for bad and doubtful debts of €0,09 (2014: €0,18 mln).

Premiums

Net written premiums amounted to €16,50 mln. versus €16,53 mln. during the previous year, recording a marginal decrease of 0,2%. After the adjustments for unearned premiums, net earned amounted to €16,45 mln representing a fall of 2,4% from the previous year.

Other income

Other income from insurance operations amounted to €0,77 mln. compared to €0,87 mln. in 2014. The decrease is mainly due to the reduction of Cyprus Hire Risks Pool profits which amounted to €0,04 mln against €0,10 mln in 2014.

Claims

Claims from policyholders decreased by 2,0% and amounted to €7,74 mln (2014: €7,90 mln). The net claims loss ratio on net earned premiums rose to 47,05% from 46,83% in the previous year. The claims ratio of all major insurance classes was lower during the year with the exception of the accident and health class.

Administrative expenses

Administrative expenses fell by 5,8% to €4,72 mln. from €5,00 mln. in 2014 mainly due to the reduction in the provisions for bad debts from €0,78 mln. to €0,51 mln. The rest of the operating costs recorded a small decrease of 0,4%.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

DIRECTORS' REPORT (continued)

Net finance income

Net finance income amounted to €0,47 mln. against €0,58 mln. in 2014. The rise was due to the increase in interest from bonds which reached €0,17 mln. (2014: €0,10 mln.) and the exchange gains on bank deposits in foreign currency which reached €0,10 mln. (2014: €0,06 mln.). On the other hand interest from bank deposits decreased as a result of the reduction in local deposit interest rates.

Profit on investments

The Company's investment portfolio recorded net gains of €0,37 mln as opposed to €0,89 mln in 2014 which is mainly attributable to lower gains from foreign investments which reached €0,29 mln against €0,81 mln in 2014.

During 2015 the Company recorded a loss on the revaluation of investment properties of €0,29 mln (2014:€0,32 mln). Additionally loss from the revaluation of fixed assets of €0,13 mln. (2014: €0,19 mln.) was recognised in the statement of changes in equity.

Earnings per share

The earnings per share of the Group fell to 11,33 cents per share from 12,66 cents in 2014.

Own funds

The Group's own funds increased by 3,4% and reached €34,5 mln from €33,4 mln in 2014.

Financial results

As shown on page 8 of the extract from the consolidated financial statements, net profit attributable to shareholders reached €4,43 mln. compared to €4,95 mln in 2014, recording an annual decrease of 10,4%. Profit for the year is transferred to reserves. The reconciliation between the audited annual consolidated financial statements and the latest published preliminary results for the year 2015 is presented in note 37 of the Consolidated Financial Statements.

Dividend

The Board of Directors has decided to propose for approval at the Annual General Meeting of the Company the payment of a dividend of 8,5 cents per share (2014: 7,5 cents).

Significant risks and uncertainties

The most significant risks that the Group is exposed to are described in note 33 of the consolidated and separate financial statements of the Company.

Prospects

The Board of Directors considered the results of the Group as satisfactory especially considering the negative economic climate which prevailed.

As regards the prospects for the current year, there are no major developments which may affect the assessment of the results of the current period. The management believes that the conditions in the operating environment of the company but also the wider economic environment will remain difficult. Considering the significant uncertainties the Board of Directors considers that at this stage any projection about the operating results of the Group for the current year are premature.

Tangible Fixed Assets

Capital expenditure for tangible fixed assets amounted to €62 thousand as shown in note 16 of the financial statements.

Share Capital

The authorised share capital of the Holding Company amounts to €85 mln divided into 250 mln ordinary shares of a nominal value of €0,34 each. The issued share capital of the Company amounts to €13,30 mln divided into 39,11 mln ordinary shares of a nominal value of €0,34 each. All the titles of the Company are listed in the Cyprus Stock Exchange and there are neither any restrictions in the transferability of the titles of the Company nor any known agreements between shareholders that may imply restrictions in the transferability of the titles and/or the voting rights.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

DIRECTORS' REPORT (continued)

The Extraordinary General Meeting of the Company which took place on 10 June 2015 approved the following Special Resolution:

"That the Board of Directors be authorized and is hereby authorized to implement a buy- back programme, in accordance with the provisos of Article 57A of the Companies Act 113 (Amended). The minimum and maximum price at which own shares may be bought, cannot exceed by more than 5%, the average market price of the Company's shares during the last 5 trading sessions before the acquisition. The Company may acquire, within the period of 12 months from the date of AGM resolution, the maximum number of shares which is permitted by the Act. The shares may be acquired either in the market or through a private agreement."

The purpose of the above resolution was the extension of the Company's buy-back programme for the period June 10, 2015 to June 9 2016.

During the year the Company acquired 85 091 own shares for €85 thousand. The total number of own shares held by the Company at 31 December 2015 is 165 241 and the total acquisition cost amounts to €163 thousand.

No other change in the capital structure of the Company took place during the year.

Investment in subsidiary companies

There was no change in the investment in subsidiary companies during the year.

Major shareholders

The shareholders owning directly or indirectly more than 5% of the share capital of the Company on 31 December 2015 and 5 days before the date of approval of the financial statements are shown in note 30 of the financial statements.

Contracts with Directors' and related parties

There were no significant contracts in force by the year end or by the date of approval of the financial statements to which shareholders owning directly or indirectly more than 5% of the share capital of the Company and members of the Board and the management of the Company, their spouses or minor children have or had direct or indirect material interest, with the exception of the contracts of employment of executive directors and the agreement for the appointment of Piraeus (Cyprus) Insurance Agency Ltd as an insurance agent of Atlantic Insurance Co Public Ltd as mentioned in note 32 of the financial statements.

The transactions of the Company with related parties are shown in note 29 of the financial statements.

Significant events

There were no significant events which had a material impact on the consolidated financial statements.

Post balance events

Events occurring after the reporting period which are affecting the understanding of the financial statements are presented in note 36 of the financial statements.

Corporate Governance

At present the Board of Directors has partly adopted the Code of Corporate Governance ('Code') issued by the Cyprus Stock Exchange since the Company is listed in the Alternative Market of the Cyprus Stock Exchange where the adoption of the Code is voluntary and not compulsory. The Code of Corporate Governance is published on the website www.cse.com.cy.

The report of the Board on the Code ('Report on Corporate Governance') is shown on pages 8 and 18 of the consolidated financial statements and is available on the Company's website www.atlantic.com.cy.

The degree of the Company's compliance and explanation of areas of non-conformity with the principles and articles of the Code at the date of the report are described in the Report on Corporate Governance.

The profit for the year according to the audited consolidated financial statements of 2015 is the same as the profit reported in the preliminary results of 2015 which were announced on February 23, 2016 as explained in note 37 of the Consolidated Financial Statements.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED**DIRECTORS' REPORT (continued)**

The Group adopts effective procedures in relation to the preparation of the financial statements to safeguard that transactions and events recorded in the accounting books and records are accurately presented in the financial statements, the relevant announcements and the financial reports of the Group.

The risk management process of the Group which covers the presentation of financial information aims at the recognition, analysis and management of the risks related to the preparation of the financial statements, the relevant announcements and other financial reporting so that they are in conformity with the relevant financial reporting standards, the laws and regulations, including the periodical reporting which is required by the Transparency Requirements (Securities Trading in Regulated Markets) Cyprus Laws of 2007 and 2010. This is accomplished by the identification of risks of material inaccuracy in the reports and the adoption and implementation of internal controls for the prevention or detection of items that may lead to a material misstatement.

The company through its internal control system has implemented effective processes for the preparation of its financial statements, as well as for the preparation of periodic reporting required by listed companies. The main characteristics of these procedures are:

- The financial statements of the subsidiaries of the Group are prepared under the responsibility of the Financial Director of each company and under the supervision of the Financial Director of the Company.
- The financial statements of the Company and the Group are prepared under the responsibility of the Financial Director of the Group.
- The announcements of the results of the Group as well as the related explanatory statements are compiled by the Group's Financial Director and are reviewed by the Audit Committee. The relevant announcements are approved by the Board of Directors prior to their publication.

The share capital of the Company is divided into ordinary shares having the same and equal rights. There are no issued shares with special controlling or voting rights. Detailed information on the Company's share capital is presented in note 23 of the consolidated financial statements.

The percentage holdings on the Company's share capital that is owned by each member of the Board, their spouses, minor children and companies in which they own directly or indirectly more than 20% of the voting rights, on 31 December 2015 and 5 days before the date of the approval of the financial statements are mentioned in note 31 of the consolidated financial statements.

Each member of the Board is elected by the General Meeting of the shareholders or is appointed by the Board of Directors. A member who is appointed by the Board of Directors retires by law at the first annual general meeting following their appointment, which then decides on his appointment. At every annual general meeting one third of the board of directors retires and their appointment is determined by the annual general meeting. A director may be removed from office before the end of his term with an ordinary resolution at a General Meeting.

The Company's Memorandum may be amended with a special resolution at a General Meeting.

The power of the directors is general and is limited only by the powers granted in a general meeting of the shareholders of the company either by law or by the articles of the Company. The decision on the issue of new shares, unless it relates to a rights issue which is offered to the shareholders in proportion to their existing holding, is taken by the general meeting in accordance with the prevailing legislation. The right to purchase the company's own shares, unless the legislation allows otherwise, is provided to the Board of Directors for a specified period by a special resolution of the general meeting.

The composition, terms of reference and details about the functioning of the management, administrative and supervisory bodies and positions designated in accordance with the Code are mentioned in the Report of Corporate Governance which is presented immediately after the Directors' Report.

Board of Directors

The Board of Directors consists of the members shown on page 1. All directors served on the board for the whole year. According to the Articles of the Company's Association Messrs Andreas Frangoullis, Triantafyllos Lysimachou and Andreas Pirishis retire from the Board, but being eligible offer themselves for re-election. An election will take place for the filling in of the vacant positions. There were no significant changes in the allocation of the responsibilities or the compensation of the Board of Directors.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED**DIRECTORS' REPORT (continued)****Auditors**

The Auditors of the Company Joannides + Co Limited have expressed their willingness to continue to provide their services. A resolution authorizing the Board of Directors to determine their remuneration will be submitted in the next Annual General Meeting.

By order of the Board of Directors,



Emiliios Pyrishis
Chairman

Nicosia
21 April 2016

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

CONSOLIDATED PROFIT AND LOSS ACCOUNT

for the year ended 31 December 2015

	Notes	2015 €'000	2014 €'000
Income from operations			
Gross written premiums		22.190	22.549
Policy fees		709	725
Reinsurers' share of premiums		(6.404)	(6.743)
Net premiums		16.495	16.531
Transfer to unearned premiums		(41)	332
Net earned premiums		16.454	16.863
Other operating income from insurance operations	6	770	871
Operating income from brokerage and financial services		398	430
		17.622	18.164
Expenses			
Claims payable	5	7.741	7.897
Commission payable for insurance operations		974	1.030
Commission payable for brokerage and financial services		80	130
Administrative expenses		4.718	5.008
		13.513	14.065
Profit from operations	10	4.109	4.099
Profit on sale and revaluation of investments	12	368	888
Loss on revaluation of investment properties		(294)	(317)
Other investment income	7	232	215
Net finance income	11	606	579
Profit before taxation		5.021	5.464
Taxation	13	(652)	(603)
Profit after taxation		4.369	4.861
Minority interest		64	89
Profit attributable to the shareholders		4.433	4.950
Earnings per share (cent)	14	11,33	12,66

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED
STATEMENT OF COMPREHENSIVE INCOME

for the year ended 31 December 2015

	2015	2014
	€'000	€'000
Profit for the year	4.433	4.950
<hr/>		
Other recognised gains :		
Loss on revaluation of immovable property	(127)	(191)
Deferred tax on revaluation of immovable property	21	27
Purchase of own shares	(85)	-
Fair value (loss)/ gain on financial assets available for sale	(55)	250
Transfer to profit and loss for the year on disposal of financial assets available for sale	(126)	(27)
	(372)	59
<hr/>		
Total comprehensive income for the year	4.061	5.009

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2015

	Note	2015 €'000	2014 €'000
Non-current assets			
Tangible fixed assets	16	6.693	6.947
Intangible assets	17	11	23
Investors' Compensation Fund	21	210	210
Investment properties	18	5.984	6.279
Financial assets available for sale	19	5.125	2.944
Total non-current assets		18.023	16.403
Current assets			
Debtors and other receivables	21	14.506	15.662
Financial assets held for trading	20	5.647	5.154
Cash and bank balances	22	20.738	20.628
Total current assets		40.891	41.444
Total assets		58.914	57.847
Equity			
Share capital	23	13.297	13.297
Reserves		21.353	20.141
Purchase of own shares		(163)	(78)
Equity attributable to shareholders		34.487	33.360
Minority interest		468	532
Total equity		34.955	33.892
Non-current liabilities			
Deferred taxation	24	289	360
		289	360
Current liabilities			
Outstanding claims and provision for unearned premiums	25	20.962	20.668
Other Liabilities	26	2.708	2.927
		23.670	23.595
Total equity and liabilities		58.914	57.847

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

for the year ended 31 December 2015

	Share Capital €'000	Share Premium €'000	Revaluation Reserve €'000	Fair Value Reserve €'000	Profit and Loss account €'000	Own Shares €'000	Total €'000	Minority Interest €'000	Total Equity €'000
Balance 1 January 2014	13.297	1.965	3.304	79	12.130	(78)	30.697	713	31.410
Deficit on revaluation of immovable property			(191)	-	-	-	(191)	-	(191)
Deferred tax on revaluation of immovable property	-	-	27	-	-	-	27	-	27
Transfer of excess depreciation on revaluation of buildings	-	-	(5)	-	5	-	-	-	-
Deferred tax on excess depreciation	-	-	1	-	(1)	-	-	-	-
Dividends received by minority	-	-	-	-	-	-	-	(47)	(47)
Reduction in minority due to sale of shares	-	-	-	-	-	-	-	(45)	(45)
Fair value gain on financial assets available for sale	-	-	-	250	-	-	250	-	250
Transfer to profit and loss for the year of realised loss on financial assets available for sale	-	-	-	(27)	-	-	(27)	-	(27)
Dividend paid	-	-	-	-	(2.346)	-	(2.346)	-	(2.346)
Profit for the year	-	-	-	-	4.950	-	4.950	(89)	4.861
Balance 31 December 2014	13.297	1.965	3.136	302	14.738	(78)	33.360	532	33.892
Balance 1 January 2015	13.297	1.965	3.136	302	14.738	(78)	33.360	532	33.892
Deficit on revaluation of immovable property	-	-	(127)	-	-	-	(127)	-	(127)
Deferred tax on revaluation of immovable property	-	-	21	-	-	-	21	-	21
Transfer of excess depreciation on revaluation of buildings	-	-	(1)	-	1	-	-	-	-
Fair value loss on financial assets available for sale	-	-	-	(55)	-	-	(55)	-	(55)
Transfer to profit and loss for the year of realised loss on financial assets available for sale	-	-	-	(126)	-	-	(126)	-	(126)
Purchase of own shares	-	-	-	-	-	(85)	(85)	-	(85)
Dividend paid	-	-	-	-	(2.934)	-	(2.934)	-	(2.934)
Profit for the year	-	-	-	-	4.433	-	4.433	(64)	4.369
Balance 31 December 2015	13.297	1.965	3.029	121	16.238	(163)	34.487	468	34.955

Gains or losses on the revaluation of financial assets available for sale are recognised in equity.

The share premium, the revaluation reserve and the fair value reserve are not available for distribution.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

CONSOLIDATED CASH FLOW STATEMENT

for the year ended 31 December 2015

	2015	2014
	€'000	€'000
Note		
CASH FLOW FROM OPERATING ACTIVITIES		
Profit for the year before taxation	5.021	5.464
<i>Adjustments for:</i>		
Gain on sale and revaluation of investments	12 (368)	(888)
Loss on revaluation of investment properties	294	317
Depreciation of tangible and intangible fixed assets	10 209	227
Interest received	11 (682)	(657)
Dividends received	7 (171)	(175)
Interest paid	11 76	78
Profit from operations before changes in working capital	4.379	4.366
Decrease in debtors and other receivables	1.151	1.480
Increase in liabilities and provisions	107	138
Cash flow from operations	5.637	5.984
Interest paid	(76)	(78)
Taxation paid	(728)	(682)
Net cash flow from operating activities	4.833	5.224
CASH FLOW FROM INVESTING ACTIVITIES		
Purchase of investments	(5.553)	(4.024)
Sale of investments	3.065	5.639
Purchase of own shares	(85)	-
Purchase of tangible fixed assets	(62)	(52)
Purchase of intangible fixed assets	(8)	(9)
Receipts on disposal of tangible fixed assets	1	-
Increase in holding of subsidiary undertaking	-	(41)
Dividends paid to minority interest	-	(47)
Interest received	682	657
Dividends received	171	175
Net cash flow (for)/from investing activities	(1.789)	2.298
CASH FLOW FOR FINANCING ACTIVITIES		
Dividend paid	(2.934)	(2.346)
Net cash flow for financing activities	(2.934)	(2.346)
Net increase in cash and cash equivalents	110	5.176
Cash and cash equivalents at the beginning of the year	22 20.628	15.452
Cash and cash equivalents at the end of the year	22 20.738	20.628
Cash and cash equivalents consist of:		
Cash and bank balances	22 20.738	20.628
	20.738	20.628

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 4: Segmental Reporting

The Group has two main segments of business activity, general insurance business and financial services, both of which are carried out in Cyprus.

	Insurance	Financial Services	Total
	€'000	€'000	€'000
Year ended 31 December 2015			
Premiums and other income	23.904	398	24.302
Profit /(loss) from operations	4.239	(130)	4.109
Total Assets	56.019	2.895	58.914
Total Liabilities	23.753	206	23.959
Purchase of tangible fixed assets	62	-	62
Purchase of intangible fixed assets	8	-	8
Disposal of tangible fixed assets	210	-	210
Depreciation of tangible fixed assets	187	2	189
Depreciation of intangible fixed assets	20	-	20
Year ended 31 December 2014			
Premiums and other income	24.360	430	24.790
Profit from operations	4.331	(232)	4.099
Total Assets	54.654	3.193	57.847
Total Liabilities	23.587	368	23.955
Purchase of tangible fixed assets	52	-	52
Purchase of intangible fixed assets	9	-	9
Depreciation of tangible fixed assets	203	2	205
Depreciation of intangible fixed assets	21	-	21

Note 5: Claims payable

	2015			2014	
	Gross	Reinsurers' Share	Recoveries	Net	Net
	€'000	€'000	€'000	€'000	€'000
Motor	5.840	(638)	(334)	4.868	5.078
Accident and health	2.656	(15)	-	2.641	2.373
Marine	17	(9)	-	8	10
Property	438	(178)	(2)	258	305
Liability	(45)	-	-	(45)	129
Other	457	(446)	-	11	2
	9.363	(1.286)	(336)	7.741	7.897

Note 6: Other income from insurance operations

	2015	2014
	€'000	€'000
Commissions earned	730	763
Share of Pool profits	39	102
Other income	1	6
	770	871

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 7: Other income from investments

	2015	2014
	€'000	€'000
Dividends received	171	175
Rents received	61	40
	232	215

Note 8: Income from Cyprus Hire Risks Pool

The income arises from the Company's participation to the Cyprus Hire Risks Pool. The company's share in the profits and losses of the Pool is calculated based on the share of the Company's motor premiums as a percentage of the total market motor premiums. The Company's share of profits of the Pool for 2015 amounted to €36 thousand (2014: Profit €102 thousand).

Note 9: Staff costs

	2015	2014
	€'000	€'000
Salaries	2.366	2.384
Social insurance and other contributions	259	265
Provident fund contributions	114	115
	2.739	2.764

Average number of employees

The average number of employees was as follows:

	2015	2014
Full-time employees	102	101

The Company and its subsidiary Atlantic Securities Ltd operate defined contribution provident fund schemes. The funds are separately financed and prepare their own financial statements. In accordance with the Funds' memorandum the members are entitled to the payment of certain benefits on their retirement or early termination of their employment.

Note 10: Profit from operations

Profit from operations arises after the deduction of the following:

	2015	2014
	€'000	€'000
Depreciation of tangible fixed assets	189	205
Depreciation of intangible fixed assets	20	21
Provision for bad and doubtful debts	510	779
Audit fees	59	57

Note 11: Net finance income

	2015	2014
	€'000	€'000
Interest received	416	498
Interest from bonds	168	96
Bank charges and interest paid	(76)	(78)
Exchange gains	98	63
	606	579

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 12- Gains on sale and revaluation of investments

	2015	2014
	€'000	€'000
Loss on sale and revaluation of shares held for trading	(166)	(15)
Gain on sale and revaluation of foreign investments	296	809
Gain on sale and revaluation of bonds	238	94
	368	888

Note 13-Taxation

The tax charge is based on the profit for the year as adjusted for tax purposes and consists of the following:

	2015	2014
	€'000	€'000
Corporation tax	632	628
Defence contribution	10	13
Foreign taxes deducted at source	7	11
Deferred Tax	(49)	(49)
Prior year taxes	52	-
	652	603

The reconciliation between the tax charge and the tax which is calculated on the accounting profit of the year using the current applicable tax rates is as follows:

	2015	2014
	€'000	€'000
Accounting profit	5.021	5.464
Tax based on current tax rates	628	683
Defense tax charge	10	13
Overseas tax withheld	7	11
Prior year taxes	52	-
Deferred tax	(49)	(49)
<i>Adjustments for :</i>		
Disallowed expenses	49	36
Income not taxed	(26)	(29)
Profit on sale and revaluation of investments	(9)	(73)
Capital allowances	(26)	(26)
Tax losses of subsidiaries carried forward	16	37
	652	603

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 14: Earnings per share

	2015 €'000	2014 €'000
Net profit attributable to shareholders	4.433	4.950
Weighted average number of issued shares	39.109	39.109
Basic earnings per share (cents)	11,33	12,66

Earnings per share is calculated based on the weighted average number of shares which were issued during the year.

Note 15: Group companies

The subsidiary companies of the group are the following private limited liability companies registered in Cyprus:

Company	Principal activities	Share %	2015 €'000	2014 €'000
Lyssi Investments Ltd	Car hire	100,0	86	86
Lion Insurance Agency Ltd	General insurance agent	100,0	141	141
Atlantic Consultancy Services Ltd	Financial and consultancy services	75,1	937	937
Atlantic Securities Limited 85,43% subsidiary undertaking of Atlantic Consultancy Services Limited	Brokerage and investment services			
			1.164	1.164

The contribution of the parent company to the consolidated financial statements, after taking into account transactions and balances between Group companies which were eliminated at consolidation, is as follows:

	2015 €'000	2014 €'000
Premiums and other income	23.902	24.356
Profit from operations	4.242	4.334
Total assets	55.760	54.395
Total liabilities	23.750	23.578

The contribution of subsidiary undertakings to the consolidated financial statements is as follows:

	Lyssi Investments Ltd €'000	Lion Insurance Agency Limited €'000	Atlantic Consultancy Services Limited €'000	2015 €'000	2014 €'000
Premiums and other income	-	-	398	398	434
Profit / (loss) from operations	(1)	(2)	(130)	(133)	(235)
Total assets	108	151	2.895	3.154	3.452
Total liabilities	2	2	205	209	377

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 16: Tangible fixed assets

	Land and buildings €'000	Furniture and fittings €'000	Computer hardware and software €'000	Motor vehicles €'000	Total €'000
Cost or revaluation					
Balance at 1 January 2014	7.023	810	476	678	8.987
Additions	-	6	17	29	52
Revaluation	(306)	-	-	-	(306)
Balance at 1 January 2015	6.717	816	493	707	8.733
Additions	-	24	28	10	62
Revaluation	(238)	-	-	-	(238)
Disposals	-	-	-	(210)	(210)
Balance at 31 December 2015	6.480	840	521	506	8.347
Depreciation					
Balance at 1 January 2014	-	609	451	636	1.696
Depreciation for the year	115	46	16	29	205
On revaluation	(115)	-	-	-	(115)
Balance at 1 January 2015	-	655	466	665	1.786
Depreciation for the year	110	44	16	19	189
On revaluation	(110)	-	-	-	(110)
On disposals	-	-	-	(210)	(210)
Balance at 31 December 2015	-	698	482	474	1.654
Net book value at					
31 December 2015	6.480	141	39	32	6.693
31 December 2014	6.717	161	27	42	6.947

Revaluation of tangible fixed assets and investment properties

The immovable property of the Company was revalued at 31 December 2015 by independent professional property valuers using the open market value method. The market value was calculated based on current comparative data and after taking into account the physical and legal characteristics, prospects and advantages of the relevant properties as well as the general trends in the property market and the economy.

Tangible fixed assets

The value of the land and buildings that would appear in the consolidated and the parent financial statements based on historical cost minus depreciation is as follows:

	2015	2014
	€'000	€'000
Land	1.263	1.263
Buildings	2.361	2.466
	3.624	3.729
	2.935	3.044

Investment properties

The value of investment properties that would appear in the consolidated and the parent financial statements based on historical cost is as follows:

	2015	2014
	€'000	€'000
Land	4.619	4.619
Buildings	1.952	1.952
	6.571	6.571

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 17-Intangible assets

	Goodwill on acquisition of agents portfolios €'000	Computer software €'000	Total €'000
Cost or revaluation			
Balance at 1 January 2014	80	400	480
Additions	-	9	9
Balance at 1 January 2015	80	409	489
Additions	-	8	8
Balance 31 December 2015	80	417	497
Amortisation			
Balance at 1 January 2014	57	388	445
Amortisation for the year	10	11	21
Balance at 1 January 2015	67	399	466
Amortisation for the year	10	10	20
Balance 31 December 2015	77	409	486
Net book value at			
31 December 2015	3	8	11
31 December 2014	13	10	23

Note 18: Investment properties

	2015 €'000	2014 €'000
Land and buildings		
Balance at 1 January	6.279	6.596
Fair value loss on revaluation	(294)	(317)
Balance at 31 December	5.984	6.279

Note 19: Financial assets available for sale

	2015 €'000	2014 €'000
Equity investment in listed securities	148	195
Republic of Cyprus government bonds	2.307	1.652
Greek government bonds	201	174
Corporate bonds and capital securities	1.223	694
Foreign corporate bonds	1.246	229
	5.125	2.944

Financial assets available for sale include investments in securities listed in the Cyprus Stock Exchange and the Athens Stock Exchange. These assets are valued at the end of the year using the mid-market price as at the balance sheet date. Financial assets available for sale are included in non-current assets unless it is anticipated that they will be disposed of within 12 months from the balance sheet date. The fair value loss on financial assets available for sale for the year 2015 amounted to €0,05 mln (2014: Gain €0,25 mln) and was recognized in the fair value reserve which is included as part of equity.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 20: Financial assets held for trading

	2015	2013
	€'000	€'000
Equity investment in listed securities	541	445
Foreign investments in mutual, managed and hedge funds	5.056	4.645
Bonds and capital securities	49	64
	5.647	5.154

Note 21: Debtors and other receivables

Non-current assets

	2015	2014
	€'000	€'000
Other receivables from financial services operations	210	210

Current assets

	2015	2014
	€'000	€'000
Trade receivables from insurance operations	5.642	6.048
Reinsurers' share of technical reserves (note 25)	3.795	3.317
Amounts prepaid to reinsurers	1.293	2.260
Share in pool assets	437	539
Deferred acquisition costs	464	464
Other receivables from insurance operations	616	543
Other receivables from financial services operations	2.241	2.472
Tax refundable	18	19
	14.506	15.662

Note 22: Cash and bank balances

	2015	2014
	€'000	€'000
Cash and bank balances	20.738	20.628
	20.738	20.628

The bank overdrafts of the Company are secured by a mortgage of €215 thousand on the immovable property of the Company and by personal guarantees of the members of the Board of Directors.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 23: Share Capital

	2015		2014	
	Number of shares (thousand)	€'000	Number of shares (thousand)	€'000
Authorised				
Ordinary shares €0,34 per share	250.000	85.000	250.000	85.000
Issued and fully paid				
Ordinary shares €0,34 per share	39.109	13.297	39.109	13.297

During the year the Company purchased back 85 091 own shares for €84.852. The number of own shares held by the Company at 31 December 2015 was 165 241 and the total acquisition cost was €162.532.

There was no change in the Company's capital structure during the year.

Note 24: Deferred Taxation

	2015	2014
	€'000	€'000
Provision for property revaluation		
Balance 1 January	311	389
Deferred tax on property revaluation	(76)	(77)
Deferred tax on excess depreciation resulting from the revaluation of buildings	-	(1)
Balance 31 December	235	311
	2015	2014
	€'000	€'000
Provision for temporary differences between depreciation and capital allowances		
Balance 1 January	49	47
Deferred tax for the year	5	1
Deferred tax on excess depreciation resulting from the revaluation of buildings	-	1
Balance 31 December	54	49
Total Balance 31 December	289	360

Note 25: Outstanding claims and unearned premiums

	2015	2014
	€'000	€'000
Unearned premiums		
Gross unearned premiums	10.038	9.891
Reinsurers' share	(2.274)	(2.168)
Net unearned premiums	7.764	7.723
Outstanding claims		
Gross outstanding claims	10.924	10.777
Reinsurers' share	(1.521)	(1.149)
Net outstanding claims	9.403	9.628
Total technical reserves		
Gross technical reserves	20.962	20.668
Reinsurers' share	(3.795)	(3.317)
Net technical reserves	17.167	17.351

Outstanding claims include a provision for incurred but not reported claims (IBNR) as well as a provision for incurred but not enough reported claims (IBNER) using the claims development method.

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 26: Other Liabilities

	2015	2014
	€'000	€'000
Taxation	217	248
Reinsurers' balances	337	378
Creditors from insurance operations	76	166
Other liabilities from insurance operations	1.390	1.357
Dividends payable	483	410
Other liabilities from financial services operations	205	368
	2.708	2.927

Note 30- Shareholders holding more than 5% of the issued share capital

In accordance with article 60 (4) of the Cyprus Stock Exchange Law and Regulations the shareholders owning directly or indirectly more than 5% of the issued share capital of the Company at 31 December 2015 and 5 days before the date of approval of the financial statements by the Board of Directors, were:

	31 December 2015	16 April 2016
	%	%
Emilios Pyrisihis ¹	33,77	33,77
Piraeus Bank (Cyprus) Ltd	19,91	19,91
Andreas Frangoullis ²	20,25	20,25
Maro Marathovouniotou ³	5,96	5,96

- (1) The holding of Emilios Pyrishis includes his direct share of 20,37% and his indirect holding arising from the shares owned by his mother Nina Pyrishi (2,36%) and his brother George Pyrishis (11,04%).
- (2) The holding of Andreas Frangoullis includes his direct share (20,01%) and his indirect holding arising from the shares owned by his wife Elli Frangoulli (0,10%), his mother Vasilou Frangoulli (0,03%) his children (0,06%) and his brother Filippos Frangoullis (0,05%).
- (3) The holding of Maro Marathovounioti includes her direct share (1,44%) and her indirect holding arising from the shares owned by her daughter Athena Nicolaidou (1,60%), her son Alexis Marathovouniotis (1,43%) and her son Andreas Marathovouniotis (1,49%).

ATLANTIC INSURANCE COMPANY PUBLIC LIMITED

EXTRACT FROM THE NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

Note 31. Directors' holding in the share capital of the Company

The number of shares and the percentage holding in the share capital of the Company owned directly or indirectly by the members of the Board, their spouses or minor children and companies in which they hold directly or indirectly more than 20% of the voting shares, in accordance with Article 60 (4) of the Cyprus Stock Exchange Law and Regulations, on 31 December 2015 and 5 days before the date of approval of the financial statements by the Board of Directors, were:

	31 December 2015		16 April 2016	
	Number of Shares	%	Number of Shares	%
Emilios Pyrishis	7.965.714	20,37	7.965.714	20,37
Andreas Pirishis	20.000	0,05	20.000	0,05
Andreas Frangoullis ¹	7.919.312	20,25	7.919.312	20,25
George Pyrishis	4.318.271	11,04	4.318.271	11,04
Nina Pyrishi	922.641	2,36	922.641	2,36
Panayiotis Mallis	65.000	0,17	65.000	0,17
Charalambos Alexandrou ²	86.224	0,22	86.224	0,22
Triantafyllos Lysimachou	-	-	-	-
Marios Savvides	165.074	0,42	165.074	0,42

(1) The holding of Andreas Frangoullis includes his direct share (20,01%) and his indirect holding arising from the shares owned by his wife Elli Frangoulli (0,10%), his mother Vasilou Frangoulli (0,03%), his children (0,06%) and his brother Filippou Frangoullis (0,05%).

(2) The holding of Charalambos Alexandrou includes his direct share (0,21%) and his indirect holding arising from the shares owned by his father Loizos Alexandrou (0,01%).

Note 35. Significant events

There were no significant events which had a material impact on the financial statements at 31 December 2015.

Note 36. Post balance sheet events and capital commitments

There were no events which occurred after the end of the reporting period that had a significant impact on the financial statements at 31 December 2015.

On 31 December 2015 the Company had the following future capital commitments in respect of foreign investments:

	€'000
North Haven Real Estate Fund VII Offshore Investors Global	146
North Haven Private Equity Asia III	330
	476

Note 37. Reconciliation between the annual audited consolidated financial statements and the most recent published preliminary results for the year 2015.

	2015 €'000
Consolidated profit attributable to shareholders according to the preliminary results dated February 23, 2016.	4.433
Adjustments	-
Consolidated profit attributable to shareholders according to the audited consolidated profit and loss	4.433