Allianz Global Corporate & Specialty SE Singapore Branch

S

CI

AGCS SE Singapore branch is part of the risk governance framework of AGCS SE. Assuming and managing risk is part of the business model of AGCS SE. Well-developed risk awareness and the careful weighing of chances and risks are therefore an integral part of AGCS SE's business processes. The key elements of the risk management of AGCS SE are:

A strong risk management culture, promoted by a solid risk organization and effective risk governance.

Comprehensive risk capital calculations with the objective of protecting the capital base and

Liquidity risk, which is defined as the risk that payment obligations cannot be met when they become due.

Strategic risk: Risk resulting from strategic business decisions. This includes risks caused by business decisions that are not adapted to a changed economic environment.

Reputational risk: The risk that arises from possible damage to an undertaking's reputation as a consequence of negative public perception.

The AGCS Investment and Asset-Liability-Management Standard of AGCS SE applies to AGCS Singapore. AGCS SE actively manages its investment portfolio and is actively taking investment risks in a controlled and limited manner. This results in a mid to long-term focused investment policy with an emphasis on strategic asset allocation and the goal of realizing the long-term risk premium of asset classes. Tactical asset allocation is used on a limited basis as an enhancement to the strategic asset allocation in order to profit from market opportunities.

The AGCS investment strategy takes these factors into consideration:

Local as well as group-wide external and internal regulations, and policies

The risk-bearing capacity and risk tolerance of AGCS' legal entities / Branches

The general principles of a congruent Asset-Liability-Management

The return objectives, expectations, and risk tolerance of the shareholders

The expectations of external parties (e.g. regulators, rating agencies, clients)

The investment activities follow the general princip2rati