



# **Annual Report 2022**

**AXA Insurance Ltd**



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# Management report

## Introduction

With 1.9 million clients, AXA is the overall market leader in Switzerland with a market share of approximately 11%<sup>1</sup> in total, 13% in property & casualty and 8% in life & savings. AXA insures around 40% of companies in Switzerland and is positioned as a reliable and innovative partner offering high quality services to its customers. The company offers a broad range of products in core business areas (e.g. motor, property, liability and workers' compensation), specialty lines (e.g. transport and credit & surety), individual life, health care, collective foundations and autonomous markets of the occupational benefits insurance. AXA has been providing comprehensive financial protection to its customers since 1875.

AXA brand awareness is among the highest in the market, supported by a track record in developing and launching innovative insurance solutions. Moreover, AXA is the only Swiss insurance company with its own accident research centre and has been promoting safety in road traffic for many years.

AXA Insurance Ltd is a member of AXA Group, which is a leading global insurance brand. The company has strengthened its position continuously over the last few years by improving cost efficiency and focusing on sustainable and profitable growth. Its large customer base in both the retail and the commercial segments, its remarkable market penetration, and the fact that it has the largest and densest distribution network, have been major competitive advantages. Offers, services and processes are underpinned by exceptional expertise, notably in asset management, pricing, risk management and claims management.

## Current market situation

In the past year, the Swiss economy was caught in a field of tension between forces acting in opposite directions. On the one hand, the economy experienced a boost in spring due to the removal of pandemic related protective measures in many countries. On the other hand, the Ukraine war increased energy prices, which fuelled inflation. In addition, ongoing supply chain issues, the pandemic situation in China and increasing labour shortages additionally intensified this price development. Nevertheless, the inflation remained clearly below the level of many other countries.

In context of strongly rising inflation rates, the monetary tightening course of many central banks accelerated significantly during the year. After a long phase of very low or even negative base rates, these have been raised very rapidly and, in some cases, significantly all over the world in the recent months.

The property & casualty market grew by 2.5%<sup>1</sup> in 2022. The Swiss market is very competitive with ongoing price pressure, especially in commercial lines. AXA maintained its position as market leader in the property & casualty insurance business in Switzerland with a market share of 13%.

## Business performance, full-time equivalent employees and risk assessment

Despite a challenging market environment AXA Insurance Ltd generated a net profit of CHF 889 million, compared to CHF 1,253 million in the previous year. The decline was mainly driven by a lower investment income from participations, partially offset by a higher technical result.

Gross premiums increased by 2.4% to CHF 3,655 million. The corporate client business continued to grow thanks to the development in workers' compensation and the liability business. Premium income in the private client business also increased slightly, mainly driven by the supplementary health insurance and the cooperation activities for micro insurance policies.

The combined ratio improved by 2.7 percentage points to 88.9% compared to the previous year. On the one hand, severe storms caused high claims in the previous year and on the other hand, continuing efforts in efficiency and cost discipline led to a further improvement of the expense ratio.

In 2017, AXA entered the health care market with supplementary health insurance products. In the past business year, the volume increased again significantly by 32% and the customer base was further expanded to over 37,000 new clients. With its supplementary health insurance products, AXA became the first full-range provider on the Swiss life and health market.

The annual average of full-time employee equivalent for 2022 is 3,891.

<sup>1</sup> Source: Market shares are based on the statutory gross premiums of all Swiss business units belonging to the AXA Group and the market estimation by the Swiss Insurance Association (SIA) of 31<sup>st</sup> January 2023.

AXA Insurance Ltd has performed a risk assessment in compliance with current regulatory and professional standards as outlined in Note 2 to the financial statements.

### Sustainability in asset management

As an insurer and asset manager we are aware of our environmental, social and governance (ESG) responsibilities and embrace them as a whole AXA Group. As a member of various interest groups, such as UNPRI, Climate Action 100+ and Glasgow Financial Alliance for Net Zero, we are also actively and comprehensively involved in sustainable investments.

Sustainability criteria play a key role in the investment process of AXA Insurance Ltd. In the context of ESG standards, AXA Insurance Ltd evaluates risks and manages opportunities. These are consistently implemented and partially or completely exclude capital investments in certain economic sectors. In line with this approach sector-specific guidelines and business restrictions are used:

- No tobacco production
- No companies associated with the development, production, storage or trade of outlawed weapons
- Protection of the eco-systems (e.g. no producers of palm oil, soja, cattle farms associated with the clearing of rainforests)
- Exclusion of the oil & gas sector incl. unconventional extraction methods (tar sands & shale oil, arctic drilling, fracking) except "Whitelist"<sup>2</sup>
- No coal mining or coal-fired power generation companies<sup>3</sup>
- No financial investments based on agricultural commodities

In addition to compliance with ESG standards, AXA Insurance Ltd has set itself the goal to emit net zero greenhouse gas emissions by 2050 for the investment portfolio managed by AXA, including real estate. In an interim step, the CO<sub>2</sub> emissions of the investments will be reduced by a further 20% from 2019 to 2025, having already been reduced by 31% from 2014 to 2019.

The contribution to a more sustainable future of the AXA Group and AXA Insurance Ltd is constantly monitored by various independent assessment institutions – for example, AXA was awarded the top rating «AAA». by MSCI ESG Research, receives the highest rating in the insurance

sector in the S&P Global Corporate Sustainability Assessment and occupies a top position in the Dow Jones Sustainability Index.

### Challenges and outlook

AXA Insurance Ltd successfully navigates the conflicting priorities of sharply and rapidly risen interest rates, significantly higher inflation, increasing regulation, new market participants and changing customer expectations.

The company is forced by technological changes, smart data, increasing transparency requirements, new competitors and social trends (e.g. sharing economy in mobility, sustainable finance or demographic changes) to continuously adapt its business model to current circumstances. With the vision «From Payer to Partner», AXA wants to create added value beyond financial security and traditional insurance services and become even more relevant for customers, thus enabling a positive and differentiating customer experience at all points of contact («Customer First»).

The boost in digital customer interactions experienced during the COVID-19 pandemic has been confirmed sustainably and will have a lasting impact on customer behaviour. In this regard, the investments made so far in digitalisation projects along the value chain are proving to be an important support. At the same time AXA intends to use the digital capabilities and the existing momentum to become even simpler and more accessible for our customers.

AXA already counts 900,000 registrations on its digital insurance portal «myAXA». The high usage of the hybrid channel offering confirms the relevance of our omnichannel strategy, which combines the densest distribution network in Switzerland with new digital opportunities.

AXA Insurance Ltd intends to continue to grow while achieving sustainable profitability and a high level of customer satisfaction. In the private client segment, AXA wants to maintain its position as market leader and to further develop the market by launching innovative products and services (e.g. modular covers in motor insurance especially for customers driving e-cars). AXA also aims to defend its leading position in the corporate client market. The focus is on simple, digital and innovative offers in SME mass business (e.g. extension of the modular offer for SME

<sup>2</sup> currently 13 companies

<sup>3</sup> turnover more than 30% / complete exit of the coal industry by 2030 for OECD-Countries and Europe / 2040 world wide

customers with financial loss liability insurance). In the speciality lines we were able to further extend the successful cooperation with AXA XL.

After another very pleasant growth in the health insurance business in 2022, AXA continues to pursue a two-digit growth target and to extend the product coverage through innovative solutions like life & health among others. With the switching service to the cheapest basic insurer, AXA continues to differentiate itself from its competitors and thus enables customers to significantly save money.

In addition, AXA is launching new services for SMEs in cooperation with various start-up partners that go beyond classic insurance coverage. The focus in 2022 was mainly on providing sustainability solutions for companies (e.g. new landing page on AXA.ch for SME with access to green service offers like a CO<sub>2</sub> quick calculator and our «AXA climate Academy»). The path of reinforced cooperation with start-ups will be maintained in the future.



# Corporate governance

## Board of Directors as of December 31, 2022

Name	Year of birth	Nationality	Position	Period of office until
Antimo Perretta <sup>1</sup>	1962	Switzerland/Italy	Chairman	AGM 2024
Ruth Metzler-Arnold <sup>2</sup>	1964	Switzerland	Vice-Chairwoman	AGM 2024
Marie-Louise El-Habre <sup>2,3</sup>	1974	Lebanon/France	Member	AGM 2025
Wanda Eriksen-Grundbacher <sup>2</sup>	1967	Switzerland/USA	Member	AGM 2024
Max E. Katz <sup>2</sup>	1955	Switzerland	Member	AGM 2025
Hans Lauber <sup>2,3</sup>	1962	Switzerland	Member	AGM 2025
Patrick Lemoine <sup>2</sup>	1958	France	Member	AGM 2025
Patrick Warnking <sup>1</sup>	1967	Switzerland/Germany	Member	AGM 2024
Julia Ender Amacker			Secretary (non-member)	

<sup>1</sup> Member of the Nomination & Compensation Committee, chaired by A. Perretta

<sup>2</sup> Member of the Audit Committee, chaired by W. Eriksen-Grundbacher

<sup>3</sup> Member of the Risk Committee, chaired by H. Lauber



## CEO and Executive Committee Members as of December 31, 2022

Name	Year of birth	Nationality	Position
Fabrizio Petrillo	1969	Switzerland/Italy	Chief Executive Officer
Michele Bernasconi	1966	Switzerland	Head of Distribution
Daniela Fischer	1976	Germany	Head Human Responsibility
Thomas Gerber	1964	Switzerland	Head of Life, Savings & Health
Dominique Kasper	1971	Switzerland	Head of Property & Casualty
Markus Keller	1968	Switzerland	Head of Customer Operations
Andreas Maier	1963	Switzerland	Head of Data, Technology & Innovation (DTI)
Andreea Prange	1978	Germany/Romania	Head of Customer Experience & Strategy
Alain Zweibrucker	1974	France	Chief Financial Officer

## Statutory auditors

The audit mandate was entrusted to PricewaterhouseCoopers Ltd, Zurich and Ernst & Young Ltd, Basel.



# Financial statements

## Statement of income

in CHF 1,000	Notes	2022	2021
Premiums gross		3,654,603	3,570,489
Premiums ceded		-151,682	-144,863
<b>Premiums written</b>		<b>3,502,921</b>	<b>3,425,626</b>
Change in provisions for unearned premiums		-3,789	-9,063
Change in provisions for unearned premiums ceded		203	-398
<b>Premiums earned</b>	<b>3</b>	<b>3,499,335</b>	<b>3,416,165</b>
Other income from insurance activities		8,984	9,721
<b>Total income from insurance activities</b>		<b>3,508,319</b>	<b>3,425,886</b>
Claims and annuities paid		-2,394,046	-2,333,924
Claims ceded		86,638	76,285
Change in technical provisions		49,841	-50,169
Change in technical provisions ceded		-18,874	39,916
<b>Total claims paid and changes in technical provisions</b>	<b>4</b>	<b>-2,276,440</b>	<b>-2,267,893</b>
Operating expenses		-874,900	-886,575
Operating expenses ceded		39,006	24,064
<b>Operating expenses net</b>	<b>5</b>	<b>-835,894</b>	<b>-862,511</b>
Other expenses from insurance activities		-1,358	-1,441
<b>Total expenses from insurance activities</b>		<b>-3,113,693</b>	<b>-3,131,845</b>
<b>Underwriting result</b>		<b>394,626</b>	<b>294,041</b>
Income from investment activities		1,621,028	1,634,647
Expenses from investment activities		-1,048,932	-624,187
<b>Investment result including financial derivatives</b>	<b>6</b>	<b>572,096</b>	<b>1,010,460</b>
Other financial income		1,272	5,276
Other financial expenses		-2,433	-2,957
<b>Operating income</b>		<b>965,561</b>	<b>1,306,820</b>
Interest expenses		-611	-2,107
Other income		73,105	68,174
Other expenses		-17,178	-10,715
<b>Net profit before tax</b>		<b>1,020,877</b>	<b>1,362,171</b>
Tax		-131,722	-109,014
<b>Net profit after tax</b>		<b>889,155</b>	<b>1,253,157</b>

## Statement of financial position

### Assets

in CHF 1,000	Notes	2022	2021
Real estate		1,217,376	1,214,278
Participations	17	3,195,419	2,947,150
Fixed-income securities		4,018,387	4,329,022
Loans	10	372,719	333,386
Mortgages	10	1,706,016	1,690,507
Equity securities		427,701	386,813
Other investments	7	2,684,413	2,709,927
<b>Total investments</b>		<b>13,622,030</b>	<b>13,611,083</b>
Receivables from derivatives		258,265	149,647
Deposits from assumed reinsurance	10	71,100	34,999
Cash and cash equivalents		165,196	277,895
Technical provisions for ceded reinsurance	8/10	206,253	225,602
Tangible assets		19,973	23,298
Intangible assets		46,333	43,780
Receivables from insurance activities	9/10	319,395	296,039
Sundry debtors	10	59,238	60,728
Accrued income and prepaid expenses	10	75,739	76,887
<b>Total assets</b>		<b>14,843,521</b>	<b>14,799,957</b>

## Statement of financial position

### Liabilities

in CHF 1,000	Notes	2022	2021
Technical provisions	8/10	8,605,748	8,660,142
Non technical provisions		155,397	159,790
Interest-bearing payables	10/16	227,200	241,400
Liabilities for derivatives		29,617	8,814
Payables from insurance activities	9/10	293,234	279,175
Other liabilities	10	256,513	187,987
Accrued expenses and deferred income	10	1,409,815	1,405,806
<b>Total liabilities</b>		<b>10,977,523</b>	<b>10,943,114</b>
Share capital		168,705	168,705
Legally required capital reserves		782,861	782,861
Legally required profit reserves		168,705	168,705
Free reserves			
Free profit reserves		1,849,655	1,479,655
Retained earnings brought forward		6,917	3,759
Net profit		889,155	1,253,157
<b>Total shareholders' equity</b>		<b>3,865,998</b>	<b>3,856,843</b>
<b>Total liabilities and shareholders' equity</b>		<b>14,843,521</b>	<b>14,799,957</b>

## Statement of cash flows

in CHF 1,000	2022	2021
Cash received from premiums	3,654,230	3,570,490
Cash paid for claims	-2,394,046	-2,333,925
Net Cash flow from reinsurance activities	-26,134	-45,102
Cash paid for operating expenses	-799,276	-800,870
Cash paid for tax	-96,977	-89,653
Net cash flow on other receivables and payables	-16,882	33,098
Net cash flow on investments	634,093	1,102,982
<b>Net cash flow provided by operating activities</b>	<b>955,008</b>	<b>1,437,020</b>
Sale / purchase of real estate	-25,042	-26,523
Sale / purchase of participations	-252,305	-1,143
Sale / purchase of fixed-income securities	215,210	-456,827
Sale / purchase of loans	-38,564	-135,355
Sale / purchase of mortgages	-135,726	1,871
Sale / purchase of equity securities	332,112	-9,898
Sale / purchase of derivatives	11,984	-20,445
Sale / purchase of other investments	-364,375	314,863
<b>Net cash flow provided by investing activities</b>	<b>-256,706</b>	<b>-333,457</b>
Dividends paid	-880,000	-1,120,000
Cash used / provided for financial debts	-14,200	-14,200
Interest on financing debts paid	-611	-2,107
<b>Net cash flow provided by financing activities</b>	<b>-894,811</b>	<b>-1,136,307</b>
<b>Change in cash</b>	<b>-196,508</b>	<b>-32,744</b>

## Cash reconciliation

in CHF 1,000	2022	2021
Cash as of January 1	270,661	303,405
Cash as of December 31	74,153	270,661
<b>Change in cash</b>	<b>-196,508</b>	<b>-32,744</b>
in CHF 1,000	2022	2021
Cash and cash equivalents as in statement of financial position	165,196	277,895
Bank overdraft	-4,903	-6,234
Collaterals	-86,140	-1,000
<b>Cash as in statement of cash flows as of December 31</b>	<b>74,153</b>	<b>270,661</b>

## Statement of changes in equity

in CHF 1,000	Share capital	Legally required capital reserves	Legally required profit reserves	Free reserves	Total
<b>As of December 31, 2020</b>	<b>168,705</b>	<b>782,861</b>	<b>168,705</b>	<b>2,603,414</b>	<b>3,723,686</b>
Ordinary dividend paid				-1,120,000	-1,120,000
Net profit				1,253,157	1,253,157
<b>As of December 31, 2021</b>	<b>168,705</b>	<b>782,861</b>	<b>168,705</b>	<b>2,736,572</b>	<b>3,856,843</b>
Ordinary dividend paid				-880,000	-880,000
Net profit				889,155	889,155
<b>As of December 31, 2022</b>	<b>168,705</b>	<b>782,861</b>	<b>168,705</b>	<b>2,745,727</b>	<b>3,865,998</b>

# Notes to the financial statements

## 1 Principles of accounting

The financial statement covers all the minimum requirements in line with the Swiss Code of Obligations (CO). Zero and negative messages are not listed.

The following are the most important accounting principles for AXA Insurance Ltd.

### Basis for accounting

The financial statements for AXA Insurance Ltd are prepared in accordance with the CO and relevant regulatory insurance legislation. The financial year ends on December 31. All figures have been rounded individually.

### Investments

The various investment positions are valued separately.

Real estate is valued at the purchase price, net of any provisions for impairment based on a lower close to the market price.

Participations are valued at the purchase price, net of any provisions for impairment based on a sustainable lower market price.

Fixed income securities are valued no higher than according to the scientific amortized cost method. Credit risks are taken into account by means of allowance.

Loans are reported at amortized cost. Mortgages are reported at nominal value. Credit risks are taken into account by means of allowance.

Equity securities and other investments (except asset backed securities) are carried at the lower of cost or market value (LOCOM). Asset backed securities are valued no higher than according to the scientific amortized cost method.

### Receivables and liabilities from derivatives

Receivables and liabilities from derivatives are reported at fair value with gains and losses recorded in the statement of income.

### Technical provisions

Provisions for unearned premiums represent the unearned portion of premiums written.

Provisions for unpaid losses and loss adjustment expenses are based on estimates on the unpaid portion of all reported claims as well as on estimates on the amount of losses that have occurred but that have not yet been reported to the insurer.

Actuarial provisions for annuities related to the accident and health business are based on the actuarial calculations of net present value.

Provisions for future dividends to policyholders are delineated separately due to separate contractual agreements.

The calculation formulae for the technical provisions are fixed in the business plan and have been approved by the supervisory authorities.

### Non technical provisions

The non technical provisions are recognized at nominal value.

### Foreign currency translation

Participations are measured at historical exchange rates; any other balance sheet items requiring translation are measured at closing rates at balance sheet date.

Transactions in the income statement are recorded at current exchange rates. Foreign exchange rate impacts are recognized in the income statement.



## 2 Risk management and internal control system

### Risk management

AXA Insurance Ltd manages risks employing a three tier approach, with the first tier relying on risk owners in our lines of business, while the second and third tiers are centralized in dedicated risk management functions, and assurance functions, respectively. The local risk policy specifies these comprehensive activities, and defines the various risk measurement, management processes and governance structures across the three tiers and for quantifiable risks (such as insurance, market or credit risks) and other risk categories. AXA Insurance Ltd takes as its premier risk management objectives the defense of its financial strength and reputation, and the safeguarding policyholders' and shareholders' interests. Of specific importance in this respect is the compliance with regulatory capital under Swiss Solvency Test (SST). The SST, which is embedded in the risk indicators framework, is performed with a standard model.

### Risk assessment

Within AXA Insurance Ltd various risk assessments are being conducted. The Executive Board has performed a comprehensive, structured risk assessment in fall 2022. Based on risk assessments provided by risk control functions, the Executive Board has discussed the risk situation and defined the key risks. The Board of Directors has taken note of the results of the Executive Board's risk assessment. Updates of the risk profile are reflected in risk reports, presented to the Audit and Risk Management Committee and the Risk Committee.

### Internal control system

AXA Insurance Ltd's internal control system, related to the categories of objective financial reporting, operations, and compliance, contains internally defined, performed and documented procedures, methods and tools that serve to identify and assess risks, to define controls for relevant risks and to perform these controls.

### 3 Premiums earned

in CHF 1,000	Gross	Ceded	Net	Gross	Ceded	Net
	2022	2022	2022	2021	2021	2021
Direct business	3,626,492	-151,682	3,474,810	3,530,203	-145,034	3,385,169
Assumed business	28,111	-	28,111	40,285	172	40,457
<b>Total premiums written</b>	<b>3,654,603</b>	<b>-151,682</b>	<b>3,502,921</b>	<b>3,570,489</b>	<b>-144,863</b>	<b>3,425,626</b>
Direct business	-3,503	203	-3,299	-9,159	-398	-9,557
Assumed business	-286	-	-286	96	-	96
<b>Total change in provisions for unearned premiums</b>	<b>-3,789</b>	<b>203</b>	<b>-3,586</b>	<b>-9,063</b>	<b>-398</b>	<b>-9,461</b>
<b>Total premiums earned</b>	<b>3,650,814</b>	<b>-151,479</b>	<b>3,499,335</b>	<b>3,561,425</b>	<b>-145,261</b>	<b>3,416,165</b>

### 4 Claims paid and changes in technical provisions

in CHF 1,000	Gross	Ceded	Net	Gross	Ceded	Net
	2022	2022	2022	2021	2021	2021
Direct business	-2,401,054	86,611	-2,314,443	-2,316,939	76,250	-2,240,689
Assumed business	7,008	27	7,036	-16,985	35	-16,950
<b>Total claims and annuities paid</b>	<b>-2,394,046</b>	<b>86,638</b>	<b>-2,307,408</b>	<b>-2,333,924</b>	<b>76,285</b>	<b>-2,257,640</b>
Direct business	97,343	-15,699	81,644	-59,723	40,437	-19,287
Assumed business	-22,823	-1,928	-24,751	-1,831	3,413	1,582
<b>Total change in actuarial provisions</b>	<b>74,519</b>	<b>-17,627</b>	<b>56,892</b>	<b>-61,554</b>	<b>43,849</b>	<b>-17,705</b>
Direct business	-	-	-	-100	-	-100
<b>Total change in other insurance provisions</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-100</b>	<b>-</b>	<b>-100</b>
Direct business	-54,275	-	-54,275	616	-	616
<b>Total change in provisions for annuity reserves</b>	<b>-54,275</b>	<b>-</b>	<b>-54,275</b>	<b>616</b>	<b>-</b>	<b>616</b>
Direct business	28,748	-1,247	27,501	11,671	-3,933	7,738
Assumed business	849	-	849	-802	-	-802
<b>Total change in provisions for policyholder bonus fund</b>	<b>29,597</b>	<b>-1,247</b>	<b>28,350</b>	<b>10,868</b>	<b>-3,933</b>	<b>6,936</b>
<b>Total claims paid and changes in technical provisions</b>	<b>-2,344,205</b>	<b>67,765</b>	<b>-2,276,440</b>	<b>-2,384,094</b>	<b>116,201</b>	<b>-2,267,893</b>

## 5 Operating expenses and employee full-time equivalents

in CHF 1,000	2022	2021
Commissions - direct business	-488,982	-480,695
Commissions - assumed business	-5,262	-6,614
Commissions - ceded business	39,006	24,064
<b>Total commissions</b>	<b>-455,238</b>	<b>-463,245</b>
Personnel expenses	-254,137	-251,921
Other operating expenses	-115,377	-139,083
Depreciation on tangible assets	-6,753	-3,872
Depreciation on intangible assets	-4,390	-4,390
<b>Total operating expenses</b>	<b>-835,894</b>	<b>-862,511</b>

The annual average of full-time equivalent employees for the year 2022 amounts to 3,891.

## 6 Investment result including financial derivatives

### Income from investment activities

in CHF 1,000	Income		Appreciation		Realized gains		Total	
	2022	2021	2022	2021	2022	2021	2022	2021
Real estate	57,104	52,491	-	-	-	-	57,104	52,491
Participations	398,713	816,096	-	-	2,144	8,019	400,857	824,115
Fixed-income securities	82,968	87,311	-	-	1,706	4,818	84,675	92,129
Loans	3,174	3,285	-	-	771	-	3,945	3,285
Mortgages	22,249	23,141	6	-	54	2	22,309	23,143
Equity securities	10,027	10,297	171	174	237,548	21,604	247,746	32,075
Other investments <sup>1</sup>	122,455	140,386	74,529	85,324	62,810	41,764	259,795	267,474
Derivative financial instruments	-4,135	-7,164	56,191	43,016	492,542	304,082	544,598	339,935
<b>Income from investment activities</b>	<b>692,555</b>	<b>1,125,844</b>	<b>130,897</b>	<b>128,514</b>	<b>797,575</b>	<b>380,289</b>	<b>1,621,028</b>	<b>1,634,647</b>

<sup>1</sup> including foreign exchange impacts

### Expenses from investment activities

in CHF 1,000	Depreciation		Realized losses		Total	
	2022	2021	2022	2021	2022	2021
Real estate	-22,703	-1,632	-	-	-22,703	-1,632
Participations	-5,000	-7,125	-2,634	-	-7,634	-7,125
Fixed-income securities	-	-	-59,629	-54	-59,629	-54
Loans	-	-13,771	-	-	-	-13,771
Mortgages	-120,006	-75,034	-	-	-120,006	-75,034
Equity securities	-15,840	-434	-72,709	-1,323	-88,549	-1,757
Other investments <sup>1</sup>	-141,329	-124,856	-101,882	-36,930	-243,211	-161,786
Derivative financial instruments	0	-5,822	-484,616	-330,493	-484,616	-336,315
<b>Total</b>	<b>-304,878</b>	<b>-228,674</b>	<b>-721,470</b>	<b>-368,801</b>	<b>-1,026,349</b>	<b>-597,474</b>
<b>Investment management expenses</b>					<b>-22,583</b>	<b>-26,713</b>
<b>Expenses from investment activities</b>					<b>-1,048,932</b>	<b>-624,187</b>

**Total investment result including financial derivatives** 572,096 1,010,460

<sup>1</sup> including foreign exchange impacts

## 7 Other investments

in CHF 1,000	2022	2021
Asset backed securities	1,020,514	1,031,258
Private equity	1,245,511	1,329,704
Hedge funds	299,103	280,374
Investment funds	119,285	68,590
<b>Total other investments</b>	<b>2,684,413</b>	<b>2,709,927</b>

## 8 Technical provisions

in CHF 1,000	Gross 2022	Ceded 2022	Net 2022	Gross 2021	Ceded 2021	Net 2021
Provisions for unearned premiums	182,886	-4,145	178,741	179,333	-3,942	175,392
Actuarial provisions	6,817,667	-174,233	6,643,435	6,900,293	-192,539	6,707,754
Other insurance provisions	100	-	100	100	-	100
Provisions for annuities reserves	1,421,870	-	1,421,870	1,367,595	-	1,367,595
Provisions for contractual bonuses	183,225	-27,875	155,350	212,822	-29,122	183,700
<b>Total technical provisions</b>	<b>8,605,748</b>	<b>-206,253</b>	<b>8,399,495</b>	<b>8,660,142</b>	<b>-225,602</b>	<b>8,434,540</b>

## 9 Receivables and payables from insurance activities

in CHF 1,000	2022	2021
Receivables from policyholders	129,361	116,999
Receivables from agents	71,625	70,455
Receivables from insurance companies	118,408	108,585
<b>Total receivables from insurance activities</b>	<b>319,395</b>	<b>296,039</b>

Payables to policyholders	74,024	79,842
Payables to agents	95,390	93,280
Payables to insurance companies	123,820	106,054
<b>Total payables from insurance activities</b>	<b>293,234</b>	<b>279,175</b>

## 10 Related party balances

in CHF 1,000	Other	Shareholder <sup>1</sup>	Participations	2022
Loans	1,718	-	20,750	22,468
Mortgages	-	-	125,000	125,000
Deposits from assumed reinsurance	2	71,098	-	71,100
Technical provisions for ceded reinsurance	63,855	70,266	-	134,121
Receivables from insurance activities	20,326	73,334	-	93,661
Sundry debtors	603	234	28,589	29,427
Accrued income and prepaid expenses	15	-	1,260	1,276
<b>Total receivables from related parties</b>	<b>86,521</b>	<b>214,932</b>	<b>175,600</b>	<b>477,052</b>
Technical provisions	12,980	81,563	-	94,543
Interest-bearing payables	-	-	227,200	227,200
Payables from insurance activities	22,724	60,622	136	83,482
Other liabilities	9,366	5,261	3	14,630
Accrued expenses and deferred income	3,603	-	2,539	6,142
<b>Total payables to related parties</b>	<b>48,673</b>	<b>147,446</b>	<b>229,878</b>	<b>425,997</b>

<sup>1</sup> As per 1st of January, 2022, AXA SA absorbed AXA Global Re. Therefore, the corresponding reinsurance balances are now reported as Shareholder.

in CHF 1,000	Other	Shareholder	Participations	2021
Loans	1,807	-	11,334	13,140
Deposits from assumed reinsurance	34,999	-	-	34,999
Technical provisions for ceded reinsurance	140,900	-	-	140,900
Receivables from insurance activities	89,088	-	-	89,088
Sundry debtors	915	-	24,832	25,747
Accrued income and prepaid expenses	17	-	552	568
<b>Total receivables from related parties</b>	<b>267,725</b>	<b>-</b>	<b>36,718</b>	<b>304,443</b>
Technical provisions	56,843	-	-	56,843
Interest-bearing payables	-	-	241,400	241,400
Payables from insurance activities	77,366	-	1	77,367
Other liabilities	14,766	4,625	17,187	36,578
Accrued expenses and deferred income	1,501	-	2,540	4,041
<b>Total payables to related parties</b>	<b>150,476</b>	<b>4,625</b>	<b>261,129</b>	<b>416,230</b>

Members of the board of directors, executive board and senior management may purchase insurance products, asset management products or other products and services of AXA. As at December 31, 2022, there were no substantial receivables or payables outstanding with regard to the board of directors, executive board and senior management.

## 11 Events after the balance sheet date

In the period between the balance sheet date and the meeting of the Board of Directors on April 20, 2023, no significant events have taken place that have an impact on the 2022 financial statements.

## 12 Contingent liabilities

in CHF 1,000	2022	2021
Guarantees and contingent liabilities	-	900,000
Irrevocable commitments in respect to letters of credit	7,178	7,069
<b>Total contingent liabilities</b>	<b>7,178</b>	<b>907,069</b>

The company belongs to the Swiss value-added tax (VAT) group of AXA Insurance Ltd, and thus carries joint liability to the Swiss federal tax authority for value-added debts of the entire group.

## 13 Assets pledged

in CHF 1,000	2022	2021
Fixed-income securities	127,902	99,209
<b>Total assets pledged</b>	<b>127,902</b>	<b>99,209</b>

## 14 Fees paid to statutory auditors

in CHF 1,000	2022	2021
Statutory audit and certification of local financial statements	1,145	1,160
Other services	117	-
<b>Total auditor fees</b>	<b>1,262</b>	<b>1,160</b>

The elected audit firms did not supply any services other than audit.

## 15 Lease liabilities

in CHF 1,000	2022	2021
Lease liabilities with maturity date between 1 - 5 years	1,491	1,978
<b>Total lease liabilities</b>	<b>1,491</b>	<b>1,978</b>

## 16 Interest-bearing payables

in CHF 1,000	2022	2021
Interest-bearing payables with maturity date > 5 years	227,200	241,400
<b>Total interest-bearing payables</b>	<b>227,200</b>	<b>241,400</b>

## 17 Significant participations and own shares

Direct participations	Domicile	Capital share CHF	Capital share/ Voting share %	Capital share CHF	Capital share/ Voting share %
in CHF 1,000		<b>2022</b>	<b>2022</b>	<b>2021</b>	<b>2021</b>
AXA Life Ltd	Winterthur	175,000	100%	175,000	100%
AXA Japan Holding Co., Ltd	Tokyo	144,264	24%	135,512	20%
AXA Tianping Property & Casualty Insurance Company Ltd	Shanghai	112,626	100%	120,976	100%
AXA-ARAG Legal Protection Ltd	Zurich	6,000	67%	6,000	67%
AXA Mobility Services AG	Winterthur	3,300	100%	3,300	100%
Interterra Parking S.A.	Lausanne	424	47%	424	47%
Sobrado Software AG	Cham	142	22%	142	22%
Accounto AG	Zurich	126	75%	126	75%
Noimos AG	Zurich	100	100%	100	100%
Silencio SA	Zurich	100	67%	100	67%
Swibeco SA	Lausanne	48	33%	48	33%
Kinastic AG	Winterthur	25	13%	0	0%
AXA Pension Solutions AG	Winterthur	0	0%	150	100%
Ryd Suisse AG	Illnau-Effretikon	0	0%	25	25%
Indirect participations	Domicile	Capital share CHF	Capital share/ Voting share %	Capital share CHF	Capital share/ Voting share %
in CHF 1,000		<b>2022</b>	<b>2022</b>	<b>2021</b>	<b>2021</b>
Zürcher Freilager Ltd held by AXA Life Ltd	Zurich	482	62%	938	100%

No own shares are held at the reporting date by the company itself or the companies in which it participates.

### Translation

This annual report is a free translation into English from the original German text. In the event of differing interpretations, the German version shall take precedence.



## Proposed appropriation of retained earnings

in CHF 1,000	2022
Net profit	889,155
Retained earnings brought forward	6,917
<b>Retained earnings available for appropriation</b>	<b>896,071</b>

### Motion by Board of Directors

in CHF 1,000	
Dividends	1,390,000
Distribution of free profit reserves	-500,000
Carried forward	6,071
<b>Total</b>	<b>896,071</b>

Legally required profit reserves already exceed the legal requirement of 50% of the share capital.

Winterthur, April 20, 2023

On behalf of the Board of Directors  
and the Executive Board

Antimo Perretta  
Chairman of the Board

Fabrizio Petrillo  
Chief Executive Officer

# Report of the statutory auditor to the General Meeting on the financial statements 2022

## Report on the audit of the financial statements

### Opinion

We have audited the financial statements of AXA Insurance Ltd (the Company), which comprise the statement of financial position as at 31. December 2022 and the statement of income and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements (pages 9 - 22) comply with Swiss law and the Company's articles of incorporation.

### Basis for opinion

We conducted our audit in accordance with Swiss law and Swiss Standards on Auditing (SA-CH). 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 matter

The financial statements for the year ended 31 December 2021 were audited by another statutory auditor (PricewaterhouseCoopers Ltd, Zurich und Mazars Ltd, Zurich) who expressed an unmodified opinion on those financial statements on April 14, 2022.

### 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.

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 incorporation, 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 on other legal and regulatory requirements

In accordance with Art. 728a para. 1 item 3 CO and PS-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.

Furthermore, we confirm that the proposed appropriation of available earnings complies with Swiss law and the Company's articles of incorporation. We recommend that the financial statements submitted to you be approved.

PricewaterhouseCoopers Ltd

Ernst & Young Ltd

Ray Kunz  
Licensed audit expert  
(Auditor in charge)

Severin Merkle  
Licensed audit expert

Christian Fleig  
Licensed audit expert  
(Auditor in charge)

Alexander Graf  
Licensed audit expert

April 20, 2023



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