Swiss Re

Annual results 2008

Analyst and investor meeting – Zurich, 19 February 2009

Swiss Re

Today's agenda

- **Introduction**
  Susan Holliday, Head IR
- **Business performance**
  George Quinn, CFO
- **Strategy and outlook**
  Stefan Lippe, CEO
- **Questions & answers**

Note on risk factors

- Global financial markets have been experiencing extreme volatility and disruption for more than a year. Future material deterioration in business conditions may have a significant impact on Swiss Re's capital and liquidity positions
- As a result of the extreme and unprecedented volatility and disruption, we are exposed to significant financial, capital market and other risks, including movements in interest rates, credit spreads, equity prices, and currency movements, changes in rating agency policies or practices, and the lowering or loss of financial strength or other ratings
- Please see the cautionary note on forward-looking statements on slide 88 of this presentation and the section on risk and capital management in the 2008 annual report on pages 66 to 83 for further information on risk factors
- We have made changes to our segmental reporting in 2008. With the realignment of Asset Management, Swiss Re has reviewed the classification of its invested assets under US GAAP. As a result, the Group reclassified as of 1 October 2008 asset with a market value of approximately CHF 22.4bn from "Trading" to "Available for Sale". Please see page 153 in the 2008 annual report for more details

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Swiss Re

Key figures

CHF	FY 2007	FY 2008
■ **Group net income/loss**	4.2bn	**-0.9bn**
■ **Group operating income**	5.2bn	**-1.4bn**
Operating income continuing operations	6.7bn	**4.5bn**
Operating income Legacy	-1.5bn	**-5.9bn**
■ **Shareholders' equity**	31.9bn	**20.5bn**
■ **P&C combined ratio**	90.1%	**97.9%**
■ **Book value per share**	92.00	**60.96**

- Market dislocations result in significant unrealised mark-to-market losses
- Core business in P&C and L&H continue to outperform
- Traditional focus in Asset Management re-established
- Focus on risk reduction, particularly in Legacy
- Capital base restored to very strong level

Annual results 2008
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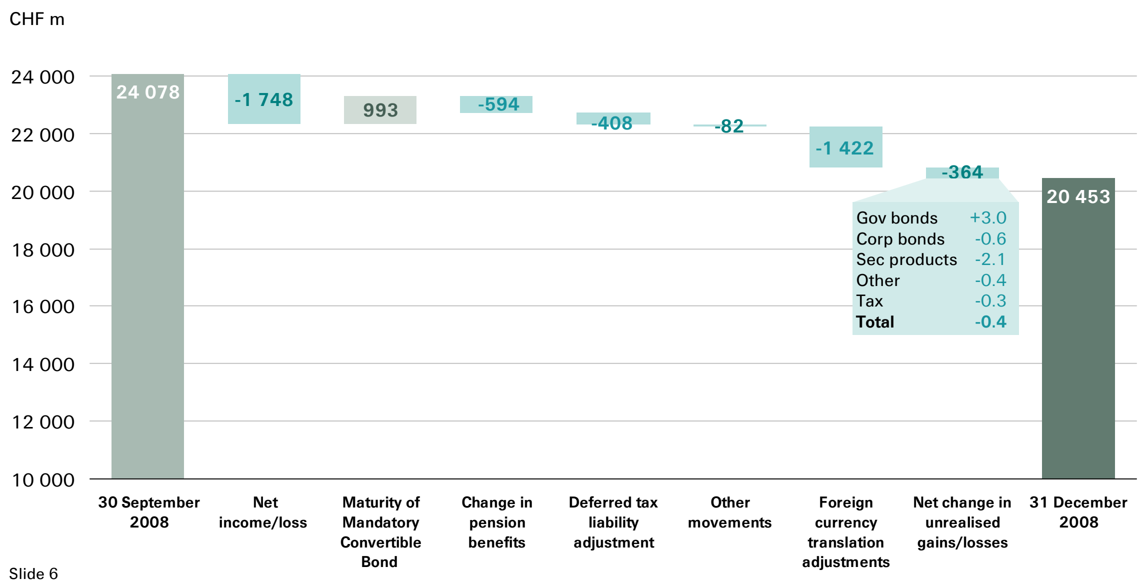
Shareholders' equity Q4 2008

Market dislocations result in significant mark to market losses



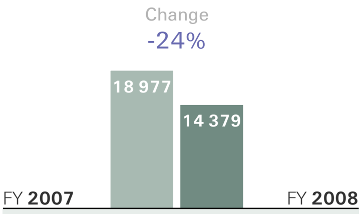
Swiss Re

Property & Casualty

Excellent combined ratio despite natural catastrophes

Premiums earned

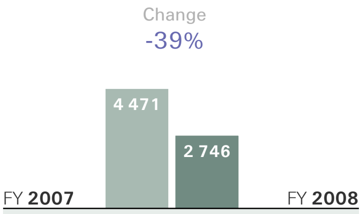
CHF m



- Lower premiums driven by quota share agreement with Berkshire Hathaway CHF 1.9bn and foreign exchange movements of CHF 1.4bn
- Volumes also impacted by strict underwriting and higher client retentions

Operating income

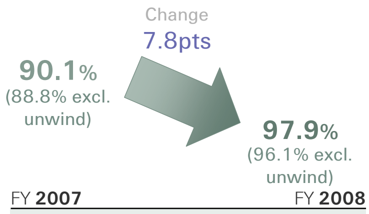
CHF m



- Excluding impact of foreign exchange, the underlying business result decreased by 31%
- Operating income falls as a result of lower volume and higher combined ratio

Combined ratio, traditional

%



- Nat cats close to expectations but higher than 2007 driven by Ike CHF 552m
- Increased reserves for trade credit
- Moderate positive impact from prior year reserves

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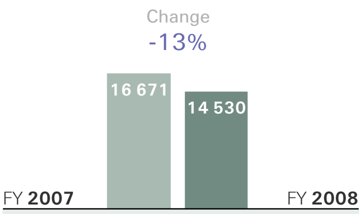
Life & Health

Strong traditional life & health results, partly offset by financial market volatility

Operating revenues

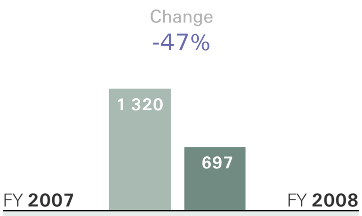
CHF m



- Excluding foreign exchange, traditional life premiums and fees 3.5% higher, driven by new business across all regions
- Sale of new business operations of Tomorrow to LV= in December 2007
- Lower fee income in Admin Re®, lower fund values

Operating income

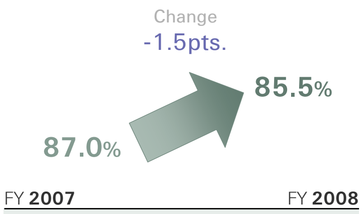
CHF m



- Strong underwriting performance
- Non-cash impact from change in fair value of embedded derivatives on funds withheld treaties of CHF -358m (2007: CHF -56m)
- Pre-2000 GMDB products CHF -163m (2007: CHF 20m gain)
- Reserve increases drives VA result of CHF -208m (2007: CHF 139m gain)

Benefit ratio

%



- Favourable health results, driven by morbidity and commutations
- Mortality at expectations
- Includes approximately 3.8 points related to higher benefit reserves for VA (0.9pts) and pre-2000 GMDB (2.9pts)

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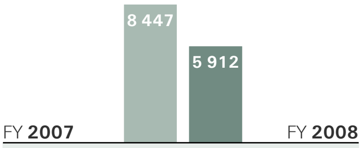
Asset Management
Good performance in challenging market conditions

Operating income
CHF m

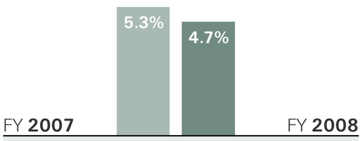
Change
-30%



- Net investment income decreased approximately 15% in credit and rates business
- Decrease in the running yield from 5.2% to 4.9% in FY 2008
- Expense ratio[1] is 35bps for FY 2008 and 32bps for FY 2007

Return on Investments
%

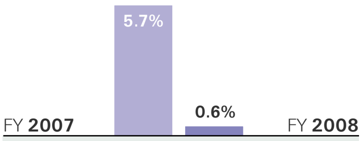
Change
-0.6pts.



- FY 2008 RoI of 6.7% for rates, 4.2% for credit and -9.9% for equities and alternative investments
- Q4 2008 RoI of 12.5% for rates, 1.8% for credit and -34.3% for equities and alternative investments

Total return on inv. assets[2]
%

Change
-5.1pts.



- Total return in FY 2008 impacted by credit spread widening
- Total return FY 2008 of 8% for rates, -4.9% for credit and -22.3% for equities and alternative investments
- Total return Q4 2008 of 22.5% for rates, -12.8% for credit and -39.3% for equities and alternative investments

Asset Management excludes Legacy

[1] Proprietary investment expenses over average invested assets

[2] Total return includes change in unrealised gains/losses

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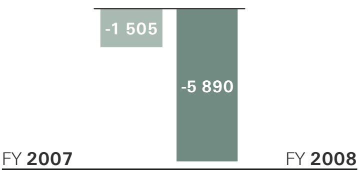
Legacy
Unrealised mark to market losses

Operating income
CHF m

Change
n.a.



- Main driver of 2008 deterioration was unrealised mark to market losses, particularly SCDS throughout the year and former trading activities in Q4

Operating income split[1]

CHF m	FY 2007	FY 2008	
Structured CDS	-1 331	-2 004	Unrealised mark-to-market losses
Portfolio CDS	12	-563	Unrealised mark-to-market losses driven by spread widening; >95% of subordination still in place; Additional risk margins added
Financial Guarantee Re	-2	-128	In run-off, no new business in 2008; Reserve additions of CHF 122m; Combined ratio 500%
Former trading activities	- 184	-3 195	Discontinued trading activities; Primarily driven by unrealised m-t-m losses on TRS (CHF -1.4bn), bond trading and credit correlation (CHF -550m)

[1] Including expenses totalling CHF 78m for the Legacy portfolio for 2008

Asset Management & Legacy

Overall investment portfolio

56% invested in cash, short-term investments, treasuries or government backed

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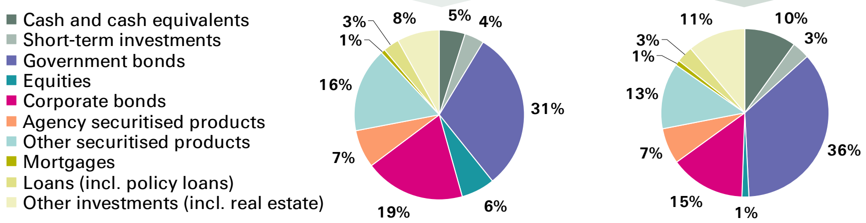
CHF bn	End FY **2007**	End FY **2008**
Balance sheet values	**239.3**	**181.2**
Unit-linked investments	-22.0	-17.8
With-profit business	-6.6	-3.2
Balance sheet values (excl. unit-linked and with-profit business)	**210.7**	**160.2**



- ➔ Decrease due to sales and lower market values within the securitised products and corporate bond portfolios. In 2008, Swiss Re liquidated the global equity portfolio
- ➔ Allocation to cash, short-term investments, treasuries or government backed has increased from 50% at 30 September 2008 to 56% at 31 December 2008

Swiss Re

Asset Management

De-risking actions

	What we have done	What we will do
Organisation	▪ Separate AM segment focused on managing insurance assets ▪ New head	▪ Focus on ALM ▪ Continuous de-risking and portfolio simplification ▪ Outsourcing non-core activities to best-in-class providers ▪ Strengthened governance and infrastructure
New cash flows	▪ Invest in cash, short term, govt and govt backed securities	▪ Continue to invest new cash in lower risk assets
Hedging programme AM	▪ Extensive hedging programme on corporate bonds provided CHF 2.6bn of benefit in 2008	▪ Adjust hedging programme subject to market outlook and risk tolerance ▪ Apply hedging strategies to reduce exposure where sales of underlying assets are either not desired or not practical
Sales AM	▪ Q4 corporate bonds ▪ Q4 securitised products	▪ Continued sales of assets where it makes sense ▪ Hold higher rated assets for pull to par effect
Alternative investments	▪ Limited new activity ▪ Impairments of CHF 351m in 2008	▪ Initiated reduction of exposure to fund of fund hedge funds ▪ Active management of the PE portfolio, including the unfunded commitments, seeking liquidity where appropriate

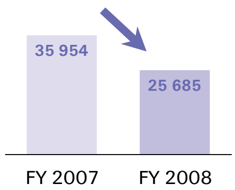
Swiss Re

Asset Management

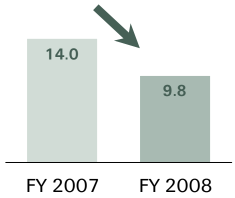
Securitised products

Highly rated portfolio, continued efforts to reduce risk

Market values
CHF m



Sensitivities (CR01)
CHF m



Key points

- The Group has purchased ABX, CMBX index and CDS protection as a proxy hedge for its securitised product portfolio. There is significant basis risk
- Exposure reduced by CHF 1.8bn as a result of net sales and maturities in Q4 2008
- As at 31 December 2008, the hedge notional was CHF 7.5bn with a CR01 sensitivity of CHF 3.2m, bringing the net CR01 to 6.6m

Sensitivity

CR01 is the sensitivity of Swiss Re's investment portfolio per basis point move in credit spreads. As at 31 December 2008 the net impact, excluding any hedging impacts, would be a decrease of CHF 9.8m for each basis point credit spreads widen

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Asset Management & Legacy

Securitised products

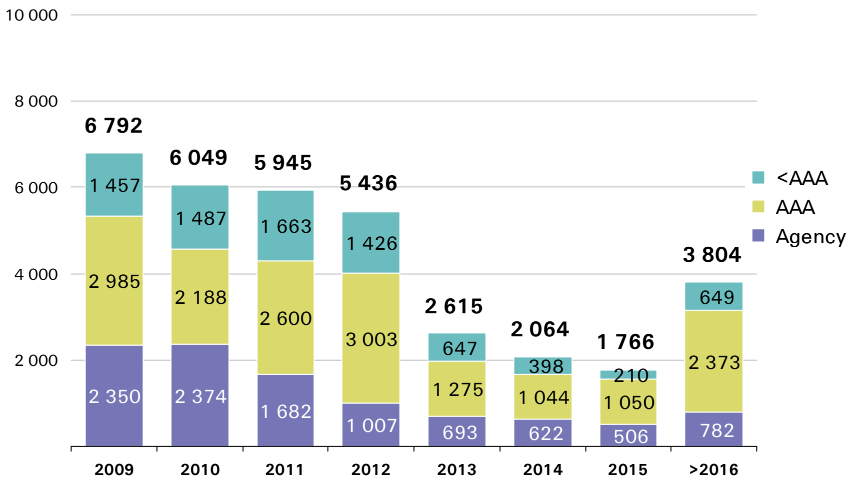
High ratings, high yield, short duration but low liquidity

Portfolio summary

Rating	AAA/AA+
Coupon	3.4%
Effective duration	2.5 years
MV Yield	10.8%

Estimated cash flows from repayment of principal at par

CHF m



Estimates as at 31 December 2008

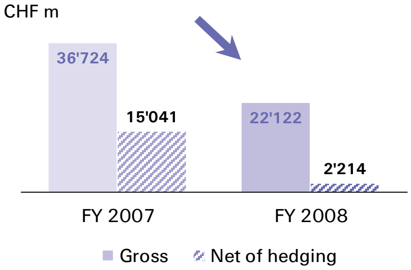
Asset Management

Corporate bonds

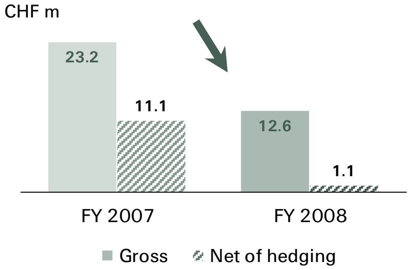
Substantial steps taken to de-risk

Swiss Re

Market value
CHF m



Sensitivity (CR01)
CHF m



Key points

- Corporate bond portfolio continues to be actively managed, adjusting derivative hedges with market movements. Swiss Re remains exposed to basis risk

➔ During the course of 2008, bond prices dropped mainly due to illiquidity, a slowing economy and deleveraging by major investors. These factors increased the portfolio's exposure to basis risk as the current year's benefit achieved from the hedges did not always move consistently with the price movements in the bond portfolio

➔ CDS spreads widened as a result of an increase of bond defaults, a slowing economy and overall greater demand for CDS protection

Hedging presented on notional basis; when viewed on economic risk basis, hedging may have a greater impact
Excludes unit-linked and participating securities and short-term investments

Legacy

De-risking actions

Swiss Re

	What we have done	What we will do
Organisation	■ Separate Legacy unit with dedicated management ■ Isolate performance of Legacy businesses	■ Continue to focus on accelerating run-off
SCDS	■ Approx. CHF 335m of assets are on Swiss Re's balance sheet at December 2008	■ Continue to bring assets on balance sheet ■ Active management of underlying assets ■ In January 2009 a further approx. CHF 167m of assets were moved onto the balance sheet
PCDS	■ Increased m-t-m loss in Q4 2008	■ Continue to monitor trades, explore early termination
Financial Guarantee Re	■ Commutation CHF 1bn in October 2008	■ Consider further commutations ■ ABS team to assist in managing underlying exposures
Former trading activities (incl. TRS)	■ Dynamic hedging ■ Actively manage exposures	■ Actively manage exposures ■ Hold highly rated assets for pull to par effect

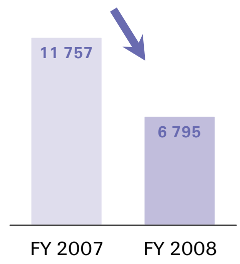
Legacy
Securitised products
Highly rated portfolio, continued efforts to mitigate downside risk

Swiss Re

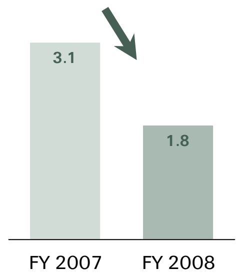
The Group has subprime exposures within the trading portfolio. Market Value is CHF 1.3bn. The Group has used ABX index products to reduce risk of loss and effects of mark-to-market volatility

There is no assurance that this hedge will be effective. We may change or discontinue hedging depending on our view of market conditions

Market value
CHF m



Sensitivity (CR01)
CHF m



Key points
- Includes underlying assets in TRS, assets from one structured CDS contract which moved onto Swiss Re's balance sheet during Q4 2008 and former trading activities
- Asset exposures are on and off balance sheet; m-t-m adjustments go through the P&L
- The Group has purchased CDS protection as a proxy hedge of its structured exposures

➔ Exposure has decreased as Swiss Re has exited business in 2008

Hedging is presented on a notional basis; however, when viewed on an economic risk basis, hedging may have a greater impact on the portfolio

Legacy
Assets underlying Total Return Swaps (TRS) provided by Swiss Re

Swiss Re

Category	Par value CHF m	Market value CHF m	Market value % of par value	Ratings comments as of 31 December 2008
Cash and cash equivalents	1 787	1 787	100%	100% AAA
CMBS	826	700	85%	99% AAA, 1% AA
RMBS (Prime, Alt A, Subprime)	4 362	2 828	65%	65% AAA, 30% IG, 5% Sub IG
ABS (auto loans, credit cards, student loans)	1 662	1 470	88%	100% AAA
CDO	106	80	75%	100% AAA
TOTAL	**8 743**	**6 865**	**79%**	

Key points
- Asset exposures are off balance sheet; m-t-m adjustments go through income statement; weighted average life of assets is 1.6 years
- Mark-to-market impact in 2008 was CHF -1.4bn
- RMBS includes CHF 0.7bn Prime, CHF 0.2bn Alt A and CHF 1.9bn Subprime exposure (of which CHF 0.6bn wrapped), Subprime exposure is hedged using ABX index products
- Includes TRS sourced from cat bonds and other ILS

As at 31 December 2008

Swiss Re

Restore and maintain capital strength

- Primary focus is on maintaining capital according to our internal model (consistent methodology with SST)
- Long-term target is to maintain capital in the AA range
- Substantial risks remain and our risk tolerance under the internal model required an increase in capital
- Steps have been taken to reduce required capital and raise additional capital through the investment by Berkshire Hathaway and the Adverse Development Cover (ADC)
- After the capital raising the Group will be very strongly capitalised and well positioned to benefit from current market conditions
- We will also seek approval to increase authorised share capital by not more than 180 million shares. There are no current plans to conduct a rights issue

Swiss Re

Recent rating actions on Swiss Re

Limited impact on financial flexibility

- On 18 February 2009 S&P lowered Swiss Re's financial strength ratings by one notch to A+, stable outlook
- The estimated impact of the S&P rating downgrade from AA- to A+ is an additional funding requirement of approximately USD 1.5bn
- This is the total estimated funding requirement for this rating level

Swiss Re

Convertible perpetual capital instrument with BH and ADC

- **Convertible perpetual capital instrument**
  - Terms of the instrument have been amended, principally to allow more favourable capital treatment
  - Key changes:
    - Conversion price is now reset for any rights issues within 6 months
    - Price adjustment mechanism will now be the lower of CHF 25 and the theoretical ex rights price (rather than the VWAP)
    - Partial redemption and conversion permitted

- **Adverse Development Cover (ADC)**
  - All P&C claims reserves, including Credit and Surety, for accident year 2008 and prior
  - CHF 2bn premium, CHF 5bn limit attaching CHF 2bn below current reserve levels
  - Protects against all run-off risk factors including inflation

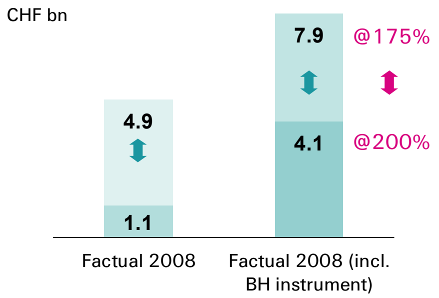
Investment is subject to regulatory and shareholder approval, ADC is subject to regulatory approval

Swiss Re

Impact of capital actions

Internal capital model

Excess capital above
175-200% required capital



- Swiss Re aims to provide clients with the security they are seeking in the current environment
- Internal factual 2008 solvency ratio still at 207%, i.e above internal target range of 175% to 200%

Other solvency measures

- Group Solvency I factual 2008 at 169% (before BH instrument)
- Swiss Solvency Test (SST) based on internal capital model, 2009 SST estimate well above minimum level, in line with internal model
- At 31 December 2008, rating capital was approx. CHF 1.5bn below the level required for AA rating
- The BH investment and ADC re-establishes our capital base in line with risk tolerance

Simplify the organisation and harvest economies of scale

Estimated cost reductions and restructuring costs
CHF m, pre-tax

- Actions taken in 2008 include IT restructuring, reduced use of external consultants, centralisation of IT and accounting functions
- Estimated cost savings of at least CHF 200m pre-tax p.a. in 2009 and 2010 leading to a reduction in expenses run-rate of CHF 400m by the end of 2010

Summary

- Market dislocations resulted in significant unrealised mark-to-market losses
- High quality and short duration investments offer potential for pull to par
- Core business in P&C and L&H continue to outperform
- Traditional focus in Asset Management re-established
- Focus on risk reduction, particularly in Legacy
- Capital base restored to very strong level

- Further update on strategic direction and targets at Q1 2009 results

Swiss Re

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Swiss Re

Strong earnings power

Group operating income
CHF -1.4bn

Operating income
Continuing operations
CHF 4.5bn

Operating income
Legacy
CHF -5.9bn

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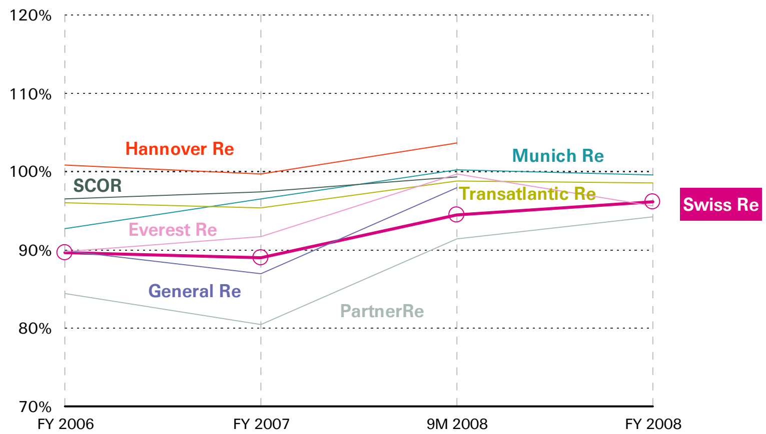
Consistent excellence in underwriting

Swiss Re and peers, combined ratios



➔ Focus on active cycle management

Source: Company reports and Swiss Re Economic Research & Consulting
Combined ratios as reported, Swiss Re excl. unwind of discount

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Market environment

Demand up

➔ Insurers' capital bases reduced

➔ Greater risk aversion

Supply reduced

➔ Less access to capital

➔ Alternative sources of capital (sidecars, hedge funds, private equity, etc.) reduced

Prices up

➔ Increased demand for large transactions

➔ Only a few companies can provide capital relief solutions

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Large attractive transactions
Some examples

- **California Earthquake Authority**
  USD 1.5bn gross reinsurance cover for publicly managed, privately funded earthquake insurance for homeowners
- **Liberty Mutual**
  Substantial property quota share
- **Australian insurer**
  Longevity swap providing protection against adverse longevity developments in client's annuity book

➔ Swiss Re deploys capital to large, profitable deals

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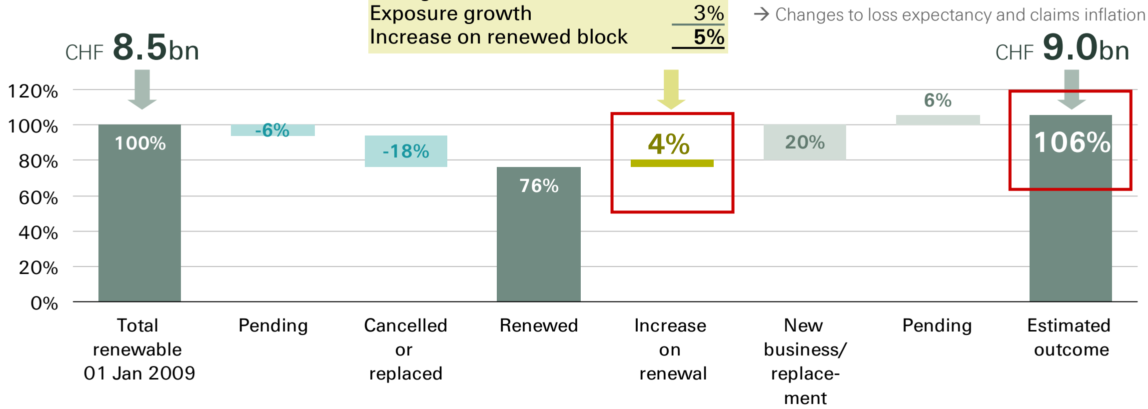
January 2009 renewals: premium growth at attractive prices

Total traditional portfolio

Rates	2%
Change in share	0%
Exposure growth	3%
Increase on renewed block	5%

→ Changes to loss expectancy and claims inflation



➔ Swiss Re targets treaty year combined ratio of 95% (assuming a normal level of natural catastrophes)

All renewal figures are estimated and calculated at constant foreign exchange rates

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Pursue highest earnings potential

- Free up capital from non-core activities
- Re-allocate capital from investments to re/insurance
- Allocate re/insurance capital to most profitable lines of business

Swiss Re

2009 and beyond – key changes

- Focus on core business
  - Write quality re/insurance risk
  - Invest premiums conservatively
  - Deploy capital for highest returns: core re/insurance
- Be fit to compete
  - Simplify our organisation
  - Improve efficiency and reduce costs
- Serve our clients
  - Improve our value proposition
  - Deliver outstanding service

➔ Build shareholder value

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- **Questions & answers**

Appendix

Swiss Re

Contents

Swiss Re

Group income statement FY 2008

CHF m	Total FY 2007	Total FY 2008	Change	Total Q4 2008
Revenues				
Premiums earned	31 664	25 501	-19%	6 404
Fee income from policyholders	955	808	-15%	229
Net investment income	10 692	7 881	-26%	1 569
Net realised investment gains/losses	-739	-9 482	n.a.	-3 380
Other revenues	302	270	-11%	63
Total revenues	**42 874**	**24 978**	-42%	**4 885**
Expenses				
Claims and claim adjustment expenses; life & health benefits	-23 177	-19 072	-18%	-5 009
Return credited to policyholders	-2 120	2 822	n.a.	554
Acquisition costs	-6 499	-5 366	-17%	-1 474
Other expenses	-4 077	-3 211	-21%	-895
Interest expenses	-1 814	-1 501	-17%	-301
Total expenses	**-37 687**	**-26 328**	-30%	**-7 125**
Operating income/loss before tax expense	**5 187**	**-1 350**	n.a.	**-2 240**
Income tax expense	-1 025	486	n.a.	492
Net income/loss	**4 162**	**-864**	n.a.	**-1 748**

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Business segment results FY 2008

CHF m	Property & Casualty	Life & Health	Asset Management	Legacy	Group Items	Allocation	Total FY 2008
Revenues							
Premiums earned	14 379	11 090		32			25 501
Fee income		808					808
Net investment income	2 607	3 648	5 360	231	575	-4 540	7 881
Net realised investment gains/losses	-145	-5 022	480	-5 997	1 202		-9 482
Other revenues	54		72	4	140		270
Total revenues	**16 895**	**10 524**	**5 912**	**-5 730**	**1 917**	**-4 540**	**24 978**
Expenses							
Claims and claim adjustment expenses and L&H benefits	-9 857	-9 065		-150			-19 072
Return credited to policyholders		2 822					2 822
Acquisition costs	-2 730	-2 626		-10			-5 366
Other expenses	-1 562	-958			-561	-130	-3 211
Interest expenses					-1 501		-1 501
Total expenses	**-14 149**	**-9 827**	**0**	**-160**	**-2 062**	**-130**	**-26 328**
Operating income/loss before tax	**2 746**	**697**	**5 912**	**-5 890**	**-145**	**-4 670**	**-1 350**
Income tax expense							486
Net income/loss							**-864**

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Property & Casualty
Segment results FY 2008

CHF m	Property Trad.	Casualty Trad.	Specialty Trad.	Total Trad.	Non-Trad.	Total P&C FY 2008	Total P&C Q4 2008
Revenues							
Premiums earned	4 884	5 187	3 815	13 886	493	14 379	3 650
Net investment income	345	1 658	434	2 437	170	2 607	619
Net realised investment gains/losses	-153	15	22	-116	-29	-145	-4
Other revenues			15	15	39	54	7
Total revenues	**5 076**	**6 860**	**4 286**	**16 222**	**673**	**16 895**	**4 272**
Expenses							
Claims and claim adjustment expenses	-2 654	-4 545	-2 367	-9 566	-291	-9 857	-2 739
Acquisition costs	-623	-1 010	-972	-2 605	-125	-2 730	-702
Other expenses	-463	-691	-274	-1 428	-134	-1 562	-422
Total expenses	**-3 740**	**-6 246**	**-3 613**	**-13 599**	**-550**	**-14 149**	**-3 863**
Operating income/loss	**1 336**	**614**	**673**	**2 623**	**123**	**2 746**	**409**

Swiss Re

Property & Casualty
FX impact

CHF m	Total P&C FY 2007 constant FX[1]	Total P&C FY 2008	FY 2008 vs. FY 2007 constant FX[1]
Revenues			
Premiums earned	17 617	14 379	-18%
Net investment income	2 837	2 607	-8%
Net realised investment gains/losses	-258	-145	-44%
Other revenues	87	54	-38%
Total revenues	**20 283**	**16 895**	**-17%**
Expenses			
Claims and claim adjustment expenses	-11 189	-9 857	-12%
Acquisition costs	-3 571	-2 730	-24%
Other expenses	-1 520	-1 562	3%
Total expenses	**-16 280**	**-14 149**	**-13%**
Operating income/loss	**4 003**	**2 746**	**-31%**

[1] 2007 numbers at 2008 FX rates

Swiss Re

P&C traditional business

Good combined ratio despite higher nat cats

P&C traditional combined ratios

%, premiums and operating income in CHF m

	FY 2007	FY 2008	Main drivers of change	Premiums	Operating income	CR, trad.; % Q4 2008
Property	**68.9%**	**76.6%**	Higher nat cats and lower favourable prior year development	**4 884**	**1 336**	55.2%
Casualty	**118.0%**	**120.4%**		**5 187**	**614**	139.3%
Liability	123.9%	126.9%	Impacted by a 2007 large loss reported in Q4 2008	2 828	265	186.2%
Motor	94.4%	92.0%	Driven by favourable claims experience	1 663	481	56.5%
Accident (A&H)	141.1%	161.8%	Workers' compensation continues to impact the combined ratio	696	-132	165.6%
Specialty	**75.0%**	**94.7%**		**3 815**	**673**	115.6%
Credit[1]	64.9%	119.7%	Increased reserves for trade credit	1 206	-165	151.4%
Other Specialty	77.9%	83.2%	Ike impacts Marine, partly offset by positive development in the other lines	2 609	838	97.7%
Total traditional	**90.1%**	**97.9%**		**13 886**	**2 623**	**104.6%**
excl. unwind	88.8%	96.1%				103.3%
Total non-trad.				**493**	**123**	
Total				**14 379**	**2 746**	

[1] Credit excludes FG Re, now in Legacy

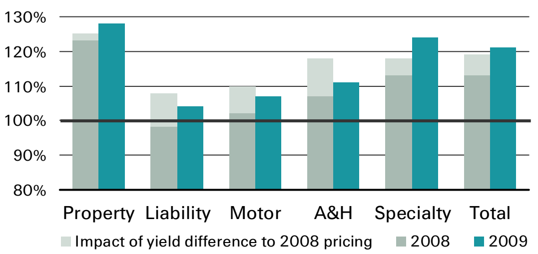
Swiss Re

January 2009 renewals

Impact of changing yields

Non-proportional

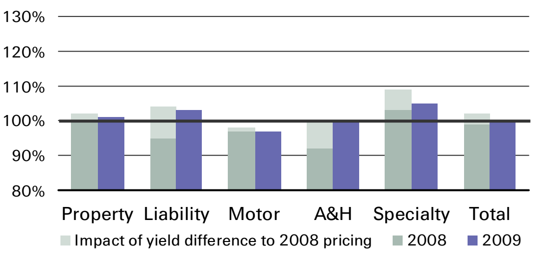
Achieved price as % of technical reference price



- Price adequacy for SR book has improved at constant yields, but the market has not yet adjusted for the full impact of Q4 yield reductions
- Significant price variability exists between different programs, and different layers
- Underwriting selection remains key to success

Proportional

Achieved price as % of technical reference price



- Proportional is at technical reference level overall, but typically less well priced than non-proportional
- 2008 erosion in primary market prices has now halted or reversed in many markets
- Underwriting selection between programs remains key to success

Charts compare pricing 2009 with 2008 using identical yields and with 2008 original pricing

"Specialty" includes marine, engineering and aviation lines, excludes credit

Swiss Re

Life & Health

Segment results FY 2008

CHF m	Traditional Life	Traditional Health	Admin Re®	Total L&H FY 2008	Total L&H Q4 2008
Revenues					
Premiums earned	7 773	2 434	883	11 090	2 745
Fee income from policyholders	66		742	808	229
Net investment income	943	412	2 293	3 648	873
Net realised investment gains/losses	-1 225	-250	-3 547	-5 022	-944
Other revenues					-2
Total revenues	**7 557**	**2 596**	**371**	**10 524**	**2 901**
Expenses					
Claims and claim adjustment expenses; life and health benefits	-6 162	-1 671	-1 232	-9 065	-2 206
Return credited to policyholders	884		1 938	2 822	554
Acquisition costs	-1 663	-453	-510	-2 626	-769
Other expenses	-480	-179	-299	-958	-256
Total expenses	**-7 421**	**-2 303**	**-103**	**-9 827**	**-2 677**
Operating income/loss	**136**	**293**	**268**	**697**	**224**

Swiss Re

Life & Health

FX impact

CHF m	Total L&H FY 2007 constant FX[1]	Total L&H FY 2008	FY 2008 vs. FY 2007 constant FX[1]
Revenues			
Premiums earned	11 355	11 090	-2%
Fee income from policyholders	840	808	-4%
Net investment income	3 655	3 648	0%
Net realised investment gains/losses	711	-5 022	n.a.
Other revenues	5		n.a.
Total revenues	**16 566**	**10 524**	**-36%**
Expenses			
Claims and claim adjustment expenses; life and health benefits	-9 950	-9 065	-9%
Return credited to policyholders	-1 822	2 822	n.a.
Acquisition costs	-2 392	-2 626	10%
Other expenses	-1 163	-958	-18%
Total expenses	**-15 327**	**-9 827**	**-36%**
Operating income/loss	**1 239**	**697**	**-44%**

[1] 2007 numbers at 2008 FX rates

Swiss Re

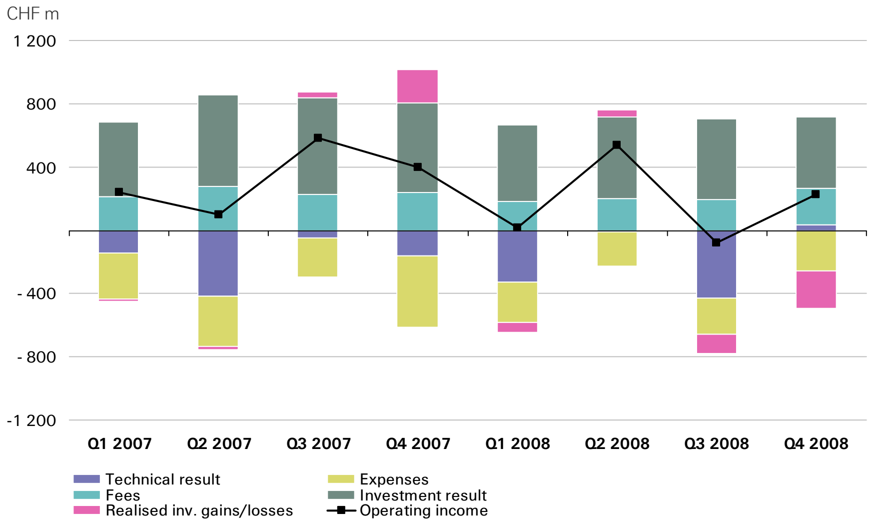
Life & Health

Operating income breakdown

- **Technical result:** premiums, benefits, acquisition costs, net interest credited to policyholders, net hedging directly related to product result
- **Fees:** fee income from policyholders
- **Investment result:** non-participating net investment income, other revenues
- **Realised investment gains/losses:** non-participating realised gains, unrealised mark-to-market returns
- **Expenses:** other expenses

Presentation takes into account netting of unit-linked and with-profit business where appropriate

Slide 43



Swiss Re

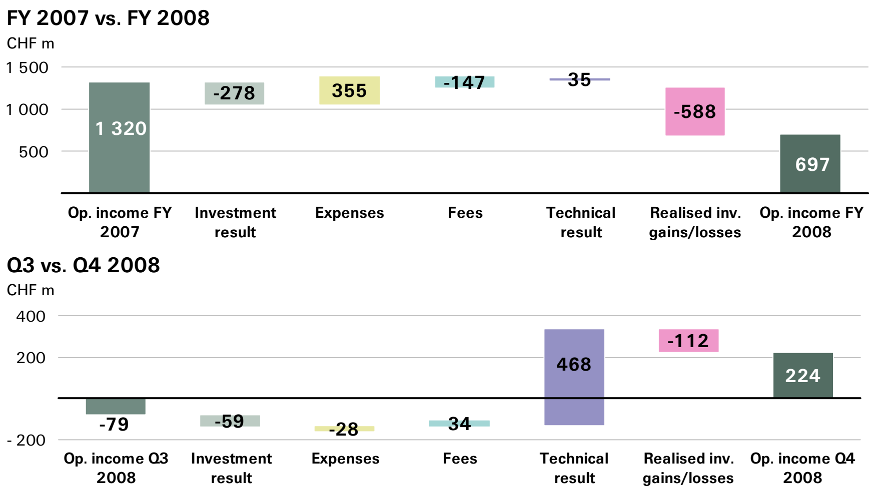
Life & Health

Operating income break-down

- **Technical result:** premiums, benefits, acquisition costs, net interest credited to policyholders, net hedging directly related to product result
- **Fees:** fee income from policyholders
- **Investment result:** non-participating net investment income, other revenues
- **Realised investment gains/losses:** non-participating realised gains, unrealised mark-to-market returns
- **Expenses:** other expenses

Presentation takes into account netting of unit-linked and with-profit business where appropriate

Slide 44



→ Difficult market conditions drive non-cash unrealised losses, lower returns from variable products and lower net investment income, partially offset by favourable morbidity, strong mortality and lower expenses

Aggregation by categories may be refined in the future

Swiss Re

Asset Management

Segment results FY 2008

CHF m	Credit	Rates	Equities & alt. invest-ments	Total FY 2008	Total AM Q4 2008
Revenues					
Premiums earned					
Net investment income	3 426	2 871	-937	5 360	998
Net realised investment gains/losses	-1 147	1 954	-327	480	355
Other revenues	88	-8	-8	72	4
Total revenues	**2 367**	**4 817**	**-1 272**	**5 912**	**1 357**
Expenses					
Claims and claim adjustment expenses					
Acquisition costs					
Other operating costs					
Total expenses	**0**	**0**	**0**	**0**	**0**
Operating income/loss	**2 367**	**4 817**	**-1 272**	**5 912**	**1 357**

Swiss Re

Group items

CHF m	FY 2007	FY 2008	Change	Q4 2008
Revenues				
Net investment income	469	575	23%	14
Net realised investment gains/losses	-176	1 202	n.a.	449
Other revenues	75	140	87%	50
Group items income	**368**	**1 917**	**n.a.**	**513**
Expenses				
Group function expenses	-377	-295	-22%	-6
Interest expenses	-1 814	-1 501	-17%	-301
Indirect and other taxes	-88	-93	5%	-35
Other	-161	-173	8%	-142
Interest and other expenses	**-2 440**	**-2 062**	**-15%**	**-484**
Operating income/loss	**-2 072**	**-145**	**n.a.**	**29**

Swiss Re

Net investment income

CHF m	FY 2007	FY 2008
Cedent deposits	775	595
Cash and cash equivalents	329	560
RE direct	121	135
PE	252	-574
Hedge Funds	140	-323
Other	248	83
	1 865	**476**

CHF m	FY 2007	FY 2008	Change	Q4 2008
Fixed income	8 608	7 310	-15%	1 927
Equities	241	149	-38%	8
Other asset classes	1 865	476	-74%	-338
Investment expenses	-554	-688	-24%	-135
Interest paid on cedent deposits	-528	-382	28%	-120
Assets held for with-profit business	311	249	-20%	45
Assets held for linked liabilities	749	767	2%	182
Net investment income	**10 692**	**7 881**	**-26%**	**1 569**

- Running yield decreased to 4.9% in 2008 compared to 5.2% in 2007
- Other assets impacted by lower income mainly from hedge funds and private equity
- Net investment income decreased in 2008 as well due to FX rates
- Equities includes global equity portfolio and strategic holdings

Swiss Re

Net realised gains

CHF m	FY 2007	FY 2008
FX	7	1 338
M-T-M	-483	-595
	-476	**743**

CHF m	FY 2007	FY 2008	Change	Q4 2008
Fixed income	-2 034	-5 728	n.a.	-2 834
Equities	1 170	-1 179	n.a.	-293
Other asset classes (see next slide for details)	156	1 475	n.a.	299
Assets held for with-profit business	-67	-741	n.a.	-125
Assets held for linked liabilities	512	-4 052	n.a.	-761
Foreign exchange remeasurement and designated trading portfolios[1]	-476	743	n.a.	334
Total net realised investment gains	**-739**	**-9 482**	**n.a.**	**-3 380**

- Net realised losses on corporate bonds and securitised products and impairments are drivers of losses in fixed income
- Net realised losses on equities mainly due to the liquidation of the global equity portfolio
- Net realised losses related to fixed income and equity securities in the unit-linked portfolio

[1] The designated trading portfolios are foreign currency denominated trading fixed income securities which back certain foreign currency denominated liabilities

Swiss Re

Net realised gains
Other asset classes

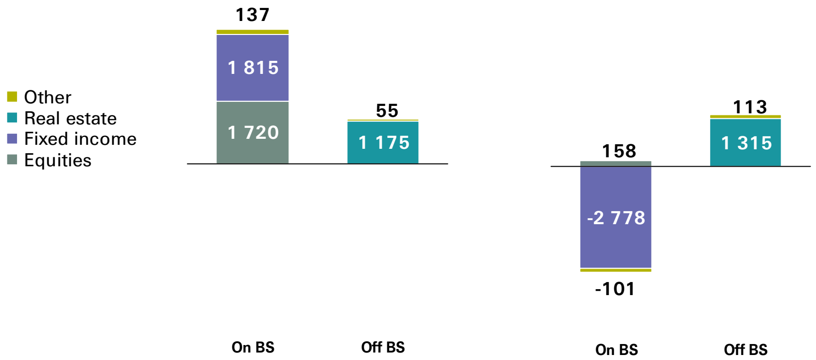
CHF m	FY 2008
SCDS	-2 004
PCDS	-563
Credit	2 489
Interest rate overlay	1 516
Equities	938
Unlisted Private Equity	-330
Hedge Funds	24
Legacy trading activities	-1 889
Insurance derivatives & ECM	-160
Treasury and other	1 454
Total	**1 475**

- Credit includes the total derivative result relating to corporate bonds and securitised products
- M-t-m losses on SCDS and PCDS portfolios as a result of significant credit spread widening
- Legacy represents net realised gains related to the trading portfolio. Net losses mainly relate to former trading portfolio

Swiss Re

Net unrealised gains

CHF m, pre-tax	End FY 2007	End FY 2008
Total	4 902	-1 293



- Fixed income unrealised loss as at end of FY 2008 comprises
  - Government bonds CHF +3.4bn
  - Corporate bonds CHF -2.1bn
  - Securitised products CHF -4.1bn

Swiss Re

Impairments

CHF m	Asset Management	Legacy	FY 2008 Total
Corporate bonds	721	185	**906**
Securitised products	446	282	**728**
Wrapped assets	76	-	**76**
Equities	585	82	**667**
Alternative Investment	351	-	**351**
Other	45	95	**140**
Total	**2 224**	**644**	**2 868**

- Most of the impairments due to a drop in market value of more than 20% for non-investment grade positions

As at 31 December 2008

Swiss Re

Other assets/liabilities

Other invested assets

CHF m	End FY 2008
Derivative instruments	8 022
Equity accounted companies	4 088
Other investments	3 178
Securities purchased under agreement to resell	534
Total	**15 822**

Other assets

CHF m	End FY 2008
Securities in transit	329
Reinsurance related assets	1 939
Other assets	3 845
Total	**6 113**

Accrued expenses and other liabilities

CHF m	End FY 2008
Securities sold under agreement to repurchase	3 398
Derivative instruments	9 571
Securities sold short	665
Securities in transit	552
Other financial liabilities	3 226
Total financial liabilities	**17 412**
Other liabilities	3 833
Total	**21 245**

Swiss Re

Unit-linked and with-profit assets

CHF m	End FY 2008
Unit-linked investments	
Equities trading	13 230
Fixed income trading	2 230
Real estate	766
Cash and cash equivalents	1 276
Short-term investments	245
Total unit-linked investments	**17 747**
With-profit business	
Equities trading	1 005
Fixed income trading	1 597
Real estate	609
Cash and cash equivalents	31
Total with-profit business	**3 242**

- Unit-linked and with-profit investments are included in assets designated as trading

Swiss Re

Return on equity calculation

CHF m	FY 2007	FY 2008	Q4 2008
Net income	**4 162**	**-864**	**-1 748**
Opening equity	30 884	31 867	24 078
Closing equity	31 867	20 453	20 453
Average equity	**31 376**	**26 160**	**22 266**
Time weighted capital movement	-640	-836	-459
Time weighted average equity	**30 736**	**25 324**	**21 807**
Return on equity, annualised	**13.5%**	**-3.4%**	**-32.1%**

Swiss Re

Return on investments basis

This shows the investments included in the RoI calculation

CHF bn	FY **2007**	FY **2008**	Where to find?
Total investments	**227.8**	**164.0**	Balance sheet
Cash and cash equivalents	11.5	17.3	Balance sheet
Total investment portfolio	**239.3**	**181.2**	Slide 11
Unit-linked investments	-22.0	-17.7	Slide 53
With-profit business	-6.6	-3.2	Slide 53
Total (excl. unit-linked and with-profit)	**210.7**	**160.2**	Slide 11
Securities in transit	0.4	0.3	Slide 52
Financial liabilities	-26.2	-17.4	Slide 52
Policy loans	-3.8	-3.8	Balance sheet (policy loans, mortgages and other loans)
Other	-21.2	-14.9	Various items
Total	**159.9**	**124.6**	

Swiss Re

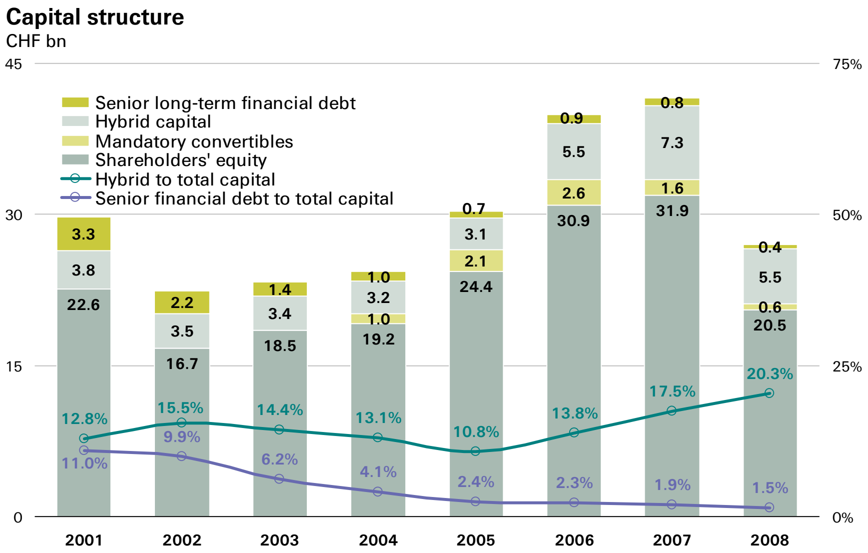
Return on investments calculation

CHF m	FY **2007** at avg. FX	FY **2008** at avg. FX	**Change**	Q4 **2008** at avg. FX
Credit and rates	6 470	7 184	11.0%	2 531
Equities & alternative investments	1 977	-1 272	n.a.	-1 174
Foreign exchange remeasurement and designated trading portfolios	-476	743	n.a	334
Adjustments[1]	387	-8	n.a	-5
Basis for RoI	**8 358**	**6 647**	**-20.5%**	**1 686**
Average invested assets at avg. FX rates[2]	**157 885**	**140 795**	**-10.8%**	**137 854**
Return on investments[3]	**5.3%**	**4.7%**	**-0.6pts.**	**4.9%**

[1] Exclusion of third-party fee business and longevity transaction
[2] Opening balance plus ½ turnover
[3] Fiscal year 2007 and 2008 excludes Legacy

Swiss Re

Swiss Re's effective capital management



Note: Shareholders' equity figures prior to 2005 on Swiss GAAP FER basis

Annual results 2008
Analyst and investor meeting
Zurich, 19 February 2009

Slide 57

Swiss Re

Number of shares

Share calculation in million

	End FY **2008**
Dividend shares	**335.67**
Shares repurchased via 1st trading line, not eligible for dividends	1.25
Shares repurchased via 2nd trading line, not yet cancelled	8.88
Treasury shares	6.04
Shares reserved for corporate purposes	11.68
Total amount of shares outstanding	**363.52**
Maximum dilution resulting from ACI 2006 – 2009[1]	7.18
Shares linked to employee participation plans (est.)	1.88
Fully diluted number of shares	**372.58**

- The convertible perpetual capital instrument with Berkshire Hathaway requires a minimum of 120m shares to be delivered

[1] Assuming maximum number of shares for conversion

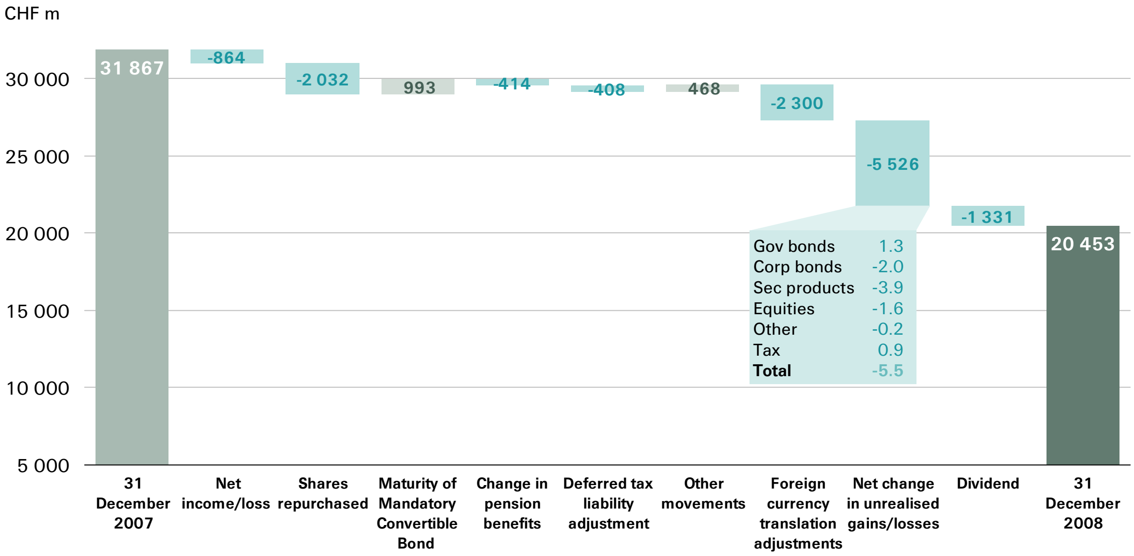
Annual results 2008
Analyst and investor meeting
Zurich, 19 February 2009

Slide 58

Swiss Re

Shareholders' equity end FY 2008

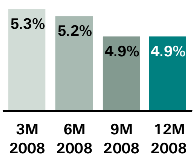
Change mostly due to change in unrealised gains, foreign exchange and net loss



Swiss Re

Asset Management & Legacy

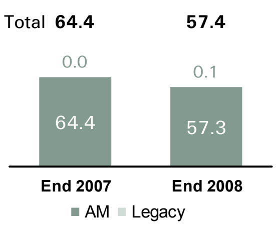
Fixed income securities



- Q4 2008 running yield 4.7%
- Running yield reduced due to shift into government bonds and lower interest rates

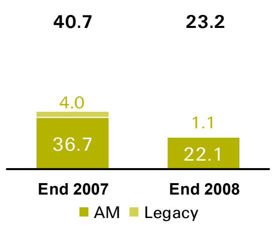
CHF bn	End 2007	End 2008
Balance sheet values	**159.6**	**116.1**
Unit-linked investments	-2.1	-2.2
With-profit business	-3.2	-1.6
Balance sheet values (excl. unit-linked and with-profit business)	**154.3**	**112.3**

Government bonds



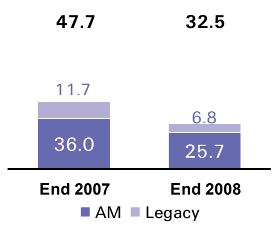
- Decrease mainly due to sales with reinvestment into short term investments and FX impact

Corporate bonds



- Decrease due to sales and lower market values and FX impact

Securitised products[1]



- Decrease due to lower market values, sales, paydowns and FX impact

[1] Includes invested assets and net off balance sheet exposures, excludes cat bonds and SCDS

Swiss Re

Duration exposure

Sensitivities (DV01)

CHF m per basis point movement	End FY **2007**	End FY **2008**
Liabilities	**-78.8**	**-82.5**
Assets	**76.6**	**81.4**
Government bonds	30.8	52.5
Agency debt	10.6	7.4
Securitised products	9.5	5.9
Corporate bonds	22.1	11.3
Derivatives	5.4	6.7
Other	-1.9	-2.4
Net total exposure	**-2.2**	**-1.1**

Comments

DV01 is the sensitivity of Swiss Re's investment portfolio per basis point shift in the yield curve. As at 31 December 2008 the value of the investment portfolio increases by CHF 1.1m for each basis point yield curve shift upwards. Net exposure decreased compared to FY 07

→ Swiss Re is generally duration matched, although this may fluctuate

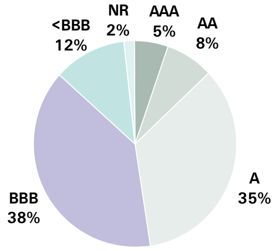
Swiss Re

Asset Management & Legacy

Corporate bonds

Focus on balance sheet protection - increased hedging

Total corporate bonds
End FY 2008, by rating



CHF m	End FY **2008**	% of Total
Resources	1 754	7.6%
Basic Industries	697	3.0%
Cyclical Consumer Goods	475	2.0%
Cyclical Services	1 954	8.4%
Energy, Utilities & Mining	2 211	9.5%
Financials	10 797	46.5%
General Industrials	1 359	5.8%
Information Technology	876	3.8%
Non-cyclical Consumer Goods	1 490	6.4%
Non-cyclical Services	1 629	7.0%
Total	**23 242**	**100%**

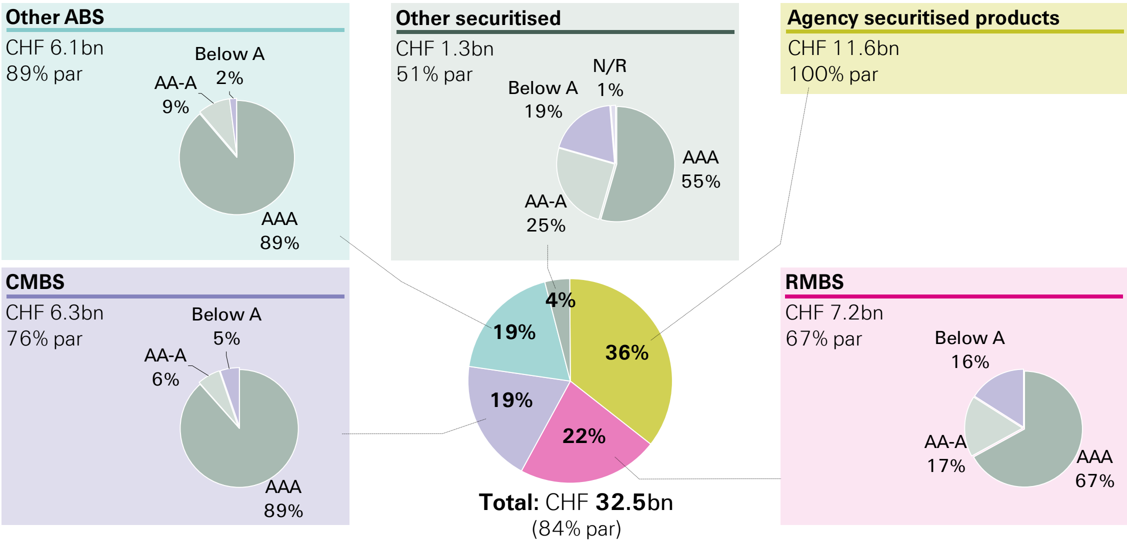
End FY 2008, CHF m	AAA	AA	A	BBB	< BBB	NR	Total
Total	**1 229**	**1 781**	**8 019**	**9 100**	**2 724**	**389**	**23 242**
Hedging notional[1]	-146	-1 212	-5 747	-10 188	-2 394	-28	-19 715
Net total	**1 083**	**569**	**2 272**	**-1 088**	**330**	**361**	**3 527**

[1] Hedging is presented on a notional basis; however, when viewed on an economic risk basis, hedging may have a greater impact on the portfolio

Asset Management & Legacy

Securitised products

36% is Agency and a further 51% is AAA



Total: CHF **32.5**bn
(84% par)

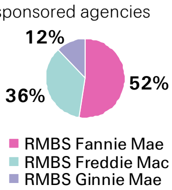
As at 31 December 2008
Includes invested assets and net off balance sheet exposures, excludes cat bonds and SCDS

Asset Management & Legacy

Securitised products

RMBS total

Agency break-down by US government sponsored agencies



Sector CHF m	**Market value** by rating Agency	Aaa	Aa-A	Below A	NR	Total MV	Est. % par
RMBS (USD)	**11 113**	**1 433**	**296**	**739**	-	**13 581**	**93**
Agency	11 113	-	-	-	-	11 113	100
Non-agency Prime	-	801	190	72	-	1 063	73
Alt-A	-	563	5	97	-	665	47
Sub-prime (Cash)	-	69	27	17	-	113	28
Sub-prime (Wrapped)	-	-	74	553	-	627	51
RMBS (CAD)	**77**	**3**	-	-	-	**80**	**100**
Agency	77	-	-	-	-	77	100
Non-agency Prime	-	3	-	-	-	3	100
RMBS (ROW)	-	**3 362**	**906**	**413**	**6**	**4 687**	**72**
Prime	-	2 737	619	224	6	3 586	77
Non-conforming	-	351	212	177	-	740	52
Buy to let	-	274	75	12	-	361	57
Other	-	-	-	-	-	-	-
Total	**11 190**	**4 798**	**1 202**	**1 152**	**6**	**18 348**	**87**

- Group has sub-prime exposures within trading portfolio. Market value is CHF 1.3bn. The Group has used ABX index products to reduce risk of loss and effects of mark-to-market volatility
- There is no assurance that this hedge will be effective. We may increase, decrease or discontinue hedging depending on our view of market conditions
- Underlying assets for RoW RMBS are mainly EUR (57%) and UK (29%)

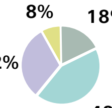
Analysis of Structured CDS is excluded from table above

As at 31 December 2008

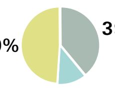
Swiss Re

Asset Management & Legacy
Securitised products
Other total

ABS (USD)



ABS (RoW)



Sector / **Market value** by rating

CHF m	Agency	Aaa	Aa-A	Below A	NR	Total MV	Est. % par
CMBS	-	**5 549**	**408**	**327**	**1**	**6 285**	**76**
CMBS (USD)	-	3 702	110	285	-	4 097	75
CMBS (CAD)	-	249	44	-	-	293	92
CMBS (RoW)	-	1 598	254	42	1	1 895	76
Other ABS	-	**5 432**	**554**	**120**	-	**6 106**	**89**
ABS (USD)	-	4 412	262	79	-	4 753	89
ABS (CAD; ABS Auto)	-	139	4	-	-	143	98
ABS (RoW)	-	881	288	41	-	1 210	88
Project loans	**444**	-	-	-	-	**444**	**100**
Project loans (Ginnie Mae)	444	-	-	-	-	444	100
CLO	-	**257**	**107**	**104**	**16**	**484**	**65**
CLO (USD)	-	11	-	-	-	11	96
CLO (RoW)	-	246	107	104	16	473	65
CDO	-	**378**	**129**	**135**	**3**	**645**	**27**
CDO (USD)	-	313	96	131	-	540	25
CDO (RoW)	-	65	33	4	3	105	41
Other securitised	-	**71**	**87**	**10**	-	**168**	**98**
Other securitised (USD)	-	37	-	7	-	44	93
Other struct. (RoW)	-	34	87	3	-	124	100
Total	**444**	**11 687**	**1 285**	**696**	**20**	**14 132**	**80**

- Assets of CHF 335m market value from one structured CDS contract moved on balance sheet in Q4 2008 and are included in CDO (USD)

As at 31 December 2008

Swiss Re

Asset Management & Legacy
Wrapped assets

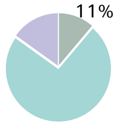
Wrapped assets by insurer/wrapper (market values)

CHF m	ACA	AMBAC	CIFG	FGIC	FSA	MBIA	RADIAN	XL Ass.	Total
Total wrapped	-	403	65	147	192	846	-	47	1 700

Wrapped assets by wrapped rating (market values)

CHF m	AAA	AA	A	BBB	< BBB	Total
Sub-prime	-	74	-	429	124	627
Other	-	118	-	820	135	1 073
Total	-	**192**	-	**1 249**	**259**	1 700

Total by wrapped rating



- Where monolines are split rated we have used the lower rating in deriving this information

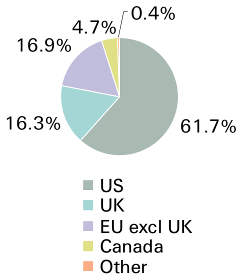
Includes RMBS, CMBS, ABS, CLO, CDO

As at 31 December 2008

Swiss Re

Asset Management & Legacy
Commercial mortgage-backed securities

Total CMBS
Market values
by geography



US CMBS

Year of issue — **Market value** by rating

CHF m	Aaa	% of par	Aa-A	% of par	Below A	% of par	Total	% of par
Pre 2003	513	93%	1	98%	3	-	**517**	93%
2003	152	88%	1	50%	1	41%	**154**	86%
2004	166	86%	5	48%	4	39%	**175**	82%
2005	741	80%	40	66%	3	19%	**784**	78%
2006	1 117	72%	25	62%	90	65%	**1 232**	71%
2007	989	72%	38	53%	184	61%	**1 211**	69%
2008	24	70%	-	-	-	-	**24**	70%
Total	**3 702**	77%	**110**	59%	**285**	60%	**4 097**	75%

Non-US CMBS

Year of issue — **Market value** by rating

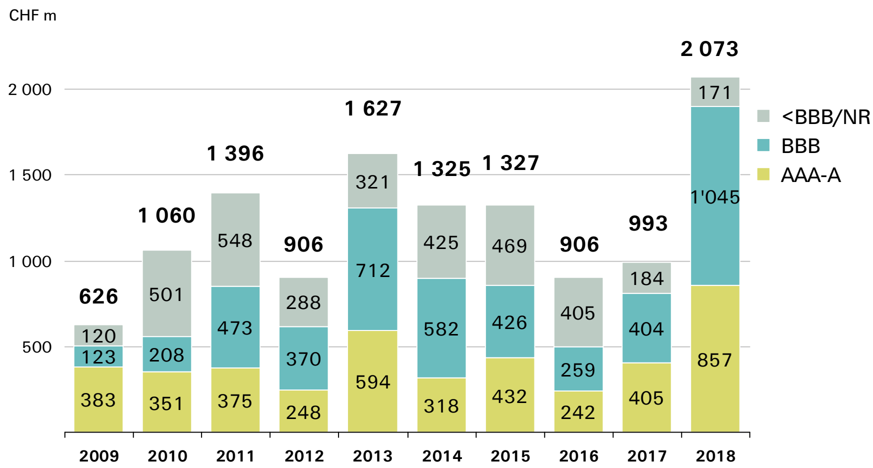
CHF m	Aaa	% of par	Aa-A	% of par	Below A	% of par	Total	% of par
Pre 2003	94	95%	27	100%	-	0%	**121**	96%
2003	22	100%	-	0%	4	69%	**26**	95%
2004	14	99%	4	79%	2	83%	**20**	93%
2005	207	87%	49	68%	-	0%	**256**	82%
2006	651	83%	40	59%	8	30%	**699**	80%
2007	859	76%	178	66%	29	46%	**1 066**	73%
2008	-	-	-	-	-	-	**-**	-
Total	**1 847**	81%	**298**	67%	**43**	44%	**2 188**	78%

As at 31 December 2008

Swiss Re

Asset Management & Legacy
Corporate bonds
Maturity Profile - Overview

Estimated cash flows from repayment of principal at par



Estimates as at 31 December 2008

Swiss Re

Asset Management

Equities

Continued reduction in equity exposure

End FY **2007**

CHF m	Delta equivalents
Global Equity portfolio	7 642
Listed Real Estate	846
Strategic Holdings	962
Sub-Total	**9 450**
Hedging delta	-7 455
Net exposure	**1 995**

End FY **2008**

CHF m	Delta equivalents
Global Equity portfolio	0
Listed Real Estate	59
Strategic Holdings	454
Sub-Total	**513**
Hedging delta	-141
Net exposure	**372**

Key points
- Continued reduction in equity exposure and active management of related hedging strategies
- Swiss Re's net equity exposure remains very low

Swiss Re

Asset Management

Alternative Investments

Well diversified exposures

End FY **2007**

CHF m	Market values
Hedge Funds	2 436
Private Equity	3 080
Real Estate	2 714
Total market value	**8 230**

End FY **2008**

CHF m	Market values
Hedge Funds	2 175
Private Equity	2 819
Real Estate	2 810
Total market value	**7 804**

Key points
- Limited new investment activities in 2008
- Impairments of CHF 351m across alternative investments, thereof CHF 266m for private equity, CHF 73m for real estate and CHF 12m for hedge funds
- Real estate portfolio contains both direct real estate investments in Switzerland and Germany and well diversified indirect private real estate investments

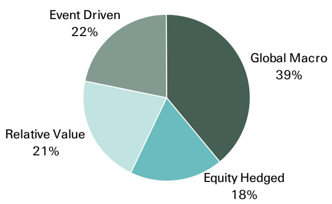
Swiss Re

Asset Management
Hedge Funds
Diversified portfolio

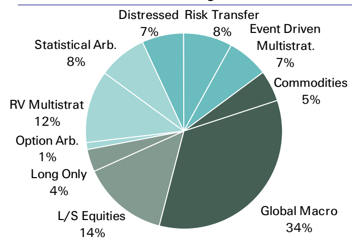
Approximately 50% of hedge funds portfolio is equity accounted

Key points
- The Swiss Re Hedge Fund portfolio returned -7% in Q4 2008 bringing the full year 2008 mark-to-market loss to -15.5% (based upon unaudited figures from underlying funds). The overall hedge fund industry experienced its worst year ever in 2008 with average performance of -23% (HFRX Global Index)
- The Swiss Re Hedge Fund portfolio is broadly diversified, both in terms of strategies and geographies, and consists of established hedge fund managers with long track records and solid operational set up
- Limited exposure to long biased equity strategies; less than CHF 200m of net public equity exposure
- Approximately 40% of all assets of the underlying hedge funds were held in cash as at year-end

Styles



Strategies



As at 31 December 2008

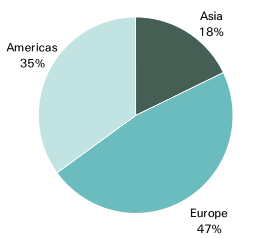
Swiss Re

Asset Management
Private Equity
Direct and indirect exposure across the geographies

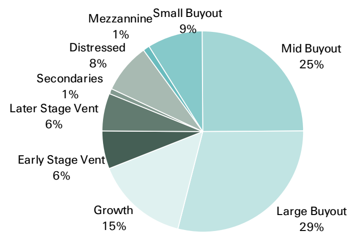
Approximately 60% of private equity portfolio is equity accounted

Key points
- Swiss Re's Private Equity portfolio is split between CHF 1.8bn direct investments and CHF 1.0bn indirect exposure
- Direct investments: The strategy is aimed at leveraging Swiss Re's global expertise and business synergies into attractive investments in insurance/financial services
- Indirect portfolio: Provides a broadly diversified private equity exposure via funds and direct manager allocations
- No new investments were made in Q4 2008 other than funding of existing commitments. Currently, there are CHF 2.1bn in unfunded commitments, anticipated to be funded during next 3 to 5 years subject to market opportunities identified by the respective managers

Private Equity portfolio by geography



Indirect exposure by theme[1]



[1] based on fund manager target allocation

As at 31 December 2008

Swiss Re

Asset Management

Real Estate

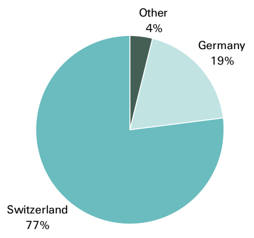
Prime properties and diversified funds portfolio

Key points

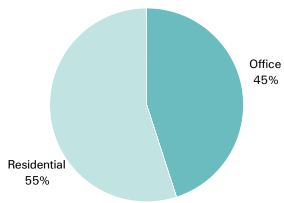
- Swiss Re invests in and actively manages direct real estate assets with a market value of CHF 2.2bn (CHF 0.9bn amortised US GAAP book value) at prime locations mainly in Switzerland and Germany
- In addition Swiss Re maintains a globally diversified real estate private equity funds portfolio of CHF 0.6bn with unfunded commitments of CHF 0.6bn
- Properties held for own use amount to CHF 1.4bn

Direct Real Estate

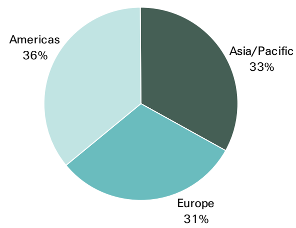
Geographic split



Sector split



Indirect Real Estate[1]



[1] based on fund manager target allocation

As at 31 December 2008

Swiss Re

Legacy portfolio (I/II)

SCDS, PCDS, FG Re

	Description	Accounting treatment	Duration profile	Slide №
Structured CDS	■ Credit Default Swap protection above subordination tranche on senior tranches of CDO	■ Mark to market through the P/L and AFS through equity from Q4 2008 for CDOs acquired on CDS unwinds ■ Derivative exposure ■ Assets brought on B/S from Q4 2008	■ Assets expected to be on B/S by end 2009 ■ Underlying bond holdings will be managed actively	→ 76
Portfolio CDS	■ Credit Default Swap protection above subordination tranche on portfolio of investment grade senior unsecured corporate loans	■ Mark to market through the P/L ■ Derivative exposure	■ Legal maturity 2016 ■ Expected maturity December 2010 ■ Amortisation from September 2010 with maximum weighted average life (WAL) of 3 years and increasing protection from subordination beneath	→ 77
Financial Guarantee Re	■ Quota share treaty reinsurance of monoline wraps of public and structured finance bonds	■ Reinsurance accounting	■ Duration profile linked to the duration of the 4 000 insurance policies that underlie the reinsurance ■ In absence of any actions that would accelerate the run-off, the bulk of these liabilities will legally expire within 25 years ■ The run-off pattern for the overall portfolio is currently a gradual amortisation curve	→ 78

Swiss Re

Legacy portfolio (II/II)

Former trading activities

	Description	Accounting treatment	Duration profile	Slide №
Total return swaps (TRS)	■ Swap provider for SPVs in ILS	■ Mark to market through the P/L ■ Derivative exposure	■ Weighted average life (WAL) of assets less than 2 years	→ 18
Other former trading activities Including - Bond trading - Credit correlation - Collateralized fund obligations - Swaps in trust - Natural gas	■ Long/short positions ■ Swaps	■ Mark-to-market through P/L and AFS through the equity from Q4 2008 ■ Cash and derivative exposure	■ > 80% matures or run-off within 3 years ■ Active management should accelerate this further	→ 79

Swiss Re

Legacy

Structured CDS

As at 31 December 2008

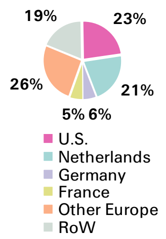
Category	Par value CHF m	Par value %	Market value CHF m	Market value % of par value	Change since end Q3 2008	Ratings comments As at 31 December 2008
CMBS	552	11	238	43	-28pts.	86% AAA; 14% AA
ABS CDO	609	12	0	0	0pts.	100 % Below IG
Corp CDO	221	5	140	63	-13pts.	100 % AAA
Prime MTG	1 491	30	742	50	-11pts.	88 % AAA; 6%AA; 6% ≤ BBB
Alt A/Alt B	369	7	43	12	-10pts.	31 % AAA; 19 % AA/A; 50% ≤ BBB
Sub-prime	1 444	29	171	12	-10pts.	1 % AAA; 31% AA/A; 68 % ≤ BBB
Euro Sub-prime	213	4	154	72	-9pts.	100 % AAA
Wrapped ABS	73	2	19	27	-8pts.	81% A; 19% BBB
TOTAL	**4 972**	**100**	**1 507**	**30**	**-11pts.**	

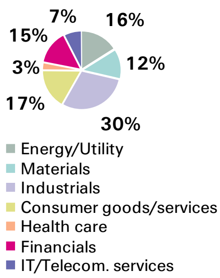
- Q4 2008 mark-to-market loss of CHF 537m. Full year 2008 mark-to-market loss of CHF 2.0bn
- Assets of CHF 335m from one structured CDS contract moved on balance sheet in Q4 2008 and are included in Securitised Products
- Estimated mark-to-market loss during January 2009 of CHF 65m, driven by Euro CDO, Alt A and sub-prime
- Ratings are as at 31 December 2008 and may change

The valuations listed above are determined by reference to the actual or similar underlying assets. A stress bid offer adjustment is also applied. On 31 December 2008 this adjustment amounted to 6% of the notional outstanding

Swiss Re

Legacy
Corporate Portfolio CDS





- PCDS reference predominately large investment grade and SME corporate loans. Over 755 names are included with an average exposure of around CHF 20m and Swiss Re attaches at or above AAA-equivalent level
- The PCDS portfolio has reduced from a gross notional exposure at 31 December 2007 of CHF 51bn to CHF 14.2bn at 31 December 2008 due to run-off of deals
- At an average 40% recovery rate (which is at the lower end of historical experience on unsecured senior corporate bank loans), we could incur 111 defaults without suffering a loss
- More than 95% of subordination still in place
- 85% of the corporate loans in the PCDS portfolio are for amounts less than CHF 50m
- Whilst the latest final legal maturity of the largest PCDS deal (representing 96% of portfolio) is March 2016, the current weighted average life (WAL) of underlyings is less than 2 years. We currently expect all transactions to mature, be called or otherwise terminate by the end of 2010
- Mark-to-market loss for 2008 is CHF 562m. This does not reflect any material increase in our actual expectation of material losses attaching; we have added an additional risk margins to these transactions

Swiss Re

Legacy
Financial guarantee reinsurance
Exposure breakdown

Financial Guarantee Re exposure

	AAA	AA	A	BBB	< BBB-	Total	Total, CHF m	In % of TNE
Total notional exposure (TNE)	**2.1%**	**21.0%**	**35.1%**	**36.7%**	**5.1%**	**100%**	**15 857**	**100%**
Public finance (PF)	**0.0%**	**26.5%**	**43.0%**	**30.0%**	**0.5%**	**100%**	**12 109**	**76%**
Structured finance (SF)	**8.7%**	**3.6%**	**9.4%**	**58.2%**	**20.2%**	**100%**	**3 748**	**24%**
- thereof Residential Mortgage (RMBS)	13.0%	3.4%	0.5%	20.5%	62.6%	100%	885	24%
Auto loans	9.5%	0.0%	0.7%	89.6%	0.2%	100%	490	13%
Future flow receivables	0.0%	0.0%	4.6%	95.4%	0.0%	100%	451	12%
Student loans	4.3%	14.5%	8.9%	70.0%	2.4%	100%	447	12%
Auto rental fleet securitisations	0.0%	0.0%	0.0%	45.2%	54.8%	100%	348	9%
Operating assets	0.0%	0.0%	0.0%	100.0%	0.0%	100%	332	9%
Commercial Mortgage (CMBS)	91.3%	0.0%	8.7%	0.0%	0.0%	100%	139	4%
SF Other – US	3.2%	0.0%	31.3%	65.5%	0.0%	100%	226	6%
SF Other – International	2.4%	9.3%	46.6%	41.7%	0.0%	100%	430	11%

- Exposure as per latest cedent reporting
- Categories based on cedent classification

- Total technical reserves CHF 512m (CHF 363m unearned premium reserves, CHF 149m claims reserves)
- Business put in run-off 2008
- Partial commutation with one client in October 2008 reduced notional exposure by CHF 1bn
- Discussions ongoing on further commutations

RMBS – Detailed breakdown

CHF m	Total
US RMBS – HELOC	347
US RMBS – Closed end 2nd lien	253
US RMBS – Midprime/Alt-A	155
US RMBS – Sub-prime	94
US RMBS – Prime	30
RMBS – Other	6
Total	885

As at 31 December 2008

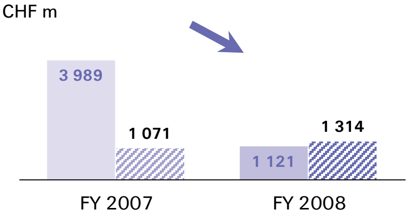
Swiss Re

Legacy

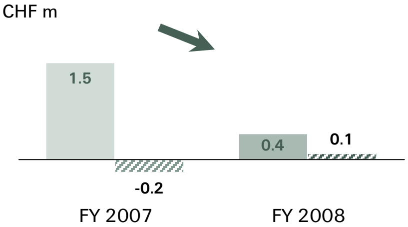
Corporate bonds

Portfolio is actively managed to maintain a low net CR01 exposure

Market value
CHF m



Sensitivity (CR01)
CHF m



Key points

- Portfolio includes bond trading and credit correlation
- Hedge contains credit default swaption where the risk is contingent on market movements, prices, volatilities and spread levels

→ During the course of 2008, bond prices dropped mainly due to illiquidity, a slowing economy and deleveraging by major investors. These factors increased the portfolio's exposure to basis risk as the current year's benefit achieved from the hedge did not always move constantly with the price movements in the bond portfolio

→ CDS spreads widened as a result of an increase of bond defaults, a slowing economy and overall greater demand for CDS protection

Hedging presented on notional basis; when viewed on economic risk basis, hedging may have a greater impact
Excludes unit-linked and participating securities and short-term investments

Swiss Re

Asset Management & Legacy

Sensitivities

CHF m	Scenario	Estimated impact on **Shareholders' equity**	Estimated impact on **Internal capital model**
Listed equity investments[1]	Fall in market values of 25% →	-70	17
Private equity investments	Fall in market values of 25% →	-573	-210
Hedge Funds investments	Fall in market values of 25% →	-446	-163
Government bonds	Rise in interest rates of 100 bps →	-4 463	71
Corporate bonds	Increase in spreads of 100 bps →	-1 052 net: -90	-1 237 net: -106
Securitised products (excluding Agency)	Increase in spreads of 100 bps →	-727 net: -509	-765 net: -536

[1] Includes strategic holdings and hedges
Net is net of hedging impacts

All sensitivities are assumed to take effect on 31 December 2008 and no management actions are included in this analysis. Results are estimated as mutually exclusive events and reflect the estimated impact on the Group of given economic outcomes

Swiss Re

Loss development table

Net claim reserves and re-estimates

CHF m		Original reporting year										
		1998	1999	2000	2001	2002	2003	2004	2005	2006	2007	2008
Claim reserves as at 31.12.		**33 387**	**38 031**	**42 398**	**52 265**	**45 965**	**47 874**	**48 379**	**56 549**	**75 254**	**70 260**	**59 770**
Current reserves plus payments since original reporting year	1 year later	34 810	37 580	42 336	47 195	47 047	47 727	53 461	54 379	72 679	63 555	
	2 years later	33 648	36 528	40 338	47 836	47 063	52 096	52 207	53 151	66 816		
	3 years later	32 291	34 750	41 120	48 200	51 029	51 848	51 820	49 154			
	4 years later	30 234	34 464	41 302	51 481	51 259	51 893	48 592				
	5 years later	29 536	34 601	42 680	51 976	51 869	49 202					
	6 years later	29 452	35 643	43 015	52 790	49 560						
	7 years later	30 204	36 003	43 565	50 875							
	8 years later	30 483	36 917	42 674								
	9 years later	31 481	36 148									
	10 years later	30 807										
Surplus / (deficiency)		2 580	1 883	(276)	1 390	(3 595)	(1 328)	(214)	7 395	8 438	6 705	
As a percent of original reserves		7.7%	5.0%	-0.7%	2.7%	-7.8%	-2.8%	-0.4%	13.1%	11.2%	9.5%	
Excluding foreign exchange: Surplus / (deficiency)		2 097	(2 455)	(6 193)	(9 503)	(8 254)	(4 279)	(889)	1 036	347	485	
As a percent of original reserves		6.3%	-6.5%	-14.6%	-18.2%	-18.0%	-8.9%	-1.8%	1.8%	0.5%	0.7%	

Swiss Re

Loss development table

Summary

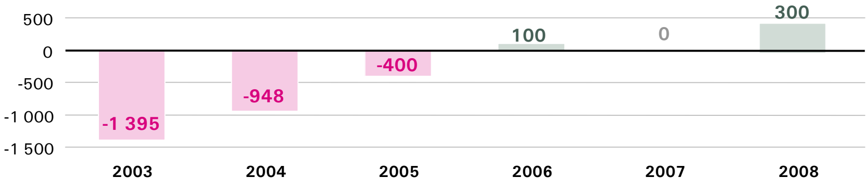
- The CHF 485 million surplus in claims reserves was partially offset by changes in other technical items from prior years
- The impact of prior year development on US GAAP technical results was approximately CHF 300 million for 2008
- The positive development in 2008 is the net result of:

2008 Adverse development
- US workers' compensation
- Spanish commercial credit reinsurance

2008 Favourable development
- 02-06 underwriting years
- Property
- Aviation
- Marine
- Engineering

Reserve development since 2003

CHF m



Swiss Re

Nat cat premiums and claims

Nat cat premiums and claims[1]

CHF m	2008[1]	2009 est.
Expected net **premiums**	1 710	1 840
Expected net **claims**	950	970

Swiss Re's nat cat events in 2008

CHF m	Estimated net claims	Date in 2008
Hurricane 'Ike' over the Caribbean and USA	552	29 August
Hurricane 'Gustav' over the Caribbean and USA	37	26 August
Floods in Midwest, USA	38	09 June
Thunderstorms "Hilal" over Europe	38	29 May
Earthquake in Sichuan, China	29	12 May
Winterstorm "Emma" over Europe	22	29 February
Floods in Queensland, Australia	40	14 February
Floods in Queensland, Australia	41	14 January
Snow storms in China	71	10 January
Total	**868**	

Winterstorm "Klaus" occurred over France and Spain on 23 January 2009. Swiss Re's share of this event is estimated at less than CHF 200m net, before reinstatement premiums

[1] Only events exceeding CHF 20m included; premiums net of acquisition costs

Swiss Re

Premiums for 20 largest markets

Gross premiums written and fees assessed against policyholders by country[1]

CHF m	Life	Non-Life	Total
USA	6 087	6 488	12 575
UK	2940	976	3916
Germany	289	1424	1713
France	168	1044	1212
Canada	701	464	1165
Australia	433	585	1018
Switzerland	62	937	999
Italy	261	729	990
China	10	839	849
Netherlands	284	454	738
Spain	78	580	658
Japan	169	450	619
Barbados	499	21	520
Bermuda	28	384	412
Austria	31	318	349
Ireland	293	26	319
Israel	155	164	319
South Africa	143	141	284
Republic of Korea	62	127	189
Mexico	14	132	146
Other	585	2 201	2 786
Total	**13 292**	**18 484**	**31 776**

[1] Country split based on the country where the premium was generated or an approximation thereof

Swiss Re

Key terms of Berkshire Hathaway convertible perpetual capital instrument

- Convertible perpetual capital instrument (CPCI) with a face value of CHF 3bn
- 12% coupon, can be paid in cash or shares/warrants at 5% discount
- Interest deferral features
- Swiss Re has repurchase right from 2nd anniversary at 120% of face value, partial repurchases at 20% increments
- Berkshire Hathaway can convert into common shares any time after 3 years, partial conversion at 20% increments
- Conversion price set at the lower of CHF 25 per share and TERP in case of a discounted rights offering within 6 months after the 2009 Annual General Meeting, otherwise customary anti-dilution protection
- Underlying shares to be sourced from new conditional capital

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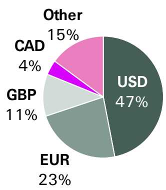
Exchange rates

Geographic gross premiums written 2008 split by main currencies



Average rates

	USD/CHF	EUR/CHF	GBP/CHF	CAD/CHF
Factual 2007	1.20	1.64	2.41	1.12
Q3 2008	1.06	1.61	2.06	1.04
Factual 2008	1.08	1.59	2.02	1.02
Change Factual 2007/Factual 2008	**-10.0%**	**-3.0%**	**-16.2%**	**-8.9%**
Change Q3 2008/Factual 2008	**1.9%**	**-1.2%**	**-1.9%**	**-1.9%**

Closing rates

	USD/CHF	EUR/CHF	GBP/CHF	CAD/CHF
Factual 2007	1.13	1.66	2.25	1.15
Q3 2008	1.12	1.57	2.00	1.05
Factual 2008	1.06	1.48	1.53	0.86
Change Factual 2007/Factual 2008	**-6.2%**	**-10.8%**	**-32.0%**	**-25.2%**
Change Q3 2008/Factual 2008	**-5.4%**	**-5.7%**	**-23.5%**	**-18.1%**

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Corporate calendar & contacts

Corporate calendar

13 March	**145th Annual General Meeting**	Zurich
07 May	**First quarter 2009 results**	Conference call
05 August	**Second quarter 2009 results**	Conference call
03 November	**Third quarter 2009 results**	Conference call
09 December	**Investors' Day 2009**	

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Cautionary note on forward-looking statements

Certain statements and illustrations contained herein are forward-looking. These statements and illustrations provide current expectations of future events based on certain assumptions and include any statement that does not directly relate to a historical fact or current fact. 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, performance, achievements or prospects to be materially different from any future results, performance, achievements or prospects expressed or implied by such statements. Such factors include, among others:

- the direct and indirect impact of the continuing deterioration in the financial markets and the efficacy of efforts to strengthen financial institutions and stabilise the credit markets and the broader financial system;
- changes in global economic conditions and the effects of the global economic downturn;
- the occurrence of other unanticipated market developments or trends;
- 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 under derivative contracts due to actual or perceived deterioration of Swiss Re's financial strength;
- 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 Swiss Re's 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 its mark-to-market values recorded for accounting purposes;
- the possibility that Swiss Re's hedging arrangements may not be effective;
- the lowering or loss of one of the financial strength or other ratings of one or more companies in the Group;
- risks associated with implementing Swiss Re's business strategies;
- the cyclicality of the reinsurance industry;
- uncertainties in estimating reserves;
- 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;
- political risks in the countries in which Swiss Re operates or in which it insures risks;
- the impact of current, pending and future legislation, regulation and regulatory and legal actions;
- the impact of 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; and
- operational factors, including the efficacy of risk management and other internal procedures in managing the foregoing risks.

These factors are not exhaustive. Swiss Re operates in a continually changing environment and new risks emerge continually. Readers are cautioned not to place undue reliance on forward-looking statements. Swiss Re undertakes no obligation to publicly revise or update any forward-looking statements, whether as a result of new information, future events or otherwise.