

Allianz Global Corporate & Specialty

9M 2022 Results update

Briefing November 2022

This document summarizes the financial results for the first nine months of 2022 ('9M 2022') for Allianz Global Corporate & Specialty (AGCS) and for Allianz Group, both of which were announced on November 10, 2022.

Further information

Full details of Allianz Group results for 9M 2022, including the analysts' presentation, are available at Allianz Group's Investor Relations [web pages](#).

"Our excellent results this quarter again prove the resilience and strength of Allianz amid a dramatic geopolitical and market environment. Buoyed by outperformance in our Property-Casualty business, our operating profit and net income demonstrate to our stakeholders the benefits of our global scale and diversification, as well as our customer-centric strategy."

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 9M 2022

Allianz Group confirms its **full year outlook** of an operating profit of €13.4 billion, plus or minus €1 billion, and announced a new share-buyback program of €1 billion.

As at 9M, **total revenues** increased 5.3% to €116.0 billion (9M 2021: €110.1 billion). **Operating profit** increased 3.2% to €10.2 billion (9M 2021: €9.9 billion). **Net income attributable to shareholders** was €4.7 billion (9M 2021: €6.9 billion) due to a provision booked in Q1 2022 related to the U.S. Structured Alpha proceedings. **Group Solvency II capitalization ratio** was 199% at the end of the third quarter 2022, compared with 200% at the end of the second quarter 2022.

In the **Property-Casualty** business, **total revenues** jumped by 12.7% to €53.8 billion (9M 2021: €47.7 billion). Adjusted for foreign exchange and consolidation effects, **internal growth was strong** at 8.8% supported by volume and price effects. **Operating profit** rose by 13.5% to €4.7 billion (9M 2021: €4.2 billion) largely driven by a significantly higher operating investment result. The **combined ratio** was 94.1% (9M 2021: 93.9%) as the impact of higher attritional losses related to claims inflation as well as higher weather-related losses was partially offset by a favorable run-off result.

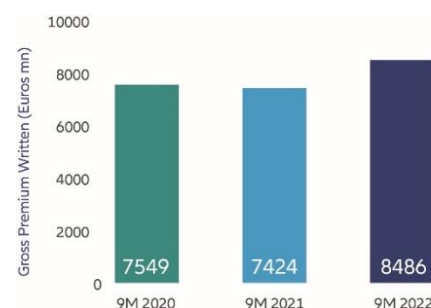
In the **Life/Health** insurance business, **total revenues** were at €56.6 billion (9M 2021: €56.8 billion). The **present value of new business premiums** was €49.6 billion (9M 2021: €58.9 billion). **Operating profit** was at €3.4 billion (9M 2021: €3.7 billion).

In **Asset Management**, **operating profit** was €2.4 billion (9M 2021: €2.5 billion) **Third-party assets under management** were €1.726 trillion as of September 2022, down by €241 billion from the end of 2021.

2. AGCS results 9M 2022

In the first nine months of 2022, **gross premium written (GPW)** of AGCS increased year-on-year by €1.063 billion (14%) to €8.486 billion (9M 2021: €7.424 billion), driven by higher rates on renewals (13% incl. adjustment of terms and conditions), a higher renewals base, new business, an increased retention rate as well as favourable foreign exchange effects. Most lines of business experienced year-on-year growth, especially Financial Lines, Property, Entertainment and MidCorp.

AGCS GPW 9M 2020-22



The **combined ratio** for 9M 2022 is 3.9%-p better than prior year and stands at 95.4% (9M 2021: 99.3%). This improvement is mainly driven by a favorable current accident year loss ratio across all segments due to lower claims activity resulting from portfolio improvements. AGCS also saw lower claims activity for natural catastrophes, but nevertheless was affected by Hurricane Ian in the United States and a major hailstorm in France.

AGCS' 9M 2022 **operating profit** of €459 million (9M 2021: €205 million) is €254 million better than prior year due to both better underwriting performance and improved investment result.

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 the full year 2022 for Allianz Group and Allianz Global Corporate & Specialty will be available on February 17, 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 (Oct 22)	A+ (June 22)
AGCS NA	AA (Oct 22)	A+ (June 22)
ART*	AA (Oct 22)	A+ (June 22)
AGCS Japan	AA (Oct 22)	(N/A)
AGCS Re Brazil	(N/A)	A+ (June 22)
AGCS South Africa	BB+ global; zaAAA local (Oct 22)	(N/A)

On October 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. In addition, S&P revised the outlook of AGCS SE and its core subsidiaries from "negative" to "stable". According to S&P "AGCS markedly strengthened its underwriting performance across all business lines".

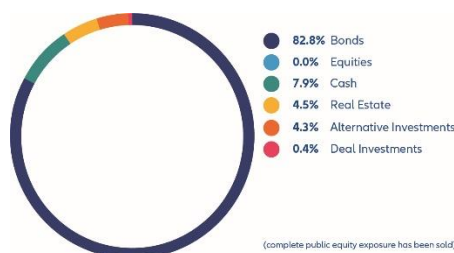
Asset allocation & investments

In Q3 2022 the **market value of our total invested assets**, excluding strategic participations, increased to €17 billion (Q2 2022: €16.4 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 Q3 2022 increased to 7.9% (Q2 2022: 5.5%). The very small public **equity** exposure has been sold completely.

AGCS asset allocation 9M 2022



"Ready": AGCS launching a new brand campaign

In September 2022, AGCS launched a new global marketing campaign.

Based on digital advertising, email and social media marketing, plus a strong presence at key industry events, and supported by thought leadership publications and newsletters, the campaign aims to highlight the unique strengths of AGCS externally.

Jeremy Sharpe, Global Head of Distribution at AGCS, explains: "In this campaign, we bring the AGCS value proposition to life by highlighting the unique challenges that each of our clients have and how we support them." The campaign is centered around the tagline "Ready" and focuses on some of AGCS's core strengths:

- Multinational
- Claims
- Alternative Risk Transfer
- Risk Consulting
- Global Industry Solutions

The new "Ready" campaign was a stand-out feature on the Allianz booth at FERMA 2022 this October.



Contact Us

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