



First Quarter 2011 results

Analyst and investor conference call

Zurich, 05 May 2011



Today's agenda

- Introduction
- Business performance
- Questions & answers

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George Quinn, CFO



Business performance

George Quinn, CFO



Q1 2011 Highlights

High level of natural catastrophes

- **Net loss USD 0.7bn** vs net income USD 0.2bn in Q1 2010
- **P&C combined ratio 163.7%**
 - Nat cats account for 89.4% pts
 - Combined ratio adjusted for normal expected level of nat cats and reserve development 90.1%
- **L&H impacted by less favourable mortality**
- **Strong Asset Management performance**
 - RoI 4.0%
- **Book value per share CHF 65.19 (USD 71.26)** vs book value per share of CHF 68.99 (USD 74.02) at end December 2010

Key figures

USD, unless otherwise stated

| | Q1 2010 | Q1 2011 |
|---|---------|---------|
| ■ Group net income/loss ¹ | 0.2bn | -0.7bn |
| ■ P&C combined ratio | 109.4% | 163.7% |
| ■ Return on equity | 2.7% | -10.7% |
| ■ Earnings per share (USD) | 0.46 | -1.94 |
| (CHF) | 0.49 | -1.84 |
| | FY 2010 | Q1 2011 |
| ■ Shareholders' equity ² | 25.3bn | 24.4bn |
| ■ Book value per share ³ (USD) | 74.02 | 71.26 |
| (CHF) | 68.99 | 65.19 |

¹ Group net income/loss attributable to shareholders

² Shareholders' equity excluding non-controlling interests

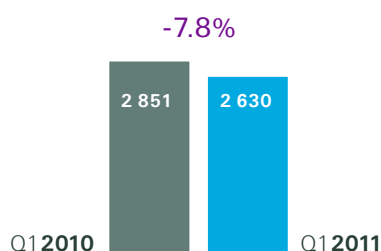
³ Basic BVPS, excluding non-controlling interests, in 2010 excluding CPCI

Property & Casualty

Strong underwriting results impacted by high losses from natural catastrophes

Premiums earned

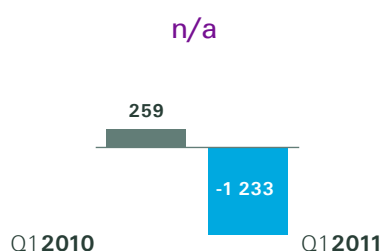
USD m



- Premiums written increased by 11.6% reflecting successful January 2011 renewals
- Premiums earned reflect cycle management actions in 2010, unfavourable premium updates and impact of delayed US GAAP earning recognition

Operating income/loss

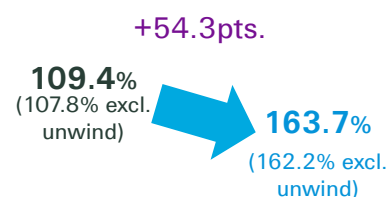
USD m



- Decrease driven by natural catastrophe experience, impacting the Q1 2011 results by USD 2.3bn
- Net investment income decreased by USD 112m mainly due to lower interest rates

Combined ratio, trad.

%



- Net impact from natural catastrophes was 89.4% pts, which is 79.8% pts above expected
- Favourable net reserve development of 6.2% pts
- Adjusting for normal nat cat and reserve development CR is 90.1%

Property & Casualty

High nat cat burden, partly offset by prior year reserve releases

P&C traditional combined ratios

%, premiums and operating income in USD m

| | Q1 2010 | Q1 2011 | Main drivers of change | Premiums | Operating income/loss |
|---------------------------------------|---------------|---------------|--|--------------|-----------------------|
| Property | 122.4% | 259.3% | ■ Significantly higher nat cat experience | 1 117 | -1 769 |
| Casualty | 113.3% | 91.5% | | 797 | 336 |
| Liability | 122.1% | 77.2% | ■ Favourable claims experience from prior accident years | 412 | 251 |
| Motor | 98.2% | 107.9% | ■ In line with expectations; Q1 2010 benefited from good claims experience | 342 | 28 |
| Accident (A&H) | 126.2% | 97.7% | | 43 | 57 |
| Specialty | 84.4% | 84.4% | | 621 | 141 |
| Credit | 74.4% | 30.6% | ■ Significant positive prior year development and improved technical margins after restructuring in 2010 | 121 | 103 |
| Other Specialty | 88.5% | 97.4% | ■ Higher impact from nat cats and less favourable prior year experience in current quarter | 500 | 38 |
| Total traditional excl. unwind | 109.4% | 163.7% | | 2 535 | -1 292 |
| Total non-trad. | 107.8% | 162.2% | | 95 | 59 |
| Total | | | | 2 630 | -1 233 |

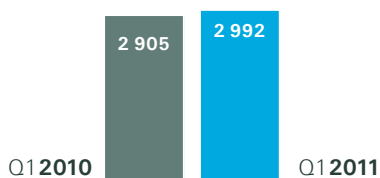
Life & Health

Less favourable mortality

Operating revenues

USD m

+3.0%

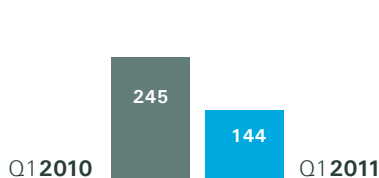


- Increased premiums and fee income driven by growth in traditional health business, primarily in Asia

Operating income

USD m

-41.2%



- Mortality experience slightly below expectations and significantly less favourable than prior year
- Morbidity experience better than expectations compared to unfavourable prior year result
- VA and pre-2000 GMDB loss of USD 13m (Q1 2010 gain of USD 55m)

Benefit ratio¹

%

+0.3 pts



- Benefit ratio stable
- Slight increase due to less favourable mortality, partly offset by favourable morbidity experience

¹ Benefit ratio excludes the impact of VA & pre-2000 GMDB from all periods presented

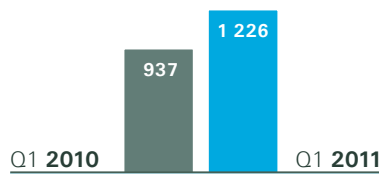


Asset Management Strong income and improved RoI

Operating income¹

USD m

+30.8%

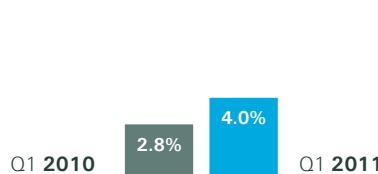


- AM fixed income running yield of 4.0% for Q1 2011, 4.2% for Q1 2010
- Higher realised gains mainly from securitised products and equities
- Increased investment income from rates and corporate bonds offset by decrease in securitised due to de-risking
- Duration closely matched

Return on Investments

%

+1.2pts

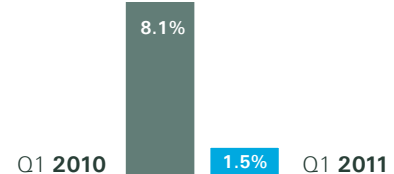


- RoI of 3.3% for rates, 4.4% for credit and 10.4% for equities and alternative investments
- Excluding FX impact, RoI is 4.2%. Impact is -0.2% in both Q1 2011 and Q1 2010
- Impairments of USD 54m mainly driven by securitised products, Q1 2010: USD 90m

Total return²

%

-6.6pts



- Total return of -1.3% for rates, 4.0% for credit and 15.7% for equities and alternative investments
- Increase in equities and alternative investments driven by m-t-m of underlying positions
- Decrease in unrealised gains due to higher interest rates compared to year end 2010

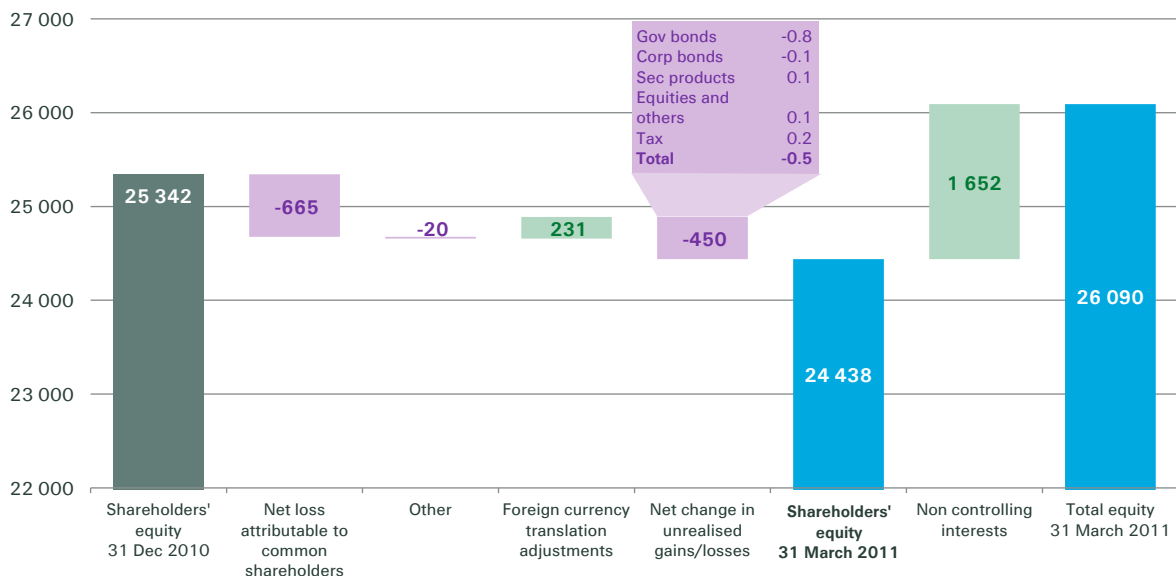
¹ Minority interests included in operating income but excluded from the RoI and total return

² Total return includes change in unrealised gains/losses

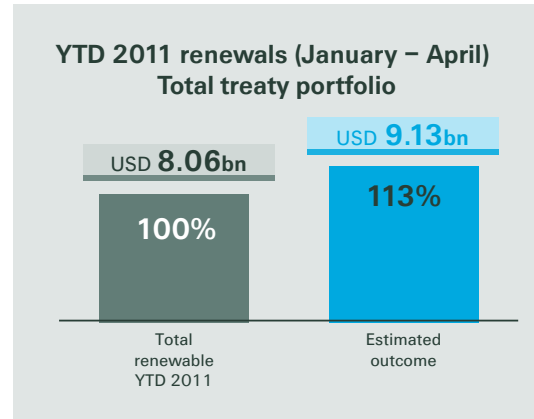
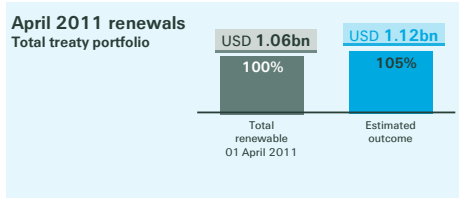
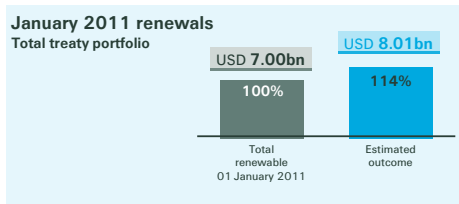


Shareholders' equity Q1 2011 Reduction due to high nat cats and rising interest rates

USD m



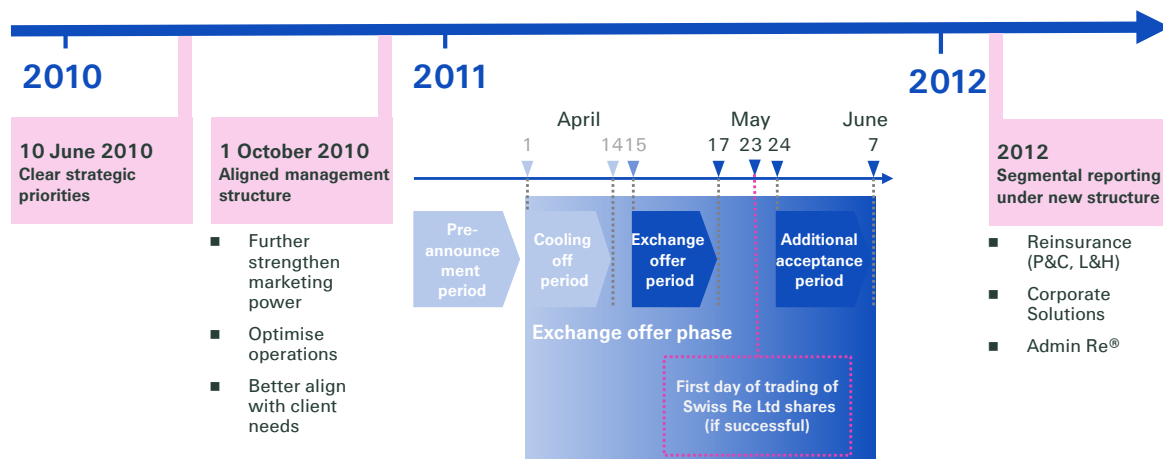
April 2011 renewals Continued growth, high portfolio quality maintained



- Strong price increases in April Japanese renewals of around 20 - 50% for non-proportional EQ and around 4 - 10% for non EQ exposed property covers
- Long term price adequacy in April 2011 increased to 117% compared to 114% in April 2010
 - Including model adjustments for increased near-term seismicity for Japan EQ (aftershock risk), the long term price adequacy is 109%
- Nat cat events of 2010 and Q1 2011 are expected to accelerate price improvements

¹ January 2011 numbers have been remeasured with current FX rates

New group structure Progress well underway





Financial targets

Continued focus on achieving our financial targets

- **ROE 700 bps above risk free average over 5 years**
 - Q1 2011 ROE -10.7%, with expected nat cat losses ROE 12.3%
- **EPS growth 10% average annual growth rate over 5 years**
 - Q1 2011 EPS USD -1.94, with expected nat cat losses USD 2.30
- **ENW per share growth plus dividend 10% average annual growth rate over 5 years**
 - 2010 ENW per share growth plus dividend was 12%
 - 2010 ENW per share was USD 89.7, starting point for target



Summary

Expect to benefit from improving market conditions

- Net loss for period driven by very high level of nat cats
- Underlying business demonstrates progress towards 5 year financial targets
- Good result in AM, portfolio in line with asset allocation mid-term plan
- April renewals show continued growth and underwriting quality
- Nat cat events expected to accelerate market hardening

- Our market position and capital strength are a competitive advantage



Questions & answers



Corporate calendar & contacts

Corporate calendar

04 August 2011
 12 September 2011
 03 November 2011
 09 December 2011

**Second Quarter 2011 results
 Investors and Media meeting
 Third Quarter 2011 results
 Investors' Day**

Conference call
 Monte Carlo
 Conference call

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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 and morbidity experience;
- policy renewal and lapse rates;
- extraordinary events affecting Swiss Re's clients and other counterparties, such as bankruptcies, liquidations and other credit-related events;
- current, pending and future legislation and regulation affecting Swiss Re or its ceding companies, and regulatory or legal actions;
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- significant investments, acquisitions or dispositions, and any delays, unexpected costs or other issues experienced in connection with any such transactions, including, in the case of acquisitions, issues arising in connection with integrating acquired operations;
- changing levels of competition;
- operational factors, including the efficacy of risk management and other internal procedures in managing the foregoing risks; and
- challenges in implementation, adverse responses of counterparties, regulators or rating agencies, or other issues arising from, or otherwise relating to, the changes in Swiss Re's corporate structure.

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