

## **COVID-19**

The developments surrounding COVID-19 are constantly evolving and is currently very early to measure the precise impact that the pandemic will have on the Company and on its external environment.

However, the pandemic is not expected to significantly affect the Company's Solvency position. In particular, both the level and incidence of Motor claims could possibly decrease as a result of the lockdown measures implemented to limit the spread of COVID19. A decline in revenue is also possible, with regards to a reduction in new business and premium collections due to the slowdown. The overall impact on profitability is currently not expected to materially affect the Company's operations.

Furthermore, the Company is prepared to further strengthen its capital position through a capital injection in years 2020/2021 if deemed necessary. This will ensure that the Company's capital position is strong enough to withstand adverse shocks including any unfavourable movements due to COVID-19.

In light of the plans for capital injection, as well as the Company's financial position and business continuity plan, it is not expected that the Company's operations, financial position or solvency would be materially affected by the outbreak.