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CREDIT OPINION
21 December 2023

Update

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RATINGS

**ageas SA/NV**

| | |
|---|---|
| Domicile | Belgium |
| Long Term Rating | A1 |
| Type | Insurance Financial Strength - Fgn Curr |
| Outlook | Stable |

*Please see the ratings section at the end of this report for more information. The ratings and outlook shown reflect information as of the publication date.*


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# ageas SA/NV

Annual update

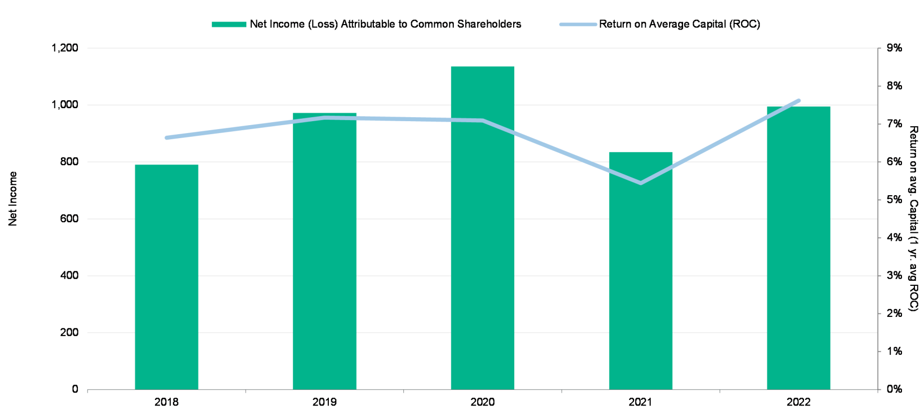

## Summary

The A1 Insurance Financial Strength Rating (IFSR) on ageas SA/NV is based on the financial strength of the entire Ageas group ('Ageas'). The rating is supported by the group's strong market positions in its home market, Belgium, as well as in other European markets such as Portugal and the United Kingdom, the strong and growing foothold in Asian markets, especially in China, resilient and solid capital, as well as strong earnings levels through the cycle. These strengths are partially offset by a limited control over distribution channels and the limited degree of control over the fast-growing subsidiaries outside Europe, as well as the relatively smaller size of most of these operations in the group context, with the notable exception of Taiping Life in China.

The A1 long-term Issuer Rating on ageas SA/NV, at the same level as the IFSR, reflects that the holding company is also acting as the internal reinsurer of the group, with meaningful quota-share and loss portfolio transfer agreements in place with all major consolidated subsidiaries. The entity's A1 issuer rating is consistent with Moody's standard notching practices for reinsurers, where reinsurers' senior creditors are pari passu with cedants.


Exhibit 1

**Net Income and Return on Capital**




*Sources: Moody's Investors Service and company filings*

## Credit strengths

» Strong position of the group in both its European home markets, and strategically important Asian countries

- Diversified and stable earnings profile
- Very strong and resilient capitalisation

## Credit challenges

- Limited degree of control over fast-growing non-consolidated subsidiaries as well as over distribution channels
- Scaling up of operations in less developed insurance markets under way
- Earnings historically dependent of investment results

## Rating outlook

The outlook on Ageas is stable, reflecting our expectation that the issuer will preserve the strength and diversification of its business profile as well good levels of earnings and capital in the next 12-18 months.

## Factors that could lead to an upgrade

Ageas's rating could be upgraded in case of:

- a material improvement in its business profile, supported by increased control of subsidiaries and its distribution channels, and
- a return on capital (Moody's definition) sustainably in excess of 8% paired with low volatility of earnings and
- a group Solvency II ratio (based on Pillar 2) sustainably in excess of 200%.

## Factors that could lead to a downgrade

Conversely, Ageas's rating could be downgraded if:

- a significant weakening in Ageas's geographic diversification or increase in product risk, or
- a group Solvency II ratio (based on Pillar 2) sustainably below 150%, or
- a return on capital (Moody's definition) sustainably lower than 4%, or
- a sustained rise in adjusted financial leverage above 30%.

## Key indicators

Exhibit 2
**ageas SA/NV**

| ageas SA/NV [1][2] | 2022 | 2021 | 2020 | 2019 | 2018 |
|---|---|---|---|---|---|
| **As Reported (Euro Millions)** | | | | | |
| Total Assets | 100,304 | 111,139 | 111,418 | 109,449 | 101,686 |
| Total Shareholders' Equity | 8,632 | 14,172 | 13,774 | 13,481 | 11,520 |
| Net Income (Loss) Attributable to Common Shareholders | 1,011 | 845 | 1,141 | 979 | 809 |
| Gross Premiums Written | 8,931 | 8,979 | 8,435 | 9,383 | 8,860 |
| Net Premiums Written | 8,464 | 8,519 | 8,024 | 9,021 | 8,597 |
| **Moody's Adjusted Ratios** | | | | | |
| High Risk Assets % Shareholders' Equity | 225.3% | 155.0% | 143.3% | 131.1% | 134.8% |
| Reinsurance Recoverable % Shareholders' Equity | 10.8% | 7.1% | 5.8% | 5.8% | 6.5% |
| Goodwill & Intangibles % Shareholders' Equity | 22.3% | 13.2% | 12.7% | 12.3% | 13.8% |
| Return on Average Capital (ROC) | 7.6% | 5.4% | 7.1% | 7.2% | 6.6% |
| Sharpe Ratio of ROC (5 yr.) | 815.7% | 787.6% | 230.7% | 233.0% | 232.7% |
| Adv. (Fav.) Loss Dev. % Beg. Reserves | -4.8% | -5.0% | -4.0% | -5.9% | -5.4% |
| Adjusted Financial Leverage [3] | 26.2% [3] | 16.4% | 18.2% | 13.8% | 11.2% |
| Total Leverage [3] | 44.4% [3] | 33.5% | 35.3% | 33.7% | 31.0% |
| Earnings Coverage | 10.0x | 9.9x | 13.1x | 13.5x | 11.8x |

[1] Information based on IFRS financial statements as of the fiscal year ended 31 December. [2] Certain items may have been relabeled and/or reclassified for global consistency. [3] These ratios include repo reported as financial debt in Ageas consolidated balance sheet, but that Moody's does not consider either operating debt or financial debt. Adjusted from repo debt, financial leverage and total leverage were respectively 22.2% and 35.5% as of YE 2022.
*Sources: Company filings and Moody's Investors Service*

## Profile

Ageas SA/NV is the holding company of the Ageas group and acts as an operating reinsurance company providing reinsurance protection primarily to its subsidiaries. The issuer's main assets are (i) 75% of AG Insurance, leading insurer in Belgium, (ii) Ageas UK, a British non-life, retail insurer, (iii) insurance activities in Continental Europe, mainly in Portugal (51% of MillenniumBCP Ageas along with non-life operations of Ageas Seguros), and (iv) diversified insurance operations in a number of Asian markets, which are mostly non-controlled and for the most part jointly operated with local banking operators.

The A1 IFSR on AG Insurance reflects the company's strong stand-alone credit profile. AG Insurance is the market leader in Ageas's Belgian home market and continues to be a dominant driver for the group's credit profile. Ageas SA/NV owns 75% of AG Insurance, with the remaining 25% being held by BNP Paribas Fortis SA/NV (BNPPF; A1, A2, baa1[1]), which is also AG Insurance's main distribution channel.

## Detailed credit considerations

From 01 January 2023, the financial information of Ageas is reported under the new insurance accounting regime, IFRS 17. Its application may significantly affect the overall presentation of financial statements as well as certain reported amounts, including shareholders' equity, insurance liabilities, revenue and net income. Scorecard metrics whose inputs are affected by the application of IFRS 17 may result in values and unadjusted scores that are significantly different from what was reported under the company's legacy reporting.

### Market Position and Brand - solid geographical footprint benefitting from the growth of Asian entities - A

Ageas is a global insurance group, with a leading position in its home market, Belgium (number one and number two in life and non-life respectively), and a top 3 position in Portugal and in the UK retail P&C market.

Ageas also has sizeable activities outside Europe, mainly via its joint ventures with leading or well-established insurers in Turkiye and other Asian countries - most important being China, Thailand and Malaysia. These non-consolidated entities are accounted using the equity method in the group reporting and therefore their business volume is not reflected in the group's consolidated premiums. Gross inflows from these entities - adjusted for the group's share of participation - continue to represent a growing and substantial share of total inflows, at about 51% in 2022 and 55% in the first half of 2023). With the exception of IDBI Federal Life Insurance Company Ldt in India, Ageas does not have direct and full control over these entities, which generally operate under their own brands, but Ageas looks for strong alignment with the majority owners and ensures that it is adequately represented in the executive management teams of the local entities, which slightly mitigates the lack of strict control.

Recently, Ageas continued to show interest in further expanding its presence in emerging markets, with acquisitions of participations in China and Turkiye, and more recently during the second half of 2022, the group completed the acquisition of majority stake (74%) in IDBI Federal Life Insurance Company Ldt, an Indian life insurer.

Going forward and in line with the current three-year strategic plan 2022-2024, we expect Ageas will remain active in emerging markets, creating synergies with selected partners for their strong franchise and brand recognition in each local market. The group may also consider further external growth of a controlled entity.

### Distribution - diversified model mainly based on intermediaries - A

Ageas uses varied distribution channels in the different countries where it operates. Inflows both from consolidated and non-consolidated entities are generated from banks, brokers that we consider as non-controlled distribution channels, and agents. Hence we view the issuer's distribution model mostly relying on third-parties, which remains one of the main credit challenges, even though Ageas has a strong track record of successfully managing relationships with this type of distribution.

Despite this challenge, we view the group's strong brand recognition, in particular in Belgium its home market, as a key strength which helps maintaining a preferred position among brokers and agents. Ageas also benefits from exclusive distribution agreements with large banks, notably in Belgium with the partnerships with BNPPF a subsidiary of BNP Paribas (Aa3, Aa3, baa1), in Portugal with Millenium bcp, and in Turkiye with Akbank (B3, B3, b3).

Ageas is also developing direct sales through the digital channel in Europe. However the group considers that customers, in Belgium in particular, still need advice in the subscription process. For this reason, we consider that further progression of digitisation is limited going forward and that Ageas's distribution model will remain strongly focused on a diversified network of intermediaries in the short to medium term.

### Product Risk and Diversification - product and geographic diversification remains strong - A

Ageas's product portfolio is diversified even though life still account for more than two-thirds of gross inflows (69% including non-consolidated entities at Ageas's share of participation in FY 2022, vs. 31% for non-life). ) Geographical diversification is also strong and growing, as China is now the largest contributor to gross inflows, followed by Belgium, the group's historical market (35% and 30% of total gross inflows respectively in 2022. Other important geographies in terms of country mix remain Portugal (9%) and the UK (8%), followed by other Asian countries such as Malaysia and Thailand.

In life, Ageas's product risk is mainly stemming from life liabilities with guarantees on (i) AG Insurance's traditional savings book, representing about 77% of the life technical reserves in 2022, with historically higher average inforce guaranteed rate than that of some European peers, and (ii) Portugal liabilities which we consider to be low risk. Over the last years, low to nil (0-0.5%) guaranteed rates on new business were offered to clients in Belgium, which significantly reduced the gap with peers in terms of average guaranteed rates (-23 bps since 2015 to 1.59% at YE 2022). The sale of Ageas France also contributed to the reduction of life product risk for the group.

In non-life, Ageas has a relatively low underwriting risk, as it primarily writes short-tailed product lines in Belgium, the UK and in Portugal such as motor (37% of non-life gross written premium from consolidated entities in FY 2022), property (28%), and accident & health (25%).

49% of Ageas's gross inflows came from Asia in 2022, and mainly consisted of China-underwritten life products, as well as Thailand and Malaysia contracts. Despite the non-controlling nature of these participations, Ageas is partially exposed to their product risk. Taiping Life in China, the largest partner in terms of inflows, sells participating products, traditional savings products, as well as accident and health products.

In reinsurance, after Ageas started to underwrite 3rd party reinsurance under the Ageas Re brand in 2022, the group has combined all reinsurance activities into this entity. We view risk appetite as moderate on this segment despite the rapid development of non-life quota shares in order to optimize capital fungibility within the group. Reinsurance activities are P&C at 99% of inflows, and Ageas Re has secured a retrocession cover on the group's peak peril in July 2023.

### Asset Quality - conservative asset allocation should prevail - A

Ageas has a prudent asset allocation (excluding its participations[2]) concentrated in fixed income investments (79% of total investments as of YE 2022), and smaller exposures to real-estate (10%), equities (4%), and cash and equivalents (1%).

43% of the portfolio is invested in government bonds, with a significant part (about 46%) in Belgian government bonds, followed by France with 14%. The sovereign portfolio benefits from a very high credit quality, with 81% of investments rated at or above the A category. Corporate bonds accounts for 19% of total investments, with a slightly higher risk profile (43% of bonds rated A or above, and 2% below investment-grade as at YE 2022). 69% of the exposure is on non-financials, whereas financial institutions account for 30% (banks alone 17%).

In the previous years, in search for yield as most of its peers, Ageas has gradually increased the exposure to loans that are less liquid and, in some cases, less well-rated. As at YE 2022, the share of loans among total invested assets was 17%. However, as a significant share of these investments are exposed to government and official institutions, or mortgages (mostly Dutch mortgages that partly benefit from the State guarantee), we view the risk as bearable.

Exposure to real-estate can be viewed as high compared to European peers. However considering the diversification of real assets (investment offices at 53%, car parks at 22%, and retail at 19% of total real-estate exposure), we believe concentration is limited despite rising risks on this segment mostly due to the rise of interest rates and the long-lasting effects of the pandemic on office occupation.

Exposure to intangibles and reinsurance recoverables is moderate. Under IFRS 4, deferred acquisitions costs (DAC), present value of acquired future profit and distribution agreements were recognized separately as assets on insurers' balance sheets. Under IFRS 17, these items will be implicitly deferred within the contractual service margin (CSM), a component of the insurance contract balance sheet liability.

Overall, we view Ageas's asset quality to be strong and in line with an A-score despite an elevated high-risk assets ratio at 225%. Going forward, and following the rise in interest rates, we believe the group's investment policy will move towards a stronger appetite for highly-rated fixed income investments.

### Capitalisation - strong and resilient solvency through the cycle - A

Ageas reports two sets of group Solvency, one of which is the regulatory Pillar 1 Solvency, and its Pillar 2 Solvency, based on which Ageas manages its business including capital. Both Solvency II ratios are based on a partial internal model, with the main difference being the different treatment of spreads: whereas the Pillar 1 model includes what Ageas defines as 'fundamental spread risk' (linked to default or realised capital losses on sale) and 'non-fundamental spread risk' (linked to short-term volatility in the market), it does not account for risks associated with exposure to domestic sovereign bonds. The Pillar 2 model only reflects 'fundamental spread risk', including that on exposures to domestic sovereign bonds. It excludes 'non-fundamental spread risk' and hence does not use the volatility adjustment. In our assessment of Ageas's capital adequacy we take both Solvency II ratios into consideration. Even though we consider Ageas's Pillar 2 Solvency II ratio to be an adequate reflection of the group's capitalisation, Pillar 1 is a regulatory requirement which may constrain Ageas business decisions. We note that Ageas's regulatory Pillar 1 Solvency II ratio is highly sensitive to movements in credit spreads.

Non-consolidated subsidiaries of the group are not reflected in the Solvency II model, which means that they are excluded from both available and required capital. Ageas reports their respective Solvency ratios based on the local regulators' solvency regimes, and all major entities comfortably exceeded capital requirements as of Q2 2023 except for one entity in Turkiye.

Ageas's capitalisation, based on group Solvency II, is strong and resilient over the last years, as shown by the solidity of ratios over the course of 2022 and 2023. For the first half of 2023, Ageas reported Solvency II ratios of 213% (Pillar 1) and 220% (Pillar 2), vs. respectively 206% and 218% at YE 2022. The slight increase at both levels is driven by operational performance, which is partially offset by accrued dividends. Ageas remains exposed to a decrease in interest rates. Hence, in the case of a decrease of yields by 250 bps, Solvency II ratio would drop by 38 ppts to 180%.

### Profitability - positive contribution of higher interest rates and proactive pricing mitigate market effects - A

Average return on capital (Moody's definition) for Ageas group for the last 5 years (2018-2022) stands at 6.8%, which is in line with an A score as per Moody's methodology. The group has improved its profitability over the last years as negative one-offs decreased in the general account segment, in turn decreasing earnings volatility. The resolve of most legacy issues is also positive, but the contingent liability related to the CASHES securities will continue to influence reported net results going forward, as observed in the group's net result for the first-half of 2023 which included a €68 million negative revaluation impact. However, for FY 2022 the revaluation had a positive impact of €140 million (FY 2021: negative impact of €101 million).

Earnings from insurance operations are dominated by the life segment, which account historically for approx. 65% of total for insurance earnings on an underlying basis. In FY 2022 the group's net result decreased to €871 million from €945 million for the same period in 2021 (under IFRS 4) driven by the impact of adverse market conditions, inflation pressure in the UK as well as Turkiye and weather related claims in UK and Portugal. Ageas reported for the first six month 2023 a net result of €599 million (HY 2022: €723 million under IFRS 17), with a strong performance in non-life but lower net capital gains in life.

Life earnings are mainly stemming from the investment result from traditional life business which has been resilient over the past years as Ageas has been able to lower inforce guaranteed rate and profit sharing in line with the decrease in investment returns. However, progress in strengthening earnings from unit-linked business - as a means to reduce the dependence on investment results - has been stagnating. Going forward we view the rise of interest rates as a key element to stabilize investment results, while increasing margins as guaranteed rates remain low. This should reduce the dependence on realized capital gains, which is credit positive.

Non-life earnings benefit from healthy underwriting profitability, as reflected by a reported combined ratio of around 95% since 2017, and benefitting from consistently high reserve releases (around 6.0 percentage points positive impact on reported combined ratio). In FY 2022, Ageas's combined ratio stood at 96.5%, deteriorating by 100 bps vs. 2021 due to higher-than-average adverse weather events and claims inflation. In the first half of 2023, Ageas combined ratio improved to 93.3% (HY 2022: 96.2% under IFRS 17) due to positive claims performance across all products lines, favourable weather-related claims, and a slightly improved expense ratio. We view the proactive pricing policy of Ageas, as well as the inflation-linked indexation clauses in some contracts (mostly in Belgium in the property segment) as a mitigant toward claims inflation.

### Liquidity & Asset Liability Management - solid ALM policies, guaranteed rates stabilizing at a low level - A

Ageas's Liquidity and ALM are strong, mainly reflecting the group's prudent approach to ALM which results in strong matching of assets and liabilities, based on a robust framework and process in place. As of Q2 2023, the average client guaranteed rates stabilized at approx. 1.6% in Belgium. Belgium duration gap was close to zero in 2022.

### Reserve Adequacy - good track record despite current inflation risk - A

Non-life reserve adequacy at Ageas is strong. Reserve releases have been a constant feature of Ageas's group results, indicating a conservative reserving process, with very high reserves releases for the years 2018 and 2019. Lower reserve releases for the years 2016 and 2017 were mainly due the decrease in discounting factors on personal injury reserves in the United Kingdom ('Ogden rate'). 2022 showed the resurgence of inflation risk, which can put pressure on reserves, but we expect Ageas to reflect higher claims costs in reserves on a proactive basis.

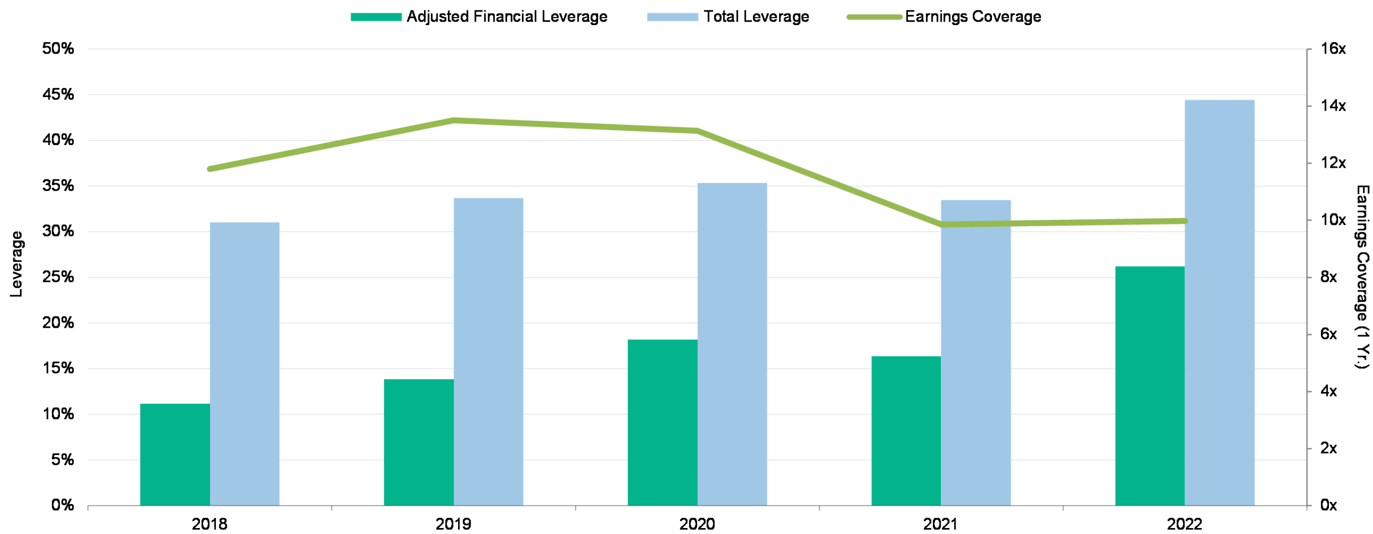
### Financial Flexibility - Very strong access to markets and healthy leverage and coverage ratios - A

Ageas benefits from an extensive access to financial markets in general and debt market in particular, as evidenced by multiple successful debt issuances in the last years on several debt classes (RT1 or Tier 2). Despite the fact that Ageas' holding company remains liable to support the interest payments on €0.83 billion subordinated debt (CASHES) issued by previous group member Fortis Bank (now BNPPF) in case the bank is not able to service this debt due to solvency problems, we view the group's financial flexibility as very strong.

We consider adjusted financial leverage and total leverage (excluding hybrids' equity credit) adjusted from repo debt. Repurchase agreements are not considered either operating or financial debt analytically. Ratios increased in 2022 vs. 2021, mainly as a result of lower shareholders' equity as interest rates strongly rose during the year, but remained under control, respectively at 22.2% (excluding 100% of repos), and at 35.5%. Earnings coverage was also strong at 11.7x on average for the period 2018-2022. Cost of funding (equity and debt) was at approx. 7% as of mid-2023.

The group's leverage ratios will be altered by the transition to IFRS 17, owing to the change in reported shareholders' equity and creation of the CSM. However, we do not believe that these changes will hamper Ageas's access to capital markets, alter its ability to service its outstanding debt or lead to changes in the group's financial policies or appetite for debt.

Exhibit 3
**Financial Flexibility**

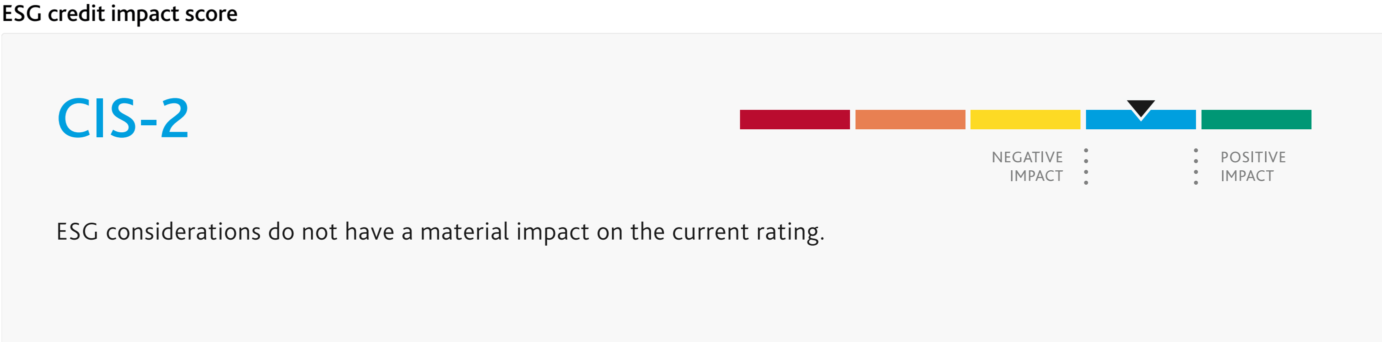



*Sources: Moody's Investors Service and company filings*

## ESG considerations

### ageas SA/NV's ESG credit impact score is CIS-2

Exhibit 4
**ESG credit impact score**




*Source: Moody's Investors Service*

Ageas SA/NV's CIS-2 indicates that ESG considerations do not have a material impact on the current rating, reflecting the limited impact of environmental and social risks on the rating to date. The group's risk management and effective governance mitigate the group's exposure to environmental and social risks, in particular carbon transition risk and customer relations risk.

Exhibit 5
**ESG issuer profile scores**


*Source: Moody's Investors Service*

### Environmental
Ageas faces moderate environmental risks. The group has moderate exposure to carbon transition risk through the long-duration assets held in its investment portfolio and inherent asset leverage, and strategic risk related to the increasing stakeholder focus on its environmental stewardship. Exposure to physical climate risk in its property and casualty insurance business is moderate in the context of the overall group and is managed through diversification and reinsurance, and partially mitigated by its ability to re-price and reinsure its well diversified underwriting exposures.

### Social
Ageas faces high industrywide customer relations risk in relation to its sale of products and significant interaction with retail customers in relation to the sale of its products and the significant interaction with its retail customers, due to its focus on wealth and pension management. Rising digitization and interconnectedness of devices will increase customer privacy and data security risks. Demographic and societal trends can make the operating environment more challenging, although an ageing population also provides growth opportunities for Ageas, along with growth opportunities presented by its presence in developing markets in Asia.

### Governance
Ageas has a low exposure to governance risks, and we consider its risk management, policies and procedures are in line with industry best practices. Financial and risk management policies are strong and the group aims to maintain strong Solvency. Management has demonstrated a strong track record of achieving strategic, operational and financial objectives. However, the high weight of the non-consolidated joint-ventures in Asia gives rise to risks associated with organizational complexity.

ESG Issuer Profile Scores and Credit Impact Scores for the rated entity/transaction are available on Moodys.com. In order to view the latest scores, please click here to go to the landing page for the entity/transaction on MDC and view the ESG Scores section.

## Liquidity analysis
Liquid resources held at ageas SA/NV (consisting of the sum of net cash and liquid assets) were €830 million as of June 2023. In the first half of 2023, the dividend received from its subsidiaries and equity associates (€713 million) more than covered the holding costs and the dividend paid to shareholders (€270 million).

## Support and structural considerations

### Long Term issuer rating on ageas SA/NV
Ageas SA/NV is the ultimate holding company of the group and is also an operating company which however only writes reinsurance business. As a result of this, ageas SA/NV's IFSR and Long Term issuer ratings are assigned at the same level, at A1. This is consistent with Moody's standard notching approach for reinsurance operating companies.

### Backed Junior Subordinate Rating on FRESH securities
The FRESH securities have been issued by Ageasfinlux S.A., a financing vehicle of Ageas, and ageas SA/NV is co-obligor. The notes are rated four notches below ageas SA/NV's IFSR. This is one notch wider than the standard notching we have for preferred securities with a cumulative coupon skip mechanism. This additional notching reflects the higher risk of coupon deferral, as these securities allow for an Alternative Coupon Settlement Method (“ACSM”) when the annual dividend yield on the Ageas share is below 0.5%.

## Rating methodology and scorecard factors

Exhibit 6

ageas SA/NV

| Financial Strength Rating Scorecard [1][2] | Aaa | Aa | A | Baa | Ba | B | Caa | Score | Adj Score |
|---|---|---|---|---|---|---|---|---|---|
| Business Profile | | | | | | | | A | A |
| **Market Position and Brand (20%)** | | | | | | | | Aa | A |
| -Relative Market Share Ratio | | X | | | | | | | |
| **Distribution (5%)** | | | | | | | | Baa | A |
| -Distribution Control | | | | X | | | | | |
| -Diversity of Distribution | | | X | | | | | | |
| **Product Focus and Diversification (10%)** | | | | | | | | Aa | A |
| -Product Risk - P&C | | X | | | | | | | |
| -Product Risk - Life | | | | X | | | | | |
| -Product Diversification | X | | | | | | | | |
| -Geographic Diversification | | X | | | | | | | |
| Financial Profile | | | | | | | | A | A |
| **Asset Quality (10%)** | | | | | | | | Baa | A |
| -High Risk Assets % Shareholders' Equity | | | | | X | | | | |
| -Reinsurance Recoverable % Shareholders' Equity | 10.8% | | | | | | | | |
| -Goodwill & Intangibles % Shareholders' Equity | | 22.3% | | | | | | | |
| **Capital Adequacy (15%)** | | | | | | | | A | A |
| -Shareholders' Equity % Total Assets | | | X | | | | | | |
| **Profitability (15%)** | | | | | | | | Aa | A |
| -Return on Capital (5 yr. avg.) | | | 6.8% | | | | | | |
| -Sharpe Ratio of ROC (5 yr.) | 815.7% | | | | | | | | |
| **Liquidity and Asset/Liability Management (5%)** | | | | | | | | A | A |
| -Liquid Assets % Liquid Liabilities | | | X | | | | | | |
| **Reserve Adequacy (5%)** | | | | | | | | Aa | A |
| -Adv. (Fav.) Loss Dev. % Beg. Reserves (5 yr. wtd. avg.) | | -4.9% | | | | | | | |
| **Financial Flexibility (15%)** | | | | | | | | Aa | A |
| -Adjusted Financial Leverage | | 26.2% | | | | | | | |
| -Total Leverage | | | | 44.4% | | | | | |
| -Earnings Coverage (5 yr. avg.) | | 11.7x | | | | | | | |
| Operating Environment | | | | | | | | Aaa - A | Aaa - A |
| Preliminary Standalone Outcome | | | | | | | | A1 | A1 |

[1] Information based on IFRS financial statements as of fiscal year ended December 31, 2022. [2] The Scorecard rating is an important component of the company's published rating, reflecting the standalone financial strength before other considerations (discussed above) are incorporated into the analysis.

*Source: Moody's Investors Service*

## Ratings

Exhibit 7

| Category | Moody's Rating |
|---|---|
| **AGEAS SA/NV** | |
| Rating Outlook | STA |
| LT Issuer Rating | A1 |
| **AGEASFINLUX S.A.** | |
| Rating Outlook | STA |
| BACKED Junior Subordinate | Baa2 (hyb) |
| **AG INSURANCE** | |
| Rating Outlook | STA |
| Insurance Financial Strength | A1 |

*Source: Moody's Investors Service*

## Endnotes

1 The bank ratings shown in this report are the bank's deposit rating, senior unsecured debt rating and Baseline Credit Assessment

2 Please note Moody's includes the investments in associates as high-risk assets for calculating High Risk Assets % Shareholders' Equity

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