

Allianz Global Corporate & Specialty

6M 2022 Results update

Briefing August 2022

This document summarizes the financial results for the first half of 2022 ('6M 2022') for Allianz Global Corporate & Specialty (AGCS) and for Allianz Group, both of which were announced on August 5, 2022.

Further information

Full details of Allianz Group results for 6M 2022, including the analysts' presentation, are available at Allianz Group's Investor Relations [web pages](#).

"Allianz delivered another quarter of robust financial performance, driven by strong growth in our Property-Casualty business. (...) We are well-positioned to manage the impact of high inflation and the economic pressures that are particularly evident in Europe. Allianz will continue to deploy our advantages of stability and scale for the benefit of our customers and shareholders."

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 Underwriting 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 6M 2022

Allianz Group confirms its **full year outlook** of operating profit of €13.4 billion, plus or minus €1 billion, despite heightened inflation and market volatility in the first half of 2022. Allianz SE CFO Giulio Terzariol says "We remain confident about our long-term growth trajectory".

As at 6M, **total revenues** jumped by 7.2% to €81.2 billion (6M 2021: €75.7 billion). **Operating profit** increased by 1.2% to €6.7 billion (6M 2021: €6.7 billion). **Net income attributable to shareholders** was €2.3 billion (6M 2021: €4.8 billion) due to a provision booked in Q1 2022 related to the U.S. Structured Alpha proceedings. **Group Solvency II capitalization ratio** was 200% at the end of the second quarter 2022, compared with 199% at the end of the first quarter 2022.

The **Property-Casualty** insurance segment showed robust growth. **Total revenues** surged by 12.1% to €37.7 billion (6M 2021: €33.6 billion). Adjusted for foreign exchange and consolidation effects, **internal growth was strong** at 8.5% supported by volume and price effects. **Operating profit** rose by 5.2% to €3.0 billion (6M 2021: €2.9 billion) largely driven by a significantly higher operating investment result. The **combined ratio** was 94.1% (6M 2021: 93.4%) reflecting higher natural catastrophe and weather claims.

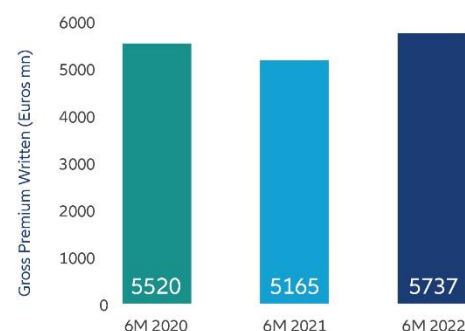
In the **Life/Health** insurance business, **total revenues** were at €39.8 billion (6M 2021: €38.5 billion). The **present value of new business premiums** was €35.9 billion (6M 2021: €39.2 billion). **Operating profit** was at €2.3 billion (6M 2021: €2.5 billion).

In **Asset Management**, **operating profit** grew by 1.8% to €1.6 billion (6M 2021: €1.57 billion). **Third-party assets under management** were €1.769 trillion as of June 2022, down by €197 billion from the end of 2021.

2. AGCS¹ results 6M 2022

In the first half of 2022, **gross premium written (GPW)** of AGCS increased year-on-year by €572 million (11%) to €5.737 billion (Q2 2021: €5.165 billion), driven by higher rates on renewals (13% incl. adjustment of terms and conditions), a higher renewals base, new business as well as favourable foreign exchange effects. Most lines of business experienced year-on-year growth, especially Financial Lines, Energy & Construction, and Property.

AGCS GPW 6M 2020-22



The **combined ratio** for 6M 2022 is 2.7%-p better than prior year and stands at 95.1% (6M 2021: 97.8%). The improvement versus prior year is mainly driven by a favourable current accident year loss ratio due to lower claims activity resulting from portfolio improvements. In the first half of 2022, AGCS experienced a similar impact from natural catastrophes compared to last year, the most significant events for AGCS being the floods in Australia and a major hailstorm in France.

The **operating profit** of €290 million (6M 2021: €179 million) is €111 million above prior year due to the better underwriting performance in Q2 2022.

Solvency ratios

AGCS shows solid local solvency ratios as of Q4 2021, which are listed below for the primary operating companies.

AGCS SE	151%
AGCS NA	299%
ART AG	140%

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

Results for Q3 2022 for Allianz Group and Allianz Global Corporate & Specialty will be available on November 10, 2022. 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 (Mar 22)	A+ (Oct 21)
AGCS NA	AA (Mar 22)	A+ (Oct 21)
ART*	AA (Mar 22)	A+ (Oct 21)
AGCS Japan	AA (Mar 22)	(N/A)
AGCS Re Brazil	(N/A)	A+ (Oct 21)
AGCS South Africa	BB+ global; zaAAA local (May 22)	(N/A)

On May 25, 2022, S&P Global Ratings affirmed the 'BB+' and 'zaAAA' national scale ratings on AGCS South Africa. As a "highly strategic" entity of Allianz, AGCS South Africa is rated two notches above the 'BB-' foreign currency rating on South Africa.

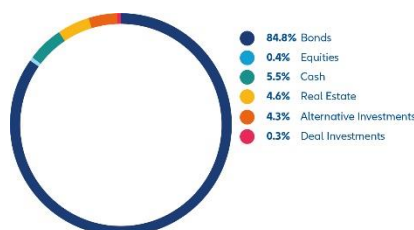
Asset allocation & investments

In Q2 2022 the market value of our total invested assets, excluding strategic participations, increased to €16.4 billion (Q1 2022: €16.2 billion).

In the current environment, AGCS focusses 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 Q2 2022 decreased to 5.5% (Q1 2022: 7.2%).

AGCS asset allocation 6M 2022



New set-up and investments in Multinational business

As announced on July 14, 2022, AGCS is strengthening its capabilities in the global program business, including a new market-facing team as well as dedicated investments in data and technology.

AGCS has moved the Management Board responsibility to the 'Regions and Markets' area led by [Henning Haagen](#) (pictured left). [Guy Money](#) (pictured right), currently Global Head of Product at AGCS, has been appointed Global Head of AGCS' Multinational business.



The AGCS Captive Solutions team, led by [Brian McNamara](#), will be integrated into the Multinational business to serve customers with a broad range of services from traditional, multi-line global programs to captive fronting and reinsurance as well as hybrid combinations.

Further key leadership appointments in the new AGCS Multinational team include [Jayesh Patel](#) who is leading the Multinational Market Practice Team that will work closely together with AGCS' distribution teams to develop business opportunities in target markets.

[Karol Dobias](#) remains in charge of the Business Excellence unit. The Network Management Team is overseen by [Melanie Windirsch](#), who is responsible to deliver local services across all network countries. [Nigel Leppitt](#) will oversee the Multinational transformation program.

Contact Us

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