

Allianz Global Corporate & Specialty

12M 2022 Results update

Briefing February 2023

This document summarizes the financial results for the year of 2022 ('12M 2022') for Allianz Global Corporate & Specialty (AGCS) and for Allianz Group, both of which were announced on February 17, 2023.

Further information

Full details of Allianz Group results for 12M 2022, including the analysts' presentation, are available at Allianz Group's Investor Relations [web pages](#).

"With our record results for both revenue and operating profit in 2022, Allianz has consolidated its position as one of the world's largest, most resilient, and trusted global financial institutions."

Allianz SE CEO Oliver Bäte

¹ Specifically, Allianz Global Corporate & Specialty SE, Allianz Risk Transfer AG, Allianz Risk Transfer (Bermuda) Ltd., Allianz Global Corporate & Specialty North America (legal names Allianz Global Risks US Insurance Company, Allianz Underwriters Insurance Company and AGCS Marine Insurance Company), Fireman's Fund Insurance Company and subsidiaries, AGCS Japan (legal name Allianz Fire and Marine Insurance Japan Ltd.), AGCS Re Brazil (legal name Allianz Global Corporate & Specialty Resseguros Brasil S.A.) and Allianz Global Corporate & Specialty South Africa Ltd.

1. Allianz Group results 12M 2022

In 2022, Allianz Group showed strong operating results and delivered on long-term value creation, especially against the backdrop of heightening political and macroeconomic uncertainties.

Total revenues increased 2.8% to €152.7 billion (12M 2021: €148.5 billion), largely driven by the Property-Casualty business segment. Operating profit jumped 5.7% to €14.2 billion (12M 2021: €13.4 billion). Net income attributable to shareholders was slightly higher at €6.7 billion (12M 2021: €6.6 billion). The Group Solvency II capitalization ratio was 201% at the end of the fourth quarter 2022, compared with 199% at the end of the third quarter 2022.

In the Property-Casualty business, total revenues jumped 12.4% to €70.0 billion (12M 2021: €62.3 billion). Adjusted for foreign exchange and consolidation effects, internal growth was excellent at 9.5% supported by volume and price effects. Operating profit rose by a strong 8.4% to €6.2 billion (12M 2021: €5.7 billion) largely driven by a significantly higher operating investment result. The combined ratio was 94.2% (12M 2021: 93.8%) primarily due to the impact of higher attritional losses related to the normalization of claims frequency as well as higher claims inflation.

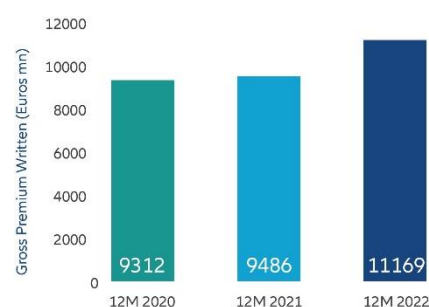
In the Life/Health insurance business, total revenues were at €75.1 billion (12M 2021: €78.3 billion). The present value of new business premiums was €65.6 billion (12M 2021: €78.7 billion). Operating profit rose to €5.3 billion (12M 2021: €5.0 billion).

In Asset Management, operating profit was €3.2 billion (12M 2021: €3.5 billion) Third-party assets under management were €1.635 trillion as of December 31, 2022, down by €331 billion from the end of 2021.

2. AGCS results 12M 2022

In 2022, gross premium written (GPW) of AGCS grew year-on-year by €1.683 billion (18%) to €11.169 billion (2021: €9.486 billion), driven by a higher renewals base, higher rates on renewals (11% on average incl. adjustment of terms and conditions), new business as well as favorable foreign exchange effects. Most lines of business achieved business growth, especially Property, Financial Lines, Energy & Construction and MidCorporate.

AGCS GPW 12M 2020-22



The combined ratio for 2022 is 2.5%-p better than prior year and stands at 94.9% (2021: 97.5%). This improvement is driven by a favorable contribution from both expense ratio and current accident year loss ratio across all loss segments due to portfolio improvements and lower claims activity for natural catastrophes. The excellent underwriting performance allowed for an appropriate build-up of reserves, mainly to address inflationary risks.

The operating profit for 2022 of €655 million (2021: €366 million) is €289 million better than prior year due to both better underwriting performance and investment result.

Solvency ratios

AGCS shows solid local solvency ratios as of Q4 2022, which are listed below for the primary operating companies.

AGCS SE	160%**
AGCS NA	299% (Q4 2021)
ART AG	138%**

*S&P and A.M. Best ratings for ART AG and ART Bermuda.

**Not yet audited.

Results for the first quarter 2023 for Allianz Group and Allianz Global Corporate & Specialty will be available on May 12, 2023. For further details please see Allianz Group's [Investor Relations](#) website pages.

AGCS ratings

(showing date rating published)

AGCS Company	S&P Global Ratings	A. M. Best
AGCS SE	AA (Dec 22)	A+ (June 22)
AGCS NA	AA (Dec 22)	A+ (June 22)
ART*	AA (Dec 22)	A+ (June 22)
AGCS Japan	AA (Dec 22)	(N/A)
AGCS Re Brazil	(N/A)	A+ (June 22)
AGCS South Africa	BB+ global; zaAAA local (Dec 22)	(N/A)

On December 5, 2022, **Standard & Poor's (S&P)** affirmed its 'AA' credit and insurer financial strength ratings on the core operating entities of Allianz Group and its holding company Allianz SE. This rating extends to AGCS SE and its core entities. S&P particularly acknowledged AGCS's "continued recovery and strengthened underwriting performance across all business lines" and expects that "this positive trend will continue".

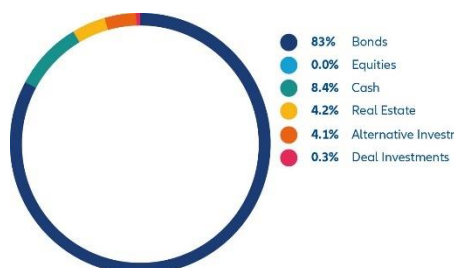
Asset allocation & investments

In Q4 2022 the **market value of our total invested assets**, excluding strategic participations, decreased to €16.5 billion (Q3 2022: €17 billion).

AGCS continues to focus its **investment strategy** on portfolio diversification across high quality liquid assets, and on yield enhancing measures within well-defined risk limits.

Total assets continue to be primarily invested in interest-bearing securities (bonds). The **cash quota** in Q4 2022 increased to 8.4% (Q3 2022: 7.9%).

AGCS asset allocation 12M 2022



ESG team established

As announced on December 19, 2022,

AGCS has established a dedicated in-house organization for Environmental, Social & Governance (ESG) activities

Gabrielle Durisch will join AGCS from Zurich Insurance Group in April 2023 as the new Global Head of ESG & Sustainability Solutions. With its new set-up, AGCS will work together with its



customers on solutions and products to mitigate risks and maximize opportunities from the transition to a net zero economy.

ART line of business expanded

As announced on November 24, 2022,

AGCS is enhancing the capabilities and resources of its **Alternative Risk Transfer (ART)** line of businesses to respond to growing customer interest in tailored solutions that complement traditional Property & Casualty products.

With a realigned risk appetite and underwriting strategy, ART will target growth opportunities in two major areas: first, captive solutions including captive fronting, and second in the area of structured solutions. Dedicated investments include growing the current 90-strong ART team by 20 new positions to strengthen ART delivery across all areas from modeling and underwriting to legal expertise and claims.

Client service strengthened

As announced on November 29, 2022,

AGCS has further strengthened its client service team on a global level appointing **Martin Zschech** to the newly created role of Global Head of Industry Solutions & Client Management. In addition, he will take on the role of Global Industry Solutions Director for Financial Services. Previously he was AGCS's Regional Head of Distribution Central & Eastern Europe.

Contact Us

For further information please contact your local AGCS manager or [Hugo Kidston](#), AGCS Global Head of Communications, +44.203.451.3891

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