This document summarizes the financial results for the first nine months of 2020 (‘9M 2020’) for Allianz Global Corporate & Specialty (AGCS) as well as for Allianz Group, both of which were announced on November 6, 2020.

1. ALLIANZ GROUP RESULTS 9M 2020

Allianz has delivered solid results in an environment that will remain challenging. “We remain confident to not just weather the COVID-19 crisis but to build an even stronger Allianz for the benefit of all stakeholders”, says Allianz SE Chief Executive Officer Oliver Bäte.

In the first nine months of 2020, total revenues declined by 1.9% to €104.9 billion (9M 2019: €106.9 billion). **Operating profit** dropped by 14.6% to €7.8 billion (9M 2019: €9.1 billion), mostly due to adverse impact from COVID-19 of €1.3 billion. The drop in **net income attributable to shareholders** of -17.6% to €5.0 billion (€6.1 billion) was largely driven by the decrease in operating profit. The Solvency II capitalization ratio was at 192% at the end of the third quarter of 2020 (end of Q2 2020: 187%).

In the **Property-Casualty** insurance segment, **total revenues** increased by 1.4% to €46.7 billion euros (9M 2019: €46.1 billion). Adjusted for foreign currency translation and consolidation effects, **internal growth** fell 0.9%. Due to a significantly lower underwriting result, heavily impacted by COVID-19, as well as a lower operating investment result, the **operating profit** deteriorated by 16.6% to €3.5 billion (9M 2019: €4.2 billion) partly offset by a strong improvement in expense ratio. Overall, the **combined ratio** for 9M 2020 worsened by 1.9 percentage points to 96.0%.

In the **Life/Health** insurance business, the **present value of new business premiums** decreased to €24.5 billion (9M 2019: €49.0 billion). **Operating profit** went down to €2.9 billion (9M 2020: €3.4 billion).

In **Asset Management**, **operating profit** rose by 2.2% to €1.996 billion (9M 2019: €1.954 billion). **Third-party assets under management** decreased to €1,670 billion by €19 billion compared to year-end 2019.

2. AGCS1 RESULTS 9M 2020

In the first 9M of 2020, AGCS gross premium written grew by 5.7% to €7.549 billion (9M 2019: €7.142 billion) due to strong performance in the Capital Solutions line of business with higher premiums flows from capital market partners. AGCS continued to see strong rate increases of 22% on average across its portfolio (for renewal and new business). Primary increases are observed in Aviation and Property, but also in Liability and Financial Lines.

AGCS GPW 9M 2018-20

The **combined ratio** for 9M 2020 stands at 112.7% (9M 2019: 101.2%), largely attributed to COVID-19 claims particularly in the Entertainment segment. The unfavourable loss ratio development is partly mitigated by an improved expense ratio benefitting from top line increase, cost savings and reduced travel expenses. Excluding COVID-19 claims impact of €493 mn, the combined ratio would stand at 100.4%.

AGCS’ 9M 2020 **operating loss** of €257 million (9M 2019: profit of €250 million) is €507 million below prior year driven by lower underwriting result and investment income. Excluding the impact from the global pandemic, operating profit would be €269 million which is €19 million above prior year.

---

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 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..
**SOLVENCY RATIOS**

AGCS shows solid local solvency ratios as of Q4 2019, which are listed below for the primary operating companies.

<table>
<thead>
<tr>
<th>AGCS Company</th>
<th>Solvency Ratio</th>
</tr>
</thead>
<tbody>
<tr>
<td>AGCS SE</td>
<td>157%</td>
</tr>
<tr>
<td>AGCS NA</td>
<td>264%</td>
</tr>
<tr>
<td>ART AG</td>
<td>149%</td>
</tr>
</tbody>
</table>

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

---

**AGCS RATINGS (showing date rating published)**

<table>
<thead>
<tr>
<th>AGCS Company</th>
<th>Standard &amp; Poor’s</th>
<th>A. M. Best</th>
</tr>
</thead>
<tbody>
<tr>
<td>AGCS SE</td>
<td>AA (Oct 20)</td>
<td>A+ (Sept 20)</td>
</tr>
<tr>
<td>AGCS NA</td>
<td>AA (Oct 20)</td>
<td>A+ (Sept 20)</td>
</tr>
<tr>
<td>FFIC</td>
<td>AA (Oct 20)</td>
<td>A+ (Sept 20)</td>
</tr>
<tr>
<td>ART AG</td>
<td>AA (Oct 20)</td>
<td>A+ (Sept 20)</td>
</tr>
<tr>
<td>AGCS Japan</td>
<td>N/A</td>
<td>A+ (Sept 20)</td>
</tr>
<tr>
<td>AGCS Re Brazil</td>
<td>N/A</td>
<td>A+ (Sept 20)</td>
</tr>
<tr>
<td>AGCS South Africa</td>
<td>BB+ global; zaAAA local (Oct 20)</td>
<td>(N/A)</td>
</tr>
</tbody>
</table>

In September 2020 A.M. Best affirmed the ‘AA’ financial strength ratings of **Allianz SE and its rated subsidiaries AGCS SE, AGCS NA, FFIC, ART AG, ART Bermuda and AGCS Brazil**. The outlook of these ratings remains stable.

In October 2020 Standard & Poor’s (S&P) affirmed the ‘AA’ ratings on **Allianz SE and its core subsidiaries AGCS SE, AGCS NA, FFIC and AGCS Japan**. The negative outlook remains unchanged. S&P also affirmed the ‘AA-’ rating with stable outlook of **ART AG and ART Bermuda** as well as the ‘BB+’ rating with stable outlook of **AGCS South Africa**.

**ASSET ALLOCATION & INVESTMENTS**

In Q3 2020 the **market value** of our total invested assets, excluding strategic participations, was stable at €14.7 billion (Q2 2020: €14.7 billion).

In the current low yield environment, 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 2020 decreased to 11.1% (Q2 2020: 11.6%).

**AGCS Asset Allocation 9M 2020**

---

**AGCS REGIONAL MANAGING DIRECTORS IN NEW SET-UP**

As announced on July 1, 2020, AGCS has simplified its regional organization reducing the number of regional units from seven to six and moving from a country-centric to a more global set-up with regional delivery, which reflects the set-up of many clients and global broking partners.

In each of these six AGCS regional units, leadership is consolidated under one Regional Managing Director, some of whom were newly appointed to the AGCS leadership team: **Nuno Antunes** joined AGCS from AIG to lead the Ibero/LatAm region and **Alfredo Alonso**, moving to AGCS from Argo Global, is responsible for the Regional Unit London. **Corinne Cipière** is the Regional Managing Director for the newly created Mediterranean & Africa region. The regional leadership for Asia Pacific, **Mark Mitchell**, Central & Eastern Europe, **Hans-Joerg Mauthé**, and North America, **Bill Scaldaferri**, remain unchanged.

**GRANT MAXWELL TO LEAD ALTERNATIVE RISK TRANSFER**

Effective from July 23, 2020 **Grant Maxwell** assumed responsibility as Global Head of Alternative Risk Transfer (ART) at AGCS, reporting directly to AGCS SE Board Member and Chief Underwriting Officer Corporate **Tony Buckle**. Since February 2020 Maxwell has led the ART line of business on an interim basis. ART provides non-traditional (re)insurance solutions including fronting solutions tailored to companies’ specific needs.

**Contact Us**

For further information please contact your local AGCS manager or Hugo Kidston, AGCS Global Head of Communications, +44.203.451.3891

Follow AGCS:

[www.agcs.allianz.com](http://www.agcs.allianz.com)

---

Results for the full fiscal year 2020 for Allianz Group and Allianz Global Corporate & Specialty will be available on February 19, 2021. For further details please see Allianz Group’s Investor Relations website pages.