

## **Public Notice of the Transfer of Reinsurance Policies**

1 October 2019

Marunouchi Nijubashi Building 22F  
3-2-3 Marunouchi, Chiyoda-ku,  
Tokyo, 100-0005, Japan  
Representative in Japan: Atsuhiko Dodo

On 30 September 2019, Swiss Reinsurance Company Ltd ("Transferor"), subject to approval of the Financial Services Agency of Japan ("JFSA"), concluded a transfer agreement with Swiss Re Asia Pte. Ltd. ("Transferee") in order to transfer all the Transferor's Japan branch's reinsurance policies to the Transferee ("Transfer Agreement"), based on Articles 210 (1) and 135 (1) of the Insurance Business Act ("IBA"). Accordingly, the Transferor hereby issues this "Public Notice of the Transfer of Reinsurance Policies" in accordance with Articles 210 (1) and 137 (1) of the IBA.

### **[Transfer of Reinsurance Policies ("Transfer")]**

1. The Transferor transfers all reinsurance policies written by its branch in Japan i.e. Swiss Reinsurance Company Ltd, Japan Branch ("Transferor's Japan Branch") to the Transferee.
2. There will be no changes to the reinsurance policies' terms and conditions at the time of the Transfer.
3. Effective date of the Transfer will be 1 January 2020 ("Effective Date") or such other date as the JFSA shall approve and as agreed between the Transferor and the Transferee.

### **[Submission of Objections]**

1. In accordance with the provisions of laws and regulations, the Transfer will not take effect if valid objections made within the set time period satisfies both of the following conditions:
  - (1) the number of policyholders of reinsurance policies to be transferred under the Transfer ("Affected Policyholders") who state objection exceeds one-fifth (20%) of the total number of Affected Policyholders; and
  - (2) the amount of claims pertaining to the Affected Policyholders who state objection exceeds one-fifth (20%) of the total amount of claims of Affected Policyholders.

On the other hand, if either of the above conditions (a) or (b) is not satisfied, then based on Articles 137 and 210 of the IBA it will be considered that approval of the Affected Policyholders has been obtained (including approval of Affected Policyholders who have stated objection) and the Transfer will be carried out.

2. Policyholders may submit objections to the Transfer with the details as described in subparagraph (1) below on a postcard and mail it to the following address by 5 November 2019. No action is required by the policyholder if there is no objection to the Transfer.

(1) Required items on a postcard

- i. Policyholder's address and telephone number
- ii. Policyholder's trade name and the Representative name with its seal or signature
- iii. Objection to the Transfer

(2) Mailing address:

Swiss Reinsurance Company Ltd, Japan Branch  
Marunouchi Nijubashi Building 22F,  
3-2-3 Marunouchi, Chiyoda-ku,  
Tokyo 100-0005, Japan

*Note:*

- Only objections by postcard that reaches the Transferor with postmarks until 5 November 2019 (Tuesday) shall be considered valid as long as the above items from i. to iii. are filled out completely and accurately. No other form of objection will be accepted.
- Each policyholder has the right to make one objection regardless of the number of policies held.

**[Information on Transferee]**

Swiss Re Asia Pte. Ltd.  
Location of main office in Japan:  
Marunouchi Nijubashi Building 22F,  
3-2-3 Marunouchi, Chiyoda-ku,  
Tokyo 100-0005, Japan  
Representative in Japan: Atsuhiro Dodo

**[Ratio indicating the soundness of Solvency Margin for Insurance Proceeds, etc.]**

1. Ratio at the latest fiscal year  
Transferor's Japan Branch: 654.9%  
Transferee's Japan Branch: N/A
2. Ratio at the Effective Date of the Transfer (estimated)  
Transferor's Japan Branch: N/A  
Transferee's Japan Branch: 660%

**[Summary of contents of services related to affected reinsurance policies following the Transfer]**

There will be no changes to the contents of services related to the reinsurance policies.

**[Policy on the policyholders' dividend of the Transferor and the Transferee before and after the transfer of the insurance policies or the distribution of surplus to the employees, and the amount of dividends etc.]**

Not applicable

**[Contact address for general inquiries regarding the Transfer]**

Swiss Reinsurance Company Ltd, Japan Branch  
Marunouchi Nijubashi Building 22F,  
3-2-3 Marunouchi, Chiyoda-ku,  
Tokyo, 100-0005, Japan

Tel: 03-5219-7800 Fax: 03- 4578-9460  
Business hours: 9:00–17:00  
(Monday to Friday, excluding public holidays)

**[Balance Sheet Summary]**

Swiss Reinsurance Company Ltd, Japan Branch

Balance sheet summary (as of 31 March 2019)

(in millions of yen)

Category	Amount	Category	Amount
(Assets)		(Liabilities)	
<b>Cash, deposits and savings</b>	<b>557</b>	<b>Insurance liabilities:</b>	<b>23,375</b>
Deposits and savings	557	Outstanding claims	11,002
<b>Investments in securities</b>	<b>37,995</b>	Underwriting reserves	12,373
National government bonds	37,896	<b>Other liabilities:</b>	<b>1,625</b>
Other securities	98	Reinsurance accounts payable	228
<b>Tangible fixed assets</b>	<b>273</b>	Foreign reinsurance accounts payable	227
Buildings	165	Deposits received	13
Construction in progress	12	Other payables	434
Other tangible fixed assets	95	Suspense receipts	3
<b>Intangible fixed assets</b>	<b>0</b>	Derivatives	422
Other intangible fixed assets	0	Asset retirement obligation	115
<b>Other assets</b>	<b>8,824</b>	Due to head office and its branches	180
Reinsurance accounts receivable	3,663	<b>Provision for retirement benefits</b>	<b>169</b>
Foreign reinsurance accounts receivable	2,667	<b>Provision for bonus</b>	<b>129</b>
Other receivable	1,391	<b>Reserve for price fluctuation</b>	<b>15</b>
Accrued income	18	<b>Total liabilities</b>	<b>25,315</b>
Guarantee deposits	327	(Net assets)	
Suspense payments	22	<b>Brought-in capital</b>	<b>3,010</b>
Derivatives	422	<b>Deposit for license</b>	<b>400</b>
Collateral on EQ Derivative	311	<b>Retained earnings</b>	<b>21,504</b>
<b>Deferred tax assets</b>	<b>2,718</b>	Retained earnings brought forward	21,504
		<b>Total brought-in capital etc.</b>	<b>24,914</b>
		Unrealized gains from investments	139
		<b>Total valuation and translation adjustments</b>	<b>139</b>
		<b>Total net assets</b>	<b>25,053</b>
<b>Total assets</b>	<b>50,369</b>	<b>Total liabilities and net assets</b>	<b>50,369</b>

Swiss Re Asia Pte. Ltd., Japan Branch

Balance sheet summary (as of 30 September 2019)\*

(in millions of yen)

Category	Amount	Category	Amount
(Assets)		(Net assets)	
<b>Cash, deposits and savings</b>	<b>5</b>	<b>Brought-in capital</b>	<b>5</b>
Deposits and savings	5	<b>Deposit for license</b>	<b>200</b>
<b>Other assets</b>	<b>200</b>		
Deposit to the Legal Affairs Bureau	200		
<b>Total assets</b>	<b>205</b>	<b>Total net assets</b>	<b>205</b>

\* The Transferee's Japan branch obtained the foreign non-life insurance business license on 19 June 2019 and has not yet reached its financial results. Therefore, the balance sheet of the Transferee's Japan branch has posted the one as of 30 September 2019. The Transferee's Japan branch will take over all the business of the Transferor's Japan Branch (including reinsurance policies) simultaneously with the effect of the transfer, and will start operations from the same day.