REAL WORLD IMPACT WITH INSURANCE INVESTMENTS

G20 Global Summit on Financing Energy Efficiency, Innovation and Clean Technology

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WHY SUSTAINABILITY @ ALLIANZ?

Underwriting

TRADITIONAL:
• Risk protection as the nature of Allianz’ business
• Managing risks is key for our continued success

NEW AND ADDITIONAL:
• Sustainability management is central to mitigate risk and seize opportunities
• Financial industry has a huge responsibility -and opportunity- to support societal priorities

Investment

TRADITIONAL:

NEW AND ADDITIONAL:
• Return
• Risk
• Real world impact
Allianz Operations has been carbon neutral since 2012 (partly by offsetting)

We are committed to source 100% renewable power for our group-wide operations by 2023

Carbon neutrality by 2050 in the Allianz Investment Portfolio: We joined the Science Based Targets initiative (SBTi) and committed to set long-term climate goals to decarbonize Allianz’ portfolio

Currently EUR 25bn* sustainability-themed investments with strong growth in the Allianz Investment Portfolio

* As of reporting year 2018
SUSTAINABILITY APPROACH OF OUR INVESTMENT PORTFOLIO

COMPREHENSIVE

ALL PORTFOLIOS

REAL WORLD IMPACT

Exclusions
Engagement
Support transition
New investment opportunities

Business-oriented

ALL ASSET CLASSES

HOLISTIC ESG APPROACH

Environmental
Social
Governance

Networks

Real world impact

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ENGAGEMENT

What is engagement about?

• Target orientated and collaborative dialogue
  • Various means of engagement: letters, calls, personal meetings, on-site visits, proxy voting
  • Successful engagement can often require several years

Reasoning for Allianz engagement

• We are active owners
  • We contribute to solutions. Thus, we do not exclude or divest ESG laggards automatically, but engage with them to induce improvement
  • We provide further justification to companies to make the sustainability sound business decisions

Objectives of our engagement?

• Increase transparency of companies’ ESG performance and targets
  • Provide incentive for companies to include long term sustainable thinking into decision processes
  • Strengthen attention towards ESG issues and spur improvements of companies’ business performance
  • Mitigate financial and reputational risks
NEW INVESTMENT OPPORTUNITIES

Real Estate

- Hudson Yards in Manhattan: First commercial office building in New York to receive LEED Platinum Certification
- EUR 13.3Bn* invested in certified green buildings

Renewables & New Tech

- EUR 6.8bn* investments in large and small scale renewable projects
- 86 wind farms & 9 solar farms*
- Mini Hydro Power Plant investment by Allianz Malaysia and Indonesia
- Allianz invests in Asian ride hailing co, GoJek: help people move with fewer, fuller, and more efficient cars

Infrastructure

- Partnership with the International Finance Corporation (IFC), commitment of $500mn in infrastructure projects in emerging countries
- Tideway Tunnel, London: Investment in a clean river preventing million tonnes of untreated sewage to be discharged into the tidal River Thames per year
- Investment into fiber to the home business (FttH) comprising 5mn homes in France

* As of reporting year 2018
Real World Impact & attractive investments are not a contradiction

Doing well by doing good is possible!

WE NEED TO TAKE ACTION NOW – ALL OF US!
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