AMB Generali
Full Year 2005 Results

Profitability in focus

Presentation 2006
Investor Relations

Contents

Profitability in focus

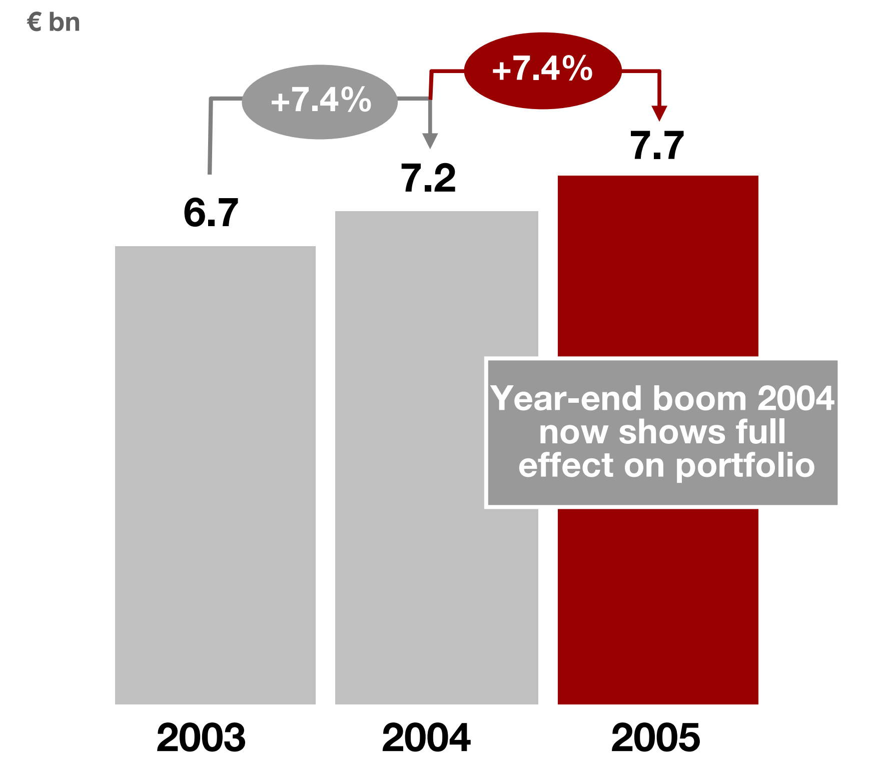
We deliver what we promise

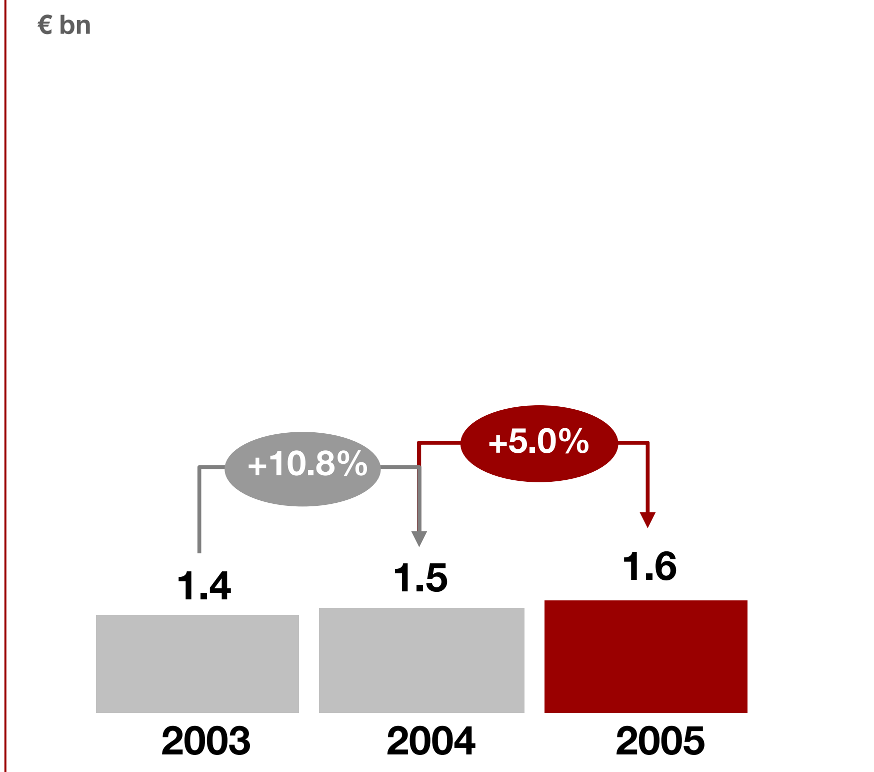
		Achievements 2004	Achievements 2005	Targets 2005
Life/Health	**Premium growth** [1]			
	Life regular	+7.4%	+7.4% ✓	above market level
	Health	+10.8%	+5.0%	
	Life NBV, trad. EV	€ 132 m	€ 114 m (€ 125 m EEV [2]) [✓]	€ 120 m
P&C	**Premium growth** [1]	-3.3%	-0.5% ✓	market level
	Combined ratio	99.4%	96.9% ✓	< 99%
Overall	**General expenses** [3]	€ 1,886 m	€ 1,857 m ✓	€ 1,900 m
	Net profit	€ 211 m [4]	€ 314 m [5] ✓	> € 300 m
	Before scheduled goodwill amortisation	€ 242 m		

[1] gross premiums German GAAP, direct business
[2] before Cost of Capital
[3] German GAAP figures, excluding commissions
[4] retrospective adjustments; incl. scheduled (€ 31 m) and unscheduled (€ 28 m) goodwill amortisation
[5] under IFRS 3 goodwill is no longer amortised on a scheduled basis

Life/health growth: Solid performance in difficult environment

	Life regular premiums [1]		Health premiums [1]	
Market	+4.6%	+5.5% [2]	+6.8%	+3.7% [2]



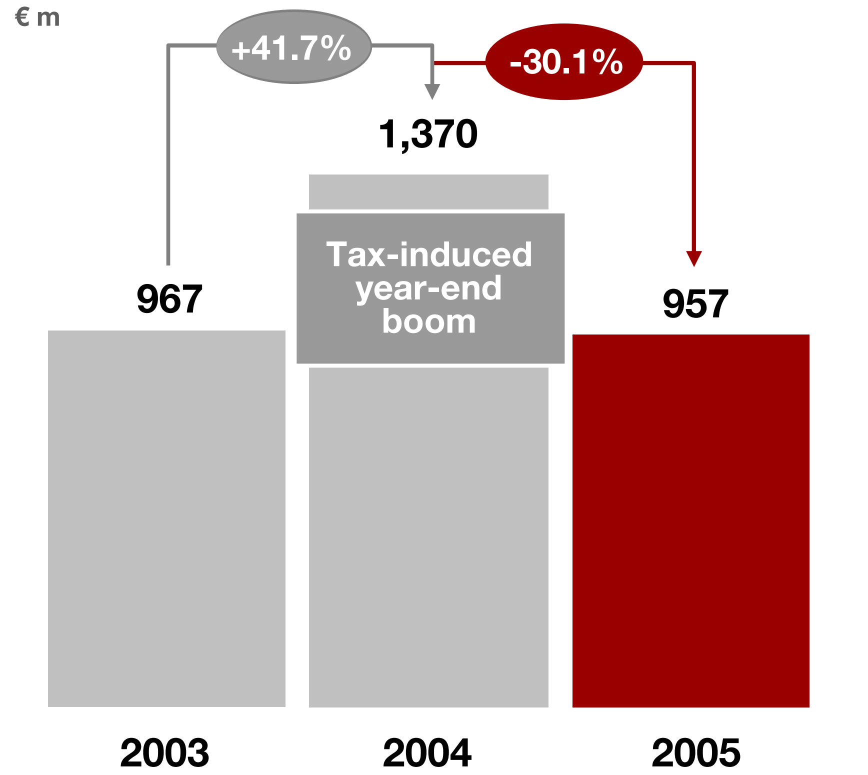


[1] gross premiums German GAAP, direct business
[2] GDV figures, company calculation (health preliminary)

Life new business:
Far smaller decline than market

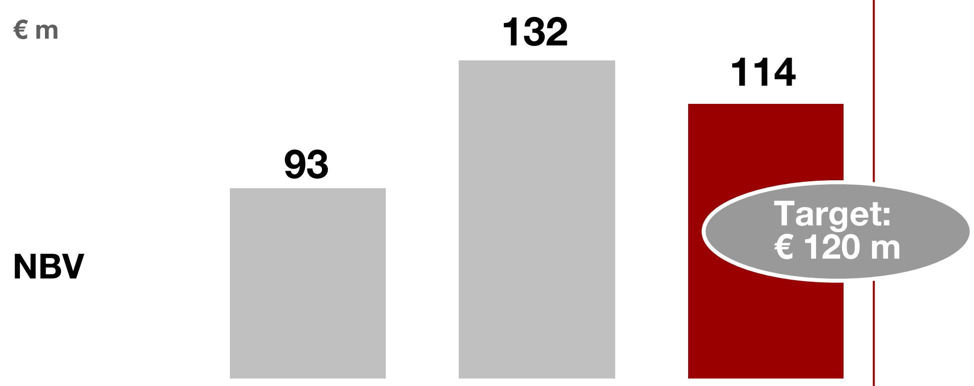
Life new business regular premiums [1]

Market	+39.6%	-50.2% [2]



Life New Business Value, trad. EV

	2003	2004	2005



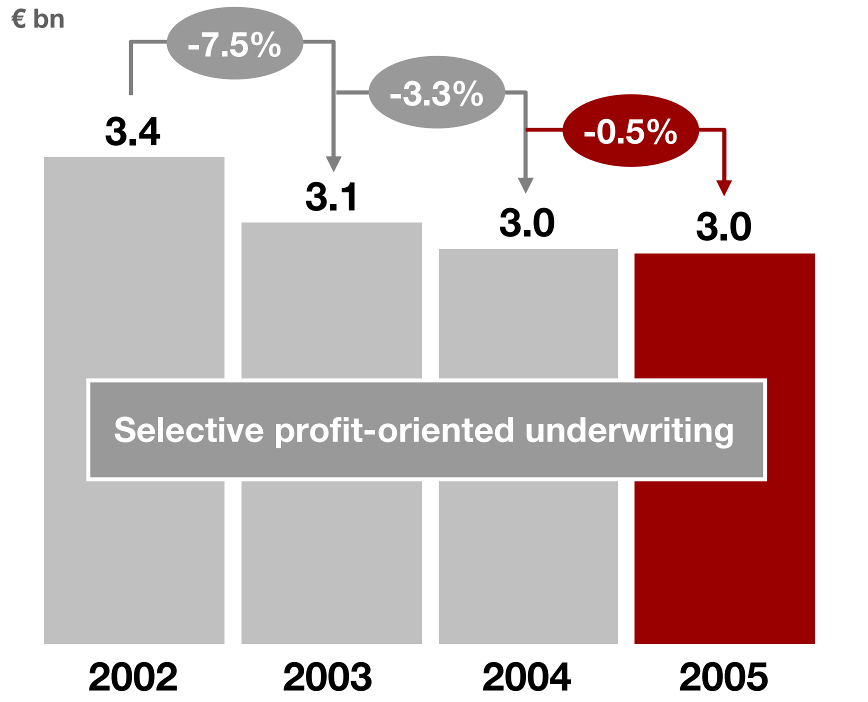
	2003	2004	2005
APE [3]	766	1,223	807
PV premiums	5,302	8,468	5,863
NBV/APE	12.1%	10.8%	14.1%
NBV/PV premiums	1.8%	1.6%	1.9%

[1] regular premiums incl. automatic premium increases and before minorities
[2] GDV figures, company calculation
[3] regular premiums plus 10% of single premiums on new policies issued in 2005 excl. automatic premium increases and after minorities

P&C business:
Profitability before growth

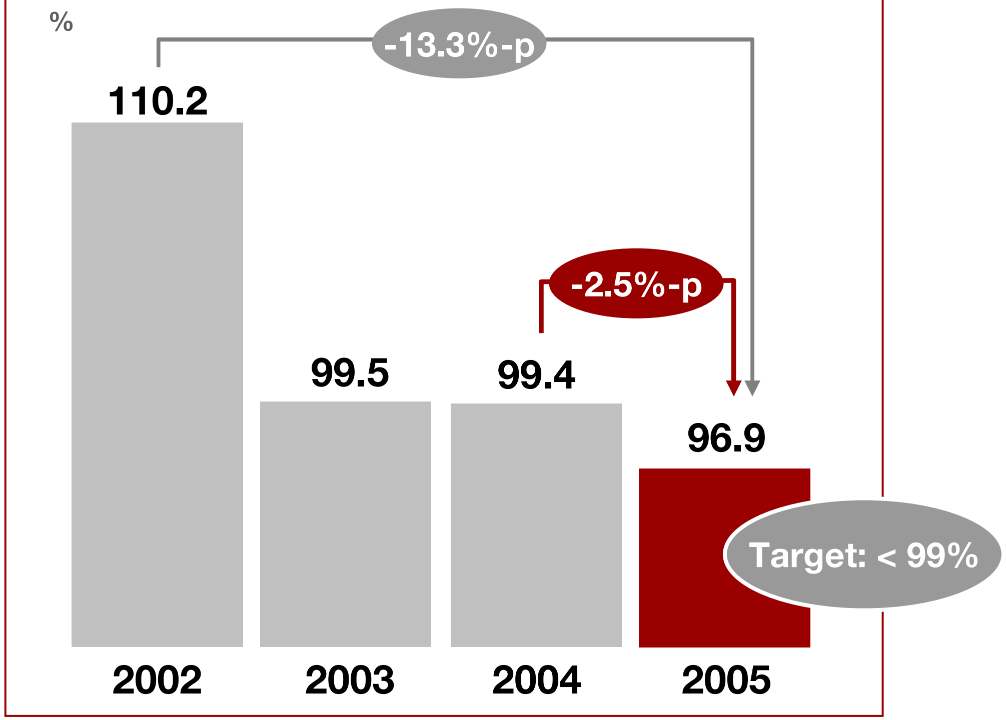
P&C premiums [1]

Market +3.2% +1.8% -0.5% [2]



Combined ratio

Ratios	2002	2003	2004	2005	∆ 05/04
Claims	78.0	68.0	66.9	65.6	-1.3%-p
Expenses	32.2	31.5	32.5	31.3	-1.2%-p
Combined	110.2	99.5	99.4	96.9	-2.5%-p

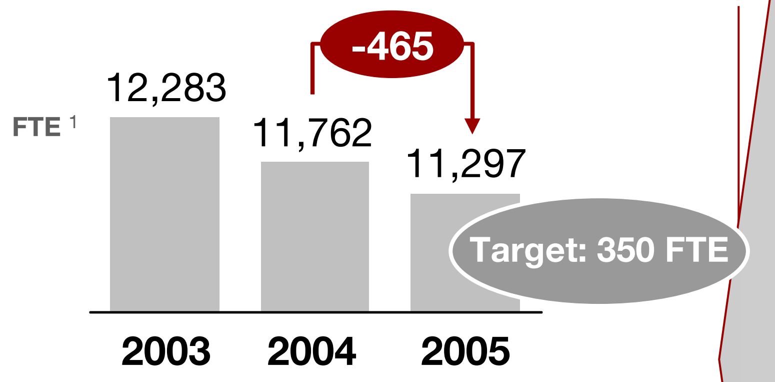


[1] gross premiums German GAAP, direct business
[2] preliminary GDV figures, company calculation

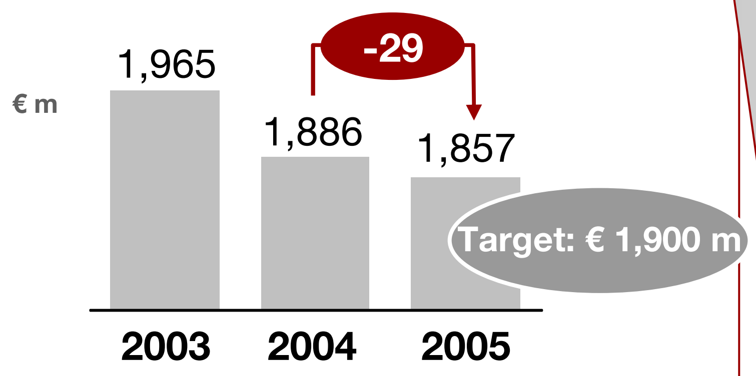
Capacities and expenses:
Ambitious reductions on track

Capacities and expenses

Capacities



General expenses [2]

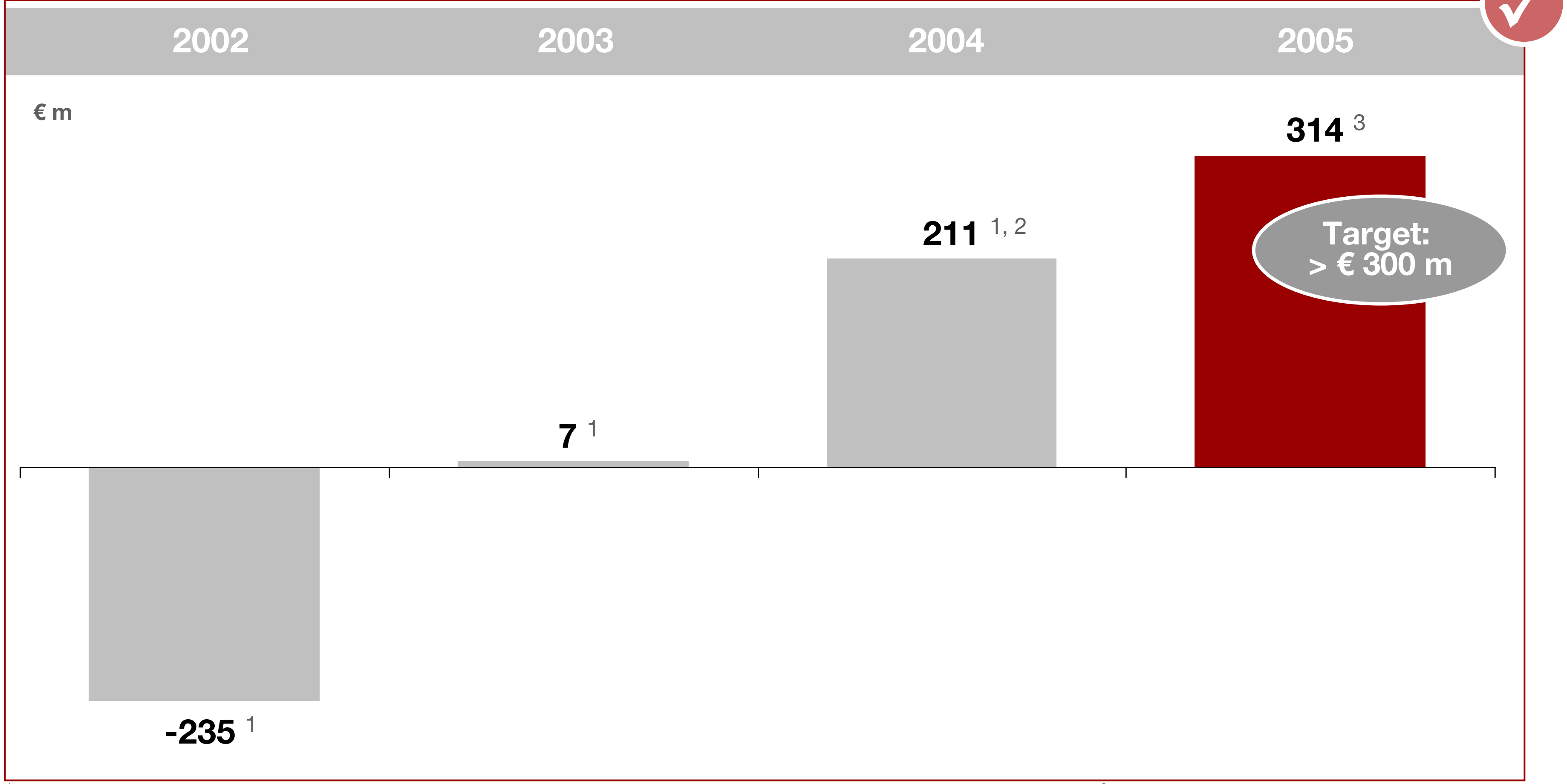


- **Target of 2,000** FTE reduction up to 2007 **well in line**
- Already **1,750 FTE cut since September 2002**
- This year's target of **capacity reduction** (350 FTE) **over-achieved**
- Decrease of capacities continuously considered in **social plan; provisions of € 64 m** already **set up**
- **Improvement of general expenses** despite social plan costs and inflation

[1] FTE = full-time equivalents
[2] German GAAP figures, excl. commissions

Net profit:
Consistent profit-orientation leads to success

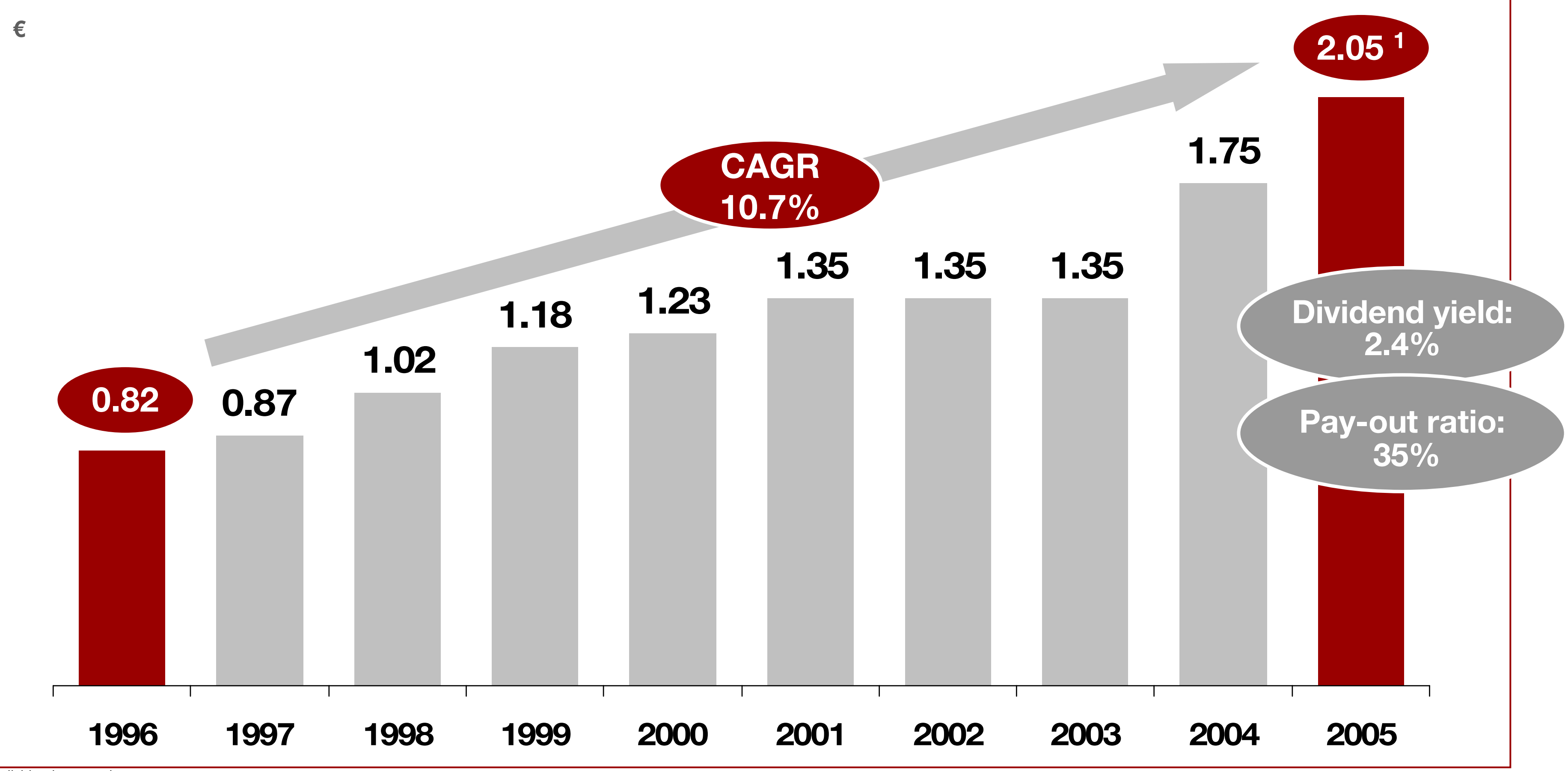
Net profit



1 incl. scheduled and unscheduled goodwill amortisation
2 retrospective adjustments
3 under IFRS 3 goodwill is no longer amortised on a scheduled basis

Shareholders:
Participation in our sustainable profitability

Dividend per share



[1] dividend proposal

Contents

Profitability in focus

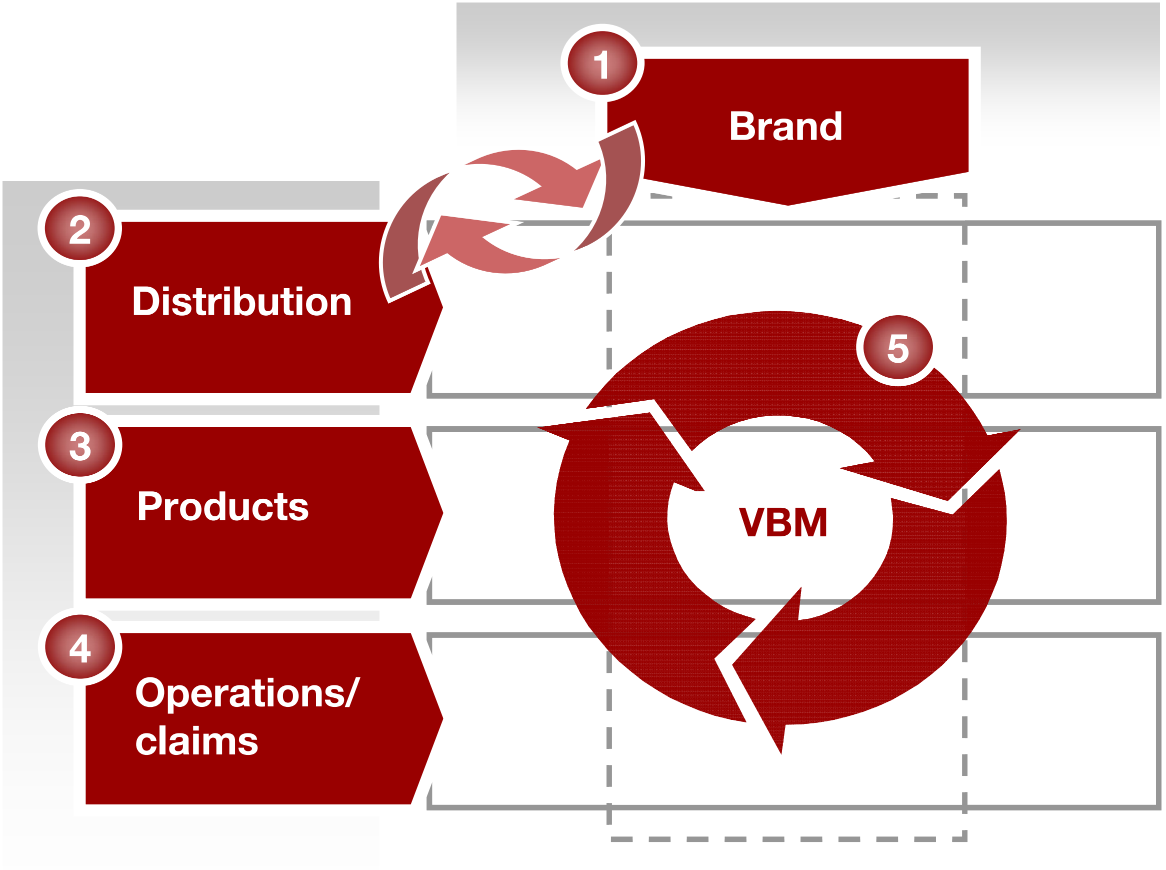
Ambitious financial targets for sustainable profitability

		Achievements 2005	Targets 2006
Life/Health	**Premium growth** [1] **Life regular** **Health**	**+7.4%** **+5.0%**	**above market level**
	Life NBV, EEV [2]	**€ 125 m**	**€ 135 m**
P&C	**Premium growth** [1]	**-0.5%**	**market level**
	Combined ratio	**96.9%**	**< 98%** against difficult market environment
Overall	**General expenses** [3]	**€ 1,857 m**	**€ 1,830 m**
	Net profit	**€ 314 m** [4]	**> € 340 m** [4]

1 gross premiums German GAAP, direct business
2 before Cost of Capital
3 German GAAP figures, excl. commissions
4 under IFRS 3 goodwill is no longer amortised on a scheduled basis

Differentiated measures in core fields of action

Strategic fields of action



VBM = Value-based management

Diversity of brands as key competence

1 Brand

Special brands:

AMB GENERALI Asset Managers · Deutsche Bausparkasse BADENIA · Dialog: Lebensversicherungs-AG · AdvoCard · central

Volksfürsorge Versicherungen

- € 3.0 bn of premiums
- High name recognition
- Co-operation partner of Commerzbank

Aachen Münchener

- € 4.6 bn of premiums
- #2 in German life insurance and market leader in unit-linked products
- Successful co-operation with DVAG

CosmosDirekt.

- € 1.1 bn of premiums
- Best brand recognition of Germany's direct insurers
- Market leader in direct selling

GENERALI Versicherungen

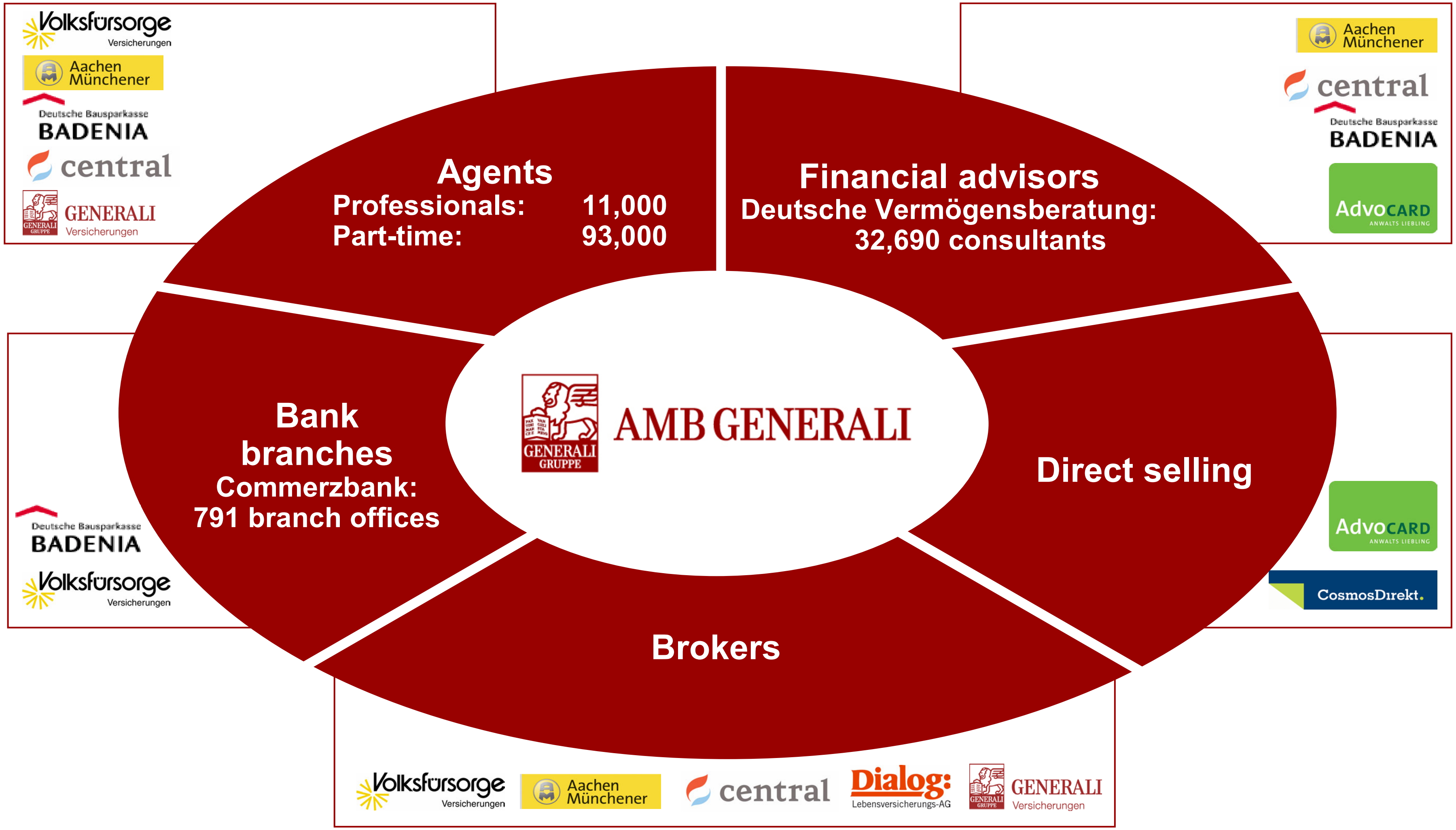
- € 1.9 bn of premiums
- Excellent product range with focus on retirement/senior citizens
- Broker distribution channel

Centralisation of back-office functions

- **IT**
  - Standardisation of the whole German IT landscape
  - AMB Generali Informatik assumes function of international provider for the IT Region Centre East of the Generali Group
- **Asset management**
  - Germany-wide centralisation of asset management
  - One of 3 Europe-wide competence centres Asset Management of the Generali Group (in charge of D, NL, CH, A)
- **Cross-brand projects in insurance**
  - Group-wide harmonisation of claims management
  - Coordination of product development in the holding company

Broad range of brands supported by variety of distribution channels

1 Brand



Increase of efficiency in traditional sales network in focus

2 Distribution

Productivity	Distribution capacity
Marked increase planned for operating result	Intelligent expansion planned of sales capacity
• **Individual distribution channels managed as "virtual sales companies"** - **Performance** and **return orientation** joined in a **new internal profit centre approach** - **Transparency** across all levels of hierarchy **leads to measures to increase productivity** • **Tightening** of **support structure** • **Modification** of **incentive systems** to **improve** the **efficiency** of **resources** • Implementation of **new integrated advisory concepts**	• **Increase** of **distribution power** within all **large field staff organisations** • **Focus on quality** in the sense of **performance orientation** and of **advisory competency** • Stronger **orientation of career models** on development of **entrepreneurial agencies** • **Use of new access possibilities** to **establish specific concepts for target groups** through innovative support and retaining concepts • Plan to **prevent a reduction in sales force**

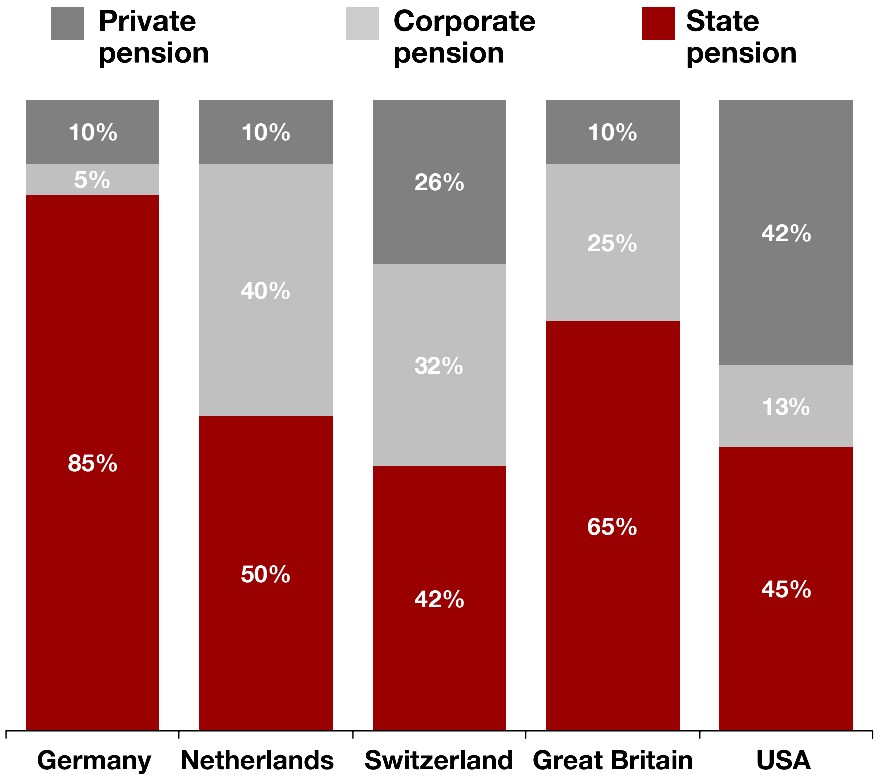
Cost reductions / promotion of sales competency / increase of customer satisfaction

Life: Growth market due to decreasing state pension

3 Products - life

State pension dominates German's old age income

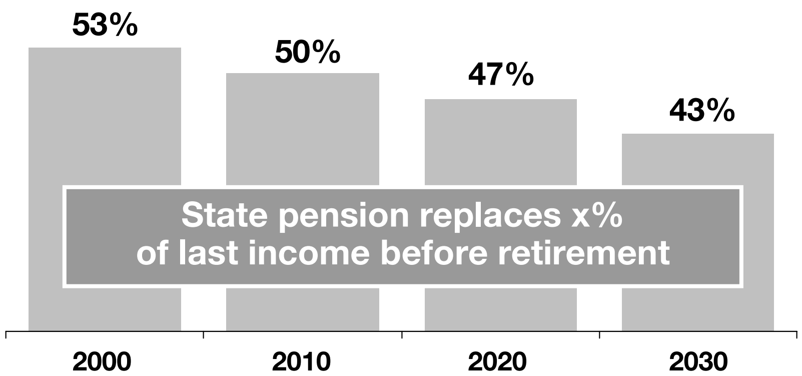
Composition of old age income



State pension can no longer be financed

- **Changing age structure** due to
  - **sinking birth rates**
  - **rising average life expectancy**
    1910: Ø 47 years; 2004: Ø 79 years
- **Decreased retirement age**
  1910: 70 years; 2004: 65 years

➔ **Fewer and fewer contribution payers** finance **more and more retirees so that current pension level** can **no longer be financed**



AMB Generali excellently positioned in private old age provision

3 Products - private pension

	Market	AMB Generali
Basic pension **Tier 1**	• **Market-wide initial difficulties**, similar to Riester launch; only 150,000 contracts sold in 2005 • **High potential** if **strict legal require-ments** are **loosened**	• **10,700 policies sold** in 2005 • **Combination** with **customised additional modules**, such as pension for surviving dependants, occupational disability etc.
Riester pension **Tier 2**	• After **simplified incentive procedure demand increased** to nearly **1.1 million** of **contracts** sold in **2005**; **5 million-mark reached** since launch • **Unisex-tariffs** introduced starting **from 2006** • **Third incentive step** in 2006 triggers **50% increase** of **premiums**	• **Market leader** with **20% market share** • Since product launch **>1 million contracts sold,** of which **223,000 in 2005** • As market leader, **particularly high potential due to third incentive step** in 2006
Flexible retirement products **Tier 3**	• **Endowment insurance** with focus on **unit-linked** business and **flexible product modules** • **Especially strong demand** for **annuity insurance** following **new tax rules**	• **"Individual modular policy"** with high flexibility • **Market leader in unit-linked** with **new business market share of 25%** • **Annuities** represent **66%** of **new business** • **Long-term care insurance** as a **private instrument for provision** in the market for **senior citizens**

AMB Generali with broadly diversified basis in corporate pension

3 Products - corporate pension

Market	AMB Generali

Market

- **Corporate pensions as growth market**
- **Product diversity by means of 5 vehicles**
  - **Direktversicherung**
  - **Pensionskasse**
  - **Pensionsfonds**
  - **Unterstützungskasse**
  - **Direktzusage**
- Due to **new tax rules**, tax treatment of **Direktversicherung equal to Pensionskasse**, which leads to **shift in demand**
- **New rules on Pensionsfonds** make it easier to **commute** the **promised employee benefits of internal company schemes** and **public-sector schemes**

AMB Generali

- **Focussed strategy** on **small and medium-sized enterprise market** with **high potential** (2/3 of all employees) **offering all external vehicles** of corporate pensions
- **Broad product range** of **Direktversicherung** (traditional and unit-linked) including disability cover, **new business** in terms of regular premiums **tripled** to € 73 m in 2005
- **Specialist** for **customised tariffs in Pensionsfonds** to **commute directly granted employee benefits** and **public-sector schemes**
- Group-wide **expansion of sales and support activities** in the corporate-pension field
  - **IT-based advisory tool** for **structured analysis** of the optimal vehicle
  - Making available a **cross-brand expert pool** to **support customer advice** in meetings

NB 2005	**€ 294 m**
NB market share	**app. 8%**

Health: Growth potential in environment of political uncertainty

3 Products - health

Market	AMB Generali

Market

Compulsory health insurance

- **Increase** of **deficit**
- **Reduction of services** to basic medical care
- **2.5 million voluntarily insured**

Private health insurance

- **Life-long insurance guarantee** and **excellent healthcare**
- **Profitable** due to **premium adjustment flexibility**

Uncertain political situation

- **Fundamental reform** of health system **under discussion**
  - Either improved private care options
  - or significant limitation of private clientele by expansion of the compulsory system
- But: **Increasing quality awareness** in the market

AMB Generali

central

#6 in German health insurance market
Wide range of high quality products

- **Efficient distribution channels**
- **Strong product** and **service innovation capacity**
  - Special products for 50+ customers
  - Diabetes disease management programme
- **High automation level** in **claims** and **underwriting business**

ENVIVAS Krankenversicherung AG

Exclusive co-operation with "Techniker Krankenkasse", #3 in compulsory market

- **Attractive client segments** from **compulsory sector**
- **New product line** for **supplementary coverage**

AMB Generali is well-positioned and prepared for all political developments

Motor: Profitable course continued with new motor tariff

3 Products - motor

Trends in motor business

	Pricing	Premium development	Combined ratio
Market	• **Increasing competition** leads to **launch of new tariffs** and **secondary product lines**	• **New tariffs** involve **decreasing price level** and **lower premium income**	• **Combined ratio goes up** as a result of decreasing premium income
AMB Generali	**Profitable motor tariff** • **Tariffs** calculated on a **risk-oriented basis** by **differentiated pricing** (specific trades, mileage, number of drivers, car age at time of purchase) • **Necessity** to **decrease tariffs** to **ensure competitiveness**, but **only** by **app. 5%**, which is **below** the **market decrease** of **app. 9%**	**Focus on quality** • **Launch** of **new customer** and **service-oriented products** with **innovative features** (DriverPlus) and **product elements** (protection of no-claims-discount) • **Differentiated premium increases for business in force** taking into account particular segment features and underwriting requirements	**Good risk structure** • **Concentration** on **private business** • **Consistent** and **active claims management** to **increase profit** (fast claims settlement, nation-wide expert organisation, garage management)

Higher efficiency by optimisation of various operations in progress

4 Operations/claims

Optimisation of claims management

- **Systematic approach** to realise significant **improvements of claims payments, e.g.**
  - Set-up of a **sophisticated benchmarking tool** to evaluate claims reduction potentials
  - **Organisation of know-how transfer** in the Group as basis for determining a variety of measures
  - Implementation of **state-of-the-art claims management**
  - More **co-operations** with **networks**
  - Active **management of** bodily **injuries**
- In parallel, close **controlling** of **implementation on the** basis of **market benchmarks**

Efficiency programmes Group companies

Efficiency programmes intensified in all major Group companies

- **Centralisation** of functions and streamlining of processes at **Generali, Munich**
- **Close-down** of administration and distribution **branches** of **AachenMünchener, Aachen**
- Continued **integration** of **service departments** at **Volksfürsorge, Hamburg**
- In addition, **restructuring** of internal **IT service provider**

Group-wide structural integration offers additional synergies

4 Operations/claims

Centralisation of back-office functions to realise synergies by using…

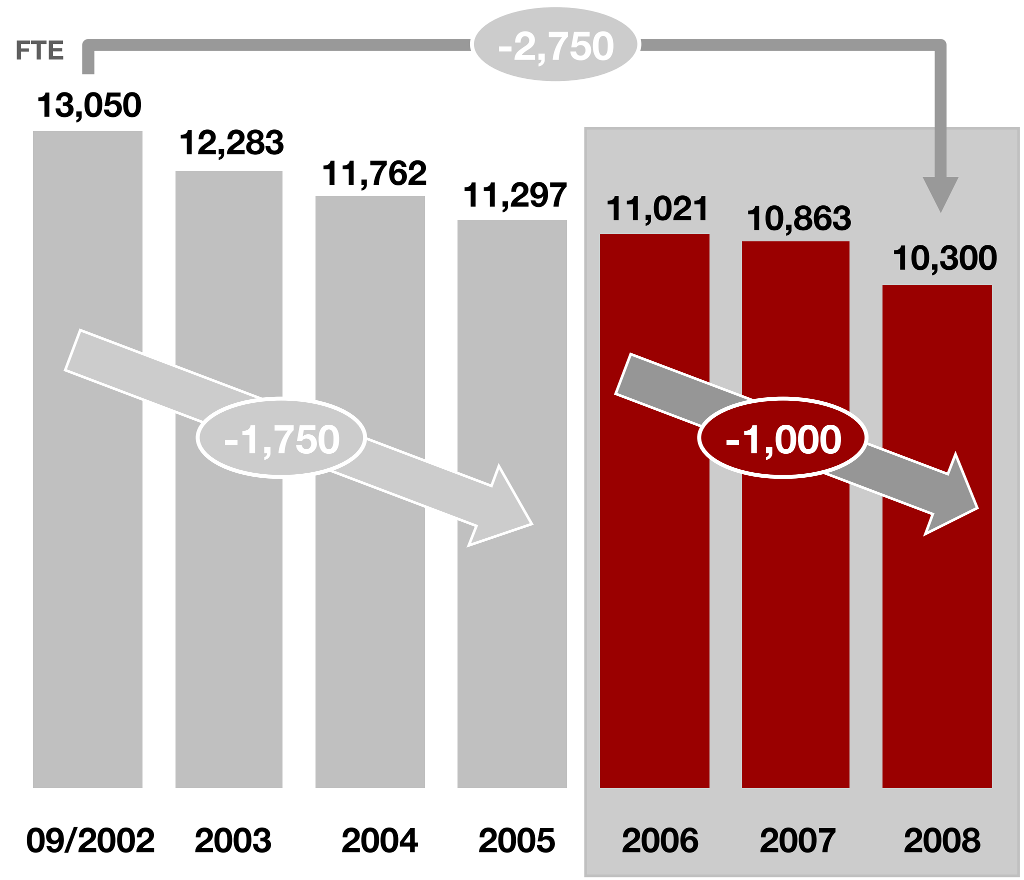
…economies of scope + **…economies of scale**

1st step	2nd step	Targets 2008
Optimisation of operations within existing structures already initiated in various projects • Transfer of best practice to optimise **claims management** • Intensified **efficiency programmes** within Group companies	New **Structural integration of selected operations** I Build-up of a common **claims factory** with **assistance** elements II Integration of standardised common **customer services** III **Shared services:** Bundling of specific support functions in a **Group-wide service company**	• **Cost cutting > € 100 m** • **FTE reduction** of **1,000**

Administrative-staff reduction of additional 1,000 FTE on track

4 Operations/claims

FTE reduction



Core statements

- **Reduction** of already **1,750 FTE since September 2002** succeeded
- **New projects** allow for **further reduction** of **1,000 FTE** until **2008**
- **New target** defined of a **total cut** of **2,750 FTE** leading to **> 20% reduction** of **administrative-staff**
- Job cuts largely done on a **socially compatible basis**

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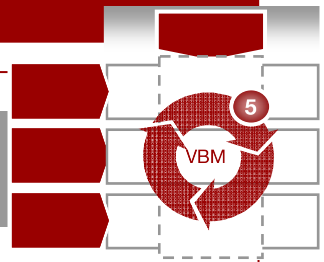
Profitability in focus

Value-/risk-based management as prerequisite for continuous success

Strategic framework



5 Value- and risk-based management as key steering dimensions

Performance Management	Capital Management
Enhancing value creation	**Ensuring financial strength**
• Life: - Measuring profitability within an EEV approach • P&C: - Using normalised returns as key performance indicators	• Risk measurement: - Assessing the risk-bearing capital - Evaluating the capital requirements - Deriving capital adequacy • Risk management: - Streamlined and transparent layout of risk organisation

European Embedded Value (EEV) as enhanced new concept

<table>
<tr><th colspan="2">Traditional EV</th><th>EEV</th></tr>
<tr><th>A valuable evaluation tool ...</th><th>... no longer satisfies future demands</th><th>A strong evaluation tool with more transparency</th></tr>
<tr><td>

reflects the long-term nature of life insurance
delivers a good approximation of business value
identifies value drivers and variances
reveals:
- main sources of profit
- suitable levels for acquisition costs
- opportunities to improve margins

by analysing operating profit, which is driven by New Business Value
</td><td>
but

depends strongly on fixed expectations for capital market development
fails to use a risk-adjusted approach to determine an adequate Risk Discount Rate
does not explicitly consider the time value of financial options and guarantees
lacks a standard practice to ensure comparability of results between competitors

</td><td>

specifies guidance on methodology and assumptions
follows stringent principles
requires that the Risk Discount Rate considers the individual risk position of the company
evaluates the time value of financial options and guarantees explicitly
ensures transparency and comparability through common practice

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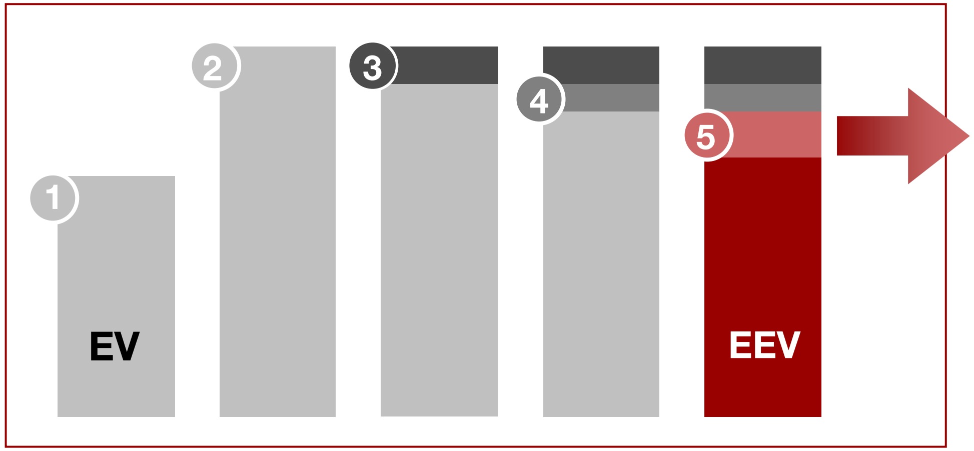
EEV concept adopted for 2005 calculation

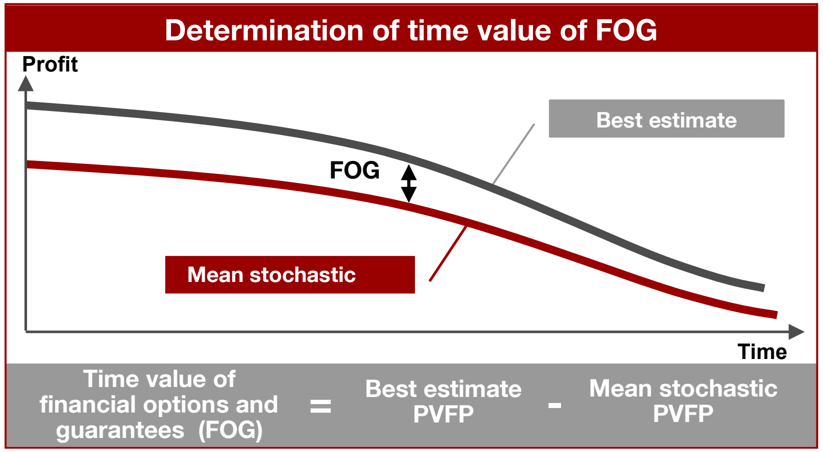
European Embedded Value (EEV)	=	**Present Value of Future Profits (PVFP)**	+	**Net Asset Value (NAV)**	-	**Cost of Capital (CoC)**

EEV approach	• **12 principles** and **65 guidelines** build a stringent framework for evaluation and **increase transparency**
Options & Guarantees	• **Time value of financial options and guarantees** determined using **stochastic techniques**, consistent with the **new EEV concept**
Covered business	• All **life insurance** business
Cost of Capital	• Cost of Capital calculation based on **existing available capital**, allocated to **business in force** and **new business**
Risk Discount Rate	• Risk Discount Rate is equal to **benchmark rate (risk-free rate)** plus allowances for the **time value of financial options and guarantees, financial and other risks**
Methodology	• **In line** with the worldwide implemented **Generali approach** • Fulfilment of Group obligation to **introduce EEV from 2005**
Review	• **External opinion** from **Tillinghast**

From trad. EV to EEV: New approach allows detailed risk evaluation

Calculation of Risk Discount Rate under EEV methodology





1. **Traditional Embedded Value (EV)** calculated with the traditional Risk Discount Rate values options and guarantees and other risks implicitly
2. **EV** calculated with **benchmark rate** (risk-free rate) **excludes the time value of financial options and guarantees, financial risk and other risk**
3. Allowance for **financial risk** (i.e. volatility of market return) to be subtracted
4. Allowance for **other risk** (e.g. biometric and operational risk) to be subtracted
5. Allowance for the time value of **financial options and guarantees** (**FOG**) is determined stochastically and subtracted

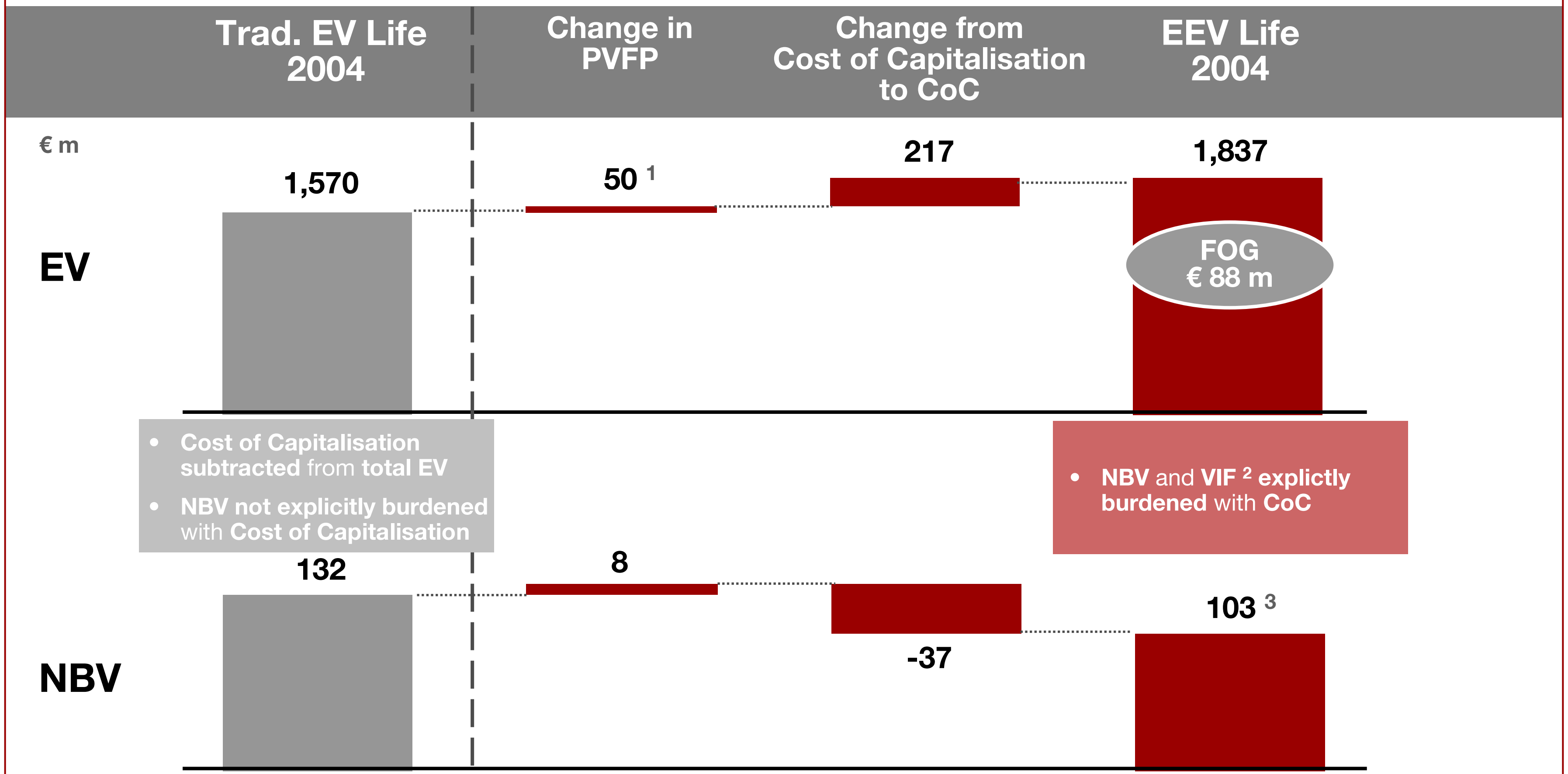
European Embedded Value stochastically determined with a unique Risk Discount Rate

Average model assumptions

	EV 2004	EEV 2004	EEV 2005
Risk Discount Rate (RDR)	6.42%	5.98%	5.52%
Risk-free rate (10-year government bonds)	3.67%	3.67%	3.33%
Fixed-income return	3.77%	3.77%	3.62%
Equity return	6.42%	6.57%	6.23%
Average long-term asset mix (FI/Eq/Other)	83 / 13 / 4	83 / 13 / 4	82 / 12 / 6
Book return	includes emergence of UCG/UCL		
Tax rate	40.0%	40.0%	40.0%
Average long-term shareholder participation	8.4%	8.4%	9.1%
Bonuses, demographic and expense assumptions	company-specific experience		

EV recalculation also influenced by new CoC methodology

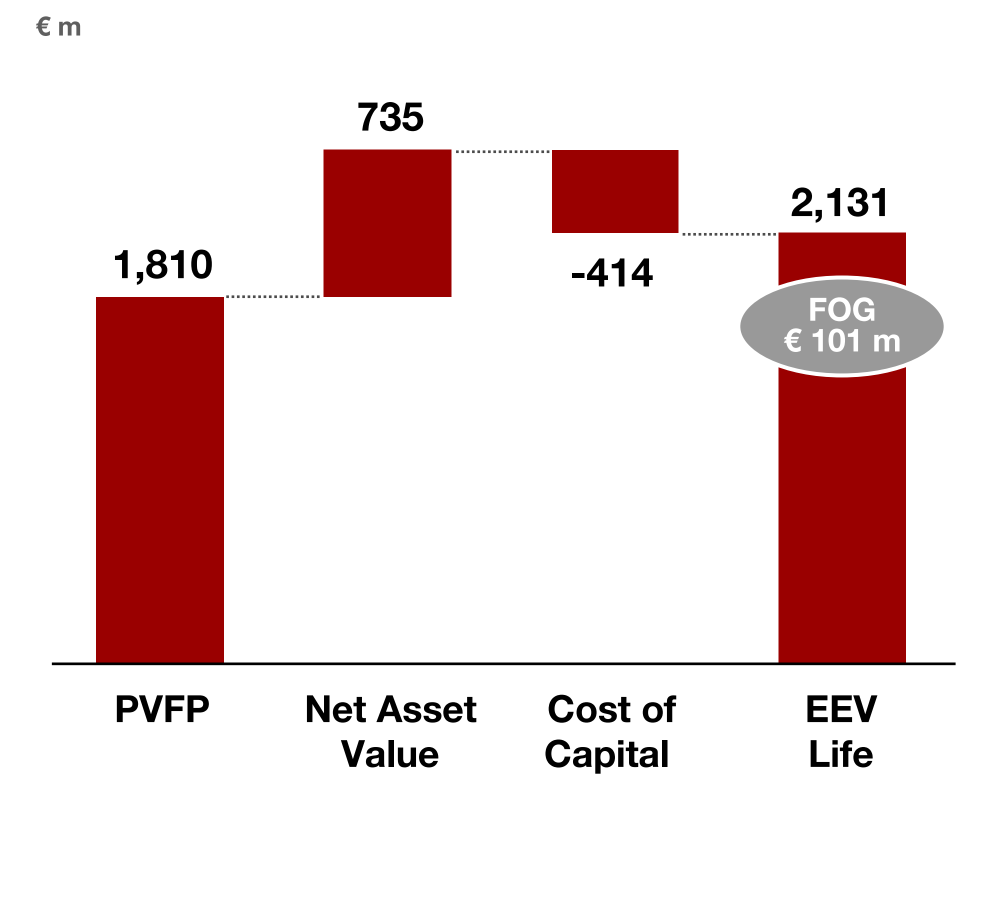
Dec. 2004, traditional EV Life recalculated to conform with new EEV approach

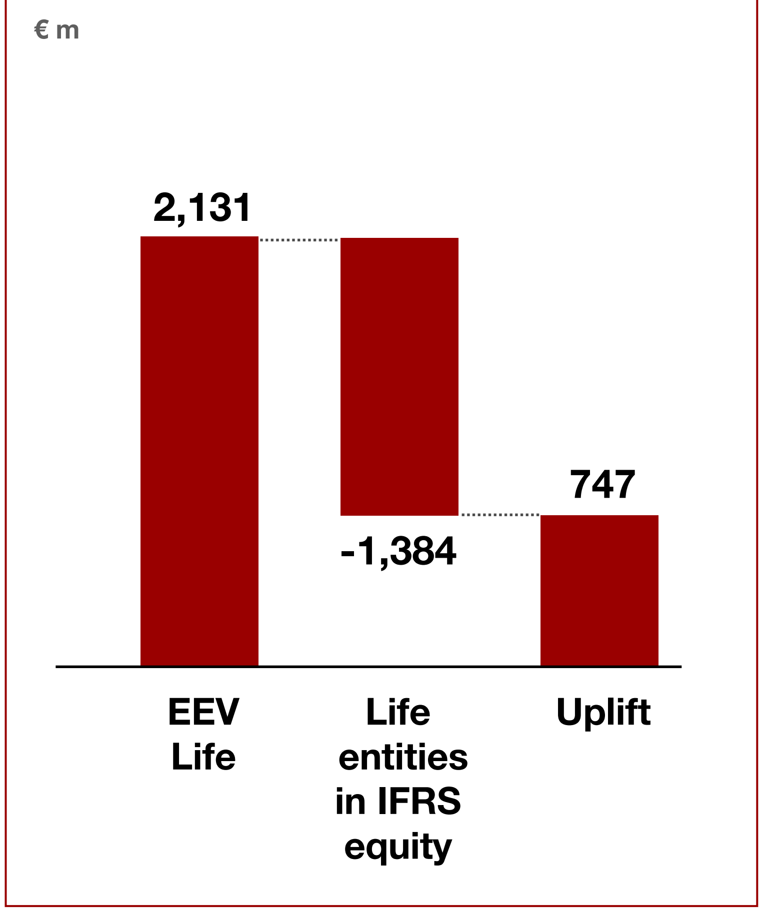


[1] consists of model adjustments of € 80 m and change in economic assumptions of € -30 m
[2] VIF = Value in force
[3] NBV is based on the same Risk Discount Rate as VIF

Higher EEV Life results in substantial increase of uplift

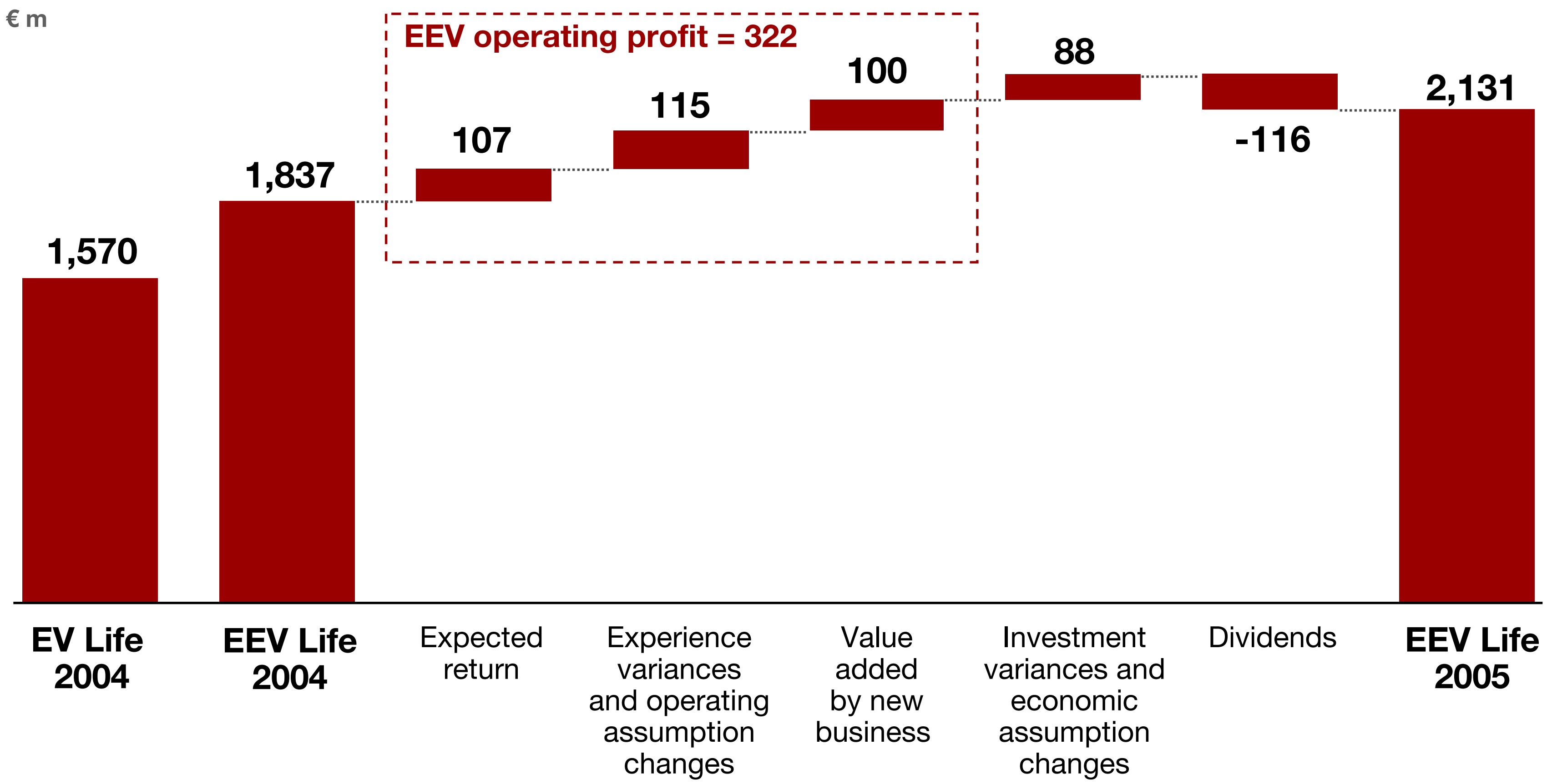
Dec. 2005, EEV Life and IFRS uplift





EEV Life 2005 with high operating profit

EEV Life, roll-forward analysis

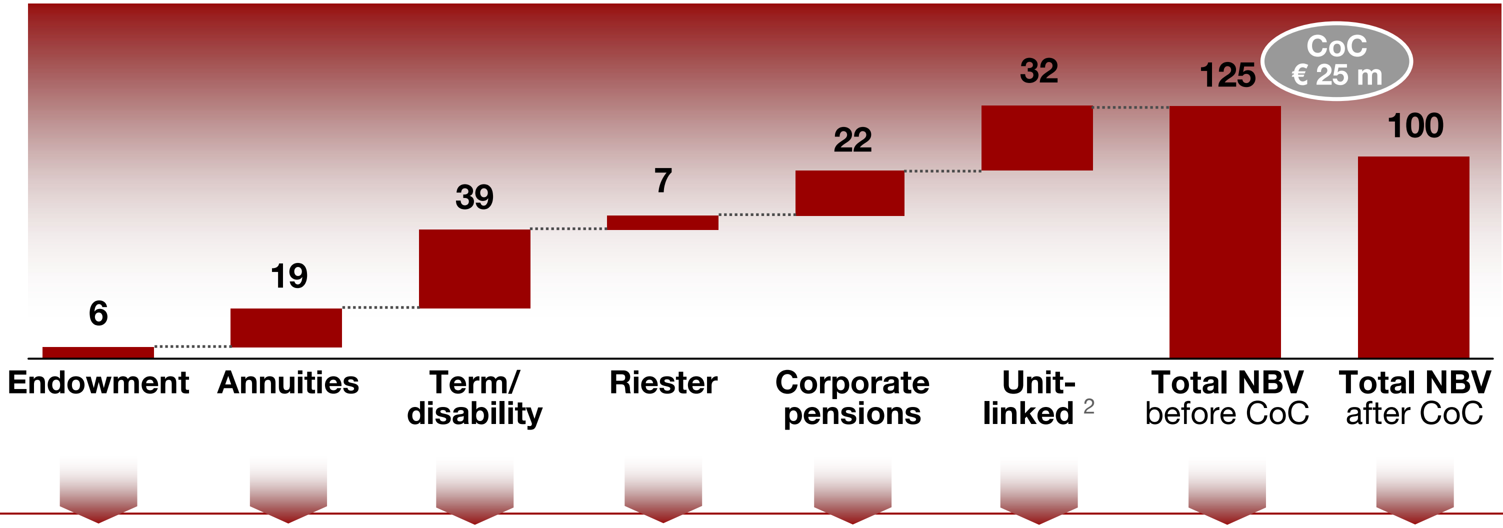


New Business Value and profitability of different product groups

Dec. 2005, Life new business and performance ratios

€ m

New Business Value (NBV) [1]

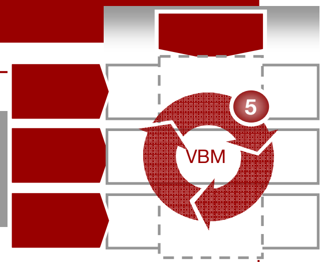


	before CoC							after CoC
APE PV premiums	50 409	170 1,374	131 1,186	77 517	169 1,197	210 1,676	807 6,359	807 6,359
NBV/APE	12.6%	11.1%	29.8%	8.5%	12.8%	15.6%	15.5%	12.4%
NBV/PV premiums	1.5%	1.4%	3.3%	1.3%	1.8%	2.0%	2.0%	1.6%

[1] NBV are representative rounded figures; no specific allocation of costs to individual product groups
[2] incl. net fund management fees

Value-/risk-based management as prerequisite for continuous success

Strategic framework



5 Value- and risk-based management as key steering dimensions

Performance Management	Capital Management
Enhancing value creation	**Ensuring financial strength**

Performance Management

Enhancing value creation

- Life:
  - Measuring profitability within an EEV approach
- P&C:
  - Using normalised returns as key performance indicators

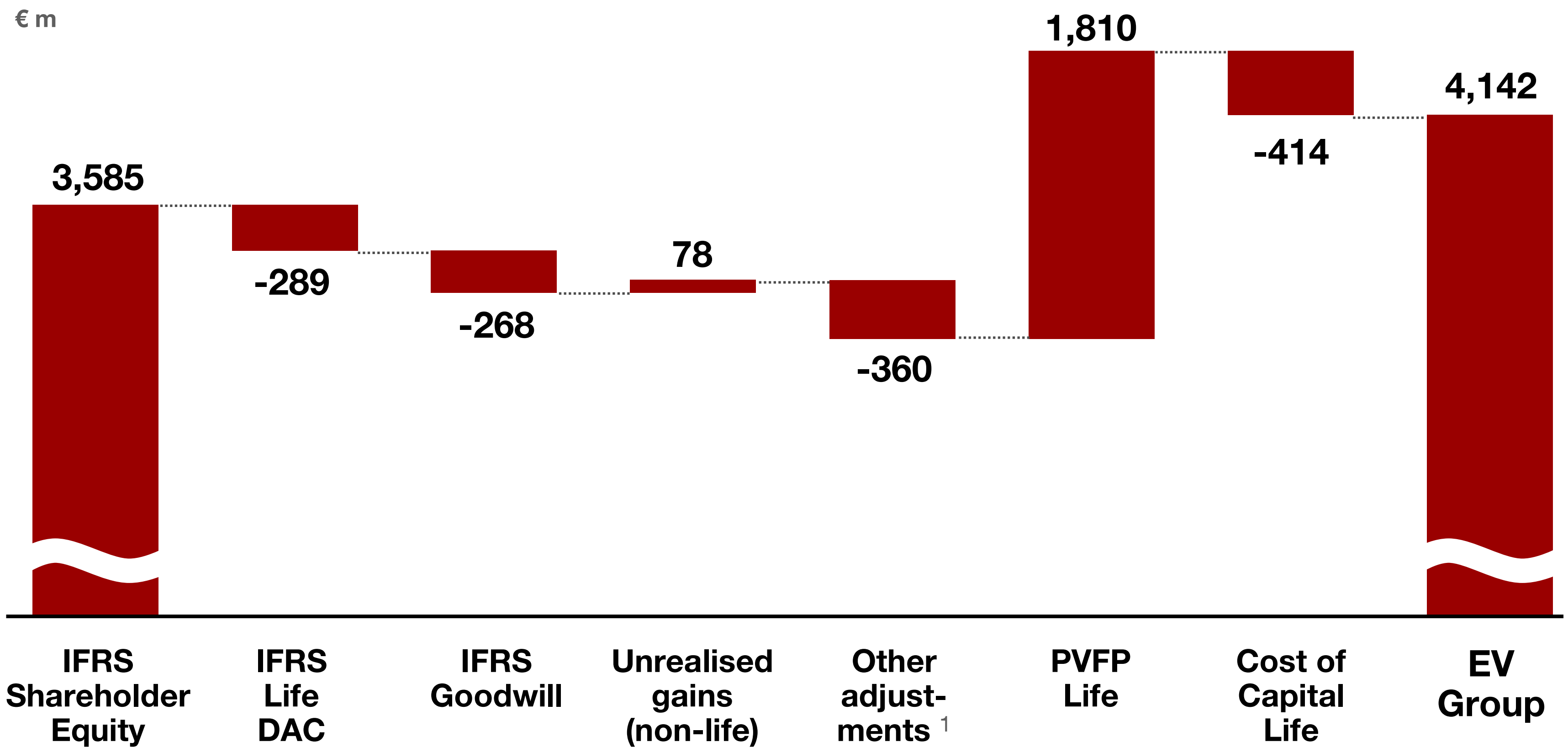
Capital Management

Ensuring financial strength

- Risk measurement:
  - Assessing the risk-bearing capital
  - Evaluating the capital requirements
  - Deriving capital adequacy
- Risk management:
  - Streamlined and transparent layout of risk organisation

Market capitalisation is backed by EV Group

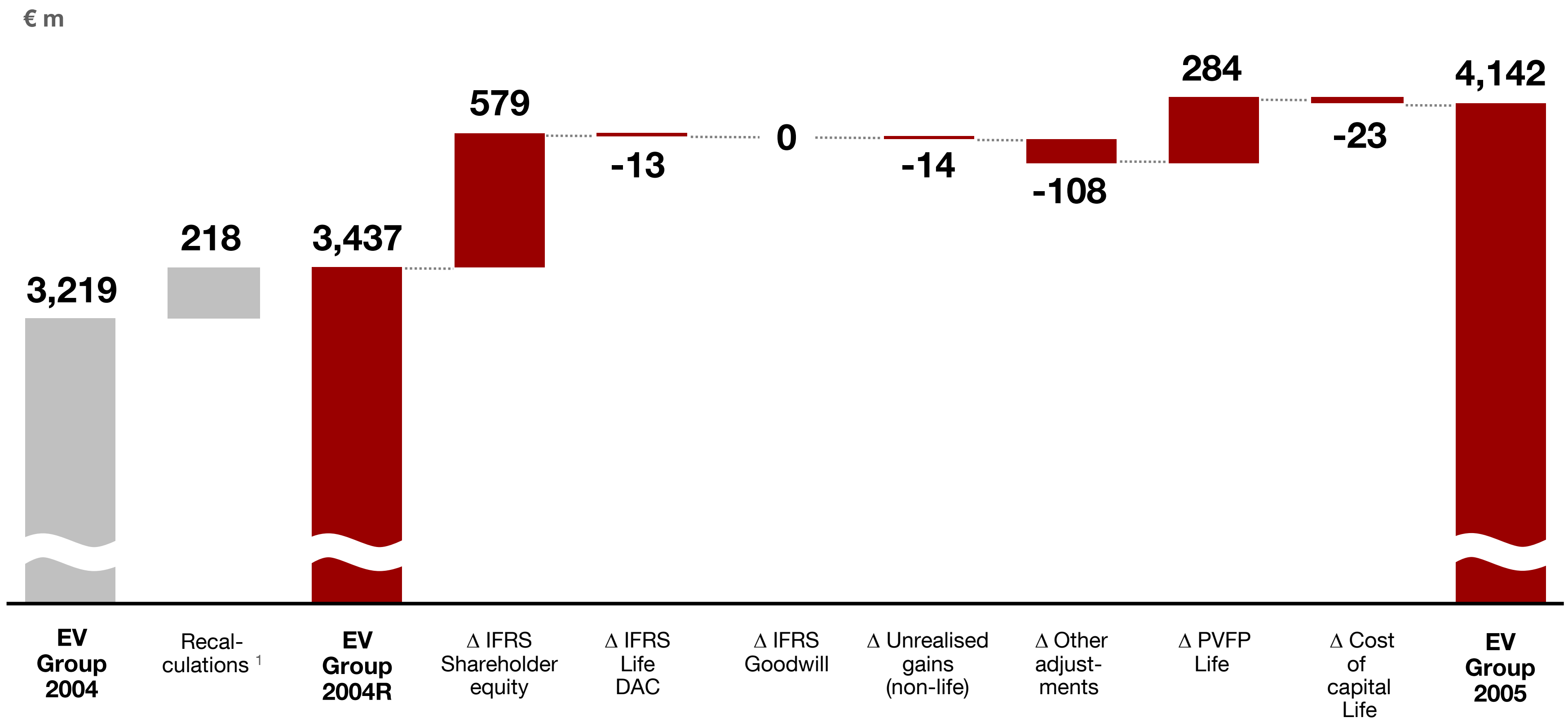
Dec. 2005, EV Group: Assessing the risk-bearing capital



1 unrealised gains (life) € 249 m and dividends to be paid € 110 m

Increase of EV Group driven by higher IFRS equity and PVFP

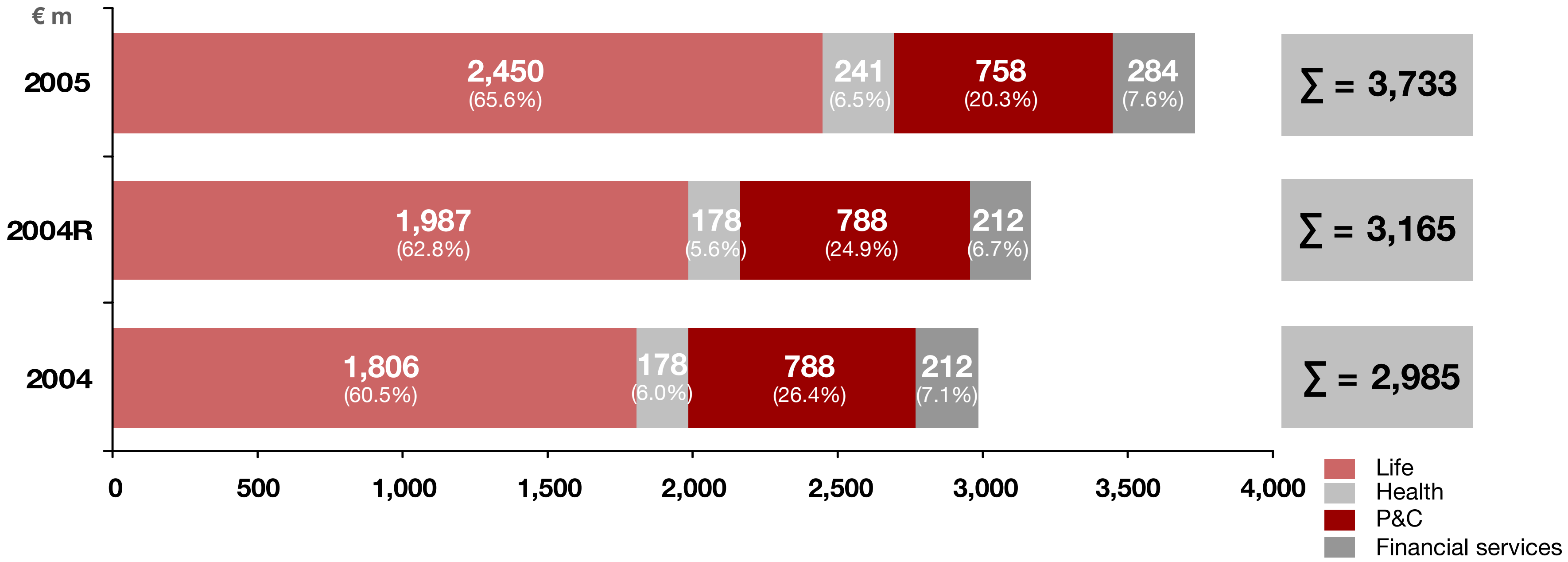
Dec. 2005, EV Group: Change analysis



[1] recalculations: adjustment of EEV VIF vs. trad. VIF € +267 m ; other effects € -49 m

Selective de-risking stabilises Economic Capital in low-yield markets

Dec. 2005, Economic Capital (EC): Evaluating the capital requirements



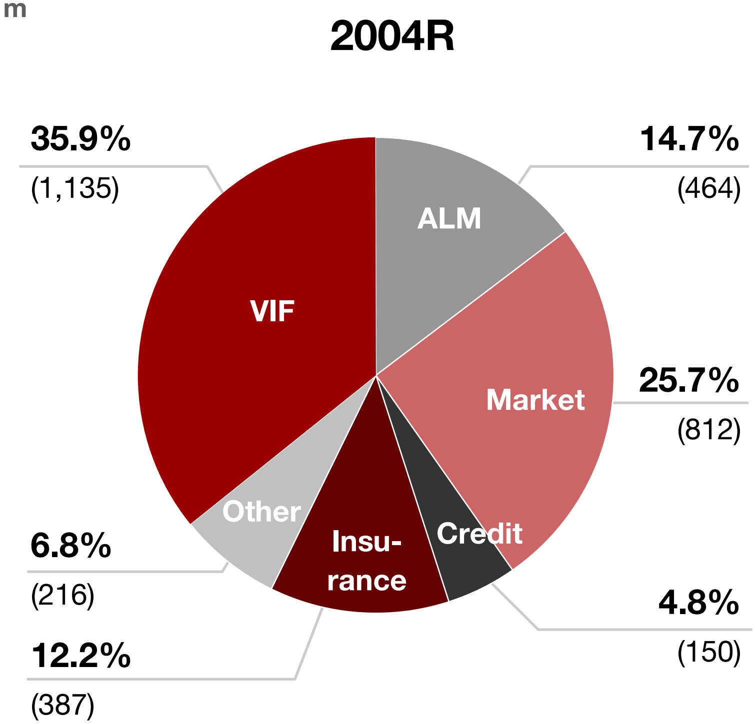
EC ratios (2004 recalculated in brackets)

Life	3.8%	(3.3%)	of technical reserves
Health	3.9%	(3.2%)	of net technical reserves
P&C	26.4%	(28.1%)	of net earned premiums

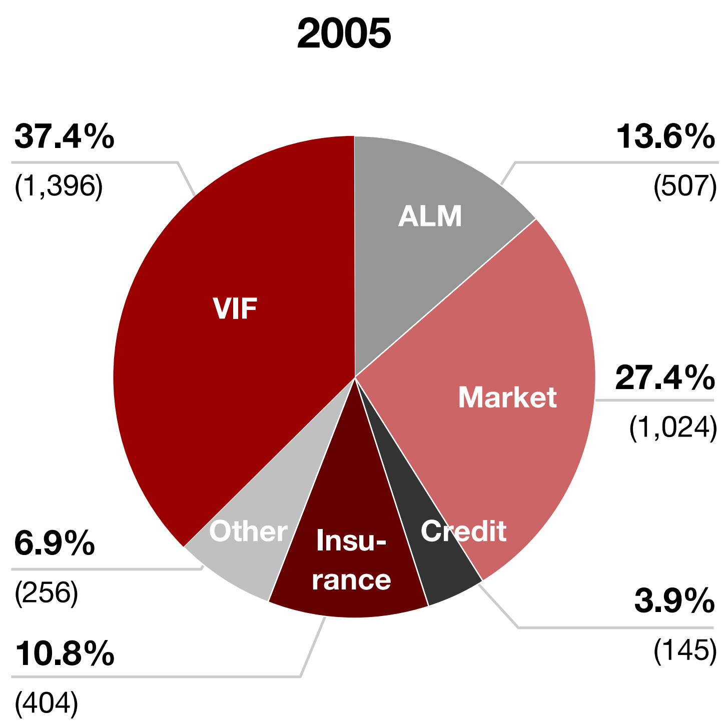
Proportional increase in market risk offset by reduced ALM risk

Dec. 2005, EC allocation by risk category

€ m



Total € 3,165 m



Total of € 3,733 m

Strategic flexibility extended by implemented risk action plans

Embedded Value (EV) Group / Economic Capital (EC)

Optimisation EV Group
€ 4,142 m

- Non-realisation of **hidden reserves**

- **Reduction** of **p/h profit participation**
- **Operational improvements** (claims management and cost reduction)

Optimisation EC
€ 3,733 m

- Systematic **duration increase** in life bond portfolio in recent years
- **Reduction** of **credit risks**
- **Forward purchases** of **fixed-income** instruments
- **Receiver swaption** contracts

- Increased focus on **products covering biometric risks**
- Further promotion of **unit-linked products**

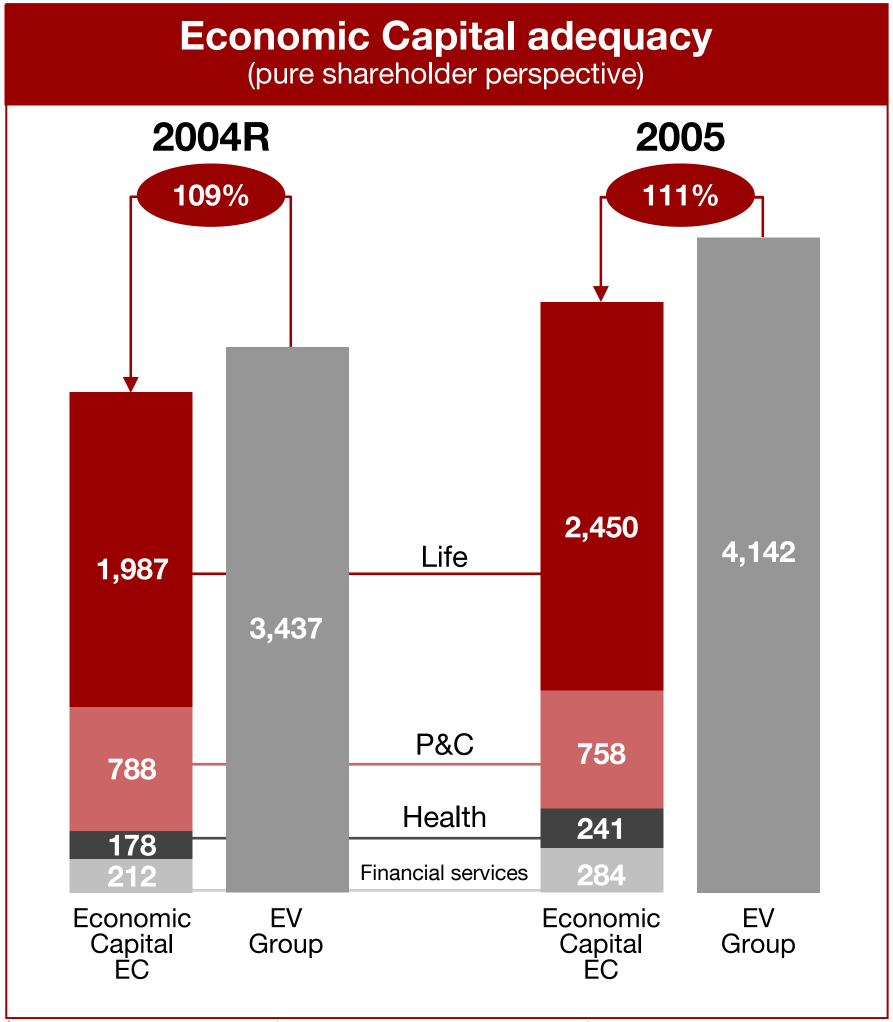
Short-term → Long-term

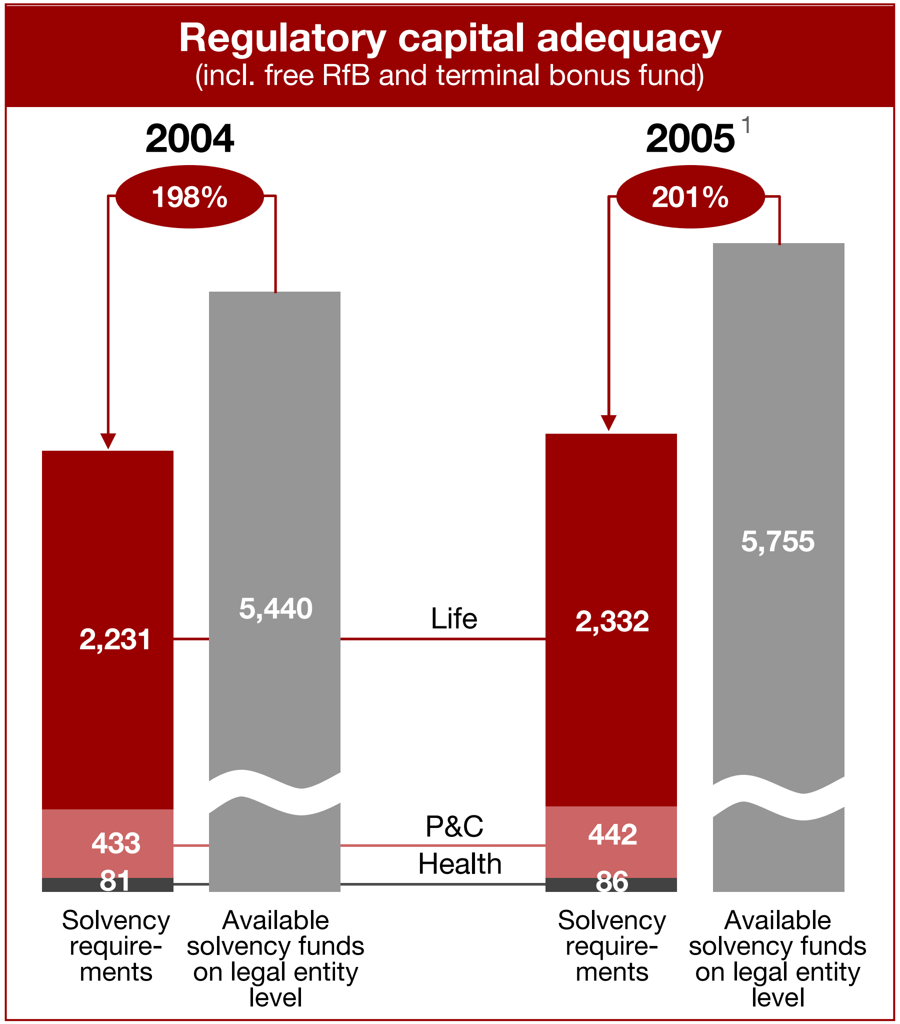
2005 results

Capital adequacy:
111%

Excess capital:
€ 409 m

Sufficient capitalisation in economic and regulatory environment





[1] pure direct business without AMB Generali Holding; taking into account AMB Generali Holding, solvency ratio is 253%

Good operational profitability in difficult market environment

Return on Embedded Value
(after tax)

	2005	2004R	2004
Life [1]	10.1%	11.0%	12.5%
Health [2]	17.7%	17.9%	17.9%
P&C [3]	10.4%	8.9%	8.9%
Financial services [2]	10.6%	10.0%	10.0%
RoEC normalised	**10.6%**	**10.8%**	**11.8%**
Excess capital	2.1%	2.5%	2.5%
RoEV normalised	**10.0%**	**10.3%**	**11.3%**
Cost of debt	-0.2%		-0.2%
Investment & tax variances	13.9%		-6.1%
RoEV	**23.7%**		**4.9%**

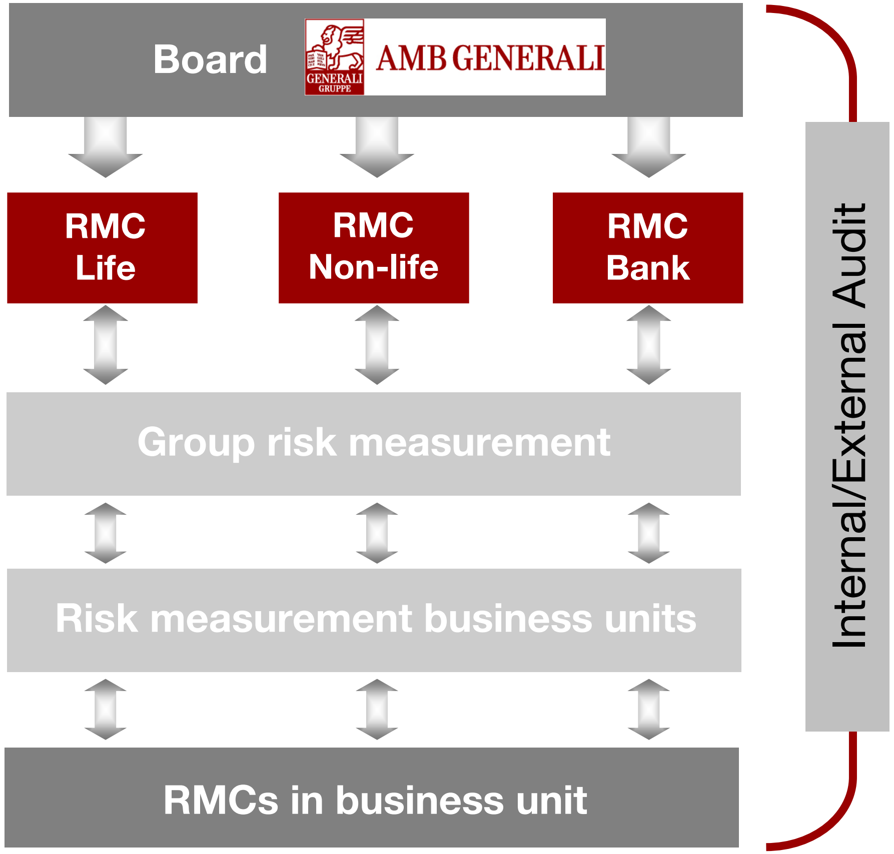
Analysis and outlook

- **Moderate decrease** in **Life RoEC** is driven **by lower new business**
- **Health business profitability** still **above average despite** current **low interest rate** environment
- **Reduced combined ratios** trigger a **higher RoEC** in **P&C**
- **Successful turn-around** leads to **double-digit RoEC** in **financial services**
- **Positive investment variances** provide for **extraordinary RoEV**
- **Outlook:** Top-management commitment to deliver **sustainable RoECs risk-free plus 8%**

[1] based on New Business Value, expected return (VIF roll-forward) and operating variances
[2] based on IFRS profit (excl. extraordinary effects)
[3] based on combined ratio, other income/expenses and normalised investment income

Risk measurement accompanied by streamlined management process

Risk management process



- **AMB Generali Board** defines **principles and procedures** for risk and performance governance
- **AMB Generali Board** is **responsible** for **Group-**wide **capital adequacy** and Group-related **limits**
- **Segment-specific risk management committees** (RMC) control business unit-related capital adequacy and take **responsibility for risk-steering actions (e.g. strategic asset allocation)**
- The **holding** company coordinates **consistency and integration** of risk measurement
- **Business units** (BU) organise data feed and **control BU-related settings** of the holding company
- **BU-RMCs** (BU Boards) **monitor** BU-specific **risk exposure**

Contents

Profitability in focus

Ongoing profitable growth in full year 2005

- **Life** and **health business** with **continuously strong growth rates**
  - **Life regular premiums go up +7.4%**
  - **Health** gross **premiums increase** by **+5.0%**

- **P&C premiums go down -0.5%** due to **selective profit-oriented underwriting** and **in line** with **market development**

- **Improvements in operating profitability**
  - **Reduction** by **465 administrative-staff** FTE's in 2005
  - **Combined ratio improves significantly** to **96.9%**

- **Further increase of investment income** by +5.3% to **€ 3,443 m**

- **Financial** and **competitive position** of **AMB Generali's insurance companies** certified by **"AA" Standard & Poor's-Rating**

Net profit of € 314 m
exceeds 2005 target of > € 300 m

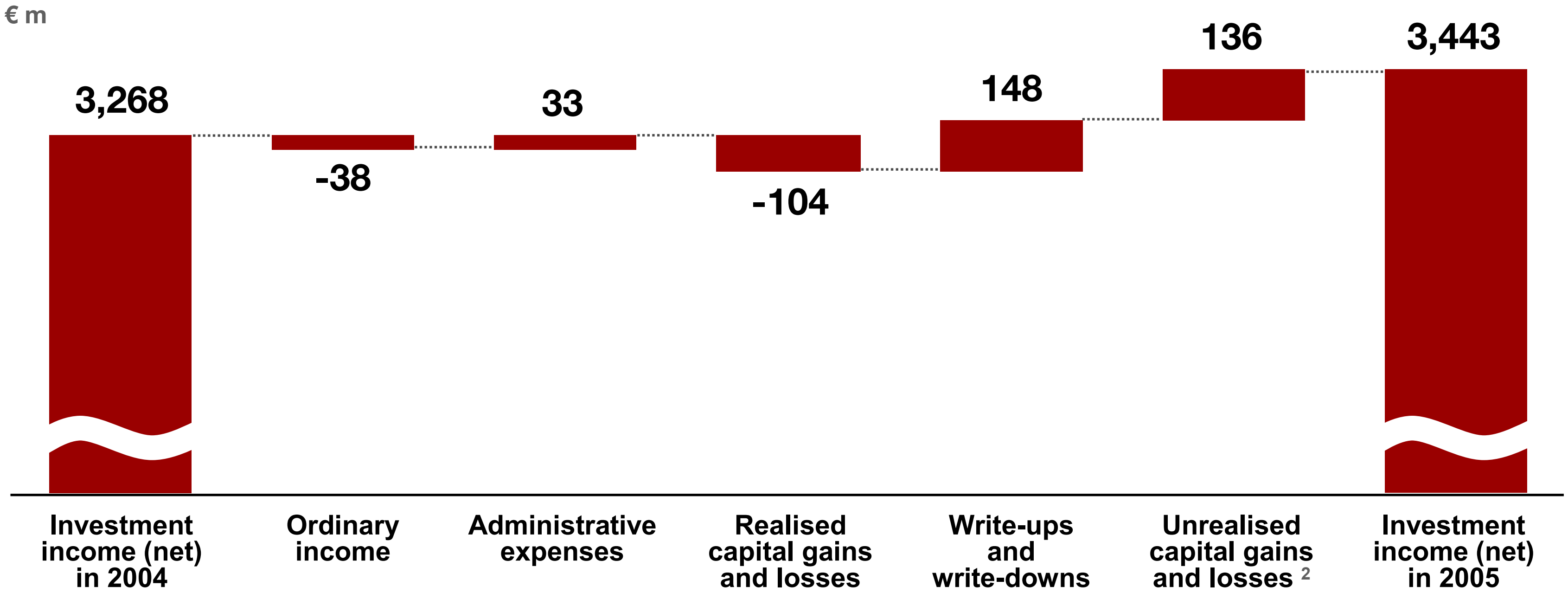
Business development overview

€	2005	2004 [1]	Δ
Total premiums (German GAAP) [2]	**12.8 bn**	**12.1 bn**	**6.1%**
Consolidated gross premiums (IFRS) [3]	**11.5 bn**	**10.9 bn**	**4.8%**
• Life	6.9 bn	6.4 bn	7.3%
• Health	1.6 bn	1.5 bn	5.0%
• P&C	3.0 bn	3.0 bn	-0.8%
Life new business regular premiums	**957 m**	**1,370 m**	**-30.1%**
Claims & benefits	**-10.8 bn**	**-10.6 bn**	**1.5%**
Operating expenses	**-2.4 bn**	**-2.1 bn**	**13.2%**
Investment income (net)	**3,443 m**	**3,268 m**	**5.3%**
Profit before goodwill amortisation	**589 m**	**483 m**	**106 m**
Goodwill amortisation	0 m	-59 m	59 m
Operating profit	**589 m**	**424 m**	**165 m**
Finance costs	-7 m	-9 m	2 m
Tax	-268 m	-204 m	-64 m
Net profit	**314 m**	**211 m**	**103 m**
• Attributable to minority interests	-1 m	4 m	-5 m
Net profit before scheduled goodwill amortisation	**314 m**	**242 m**	**72 m**
Shareholders' equity	**3.8 bn**	**3.2 bn**	**18.6%**

[1] retrospective adjustments
[2] consolidated gross premiums incl. savings portions of unit-linked and Riester contracts
[3] excl. savings portions of unit-linked and Riester contracts; without effect on profit

Investment income above 2004 level despite lower interest rates

Investment income



	Investment income (net) in 2004	Ordinary income	Administrative expenses	Realised capital gains and losses	Write-ups and write-downs	Unrealised capital gains and losses [2]	Investment income (net) in 2005
2004 [1]		3,274	-193	602	-445	30	3,268
2005		3,236	-160	498	-297	166	3,443
Δ		-38	+33	-104	+148	+136	175

[1] retrospective adjustments
[2] mainly derivatives

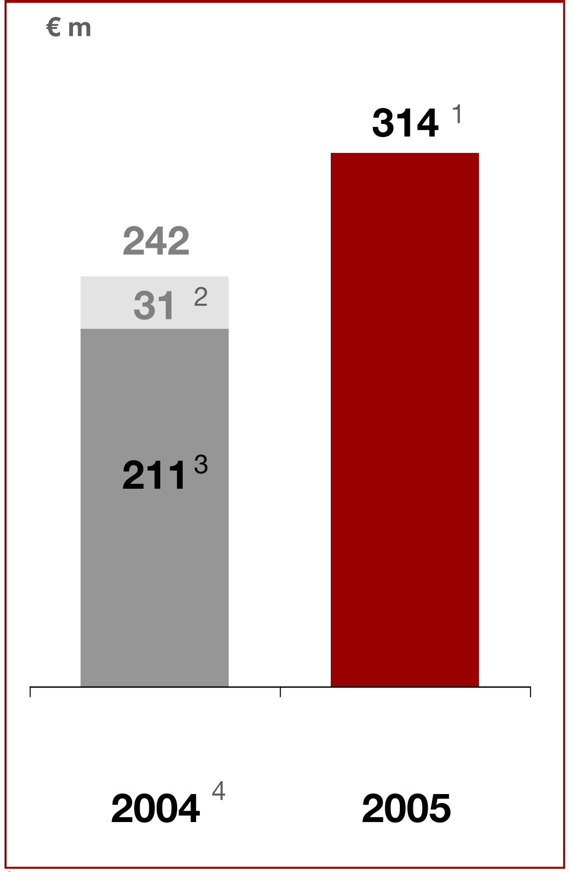
Continuous improvement of reserves in dividend-bearing securities

Unrealised gains/losses from shares, participating interests and fund units

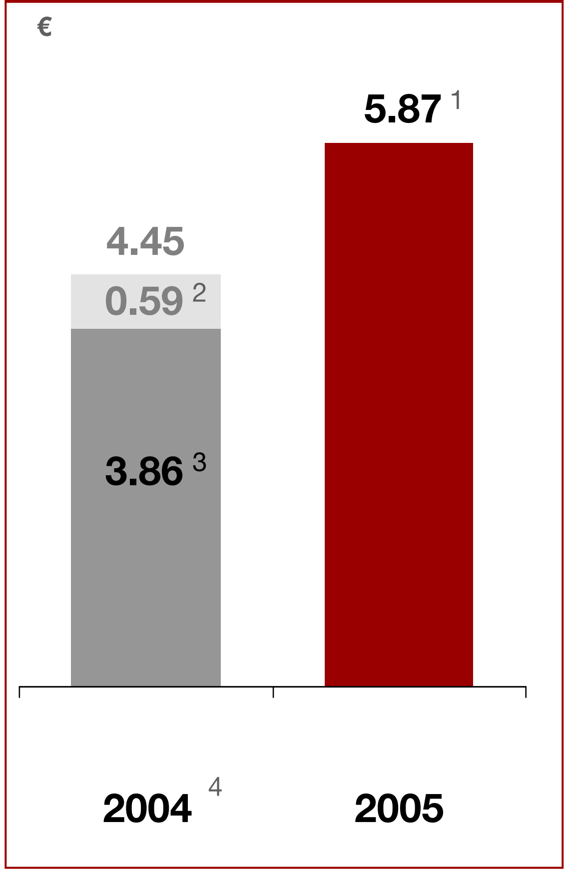
[1] retrospective adjustments

Shareholders participate in our success

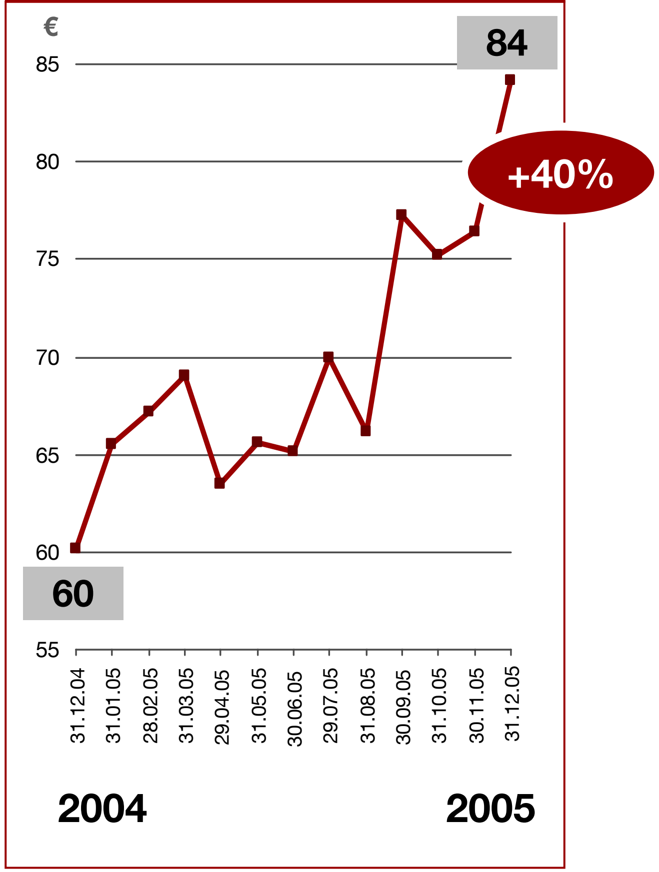
Net profit



Earnings per share



Share price



[1] under IFRS 3 goodwill is no longer amortised on a scheduled basis
[2] scheduled goodwill amortisation
[3] incl. scheduled (€ 31 m) and unscheduled (€ 28 m) goodwill amortisation
[4] retrospective adjustments

"AA" Standard & Poor's-Rating certifies our strength

Interactive rating of AMB Generali's insurance companies in 2005

- **S&P certifies** a **very strong financial strength** of the **AMB Generali insurance companies**
- The **Group** is **characterised** by a **strong competitive position** oriented at target groups
- Additional **strategic strong points** are the **Group's unrivalled distribution/brand diversity** and **broad customer coverage** while **simultaneously** it benefits from **economies of scale**
- AMB Generali's **earnings capacity** is **strong** and **improving**

The AMB Generali Group is a powerful core activity supported by Assicurazioni Generali and has an excellent growth potential

Information on the most current rating is available at www.standardandpoors.com or from Standard & Poor's at +44 (0)20 7176 3800. Ratings are not a guarantee of an insurer's financial strength nor a recommendation as to the insurer.

Conclusion

We deliver what we promise

We share success with our shareholders

We secure our financial strength as basis for our business

We have ambitious financial targets to ensure sustainable profitability

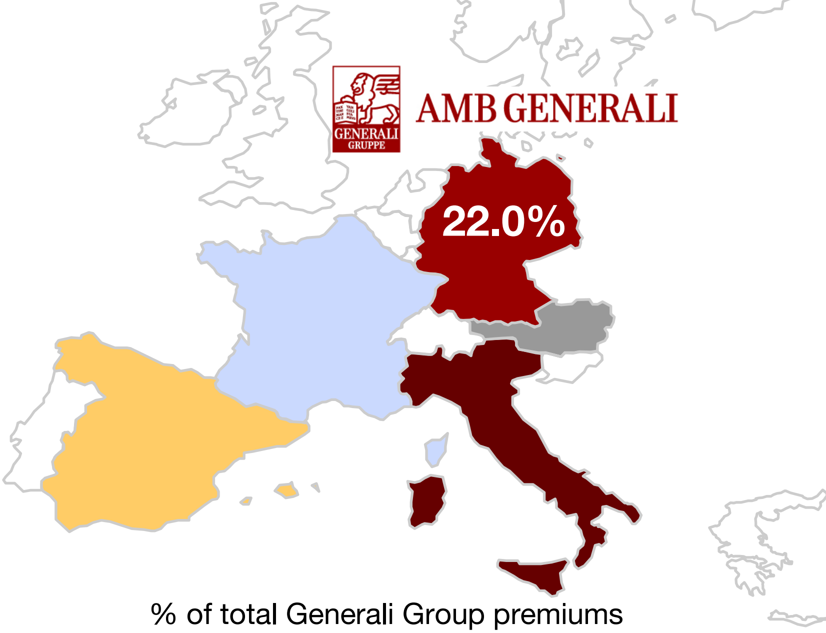
Back up

AMB Generali as the German section of Generali Group

GENERALI GROUP

Top player in European insurance

with € 56 bn consolidated premiums in 2004



% of total Generali Group premiums

Italy	39.4%	Spain	3.6%
Germany	22.0%	Austria	3.5%
France	20.6%	Others	10.9%

AMB GENERALI

- **Founded 1824** in Aachen
- German **subsidiary of Generali Group** since 1998 which is **#3** of the **European insurance** market
- Focus on
  - **German market**
  - **primary insurance**
  - **private customers**
- **#3** in **German primary insurance market**
- **Market leader** in **unit-linked**, **Riester** and **term life insurance**

AMB Generali one of the market leaders in Germany

German insurance market 2004 [1]

Life			P&C			Health		
Gross premiums, direct			**Gross premiums, direct**			**Gross premiums, direct**		
Rank		**€ bn**	**Rank**		**€ bn**	**Rank**		**€ bn**
1	ALLIANZ	10.4	1	ALLIANZ	10.1	1	ERGO	4.1
2	**AMB GENERALI**	**7.4**	2	HUK-COBURG	3.1	2	DEBEKA	3.6
3	ERGO	5.7	3	ERGO	3.1	3	ALLIANZ	3.0
4	ZURICH GROUP	3.6	4	R+V	3.1	4	SIGNAL IDUNA	2.0
5	R+V	3.2	**5**	**AMB GENERALI**	**3.0**	5	VK BAYERN	1.6
6	AXA	2.5	6	AXA	2.6	**6**	**AMB GENERALI**	**1.5**
7	DEBEKA	2.2	7	ZURICH GROUP	2.3	7	CONTINENTALE	1.2
8	TALANX	2.0	8	GERLING	2.2	8	BARMENIA	1.1
9	VK BAYERN	1,9	9	TALANX	2.0	9	DBV-WINTERTHUR	1.0
10	GERLING	1.8	10	VK BAYERN	1.7	10	GOTHAER	0.8

[1] not consolidated German GAAP

Changes in IFRS impairment rules

IAS 39 defines in what cases a decline in the fair value of shares, participating interests and fund units triggers off impairment losses

Since Q4 2002 (based on IAS 39, revised 2000)	• **Best practice** determines **impairment losses if decline** in fair value below acquisition costs of the investment is **"significant (> 20%) and prolonged (> 6 months)"** • **Recovery** of investment leads to **reversal of impairment losses ("write-up")** in **income statement** (impact on income statement)
Since 2005 (based on IAS 39, revised 2004)	• **Best practice** determines **impairment losses if decline** in fair value below acquisition costs of the investment is **"significant (> 20%) or prolonged (> 6 months)"** • **Recovery** of investment leads to **reversal of impairment losses** only in **equity** (no impact on income statement) • Standard has to be **applied retrospectively**, so that **preceding year's figures** had to be adjusted - **This change** affects **investment income** and hereby **claims & benefits, tax, net profit** and **shareholders' equity** - **Total effect** on **net profit** of **2004** of **€ -11 m**

Revised figures due to retrospective IFRS adjustments

€	FY 2004 / after retro-spective adjustment	FY 2004 / before retro-spective adjustment
Total premiums (German GAAP) [1]	**12.1 bn**	**12.1 bn**
Consolidated gross premiums (IFRS) [2]	**10.9 bn**	**10.9 bn**
• Life	6.4 bn	6.4 bn
• Health	1.5 bn	1.5 bn
• P&C	3.0 bn	3.0 bn
Life new business regular premiums	**1.370 m**	**1.370 m**
Claims & benefits	**-10.6 bn**	**-10.7 bn**
Operating expenses	**-2.1 bn**	**-2.1 bn**
Investment income (net)	**3,268 m**	**3,312 m**
Profit before goodwill amortisation	**483 m**	**498 m**
Goodwill amortisation	-59 m	-59 m
Operating profit	**424 m**	**439 m**
Finance costs	-9 m	-9 m
Tax	-204 m	-209 m
Net profit	**211 m**	**222 m**
• Attributable to minority interests	4 m	4 m
Net profit before scheduled goodwill amortisation	**242 m**	**254 m**
Shareholders' equity	**3.2 bn**	**3.0 bn**

[1] consolidated gross premiums incl. savings portions of unit-linked and Riester contracts
[2] excl. savings portions of unit-linked and Riester contracts; without effect on profit

Net profits by segments

€ m [1]	2005	2004 [2]	Δ
Life	147	141	6
Health	43	29	14
P&C	267 [3]	108	159
Financial services	22	12	10
Consolidation	-166 [3]	-79	-87
Consolidated net result	**314**	**211**	**103**

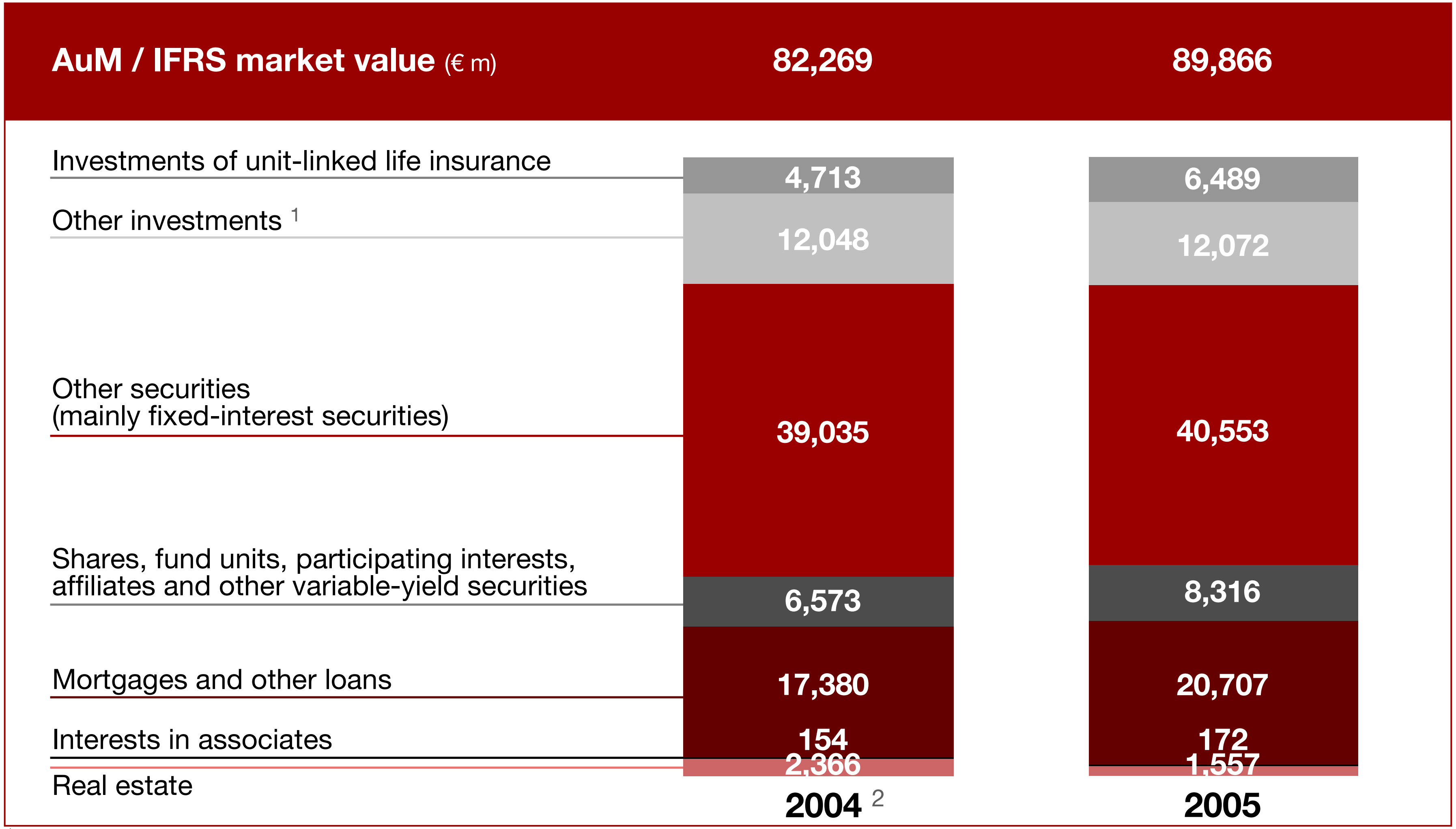
[1] before elimination of intra-group transactions between segments
[2] retrospective adjustments
[3] incl. effect from streamlining the portfolio of participating interests

Development of segments [1]

€ m	Life FY 05	Life FY 04 [2]	Life Δ	Health FY 05	Health FY 04 [2]	Health Δ	P&C FY 05	P&C FY 04 [2]	P&C Δ
Total premiums (German GAAP)	**8,233** [3]	**7,550** [3]	**9.0%**	**1,592**	**1,516**	**5.0%**	**2,984**	**3,021**	**-1.2%**
Gross premiums written (IFRS)	**6,876** [4]	**6,408** [4]	**7.3%**	**1,592**	**1,516**	**5.0%**	**2,984**	**3,021**	**-1.2%**
Investment income (net)	**2,686**	**2,644**	**1.6%**	**268**	**219**	**22.4%**	**424**	**305**	**38.9%**
Claims & benefits (net)	**-7,312**	**-7,289**	**0.3%**	**-1,588**	**-1,463**	**8.5%**	**-1,902**	**-1,886**	**0.8%**
Claims ratio	**-**	**-**	**-**	**56.6%**	**54.3%**	**2.3%-p**	**65.6%**	**66.9%**	**-1.3%-p**
Expense ratio	**20.2%**	**16.9%**	**3.3%-p**	**11.7%**	**11.8%**	**-0.1%-p**	**31.3%**	**32.5%**	**-1.2%-p**
Combined ratio	**-**	**-**	**-**	**68.3%**	**66.1%**	**2.2%-p**	**96.9%**	**99.4%**	**-2.5%-p**
Profit before goodwill amortisation	**303**	**281**	**22**	**69**	**79**	**-10**	**337**	**189**	**148**
Goodwill amortisation	0	-12	12	0	-1	1	0	-46	46
Finance costs	0	0	0	0	0	0	0	0	0
Tax	-156	-128	-28	-26	-49	23	-70	-35	-35
Net profit	**147**	**141**	**6**	**43**	**29**	**14**	**267**	**108**	**159**

1 before elimination of intra-group transactions between segments
2 retrospective adjustments
3 gross premiums written incl. savings portions of unit-linked and Riester contracts
4 excl. savings portions of unit-linked and Riester contracts; without effect on profit

AuM positively influenced by expansion of life business

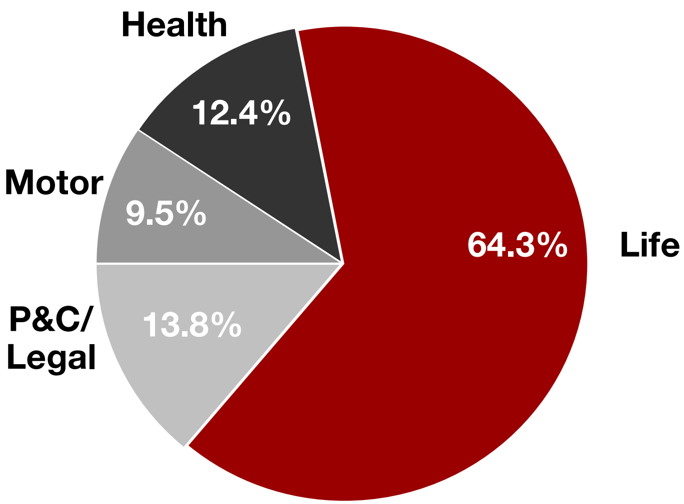


[1] incl. third-party mandates and managed portfolio of the Austrian, Dutch and Swiss companies of the international Generali Group (preceding year's figures adjusted accordingly)
[2] preceding year's figures adjusted due to application of latest IFRS standards

Well-balanced portfolio with focus on life insurance

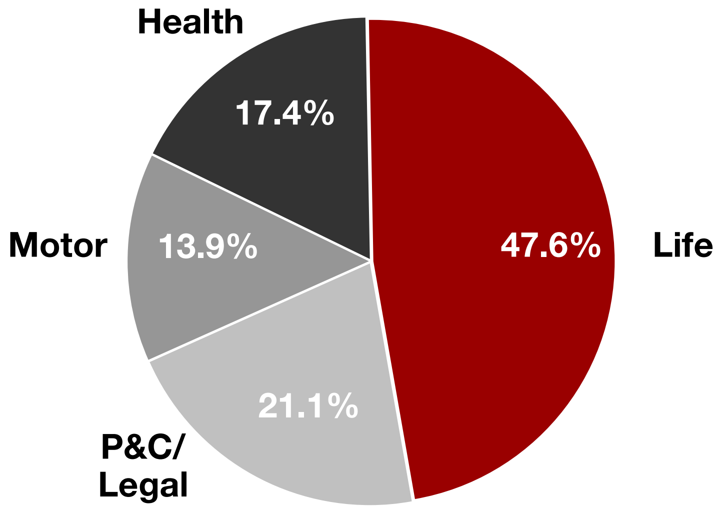
Business mix 2005 [1]

AMB Generali



Total € 12,811 m

Market [2]



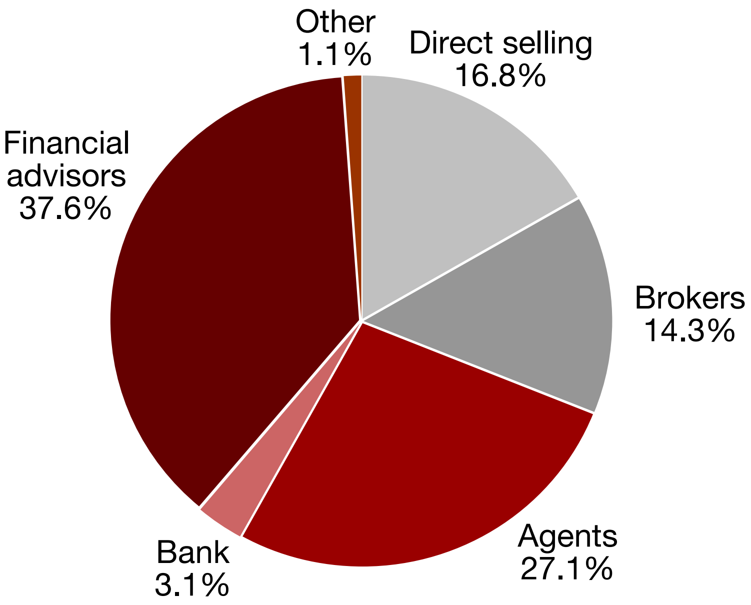
Total € 157,764 m

[1] gross premiums German GAAP, direct business
[2] preliminary GDV figures, company calculation

Diversity of distribution channels generates high new business volume

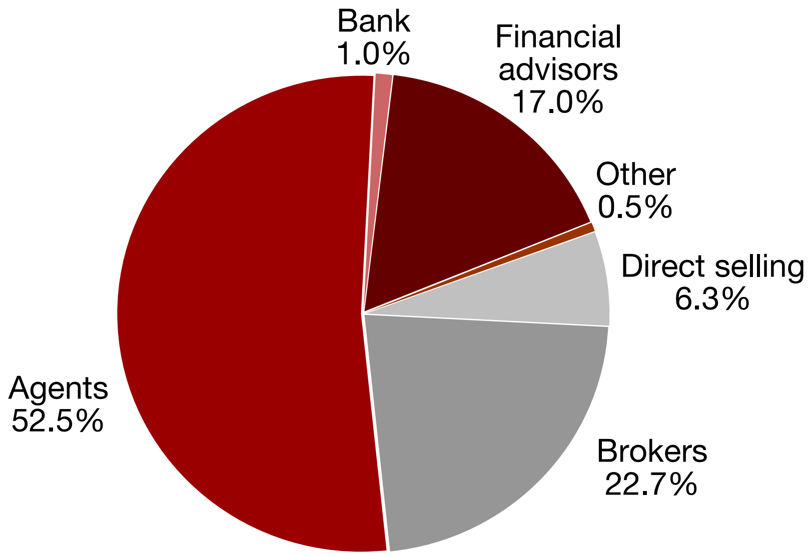
New business 2005

Life [1]



Total € 957 m

P&C [2]



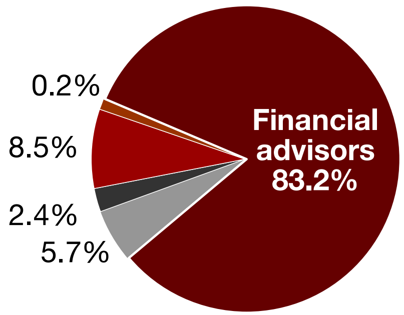
Total € 639 m

[1] new business German GAAP, regular premiums
[2] annual premiums, incl. legal-expenses insurance

Life insurers benefit from brand and distribution diversity

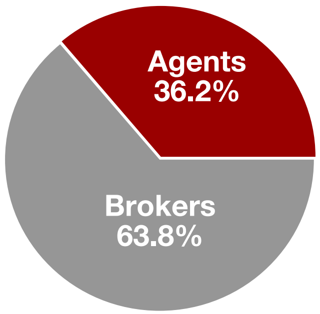
New business 2005 [1]

AachenMünchener Leben
Total: € 395 m

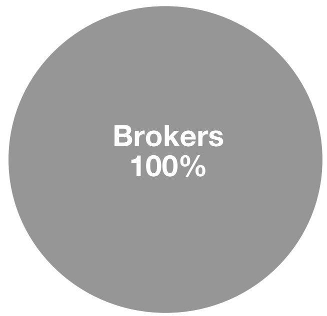


Cosmos Leben
Total: € 161 m

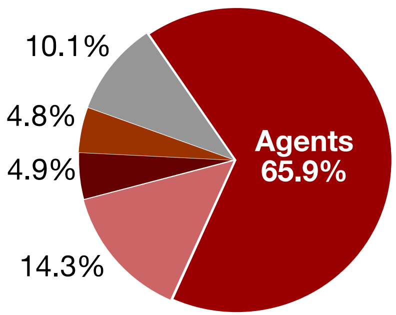
Generali Leben
Total: € 106 m



Dialog Leben
Total: € 26 m

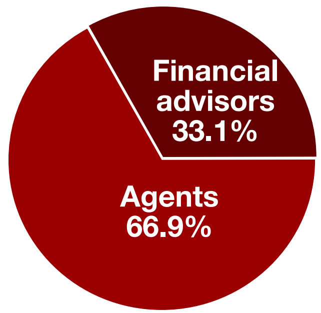


Volksfürsorge Leben
Total: € 205 m



- Direct selling
- Brokers
- Co-operation partners [2]
- Agents
- Bank
- Financial advisors
- Others

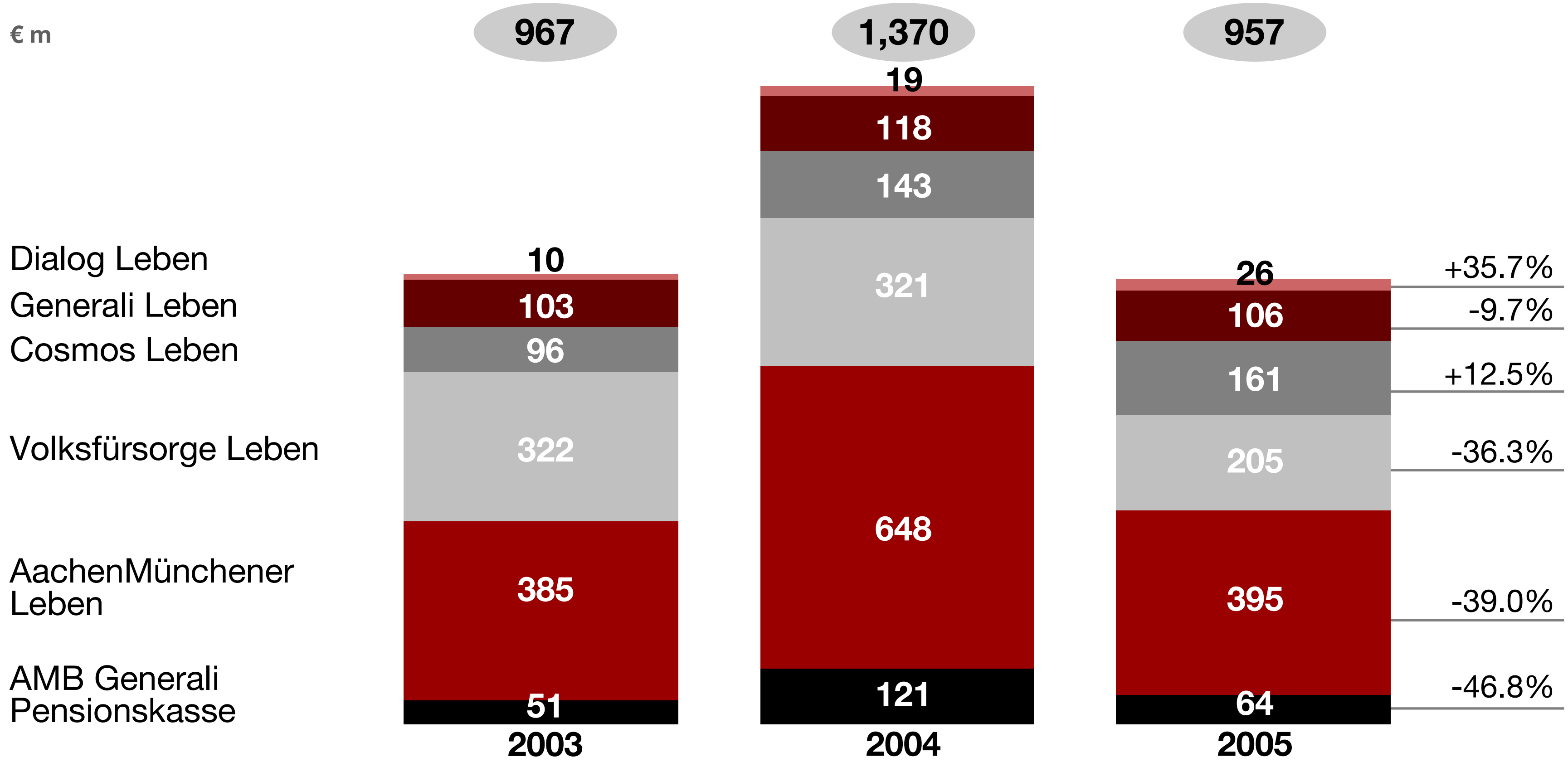
AMB Generali Pensionskasse
Total: € 64 m



1 new business German GAAP, regular premiums
2 exclusive and part-time agents of other Group companies

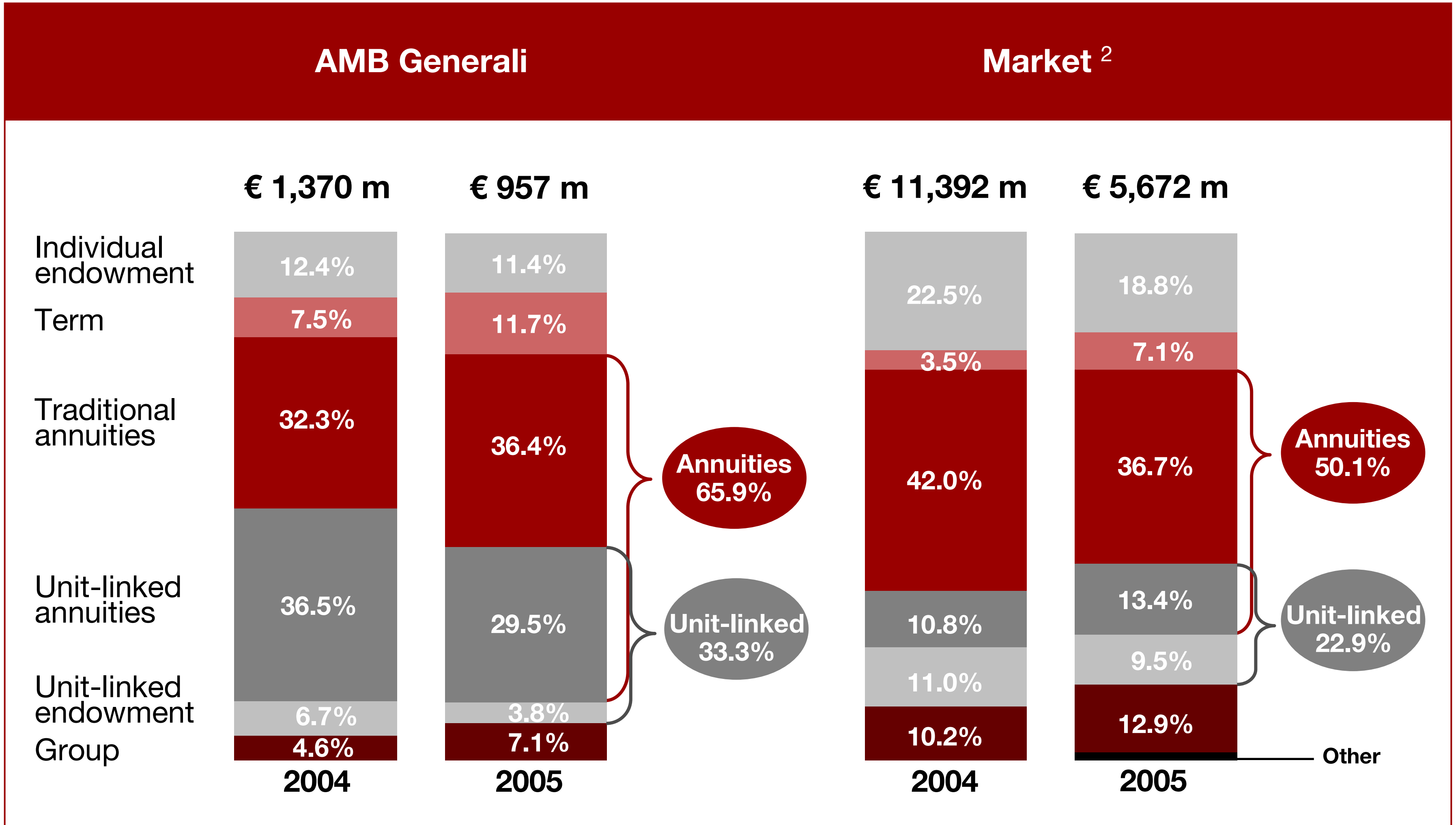
Life new business decline far smaller than market [1]

	2003	2004	2005
Market	+22.7%	+39.6%	-50.2% [2]
AMB Generali Group	+12.6%	+41.7%	-30.1%



[1] regular premiums
[2] GDV figures, company calculation

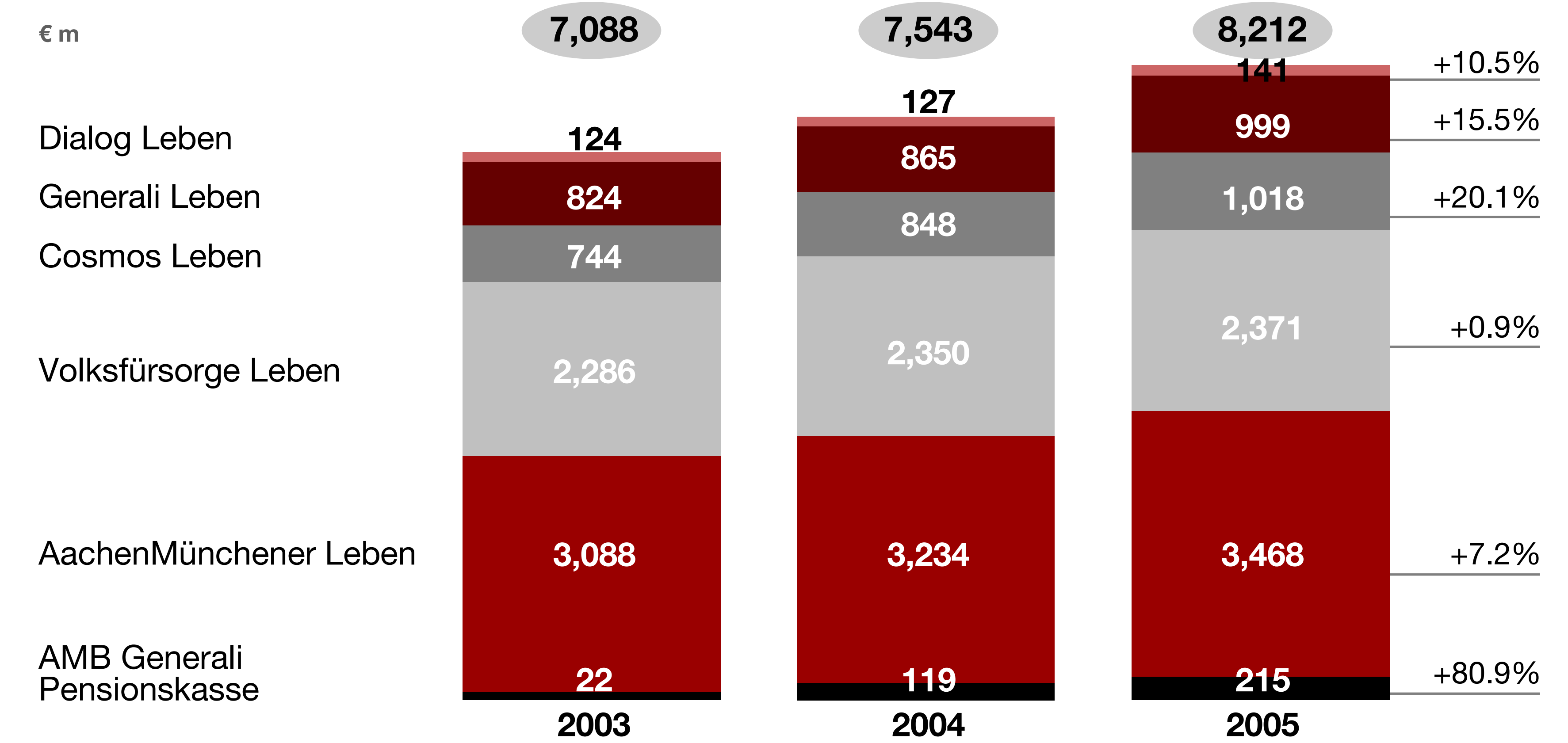
Annuity products represent bulk of new business [1]



1 new business German GAAP, regular premiums
2 GDV figures without Pensionskasse and Pensionsfonds

Above-average premium growth in life [1]

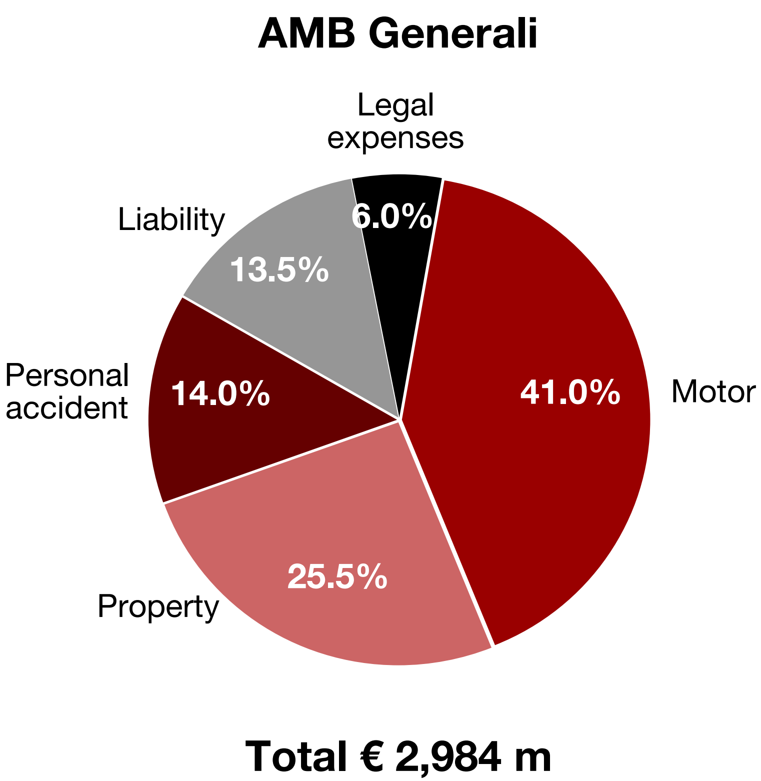
Market	**+5.0%**	**+2.6%**	**+6.9%** [2]
AMB Generali Group	**+2.8%**	**+6.4%**	**+8.9%**

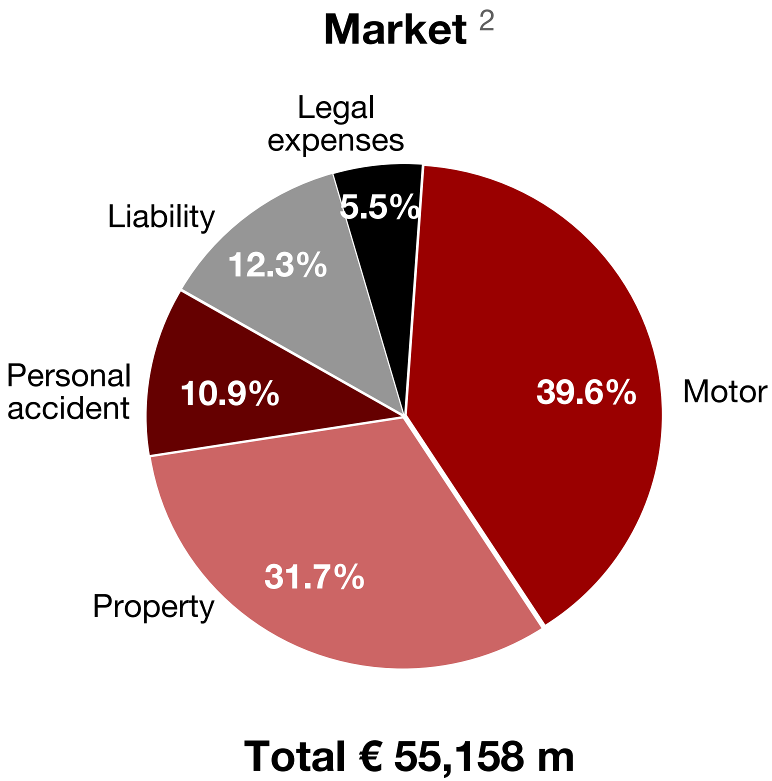


[1] gross premiums German GAAP, direct business
[2] GDV figures, company calculation

P&C premium mix matches market structure

Business mix 2005 [1]

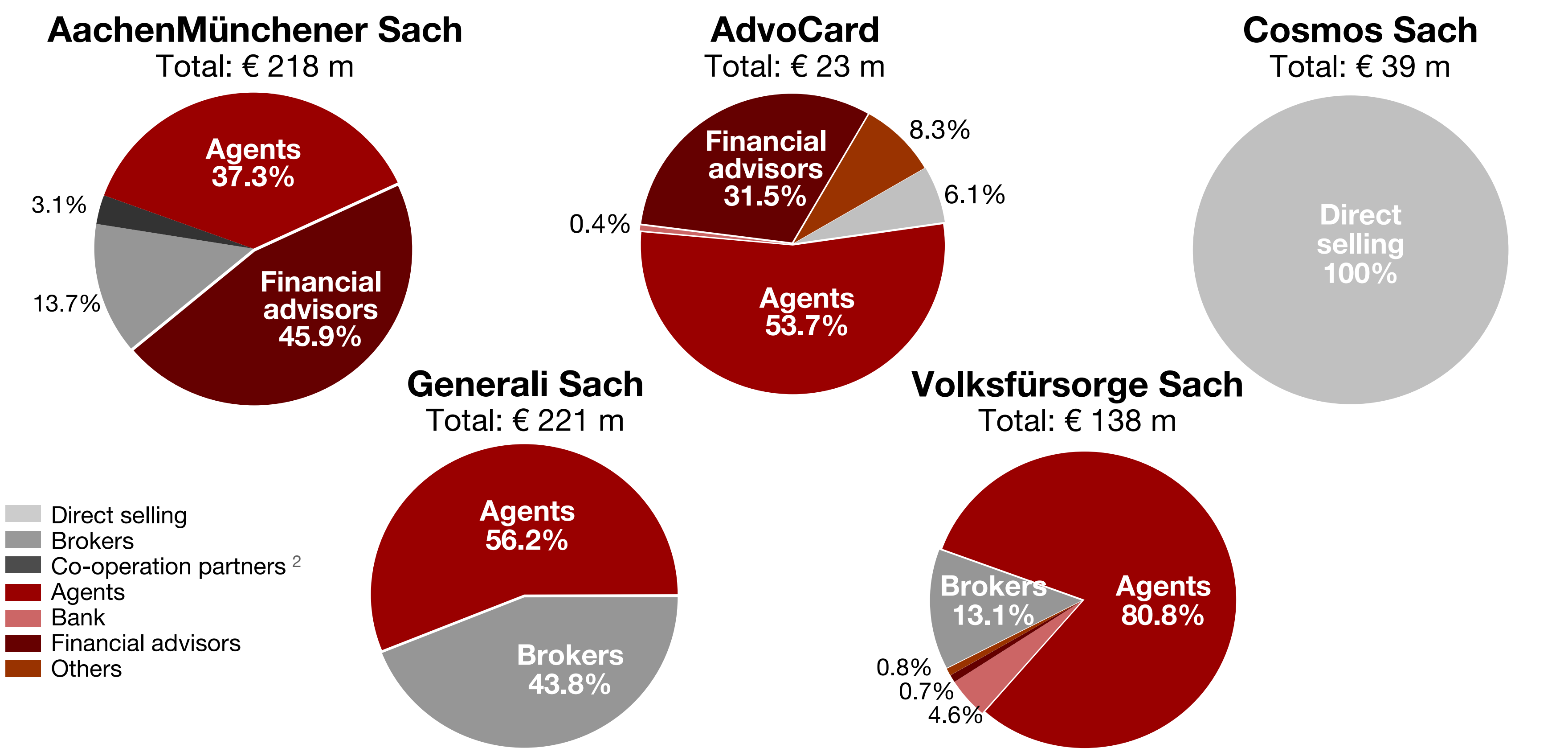




1 gross premiums, direct business
2 preliminary GDV figures, company calculation

P&C business supported by variety of brands and distribution channels

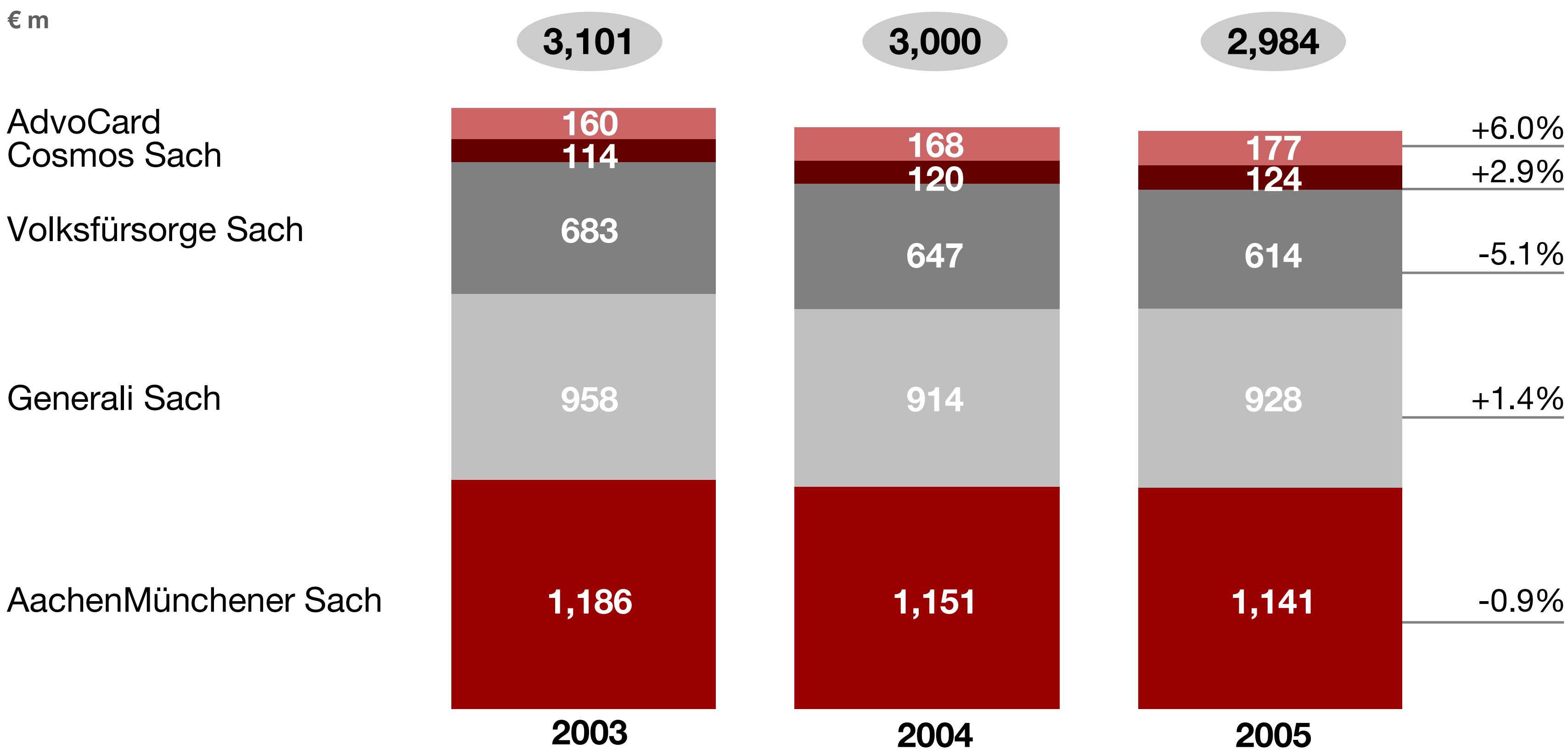
New business 2005 [1]



1 annual premiums
2 exclusive and part-time agents of other Group companies

Premiums in p&c in line with market development [1]

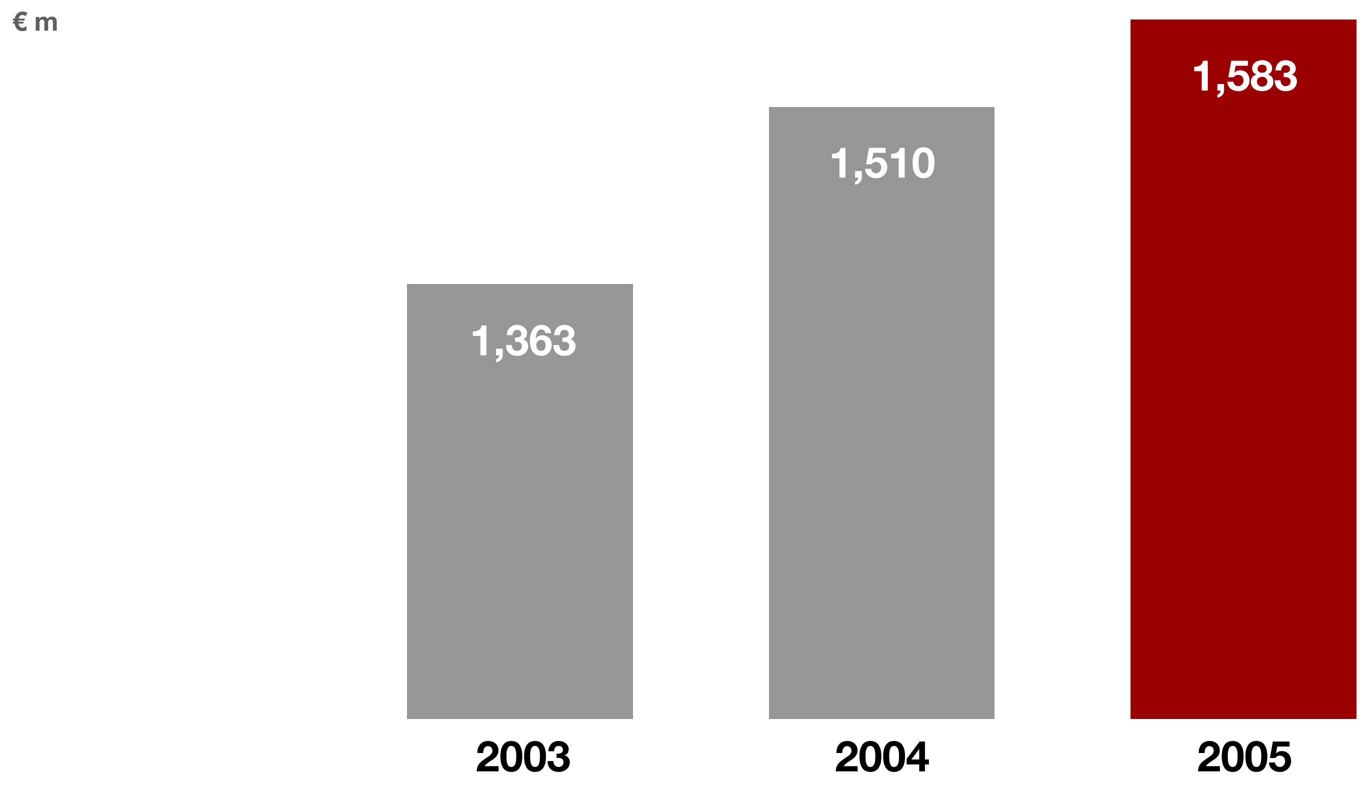
Market	+3.2%	+1.8%	-0.5% [2]
AMB Generali Group	-7.5%	-3.3%	-0.5%



[1] gross premiums, direct business
[2] preliminary GDV figures, company calculation

Premium growth in health again above market average [1]

Market	+7.2%	+6.8%	+3.7% [2]
Central	+9.8%	+10.8%	+4.8%



[1] gross premiums
[2] preliminary GDV figures, company calculation

EEV Life components in detail

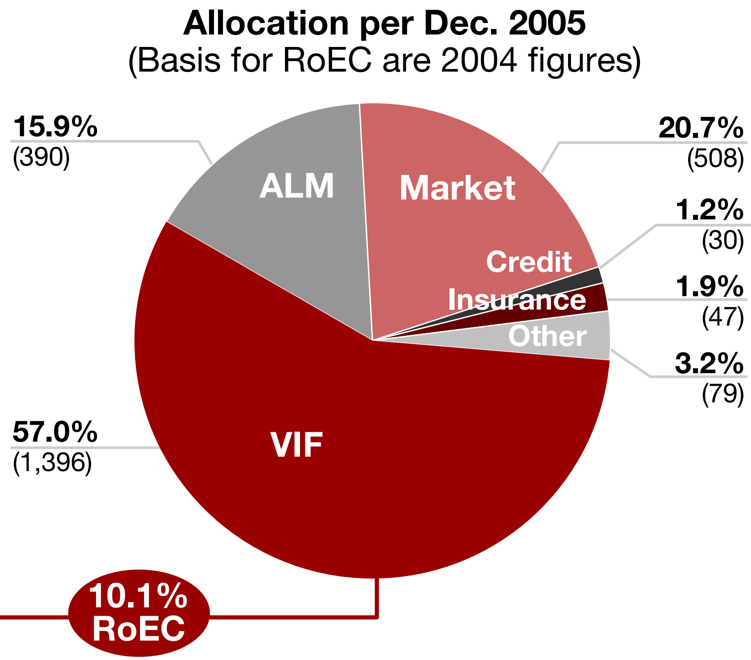
Present Value of Future Profits	• **Statutory after-tax earnings** generated by **life business in force** • Includes **shareholders' interest** in **all unrealised capital gains and losses** (UCG/UCL) • **Values free RfB** by an **attribution approach** • **Deterministic calculation** based on **best estimate assumptions** and the **current economic market conditions** • Includes **automatic premium increases** of **existing business** • Includes the **time value of financial options and guarantees** resulting from an **adjustment of the Risk Discount Rate**
Net Asset Value	• **Statutory shareholders' equity**
Cost of Capital	• Assumes **lock-in of Net Asset Value** • **Level of required capital** after the beginning of the projection is **linked** to the development of the **minimum solvency margin** for the **business in force**, which **declines as the business runs off** • **Present value of the difference** between **Risk Discount Rate** and **shareholders' part of expected investment return** • **New Business Value and PVFP** are **burdened explicitly** with **Cost of Capital**

Life value reporting:
Still significant value added in life segment

Measuring the segment's performance

€ m (net of tax)	2005	2004R	2004
APE [1] of new business	807	1,223	1,223
New business margin	12.4%	8.4%	10.8%
New Business Value	**100**	**103**	**132**
Expected in-force profits	107	118	118
Operational variances [2]	-6	-11	-11
Net result post tax	**201**	**210**	**239**

Assessing the segment's risk profile



Remarks

- **Reduced New Business Value** due to **new business boom** in **previous year**
- **High profits** from **business in force**
- **RoEC supported** by measures for **limiting capital requirements**

[1] APE: regular premiums plus 10% of single premiums
[2] only cost and biometric variances

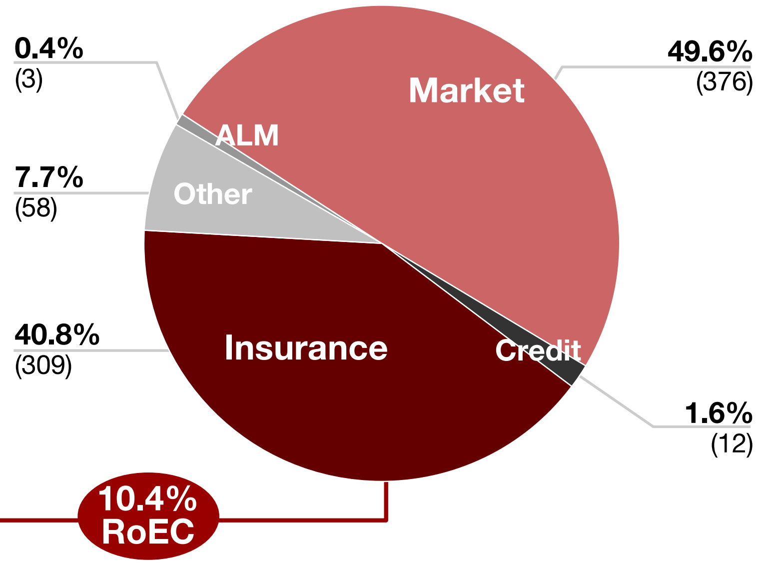
P&C value reporting:
Improved combined ratio as strong driver for P&C RoEC

Measuring the segment's performance

€ m	2005	2004
Net earned premiums	2,876	2,810
Net combined ratio	96.9%	99.4%
Net technical result	**88**	**18**
Other income / expenses	-160	-128
Normalised investment income [1]	209	225
Net result pre tax	137	115
Normalised tax	-55	-46
Net result post tax	**82**	**69**

Assessing the segment's risk profile

Allocation per Dec. 2005
(Basis for RoEC are 2004 figures)



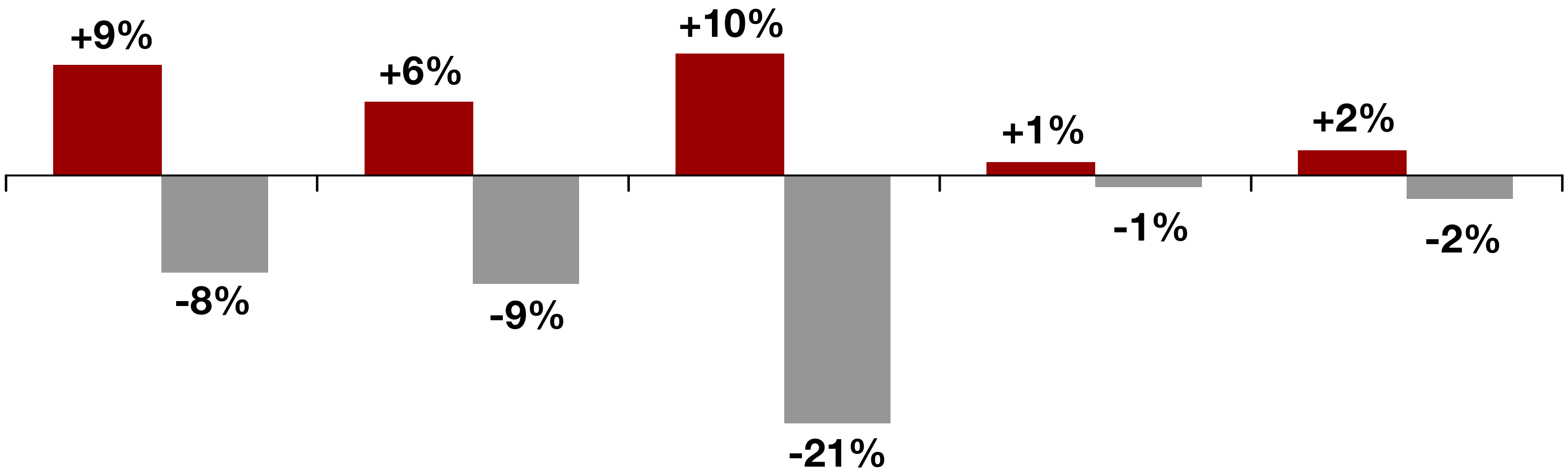
Remarks

- **Significant improvement** of **technical result** driven by **good combined ratio**
- **Normalised investment income burdened** by **low interest rates**
- **Focus** on **retail business** adds to comparably **low capital requirements**

[1] considering average reserves and a normalised investment return of 3.9%

Sensitivity margins conform with EEV Guidance

Dec. 2005, EEV Life



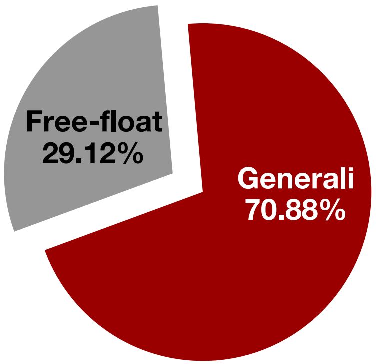
Risk Discount Rate	Transfer quota	Yield curve shift [1]	Mortality	Lapse
-/+ 1%-point	-/+ 1%-point	+/- 1%-point	-/+ 5%	-/+ 10%

[1] change of future reinvestment rates of fixed income assets and equity investments

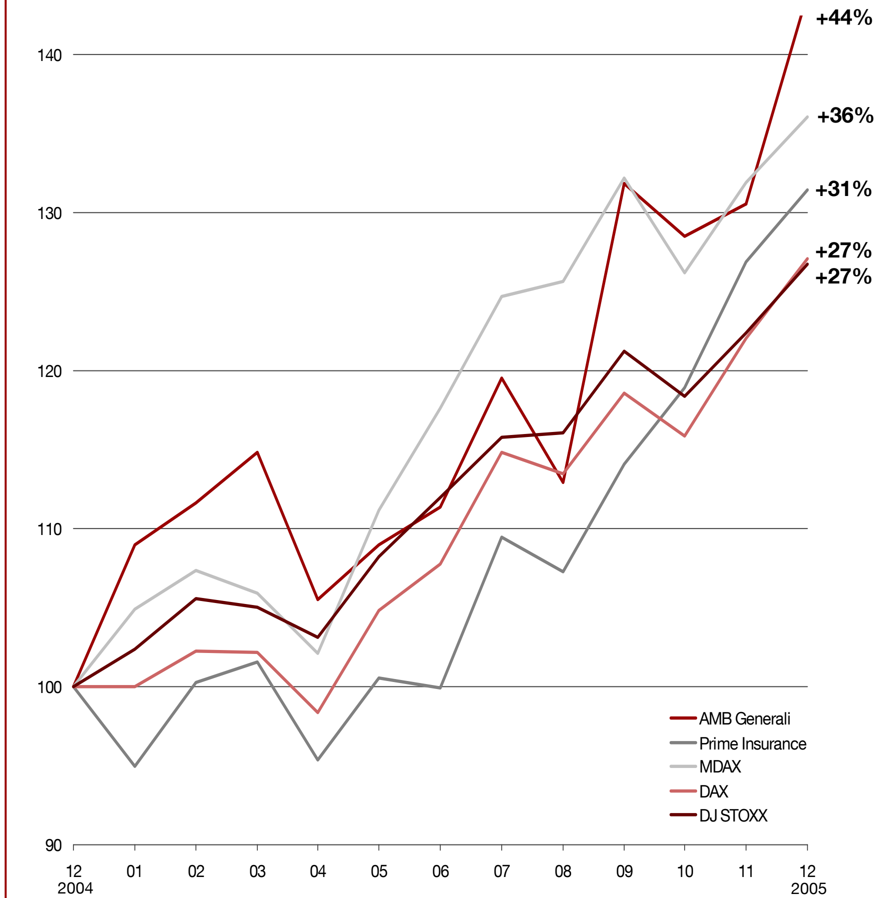
Share – Key information

Shareholder structure Dec. 31, 2005

- **Generali's holding stable** at 70.88%
- Remaining **29.12% held by investors with no individual stake exceeding 5%**



Share performance



Indexed performance development, December 31, 2004 = 100

Key figures

		2005	2004
Number of shares		53,679,994	53,679,994
Highest price	€	84.36	71.50
Lowest price	€	58.24	53.67
Year-end price	€	84.20	60.16
Market capitalisation [1]	**€ m**	**4,519.9**	**3,229.4**
Dividend distribution	€ m	110.0 [3]	93.9
Earnings per share	**€**	**5.87**	**3.86** [2]
Dividend per share	**€**	**2.05** [3]	**1.75**

1 as at Dec. 31
2 retrospective adjustments

3 subject to resolution by the General Meeting

Contacts


Sabine Grundmann-Braun, Tanja Knechts, Ingrid Engel, Dr. Sabine Göttgens

Dr. Sabine Göttgens
Head of Investor Relations
phone +49 241 461-1116
sabine.goettgens@amb.de

Sabine Grundmann-Braun
IR Assistant
phone +49 241 461-1791
sabine.grundmann@amb.de

Ingrid Engel
IR Manager
phone +49 241 461-1713
ingrid.engel@amb.de

Tanja Knechts
IR Manager
phone +49 241 461-1776
tanja.knechts@amb.de

For further information please contact us

AMB Generali Holding AG, Investor Relations
Aachener und Münchener Allee 9, 52074 Aachen, Germany
Telefax +49 241 461-1486, investor.relations@amb.de, www.amb.de

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