

**Announcement of CIG Pannonia Life Insurance Plc. regarding dividend payment for
business year 2017**

CIG Pannonia Life Insurance Plc. hereby announces that the Company will pay its shareholders HUF 10 gross dividend per ordinary CIG Pannonia share (ISIN number: HU0000097738) in accordance with the resolution of the Company's Annual General Meeting held on 16 April 2018. The starting date of the dividend payment is 4 June 2018.

CIG Pannonia Life Insurance Plc. commissions Keler Central Depository Ltd. (hereinafter referred to as Keler Ltd.) to conduct recording process related to the dividend payment. The record date shall be 28 May 2018.

Shareholders shall be entitled to dividend who own CIG Pannonia shares at the record date and requested to be registered in the Share Register of the Company.

The last day when shares can be bought on the Budapest Stock Exchange that will be entitled to the dividend paid for the 2017 business year is 24 May, 2018. In line with the lapse period specified in the Civil Code the dividend for the business year 2017 can be collected for a further 5 years, starting from the first day of the dividend payment (i.e. not later than 28 May, 2023).

The dividend will be transferred to shareholders' accounts - attached to securities accounts at the account-keepers, or to another bank account specified by the shareholder to its account keeper - from 4 June, 2018. The dividend can only be transferred if the account keeper sends all information in the specified form to the KELER Ltd. acting as agent for the dividend payment of the Company. Neither the Company nor KELER Ltd. is responsible for any payment delay resulting from insufficient or incomplete information provided by account keepers or resulting from the time required for data processing. We would like to take this opportunity to remind our shareholders to contact their account keeper and check that they have all the information necessary for the dividend payment and draw their attention to submit their data in the course of the recording process. If the account keeper does not submit the data relating to the shareholder, required for dividend payment, in the course of the recording process to KELER Ltd., but at a later date, then the Company or its agent will transfer the dividend once in a month, by the 5th working day following the month of the reporting.

We would like to remind our shareholders that CIG Pannonia Life Insurance Plc. shall pay dividend on condition that all the following requirements are fulfilled:

1. The shareholder or nominee defined in Act CXX of 2001 on the Capital Markets is registered in the Share Register of CIG Pannonia Life Insurance Plc.
2. CIG Pannonia Life Insurance Plc. and Keler Ltd. needs to be in possession of the information required for the calculation of the dividend the shareholder is entitled for. The aforementioned information shall be reported by shareholder's account keeper to Keler Ltd. until the record date of 28 May 2018 or if the claim for dividend is submitted at a later time than at that time. We would like to remind our shareholders to check all the necessary data

related to the payment of dividend or taxation matters latest until 24 May because dividend cannot be paid without the possession of this information.

Data required for the payment of dividend/ taxation matters

In case of private individuals: name, address, tax ID, sex, birth name, mother's birth name, date and place of birth, nationality of the shareholder

In case of legal entities: company name, registered office, tax ID number (in the case of unit trust registration number).

The dividend will be transferred from 4 June, 2018 according to the information reported by the account keeper on condition that all the data have been given in the specified form, with no deficiency to Keler Ltd.

Keler Ltd. acting as the agent of CIG Pannonia Life Insurance Plc. shall not be held liable for any payment delay resulting from insufficient or incomplete information provided by account keepers or resulting from the time required for data processing.

If the account keeper submits the missing or corrected data later than 28 May 2018 to KELER Ltd., then the dividend is going to be transferred by the 5th working day following the month of the reporting. If the dividend is being paid after 4 June, 2018 due to the late or inappropriate submission of the necessary data, neither CIG Pannonia Life Insurance Plc. nor Keler Ltd. is obliged to pay interest.

CIG Pannonia Life Insurance Plc. and its agent as well are going to calculate and pay the net dividend in compliance with the relevant laws and regulations.

In case of individuals

In case of individuals, the Company will, through its agent (KELER Ltd.), transfer the dividend after deduction of the personal income tax to the account-keeper's bank account, or to another bank account specified by the shareholder to its account keeper.

In case of domestic private individuals, the following data is required for dividend payment: name, birth name, date and place of birth, mother's birth name, nationality, tax ID, sex and address of the shareholder.

In case of foreign private individuals, the following data is required for dividend payment: name, birth name, date and place of birth, mother's birth name, passport number or tax ID issued by the Hungarian tax authority, sex, nationality, permanent address of the shareholder and address (place of residence) in Hungary, if the shareholder has any. Additional requirement is that at the nationality section shall be a country code differing from „HU” but being one of the existing ISO country codes.

If a foreign domiciled individual shareholder intends to receive its dividend through application of a preferred tax rate in accordance with inter-state treaties on avoidance of double taxation, such shareholder is obliged to submit to the Issuer Department of KELER Ltd. (1074 Budapest, Rákóczi út 70-72.) not later than 30 May, 2018 all the documents specified in Annex 4 to Act XCII of 2003 on Taxation. We remind account-keepers that we can only accept certificates of residency issued by foreign tax authorities regarding the tax year 2018. A copy of the document issued in English by the foreign tax authority or its Hungarian translation prepared by a specialist translator or a copy of any of these will be acceptable as certificate. If a certificate of beneficial ownership is also required by the treaty on avoidance of double taxation, this certificate shall also be translated into Hungarian by a specialist translator to be acceptable. The certificate of beneficial ownership can also be issued in Hungarian. If neither certificate of residency, nor a notice (declaration) that documents will be presented later, arrives at KELER Ltd. by 30 May, 2018, the dividend will be transferred after deduction of 15% personal income tax. If a foreign domiciled individual shareholder has the documents specified in Annex 4 to Act XCII of 2003 on Taxation and there is an inter-state treaty on avoidance of double taxation based on which a preferential tax rate can be used, but the shareholder fails to submit the documents to KELER Ltd. by 30 May, 2018 and therefore receives dividend after deduction of 15% income tax, the shareholder may apply, in accordance with Section 5 of Annex 4 to Act XCII of 2003 on Taxation, to the Significant Taxpayers' Tax Office (in Hungarian: 'Kiemelt Adózók Adóosztása') of the National Tax and Customs Administration ("NAV") of Hungary) and claim the difference between the preferential tax rate and 15%. The tax authority shall remit the amount of such tax difference to the payment account specified by the foreign domiciled individual shareholder.

In case of shares held on long term investment account

In case of shares held by domestic and foreign individuals on long term investment account, no tax (personal income tax) will be deducted from the dividends (pursuant to Section 67/B (6) c) and Annex 4 of the Personal Income Tax Act). Account-keepers are required to indicate to KELER Ltd., acting as agent in the dividend payment of the Company, that the shares held on a long term investment account (in the register of time deposits), simultaneously with claiming the dividend, otherwise the dividends will be paid after deducting a personal income tax of 15%.

In case of legal entities

In case of legal entities, the Company will, through its agent (KELER Ltd.), based on the specified data (in the case of Hungarian domiciled legal entities: company name, registered office, tax ID number; in the case of foreign domiciled legal entities: company name, registered office), transfer the dividends to the bank account specified by the shareholder's account keeper. **In case of legal entities, no tax will be deducted from the dividends.**

In case of nominees

The dividends will be paid to nominees, as defined in the Act CXX of 2001 on the Capital Markets, based on the shareholder identification ordered for this purpose. As a general rule, the dividends will be paid to nominees after deducting personal income tax of 15%. If the account keeper of the nominee specifies in the course of the recording process the number of shares held by individual shareholders and the number of shares held by legal entities (not individual shareholders) from the total number of shares represented by the nominee, then the dividends will be paid after applying the relevant tax rate. In the case of dividends for shares held by legal entities, no tax will be deducted from the dividends. In the case of shares held by individual shareholders, personal income tax of 15% will be deducted from the dividends. If the shares represented by the nominee relate to foreign domiciled individual shareholders who intend to receive their dividends through the application of a preferred tax rate, then those shareholders should be recorded separately in the course of the recording process and they should act according to the above paragraph starting with “If a foreign domiciled individual shareholder”.

We would like to draw the attention of nominees that the Company will apply the tax rate and perform its data supply obligation based on the information received in the course of the recording process and according to the appropriate regulations. As the taxation of dividends paid to legal entities and those paid to private individuals are different, nominees will be liable for damages (e.g. consequences under tax law) caused by incorrect information provided by the nominees.

In case of nominee would not provide the data regarding the domestic private individual in the category of final investor domestic private individuals, then the payment of the dividend cannot be carried out

Tax certificates

The Company will issue and will send to its individual shareholders no later than 31 January, 2019, a certificate stating the name of payer, the amount of the income, the name (corporate name), tax identification number, registered office (sites) or home address of the income’s recipient, the legal title of payment, the year when the dividend was paid, the date of issue of the certificate, the tax base and the amount of tax assessed. In cases where dividends are paid to nominees and the nominee declares, pursuant to Section 9 of Annex 4 to Act XCII of 2003 on Taxation, in a duly signed document issued by the last day of the calendar year when the payment is made, in Hungarian or Hungarian and English language, the name (corporate name), permanent residence, registered offices, date and place of birth and nationality of the foreign persons to whom the dividend is (to be) paid and the amount of dividend (to be) paid to them in HUF, then CIG Pannonia Life Insurance Plc. will issue the tax certificate and will perform its data supply obligation based on this nominee declaration. If the above mentioned detailed declaration is not available CIG Pannonia Life Insurance Plc. will issue the tax certificate stating the name (corporate name) and registered office of the nominee and in the case of Hungarian domiciled entities, the tax identification number and the amount of dividends paid will be provided.

Dividend payment for previous years

CIG Pannonia Life Insurance Plc. did not pay dividend for the previous business years.

Should you have any question regarding the dividend payment please contact:

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