

## Financial Strength Ratings - Insurance Companies

### Insurers Licensed Under the Insurance (Prudential Supervision) Act 2010

| Key General Insurers  | Standard & Poor's | Approved Rating Agencies |       |
|---|-------------------|--------------------------|-------|
|   |                   | A.M. Best                | Fitch |
| AA Insurance Ltd  | A+ (strong)       |                          |       |
| AIG New Zealand Ltd   | A (strong)        |                          |       |
| Aioi Nissay Dowa Insurance Company Ltd (MS&AD Holdings)   | A+                |                          |       |
| Allianz New Zealand Insurance Limited   | AA-               |                          |       |
| AMI Insurance Limited (Division of IAG)   | AA-               |                          |       |
| Ando Insurance on behalf of The Hollard Insurance Company Pty Ltd   |                   | A-                       |       |
| Atradius Credit Insurance NV  | A                 | A                        |       |
| Berkshire Hathaway International Insurance Limited  | AA+               | A++                      |       |
| CBL Insurance Ltd   |                   | A- (Stable)              |       |
| Chubb Insurance Core Operating Insurance Companies  | AA (Stable)       |                          |       |
| Chubb Insurance New Zealand   | AA-(Stable)       |                          |       |
| Civic Assurance   |                   | B+                       |       |
| FM Insurance Ltd  |                   | A+                       |       |
| FMG Insurance Ltd   |                   | A                        |       |
| IAG New Zealand Ltd (NZI, AMI and State)  | AA-               |                          |       |
| Lloyd's of London   | A+                | A                        | AA-   |
| [Lumley/NZI] is a business division of IAG New Zealand Ltd (IAG). IAG has received a financial strength rating of | AA-               |                          |       |
| Maritime Mutual (Equifax)   |                   | BBB (Sound)              |       |
| Mitsui Sumitomo Insurance Company Ltd   | A+(Stable)        | A+(Stable)               |       |
| Pacific International Insurance Ltd   |                   | B++                      |       |
| QBE Insurance (International) Ltd (New Zealand Branch)  | A+                |                          |       |
| Sunderland Marine Mutual Insurance Company Ltd  |                   | A (stable)               |       |
| The New India Assurance Co Ltd  |                   | B++                      |       |
| Tokio Marine & Nichido Fire Insurance Co. Lt global   | A+                | A+                       | A++   |
| Tower Insurance Limited   |                   | A-                       |       |
| Vero Insurance New Zealand Ltd  | A+                |                          |       |
| Vero Liability Insurance Ltd New Zealand  | A+                |                          |       |
| Zurich Australian Insurance Limited trading as Zurich New Zealand   | A+                |                          |       |

## Rating Definitions

### July 2020

The insurer financial strength rating table for **Standard & Poor's (Australia) Pty Ltd** is:

AAA (Extremely Strong) AA (Very Strong)  
 A (Strong) BBB (Good) BB (Marginal) B (Weak)  
 CCC (Very Weak)  
 CC (Extremely Weak) SD (Selective Default) D (Default)  
 R (Regulatory Supervision) NR (Not Rated)

### Notes:

Ratings from "AA" to "CCC" may be modified by the addition of a plus (+) or minus (-) sign to show relative standing within the major rating categories. Full details of the rating scale are available on [www.standardandpoors.com](http://www.standardandpoors.com)

The insurer financial strength rating table for A.M Best is:

| <u>Secure</u> |             | <u>Vulnerable</u> |                                |
|---------------|-------------|-------------------|--------------------------------|
| A++, A+       | (Superior)  | B, B-             | (Fair)                         |
| A, A-         | (Excellent) | C++, C+           | (Marginal)                     |
| B++, B+       | (Good)      | C, C-             | (Weak)                         |
|               |             | D                 | (Poor)                         |
|               |             | E                 | (Under Regulatory Supervision) |
|               |             | F                 | (In Liquidation)               |
|               |             | S                 | (Ratings Suspended)            |

The insurer financial strength rating table for **Fitch** is:

AAA: Exceptionally strong

'AAA' IFS Ratings denote the lowest expectation of ceased or interrupted payments. They are assigned only in the case of exceptionally strong capacity to meet policyholder and contract obligations. This capacity is highly unlikely to be adversely affected by foreseeable events.

AA: Very strong

'AA' IFS Ratings denote a very low expectation of ceased or interrupted payments. They indicate very strong capacity to meet policyholder and contract obligations. This capacity is not significantly vulnerable to foreseeable events.

A: Strong

'A' IFS Ratings denote a low expectation of ceased or interrupted payments. They indicate strong capacity to meet policyholder and contract obligations. This capacity may, nonetheless, be more vulnerable to changes in circumstances or in economic conditions than is the case for higher ratings.

BBB: Good

'BBB' IFS Ratings indicate that there is currently a low expectation of ceased or interrupted payments. The capacity to meet policyholder and contract obligations on a timely basis is considered adequate, but adverse changes in circumstances and economic conditions are more likely to impact this capacity.

BB: Moderately weak

'BB' IFS Ratings indicate that there is an elevated vulnerability to ceased or interrupted payments, particularly as the result of adverse economic or market changes over time. However, business or financial alternatives may be available to allow for policyholder and contract obligations to be met in a timely manner