

Assign a score from 0 to 10 for each answer, where 10 indicates the answer is 100% consistent with the information in the provided document and 0 indicates the answer is completely incorrect and inconsistent with the document.

Question: "What are the primary investment principles for total assets?"

Answers:

Answer 1.: 1. **Security**: The primary investment principle for total assets is security. This means that the investments should be safe and secure, with a low risk of loss. The focus is on preserving the value of the assets, especially in the context of the insurance company's obligations to policyholders.

2. **Liquidity**: Another key principle is liquidity. This means that the investments should be easily convertible into cash without significant loss in value. Liquidity is crucial because it allows the insurance company to meet its obligations to policyholders promptly and efficiently.

3. **Profitability**: While security and liquidity are paramount, profitability is also a consideration. The investments should generate a return that is sufficient to meet the company's financial needs and support its growth. However, this should be balanced against the need for security and liquidity.

4. **Diversification**: The principle of diversification is also important. This means spreading the investments across different asset classes, geographical regions, and sectors to reduce risk. Diversification helps to mitigate the impact of any losses in a single investment by spreading the risk across multiple investments.

5. **Regulatory Compliance**: The investments must comply with regulatory requirements. This includes adhering to the guidelines set by the regulatory body for the insurance industry, such as the Swiss Financial Market Supervisory Authority (FINMA). Compliance



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