

Disclosure in accordance with § 186 Austrian Stock Exchange Act (BörseG) – investment strategy and arrangements with asset managers

Grazer Wechselseitige Versicherung AG has commissioned Security Kapitalanlage Aktiengesellschaft with the assessment of the premiums of policy holders of the pension product „Prämienbegünstigte Zukunftsvorsorge“ according to § 108g Austrian Income Tax Act as well as the accordingly obtained state subsidies. The agreement is concluded for an indefinite period of time.

The investment strategy's objective is to generate long-termed stable revenues while ensuring a capital guarantee, whereat the assessment is undertaken in accordance with the legal requirements for the „Prämienbegünstigte Zukunftsvorsorge“. Therefore, separate incentives for a co- ordination of Security Kapitalanlage AG's investment strategy with the profile and duration of the liabilities of Grazer Wechselseitige Versicherung AG are not provided.

The investment strategy and the accordingly applicable legal provisions allow for a broad diversification of the assets. Stocks traded on a regulated market only represent a small percentage of the investment strategy, which is why there haven't been provided any incentives to make medium- to long-term improvements of the performance of those companies, in which there has been invested, via active contribution of Security Kapitalanlage AG.

Security Kapitalanlage AG's performance is evaluated continuously. For its activities in the field of asset management there has been agreed upon a charge in an amount customary in the market. The monitoring of the portfolio turnover costs is ascertained by the reporting required by law. A specific portfolio turnover range has not been defined.

The required information on the investment strategy in accordance with § 186 Austrian Stock Exchange Act is given in our Solvency and Financial Condition Report (SFCR), which is available under [Service – Downloads](#).