

# ALTO\* Insurance: a solution designed to meet insurers' challenges

As automation becomes a mainstay in asset management firms and more are turning to artificial intelligence and alternative data sources for insightful decision-making, managers are looking for additional partners to help optimise their efficiency. Increasing transparency, reporting and data requirements on behalf of investors further underscore the need for innovative solutions to assist asset managers in harnessing the added value technology can provide. This is especially relevant given the growing pressure on margins and cost.

## 2020, a turning point for the insurance industry

In a low rate environment with persistent uncertainties surrounding the post-pandemic global financial markets outlook, players of the industry and especially insurers are revising their allocations to generate higher returns to meet their commitments. This has led to a growing interest in alternatives and other asset classes, causing an allocation diversification challenge. In addition, regulation is forcing insurers to transform their operating models for more efficiency, more transparency for their clients and better controls on risk-based capital requirements.

Amundi Technology is one of the few providers to offer a comprehensive solution that satisfies all insurer requirements.

Indeed, Amundi has branched out into the realm of technology – offering a set of software solutions with ALTO\* in addition to an “à la carte” suite of services to support the asset management, savings, and insurance players in the shift to digitisation.

## ALTO\* Insurance: a comprehensive module to achieve operational excellence

ALTO\* Insurance, part of the Investment platform, offers portfolio managers comprehensive tools to implement various allocation strategies in full book value space.

Through a seamless integration with external accounting systems, ALTO\* Insurance is a genuine solution that combines front-to-back office requirements along with fund accounting, investment guidelines monitoring, regulatory compliance and risk analysis.

## Strengthen your regulatory compliance and prepare the future

As the insurance regulatory landscape is constantly changing, we designed our Insurance platform to be compliant with the latest and revised regulations, and transform any local or international regulatory

requirements (such as EIOPA's, NAIC's) into practical integrated solutions. Currently, ALTO\* insurance covers international standards IFRS9 and national GAAPs, as well as providing a flexible framework to facilitate the adoption of upcoming regulatory changes.

Our solution also supports Solvency II requirements with full consistency with IBOR data. ALTO\* SCR analytics and stress tests are disseminated across the lifecycle, from portfolio management, compliance and risk management to regulatory reporting, guaranteeing a strong governance.

## Modernise your Insurance portfolio management

Insurance fixed income strategies are now more sophisticated and require deep analysis and very good selection with high diversification in a large issuer universe, while maintaining low sensitivity to interest rate risk, and low turnover to limit transaction costs.

ALTO\* Insurance offers efficient and modern tools in a comprehensive book value space to build, optimise and analyze allocations, with monitoring accounting results, all in a fully controlled environment.

On the other hand, with allocations heavily weighted towards bonds, and with the declining bond yields, Insurance asset managers are now trying to find ways to boost the returns by investing more in alternative assets and structured products. ALTO\* insurance integrate private asset capabilities to help insurers drive their strategic asset allocations.

ALTO\* Insurance is also supporting Liability Driven Investment strategies through a dedicated module that gives insurers the ability to estimate the projected behavior of their investments, as well as the behavior of their liabilities. We are integrating new capabilities to use new risk management measures and advanced stress testing.

## Explore insurance portfolio analytics across asset classes and at every level, with a single 360° interface for total delegated assets

ALTO\* Dashboard for Insurance is a comprehensive business intelligence solution that extracts relevant data and insights to empower decision-makers and allocators. The solution is designed to provide performance, risk and compliance analytics, from top allocations to single security. Powered by a robust data governance process, ALTO\* Dashboard simplifies asset allocation oversight for multi managers and cross asset allocators.

## ALTO\* Insurance: a solution designed for insurers' current and future needs

In the coming years, insurers will keep on turning to partners to help them increase their efficiency and to cope with the requirement of their industry.

The aim is not only to find the right partner to face the current challenges, but also to face what's coming next with serenity. ALTO\* Insurance is a platform in constant evolution with new innovative functionalities according to market trends and based on insurers requirements.

## “A la carte” suite of solutions

Amundi Technology's four product offerings address the entire players of asset and wealth management, insurance, employee savings and retirement industries, by covering the full investment and distribution value chain. Depending on clients operating models and objectives, these technology solutions are empowered with Business Process Outsourcing (BPO) for Dealing, Middle Office, Data Management and Reporting.

- **ALTO\* Investment**, a portfolio management platform to empower investment and insurance managers with a Front-to-Back integration and with a full range of solutions, from decision-making tools to order management and processing, risk, performance, compliance, to client and regulatory reporting.

- **ALTO\* Wealth and Distribution**, a core-to-digital platform for Discretionary Portfolio Management and Advisory solutions.

- **ALTO\* Employee Savings & Retirement**, a well-established front-to-back platform to manage employee savings and retirement solutions in a multi-insurer and multi-account keeper framework.

- **Specialised solutions**, a wide range of technology and services strategies which leverage the firm's experience and know-how for all types of actors.

\*Amundi Leading Technologies & Operations

**Amundi** | Technology