



Benchmarking APAC Ratings

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Agenda



AM Best Asia Pacific Coverage

2023 Asia Pacific Rating Distribution

Summary of Rating/Outlook Changes in 2023

Benchmarking by Building Blocks

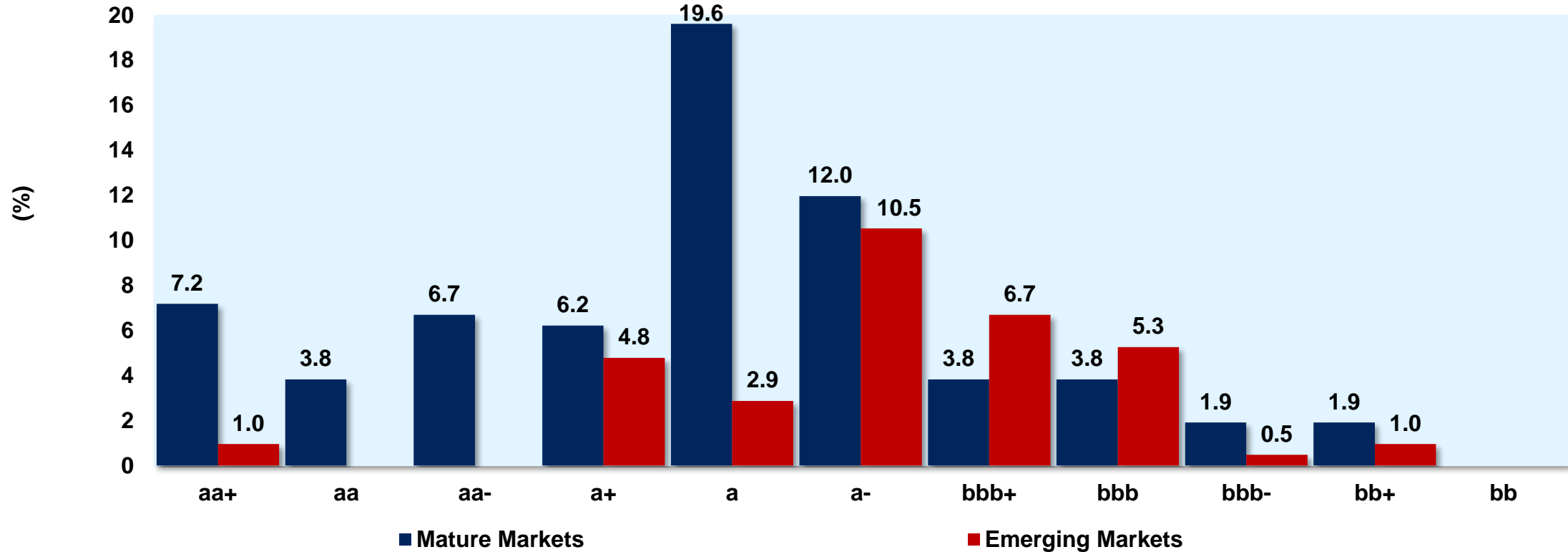
AM Best Asia Pacific Coverage



Over 150 ratings (including branch ratings) released across 20+ territories

2023 Asia-Pacific Ratings Distribution

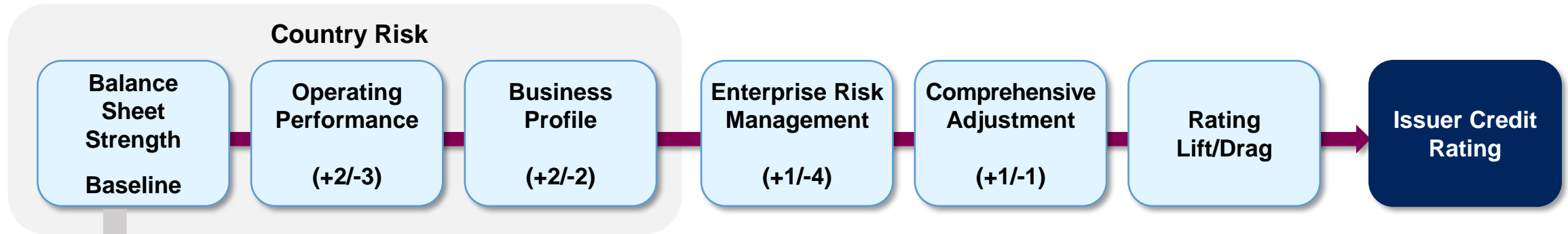
APAC – AM Best's Issuer Credit Ratings



*Mature markets are Australia, HK, Japan, Macau, NZ, Singapore, S. Korea & Taiwan
Source: AM Best data and research



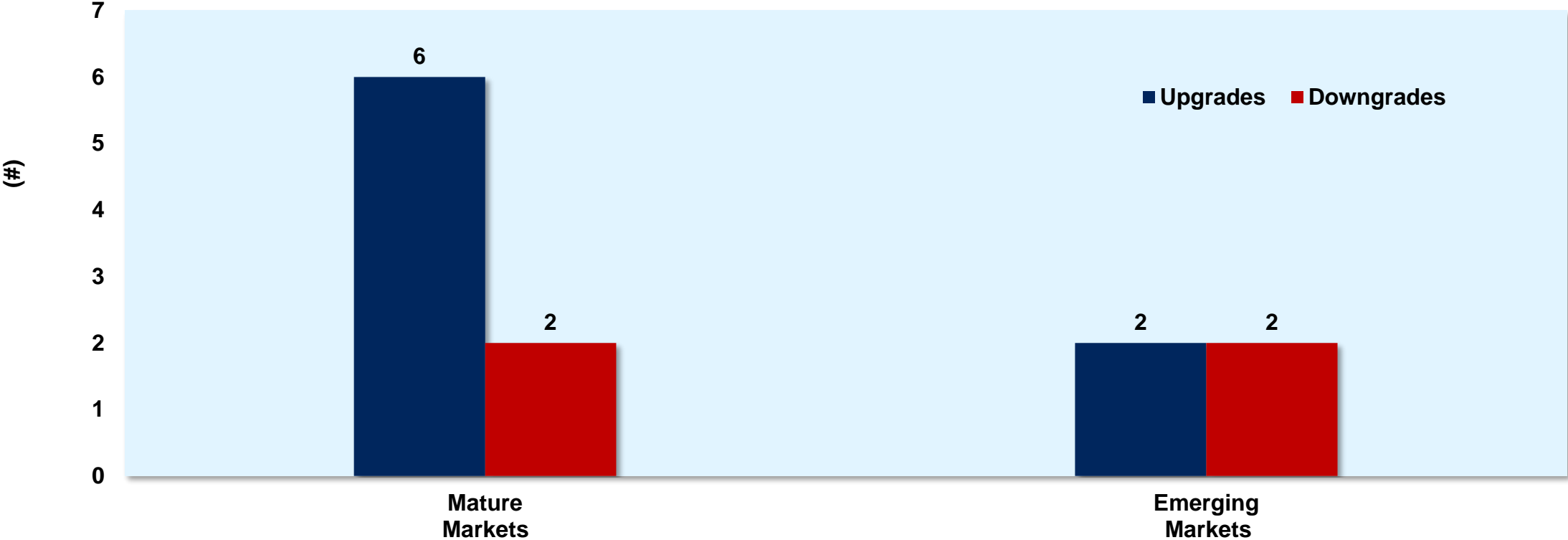
AM Best's Building-Block Approach & Impact of Country Risk



		Country Risk Tier				
		CRT-1	CRT-2	CRT-3	CRT-4	CRT-5
Combined Balance Sheet Assessment (Rating Unit/Holding Company)	Strongest	a+/a	a+/a	a/a-	a-/bbb+	bbb+/bbb
	Very Strong	a/a-	a/a-	a-/bbb+	bbb+/bbb	bbb/bbb-
	Strong	a-/bbb+	a-/bbb+	bbb+/bbb/bbb-	bbb/bbb-/bb+	bbb-/bb+/bb
	Adequate	bbb+/bbb/bbb-	bbb+/bbb/bbb-	bbb-/bb+/bb	bb/bb-	bb/bb-/b+
	Weak	bb+/bb/bb-	bb+/bb/bb-	bb-/b+/b	b+/b/b-	b/b-/ccc+
	Very Weak	b+ and below	b+ and below	b- and below	ccc+ and below	ccc and below

Rating Changes by Market Maturity

APAC – Upgrades and Downgrades by Market Maturity – 2023

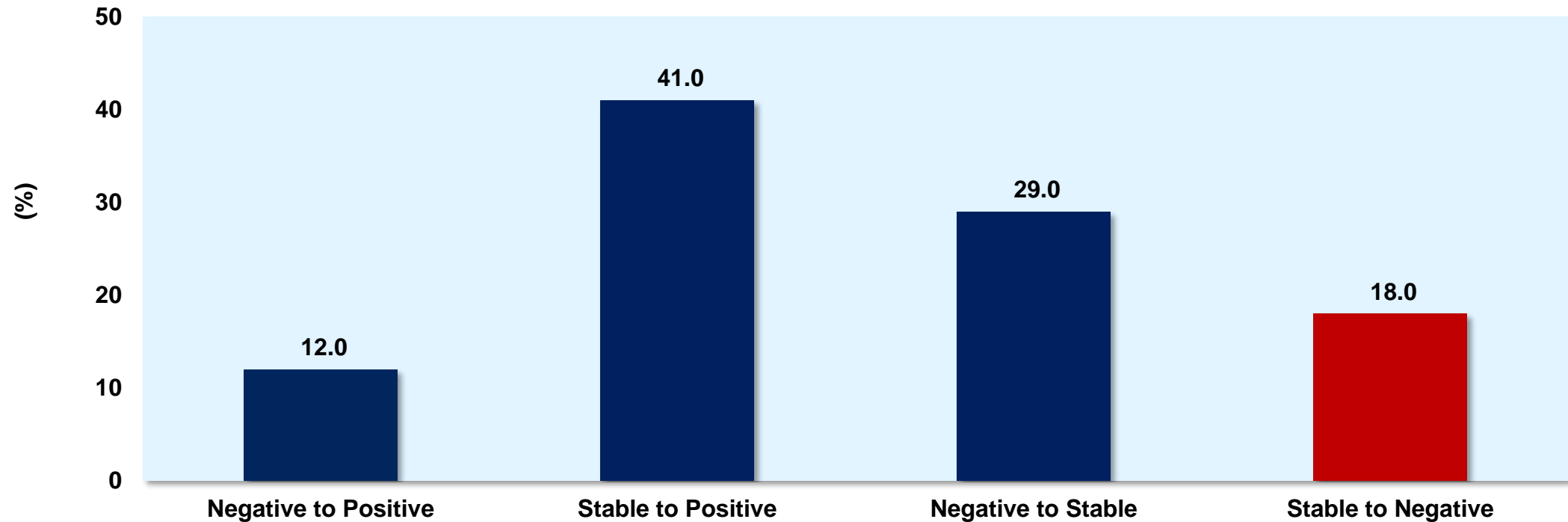


Source: AM Best data and research



Asia-Pacific Outlook Changes

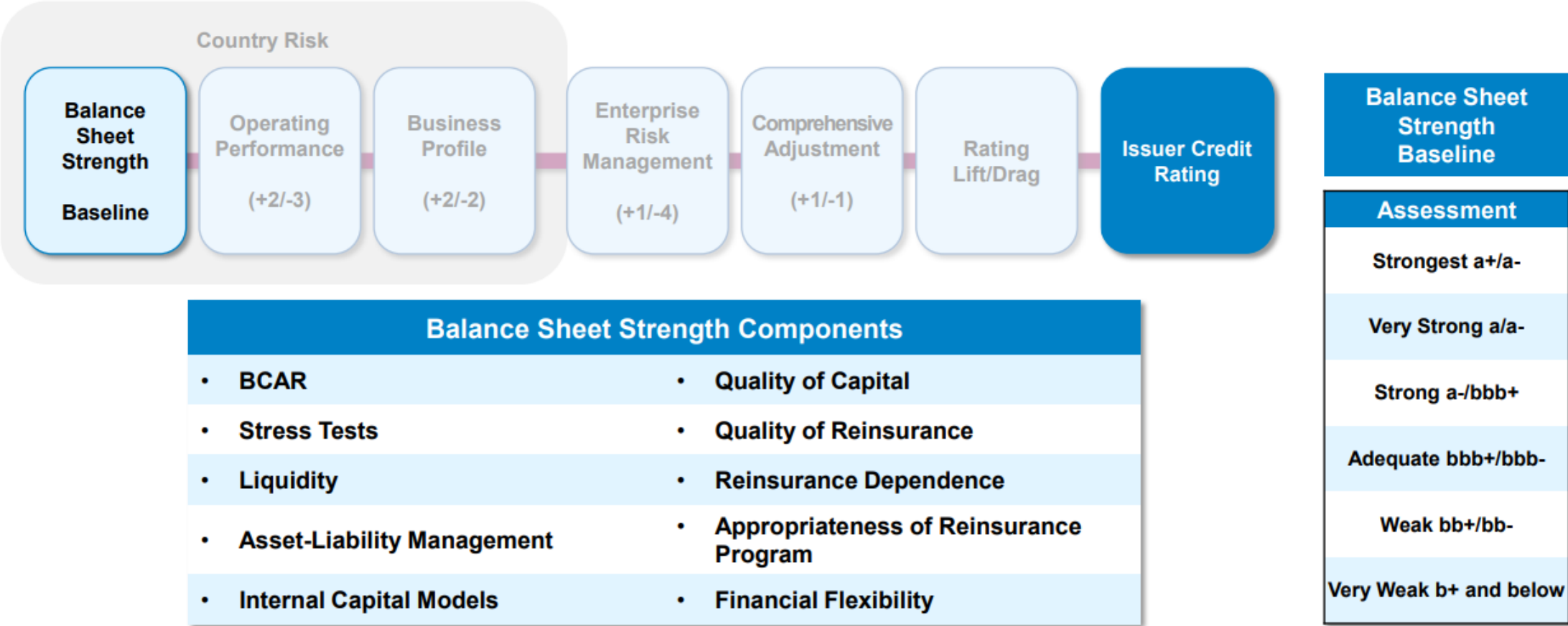
APAC – Rating Outlook Changes – 2023



* Exclude outlook changes following rating changes
Source: AM Best data and research

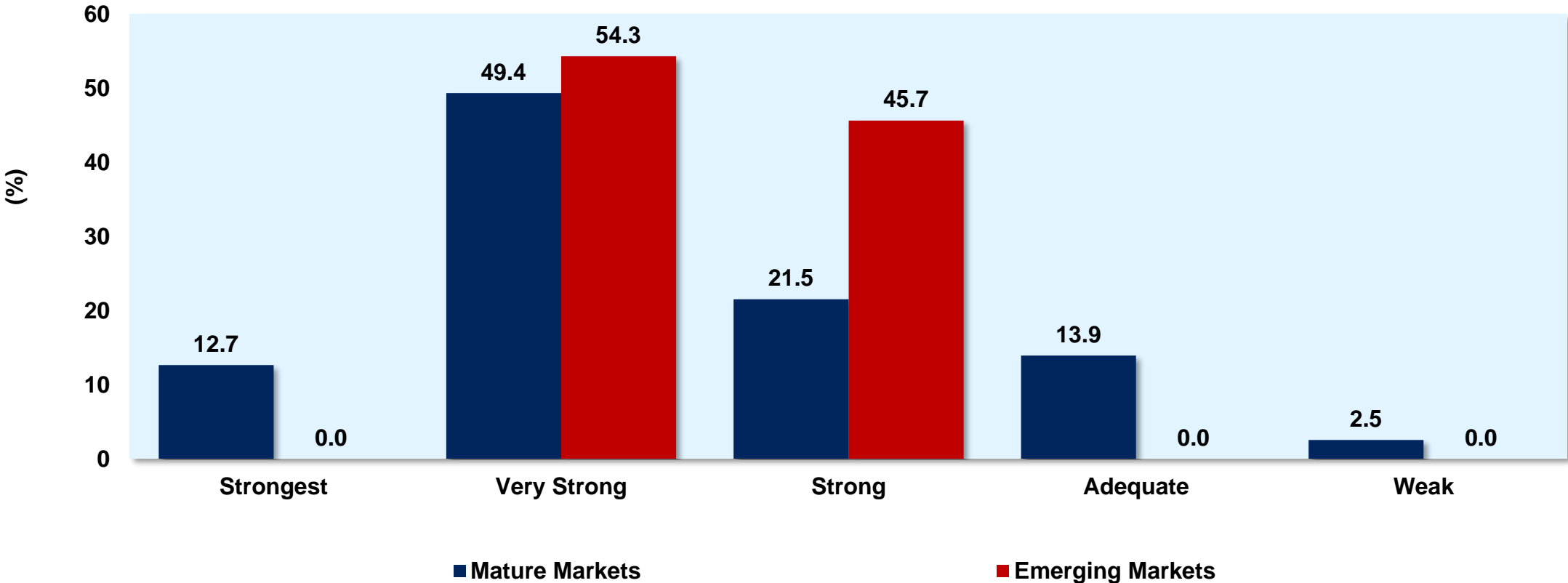


Building Block Assessments: Balance Sheet Strength



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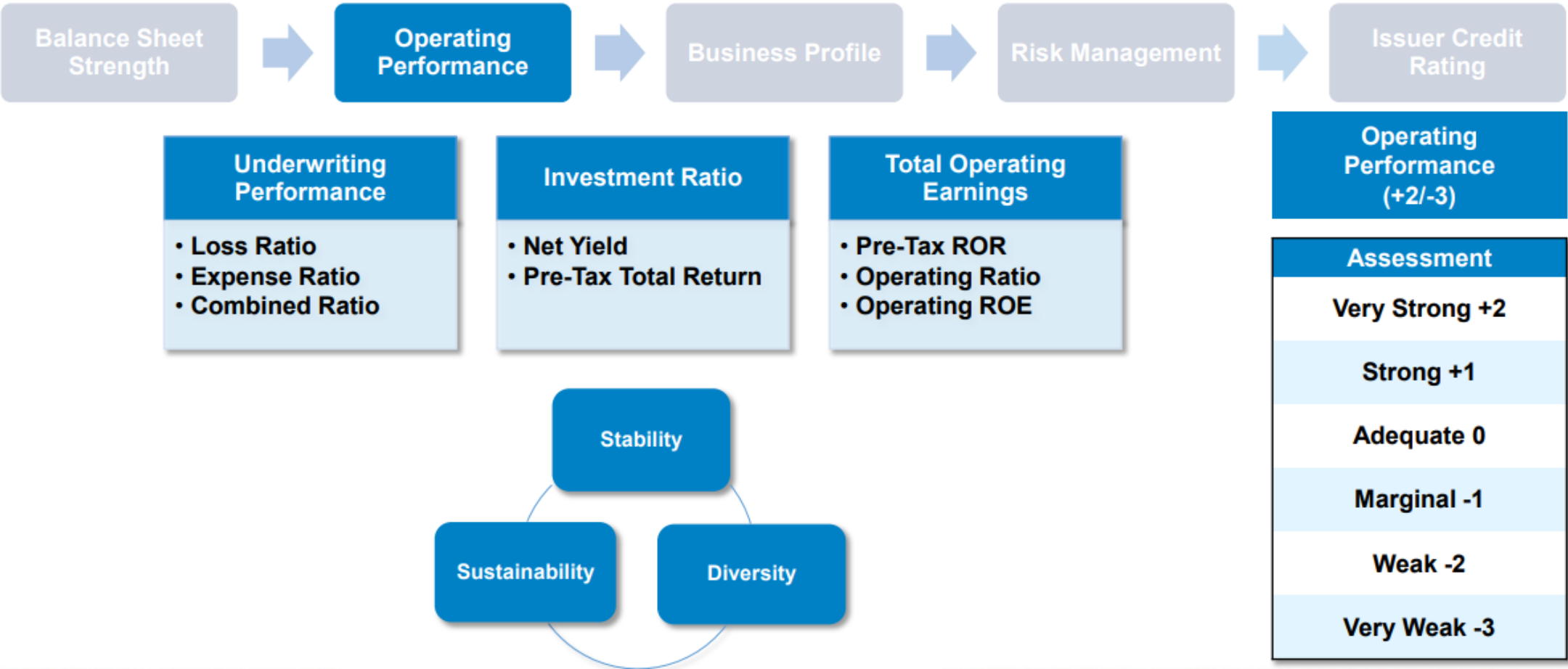
APAC – Balance Sheet Strength Assessments – 2023



Source: AM Best data and research

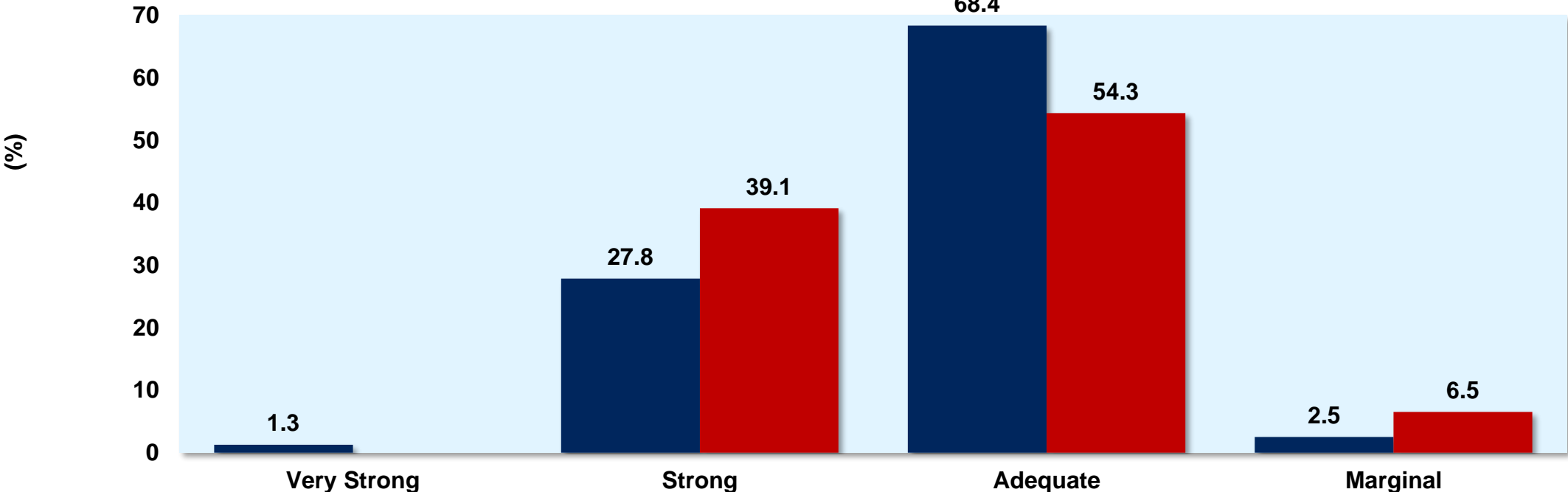


Building Block Assessments: Operating Performance



Building Block Assessments: Operating Performance

APAC – Operating Performance Assessments – 2023

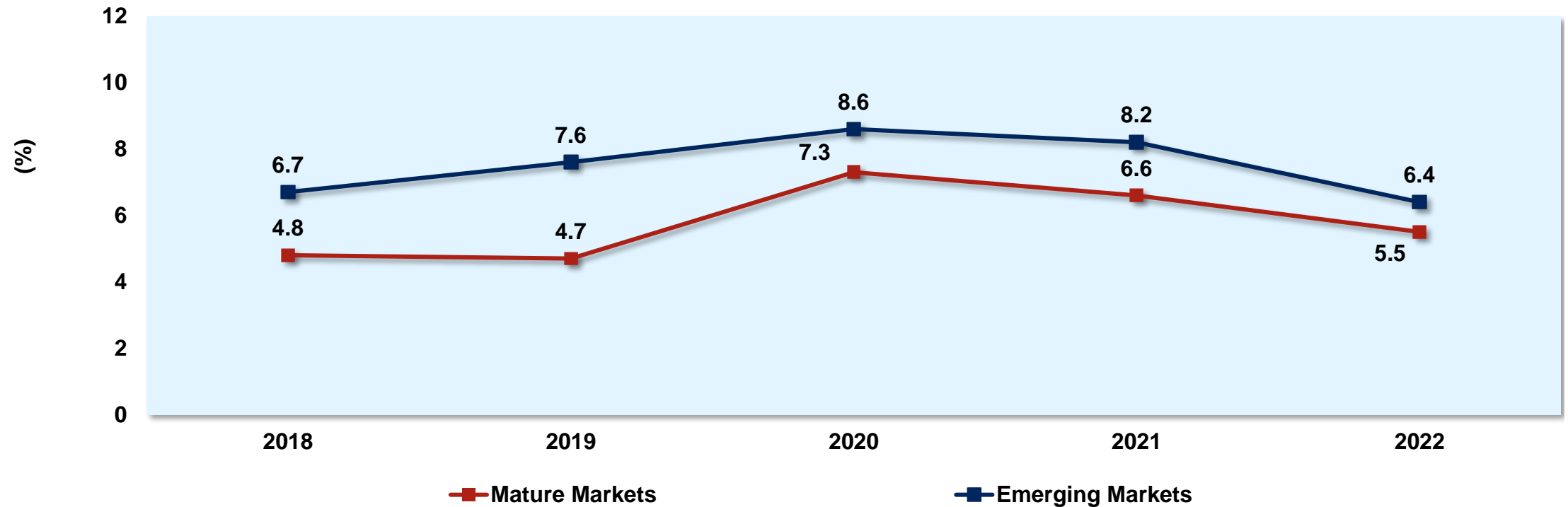


Source: AM Best data and research



Asia-Pacific Five-Year Return on Equity

APAC – Average Return on Equity

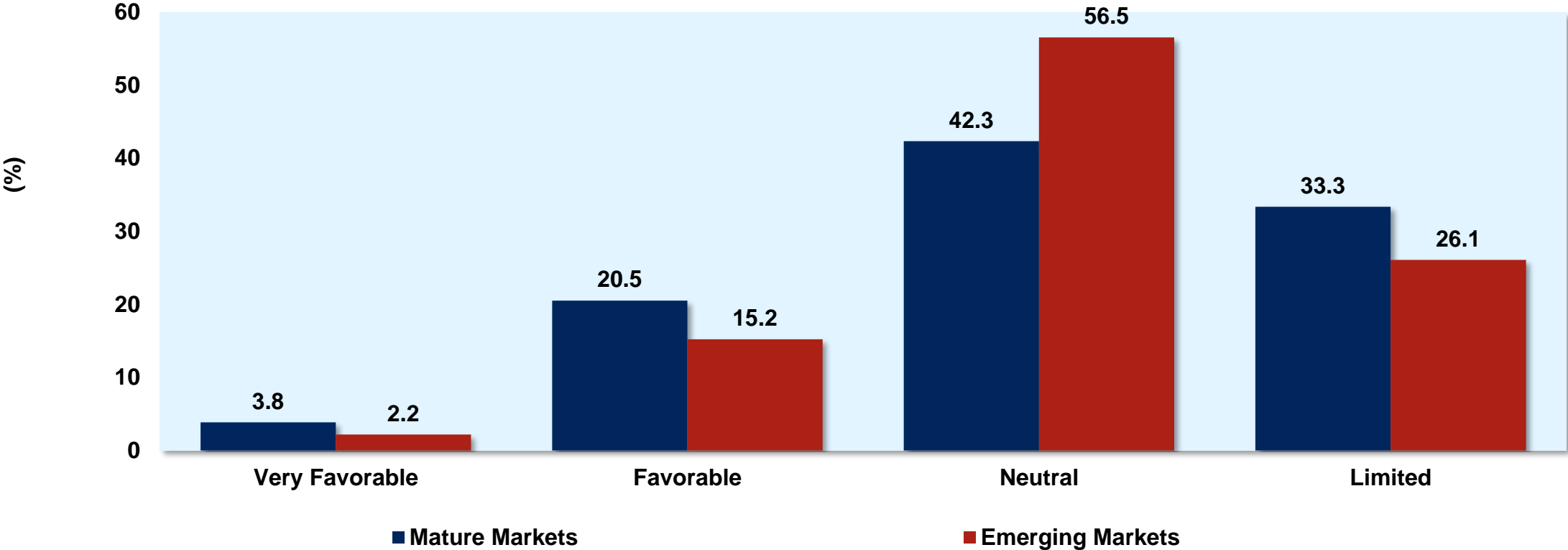


Note: ROE outliers and non-CS duplicates removed.
Source: AM Best data and research



Building Block Assessments: Business Profile

APAC – Business Profile Assessments – 2023

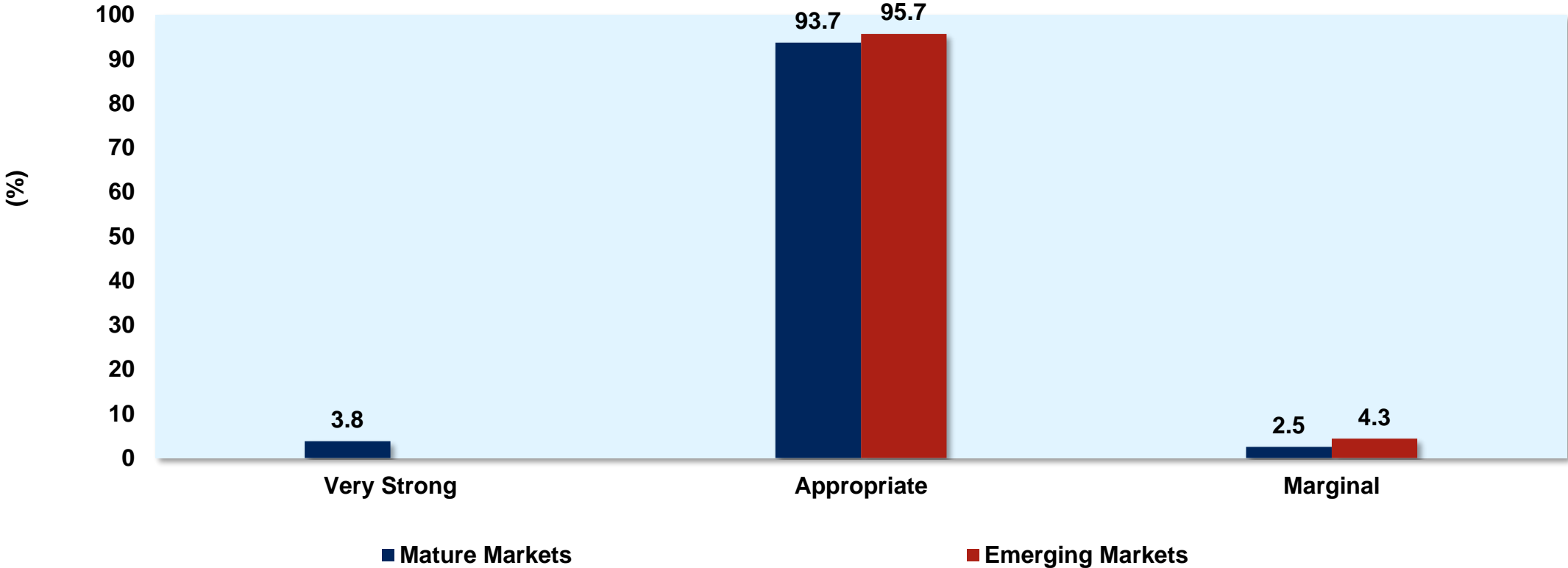


Source: AM Best data and research



Building Block Assessments: Enterprise Risk Management

APAC – Enterprise Risk Management Assessments – 2023



Source: AM Best data and research



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