



2023 Annual Report

Swiss Re Finance (Luxembourg) S.A.
Société Anonyme

Swiss Re Finance (Luxembourg) S.A.
2, rue Edward Steichen
L-2540 Luxembourg

R.C.S. Luxembourg B90 713

Contents

Directors' report	2
Audit report	4
Balance sheet	7
Profit and loss account	12
Notes to the annual accounts	14
Cautionary note on forward looking statements	20

Directors' report

The Directors present their annual report together with the audited annual accounts for the year ended 31 December 2023.

Activities of the Company

The main activity of Swiss Re Finance (Luxembourg) S.A. (the "Company") is to effect borrowings from third parties or affiliated undertakings, to issue debentures, to grant loan advances, and assist affiliated undertakings.

Evolution of the business

The total assets as at 31 December 2023 decreased to EUR 1.848.752.718 (2022: EUR 2.687.848.059). The decrease is mainly attributable to partial repayment of the loans provided to Swiss Reinsurance Company ("SRZ").

The total liabilities as at 31 December 2023 decreased to EUR 1.835.576.196 (2022: EUR 2.677.933.155) mainly due to partial repurchase of the subordinated debt. No new debenture loans (debts) were issued in 2023.

The financial year ends with a profit of EUR 3.261.618 (2022: EUR 1.846.939). The result is driven by the interest income from provided loans and foreign exchange gains from previous years (notes 2.2 and 13), mostly offset by the interest expense on issued debt and operating expenses for services provided by companies in Swiss Re Group.

Refer to note 20 for details of material matters or events, which have occurred subsequent to 31 December 2023.

Development and performance

The Company is a treasury services company whose main activity is to raise external finance for the purposes of on-lending the proceeds to other members of the Swiss Re Group. Loans granted to affiliated undertakings have the same principal, final maturity and currency as the issued debts and bear fixed interest with a margin over the coupon of the issued debts. The core business area and principal activities are appropriate to the ultimate parent undertaking and controlling party's risk appetite and strategy. This is not envisaged to change in the near future. During the course of 2023, the Company did not issue any new debts.

Principal risks and uncertainties

Refer to Note 19 for details of the Company's policies relating to financial risk management.

Corporate governance declaration

The Company is part of Swiss Re Group and in scope of the Group Corporate Governance, subject to its Code of Conduct and its risk management system. The Company's internal control system is based on a general four eye principle, written procedures for its recurring activities, and management reviews for financial reporting.

It should also be noted that:

- The Company does not hold directly or indirectly listed participations.
- The subscribed capital of the Company is divided into shares that are all vested with the same rights and obligations. All the shares are in registered form and are held by Swiss Re Europe Holdings S.A., a société anonyme, having its registered office at 2, rue Edward Steichen, L-2540 Luxembourg, registered with the Luxembourg Register of Commerce and Companies under number B-72 575.
- The Directors are elected by the general meeting of shareholders at a simple majority of the votes validly cast, which determines their number and term of office. Any single term of office of a Director may not exceed six years. Directors may be re-elected for successive terms. Any Director may be removed at any time with or without cause by the general meeting of shareholders at a simple majority of the votes validly cast.
- The Articles of Association may be amended by a resolution of the extraordinary general meeting of shareholders.
- The issued share capital of the Company may be increased or reduced by a resolution of the extraordinary general meeting of shareholders adopted in the manner required for an amendment of the Articles of Association. The Company may, to the extent and under the terms permitted by the Laws, redeem its own shares. The Directors have not been authorized to issue or buy-back shares of the Company.

Other items

- The Company did not acquire own shares during the year under review.
- The Company did not carry on any activities in the field of research and development during the year under review.
- The Company has no branches.

Proposal to the Annual General Meeting

We recommend to approve the annual accounts as at 31 December 2023 and to allocate the result as follows:

	EUR
Profit brought forward as at 31 December 2022	7.896.784
Allocation of the profit for the financial year 2023	3.261.618
Dividend distribution	-
Profit brought forward as at 31 December 2023	11.158.402

Note on risk factors

Macroeconomic events or developments including increased volatility in global markets, inflation, the ongoing military conflicts in Ukraine as well as in the Middle East, or losses associated with insured claim events, particularly natural catastrophes, pandemics or man-made disasters, could adversely affect the Company's results or operations. The Swiss Re Group continues to monitor these developments and their impacts on its operations and its investments.

The Board of Directors
Luxembourg, 7 March 2024





KPMG Audit S.à r.l.
39, Avenue John F. Kennedy
L-1855 Luxembourg

Tel.: +352 22 51 51 1
Fax: +352 22 51 71
E-mail: info@kpmg.lu
Internet: www.kpmg.lu

To the Shareholder of
Swiss Re Finance (Luxembourg) S.A.
2, rue Edward Steichen
L-2540 Luxembourg
Luxembourg

REPORT OF THE REVISEUR D'ENTREPRISES AGREE

Report on the audit of the annual accounts

Opinion

We have audited the annual accounts of Swiss Re Finance (Luxembourg) S.A. (the "Company"), which comprise the balance sheet as at 31 December 2023, and the profit and loss account for the year then ended, and notes to the annual accounts, including a summary of significant accounting policies.

In our opinion, the accompanying annual accounts give a true and fair view of the financial position of the Company as at 31 December 2023 and of the results of its operations for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts.

Basis for opinion

We conducted our audit in accordance with the Law of 23 July 2016 on the audit profession ("Law of 23 July 2016") and with International Standards on Auditing ("ISAs") as adopted for Luxembourg by the Commission de Surveillance du Secteur Financier ("CSSF"). Our responsibilities under the Law of 23 July 2016 and ISAs as adopted for Luxembourg by the CSSF are further described in the « Responsibilities of "réviseur d'entreprises agréé" for the audit of the annual accounts » section of our report. We are also independent of the Company in accordance with the International Code of Ethics for Professional Accountants, including International Independence Standards, issued by the International Ethics Standards Board for Accountants ("IESBA Code") as adopted for Luxembourg by the CSSF together with the ethical requirements that are relevant to our audit of the annual accounts, and have fulfilled our other ethical responsibilities under those ethical requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

The Board of Directors is responsible for the other information. The other information comprises the information stated in the annual report including the Directors' report but does not include the annual accounts and our report of the "réviseur d'entreprises agréé" thereon.

Our opinion on the annual accounts does not cover the other information and we do not express any form of assurance conclusion thereon.



In connection with our audit of the annual accounts, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the annual accounts or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report this fact. We have nothing to report in this regard.

Responsibilities of the Board of Directors for the annual accounts

The Board of Directors is responsible for the preparation and fair presentation of the annual accounts in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the annual accounts, and for such internal control as the Board of Directors determines is necessary to enable the preparation of annual accounts that are free from material misstatement, whether due to fraud or error.

In preparing the annual accounts, the Board of Directors is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Board of Directors either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Responsibilities of the réviseur d'entreprises agréé for the audit of the annual accounts

The objectives of our audit are to obtain reasonable assurance about whether the annual accounts as a whole are free from material misstatement, whether due to fraud or error, and to issue a report of the "réviseur d'entreprises agréé" that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these annual accounts.

As part of an audit in accordance with the Law of 23 July 2016 and with ISAs as adopted for Luxembourg by the CSSF, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the annual accounts, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Board of Directors.



- Conclude on the appropriateness of the Board of Directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our report of the "réviseur d'entreprises agréé" to the related disclosures in the annual accounts or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our report of the "réviseur d'entreprises agréé". However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the annual accounts, including the disclosures, and whether the annual accounts represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, actions taken to eliminate threats or safeguards applied.

Report on other legal and regulatory requirements

The Directors' report is consistent with the annual accounts and has been prepared in accordance with applicable legal requirements.

Luxembourg, 8 March 2024

KPMG Audit S.à r.l.
Cabinet de révision agréé

A handwritten signature in black ink, appearing to read 'Emmanuel Dollé', written over a horizontal line.

Emmanuel Dollé
Partner

Annual Accounts Helpdesk :

Tel. : (+352) 247 88 494
Email : centralebilans@statec.etat.lu

RCSL Nr. : B90713

Matricule : 2002 2236 203

BALANCE SHEET

Financial year from ⁰¹ 01/01 /2023 **to** ⁰² 31/12/2023 (in ⁰³ EUR)

Swiss Re Finance (Luxembourg) S.A.

2, rue Edward Steichen
L-2450 Luxembourg

ASSETS

	Reference(s)	Current year	Previous year
A. Subscribed capital unpaid	1101	101	102
I. Subscribed capital not called	1103	103	104
II. Subscribed capital called but unpaid	1105	105	106
B. Formation expenses	1107	107	108
C. Fixed assets	1109 <u>2.3, 3, 19.2</u>	109 <u>1.802.505.600,00</u>	110 <u>2.626.200.006,00</u>
I. Intangible assets	1111	111	112
1. Costs of development	1113	113	114
2. Concessions, patents, licences, trade marks and similar rights and assets, if they were	1115	115	116
a) acquired for valuable consideration and need not be shown under C.I.3	1117	117	118
b) created by the undertaking itself	1119	119	120
3. Goodwill, to the extent that it was acquired for valuable consideration	1121	121	122
4. Payments on account and intangible assets under development	1123	123	124
II. Tangible assets	1125	125	126
1. Land and buildings	1127	127	128
2. Plant and machinery	1129	129	130

The notes in the annex form an integral part of the annual accounts

RCSL Nr.: B90713

Matricule : 2002 2236 203

	Reference(s)	Current year	Previous year
3. Other fixtures and fittings, tools and equipment	1131	131	132
4. Payments on account and tangible assets in the course of construction	1133	133	134
III. Financial assets	1135	135	136
	<u>2.3, 3, 19.2</u>	<u>1.802.505.600,00</u>	<u>2.626.200.006,00</u>
1. Shares in affiliated undertakings	1137	137	138
2. Loans to affiliated undertakings	1139	139	140
	<u>2.3, 3, 19.2</u>	<u>1.802.505.600,00</u>	<u>2.626.200.006,00</u>
3. Participating interests	1141	141	142
4. Loans to undertakings with which the undertaking is linked by virtue of participating interests	1143	143	144
5. Investments held as fixed assets	1145	145	146
6. Other loans	1147	147	148
D. Current assets	1151	151	152
	<u>2.4, 4, 19.2</u>	<u>39.241.348,00</u>	<u>48.903.450,00</u>
I. Stocks	1153	153	154
1. Raw materials and consumables	1155	155	156
2. Work in progress	1157	157	158
3. Finished goods and goods for resale	1159	159	160
4. Payments on account	1161	161	162
II. Debtors	1163	163	164
	<u>2.4, 4, 19.2</u>	<u>39.132.028,00</u>	<u>48.894.400,00</u>
1. Trade debtors	1165	165	166
a) becoming due and payable within one year	1167	167	168
b) becoming due and payable after more than one year	1169	169	170
2. Amounts owed by affiliated undertakings	1171	171	172
	<u>2.4, 4, 19.2</u>	<u>39.132.028,00</u>	<u>48.894.400,00</u>
a) becoming due and payable within one year	1173	173	174
	<u>2.4, 4, 19.2</u>	<u>39.132.028,00</u>	<u>48.894.400,00</u>
b) becoming due and payable after more than one year	1175	175	176
3. Amounts owed by undertakings with which the undertaking is linked by virtue of participating interests	1177	177	178
a) becoming due and payable within one year	1179	179	180
b) becoming due and payable after more than one year	1181	181	182
4. Other debtors	1183	183	184
a) becoming due and payable within one year	1185	185	186
b) becoming due and payable after more than one year	1187	187	188

RCSL Nr. : B90713	Matricule : 2002 2236 203
-------------------	---------------------------

	Reference(s)	Current year	Previous year
III. Investments	1189 _____	189 _____	190 _____
1. Shares in affiliated undertakings	1191 _____	191 _____	192 _____
2. Own shares	1209 _____	209 _____	210 _____
3. Other investments	1195 _____	195 _____	196 _____
IV. Cash at bank and in hand	1197 <u>2.4, 19.2</u>	197 <u>109.320,00</u>	198 <u>9.050,00</u>
E. Prepayments	1199 <u>2.5, 5</u>	199 <u>7.005.770,00</u>	200 <u>12.744.603,00</u>
TOTAL (ASSETS)		201 <u>1.848.752.718,00</u>	202 <u>2.687.848.059,00</u>

CAPITAL, RESERVES AND LIABILITIES

	Reference(s)	Current year	Previous year
A. Capital and reserves			
	1301 <u>6, 6.1, 6.2</u>	301 <u>13.176.522,00</u>	302 <u>9.914.904,00</u>
I. Subscribed capital	1303 <u>6, 6.1</u>	303 <u>181.200,00</u>	304 <u>181.200,00</u>
II. Share premium account	1305 <u>6</u>	305 <u>1.818.800,00</u>	306 <u>1.818.800,00</u>
III. Revaluation reserve	1307 _____	307 _____	308 _____
IV. Reserves	1309 <u>6, 6.2</u>	309 <u>18.120,00</u>	310 <u>18.120,00</u>
1. Legal reserve	1311 <u>6, 6.2</u>	311 <u>18.120,00</u>	312 <u>18.120,00</u>
2. Reserve for own shares	1313 _____	313 _____	314 _____
3. Reserves provided for by the articles of association	1315 _____	315 _____	316 _____
4. Other reserves, including the fair value reserve	1429 _____	429 _____	430 _____
a) other available reserves	1431 _____	431 _____	432 _____
b) other non available reserves	1433 _____	433 _____	434 _____
V. Profit or loss brought forward	1319 <u>6</u>	319 <u>7.896.784,00</u>	320 <u>6.049.845,00</u>
VI. Profit or loss for the financial year	1321 <u>6</u>	321 <u>3.261.618,00</u>	322 <u>1.846.939,00</u>
VII. Interim dividends	1323 _____	323 _____	324 _____
VIII. Capital investment subsidies	1325 _____	325 _____	326 _____
B. Provisions	1331 _____	331 _____	332 _____
1. Provisions for pensions and similar obligations	1333 _____	333 _____	334 _____
2. Provisions for taxation	1335 _____	335 _____	336 _____
3. Other provisions	1337 _____	337 _____	338 _____
C. Creditors	1435 <u>2.6, 2.8, 7, 8</u>	435 <u>1.828.323.655,00</u>	436 <u>2.664.112.496,00</u>
1. Debenture loans	1437 <u>2.6, 7</u>	437 <u>1.802.505.600,00</u>	438 <u>2.626.200.006,00</u>
a) Convertible loans	1439 _____	439 _____	440 _____
i) becoming due and payable within one year	1441 _____	441 _____	442 _____
ii) becoming due and payable after more than one year	1443 _____	443 _____	444 _____
b) Non convertible loans	1445 <u>2.6, 7</u>	445 <u>1.802.505.600,00</u>	446 <u>2.626.200.006,00</u>
i) becoming due and payable within one year	1447 _____	447 _____	448 _____
ii) becoming due and payable after more than one year	1449 <u>2.6, 7</u>	449 <u>1.802.505.600,00</u>	450 <u>2.626.200.006,00</u>
2. Amounts owed to credit institutions	1355 _____	355 _____	356 _____
a) becoming due and payable within one year	1357 _____	357 _____	358 _____
b) becoming due and payable after more than one year	1359 _____	359 _____	360 _____

The notes in the annex form an integral part of the annual accounts

RCSL Nr. :	B90713	Matricule :	2002 2236 203
------------	--------	-------------	---------------

	Reference(s)	Current year	Previous year
3. Payments received on account of orders in so far as they are not shown separately as deductions from stocks	1361	361	362
a) becoming due and payable within one year	1363	363	364
b) becoming due and payable after more than one year	1365	365	366
4. Trade creditors	1367	367	368
a) becoming due and payable within one year	1369	369	370
b) becoming due and payable after more than one year	1371	371	372
5. Bills of exchange payable	1373	373	374
a) becoming due and payable within one year	1375	375	376
b) becoming due and payable after more than one year	1377	377	378
6. Amounts owed to affiliated undertakings	1379	2.7 63.974,00	380 453.525,00
a) becoming due and payable within one year	1381	2.7 63.974,00	382 453.525,00
b) becoming due and payable after more than one year	1383	383	384
7. Amounts owed to undertakings with which the undertaking is linked by virtue of participating interests	1385	385	386
a) becoming due and payable within one year	1387	387	388
b) becoming due and payable after more than one year	1389	389	390
8. Other creditors	1451	2,8, 8 25.754.081,00	452 37.458.965,00
a) Tax authorities	1393	2,8, 8 97.456,00	394 65.585,00
b) Social security authorities	1395	395	396
c) Other creditors	1397	2,8, 8 25.656.625,00	398 37.393.380,00
i) becoming due and payable within one year	1399	2,8, 8 25.656.625,00	400 37.393.380,00
ii) becoming due and payable after more than one year	1401	401	402
D. Deferred income	1403	2,2, 2,9, 9 7.252.541,00	404 13.820.659,00
TOTAL (CAPITAL, RESERVES AND LIABILITIES)		405 1.848.752.718,00	406 2.687.848.059,00

Annual Accounts Helpdesk :

Tel. : (+352) 247 88 494
Email : centralebilans@statec.etat.lu

RCSL Nr.: B90713 Matricule : 2002 2236 203

PROFIT AND LOSS ACCOUNT

Financial year from ⁰¹ 01/01 /2023 **to** ⁰² 31/12/2023 (in ⁰³ EUR)

Swiss Re Finance (Luxembourg) S.A.

2, rue Edward Steichen
L-2450 Luxembourg

	Reference(s)	Current year	Previous year
1. Net turnover	1701 _____	701 _____	702 _____
2. Variation in stocks of finished goods and in work in progress	1703 _____	703 _____	704 _____
3. Work performed by the undertaking for its own purposes and capitalised	1705 _____	705 _____	706 _____
4. Other operating income	1713 _____ 10	713 _____ 3.014.086,00	714 _____
5. Raw materials and consumables and other external expenses	1671 _____ 11	671 _____ -2.973.758,00	672 _____
a) Raw materials and consumables	1601 _____	601 _____	602 _____
b) Other external expenses	1603 _____ 11	603 _____ -2.973.758,00	604 _____
6. Staff costs	1605 _____	605 _____	606 _____
a) Wages and salaries	1607 _____	607 _____	608 _____
b) Social security costs	1609 _____	609 _____	610 _____
i) relating to pensions	1653 _____	653 _____	654 _____
ii) other social security costs	1655 _____	655 _____	656 _____
c) Other staff costs	1613 _____	613 _____	614 _____
7. Value adjustments	1657 _____	657 _____	658 _____
a) in respect of formation expenses and of tangible and intangible fixed assets	1659 _____	659 _____	660 _____
b) in respect of current assets	1661 _____	661 _____	662 _____
8. Other operating expenses	1621 _____ 16	621 _____ -351.518,00	622 _____ -487.327,00

RCSL Nr. :	B90713	Matricule :	2002 2236 203
------------	--------	-------------	---------------

	Reference(s)	Current year	Previous year
9. Income from participating interests	1715	715	716
a) derived from affiliated undertakings	1717	717	718
b) other income from participating interests	1719	719	720
10. Income from other investments and loans forming part of the fixed assets	1721	721	722
a) derived from affiliated undertakings	1723	723	724
b) other income not included under a)	1725	725	726
11. Other interest receivable and similar income	1727	727	728
a) derived from affiliated undertakings	1729	729	730
b) other interest and similar income	1731	731	732
12. Share of profit or loss of undertakings accounted for under the equity method	1663	663	664
13. Value adjustments in respect of financial assets and of investments held as current assets	1665	665	666
14. Interest payable and similar expenses	1627	627	628
a) concerning affiliated undertakings	1629	629	630
b) other interest and similar expenses	1631	631	632
15. Tax on profit or loss	1635	635	636
16. Profit or loss after taxation	1667	667	668
17. Other taxes not shown under items 1 to 16	1637	637	638
18. Profit or loss for the financial year	1669	669	670

Notes to the annual accounts

as at 31 December 2023

1. General information

Swiss Re Finance (Luxembourg) S.A. ("the Company") was incorporated on 27 December 2002 and is organized under the laws of Luxembourg as a Société Anonyme for an unlimited period and is subject to the general company law in Luxembourg.

The registered office of the Company is established at 2, rue Edward Steichen, L-2540 Luxembourg. The Company's financial year starts on 1 January and ends on 31 December of each calendar year.

The main activity of the Company is to effect borrowings from third parties or affiliated undertakings, to issue debentures, to grant undertakings, in which the Company has an interest or with which it is affiliated within a group, any assistance, loans, advances or guarantees, on either a short-term basis, with an expected maturity of at maximum one year, or on a long-term basis. The terms affiliated undertaking and affiliate take the meaning of wholly owned indirect subsidiaries of Swiss Re Group.

To manage any associated interest rate, foreign currency and/or credit risks, the Company may enter into derivative transactions.

The Company has debts listed on the Euro MTF Market of the Luxembourg Stock Exchange.

The Company's accounts are included in the consolidated financial statements of Swiss Re Group, representing the largest entity of which the Company is an indirect subsidiary. The registered office of the ultimate parent company, Swiss Re Ltd, is Mythenquai 50/60, 8022 Zurich, Switzerland, where the consolidated financial statements are available.

In addition, the Company's accounts are included in the consolidated financial statements of Swiss Reinsurance Company Group, representing the smallest entity of which the Company is an indirect subsidiary. The registered office of Swiss Reinsurance Company Ltd is Mythenquai 50/60, 8022 Zurich, Switzerland, where the consolidated financial statements are available.

The Company's direct parent company is Swiss Re Europe Holding S.A., a société anonyme domiciled in Luxembourg.

2. Summary of significant accounting policies

The principal accounting policies and valuation rules of the Company are as follows:

2.1 Presentation of the annual accounts

The annual accounts have been prepared in accordance with Luxembourg legal and regulatory requirements on a going concern basis and under the historical cost convention except for the use of the fair value for certain derivative financial instruments. Accounting policies and valuation rules are, besides the ones laid down by the amended Law of 19 December 2002, determined and applied by the Board of Directors of the Company.

The preparation of the annual accounts required the use of certain critical accounting estimates. It also required the Board of Directors to exercise its judgement in the process of applying the accounting policies. Changes in assumptions may have a significant impact on the annual accounts in the period in which the assumptions changed. Management believes that underlying assumptions are appropriate and that the annual accounts therefore present the financial position and results fairly.

The Company makes estimates and assumptions that affect the reported amounts of assets and liabilities in the next financial year. Estimates and judgements are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

The Company maintains its books and records in Euros ("EUR"). All amounts in these annual accounts are presented in EUR, unless otherwise indicated.

2.2 Foreign currency translation

Revenues and expenses are translated into EUR using the exchange rate prevailing at the date of the transaction. Assets and liabilities are initially recognized at the exchange rate prevailing at the date of the transaction and subsequently translated into EUR at year-end exchange rates.

Unrealized foreign exchange gains from the application of year-end rates are presented under the caption "Deferred income" in the balance sheet. Where the provision for foreign exchange is insufficient to absorb net foreign exchange unrealized losses for the financial year, the provision is reduced to zero and the excess foreign exchange net unrealized loss is recognized in the profit and loss account.

Foreign exchange realized gains and losses arising from foreign exchange transactions are recognized in the profit and loss account under "Other interest receivable and similar income – other interest and similar income" and "Interest payable and similar expenses – other interest and similar expenses".

Effective 1 January 2023, the Company has changed its foreign currency translation policy for "Cash at bank and in hand" and for cash pool balances presented under the caption "Amounts owed by affiliated undertakings", for which all foreign exchange gains and losses arising from the translation at year-end exchange rates are directly recognized in the profit and loss account. Previously, net unrealized foreign exchange gains from these balances were presented under the caption "Deferred income" for an amount of EUR 573.753 as at 31 December 2022, which has been recognized in the 2023 profit and loss account (note 13).

2.3 Financial assets

Shares in affiliated undertakings, participating interests, loans to affiliated undertakings, securities held as fixed assets, or other loans, intended to be held for more than a year, are valued at their original purchase price, respectively nominal value for loans, including the expenses incidental thereto. In case of a durable depreciation in value according to the opinion of the Board of Directors of the Company, based upon objective evidence, value adjustments are deducted directly from the affected individual assets, so that these are valued at the lower figure to be attributed to them at the balance sheet date. The value adjustments are not maintained if the reasons for which the value adjustments were made have ceased to apply.

2.4 Current assets

The Company classifies any assets as current assets if these assets are expected to be settled within one year, or alternatively, can be settled at any time. Debtors and cash at bank are valued at their nominal value. They are subject to value adjustments when their recovery is compromised. These value adjustments are not continued if the reasons for which the value adjustments were made have ceased to apply.

Debt securities held as current assets are valued at amortized cost. Premium and discounts are amortized over the period remaining to maturity. In case of decrease of market value below amortized cost, value adjustment is recognized.

2.5 Prepayments

This asset item includes any expenses in connection with external debt issuances incurred during the financial year but relating to a subsequent financial year and amortized over the duration of the underlying debt instrument using an effective interest rate method. The amortization is presented under the caption "Interest payable and similar expenses".

2.6 Debenture loans

This liability item encompasses any debt issued by the Company to any non-affiliated parties in connection with the Company's participation in certain Swiss Re Group debt issuance programs, guaranteed by Swiss Reinsurance Company Limited ("SRZ"), and traded in various market places as set out in the relevant offering circulars. Otherwise, such debt is reported at the redemption value at maturity.

2.7 Amounts owed to affiliated undertakings

This liability item encompasses any borrowings or liabilities for services provided, which are effected by the Company from affiliated undertakings, whether on a short-term or on a long-term basis, and are reported at their nominal value.

2.8 Other creditors

Other creditors are valued at their settlement value.

2.9 Deferred income

This liability item includes any income in connection with internal debt issuances incurred during the financial year but relating to a subsequent financial year and amortized over the duration of the underlying debt instrument using an effective interest rate method. The amortization is presented under the caption "Income from other investments and loans forming part of the fixed assets derived from affiliated undertakings".

In addition, this liability item includes exchange rate differences, as presented in the note 2.2.

3. Financial assets

The following loans have been granted to SRZ:

Instruments	Maturity	Interest rate	Original currency	Principal 2022 in original currency	Book value 2022 in EUR	Movements in original currency	Principal 2023 in original currency	Book value 2023 in EUR
Loan	30 April 2050	2.584%	EUR	750.000.000	750.000.000	-211.500.000	538.500.000	538.500.000
Loan	2 April 2049	5.050%	USD	1.000.000.000	938.100.003	-234.200.000	765.800.000	692.895.840
Loan	No final maturity scheduled	4.300%	USD	1.000.000.000	938.100.003	-368.800.000	631.200.000	571.109.760
Total					2.626.200.006			1.802.505.600

No indicators have been identified for any value adjustment at year-end. The Company received a partial repayment of loans in 2023, reducing principal values.

4. Amounts owed by affiliated undertakings

Amounts owed by affiliated undertakings are as follows:

All amounts are in EUR	Balance as at 31 December 2022	Balance as at 31 December 2023
Accrued interest	38.800.186	26.388.196
Cash pooling	10.094.214	10.383.719
Intercompany receivables	-	2.360.113
Total	48.894.400	39.132.028

5. Prepayments

Prepayments include deferred debt issuance costs in the amount of EUR 7.005.770 (2022: EUR 12.744.603).

6. Capital and reserves

The movements in capital and reserves for the financial year 2023 are as follows:

All amounts are in EUR	Balance as at 31 December 2022	Allocation of the 2022 result	Dividends	Profit for the year	Balance as at 31 December 2023
Subscribed capital	181.200	-	-	-	181.200
Share premium account	1.818.800	-	-	-	1.818.800
Reserves – Legal reserve	18.120	-	-	-	18.120
Profit or loss brought forward	6.049.845	1.846.939	-	-	7.896.784
Profit or loss for the financial year	1.846.939	-1.846.939	-	3.261.618	3.261.618
Total	9.914.904	-	-	3.261.618	13.176.522

6.1 Subscribed capital

The subscribed capital amounts to EUR 181,200 and is divided into 1.812 shares fully paid up with a nominal value of EUR 100 each, all vested with the same rights and obligations. There are no shares carrying specific rights.

6.2 Legal reserve

In accordance with Luxembourg company law, the Company is required to allocate a minimum of 5% of its net profit for each financial year to the legal reserve. This requirement ceases to be necessary once the balance on the legal reserve reaches 10% of the issued share capital. The legal reserve is not available for distribution to the shareholders. No allocation was required during the financial year ended 31 December 2023.

7. Debenture loans

The following debts have been issued by the Company to third parties:

Instruments	Maturity	Interest rate	Original currency	Principal 2022 in original currency	Book value 2022 in EUR	Movements in original currency	Principal 2023 in original currency	Book value 2023 in EUR
Fixed Rate Note	30 April 2050	2.534%	EUR	750.000.000	750.000.000	-211.500.000	538.500.000	538.500.000
Fixed Rate Note	2 April 2049	5.000%	USD	176.000.000	165.105.601	-41.219.200	134.780.800	121.949.668
Fixed Rate Note	2 April 2049	5.000%	USD	824.000.000	772.994.402	-192.980.800	631.019.200	570.946.172
Fixed Rate Note	No final maturity scheduled	4.250%	USD	1.000.000.000	938.100.003	-368.800.000	631.200.000	571.109.760
Total					2.626.200.006			1.802.505.600

Debts are listed on the Euro MTF Market of the Luxembourg Stock Exchange and are guaranteed by SRZ. The Company repurchased part of the subordinated debt issuances in 2023, reducing principal values.

8. Other creditors

Other creditors include mainly accrued interest in the amount of EUR 25.625.042 (2022: EUR 37.362.314) and net wealth tax liability in the amount of EUR 81.120 (2022: EUR 65.585) for financial years for which a definitive taxation notice has not been received from the fiscal authorities or which has been received but not yet paid.

9. Deferred income

This liability item includes deferred income related to provided loans in the amount of EUR 7.005.770 (2022: EUR 12.744.603) and exchange rate differences amounting to EUR 246.771 (2022: EUR 1.076.056).

10. Other operating income

Other operating income in the amount of EUR 3.014.086 (2022: EUR nil) relates to expenses incurred from partial repayment of debts reimbursed by other Swiss Re Group companies.

11. Raw materials and consumables and other external expenses – other external expenses

Other external expenses in the amount of EUR 2.973.758 (2022: EUR nil) relate to expenses incurred from partial repayment of debts.

12. Income from other investments and loans forming part of the fixed assets derived from affiliated undertakings

Income from financial assets derived from affiliated undertakings in the amount of EUR 105.888.689 (2022: EUR 112.249.420) is driven mainly by decrease in interest receivable on loans partially repaid in 2023, offset by write-off of deferred issuance costs.

13. Other interest receivable and similar income – other interest and similar income

Other interest receivable and similar income includes the previously unrealized gains arising from the translation at year-end exchange rates of cash pool balances, recognized in the profit and loss account in 2023.

All amounts are in EUR	Balance as at 31 December 2022	Balance as at 31 December 2023
Other financial income	8.756	99.525
Other financial income – realized gain on partial repayment of debts	-	49.321.398
Foreign currency exchange gains (including EUR 673.753 for the financial year 2022 – note 2.2)	-	691.290
Total	8.756	50.112.213

14. Interest payable and similar expenses concerning affiliated undertakings

All amounts are in EUR	Balance as at 31 December 2022	Balance as at 31 December 2023
Interest payable to affiliated undertakings	18.055	167
Other financial charges – realized loss on partial repayment of loans	-	49.319.041
Total	18.055	49.319.208

15. Interest payable and similar expenses – other interest and similar expenses

All amounts are in EUR	Balance as at 31 December 2022	Balance as at 31 December 2023
Interest payable on debts (including write-off of deferred issuance costs)	109.989.038	103.588.254
Foreign currency exchange losses	-	32.764
Total	109.989.038	103.621.018

16. Auditor's fees

The audit fees (excluding VAT) in the amount of EUR 25.406 (2022: EUR 24.487) represent fees for the audit of the annual accounts and are included in the other operating expenses in the profit and loss account. No other services were provided by the auditor during the years ended 31 December 2023 and 31 December 2022.

17. Off-balance sheet commitments

As at 31 December 2023, the Company had no off-balance sheet commitments.

18. Other

18.1 Tax status

The Company is subject to the general tax regulations applicable to all companies in Luxembourg. As from 1 January 2003, the Company has entered into the tax consolidation with its sole shareholder, Swiss Re Europe Holdings S.A.

18.2 Personnel employed

No personnel was employed by the Company during the years ended 31 December 2023 and 31 December 2022.

18.3 Emoluments granted to the members of the management and supervisory bodies

There are no emoluments granted to the members of the Board of Directors of the Company.

19. Financial risk management

Risk management is an inherent part of the business activities of the Group, of which the Company is a part. The Company's risk management framework and governance structure are intended to provide comprehensive controls and ongoing management of its major risks. The Company exercises oversight through the Board of Directors.

An overview of the key aspects of risk management and use of financial instruments is provided below.

19.1 Liquidity risk

Liquidity risk arises from the general funding needs of the Company's activities and from the management of its assets and liabilities. The Company's funding needs are met externally and guaranteed by SRZ. Moreover, the funds are managed in a manner consistent with the overall Group liquidity management framework.

The debts outstanding have long-term final maturity and early redemption dates with interest paid at least annually. The liquidity risk is reduced since the Company has provided back-to-back loans to Group companies with the same maturity and early redemption dates, as well as the same interest payment dates with higher interest rate, resulting in the overall net cash inflows.

19.2 Credit risk

The Company's exposure to credit risk arises from the possibility that counterparties may default on their obligations to the Company. The Company manages its credit risk by minimizing its exposure to external counterparties. The amount of Company's maximum exposure to credit risk is indicated by the carrying value of its financial assets. The cash of EUR 109.320 (2022: EUR 9.050) is mainly held at JPMorgan and cash pooling of EUR 10.383.719 (2022: EUR 10.094.214) is pooled to SRZ, both having excellent Moody's credit rating. The Company has credit risk related to the funds loaned to SRZ of EUR 1.802.505.600 (2022: EUR 2.626.200.006) and accrued interest of EUR 26.388.196 (2022: EUR 38.800.186). The funds loaned are neither past due, nor impaired as provided to Group companies having Moody's financial strength rating as Aa3 (excellent). The Company did not identify objective evidence of impairment for these assets as at 31 December 2023.

19.3 Market risk

Market risk represents the potential loss in value of portfolios and financial instruments caused by adverse movements in market variables. At the balance sheet date, the Company does not have any significant exposure to market risk.

19.4 Cash flow risk

The Company has significant long-term funds granted to affiliated undertakings with fixed interest rates, as well as significant long-term debts issued at fixed interest rates. The maturity of the funds loaned and borrowed is identical. The net interest margin on these back-to-back positions is 0.05%. Due to interest being fixed for both financial assets and financial liabilities, the risk of loss resulting from movements in interest rates is considered low.

At the balance sheet date, the Company had foreign currency bank balances, loans granted to affiliated undertakings and debts issued to external parties, the net of which is not significant. Therefore, the Company is not considered to have significant cash flow risk arising from changes in foreign exchange rates.

20. Subsequent events

The Company has evaluated whether events or transactions have occurred after 31 December 2023 that would require recognition or disclosure in these annual accounts through 7 March 2024, which is the issuance date of these annual accounts. There are no subsequent events that have had a material effect on the Company.

Cautionary note on forward looking statements

In line with the Swiss Re Group, certain statements and illustrations, where applicable, contained herein, are forward-looking. These statements (including as to plans, objectives, targets, and trends) 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", "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 Group's actual results of operations, financial condition, solvency ratios, capital or liquidity position or prospects to be materially different from any future results of operations, financial condition, solvency ratios, capital or liquidity position or prospects expressed or implied by such statements or cause Swiss Re Group to not achieve its published targets. Such factors include, among others:

- instability affecting the global financial system and developments related thereto;
- deterioration in global economic conditions;
- Swiss Re Group's ability to maintain sufficient liquidity and access to capital markets, including sufficient liquidity to cover potential recapture of reinsurance agreements, early calls of debt or debt-like arrangements and collateral calls due to actual or perceived deterioration of Swiss Re Group's financial strength or otherwise;
- the effect of market conditions, including the global equity and credit markets, and the level and volatility of equity prices, interest rates, credit spreads, currency values and other market indices, on Swiss Re Group's investment assets;
- changes in Swiss Re Group's investment result as a result of changes in its investment policy or the changed composition of its investment assets, and the impact of the timing of any such changes relative to changes in market conditions;
- uncertainties in valuing credit default swaps and other credit-related instruments;
- possible inability to realize amounts on sales of securities on Swiss Re Group's balance sheet equivalent to their mark-to-market values recorded for accounting purposes;
- the outcome of tax audits, the ability to realize tax loss carryforwards and the ability to realize deferred tax assets (including by reason of the mix of earnings in a jurisdiction or deemed change of control), which could negatively impact future earnings;
- the possibility that Swiss Re Group's hedging arrangements may not be effective;
- the lowering or loss of one of the financial strength or other ratings of one or more Swiss Re Group companies, and developments adversely affecting Swiss Re Group's ability to achieve improved ratings;
- the cyclical nature of the reinsurance industry;
- uncertainties in estimating reserves;
- uncertainties in estimating future claims for purposes of financial reporting, particularly with respect to large natural catastrophes, as significant uncertainties may be involved in estimating losses from such events and preliminary estimates may be subject to change as new information becomes available;
- the frequency, severity and development of insured claim events;
- acts of terrorism and acts of war;
- mortality, morbidity and longevity experience;
- policy renewal and lapse rates;

- extraordinary events affecting Swiss Re Group's clients and other counterparties, such as bankruptcies, liquidations and other credit-related events;
- current, pending and future legislation and regulation affecting Swiss Re Group or its ceding companies and the interpretation of legislation or regulations;
- legal actions or regulatory investigations or actions, including those in respect of industry requirements or business conduct rules of general applicability;
- changes in accounting standards;
- significant investments, acquisitions or dispositions, and any delays, unexpected costs or other issues experienced in connection with any such transactions;
- changing levels of competition; and
- operational factors, including the efficacy of risk management and other internal procedures in managing the foregoing risks.

These factors are not exhaustive. Swiss Re Group 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 Group undertakes no obligation to publicly revise or update any forward-looking statements, whether as a result of new information, future events or otherwise.

This communication is not intended to be a recommendation to buy, sell or hold securities and does not constitute an offer for the sale of, or the solicitation of an offer to buy, securities in any jurisdiction, including the United States. Any such offer will only be made by means of a prospectus or offering memorandum, and in compliance with applicable securities laws.

Swiss Re Finance (Luxembourg) S.A.
2, rue Edward Steichen
L-2540 Luxembourg

R.C.S. Luxembourg B90 713

Telephone +352 261 216 30
Fax +352 261 233 04 www.swissre.com

