



Press Release

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Earnings of Insurance Companies' Overseas Businesses, 2020

Three life insurance and seven nonlife insurance companies have operated total 35 overseas businesses* in 11 countries as of year-end 2020. Most of the overseas businesses were concentrated on the nonlife insurance sector in Asia.

* Region: 22 operations in Asia (5 in China, 4 in Vietnam, 4 in Indonesia, etc.), 9 in the US, 3 in the UK and 1 in Switzerland

Sector: 27 operations in the insurance sector, 4 in the financial investment sector and 3 in others

Table 1. Number of Insurance Companies' Overseas Businesses, 2020

	2019			2020		
	Life	Nonlife	Total	Life	Nonlife	Total
Subsidiaries	6	18	24	7	17	24
Local branches	-	10	10	-	11	11
Total	6	28	34	7	28	35

The overseas businesses of the domestic insurance companies reported net income of USD45.6 million (KRW53.8 billion) for 2020, down USD24.3 million or 34.8% from the same period a year earlier. When it came to the insurance sector, the insurers' net income came to USD61.5 million, down USD10.4 million or 14.5% from the previous year. Covid-19 impact on the life insurers' business and increased loss amount of nonlife insurance companies led to year-on-year decline in net income. Meanwhile, the financial investment sector of the insurance companies posted net loss of minus USD15.9 million.

Table 2. Net Income of Insurance Companies' Overseas Businesses by Sector, 2020*

	Life		Nonlife		Total	
	2019	2020	2019	2020	2019	2020
	(In millions of USD)					
Insurance	19.9	12.7	52.0	48.8	71.9	61.5
Financial investment	-2.1	-16.1	0.1	0.2	-2.0	-15.9
Total	17.8	-3.4	52.1	49.0	69.9	45.6

*The figures on 2020 are preliminary as of the release date and subject to change.



At the end of December 2020, the aggregate assets of the insurance companies' overseas businesses came to USD5.41 billion (KRW5.9 trillion), 2.2% greater than USD5.29 billion a year ago. The aggregate liabilities came to USD3.0 billion at the end of December 2020. In particular, nonlife insurers' unpaid payables decreased in 2020 while policy reserves of the life insurance companies increased. This all contributed to decreasing the liabilities by 3.0% year on year. By contrast, shareholders' equity grew 9.5% to USD2.41 billion year on year based on realized gains and additional paid-in capital from some local branches.

Table 3. Financial Statement of Insurance Companies' Overseas Businesses, 2020*

(In millions of USD)

	Life		Nonlife		Total	
	2019	2020	2019	2020	2019	2020
Assets	1,830	2,044	3,463	3,366	5,293	5,410
Liabilities	698	823	2,393	2,176	3,091	2,999
Policy reserve	611	737	1,521	1,619	2,132	2,356
Shareholders' equity	1,132	1,221	1,070	1,190	2,202	2,411

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