

Second quarter 2016 results

Investor and analyst presentation

Zurich, 29 July 2016



Today's agenda

- Achievements in H1 2016 Christian Mumenthaler, Group CEO
- Q2 2016 business performance David Cole, Group CFO
- Business update and priorities Christian Mumenthaler, Group CEO

Achievements in H1 2016

Christian Mumenthaler, Group CEO

Macroeconomic conditions and industry trends remain challenging

Macroeconomic environment

- Low growth, low interest rates
- Financial market volatility

Political / Regulatory environment

- Political instability
- Re-nationalisation

Industry environment

- Soft market (near the bottom?)
- Technological innovation



Solid results in the first half of 2016 demonstrate Swiss Re's resilience to the market environment

Solid Group ROE in current market

10.9% ROE

Reduction in flow business & growth in large transactions

102% risk adjusted price
quality maintained

Strong investment performance from Asset Management

3.7% ROI

Further enhancement of flexible capital structure

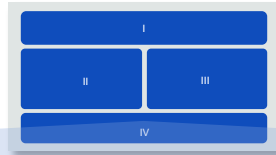
USD 2bn of novel capital
market issuances

Significant distribution of capital to shareholders

CHF 2.1bn repatriated

Swiss Re is well positioned to successfully manage the current market conditions

All Business Units achieved significant successes in the first half of the year



Reinsurance

- Underwriting discipline in renewals maintained
- Multiple large and tailored transactions closed in P&C Re and L&H Re
- Dividend of USD 2.9bn paid to Group

Corporate Solutions

- Acquisition of IHC Risk Solutions to broaden product capabilities
- Dividend of USD 250m paid to Group

Life Capital

- Guardian integration proceeding as planned
- Successful execution of inaugural public debt issuance
- Open book Life and Health strategy on track
- Dividend of USD 350m paid to Group

Our strategic framework remains of critical importance and enables allocation of capital to the most attractive risk pools

Q2 2016 business performance

David Cole, Group CFO

Solid Q2 2016 results despite high level of large losses and continued challenging market conditions

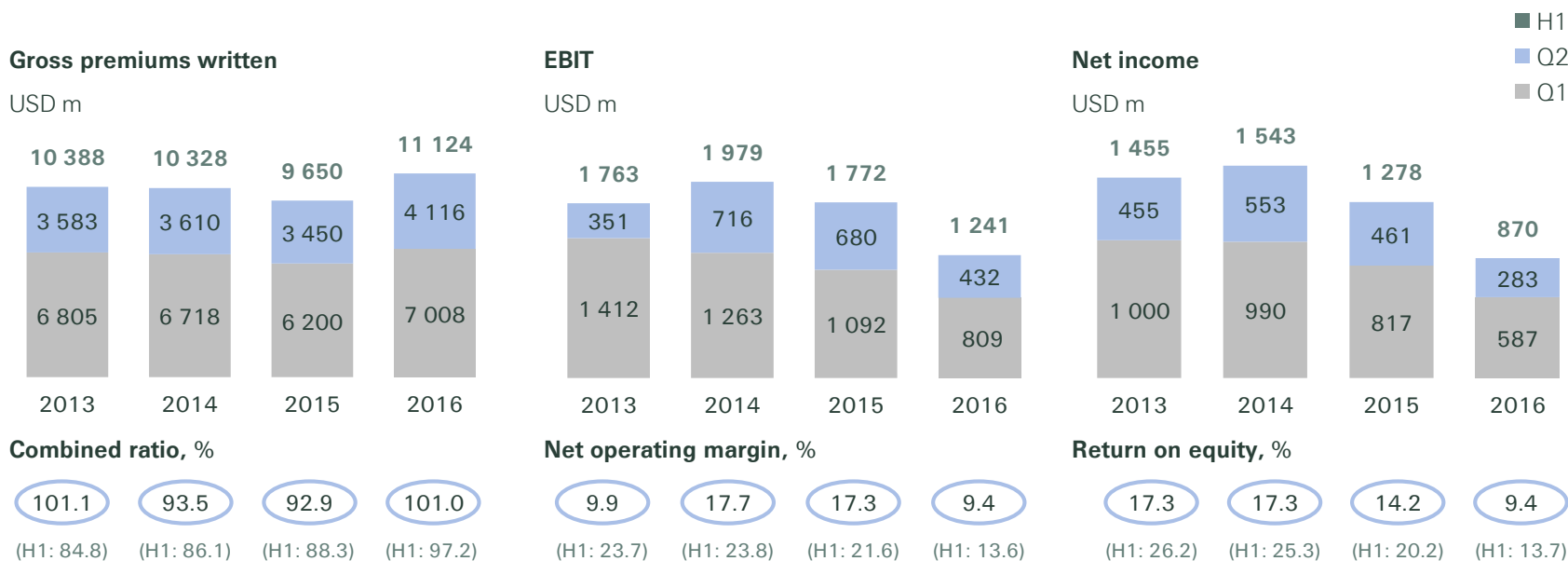
- Swiss Re reports second quarter net income of USD 637m; ROE of 7.2%
- P&C Reinsurance's results reflect level of large losses, with net income of USD 283m; ROE of 9.4%
- L&H Reinsurance maintains a solid performance, with net income of USD 173m; ROE of 10.1%
- Corporate Solutions' results impacted by large 2015 man-made losses, with net loss of USD 25m; ROE of -4.2%
- Life Capital delivers a strong performance with net income of USD 248m and gross cash generation of USD 141m; ROE of 13.4%
- Group investment portfolio continues to provide a strong contribution with return on investments of 3.7%
- Book value per share of USD 107.95 (CHF 105.16), after USD 1.6bn distributed to shareholders in Q2

Key figures

USD m, unless otherwise stated	P&C Re	L&H Re	Corporate Solutions	Life Capital	Group items	Total Q2 2016	Total Q2 2015	Total H1 2016
• Gross premiums written	4 116	3 181	1 009	283	-	8 403	7 370	19 798
• Premiums earned and fee income	4 136	2 860	875	307	-	8 178	7 144	16 118
• EBIT	432	306	-63	311	-55	903	1 264	2 612
• Net income/loss	283	173	-25	248	-42	637	820	1 866
• Net operating margin	9.4%	9.3%	-6.8%	37.7%	-88.7%	9.4%	15.1%	13.6%
• Return on investments	3.6%	4.0%	2.3%	4.4%	-1.8%	3.7%	4.2%	3.7%
• Return on equity	9.4%	10.1%	-4.2%	13.4%	-2.5%	7.2%	9.5%	10.9%
• Earnings per share	(USD)					1.92	2.39	5.61
	(CHF)					1.89	2.27	5.51
						Total Q2 2016	Total Q1 2016	Total FY 2015
• Common shareholders' equity ¹	12 431	7 373	2 266	7 649	6 095	35 811	34 827	32 415
<i>of which unrealised gains</i>	1 549	2 449	132	2 188	155	6 473	4 308	2 737
• Book value per common share	(USD)					107.95	105.04	95.98
	(CHF)					105.16	100.57	96.04

¹ Excluding contingent capital instruments (USD 1 102m, of which USD 352m in P&C Re, USD 750m in L&H Re); basis for ROE and BVPS calculations
 Note: 2015 segment information has been adjusted to reflect two segment changes in 2016 (primary L&H insurance business now reported in the Life Capital segment instead of L&H Re; reallocation of operating expenses from business segments to Group due to an update in the internal service cost framework)

P&C Reinsurance impacted by large losses

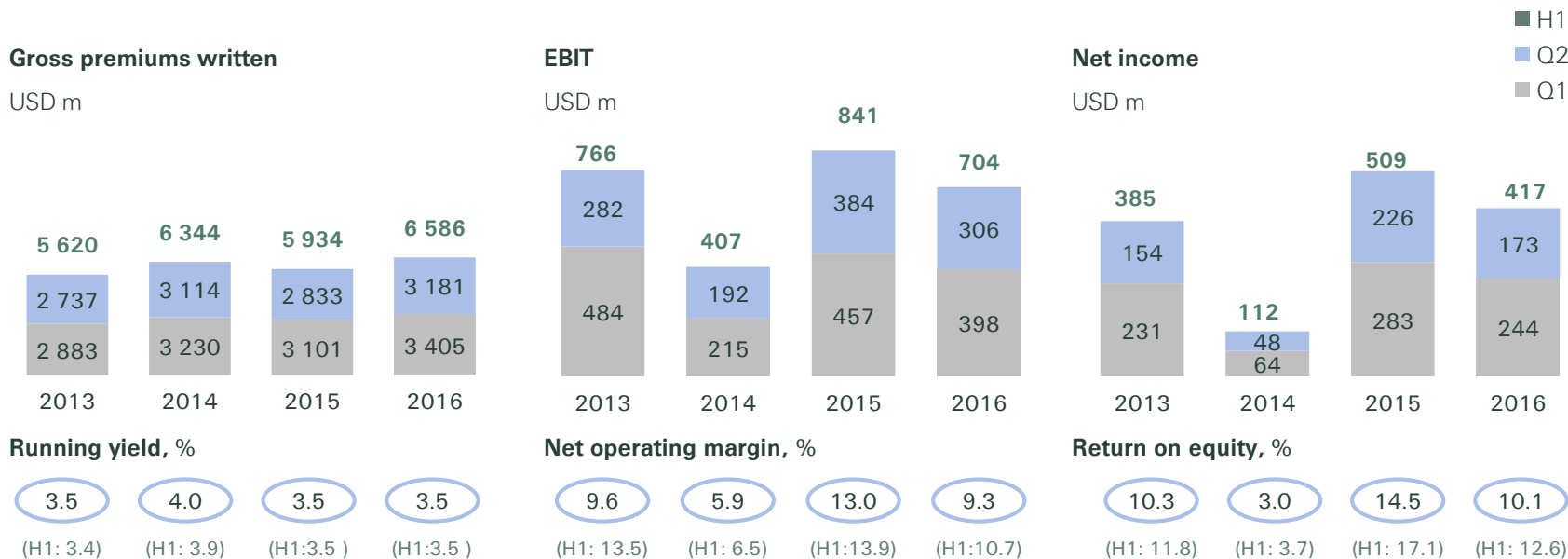


- Q2 2016 gross premiums written increased by 19.3% (or 18.7% at constant fx rates)
- Increase driven by attractive large and tailored transactions in the US and Europe
- Q2 2016 combined ratio includes higher than expected large nat cat events (-4.6%pts) and favourable prior-year developments (5.5%pts)

- EBIT and net operating margin reflect several large losses in the quarter, partially offset by favourable prior-year developments
- Investment result of USD 464m driven by net investment income and realised gains on sales mainly from listed equities and government bonds

- Net income decreased as a result of large losses partially offset by higher investment result
- Q2 2016 annualised ROE impacted by decrease in net income, partially offset by lower average equity base
- Annualised year-to-date ROE of 13.7% demonstrates the resilience of the business

Solid performance of L&H Reinsurance continues



- Q2 2016 gross premiums written increased by 12.3% (or 14.5% at constant fx rates)
- Q2 2016 gross premiums written increased from growth in all regions driven by large and tailored transactions as well as successful renewals in China and Australia
- Q2 2016 running yield was in line with Q2 2015

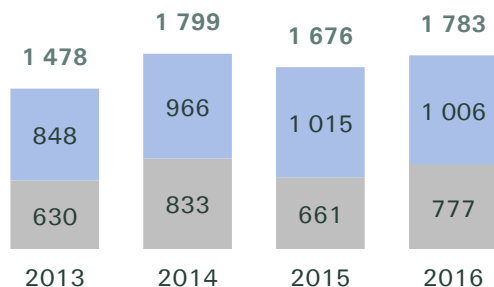
- EBIT in Q2 2016 benefited from favourable investment result, offset by valuation updates in the US and EMEA and adverse experience in the Americas

- Unrealised gains from low interest rates significantly increased the average equity base
- Strong year-to-date ROE of 12.6%

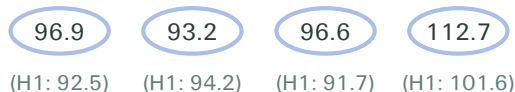
Corporate Solutions' results reflect large man-made losses

Gross premiums written¹

USD m



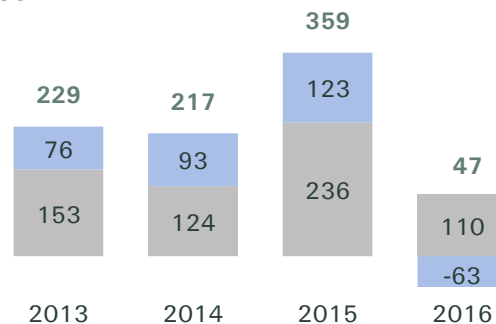
Combined ratio, %



- Q2 2016 gross premiums written remained stable due to the challenging market
- Q2 2016 combined ratio benefited from lower than expected large nat cat events (1.8%pts), offset by unfavourable prior-year developments (-13.6%pts) driven by two large casualty losses (-11.8%pts) with accident dates in Q3/Q4 2015

EBIT

USD m



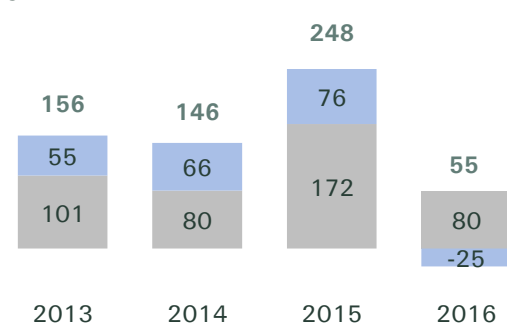
Net operating margin, %



- Q2 2016 EBIT and net operating margin decreased primarily due to the reduced underwriting result and lower realised gains from sales of equities and from insurance in derivative form

Net income

USD m



Return on equity, %



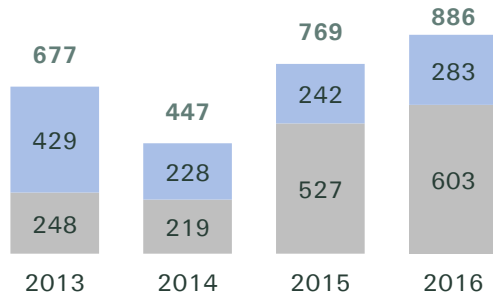
- Q2 2016 result was driven by a loss on underwriting activities, partially offset by moderate income from investment activities and a benefit from a foreign tax credit
- Dividend of USD 250m paid to Group in Q2 2016

¹ Gross premiums written including premiums for insurance in derivative form, net of internal fronting for the Reinsurance Business Unit

Life Capital delivers a strong performance across all metrics

Gross premiums written

USD m

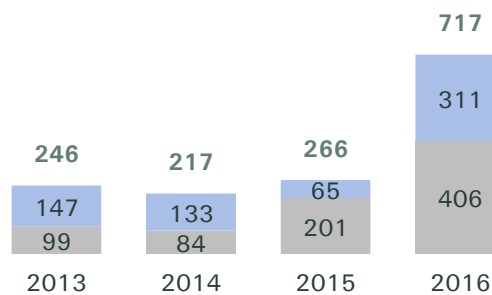


Gross cash generation, USD m



EBIT

USD m

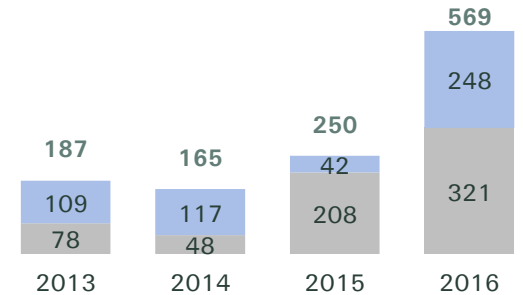


Net operating margin, %



Net income

USD m



Return on equity, %



- Increase in gross premiums written driven by growth in the open life and health insurance business
- GCG adversely impacted by interest rates decreasing and credit spreads widening in the UK

- Q2 2016 strong underlying EBIT and net operating margin supported by the investment result, mainly from the Guardian portfolio
- Underlying business performed in line with expectations

- Net income performance driven by strong EBIT
- Q2 2016 ROE of 13.4% despite significantly larger closing equity including unrealised gains
- Dividend of USD 350m paid to Group in Q2 2016

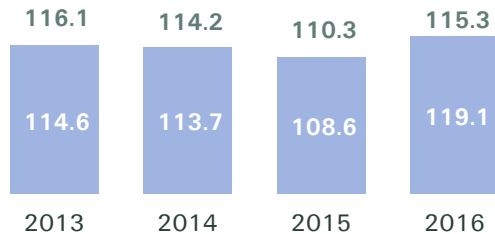
Note: Q1 & Q2 2015 figures have been adjusted to reflect impact of open life and health insurance business

Group investment portfolio continues to provide a strong contribution to the overall financial results

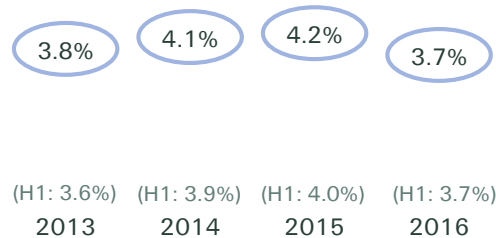
■ H1
■ Q2

Average invested assets

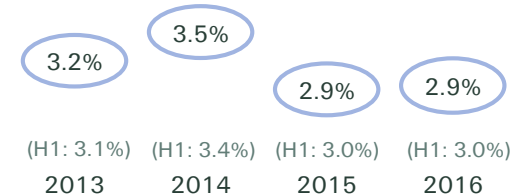
USD bn, basis for ROI calculation



Return on investments



Running yield

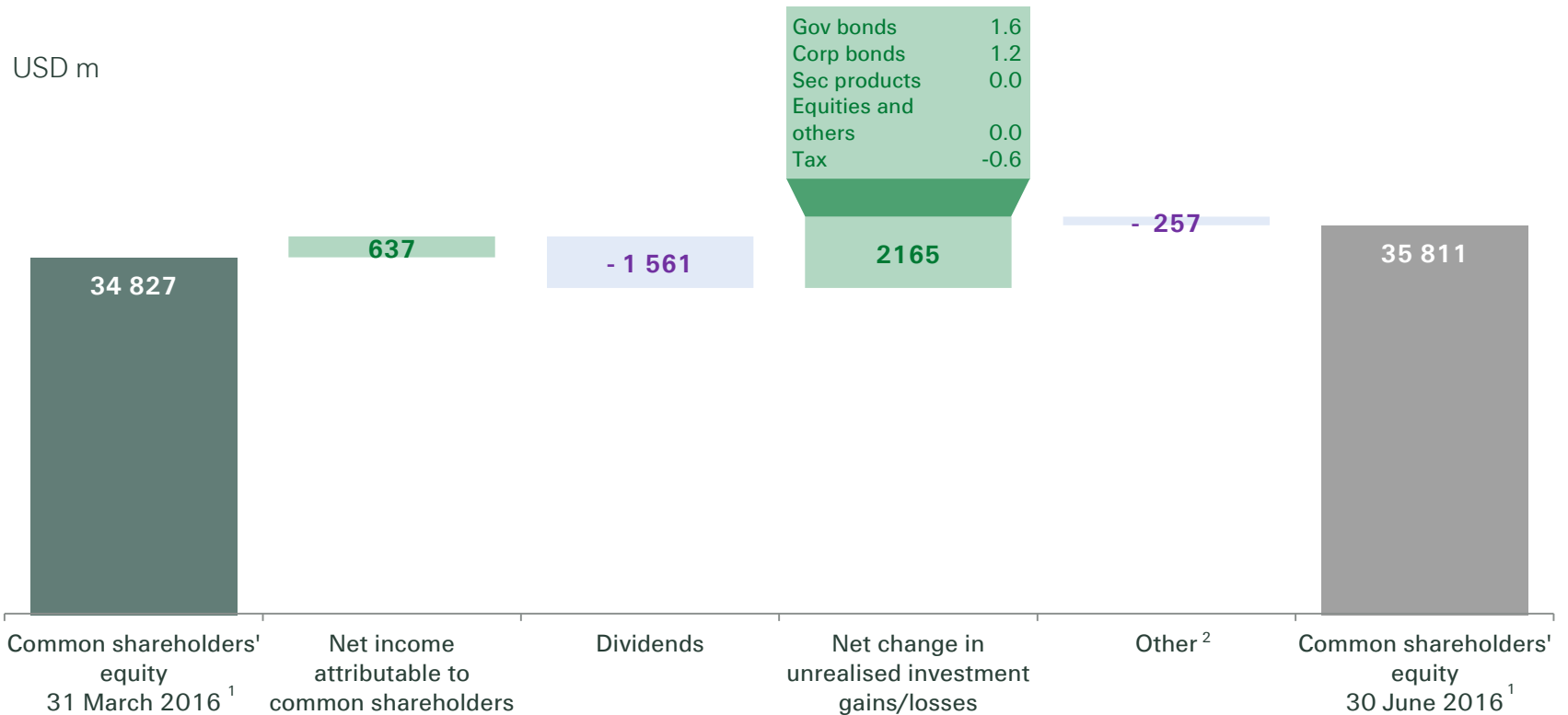


- Increase in average invested assets compared to the prior year driven by the Guardian acquisition and large transactions
- Asset allocation changes to date in 2016 include a net increase in credit investments due to acquisitions, offset by a modest reduction in equity securities

- Q2 2016 ROI of 3.7% driven by net investment income and net realised gains mainly from fixed income, equities and alternative investments
- Q2 2016 net realised gains of USD 356m; Q2 2015: USD 358m
- Q2 2016 net realised losses from impairments of USD 27m; Q2 2015: USD 6m

- Group fixed income running yield is in line with Q2 2015, as the positive impact of the Guardian acquisition was offset by lower re-investment rates
- Total return for Q2 2016: 13.2%, driven by the impact of declining interest rates; Q2 2015: -10.4%

Increase in common shareholders' equity due to net income and unrealised gains, partially offset by external dividends



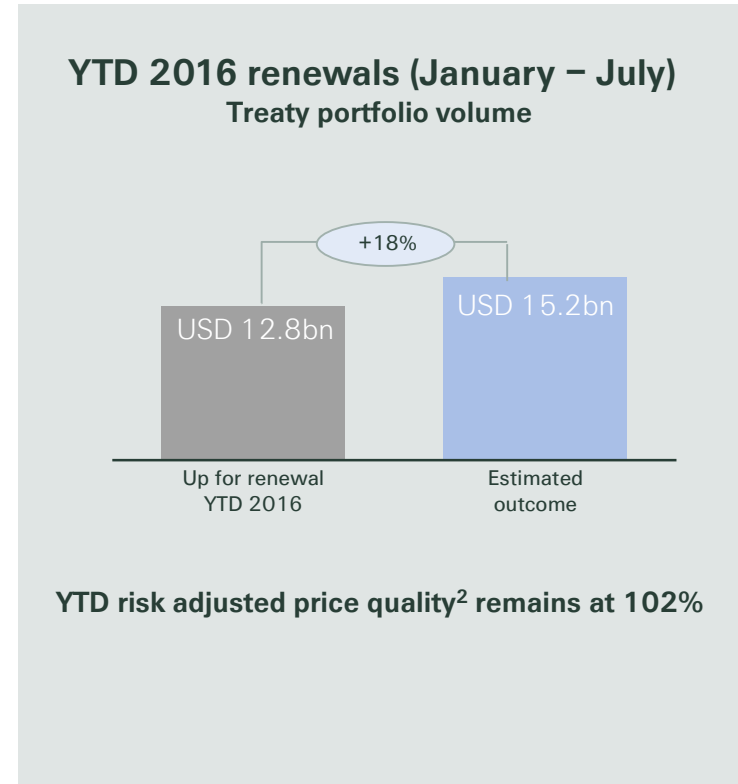
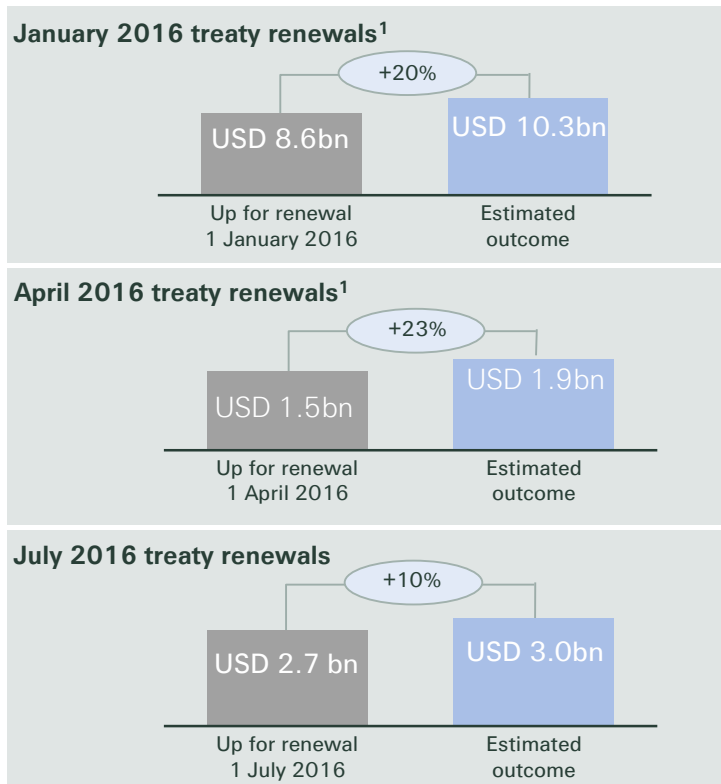
¹ Excluding contingent capital instruments (USD 1 102m, of which USD 352m in P&C Re, USD 750m in L&H Re); basis for ROE and BVPS calculations

² Including foreign exchange translation adjustments of USD -226m

Business update and priorities

Christian Mumenthaler, Group CEO

P&C Reinsurance maintains attractive portfolio despite challenging market environment

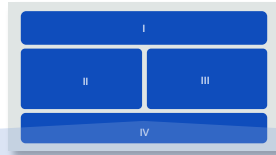


- Treaty premium volume increased by 18% YTD driven by large and tailored transactions, which are up by 76%, while flow business decreased by 7%
- Price levels continued to erode in property although to a lesser extent than previously. Reduced Nat Cat capacity in specific segments, incl. US hurricane. Stabilisation in casualty rates driven by large and tailored transactions

¹ January & April 2016 numbers have been restated with current fx rates

² Swiss Re's risk adjusted price quality provides an economic view on price quality, ie includes rate and exposure changes, claims inflation and interest rates

The Group strategic framework will continue to drive our Business Units' 2016 priorities



Reinsurance

- Portfolio steering, large transactions and underwriting discipline
- Expansion of client base and geographic reach
- Active management of in-force blocks
- Differentiated economics through unique client access and offering

Corporate Solutions

- Focus on underwriting discipline
- Develop Primary Lead capabilities
- Further broaden the footprint
- Offer bespoke structures and innovative solutions

Life Capital

- Successfully integrate Guardian business and seek further attractive closed book opportunities
- Accelerate growth in open books
- Continue to explore ways to access L&H risk pools

Appendix

- Business segment results Q2 2016 – Income statement
- Business segment results Q2 2016 – Balance sheet
- Total equity and ROE Q2 2016
- P&C Reinsurance – Underwriting performance
- P&C Reinsurance: 2016 renewals
- Corporate Solutions – Underwriting performance
- Return on investments (ROI)
- Overall investment portfolio
- Fixed income securities
- Equities and alternative investments
- Corporate calendar & contacts
- Cautionary note on forward-looking statements

Business segment results Q2 2016

Income statement

USD m	Re- insurance	P&C Re	L&H Re	Corporate Solutions	Life Capital	Group items	Consoli- dation	Total Q2 2016	Total Q2 2015	Total H1 2016
Revenues										
Gross premiums written	7 297	4 116	3 181	1 009	283	-	-186	8 403	7 370	19 798
Net premiums written	6 749	3 935	2 814	925	135	-	-	7 809	6 817	18 681
Change in unearned premiums	235	201	34	-50	43	-	-	228	236	-2 832
Premiums earned	6 984	4 136	2 848	875	178	-	-	8 037	7 053	15 849
Fee income from policyholders	12	-	12	-	129	-	-	141	91	269
Net investment income/loss – non participating business	607	278	329	33	332	-20	-22	930	898	1 864
Net realised investment gains/losses – non participating business	276	186	90	14	186	-15	-	461	328	1 153
Net investment result – unit-linked and with-profit business	-74	-	-74	-	1 793	-	-	1 719	-768	2 124
Other revenues	10	10	-	1	-	97	-103	5	22	17
Total revenues	7 815	4 610	3 205	923	2 618	62	-125	11 293	7 624	21 276
Expenses										
Claims and claim adjustment expenses	-2 663	-2 663	-	-678	-	-	-	-3 341	-2 460	-6 208
Life and health benefits	-2 307	-	-2 307	-	-549	-	-	-2 856	-2 026	-5 395
Return credited to policyholders	69	-	69	-	-1 641	-	-	-1 572	583	-1 922
Acquisition costs	-1 714	-1 220	-494	-127	-4	-	-	-1 845	-1 653	-3 618
Operating expenses	-462	-295	-167	-181	-113	-117	97	-776	-804	-1 521
Total expenses before interest expenses	-7 077	-4 178	-2 899	-986	-2 307	-117	97	-10 390	-6 360	-18 664
EBIT	738	432	306	-63	311	-55	-28	903	1 264	2 612
Interest expenses	-153	-77	-76	-6	-9	-19	28	-159	-165	-314
Income/loss before income tax expense	585	355	230	-69	302	-74	-	744	1 099	2 298
Income tax expense/benefit	-111	-67	-44	48	-54	32	-	-85	-256	-396
Net income/loss before attribution of non- controlling interests	474	288	186	-21	248	-42	-	659	843	1 902
Income attributable to non-controlling interests	-1	-1	-	-4	-	-	-	-5	-6	-2
Net income/loss after attribution of non-controlling interests	473	287	186	-25	248	-42	-	654	837	1 900
Interest on contingent capital instruments	-17	-4	-13	-	-	-	-	-17	-17	-34
Net income/loss attributable to common shareholders	456	283	173	-25	248	-42	-	637	820	1 866

Business segment results Q2 2016

Balance sheet

30 June 2016, USD m	Re-insurance			Corporate	Life Capital	Group	Consoli-	End	End
	P&C Re	L&H Re	Solutions		items	ation	Q2 2016	Q1 2016	
Assets									
Fixed income securities	67 393	35 428	31 965	5 757	27 375	14	-	100 539	97 936
Equity securities	2 586	1 690	896	917	-	577	-	4 080	4 356
Other investments	15 068	13 407	1 661	213	2 882	7 215	-9 261	16 117	18 105
Short-term investments	6 099	3 919	2 180	1 218	1 476	513	-	9 306	8 190
Investments for unit-linked and with-profit business	485	-	485	-	33 085	-	-	33 570	34 929
Cash and cash equivalents	3 522	2 654	868	860	2 850	608	-	7 840	11 145
Deferred acquisition costs	5 751	2 571	3 180	386	15	-	-	6 152	6 186
Acquired present value of future profits	1 046	-	1 046	-	1 142	-	-	2 188	2 294
Reinsurance recoverable	4 336	2 680	1 656	6 028	2 427	-	-4 909	7 882	8 267
Other reinsurance assets	18 002	11 112	6 890	2 267	4 138	3	-1 239	23 171	24 378
Goodwill	3 742	1 888	1 854	176	141	-	-	4 059	4 122
Other	16 206	10 805	5 401	1 212	1 926	1 050	-8 438	11 956	11 578
Total assets	144 236	86 154	58 082	19 034	77 457	9 980	-23 847	226 860	231 486
Liabilities									
Unpaid claims and claim adjustments expenses	50 103	39 894	10 209	10 627	1 512	-	-4 888	57 354	57 684
Liabilities for life and health policy benefits	15 770	-	15 770	263	28 027	-	-21	44 039	46 281
Policyholder account balances	1 277	-	1 277	-	33 981	-	-	35 258	36 802
Other reinsurance liabilities	15 678	13 665	2 013	4 049	1 053	3	-1 723	19 060	19 797
Short-term debt	5 283	2 215	3 068	-	201	475	-4 926	1 033	2 381
Long-term debt	11 225	3 446	7 779	497	1 567	80	-2 466	10 903	10 986
Other	23 970	14 127	9 843	1 267	3 467	3 327	-9 820	22 211	21 536
Total liabilities	123 306	73 347	49 959	16 703	69 808	3 885	-23 844	189 858	195 467
Equity									
Common shareholders' equity	19 804	12 431	7 373	2 266	7 649	6 095	-3	35 811	34 827
Contingent capital instruments	1 102	352	750	-	-	-	-	1 102	1 102
Non-controlling interests	24	24	-	65	-	-	-	89	90
Total equity	20 930	12 807	8 123	2 331	7 649	6 095	-3	37 002	36 019
Total liabilities and equity	144 236	86 154	58 082	19 034	77 457	9 980	-23 847	226 860	231 486

Total equity and ROE Q2 2016

USD m	Re- insurance	P&C Re	L&H Re	Corporate Solutions	Life Capital	Group items	Total ¹ Q2 2016	Total ¹ H1 2016
Common shareholders' equity² at 31 December 2015	18 819	12 995	5 824	2 279	4 947	6 373		32 415
Common shareholders' equity² at 31 March 2016	18 058	11 717	6 341	2 479	7 179	7 114	34 827	
Net income/loss attributable to common shareholders	456	283	173	-25	248	-42	637	1 866
Dividends	-	-	-	-250	-350	-961	-1 561	-1 561
Net change in unrealised investment gains/losses	1 146	397	749	66	917	36	2 165	3 736
Other (incl. fx)	144	34	110	-4	-345	-52	-257	-645
Common shareholders' equity² at 30 June 2016	19 804	12 431	7 373	2 266	7 649	6 095	35 811	35 811
Contingent capital instruments	1 102	352	750	-	-	-	1 102	1 102
Shareholders' equity at 30 June 2016	20 906	12 783	8 123	2 266	7 649	6 095	36 913	36 913
Non-controlling interests	24	24	-	65	-	-	89	89
Total equity at 30 June 2016	20 930	12 807	8 123	2 331	7 649	6 095	37 002	37 002

USD m	Re- insurance	P&C Re	L&H Re	Corporate Solutions	Life Capital	Group items	Total ¹ Q2 2016	Total ¹ H1 2016
ROE calculation								
Net income/loss attributable to common shareholders	456	283	173	-25	248	-42	637	1 866
Opening common shareholders' equity ²	18 058	11 717	6 341	2 479	7 179	7 114	34 827	32 415
Average common shareholders' equity ²	18 931	12 074	6 857	2 373	7 414	6 605	35 319	34 113
ROE Q2 2016, annualised³	9.6%	9.4%	10.1%	-4.2%	13.4%	-2.5%	7.2%	
ROE H1 2016, annualised³	13.3%	13.7%	12.6%	4.8%	18.1%	-1.4%		10.9%

Shares outstanding⁴

in millions

As at 30 June 2016	331.7	Weighted average	331.7	332.8
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¹ Total is after consolidation

² Excluding contingent capital instruments (USD 1 102m, of which USD 352m in P&C Re, USD 750m in L&H Re); basis for ROE and BVPS calculations

³ Based on published net income attributable to common shareholders

⁴ Shares outstanding is the number of shares eligible for dividends and is used for the BVPS and EPS calculation

Note: 2015 segment information has been adjusted to reflect two segment changes in 2016 (primary L&H insurance business now reported in the Life Capital segment instead of L&H Re; reallocation of operating expenses from business segments to Group due to an update in the internal service cost framework)

P&C Reinsurance

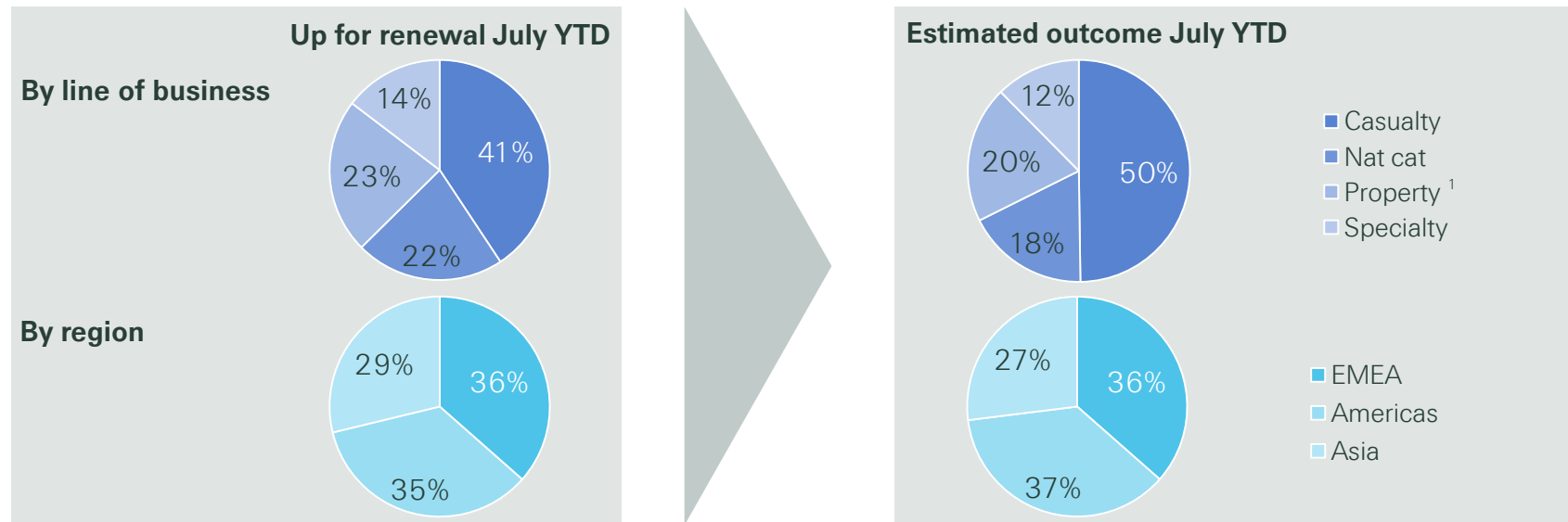
Underwriting performance

	Combined ratio		Main drivers of change	Net premiums earned	Underwriting result	Combined ratio
	Q2 2015	Q2 2016		Q2 2016 USD m	Q2 2016 USD m	H1 2016
Property	84.9%	107.1%	• Q2 2016 impacted by several large nat cat and man-made losses	1 554	-111	94.1%
Casualty	100.3%	102.4%	• Reserve strengthening for US Asbestos, partially offset by releases, mostly in Europe	2 007	-49	105.6%
Liability	89.9%	101.1%		744	-8	108.7%
Motor	105.5%	105.0%		1 048	-53	105.6%
Accident (A&H)	116.1%	94.4%	• Q2 2016 includes favourable prior year impact	215	12	94.1%
Specialty	90.1%	79.5%	• Lower large man-made loss burden compared to the comparative period	575	118	78.0%
Marine	108.2%	85.4%		164	24	78.1%
Credit	87.0%	108.1%		124	-10	104.3%
Other Specialty (Engineering, Aviation, etc)	79.2%	63.8%	• Both periods benefited from benign claims experience	287	104	66.6%
Total	92.9%	101.0%		4 136	-42	97.2%

P&C Reinsurance: 2016 renewals

Portfolio weighting by line of business and region

Gross premium volume, treaty portfolio



- Continued to allocate capital to segments with most favourable risk adjusted returns
- Reduced Nat Cat capacity in specific segments, incl. US hurricane
- Reduced flow business and increased volume from large and tailored transactions with corresponding impact on portfolio composition

¹ Excluding nat cat

Corporate Solutions

Underwriting performance

	Combined ratio		Main drivers of change	Net premiums earned	Underwriting result	Combined ratio
	Q2 2015	Q2 2016		Q2 2016 USD m	Q2 2016 USD m	H1 2016
Property	79.6%	91.7%	• Q2 2016 impacted by a higher frequency of small- and medium-sized losses. Q2 2015 benefited from no major nat cat event	314	26	84.2%
Casualty	109.2%	144.7%	• Q2 2016 impacted by two large prior-year (2015) losses in North America	300	-134	127.3%
Specialty	106.0%	101.1%	• Both periods impacted by large losses, though to a lesser extent in Q2 2015	261	-3	92.0%
Credit	90.5%	95.7%		94	4	97.4%
Other Specialty	115.7%	104.2%	• Q2 2016 impacted by a large marine loss in North America and a higher frequency of small- and medium-sized losses; Q2 2015 impacted by large aviation and satellite losses	167	-7	88.9%
Total	96.6%	112.7%		875	-111	101.6%

Return on investments (ROI)

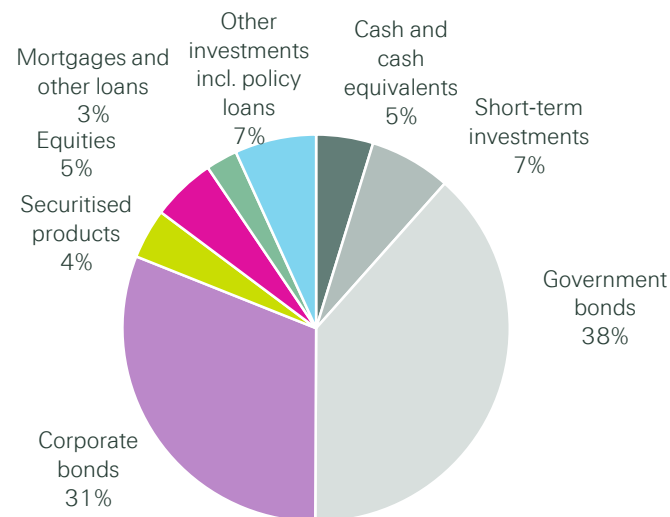
USD m	P&C Re	L&H Re	Corporate Solutions	Life Capital	Group items	Consolidation	Total Q2 2016	Total Q2 2015	Total H1 2016
Investment related net investment income	231	284	39	253	-20	-22	765	790	1 560
<i>Fixed income</i>	177	274	34	239	-	-	724	625	1 415
<i>Equities and alternative investments -incl RE, PE, HF</i>	89	16	6	-	-31	-	80	177	196
<i>Other</i>	13	17	4	26	22	-30	52	63	126
<i>Investment expenses</i>	-48	-23	-5	-12	-11	8	-91	-75	-177
Investment related net realised gains/losses	177	77	10	86	6	-	356	358	610
<i>Fixed income</i>	171	68	8	55	-1	-	301	9	546
<i>Equities and alternative investments -incl RE, PE, HF</i>	83	2	3	-	-	-	88	164	100
<i>Other</i>	-77	7	-1	31	7	-	-33	185	-36
Other revenues	7	-	-	-	-	-7	-	-	-
Investment related operating income	415	361	49	339	-14	-29	1 121	1 148	2 170
Less income not related to investment return ¹	-10	-2	-3	-2	-13	13	-17	-20	-36
Basis for ROI	405	359	46	337	-27	-16	1 104	1 128	2 134
Average invested assets at avg. fx rates	44 872	36 210	7 846	30 986	5 862	-6 708	119 068	108 608	115 285
ROI, annualised	3.6%	4.0%	2.3%	4.4%	-1.8%	n/a	3.7%	4.2%	3.7%
Insurance related net investment income	47	45	-6	79	-	-	165	108	304
Insurance related net realised gains/losses	1	28	4	128	-4	-	157	50	404
Foreign exchange remeasurement	8	-15	-	-28	-17	-	-52	-80	139
Net investment income/loss - non participating	278	329	33	332	-20	-22	930	898	1 864
Net realised investment gains/losses - non participating	186	90	14	186	-15	-	461	328	1 153

- Decrease in net investment income due to reduced income from equity accounted positions, partially offset by an increase in fixed income arising from the Guardian acquisition
- Net realised gains reflect reduced realised gains from sales of equity securities and interest rate hedges, offset by increased gains from fixed income positions
- Insurance related net realised gains primarily driven by gains on interest rate derivatives in Life Capital

¹ Excluded from basis for ROI: income from minority interests, cash and cash equivalents, securities lending, repurchase agreements and collateral balances

Overall investment portfolio

USD bn	End Q2 2016
Balance sheet values	171.5
Unit-linked investments	-29.2
With-profit business	-5.7
Assets for own account (on balance sheet only)	136.6

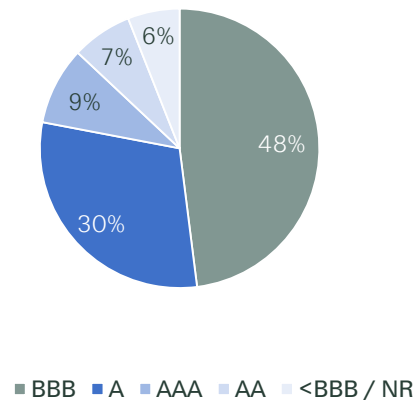
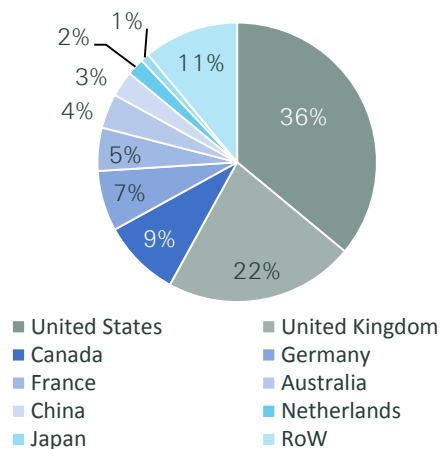


USD bn	P&C Re	L&H Re	Corporate Solutions	Life Capital	Group items	Consolidation	End Q2 2016	End Q1 2016
Cash and cash equivalents	2.7	0.9	0.9	1.4	0.6	-	6.5	9.5
Short-term investments	3.9	2.2	1.2	1.5	0.5	-	9.3	8.2
Government bonds	26.3	15.1	3.2	8.0	-	-	52.6	49.4
Corporate bonds	6.8	14.8	2.3	18.4	-	-	42.3	42.7
Securitised products	2.3	2.1	0.3	1.0	-	-	5.7	5.9
Equities ¹	3.0	1.0	1.0	-	2.4	-	7.4	7.6
Mortgages and other loans	4.8	1.3	-	1.6	3.3	(7.4)	3.6	4.1
Policy loans	-	-	-	0.1	-	-	0.1	0.1
Other investments	7.3	0.2	0.1	1.3	2.1	(1.9)	9.1	10.6
Total	57.1	37.6	9.0	33.3	8.9	(9.3)	136.6	138.1

¹ Includes equity securities, private equity and Principal Investments

Fixed income securities

USD m	Government bonds	Credit bonds
End Q1 2016	49 370	48 566
End Q2 2016	52 572	47 967



- Increase in government bonds driven by net purchases as well as mark-to-market gains due to declining interest rates
- Credit bonds include corporate bonds (USD 42.3bn) and securitised products (USD 5.7bn)
- Decrease in credit bonds driven by net sales and the impact of fx translation, partially offset by mark-to-market gains stemming from declining interest rates
- Overall credit bond portfolio remains high quality (94% rated investment grade)

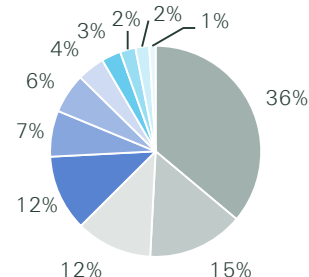
Equities and alternative investments

USD m	End Q1 2016	End Q2 2016
Equity securities	3 763	3 503
Private equity	1 469	1 466
Hedge funds	354	227
Real estate	3 705	3 669
Principal Investments	2 326	2 398
<i>Equity securities</i>	<i>593</i>	<i>577</i>
<i>Private equity</i>	<i>1 733</i>	<i>1 821</i>
Total market value	11 617	11 263

- Decrease in equity securities due to net sales, partially offset by market value gains
- Decrease in hedge funds due to redemptions
- Increase in Principal Investments driven by net purchases, partially offset by market value losses

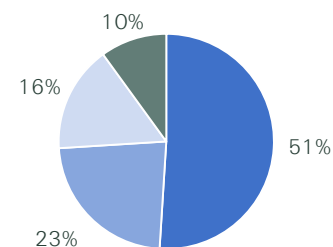
Equity securities

by sector



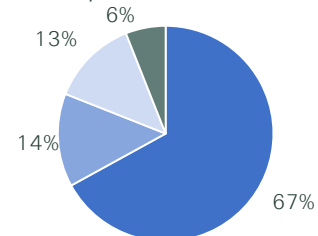
Real estate

by geography



Principal Investments

by sector



Corporate calendar & contacts

Corporate calendar

2016

3 November	Third Quarter 2016 Results	Conference call
2 December	Investors' Day	Zurich

2017

23 February	Annual Results 2016	Conference call
16 March	Publication of Annual Report 2016 and EVM 2016	
21 April	153rd Annual General Meeting	Zurich

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Forward-looking statements typically are identified by words or phrases such as “anticipate”, “assume”, “believe”, “continue”, “estimate”, “expect”, “foresee”, “intend”, “may increase” and “may fluctuate” and similar expressions or by future or conditional verbs such as “will”, “should”, “would” and “could”. These forward-looking statements involve known and unknown risks, uncertainties and other factors, which may cause Swiss Re’s actual results of operations, financial condition, solvency ratios, capital or liquidity positions or prospects to be materially different from any future results of operations, financial condition, solvency ratios, capital or liquidity positions or prospects expressed or implied by such statements or cause Swiss Re to not achieve its published targets. Such factors include, among others:

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- deterioration in global economic conditions;
- Swiss Re’s ability to maintain sufficient liquidity and access to capital markets, including sufficient liquidity to cover potential recapture of reinsurance agreements, early calls of debt or debt-like arrangements and collateral calls due to actual or perceived deterioration of Swiss Re’s financial strength or otherwise;
- the effect of market conditions, including the global equity and credit markets, and the level and volatility of equity prices, interest rates, credit spreads, currency values and other market indices, on Swiss Re’s investment assets;
- changes in Swiss Re’s investment result as a result of changes in its investment policy or the changed composition of its investment assets, and the impact of the timing of any such changes relative to changes in market conditions;
- uncertainties in valuing credit default swaps and other credit-related instruments;
- possible inability to realise amounts on sales of securities on Swiss Re’s balance sheet equivalent to their mark-to-market values recorded for accounting purposes;
- the outcome of tax audits, the ability to realise tax loss carryforwards and the ability to realise deferred tax assets (including by reason of the mix of earnings in a jurisdiction or deemed change of control), which could negatively impact future earnings;
- the possibility that Swiss Re’s hedging arrangements may not be effective;
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- the cyclical nature of the reinsurance industry;
- uncertainties in estimating reserves;
- uncertainties in estimating future claims for purposes of financial reporting, particularly with respect to large natural catastrophes, as significant uncertainties may be involved in estimating losses from such events and preliminary estimates may be subject to change as new information becomes available;
- the frequency, severity and development of insured claim events;
- acts of terrorism and acts of war;
- mortality, morbidity and longevity experience;
- policy renewal and lapse rates;
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- legal actions or regulatory investigations or actions, including those in respect of industry requirements or business conduct rules of general applicability;
- changes in accounting standards;
- significant investments, acquisitions or dispositions, and any delays, unexpected costs or other issues experienced in connection with any such transactions;
- changing levels of competition; and
- operational factors, including the efficacy of risk management and other internal procedures in managing the foregoing risks.

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