

# 2006

Zurich Financial Services Group



ZURICH

Financial  
Supplement  
2006/Q1

# Results Reporting for the Three Months to March 31, 2006

## Financial Supplement (unaudited)

### Table of Contents

#### **Information for the three months ended March 31**

##### **Financial highlights**

- 2 Operating statements by business segment
- 3 Assets and liabilities by business segment
- 4 Reconciliation of net income before shareholders' taxes and business operating profit by business segment

##### **General Insurance**

- 5 Customer segment reporting - Overview
- 6 Customer segment reporting - Europe General Insurance by region and split into commercial and personal
- 7 Customer segment reporting - International Businesses by region and split into commercial and personal

##### **Global Life**

- 8 Overview
- 9 Rest of Europe by country

##### **Additional information**

- 10 Principal exchange rates
- 10 Currency translation impact on key financial figures - General Insurance and Global Life
- 10 Acquisitions and divestments of businesses
- 11 Total investments: split 'Group investments' and 'Investments for unit-linked products'

##### **Summary of quarterly consolidated financial information**

- 14 Summary of quarterly consolidated financial information

Operating statements by business segment

in USD millions, for the three months ended March 31

	General Insurance		Global Life		Farmers Management Services		Other Businesses		Corporate Functions		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
<b>Revenues</b>														
Direct written premiums and policy fees	9,446	9,857	3,038	2,813	-	-	108	111	-	-	2	13	12,594	12,794
Assumed written premiums	426	383	24	24	-	-	450	748	50	35	(110)	(92)	840	1,098
Gross written premiums and policy fees	9,872	10,240	3,062	2,837	-	-	558	859	50	35	(108)	(79)	13,434	13,892
Less premiums ceded to reinsurers	(1,327)	(1,452)	(162)	(163)	-	-	(15)	(106)	(49)	(35)	108	79	(1,445)	(1,677)
Net written premiums and policy fees	8,545	8,788	2,900	2,674	-	-	543	753	1	-	-	-	11,989	12,215
Net change in reserves for unearned premiums	(1,713)	(1,971)	(4)	-	-	-	18	85	2	2	-	-	(1,697)	(1,884)
Net earned premiums and policy fees	6,832	6,817	2,896	2,674	-	-	561	838	3	2	-	-	10,292	10,331
Farmers management fees	-	-	-	-	522	508	-	-	-	-	-	-	522	508
Net investment income	749	635	1,544	1,561	35	35	221	264	165	140	(263)	(229)	2,451	2,406
Net capital gains/(losses) on investments and impairments	88	47	4,816	1,171	-	-	241	(8)	17	(15)	-	-	5,162	1,195
Net loss on divestments of businesses	-	(7)	-	(9)	-	-	-	(2)	-	-	-	-	-	(18)
Other income	83	20	216	246	5	-	53	52	197	186	(206)	(177)	348	327
<b>Total revenues</b>	<b>7,752</b>	<b>7,512</b>	<b>9,472</b>	<b>5,643</b>	<b>562</b>	<b>543</b>	<b>1,076</b>	<b>1,144</b>	<b>382</b>	<b>313</b>	<b>(469)</b>	<b>(406)</b>	<b>18,775</b>	<b>14,749</b>
Intersegment transactions	(61)	(221)	(56)	(74)	(6)	4	(207)	23	(139)	(138)	469	406	-	-
<b>Benefits, losses and expenses</b>														
Losses and loss adjustment expenses, net of reinsurance	4,888	4,992	17	19	-	-	316	371	3	2	(8)	4	5,216	5,388
Life insurance death and other benefits, net of reinsurance	18	20	3,500	3,464	-	-	68	186	4	4	5	(9)	3,595	3,665
(Decrease)/increase in future life policyholders' benefits, net of reinsurance	1	1	(967)	(1,144)	-	-	(91)	(11)	7	-	3	1	(1,047)	(1,153)
Insurance benefits and losses, net of reinsurance	4,907	5,013	2,550	2,339	-	-	293	546	14	6	-	(4)	7,764	7,900
Policyholder dividends and participation in profits, net of reinsurance	1	3	5,466	1,980	-	-	369	(99)	-	-	-	-	5,836	1,884
Underwriting and policy acquisition costs, net of reinsurance	1,153	1,064	290	362	-	-	153	356	(9)	(3)	-	-	1,587	1,779
Administrative and other operating expenses	847	662	386	375	239	226	56	99	356	254	(199)	(175)	1,685	1,441
Amortization and impairments of intangible assets	19	24	22	29	10	11	-	1	3	2	-	-	54	67
Interest expense on debt	73	58	6	9	-	-	53	42	273	224	(261)	(223)	144	110
Interest credited to policyholders and other interest	46	41	148	190	-	-	38	47	-	1	(9)	(4)	223	275
<b>Total benefits, losses and expenses</b>	<b>7,046</b>	<b>6,865</b>	<b>8,868</b>	<b>5,284</b>	<b>249</b>	<b>237</b>	<b>962</b>	<b>992</b>	<b>637</b>	<b>484</b>	<b>(469)</b>	<b>(406)</b>	<b>17,293</b>	<b>13,456</b>
<b>Net income/(loss) before income taxes</b>	<b>706</b>	<b>647</b>	<b>604</b>	<b>359</b>	<b>313</b>	<b>306</b>	<b>114</b>	<b>152</b>	<b>(255)</b>	<b>(171)</b>	<b>-</b>	<b>-</b>	<b>1,482</b>	<b>1,293</b>
Income tax expense attributable to policyholders													(294)	(148)
Income tax expense attributable to shareholders													(384)	(344)
Net income attributable to minority interests													(19)	(22)
<b>Net income attributable to shareholders</b>													<b>785</b>	<b>779</b>
<b>Business operating profit</b>	<b>886</b>	<b>609</b>	<b>275</b>	<b>170</b>	<b>313</b>	<b>306</b>	<b>105</b>	<b>122</b>	<b>(220)</b>	<b>(173)</b>	<b>-</b>	<b>-</b>	<b>1,359</b>	<b>1,034</b>

## Financial highlights (unaudited)

Assets and liabilities  
by business segment

in USD millions, as of

	General Insurance		Global Life		Farmers Management Services		Other Businesses		Corporate Functions		Eliminations		Total	
	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05
Total investments	76,590	74,375	178,860	174,428	3,327	3,588	32,672	32,632	17,958	19,196	(26,856)	(26,926)	282,551	277,293
Reinsurers' share of reserves for insurance contracts	13,944	13,974	1,623	1,561	203	202	7,237	6,294	91	73	(2,534)	(1,610)	20,564	20,494
Deposits made under assumed reinsurance contracts	69	45	–	9	–	–	2,027	2,488	6	6	(51)	(98)	2,051	2,450
Deferred policy acquisition costs	2,866	2,640	8,807	8,441	–	–	90	98	–	–	3	–	11,766	11,179
Deferred origination costs	–	–	706	690	–	–	–	–	–	–	–	–	706	690
Goodwill	155	152	456	448	–	–	–	–	5	5	–	–	616	605
Other related Intangible assets <sup>1</sup>	–	–	750	740	1,024	1,024	–	–	–	–	–	–	1,774	1,764
Other assets	12,602	12,666	8,179	9,008	938	1,070	2,556	2,839	1,948	2,082	(2,425)	(2,528)	23,798	25,137
<b>Total assets after consolidation of investments in subsidiaries</b>	<b>106,226</b>	<b>103,852</b>	<b>199,381</b>	<b>195,325</b>	<b>5,492</b>	<b>5,884</b>	<b>44,582</b>	<b>44,351</b>	<b>20,008</b>	<b>21,362</b>	<b>(31,863)</b>	<b>(31,162)</b>	<b>343,826</b>	<b>339,612</b>
Liabilities for investment contracts	–	–	44,109	41,244	–	–	–	–	–	–	(247)	(245)	43,862	40,999
<i>Reserves for losses and loss adjustment expenses, gross</i>	55,267	54,715	129	130	–	–	7,327	6,281	178	165	(1,701)	(866)	61,200	60,425
<i>Reserves for unearned premiums, gross</i>	14,872	12,973	131	125	–	–	531	449	39	33	(112)	(49)	15,461	13,531
<i>Future life policyholders' benefits, gross</i>	152	149	68,535	68,624	–	–	2,653	2,757	460	439	(699)	(677)	71,101	71,292
<i>Policyholders' contract deposits and other funds, gross</i>	863	862	13,494	13,854	–	–	4,158	4,288	–	–	(7)	(19)	18,508	18,985
<i>Reserves for unit-linked contracts, gross</i>	–	–	42,358	39,283	–	–	15,968	16,408	–	–	–	–	58,326	55,691
<b>Reserves for insurance contracts, gross</b>	<b>71,154</b>	<b>68,699</b>	<b>124,647</b>	<b>122,016</b>	<b>–</b>	<b>–</b>	<b>30,637</b>	<b>30,183</b>	<b>677</b>	<b>637</b>	<b>(2,519)</b>	<b>(1,611)</b>	<b>224,596</b>	<b>219,924</b>
Debt related to capital markets and banking activities	–	–	–	–	–	–	3,754	3,833	–	–	(1,686)	(1,694)	2,068	2,139
Senior debt	6,116	6,176	735	637	–	–	569	435	17,704	17,797	(22,136)	(22,112)	2,988	2,933
Subordinated debt	2,322	2,315	–	–	–	–	–	55	5,317	5,360	(3,030)	(3,123)	4,609	4,607
Other liabilities	15,523	16,319	19,806	21,453	1,666	1,778	6,381	6,852	1,701	1,745	(2,245)	(2,377)	42,832	45,770
<b>Total liabilities</b>	<b>95,115</b>	<b>93,509</b>	<b>189,297</b>	<b>185,350</b>	<b>1,666</b>	<b>1,778</b>	<b>41,341</b>	<b>41,358</b>	<b>25,399</b>	<b>25,539</b>	<b>(31,863)</b>	<b>(31,162)</b>	<b>320,955</b>	<b>316,372</b>
<b>Equity</b>														
Common shareholders' equity													21,505	21,330
Preferred securities													896	1,096
Shareholders' equity													22,401	22,426
Minority interests													470	814
<b>Total equity</b>													<b>22,871</b>	<b>23,240</b>
<b>Total liabilities and equity</b>													<b>343,826</b>	<b>339,612</b>

<sup>1</sup> Other related intangible assets consists of present value of profits of acquired insurance contracts and attorney-in-fact relationships.

## Financial highlights (unaudited)

**Reconciliation of net  
income before share-  
holders' taxes and  
business operating  
profit by business  
segment**

in USD millions, for the three months ended March 31

	General Insurance		Global Life		Farmers Management Services		Other Businesses		Corporate Functions		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Net income/(loss) before shareholders' taxes	706	647	310	211	313	306	114	152	(255)	(171)	1,188	1,145
Adjusted for:												
Net capital (gains)/losses on investments and impairments, excluding capital markets and banking activities and certain securities held for specific economic hedging purposes	(88)	(47)	(4,816)	(1,171)	-	-	(214)	55	(32)	15	(5,150)	(1,148)
Policyholder allocation of net capital gains/(losses) on investments and impairments	-	-	4,787	1,128	-	-	205	(87)	-	-	4,992	1,041
Net income attributable to minority interests	(7)	(8)	(6)	(7)	-	-	-	-	(6)	(7)	(19)	(22)
Net loss on divestments of businesses	-	7	-	9	-	-	-	2	-	-	-	18
Foreign currency differences on intercompany investments	12	10	-	-	-	-	-	-	(12)	(10)	-	-
Restructuring provisions and other	263	-	-	-	-	-	-	-	85	-	348	-
<b>Business operating profit</b>	<b>886</b>	<b>609</b>	<b>275</b>	<b>170</b>	<b>313</b>	<b>306</b>	<b>105</b>	<b>122</b>	<b>(220)</b>	<b>(173)</b>	<b>1,359</b>	<b>1,034</b>

## General Insurance (unaudited)

Customer  
segment  
reporting -  
Overview

in USD millions, for the three months ended March 31

	Global Corporate		North America Commercial		Europe General Insurance		International Businesses		Centrally Managed Businesses		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Gross written premiums and policy fees	2,558	2,724	2,889	2,752	3,947	4,210	735	707	203	61	(460)	(214)	9,872	10,240
Net earned premiums and policy fees	1,203	1,217	2,273	2,080	2,792	3,009	546	500	18	11	-	-	6,832	6,817
Insurance benefits and losses	944	964	1,576	1,491	1,980	2,184	372	324	35	50	-	-	4,907	5,013
Policyholder dividends and participation in profits	-	1	1	2	-	-	-	-	-	-	-	-	1	3
Total net technical expenses	172	170	589	536	635	705	188	173	7	12	(5)	(5)	1,586	1,591
Net underwriting result	87	82	107	51	177	120	(14)	3	(24)	(51)	5	5	338	210
Net investment income	142	124	260	176	262	268	39	31	65	53	(19)	(17)	749	635
Net capital gains/(losses) on investments and impairments	10	5	2	(3)	71	30	5	15	-	-	-	-	88	47
Net non-technical result	(27)	(33)	(312)	(87)	(95)	(87)	(3)	7	(46)	(57)	14	12	(469)	(245)
<b>Net income/(loss) before income taxes</b>	<b>212</b>	<b>178</b>	<b>57</b>	<b>137</b>	<b>415</b>	<b>331</b>	<b>27</b>	<b>56</b>	<b>(5)</b>	<b>(55)</b>	<b>-</b>	<b>-</b>	<b>706</b>	<b>647</b>
<b>Business operating profit</b>	<b>201</b>	<b>180</b>	<b>317</b>	<b>141</b>	<b>354</b>	<b>307</b>	<b>19</b>	<b>37</b>	<b>(5)</b>	<b>(56)</b>	<b>-</b>	<b>-</b>	<b>886</b>	<b>609</b>

Ratios, as % of net earned premiums and policy fees

Loss ratio	78.5%	79.2%	69.3%	71.7%	70.9%	72.6%	68.1%	64.6%	206.1%	467.1%	n/a	n/a	71.8%	73.5%
Expense ratio <sup>1</sup>	14.3%	14.1%	26.0%	25.8%	22.8%	23.4%	34.5%	34.6%	39.8%	110.7%	n/a	n/a	23.3%	23.4%
<b>Combined ratio</b>	<b>92.8%</b>	<b>93.3%</b>	<b>95.3%</b>	<b>97.5%</b>	<b>93.7%</b>	<b>96.0%</b>	<b>102.6%</b>	<b>99.2%</b>	<b>nm</b>	<b>nm</b>	<b>n/a</b>	<b>n/a</b>	<b>95.1%</b>	<b>96.9%</b>

<sup>1</sup> Including policyholder dividends and participation in profits.Total  
investments

in %, as of	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05
Cash and cash equivalents	16.2%	19.4%	16.5%	18.2%	8.6%	8.7%	17.7%	16.4%	98.5%	95.8%	n/a	n/a	20.6%	22.1%
Equity securities	4.7%	4.1%	4.6%	4.2%	9.2%	8.8%	46.1%	45.9%	-	-	n/a	n/a	7.5%	7.0%
Debt securities	72.2%	65.1%	78.1%	76.4%	64.3%	63.9%	32.0%	33.0%	1.5%	1.5%	n/a	n/a	63.9%	62.6%
Investment in associates	0.1%	0.1%	0.1%	0.2%	-	-	-	-	-	-	n/a	n/a	0.1%	0.1%
Other investments	6.8%	11.3%	0.7%	1.0%	17.9%	18.6%	4.2%	4.7%	-	2.7%	n/a	n/a	7.9%	8.2%
<b>Total investments</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>n/a</b>	<b>n/a</b>	<b>100.0%</b>	<b>100.0%</b>

## General Insurance (unaudited)

## Customer segment reporting - Europe General Insurance by region

in USD millions, for the three months ended March 31

	United Kingdom		Germany		Switzerland		Italy		Spain		Rest of Europe		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Gross written premiums and policy fees	721	826	1,181	1,295	915	1,002	380	388	322	335	569	616	(141)	(252)	3,947	4,210
Net earned premiums and policy fees	871	984	517	557	392	421	362	360	241	243	409	444	-	-	2,792	3,009
Net underwriting result	60	(4)	45	39	28	5	(13)	11	19	18	38	51	-	-	177	120
<b>Business operating profit</b>	<b>137</b>	<b>83</b>	<b>65</b>	<b>62</b>	<b>49</b>	<b>26</b>	<b>1</b>	<b>23</b>	<b>28</b>	<b>29</b>	<b>74</b>	<b>84</b>	<b>-</b>	<b>-</b>	<b>354</b>	<b>307</b>

Ratios, as % of net earned premiums and policy fees

Loss ratio	70.5%	76.3%	68.7%	70.1%	70.1%	75.0%	79.9%	73.9%	70.7%	70.9%	67.6%	65.3%	n/a	n/a	70.9%	72.6%
Expense ratio <sup>1</sup>	22.7%	24.0%	22.6%	22.8%	22.6%	23.8%	23.9%	23.1%	21.6%	21.8%	23.0%	23.2%	n/a	n/a	22.8%	23.4%
<b>Combined ratio</b>	<b>93.2%</b>	<b>100.3%</b>	<b>91.3%</b>	<b>92.9%</b>	<b>92.7%</b>	<b>98.8%</b>	<b>103.8%</b>	<b>97.0%</b>	<b>92.3%</b>	<b>92.7%</b>	<b>90.6%</b>	<b>88.5%</b>	<b>n/a</b>	<b>n/a</b>	<b>93.7%</b>	<b>96.0%</b>

<sup>1</sup> Including policyholder dividends and participation in profits.

## Customer segment reporting - Europe General Insurance split into Commercial and Personal

in USD millions, for the three months ended March 31

	Commercial		Personal		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005
Gross written premiums and policy fees	1,632	1,750	2,315	2,460	-	-	3,947	4,210
Net earned premiums and policy fees	1,054	1,188	1,738	1,821	-	-	2,792	3,009
Net underwriting result	106	46	71	74	-	-	177	120
<b>Business operating profit</b>	<b>194</b>	<b>148</b>	<b>160</b>	<b>159</b>	<b>-</b>	<b>-</b>	<b>354</b>	<b>307</b>

Ratios, as % of net earned premiums and policy fees

Loss ratio	68.6%	74.3%	72.3%	71.5%	n/a	n/a	70.9%	72.6%
Expense ratio <sup>1</sup>	21.4%	21.8%	23.6%	24.4%	n/a	n/a	22.8%	23.4%
<b>Combined ratio</b>	<b>90.0%</b>	<b>96.1%</b>	<b>95.9%</b>	<b>95.9%</b>	<b>n/a</b>	<b>n/a</b>	<b>93.7%</b>	<b>96.0%</b>

<sup>1</sup> Including policyholder dividends and participation in profits.

## General Insurance (unaudited)

## Customer segment reporting - International Businesses by region

in USD millions, for the three months ended March 31

	Asia/Pacific		Latin America		Rest of International Businesses		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Gross written premiums and policy fees	320	324	236	205	184	187	(5)	(9)	735	707
Net earned premiums and policy fees	257	260	155	106	134	134	-	-	546	500
Net underwriting result	(7)	(5)	(11)	(1)	4	9	-	-	(14)	3
<b>Business operating profit</b>	<b>12</b>	<b>10</b>	<b>(1)</b>	<b>13</b>	<b>8</b>	<b>14</b>	<b>-</b>	<b>-</b>	<b>19</b>	<b>37</b>

Ratios, as % of net earned premiums and policy fees

Loss ratio	67.6%	65.8%	69.5%	61.2%	67.5%	65.1%	n/a	n/a	68.1%	64.6%
Expense ratio <sup>1</sup>	34.8%	35.9%	37.4%	40.3%	30.4%	27.6%	n/a	n/a	34.5%	34.6%
<b>Combined ratio</b>	<b>102.4%</b>	<b>101.7%</b>	<b>106.9%</b>	<b>101.5%</b>	<b>97.9%</b>	<b>92.7%</b>	<b>n/a</b>	<b>n/a</b>	<b>102.6%</b>	<b>99.2%</b>

<sup>1</sup> Including policyholder dividends and participation in profits.

## Customer segment reporting - International Businesses split into Commercial and Personal

in USD millions, for the three months ended March 31

	Commercial		Personal		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005
Gross written premiums and policy fees	454	423	281	284	-	-	735	707
Net earned premiums and policy fees	370	323	176	177	-	-	546	500
Net underwriting result	(6)	(8)	(8)	11	-	-	(14)	3
<b>Business operating profit</b>	<b>19</b>	<b>19</b>	<b>-</b>	<b>18</b>	<b>-</b>	<b>-</b>	<b>19</b>	<b>37</b>

Ratios, as % of net earned premiums and policy fees

Loss ratio	70.2%	70.5%	63.8%	53.8%	n/a	n/a	68.1%	64.6%
Expense ratio <sup>1</sup>	31.3%	31.8%	40.9%	39.9%	n/a	n/a	34.5%	34.6%
<b>Combined ratio</b>	<b>101.5%</b>	<b>102.3%</b>	<b>104.7%</b>	<b>93.7%</b>	<b>n/a</b>	<b>n/a</b>	<b>102.6%</b>	<b>99.2%</b>

<sup>1</sup> Including policyholder dividends and participation in profits.



## Global Life (unaudited)

## Overview

in USD millions, for the three months ended March 31

	Europe															
	United States		United Kingdom		Germany		Switzerland		Rest of Europe <sup>1</sup>		International Businesses		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Insurance deposits	124	128	890	1,024	181	175	7	5	997	538	309	276	-	-	2,508	2,146
Gross written premiums and policy fees	156	147	739	422	813	906	875	940	319	298	160	125	-	(1)	3,062	2,837
Net earned premiums and policy fees	111	110	684	365	791	885	869	931	300	273	141	110	-	-	2,896	2,674
Net investment income	79	78	713	670	365	396	179	205	151	159	57	53	-	-	1,544	1,561
Net capital gains/(losses) on investments and impairments	15	(8)	3,690	704	354	280	68	13	485	181	204	1	-	-	4,816	1,171
Other income (incl. net gain on divestments of businesses)	-	-	70	86	93	94	13	9	13	29	27	19	-	-	216	237
<b>Total revenues</b>	<b>205</b>	<b>180</b>	<b>5,157</b>	<b>1,825</b>	<b>1,603</b>	<b>1,655</b>	<b>1,129</b>	<b>1,158</b>	<b>949</b>	<b>642</b>	<b>429</b>	<b>183</b>	<b>-</b>	<b>-</b>	<b>9,472</b>	<b>5,643</b>
Insurance benefits and losses, net of reinsurance	56	54	465	(46)	844	954	881	975	217	335	87	67	-	-	2,550	2,339
Policyholder dividends and participation in profits, net of reinsurance	8	(8)	4,121	1,401	480	379	74	(13)	564	195	219	26	-	-	5,466	1,980
Underwriting and policy acquisition costs, net of reinsurance	16	19	127	134	56	95	30	79	42	8	19	27	-	-	290	362
Administrative and other operating expenses	21	18	115	155	83	61	53	53	62	38	52	50	-	-	386	375
Amortization and impairments of intangible assets	4	4	5	7	12	15	-	-	1	-	-	3	-	-	22	29
Interest expense on debt and other interest	44	44	23	48	67	82	14	12	5	12	1	1	-	-	154	199
<b>Total benefits, losses and expenses</b>	<b>149</b>	<b>131</b>	<b>4,856</b>	<b>1,699</b>	<b>1,542</b>	<b>1,586</b>	<b>1,052</b>	<b>1,106</b>	<b>891</b>	<b>588</b>	<b>378</b>	<b>174</b>	<b>-</b>	<b>-</b>	<b>8,868</b>	<b>5,284</b>
<b>Net income before income taxes</b>	<b>56</b>	<b>49</b>	<b>301</b>	<b>126</b>	<b>61</b>	<b>69</b>	<b>77</b>	<b>52</b>	<b>58</b>	<b>54</b>	<b>51</b>	<b>9</b>	<b>-</b>	<b>-</b>	<b>604</b>	<b>359</b>
<b>Business operating profit</b>	<b>52</b>	<b>52</b>	<b>63</b>	<b>(19)</b>	<b>36</b>	<b>30</b>	<b>53</b>	<b>47</b>	<b>46</b>	<b>45</b>	<b>25</b>	<b>15</b>	<b>-</b>	<b>-</b>	<b>275</b>	<b>170</b>

<sup>1</sup> Including inter-region eliminations.

## Total investments

in %, as of	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05	03/31/06	12/31/05
Cash and cash equivalents	5.8%	6.3%	7.0%	7.8%	1.3%	1.0%	3.1%	3.0%	3.9%	5.0%	6.8%	7.2%	n/a	n/a	4.9%	5.3%
Equity securities	5.4%	5.4%	58.9%	56.4%	17.9%	15.5%	12.0%	10.4%	45.6%	42.8%	48.0%	46.8%	n/a	n/a	40.3%	37.7%
Debt securities	81.8%	82.3%	24.6%	26.4%	43.1%	45.2%	56.9%	60.2%	46.9%	48.3%	36.7%	37.3%	n/a	n/a	37.9%	40.0%
Investments in associates	-	-	-	-	-	-	-	-	-	-	0.6%	0.6%	n/a	n/a	-	-
Other investments	7.0%	6.0%	9.5%	9.4%	37.7%	38.3%	28.0%	26.4%	3.6%	3.9%	7.9%	8.1%	n/a	n/a	16.9%	17.0%
<b>Total investments</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>n/a</b>	<b>n/a</b>	<b>100.0%</b>	<b>100.0%</b>

## Global Life (unaudited)

Rest of Europe  
by country

in USD millions, for the three months ended March 31

	Italy		Spain		Ireland		Isle of Man		Other European Countries		Eliminations		Total	
	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005	2006	2005
Gross written premiums and policy fees	107	104	64	56	50	53	48	35	52	50	-	-	321	298
Net earned premiums and policy fees	109	110	61	46	39	41	42	28	49	48	-	-	300	273
Net investment income	49	48	37	47	39	34	3	4	23	26	-	-	151	159
<b>Business operating profit</b>	<b>11</b>	<b>9</b>	<b>11</b>	<b>11</b>	<b>14</b>	<b>8</b>	<b>7</b>	<b>10</b>	<b>3</b>	<b>7</b>	<b>-</b>	<b>-</b>	<b>46</b>	<b>45</b>

## Additional information (unaudited)

Principal  
exchange  
rates

USD per foreign currency unit	Balance sheets as of		Operating statements and cash flows for the three months ended	
	03/31/06	12/31/05	03/31/06	03/31/05
Euro	1.2118	1.1849	1.2027	1.3118
Swiss franc	0.7668	0.7614	0.7715	0.8469
British pound sterling	1.7372	1.7228	1.7524	1.8907

Currency translation  
impact on key  
financial figures -  
General Insurance

variance over the prior period, for the three months ended March 31, 2006	in USD millions	in %	change in USD	change in local currency
Gross written premiums and policy fees	(495)	(5%)	(4%)	1%
Net investment income	(32)	(5%)	18%	23%
Net capital gains on investments and impairments	(8)	(17%)	87%	104%
Insurance benefits and losses	222	4%	2%	(2%)

Currency translation  
impact on key  
financial figures -  
Global Life

variance over the prior period, for the three months ended March 31, 2006	in USD millions	in %	change in USD	change in local currency
Insurance deposits	(188)	(9%)	17%	26%
Gross written premiums and policy fees	(246)	(9%)	8%	17%
Net investment income	(121)	(8%)	(1%)	7%
Net capital gains on investments and impairments	(382)	(33%)	311%	344%
Insurance benefits and losses	217	9%	(9%)	(18%)

**Acquisitions and divestments of businesses in 2006**

In the three months ended March 31, 2006, the Group did not complete any significant acquisition or divestment.

## Additional information (unaudited)

### Total investments: split 'Group investments' and 'Investments for unit-linked products'

Total investments include Group investments and investments for unit-linked products. Group investments include investments where the Group bears all or part of the investment risk. Investments for unit-linked products include investments where contract holders bear the investment risk but the respective investment result is included in the Group's operating statements. This investment result for unit-linked products is passed to the contract holders with a corresponding charge in policyholder dividends and participation in profits so that there is no effect on the Group's net income. A summary of the investment income, capital gains, losses and impairments recognized in the operating statements including the split between Group investments and investments for unit-linked products is given below.

#### Investment result

in USD millions, for the three months ended March 31

	Net investment income		Net capital gains/(losses) and impairments		Investment result	
	2006	2005	2006	2005	2006	2005
<b>Group investments</b>						
Cash and cash equivalents	122	64	1	1	123	65
Equity securities	129	119	453	64	582	183
Debt securities	1,285	1,298	(83)	145	1,202	1,443
Real estate held for investment	98	113	18	2	116	115
Mortgage loans	112	124	3	26	115	150
Policyholders' collateral and other loans	140	170	(3)	68	137	238
Investments in associates	18	33	-	-	18	33
Other investments:						
Short-term investments	22	46	-	-	22	46
Investments held by investment companies	5	5	16	(3)	21	2
Other <sup>1</sup>	41	3	(105)	(26)	(64)	(23)
Other investments	68	54	(89)	(29)	(21)	25
Investment result, gross, for Group investments	1,972	1,975	300	277	2,272	2,252
Investment expenses for Group investments <sup>2</sup>	(58)	(62)	-	-	(58)	(62)
Investment result, net, for Group investments	1,914	1,913	300	277	2,214	2,190
<b>Investments for unit-linked products</b>						
Investment result, net, for investments for unit-linked products	537	493	4,862	918	5,399	1,411
<b>Total investments</b>						
Investment result, net, for total investments	2,451	2,406	5,162	1,195	7,613	3,601

<sup>1</sup> Including net capital losses on derivative financial instruments of USD 99 million and USD 23 million for the three months ended March 31, 2006 and 2005, respectively.

<sup>2</sup> Including rental operating expenses for real estate held for investment of USD 26 million and USD 28 million for the three months ended March 31, 2006 and 2005, respectively.

## Additional information (unaudited)

Details of investment balances as of March 31, 2006 and December 31, 2005 are given in the tables below.

### Breakdown of investments

as of

	Group investments				Investments for unit-linked products		Total investments	
	03/31/06		12/31/05		03/31/06	12/31/05	03/31/06	12/31/05
	USD millions	% of total	USD millions	% of total	USD millions	USD millions	USD millions	USD millions
Cash and cash equivalents	15,782	8.6%	18,723	10.2%	4,615	4,759	20,397	23,482
<b>Equity securities (including trading equity portfolios in capital markets and banking activities):</b>								
Fair value through profit or loss	4,119	2.3%	3,928	2.2%	79,785	74,764	83,904	78,692
<i>of which: Trading</i>	2,279	1.2%	2,180	1.2%	–	–	2,279	2,180
<i>of which: Trading equity portfolios in capital markets and banking activities</i>	2,118	1.2%	2,026	1.1%	–	–	2,118	2,026
Available-for-sale	13,034	7.1%	11,622	6.3%	–	–	13,034	11,622
<b>Total equity securities</b>	<b>17,153</b>	<b>9.4%</b>	<b>15,550</b>	<b>8.5%</b>	<b>79,785</b>	<b>74,764</b>	<b>96,938</b>	<b>90,314</b>
<b>Debt securities:</b>								
Fair value through profit or loss	8,468	4.6%	8,590	4.7%	7,508	7,286	15,976	15,876
<i>of which: Trading</i>	658	0.4%	663	0.3%	–	–	658	663
Available-for-sale	104,307	56.9%	104,144	56.7%	–	–	104,307	104,144
Held-to-maturity	5,469	3.0%	5,277	2.9%	–	–	5,469	5,277
<b>Total debt securities</b>	<b>118,244</b>	<b>64.5%</b>	<b>118,011</b>	<b>64.3%</b>	<b>7,508</b>	<b>7,286</b>	<b>125,752</b>	<b>125,297</b>
Real estate held for investment	6,416	3.5%	6,314	3.4%	6,742	6,388	13,158	12,702
Mortgage loans	9,279	5.1%	9,307	5.1%	–	–	9,279	9,307
Policyholders' collateral and other loans	12,645	6.9%	11,984	6.5%	3	3	12,648	11,987
Investments in associates	605	0.3%	580	0.3%	–	–	605	580
<b>Other investments:</b>								
Short-term investments	1,096	0.6%	962	0.5%	736	638	1,832	1,600
Investments held by investment companies	1,842	1.0%	1,928	1.1%	–	–	1,842	1,928
Other	100	0.1%	96	0.1%	–	–	100	96
<b>Total other investments</b>	<b>3,038</b>	<b>1.7%</b>	<b>2,986</b>	<b>1.7%</b>	<b>736</b>	<b>638</b>	<b>3,774</b>	<b>3,624</b>
<b>Total investments</b>	<b>183,162</b>	<b>100.0%</b>	<b>183,455</b>	<b>100.0%</b>	<b>99,389</b>	<b>93,838</b>	<b>282,551</b>	<b>277,293</b>

## Additional information (unaudited)

Equity securities (including trading equity portfolios in capital markets and banking activities)	as of		Group investments				Investments for unit-linked products		Total investments	
			03/31/06		12/31/05		03/31/06	12/31/05	03/31/06	12/31/05
			USD millions	% of total	USD millions	% of total	USD millions	USD millions	USD millions	USD millions
Common stocks, including equity unit trusts			10,221	5.6%	9,413	5.2%	74,563	69,898	84,784	79,311
Unit trusts (debt securities, real estate, short-term investments)			3,031	1.6%	2,420	1.3%	5,222	4,866	8,253	7,286
Common stock portfolios backing the participating with-profit policyholder contracts			1,783	1.0%	1,691	0.9%	–	–	1,783	1,691
Trading equity portfolios in capital markets and banking activities			2,118	1.2%	2,026	1.1%	–	–	2,118	2,026
<b>Total equity securities</b>			<b>17,153</b>	<b>9.4%</b>	<b>15,550</b>	<b>8.5%</b>	<b>79,785</b>	<b>74,764</b>	<b>96,938</b>	<b>90,314</b>

## Summary of quarterly consolidated financial information (unaudited)

### Summary of quarterly consolidated financial information

in USD millions, for the three months ended	03/31/06	12/31/05	09/30/05	06/30/05	03/31/05	12/31/04	09/30/04	06/30/04	03/31/04
Gross written premiums and policy fees	13,434	10,497	10,346	12,062	13,892	11,715	11,165	12,123	14,233
Net earned premiums and policy fees	10,292	10,001	9,766	10,359	10,331	10,987	10,191	10,097	10,515
Net investment income and net capital gains on investments and impairments	7,613	6,061	7,607	5,878	3,601	6,458	3,079	2,879	3,179
Other revenues	870	995	901	869	817	1,206	882	902	839
<b>Total revenues</b>	<b>18,775</b>	<b>17,057</b>	<b>18,274</b>	<b>17,106</b>	<b>14,749</b>	<b>18,651</b>	<b>14,152</b>	<b>13,878</b>	<b>14,533</b>
Insurance benefits and losses, net of reinsurance	7,764	8,253	7,941	8,325	7,900	9,212	8,606	7,827	8,467
Policyholder dividends and participation in profits, net of reinsurance	5,836	3,642	5,556	3,350	1,884	4,838	1,514	999	1,401
Other expenses	3,693	3,641	3,875	3,681	3,672	3,765	3,501	3,747	3,669
<b>Total benefits, losses and expenses</b>	<b>17,293</b>	<b>15,536</b>	<b>17,372</b>	<b>15,356</b>	<b>13,456</b>	<b>17,815</b>	<b>13,621</b>	<b>12,573</b>	<b>13,537</b>
<b>Net income before income taxes</b>	<b>1,482</b>	<b>1,521</b>	<b>902</b>	<b>1,750</b>	<b>1,293</b>	<b>836</b>	<b>531</b>	<b>1,305</b>	<b>996</b>
<b>Net income attributable to shareholders</b>	<b>785</b>	<b>958</b>	<b>457</b>	<b>1,020</b>	<b>779</b>	<b>609</b>	<b>373</b>	<b>840</b>	<b>644</b>
<b>Business operating profit</b>	<b>1,359</b>	<b>1,084</b>	<b>558</b>	<b>1,271</b>	<b>1,034</b>	<b>498</b>	<b>512</b>	<b>1,104</b>	<b>874</b>

Interim results are not necessarily indicative of full-year results.