

**Independent auditors' report on financial statements of State Unitary Enterprise
"Belarusian National Reinsurance Organization" for 2016**

To Sopeleva Tatiana
Chief accountant of
State Unitary Enterprise "Belarusian National Reinsurance Organization"
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certificate of state registration is issued under ruling of
Ministry of Finance of the Republic of Belarus №408 on 16 November 2006
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We have audited the accompanying financial statements of State Unitary Enterprise "Belarusian National Reinsurance Organization" (hereinafter - the Company), which comprise the balance sheet as at 31 December 2016, the income statement, statement of changes in equity, cash flow statement for the year ended 31 December 2016, and notes to financial statements.

Management's responsibility for the financial statements

Management of the Company is responsible for the preparation and fair presentation of these financial statements in accordance with the requirements of legislation of the Republic of Belarus, and for such internal controls as management determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the requirements of Law of the Republic of Belarus # 56-3 of 12 July 2013 "On auditing" and Republican regulations on auditing. Those requirements and regulations require that we comply with ethical requirements and plan and perform our audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the preparation and fair presentation of the financial statements of the Company 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 Company's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management of the Company, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our auditors' opinion.

Auditors' opinion

In our opinion, the financial statements present fairly, in all material respects, the financial position of State Unitary Enterprise “Belarusian National Reinsurance Organization” as at 31 December 2016, its financial performance and its cash flows for the year for the year then ended in accordance with the legislation of the Republic of Belarus relating to the preparation of the financial statements.

Edgars Volskis
Deputy Audit Director

Povidayko Elena
Auditor

23 February 2017

Minsk, Republic of Belarus
LLC “KPMG”

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This report is the English translation of the original Russian. In the event of discrepancies between the two reports, the Russian version prevails.