

ALLIANZ SE
Form 6-K
August 10, 2009
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SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 6-K

Report of Foreign Private Issuer

Pursuant to Rules 13a-16 or 15d-16 under

the Securities Exchange Act of 1934

for the period ended June 30, 2009

Commission file Number: 1-15154

ALLIANZ SE

Königinstrasse 28

80802 Munich

Germany

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or Form 40-F.

Form 20-F Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

THIS REPORT ON FORM 6-K (EXCEPT FOR ANY NON-GAAP FINANCIAL MEASURE AS SUCH TERM IS DEFINED IN REGULATION G UNDER THE SECURITIES EXCHANGE ACT OF 1934, AS AMENDED) SHALL BE DEEMED TO BE INCORPORATED BY REFERENCE IN THE REGISTRATION STATEMENTS ON FORM S-8 (FILE NO. 333-13462 AND NO. 333-139900) AND ON FORM F-3 (FILE NO. 333-151308) OF ALLIANZ SE AND TO BE A PART THEREOF FROM THE DATE ON WHICH THIS REPORT IS FURNISHED, TO THE EXTENT NOT SUPERSEDED BY DOCUMENTS OR REPORTS SUBSEQUENTLY FILED OR FURNISHED. FOR THE AVOIDANCE OF DOUBT, THE DISCLOSURE CONTAINING ANY NON-GAAP FINANCIAL MEASURE CONTAINED IN THE ATTACHED REPORT, INCLUDING WITHOUT LIMITATION REFERENCES TO CONSOLIDATED OPERATING PROFIT AND OPERATING PROFIT AS IT RELATES TO THE ALLIANZ GROUP, INCLUDING THE TABLES ENTITLED OPERATING PROFIT AND OPERATING PROFIT SEGMENTS ON PAGES 3 AND 4 (AS THEY RELATE TO THE ALLIANZ GROUP) AND THE SECTION ENTITLED RECONCILIATION OF CONSOLIDATED OPERATING PROFIT AND INCOME BEFORE INCOME TAXES AND MINORITY INTERESTS IN EARNINGS, AND TO ANY OTHER NON-GAAP FINANCIAL MEASURES, IS NOT INCORPORATED BY REFERENCE INTO THE ABOVE-MENTIONED REGISTRATION STATEMENTS FILED BY ALLIANZ SE.

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Allianz Share

Development of the Allianz share price since January 1, 2009

indexed on the Allianz share price in

Source: Thomson Reuters Datastream

Up-to-date information on the development of the Allianz share price is available at www.allianz.com/share.

Basic Allianz share information

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Share type
Denomination
Stock exchanges
Security Codes

Registered share with restricted transfer
No-par-value share
All German stock exchanges, London, Paris, Zurich, Milan, New York
WKN 840 400

Bloomberg
Reuters
Investor Relations

ISIN DE 000 840 400 5
ALV GY
ALVG.DE

We endeavor to keep our shareholders up-to-date on all company developments. Our Investor Relations Team is pleased to answer any questions you may have.

Allianz SE

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		Three months ended June 30,			Change from previous year	Six months ended June 30,		
		2009	2008			2009	2008	Change from previous year
INCOME STATEMENT								
Total revenues ¹⁾	mn	22,172	21,521	3.0%	49,899	48,484	2.9%	
Operating profit ²⁾	mn	1,786	2,659	(32.8)%	3,205	4,885	(34.4)%	
Net income from continuing operations ³⁾	mn	1,869	2,225	(16.0)%	2,293	3,605	(36.4)%	
Net loss from discontinued operations, net of income taxes and minority interests in earnings ³⁾	mn		(683)		(395)	(915)	56.8%	
Net income ³⁾	mn	1,869	1,542	21.2%	1,898	2,690	(29.4)%	
SEGMENTS (Continuing Operations) ⁴⁾								
Property-Casualty								
Gross premiums written	mn	9,522	9,842	(3.3)%	23,408	23,552	(0.6)%	
Operating profit ²⁾	mn	895	1,681	(46.8)%	1,864	3,177	(41.3)%	
Combined ratio	%	98.9	93.5	5.4 pts	98.8	94.5	4.3 pts	
Life/Health								
Statutory premiums	mn	11,766	10,729	9.7%	24,779	23,056	7.5%	
Operating profit ²⁾	mn	990	703	40.8%	1,392	1,292	7.7%	
Cost-income ratio	%	93.8	94.7	(0.9) pts	95.5	95.5	0.0 pts	
Financial Services								
Operating revenues	mn	926	925	0.1%	1,788	1,846	(3.1)%	
Operating profit ²⁾	mn	146	285	(48.8)%	344	540	(36.3)%	
Cost-income ratio	%	83.2	68.8	14.4 pts	79.8	70.2	9.6 pts	
BALANCE SHEET								
Total assets as of June 30, ⁵⁾	mn	555,699	955,576	(41.8)%	555,699	955,576	(41.8)%	
Shareholders' equity as of June 30, ⁵⁾	mn	34,530	33,684	2.5%	34,530	33,684	2.5%	
Minority interests as of June 30, ⁵⁾	mn	2,081	3,564	(41.6)%	2,081	3,564	(41.6)%	
SHARE INFORMATION								
Basic earnings per share		4.14	3.44	20.3%	4.21	5.98	(29.6)%	
Diluted earnings per share		4.13	3.39	21.8%	4.17	5.85	(28.7)%	
Share price as of June 30, ⁵⁾		65.63	75.00	(12.5)%	65.63	75.00	(12.5)%	
Market capitalization as of June 30, ⁵⁾	bn	29.7	34.0	(12.5)%	29.7	34.0	(12.5)%	
OTHER DATA								
Third-party assets under management as of June 30, ⁵⁾	bn	813	703	15.6%	813	703	15.6%	

¹⁾ Total revenues comprise Property-Casualty segment's gross premiums written, Life/Health segment's statutory premiums and Financial Services segment's operating revenues.

²⁾ The Allianz Group uses operating profit to evaluate the performance of its business segments and the Group as a whole.

³⁾ Following the announcement of the sale on August 31, 2008, Dresdner Bank was qualified as held-for-sale and discontinued operations. The transfer of ownership of Dresdner Bank to Commerzbank was completed on January 12, 2009 as scheduled. Accordingly, assets and liabilities of

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Dresdner Bank have been deconsolidated in the first quarter 2009. The loss from derecognition of discontinued operations amounts to 395 mn and represents mainly the recycling of components of other comprehensive income. All income and expenses relating to the discontinued operations of Dresdner Bank have been reclassified and presented in a separate line item Net loss from discontinued operations, net of income taxes and minority interests in earnings in the consolidated income statements for all years presented in accordance with IFRS 5.

- 4) The Allianz Group operates and manages its activities through four segments: Property-Casualty, Life/Health, Financial Services and Corporate. For further information please refer to Note 5 of our condensed consolidated interim financial statements.
- 5) 2008 figures as of December 31, 2008.

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Executive Summary and Outlook

Net income increased 21% to 1.9 billion.

Particularly good results in Life.

Solvency ratio remains strong at 159%.

Second Quarter 2009 at a Glance

Robust results in tough environment

In the second quarter net income amounted to 1,869 million, an increase of 21.2% compared to 1,542 million in the second quarter 2008. Total revenues of 22,172 million increased by 3%. Operating profit was solid at 1,786 million. While there was a significant reduction in Property-Casualty operating profit, there was a particularly strong operating profit in Life/Health operations.

Allianz Group's Consolidated Results of Operations

Total revenues ¹⁾

Total revenues

in bn

On an internal basis ²⁾, total revenues increased by 1.4% in comparison to the prior year quarter. The Life/Health insurance segment delivered 7.7% growth, whilst internal growth in our Property-Casualty operations declined by 3.7%. Revenues in the Financial Services segment decreased on an internal basis by 11.7% in the second quarter 2009.

Foreign currency exchange effects increased total revenues by 223 million. First time consolidation effects mainly of cominvest and our Turkish subsidiary contributed 132 million to total revenues, which went up by 3.0% on a nominal basis.

¹⁾ Total revenues comprise Property-Casualty segment's gross premiums written, Life/Health segment's statutory premiums and Financial Services segment's operating revenues.

²⁾ Internal total revenue growth excludes the effects of foreign currency translation as well as acquisitions and disposals. Please refer to page 38 for a reconciliation of nominal total revenue growth to internal total revenue growth for each of our segments and the Allianz Group as a whole.

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In the first six months of 2009 total revenues of 49,899 million were up 1.4 % on an internal basis. Life/Health insurance operations increased by 5.5% , whilst growth declined in our Property-Casualty and Financial Services operations by 0.9% and 14.7%, respectively. Foreign currency exchange effects increased total revenues by 454 million and first-time consolidation effects contributed 288 million. Over-all, total revenues increased by 2.9% on a nominal basis for the first half year.

Total revenues Segments

in mn

Reflective of the overall decline in industrial country gross domestic product and the continuing softening markets, gross premiums written from **Property-Casualty** operations were down by 3.7% on an internal basis. On a nominal basis, gross premiums written were down by 3.3% to 9,522 million, including the first-time consolidation of our subsidiary in Turkey and a negative foreign currency translation effect.

For the first half year, gross premiums written of 23,408 million decreased by 0.9% on an internal basis while nominal growth decreased by 0.6%.

¹⁾ Total revenues include (42) mn, 25 mn and 16 mn from consolidation for 2Q 2009, 2008 and 2007, respectively.

In our **Life/Health** segment statutory premiums of 11,766 million grew by 7.7% on an internal basis in the second quarter of 2009. This growth is driven by a continuing strong demand for products with minimum guarantees and participating components. In the first half of 2009 statutory premiums of 24,779 million grew by 5.5% on an internal basis.

Revenues in our **Financial Services** segment remained stable at 926 million in the second quarter. This was pre-dominantly driven by the revenue development in Asset Management. Adjusted for foreign currency and consolidation effects total revenues were 11.7% lower on an internal basis compared to previous year's quarter. For the first six months operating revenues for the Financial Services segment were 1,788 million, a decline of 14.7% on an internal basis.

Operating profit**Operating profit**

in mn

Operating profit of 1,786 million doubled compared to the fourth quarter 2008 and was 25.9% higher than in the first quarter 2009. But when compared to the high level of the second quarter 2008, operating profit was down by 32.8%. On a six months basis operating profit of 3,205 million was down by 34.4%.

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Group Management Report Allianz Group Interim Report Second Quarter and First Half of 2009

Operating profit Segments

in mn

At 895 million, the **Property-Casualty** segment operating profit decreased by 46.8% compared to the previous year. This decline was attributable to a lower underwriting result as well as a lower interest and similar income. On a six months basis, operating profit declined by 41.3% to 1,864 million, for the same reasons as the decline in the second quarter.

In the **Life/Health** segment operating profit increased to 990 million, an increase of 40.8 % in comparison to 703 million in the second quarter 2008 and represented a strong recovery after 402 million operating profit in the first quarter 2009 and a loss in the fourth quarter 2008 of 302 million. The main driver for this positive development is the investment result. This is based on the high quality of our fixed income debt portfolio as reflected in low impairments. For the first six months of 2009 operating profit increased to 1,392 million compared to 1,292 million the first six months of 2008.

¹⁾ Operating profit includes (33) mn, 6 mn and (37) mn from consolidation for 2Q 2009, 2008 and 2007, respectively.

In the **Financial Services** segment we recorded an operating profit of 146 million, down 48.8% compared to last year's quarter. A particular driver for this development was the set-up costs for our banking operations in Germany. For the first six months we recorded an operating profit of 344 million, a decline of 36.3%. The development was largely consistent with the 2009 to 2008 second quarter comparison.

In the second quarter 2009, the operating loss from **Corporate** activities increased to 212 million, due to lower current investment income and negative foreign currency effects compared to 2008, which were partially off-set by hedge results. For the first six months the operating loss from Corporate activities increased to 383 million compared to 120 million in 2008.

Non-operating result

Non-operating items amounted to a profit of 548 million in the second quarter 2009 compared to a profit of 156 million in 2008. This positive development was mainly due to lower non-operating impairments and higher income from financial assets and liabilities carried at fair value through income. Realized gains amounting to 959 million were 95 million lower than in the second quarter of 2008.

In the first half of 2009 our non-operating result amounted to a loss of 426 million compared to a loss of 52 million in the first six months of 2008. This development was mainly driven by lower realized gains and an expense from fully consolidated private equity investments.

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Allianz Group Interim Report Second Quarter and First Half of 2009 **Group Management Report**

Net income (loss) from continuing operations

Net income (loss) from continuing operations

in mn

Net income from continuing operations was 1,869 million compared to 2,225 million in the second quarter 2008.

Income taxes amounted to 447 million in the second quarter 2009 compared to 509 million in the second quarter 2008. The effective tax rate was 19.2% compared to 18.1% in the second quarter 2008.

On a six months basis income taxes amounted to 468 million in 2009 compared to 1,081 million in 2008. The effective tax rate was 16.8% compared to 22.4% in the first six months in 2008.

Net income (loss) from discontinued operations

Since the completion of the Dresdner Bank sale there are no further results from discontinued operations.

Net income

Net income for the second quarter 2009 amounted to 1,869 million compared to 1,542 million one year ago. On a six months basis, net income was 1,898 million compared to 2,690 million in the first six months of 2008.

Earnings per share ¹⁾

in

The net income translates into basic earnings per share of 4.21 (diluted: 4.17) for the first half of 2009.

Shareholders equity

Shareholders equity²⁾

in mn

As of June 30, 2009, shareholders equity amounted to 34,530 million, up 4.5% from March 31, 2009. For the second quarter, net income increased equity by 1,869 million and unrealized gains added 1,590 million. Dividends amounting to 1,580 million