

„ZAD Allianz Bulgaria” AD

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CLAIMS PAYING ABILITY RATING *	Update	Monitoring	Review	Monitoring
Date of Rating Committee:	24.10.2016	16.05.2017	28.11.2017	15.05.2018
Date of Publication:	25.10.2016	18.05.2017	30.11.2017	18.05.2018
Long-term rating:	BBB-	BBB-	BBB-	BBB
Outlook:	Negative**	Stable	Positive	Stable
Long-term National-scale rating:	AA (BG)	AA (BG)	AA (BG)	AA (BG)
Outlook:	Stable	Stable	Positive	Stable

* To become familiar with the full rating history, please, see the chart at the bottom of the document

** The rating is placed „under review“ due to a procedure on changes in the BCRA’s methodology for assigning a rating of the ability of insurance companies to pay claims (https://www.bcra-bg.com/files/cpaic_methodology_2018_bg.pdf), concerns all currently valid insurers’ ratings and is not related to the activity of the rated entity. (at the moment of the reassessment of the assigned by BCRA rating of the Republic of Bulgaria has been: long-term: BBB- (ns), outlook: „negative“, short-term: A-3 (ns) – visit: http://www.bcra-bg.com/files/rating_287.pdf).

“BCRA – Credit Rating Agency” (BCRA) is the third qualified rating agency in the EU, registered under Regulation (EC) No. 1060/2009 of the European Parliament and of the Council. The credit ratings, assigned by BCRA, are recognized throughout the EU and are equal to the other ratings, recognized by European Securities and Markets Authority (ESMA), without any territorial or other limitations.

Due to changes of the sovereign rating of the Republic of Bulgaria from BBB- (ns), outlook „positive“ and short-term rating A-3 (ns), to BBB (ns), outlook „stable“ and short-term rating A-3 (ns), and in view of the fact that the sovereign rating is the ceiling of the long-term rating of the global scale of ZAD Allianz Bulgaria AD, BCRA changes the rating as follows:

- Long-term claims paying ability rating: **BBB**, Outlook: „**stable**”;

- Long-term National-scale rating: **AA (BG)**, Outlook: „**stable**”.

The officially adopted methodology of BCRA for assigning a rating of the ability of insurance company to pay claims is used: https://www.bcra-bg.com/files/CPAIC_Methodology_2016_bg.pdf

	CLAIMS PAYING ABILITY RATING „ZAD Allianz Bulgaria” AD Long-term rating: BBB (<i>outlook: stable</i>) National-scale rating: AA (BG) (<i>outlook: stable</i>) May 2018
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***Rating History:**

The ratings in the table are assigned according to the previous Methodology for assigning a rating of the ability of insurance companies to pay claims, respectively with the applied rating scale and are not directly comparable with the ratings assigned after the entry into force of the current methodology on 04.07.2016

CLAIMS PAYING ABILITY RATING	Initial Rating 09.2007	Update 09.2008	Update 09.2009	Update 03.09.2010	Update 28.09.2011
Long-term rating:	iA	iA	iA	iA	iA+
Outlook:	Stable	Stable	Stable	Positive	Stable
CLAIMS PAYING ABILITY RATING	Update 16.10.2012	Update 18.10.2013	Update 13.10.2014	Update 08.10.2015	Monitoring 05.07.2016
Long-term rating:	iA+	iA+	iA+	iA+	iA+ (under review)**
Outlook:	Stable	Stable	Stable	Stable	

****The rating is placed “under review” according to the requirements of the Directive 1060/2009 and due to a procedure of changes in the methodology, to end of the procedure and reassessment of the rating according to the particular Methodology.**