News Release
15.10.2015, Sofia

EUROINS Romania increased its capital by EUR 45 million and significantly improved its financial results

The subsidiary of Euroins Insurance Group will meet all EU Solvency II Directive's conditions

EUROINS Romania, part of Bulgaria's Euroins Insurance Group (a subsidiary of Bulgaria-based Eurohold), will increase its capital by 45 million euro (200 million lei) in order to strengthen its leading position on the Romanian insurance market. On the 8th of October, 2015, the General Shareholders Meeting of the insurer voted on the capital increase. The decision was published in the Official Gazette on October 12th.

With this step EUROINS Romania fulfills in advance the requirement of the Romanian regulator - the Financial Supervision Agency, and adapt its activities in accordance with European Directive Solvency II, which enter into force on 1 January 2016 and aims to improve the liquidity and the equity of the insurance companies.

Yesterday the Agency for Financial Supervision requested EUROINS Romania to submit within 20 days a plan for improvement of their financial performance to be executed within one year. The requirement is part of the regulatory measures in relation to the stress tests of the companies in the sector, indicating the need for additional capital at some companies, as well as in preparation for the adoption of the EU directive Solvency II. Moreover the decision on capital increase, EUROINS Romania will take additional measures such as improving the reinsurance program to respond more fully to the requirements of supervision. The ASF request does not affect in any way the operational business of EUROINS Romania and the company continues to carry out its regular activities.

The management of EUROINS Romania assures that will fulfill all requirements of ASF and will comply fully with the terms set by the Regulator. The capital increase is an important step in this direction. In a year EUROINS Romania reported significant improvement in financial results and performance, as evidenced by its published financial reports. For example, the company decreased the MTPL Loss Frequency (the ratio between the number of the insurance claims and the total number of the insurance policies) by more than 30%.

Euroins Romania is one of the leaders in the car insurance segment in Romania with concluded 1.18 million MTPL policies.

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Euroins Insurance Group is one of the largest independent groups operating in the region. The company has appr. 7% market share in Bulgaria, Romania and Macedonia and employs 1,200 people. Euroins is a subsidiary of Eurohold – leading company with operations across the CEE region, focused on non-banking financial services and asset management. The headquarter of EIG is based in Sofia. www.eurohold.bg