

Lægernes Pension & Bank leverages Burgiss data to fulfill Solvency II calculation, monitoring and reporting needs

The Risk Team at Lægernes Pension & Bank needed a solution to gain greater transparency into their private asset investments.

The Client Challenge

As a European pension fund and insurance services provider, Lægernes is subject to the solvency capital requirements of the European Commission's Solvency II Directive.

With USD 18 billion in assets under management, Lægernes has invested across a number of private asset strategies, ranging from infrastructure to real assets. Given the disparate and opaque nature of private asset data, Ulrik Eltang Høgh, Chief Risk Officer and his team needed a solution that would enable them to get the details and transparency required for the accurate calculation of their capital requirements (e.g., tracking and incorporating property-level leverage information for private real estate assets).

The Lægernes team also needed to comply with the prudent person principle, which stipulates that insurers may only invest in assets and instruments whose risks the undertaking concerned can properly identify, measure, monitor, manage, control and report. All assets are to be invested in a manner that ensures the security, quality, liquidity and profitability of the portfolio as a whole.

Furthermore, the Team wanted a solution that could easily be integrated with Lægernes' existing risk management platform.

Firm Type

Pension Fund and Insurer

AUM

USD 18 billion / DKK 110.5 billion

The Challenge

Given the disparate and opaque nature of private asset data, the Lægernes team needed granular data and transparency to calculate, analyze and monitor their exposures.

Burgiss Solution

Transparency data and integration with third-party risk platform.

The Burgiss Solution

This is where Burgiss stepped in. With Burgiss Transparency Data, institutional investors such as Lægernes can accurately measure and evaluate risk, portfolio composition and manager performance in their private capital portfolios. The Burgiss team actively covers over 14,000 institutional-grade private capital funds. To ensure accuracy and consistency, Burgiss applies rigorous policies, procedures and extensive quality checks.

"With their immense private capital data set that dates backs 30 years, Burgiss provides us granular holdings, entity and fund-level data which is then directly integrated with our existing risk management platform."

Ulrik Eltang Høgh, Chief Risk Officer, Lægernes Pension & Bank

The Outcome

Using loan-to-value and gross asset value information at the property-level from Burgiss, the Lægernes team is able to reliably and accurately calculate solvency risks and capital requirements in compliance with Solvency II across all private asset classes.

With Burgiss Transparency Data and a comprehensive, look-through approach to identifying, measuring and managing private asset class exposures and risks, Ulrik and his team are also able to comply with Solvency II's prudent person principle.

For private assets, which have been categorized by European regulators as high-risk asset classes, European insurers are required to hold higher levels of capital than for holdings in other asset classes. Using Burgiss Transparency Data, Lægernes' Risk Team can accurately match its solvency risks to the risks of the long-term, illiquid assets in which they are invested.

About Burgiss

Burgiss is a global, market-leading provider of data and analytics solutions for investors of private capital. With over 30 years of expertise in private markets, we offer unrivaled data, analytics and transparency that enable asset owners, asset managers and financial intermediaries to understand, evaluate and manage private capital portfolios. With offices in the Americas, EMEA and Asia Pacific, we leverage our expertise and network to service our clients and focus on their varying needs across regions.

For more information, please contact us at info@burgiss.com or visit www.burgiss.com.