



Annual Report 2024

Financial statements

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Management report

Zurich Reinsurance Company Ltd (ZRe or the Company) is a reinsurance company domiciled in Zurich, Switzerland. The Company was licensed in Switzerland on December 15, 2016. The Company is a standalone legal entity that has both a reinsurance and a direct non-life insurance license issued by Swiss Financial Market Supervisory Authority (FINMA). The Company belongs to the Zurich Insurance Group (Group). ZRe's focus is on providing reinsurance solutions primarily to affiliated companies of the Group, in particular to branches of Zurich Insurance Company Ltd (ZIC). To date, the retained business is predominantly from ZIC's operations in United Kingdom and Asia Pacific. ZRe has a direct book, which has been in run-off for over 35 years.

Financial review

ZRe reported a net gain after taxes of CHF 23 million for the twelve months to December 31, 2024. The gain is mainly driven by the positive FX-development of the U.S. dollar compared to the Swiss Franc (presentation currency). Gross written premiums and policy fees were generated primarily by two regions/sources:

United Kingdom (UK) and the Asia Pacific region account for 65 percent and 22 percent, respectively, of the Company's gross written premiums and policy fees. The remaining 13 percent is with the rest of the world. Gross written premiums and policy fees are generated through non-International Programs Zurich (non-IPZ) business (58 percent) and International Programs Zurich (IPZ)-processed business (42 percent). The IPZ assumed business from ZIC branches is being retroceded to ZIC and the non-IPZ assumed business is partially retained by ZRe. The non-IPZ business is mainly comprised of quota share reinsurance from ZIC branches, in Japan (motor and personal accident (PA) business), in UK (Whole Account Quota Share (WAQS)) and in Hong Kong (WAQS). The decrease in the gross written premiums and policy fees was mainly due to the portfolio entry for the UK business as of January 1, 2023.

Business overview

The business relationship starting in November 2023 with a Group entity in the United States (U.S.) has developed in 2024 as expected, further contributing to ZRe's overall portfolio diversification. Overall, the net retained portfolio did slightly underperform compared to the Company's expectations, in particular because of adverse loss development as well as negative impact on claims driven by inflation. As all the treaties are concluded for one year duration only, corrective measures were taken at the recent renewals resulting in a positive outlook for 2025.

The run-off business continues to be managed carefully as consistent with previous years. During 2024, ZRe maintained its prudent policy regarding reserving for this portfolio.

The investment income result was driven by a combination of third-party invested assets and Group internal loans and partially also driven by the overall stable interest rates and the general positive investment climate. The net investment result for 2024 developed in line with management's expectations.

Risk review

ZRe has a risk management framework under the lead of ZRe's Chief Risk Officer which is fully integrated into the Group-wide risk process of the Group. For closer information on ZRe's overall approach to risk management, please refer to the risk review section in the Zurich Insurance Group Annual Report 2024.

For the identification and assessment of risks, ZRe uses the Total Risk Profiling™ (TRP) methodology which identifies all risks that threaten capital, earnings and reputation over a three-year planning horizon. The TRP process is applied to identify, evaluate, control and monitor these risks. Mitigation actions are defined for key risks. The TRP is completed at least annually with management's participation and regularly reviews during the year.

Annually, an Own Risk and Solvency Assessment (ORSA) for ZRe is completed. In-depth discussions and reviews of the ORSA were performed with the ZRe Management Board and the ZRe Board of Directors (BoD) during 2024. The BoD approved ZRe's ORSA report.

Throughout the year, quarterly risk reports to the ZRe Management Board and the BoD provide updates on the risk and solvency situation as well as on Internal Control System related matters.

Management report (continued)

Outlook

The business written by the Company in 2025 is structurally expected to be similar to 2024. Out of the relatively new treaty relationship which started in November 2023 with a U.S. Group entity, an additional growth in 2025 is expected due to a concluded Group acquisition of a large travel-book which will be ceded to the same existing Whole Account Quota Share (WAQS). The U.S. book will further grow in 2025 due to a participation in an All Lines Quota Share (ALQS) treaty ceded from another U.S. Group entity. The overall appetite of ZRe to retain, on a net base, business out of portfolios with low volatility will remain unchanged. Consequently, ZRe will continue focusing on a stable portfolio and similar risks in 2025 as it did in 2024, with the primary retained exposures being on ZRe's reinsurance of the Japan motor and personal accident business and the UK, U.S., Hong Kong as well as Singapore WAQS treaties. The underwriting results are expected to be driven by the profitability of these retained contracts and the stability and homogeneity of the underlaying portfolios, where the WAQS and ALQS treaties in UK and U.S. fit well into and contribute to ZRe's further diversification.

The Company's management continues to carefully monitor any development of regulatory and legal requirements.

Board of Directors, management and auditors

Board of Directors, management and auditors	Residence	Expiration of current term of office
Board of Directors as of December 31, 2024		
Juan Beer, Chairman of the Board of Directors	Möriken-Wildegg, Switzerland	2025
Christian Carl	Hünenberg, Switzerland	2025
Thomas Hull	Uster, Switzerland	2025
Shayan Mirabi, Secretary of the Board of Directors		
Chief Executive Officer (CEO)		
Felix R. Kuhn		
Chief Financial Officer (CFO)		
Elena Kuratli		
Chief Underwriting Officer (CUO)		
Roger Oberholzer		
Auditors		
Ernst & Young Ltd		

As of December 31, 2024, the Board of Directors (BoD) of Zurich Reinsurance Company Ltd was chaired by Juan Beer. At the Annual General Meeting (AGM) on April 19, 2024, Thomas Hull was elected as a new BoD member. Christian Felderer did not stand for reelection at the AGM 2024, and Andrea Stürmer resigned from the BoD effective September 19, 2024.

As of December 2024, the Audit & Risk Committee of ZRe consisted of Thomas Hull (Chair) and Christian Carl. Thomas Hull succeeded Christian Felderer as Chair effective April 19, 2024.

Juan Beer

Christian Carl

Chairman of the Board of Directors

Member of the Board of Directors

Zurich, March 19, 2025

Income statements

Income statements	In CHF millions, for the years ended December 31	Notes	2024	2023
Gross written premiums and policy fees		3	3,491	4,216
Premiums ceded to reinsurers			(2,817)	(3,578)
Net written premiums and policy fees			675	638
Change in reserves for unearned premiums, gross			(43)	(928)
Change in reserves for unearned premiums, ceded			25	908
Net earned premiums and policy fees			657	618
Other income			4	4
Total technical income			661	622
Claims paid, annuities and loss adjustment expenses, direct business			(2)	(3)
Claims paid, annuities and loss adjustment expenses, assumed			(1,635)	1,267
Claims paid, annuities and loss adjustment expenses, ceded			1,389	(1,486)
Change in insurance reserves, gross	13		(388)	(3,201)
Change in insurance reserves, ceded	13		265	3,110
Insurance benefits and losses, net of reinsurance			(371)	(313)
Underwriting & policy acquisition costs, assumed			(1,086)	(1,045)
Underwriting & policy acquisition costs, ceded			790	760
Underwriting & policy acquisition costs, net of reinsurance			(296)	(285)
Administrative and other expense	4		27	(46)
Total technical expense			(640)	(645)
Investment income	5		31	22
Investment expenses	6		(10)	(2)
Net investment result			21	20
Other financial income			22	25
Other financial expense			–	(9)
Operating result			64	13
Interest expense on debt and other interest expense			(35)	(29)
Net income before taxes			28	(16)
Direct tax expenses			(5)	(1)
Net income after taxes			23	(17)

Balance sheets

Assets	in CHF millions, as of December 31	Notes	2024	2023
Investments				
Investments in subsidiaries and associates		7	–	–
Debt securities			939	813
Other loans			37	41
Total investments			976	855
Other assets				
Derivative assets			2	1
Deposits made under assumed reinsurance contracts		8	187	164
Cash and cash equivalents			12	2
Insurance reserves, ceded		14	5,170	4,647
Deferred acquisition costs, net of reinsurance		9	91	82
Intangible assets		10	6	9
Receivables from insurance and reinsurance business		11	310	252
Other receivables		12	432	717
Accrued assets			59	60
Total other assets			6,269	5,934
Total assets			7,244	6,788

Balance sheets (continued)

Liabilities and shareholder's equity	in CHF millions, as of December 31	Notes	2024	2023
Liabilities				
Insurance reserves, gross		14	5,976	5,289
Senior and other debt		15	564	529
Derivative liabilities			1	1
Deposits received under ceded reinsurance contracts		8	89	80
Liabilities from insurance and reinsurance business		16	227	207
Other liabilities			140	39
Accrued liabilities			53	53
Total liabilities			7,051	6,198
Shareholder's equity (before appropriation of available earnings)		19		
Share capital			12	12
Capital contribution reserve:				
<i>Beginning of year</i>			508	551
<i>Dividend paid</i>			(420)	(43)
Capital contribution reserve, end of year			88	508
Retained earnings:				
<i>Beginning of year</i>			70	87
<i>Net income after taxes</i>			23	(17)
Retained earnings, end of year			94	70
Total shareholder's equity (before appropriation of available earnings)			193	590
Total liabilities and shareholder's equity			7,244	6,788

Notes to the financial statements

1. Basis of presentation

The Company's financial statements are presented in accordance with the Swiss Code of Obligations and relevant insurance supervisory law, including the Swiss Financial Market Supervisory Authority FINMA Insurance Supervision Ordinance (ISO-FINMA).

All amounts in the financial statements, unless otherwise stated, are shown in Swiss Francs (CHF), rounded to the nearest million with the consequence that the rounded amounts may not add up to the rounded total in all cases. All variances are calculated using the actual figures rather than the rounded amounts.

2. Summary of significant accounting policies

Investments

Investments in subsidiaries and associates are held at acquisition cost less necessary impairments.

Debt securities are carried at amortized cost using the effective interest rate method.

Other loans are carried at nominal value less impairments as necessary.

Other assets

Derivative financial instruments

Derivative financial instruments held for purposes of economic hedging are carried at fair value.

Deposits made under assumed reinsurance contracts

Reinsurance deposits consist of funds deposited with ceding insurers to guarantee contractual liabilities for assumed reinsurance.

Deferred acquisition costs, net of reinsurance

Acquisition costs related to reinsurance business are deferred. The deferred costs are subsequently amortized over the period in which the related assumed premiums are earned.

Accrued assets

This amount relates primarily to interest income accruals and other accrued income.

Insurance reserves

Reserves for unearned premiums represent the portion of the premiums written relating to the unexpired term of insurance coverage as of the balance sheet date. In many insurance contracts, the insurance period for which the insurance company assumes a risk against a premium paid does not correspond to the company's financial year. Thus, an amount equivalent to the unearned portion of the premium is set up as a reserve at the end of the financial year.

Reserves for losses and loss adjustment expenses represent reserves for reported claims and estimates for losses incurred but not yet reported (IBNR). The reserves represent estimates of future payments of reported and unreported claims for losses and related expenses with respect to insured events that have occurred. In addition, equalization reserves are included where these are accepted or required by the regulator in the country where such reserves are held. Reserving is a complex process dealing with uncertainty, requiring the use of informed estimates and judgments. Any changes in estimates are reflected in the income statements in the period in which estimates are changed.

Other income and administrative and other expense

Other income include interest income on deposits received under ceded reinsurance contracts as well as other technical and other non-technical income. **Administrative and other expense** represent primarily technical expense in connection with the operation of the insurance business.

Investment income and expense

Realized capital gains/losses on investments occur when the sales price or redemption value is higher or lower than the carrying value at the time of sale. The gain/loss is the difference between carrying value and the sales price or redemption value.

Notes to the financial statements (continued)

Write-downs on investments include necessary impairments of debt securities and investments in subsidiaries and associates.

[Other financial income and expense](#)

Other financial income and expense include interest income on cash and cash equivalents as well as realized gains and losses on senior debt.

[Direct tax expenses](#)

Direct tax expenses include both Swiss and foreign income tax expense and capital tax expense in Switzerland as well as foreign withholding tax expense on investment income.

Notes to the financial statements (continued)

3. Gross written premiums and policy fees

Gross written premiums and policy fees by type of business	in CHF millions, for the years ended December 31	2024	2023
	Personal accident	252	287
	Workers' compensation	164	31
	Health	7	6
	Motor	643	727
	Marine, Traffic, Transport	113	100
	Property	1,406	1,690
	Casualty	871	1,344
	Credit & Deposits	13	11
	Miscellaneous financial loss	20	19
Gross written premiums and policy fees		3,491	4,216

Gross written premiums and policy fees totaled CHF 3,491 million. As ZRe's direct business is all in run-off, the gross written premiums and policy fees reflect only assumed business. The majority of the assumed business in 2024 originates from ZIC's UK business, ZIC's Japan branch (personal accident and motor business) and reinsurance business written in Canada. In 2024, the assumed gross written premiums and policy fees decreased by CHF 724 million, mainly due to the portfolio entry for the UK business as of January 1, 2023.

4. Administrative and other expense

Administrative and other expense	in CHF millions, for the years ended December 31	2024	2023
	Operating and administrative expenses	(4)	(6)
	Amortization of intangible assets	(3)	(3)
	Foreign currency transaction gains and losses	31	(37)
	Gains and losses on foreign currency derivatives	2	1
	Administrative and other expense	27	(46)
	of which personnel expenditure	(1)	(1)

The administrative and other expense decreased by CHF 73 million mainly due to net foreign currency transaction gains and losses that are driven by the net FX-gains of CHF 31 million following the stronger U.S. dollar exchange rate in 2024, whereas in 2023, a net FX-loss of CHF 37 million was driven by the weaker U.S. dollar exchange rate. In 2024, there was no contribution made to the Z Zurich Foundation, whereas the Company contributed CHF 4 million in 2023.

5. Investment income

Investment income by category	in CHF millions, for the years ended December 31	Current income		Realized capital gains		Write-ups		Total	
		2024	2023	2024	2023	2024	2023	2024	2023
	Debt securities	29	19	—	1	—	—	29	21
	Other loans	2	2	—	—	—	—	2	2
	Investment income	31	21	—	1	—	—	31	22

Investment income on debt securities increased in 2024 to CHF 31 million compared to CHF 21 million in 2023 due to the higher volume of investments following the growing business and higher reinvestment rates on debt securities.

Notes to the financial statements (continued)

6. Investment expenses

Investment expenses by category	in CHF millions, for the years ended December 31	Realized capital losses		Write-downs		Total
		2024	2023	2024	2023	
Debt securities		(9)	(2)	–	–	(9) (2)
Other loans		–	–	–	–	–
Subtotal investment expenses		(9)	(2)	–	–	(9) (2)
Investment general expenses		n.a.	n.a.	n.a.	n.a.	(1) –
Investment expenses						(10) (2)

Realized capital losses on debt securities of CHF 9 million and CHF 2 million in 2024 and 2023, respectively, were mainly due to the sale of Canadian government bonds in order to reposition the portfolios and reinvest them at the higher market interest rate. In addition, a Group internal sale of U.S. government bonds resulted in realized capital loss of CHF 4 million in 2024.

7. Investments in subsidiaries and associates

ZRe has a minority stake in Zurich Risk Management Services (India) Private Limited. The book value for this investment is CHF 1 as of December 31, 2024 and 2023, respectively.

Indirect subsidiaries

The Company holds no indirect subsidiaries.

8. Deposit made under assumed reinsurance contracts/Deposits received under ceded reinsurance contracts

ZRe reported deposits made under assumed reinsurance contracts of CHF 187 million and CHF 164 million as of December 31, 2024 and 2023, respectively, to comply with regulatory requirements in the Asia Pacific region and in the U.S. For the retroceded part of this business, ZRe recorded deposits received of CHF 89 million and CHF 80 million as of December 31, 2024 and 2023, respectively.

9. Deferred acquisition costs

Deferred acquisition costs, net of reinsurance	in CHF millions, as of December 31	2024	2023
		2024	2023
Deferred acquisition costs, assumed reinsurance		449	413
Deferred acquisition costs, retroceded reinsurance		(358)	(331)
Deferred acquisition costs, net of reinsurance		91	82

Deferred acquisition costs increased on a gross and ceded basis in 2024 compared to December 31, 2023. The increase by CHF 9 million on a net basis was mainly in the Asia Pacific region.

10. Intangible assets

Intangible assets consist of renewal rights of CHF 6 million and CHF 9 million as of December 31, 2024 and 2023, respectively, which are amortized over a period of ten years.

11. Receivables from insurance and reinsurance business

Receivables from insurance and reinsurance business	in CHF millions, as of December 31	2024	2023
		2024	2023
Receivables from insurance and reinsurance business		310	252
Receivables from insurance and reinsurance business		310	252

Receivables from insurance and reinsurance business increased in 2024 compared to December 31, 2023, mainly related to the reinsurance business which is fully fronted and not retained.

12. Other receivables

Other receivables include intragroup balances related to the Group's internal cash pooling facility which decreased in 2024 by CHF 272 million to CHF 432 million as of December 31, 2024, mainly due to the dividend payment to ZIC.

Notes to the financial statements (continued)

13. Change in insurance reserves (excluding change in reserves for unearned premiums), net

Change in insurance reserves (excluding change in reserves for unearned premiums), net	in CHF millions, for the years ended December 31	2024	2023
Gross			
Change in reserves for losses and loss adjustment expenses, direct business	(7)	(12)	
Change in reserves for losses and loss adjustment expenses, indirect business	(381)	(3,189)	
Change in other technical reserves	–	–	
Change in reserves for PH's dividends	–	–	
Change in insurance reserves, gross	(388)	(3,201)	
Ceded			
Change in reserves for losses and loss adjustment expenses, direct business	3	4	
Change in reserves for losses and loss adjustment expenses, indirect business	262	3,106	
Change in other technical reserves	–	–	
Change in reserves for PH's dividends	–	–	
Change in insurance reserves, ceded	265	3,110	
Net			
Change in reserves for losses and loss adjustment expenses, direct business	(4)	(8)	
Change in reserves for losses and loss adjustment expenses, indirect business	(120)	(83)	
Change in other technical reserves	–	–	
Change in reserves for PH's dividends	–	–	
Change in insurance reserves, net of reinsurance	(123)	(91)	

The negative impact in the income statement due to the change in net insurance reserves increased by CHF 32 million to CHF 123 million in 2024 from CHF 91 million in 2023 mainly due to the additional Group internal U.S. reinsurance business.

14. Insurance reserves, net

Insurance reserves, net	in CHF millions, as of December 31	2024	2023
Gross			
Reserves for unearned premiums	1,389	1,289	
Reserves for losses and loss adjustment expenses	4,585	3,999	
Other technical reserves	–	–	
Reserves for policyholders' dividends	2	2	
Insurance reserves, gross	5,976	5,289	
Ceded			
Reserves for unearned premiums	(1,162)	(1,084)	
Reserves for losses and loss adjustment expenses	(4,008)	(3,563)	
Reserves for policyholders' dividends	–	–	
Insurance reserves, ceded	(5,170)	(4,647)	
Net			
Reserves for unearned premiums	227	206	
Reserves for losses and loss adjustment expenses	578	436	
Other technical reserves	–	–	
Reserves for policyholders' dividends	2	2	
Insurance reserves, net of reinsurance	807	643	

Total net insurance reserves increased by CHF 164 million to CHF 807 million as of December 31, 2024, from CHF 643 million as of December 31, 2023. The net reserves are primarily related to the Japan motor and personal accident business, the WAQS business in Hong Kong, the UK and the U.S. as well as the run-off business.

Notes to the financial statements (continued)

15. Senior and other debt

Senior and other debt	in CHF millions, as of December 31	2024	2023
	Zurich Insurance Company Ltd	564	529
	Total senior and other debt	564	529
	thereof due in one to five years	460	386
	thereof due in more than five years	—	—

The senior and other debt is held as collateral funding for Canadian business.

16. Liabilities from insurance and reinsurance business

Liabilities from insurance and reinsurance business	in CHF millions, as of December 31	2024	2023
	Liabilities from insurance and reinsurance business	227	207
	Liabilities from insurance and reinsurance business	227	207

Liabilities from insurance and reinsurance business increased in 2024 compared to December 31, 2023, by CHF 20 million mainly related to the reinsurance business which is fully fronted and not retained.

17. Assets and liabilities relating to Zurich Insurance Company Ltd and Zurich Insurance Group Ltd

Assets and liabilities relating to ZIC	in CHF millions, as of December 31	2024	2023
	Assets		
Other loans	37	41	
Derivative assets	2	1	
Deposits made under assumed reinsurance contracts	176	159	
Insurance reserves, ceded	5,127	4,609	
Deferred acquisition costs, net of reinsurance	89	81	
Receivables from insurance and reinsurance business	295	238	
Other receivables	432	704	
Accrued assets	53	55	
Total assets	6,211	5,889	
Liabilities			
Insurance reserves, gross	5,736	5,116	
Senior and other debt	564	529	
Derivative liabilities	1	1	
Deposits received under ceded reinsurance contracts	89	80	
Liabilities from insurance and reinsurance business	227	203	
Other liabilities	136	25	
Accrued liabilities	53	53	
Total liabilities	6,805	6,006	

There are no assets or liabilities relating to Zurich Insurance Group Ltd on the Company's balance sheet as of December 31, 2024 and 2023, respectively.

Notes to the financial statements (continued)

18. Supplementary information

Supplementary information	in CHF thousands, for the years ended December 31	2024	2023
Audit fees		251	177
Other service fees		1	–
Number of employees – average full time equivalents		1	2

According to regulatory requirements, CHF 119 million and CHF 108 million are attributed to tied assets as of December 31, 2024 and 2023, respectively.

To secure the insurance reserves of the assumed reinsurance business, investments with a value of CHF 642 million and of CHF 571 million as of December 31, 2024, respectively 2023, were deposited in favor of ceding companies. The increase in 2024 of CHF 71 million was mainly driven by the Group internal U.S. business.

ZRe had an employment services agreement in place with ZIC. Under this agreement, ZIC committed to make available certain services of identified staff to the Company.

ZRe is a member of the Zurich VAT group and is therefore jointly and severally liable for the VAT debts of the entire Group to the Swiss Federal Tax Administration. In addition, the Company has provided two unlimited guarantees and is not aware of any event or default that would require it to satisfy any of these guarantees.

19. Shareholder's equity

Shareholder's equity	in CHF millions, as of December 31	2024	2023	Change
Share capital		12	12	–
Capital contribution reserve:				
<i>Beginning of year</i>		508	551	(43)
<i>Dividend paid</i>		(420)	(43)	(377)
Capital contribution reserve, end of year		88	508	(420)
Retained earnings:				
<i>Beginning of year</i>		70	87	(17)
<i>Net income after taxes</i>		23	(17)	40
Retained earnings, end of year		94	70	23
Total shareholder's equity		193	590	(397)

The Company's only shareholder is Zurich Insurance Company Ltd.

20. Exchange rates

The presentation currency for ZRe is CHF. The functional currency is the currency of the primary economic environment in which the business unit operates. Assets and liabilities of those business units with functional currencies other than CHF are translated into the presentation currency at end-of-period exchange rates. Revenues and expenses are translated using the average exchange rate for the year. The resulting exchange differences are recorded in the income statements, whereas the unrealized foreign exchange gains are deferred and recorded in the balance sheet.

The table below summarizes the exchange rates that have been used for translation purposes.

Exchange rates	CHF per 1 foreign currency unit	Balance sheets		Income statements	
		31/12/2024	31/12/2023	2024	2023
British pound		1.1345	1.0726	1.1246	1.1170
U.S. dollar		0.9062	0.8422	0.8799	0.8983

Proposed appropriation of available earnings and capital contribution reserve

The available earnings for 2024 originate as follows:

in CHF	Available earnings
Available earnings	
As of January 1, 2024	70,168,658
Net income after taxes	23,334,685
Available earnings as of December 31, 2024	93,503,343

The Board of Directors proposes to the Annual General Meeting to be held on March 19, 2025, to appropriate the available earnings and a part of the capital contribution reserve as follows:

in CHF	Available earnings
Appropriation of available earnings	
As of December 31, 2024	93,503,343
Balance carried forward	93,503,343

in CHF	Capital contribution reserve
Appropriation of capital contribution reserve	
As of December 31, 2024	87,807,652
Dividend of CHF 32,000,000	(32,000,000)
Balance carried forward¹	55,807,652

¹ These figures are based on the share capital issued on December 31, 2024, of CHF 11,676,271 divided into 11,676,271 registered shares with a nominal value of CHF 1 each.

Zurich, March 19, 2025

On behalf of the Board of Directors of Zurich Reinsurance Company Ltd

Juan Beer

Chairman

Report of the statutory auditor



Shape the future
with confidence

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To the General Meeting of
Zurich Reinsurance Company Ltd, Zurich

Zurich, March 19, 2025

Report of the statutory auditor

Report on the audit of the financial statements



Opinion

We have audited the financial statements of Zurich Reinsurance Company Ltd (hereinafter referred to as "the Company"), which comprise the balance sheet as of December 31, 2024, and the income statement for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements (pages 4 to 13) comply with Swiss law and the Company's articles of association.



Basis for opinion

We conducted our audit in accordance with Swiss law and Swiss Standards on Auditing (SAC). Our responsibilities under those provisions and standards are further described in the "Auditor's responsibilities for the audit of the financial statements" section of our report. We are independent of the Company in accordance with the provisions of Swiss law and the requirements of the Swiss audit profession, and we have fulfilled our other ethical responsibilities in accordance with these 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 included in the annual report, but does not include the financial statements and our auditor's report thereon.

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

Report of the statutory auditor (continued)



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In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements, 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 that fact. We have nothing to report in this regard.



Board of Directors' responsibilities for the financial statements

The Board of Directors is responsible for the preparation of the financial statements in accordance with the provisions of Swiss law and the Company's articles of association, and for such internal control as the Board of Directors determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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.



Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Swiss law and SA-CH 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 financial statements.

A further description of our responsibilities for the audit of the financial statements is located on EXPERTsuisse's website at: <https://www.expertsuisse.ch/en/audit-report>. This description forms an integral part of our report.

Report of the statutory auditor (continued)



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Report on other legal and regulatory requirements



In accordance with Art. 728a para. 1 item 3 CO and SA-CH 890, we confirm that an internal control system exists, which has been designed for the preparation of the financial statements according to the instructions of the Board of Directors.

Based on our audit in accordance with Art. 728a para. 1 item 2 CO, we confirm that the proposals of the Board of Directors comply with Swiss law and the Company's articles of association. We recommend that the financial statements submitted to you be approved.

Ernst & Young Ltd

Philip Kirkpatrick
Licensed audit expert
(Auditor in charge)

Thomas Lussiez
Certified Public Accountant (U.S.)

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Disclaimer and cautionary statement

Certain statements in this document are forward-looking statements, including, but not limited to, statements that are predictions of or indicate future events, trends, plans or objectives of Zurich Reinsurance Company Ltd. Forward-looking statements include statements regarding the Zurich Reinsurance Company Ltd's targeted profit, return on equity targets, expenses, pricing conditions, dividend policy, underwriting and claims results, as well as statements regarding the Zurich Reinsurance Company Ltd's understanding of general economic, financial and insurance market conditions and expected developments. Undue reliance should not be placed on such statements because, by their nature, they are subject to known and unknown risks and uncertainties and can be affected by other factors that could cause actual results and plans, policies, initiatives and objectives of Zurich Reinsurance Company Ltd to differ materially from those expressed or implied in the forward-looking statements (or from past results). Factors such as (i) general economic conditions and competitive factors, particularly in key markets; (ii) the risk of a global economic downturn, in the financial services industries in particular; (iii) performance of financial markets; (iv) levels of interest rates and currency exchange rates; (v) frequency, severity and development of insured claims events; (vi) mortality and morbidity experience; (vii) policy renewal and lapse rates; (viii) increased litigation activity and regulatory actions; and (ix) changes in laws and regulations and in the policies of regulators, and the possibility of conflict between different governmental standards and regulatory regimes may have a direct bearing on the results of operations of Zurich Reinsurance Company Ltd and on whether the targets will be achieved. Zurich Reinsurance Company Ltd undertakes no obligation to publicly update or revise any of these forward-looking statements, whether to reflect new information, future events or circumstances or otherwise.

It should be noted that past performance is not a guide to future performance.

Persons requiring advice should consult an independent adviser.

This communication does not constitute an offer or an invitation for the sale or purchase of securities in any jurisdiction.

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