



Annual Report 2022

AXA Life 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%¹ 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 Life 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 life insurance market declined only slightly by 0.5%¹ in 2022. This decline is mainly explained by the group life business (-1.9%), where single premiums fell by 1.6% and annual premiums by 2.2%. These effects are due to the more cautious underwriting of full insurance solutions across the industry and the trend towards semi-autonomous solutions. Thanks to the growth of the unit-linked business the individual life market developed positively (+2.5%). An increase was recorded in both annual premiums (+0.9%) as well as single premiums (+11.2%). With a market share of 8%, AXA is one of the leading life insurers in Switzerland (market share group life 5%, market share individual life 13%).

Business performance, full-time equivalent employees and risk assessment

Despite a challenging market environment AXA Life Ltd was able to sustain its net profit at the prior year level of CHF 298 million.

Gross premiums grew by CHF 42 million (+2.4%) to CHF 1,787 million in 2022. The increase resulted on the one hand from the group life business, mainly due to the favourable new business. The individual life segment on the other hand also increased thanks to the innovative «SmartFlex» product.

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.

Employees of AXA Life Ltd are under contract of AXA Insurance Ltd. Hence, no annual average of the full-time employee equivalent is disclosed.

¹ 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 31st January 2023.

AXA Life 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 Life Ltd. In the context of ESG standards, AXA Life 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”²
- No coal mining or coal-fired power generation companies³
- No financial investments based on agricultural commodities

In addition to compliance with ESG standards, AXA Life 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 CO₂ 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 Life 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 Life 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 costumers, 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 costumers.

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.

2022 was an eventful year for the occupational benefits business in Switzerland. The turnaround in interest rates and the ensuing developments of the capital markets were challenging for the pension funds. The average coverage ratio of the AXA collective foundations decreased accordingly. However, AXA’s semi-autonomous collective foundations were able to pay a more than CHF 1 billion higher investment return to policyholders since their transformation in 2019 till the end of 2022, than the minimum interest rate common in full insurance solutions

² currently 13 companies

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

would have been possible. In 2022 the group life business of AXA recognized more than CHF 650 million in new business, which is the second-best year in its history. Thanks to the structurally good risk capacity of the AXA collective foundations, the holistic range of products and the trustworthy brand «AXA» we were able to serve our customers optimally.

In individual life AXA is offering attractive products, which combine capital protection and interesting return potential through market leading investment fund solutions. With the new product generation «SmartFlex», AXA offers an attractive pension solution with high customer value, which creates a customer experience through intuitive and new self-services, that is comparable to that of a purely digital pension provider. AXA is also differentiating itself through its insurance portal, which provides holistic transparency over all three pillars. Moreover, with «Easy-Invest» AXA successfully entered the private asset management market.

As part of its corporate strategy, AXA also increasingly developed new services in cooperation with various start-up partners in 2022, that go beyond classic insurance coverage. With «WeCare» AXA launched a service which covers health advisory, the introduction of preventive measures along with assistance in reintegration of employees. 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 ¹	1962	Switzerland/Italy	Chairman	AGM 2024
Ruth Metzler-Arnold ²	1964	Switzerland	Vice-Chairwoman	AGM 2024
Marie-Louise El-Habre ^{2,3}	1974	Lebanon/France	Member	AGM 2025
Wanda Eriksen-Grundbacher ²	1967	Switzerland/USA	Member	AGM 2024
Max E. Katz ²	1955	Switzerland	Member	AGM 2025
Hans Lauber ^{2,3}	1962	Switzerland	Member	AGM 2025
Patrick Lemoine ²	1958	France	Member	AGM 2025
Patrick Warnking ¹	1967	Switzerland/Germany	Member	AGM 2024
Julia Ender Amacker			Secretary (non-member)	

¹ Member of the Nomination & Compensation Committee, chaired by A. Perretta

² Member of the Audit Committee, chaired by W. Eriksen-Grundbacher

³ 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		1,787,400	1,745,355
Premiums ceded		-27,701	-19,908
Premiums written		1,759,698	1,725,447
Change in provisions for unearned premiums		18,873	16,435
Premiums earned	3	1,778,571	1,741,882
Other income from insurance activities		11,565	4,742
Total income from insurance activities		1,790,137	1,746,624
Claims and annuities paid		-4,990,324	-4,966,882
Claims and annuities paid ceded		24,585	16,448
Change in technical provisions		3,380,470	2,528,589
Change in technical provisions ceded		-11,583	-208
Change in technical provisions incurred from unit-linked business		356,259	124,276
Total claims paid and changes in technical provisions	4	-1,240,592	-2,297,777
Operating expenses		-377,210	-362,217
Operating expenses ceded		4,110	3,012
Operating expenses net	5	-373,100	-359,206
Other expenses from insurance activities		-2,365	-7,483
Total expenses from insurance activities		-1,616,057	-2,664,465
Income from investment activities		2,301,998	2,321,639
Expenses from investment activities		-1,895,513	-1,072,625
Investment result including financial derivatives	6	406,484	1,249,014
Capital and interest income from unit-linked business		-241,705	11,089
Other financial income		7,705	19,731
Other financial expenses		-2,339	-5,844
Operating income		344,226	356,149
Other income		8,971	16,685
Other expenses		-10,181	-14,581
Net profit before tax		343,015	358,253
Tax		-44,709	-57,233
Net profit after tax		298,306	301,020

Statement of financial position

Assets

in CHF 1,000	Notes	2022	2021
Real estate		3,139,207	3,457,923
Participations	17	208,342	382,973
Fixed-income securities		18,336,605	20,363,029
Loans	10	2,426,975	2,644,803
Mortgages	10	6,634,387	7,347,654
Equity securities		508,340	621,986
Other investments	7/10	4,714,072	4,889,963
Total investments		35,967,928	39,708,331
Investments from unit-linked business	7	1,415,117	1,825,771
Receivables from derivatives		339,412	259,271
Deposits from assumed reinsurance	10	826	844
Cash and cash equivalents		249,609	618,785
Technical provisions for ceded reinsurance	8/10	42,620	54,137
Deferred acquisition costs		677,607	654,124
Receivables from insurance activities	9/10	83,157	78,938
Sundry debtors	10	142,411	174,810
Accrued income and prepaid expenses	10	446,955	523,942
Total assets		39,365,643	43,898,953

Statement of financial position

Liabilities

in CHF 1,000	Notes	2022	2021
Technical provisions	8/10	32,334,897	35,729,079
Technical provisions from unit-linked business		1,369,536	1,725,800
Non technical provisions		18,391	18,178
Liabilities for derivatives		110,317	75,701
Deposits of ceded business	10	42,620	54,137
Payables from insurance activities	9/10	310,492	329,552
Other liabilities	10	2,267,130	3,024,520
Accrued expenses and deferred income	10	168,931	196,963
Total liabilities		36,622,314	41,153,930
Share capital		175,000	175,000
Legally required capital reserves		53,493	53,493
Legally required profit reserves		87,500	87,500
Free reserves			
Free profit reserves		2,122,449	2,122,449
Retained earnings brought forward		6,581	5,561
Net profit		298,306	301,020
Total shareholders' equity		2,743,329	2,745,023
Total liabilities and shareholders' equity		39,365,643	43,898,953

Statement of cash flows

in CHF 1,000	2022	2021
Cash received from premiums	1,782,716	1,741,335
Cash paid for claims	-4,932,197	-4,922,117
Net cash flow from reinsurance activities	-3,116	-3,460
Cash paid for operating expenses	-421,992	-402,655
Cash paid for tax	-87,096	-64,035
Net cash flow on other receivables and payables	1,338,679	332,510
Net cash flow on investments	734,183	907,986
Net cash flow provided by operating activities	-1,588,823	-2,410,437
Sale / purchase of real estate	88,453	407,719
Sale / purchase of participations	236,082	43,134
Sale / purchase of fixed-income securities	998,865	1,086,651
Sale / purchase of loans	205,102	241,408
Sale / purchase of mortgages	219,930	430,099
Sale / purchase of equity securities	348,505	53,847
Sale / purchase of derivatives	33,104	25,370
Sale / purchase of other investments	-401,123	864,020
Net cash flow provided by investing activities	1,728,918	3,152,248
Dividends paid	-300,000	-740,000
Net cash flow provided by financing activities	-300,000	-740,000
Change in cash	-159,906	1,811

Cash reconciliation

in CHF 1,000	2022	2021
Cash as of January 1	261,126	259,315
Cash as of December 31	101,220	261,126
Change in cash	-159,906	1,811
in CHF 1,000	2022	2021
Cash and cash equivalents as in statement of financial position	249,609	618,785
Bank overdrafts	-3,480	-30,499
Collaterals	-144,909	-327,160
Cash as in statement of cash flows as of December 31	101,220	261,126

Statement of changes in equity

in CHF 1,000	Share capital	Legally required capital reserves	Legally required profit reserves	Free reserves	Total
As of December 31, 2020	175,000	53,493	87,500	2,868,010	3,184,004
Ordinary dividend paid				-740,000	-740,000
Net profit				301,020	301,020
As of December 31, 2021	175,000	53,493	87,500	2,429,031	2,745,024
Ordinary dividend paid				-300,000	-300,000
Net profit				298,306	298,306
As of December 31, 2022	175,000	53,493	87,500	2,427,336	2,743,329

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 Life Ltd.

Basis for accounting

The financial statements for AXA Life Ltd are prepared in accordance with the CO and relevant 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. For the hybrid Individual Life product "Smart Flex" the investment funds assets of the safety capital are carried at LOCOM, while those of the return-oriented capital are valued at fair value.

Investments from unit-linked business

Investments from unit-linked business are valued at fair value with gains and losses recorded in the statement of income.

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.

Deferred acquisition costs

A part of the costs incurred from the acquisition of new insurance contracts are capitalized and amortized over the expected life of the contracts. This applies to individual life products sold in Switzerland beginning in the year 2000.

Single-investor funds

Investments held by single-investor funds are classified directly in the respective balance sheet investment categories, in accordance with article 110 of the Insurance Supervision Ordinance (AVO).

Technical provisions

Technical provisions are determined in such a way that the liabilities for policyholders and the beneficiaries will be sufficient to cover future obligations. The calculation formulae 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 Life 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 Life 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 Life 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 Life 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	1,787,414	-27,701	1,759,712	1,745,491	-19,908	1,725,582
Assumed business	-14	-	-14	-136	-	-136
Total premiums written	1,787,400	-27,701	1,759,698	1,745,355	-19,908	1,725,447
Direct business	18,873	-	18,873	16,435	-	16,435
Total change in provisions for unearned premiums	18,873	-	18,873	16,435	-	16,435
Total premiums earned	1,806,273	-27,701	1,778,571	1,761,790	-19,908	1,741,882

Premiums written

in CHF 1,000	Gross	Ceded	Net	Gross	Ceded	Net
	2022	2022	2022	2021	2021	2021
Single premium	52,223	-	52,223	63,814	-	63,814
Annual premium	962,862	-	962,862	940,787	-	940,787
Total Individual Life	1,015,085	-	1,015,085	1,004,601	-	1,004,601
Single premium	79,276	-	79,276	107,246	-	107,246
Annual premium	693,038	-27,701	665,337	633,508	-19,908	613,600
Total Group Life	772,315	-27,701	744,613	740,754	-19,908	720,846
Total premiums written	1,787,400	-27,701	1,759,698	1,745,355	-19,908	1,725,447

4 Claims paid and changes in technical provisions

in CHF 1,000	Gross 2022	Ceded 2022	Net 2022	Gross 2021	Ceded 2021	Net 2021
Direct business	-4,990,141	24,585	-4,965,556	-4,963,942	16,448	-4,947,494
Assumed business	-183	-	-183	-2,939	-	-2,939
Total claims and annuities paid	-4,990,324	24,585	-4,965,738	-4,966,882	16,448	-4,950,433
Direct business	31,774	-11,583	20,191	12,474	-208	12,266
Assumed business	6	-	6	2,585	-	2,585
Total change in actuarial provisions	31,779	-11,583	20,196	15,060	-208	14,851
Direct business	798,532	-	798,532	-215,076	-	-215,076
Total change in other actuarial provisions	798,532	-	798,532	-215,076	-	-215,076
Direct business	2,481,539	-	2,481,539	2,750,987	-	2,750,987
Assumed business	-	-	-	-47	-	-47
Total change in provisions for annuity reserves	2,481,539	-	2,481,539	2,750,941	-	2,750,941
Change in provisions for policyholder bonus fund	68,620	-	68,620	-22,334	-	-22,334
Total policyholder bonus expenses	68,620	-	68,620	-22,334	-	-22,334
Change in technical provisions incurred from unit-linked business	356,259	-	356,259	124,276	-	124,276
Total claims paid and changes in technical provisions	-1,253,594	13,002	-1,240,592	-2,314,016	16,240	-2,297,777

Claims paid

in CHF 1,000	Gross 2022	Ceded 2022	Net 2022	Gross 2021	Ceded 2021	Net 2021
Individual Life	-1,314,843	-	-1,314,843	-1,381,459	-	-1,381,459
Group Life	-3,675,481	24,585	-3,650,896	-3,585,423	16,448	-3,568,974
Total claims and annuities paid	-4,990,324	24,585	-4,965,738	-4,966,882	16,448	-4,950,433

5 Operating expenses and employee full-time equivalents

in CHF 1,000	2022	2021
Commissions - direct business	-171,680	-161,456
Commissions - assumed business	-	-19
Commissions - ceded business	4,110	3,012
Total commissions	-167,570	-158,464
Personnel expenses	-160,259	-161,635
Other operating expenses	-45,271	-39,106
Total operating expenses	-373,100	-359,206

AXA Life Ltd employees are under contract to AXA Insurance Ltd. Therefore no annual average of employee full-time equivalent is disclosed.

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	134,269	151,085	-	-	73,268	73,000	207,537	224,084
Participations	-	-	-	-	61,452	19,401	61,452	19,401
Fixed-income securities	280,559	320,065	-	90,000	49,777	90,883	330,336	500,949
Loans	33,901	37,380	-	40,000	-	-	33,901	77,380
Mortgages	98,486	116,975	38	200,065	543	2,113	99,067	319,153
Equity securities	17,984	28,377	340	1,877	343,233	69,979	361,558	100,233
Other investments ¹	164,340	199,209	116,618	118,856	66,360	52,856	347,317	370,921
Derivative financial instruments	9,256	22,730	18,369	124,263	833,206	562,525	860,831	709,518
Income from investment activities	738,795	875,821	135,365	575,061	1,427,838	870,758	2,301,998	2,321,639

¹ including foreign exchange impacts

Expenses from investment activities

in CHF 1,000	Depreciation		Realized losses		Total	
	2022	2021	2022	2021	2022	2021
Real estate	-44,398	-28,435	-3,565	-957	-47,963	-29,392
Fixed-income securities	-170,000	-	-315,288	-608	-485,288	-608
Mortgages	-63	-307	-11	-191	-74	-498
Equity securities	-70,995	-1,419	-35,492	-2,162	-106,487	-3,581
Other investments ¹	-213,269	-239,627	-127,022	-57,874	-340,291	-297,501
Derivative financial instruments	-52,422	-66,186	-794,917	-592,298	-847,339	-658,485
Total	-551,147	-335,975	-1,276,295	-654,091	-1,827,442	-990,065
Investment management expenses					-68,072	-82,560
Expenses from investment activities					-1,895,513	-1,072,625

Total investment result including financial derivatives	406,484	1,249,014
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¹ including foreign exchange impacts

7 Other investments and investments from unit-linked business

in CHF 1,000	2022	2021
Asset backed securities	984,014	1,101,964
Private equity	2,411,756	2,735,762
Hedge funds	540,300	547,183
Investment funds traditional	567,305	380,033
Investment funds hybrid	210,697	125,020
Total other investments	4,714,072	4,889,963
Investment funds	1,268,277	1,638,429
Fixed-income securities	80,681	108,321
Derivatives - net	-37,588	69,290
Cash and cash equivalents	103,748	9,732
Total investments from unit-linked business	1,415,117	1,825,771

8 Technical provisions

in CHF 1,000	Gross 2022	Ceded 2022	Net 2022	Gross 2021	Ceded 2021	Net 2021
Provisions for unearned premiums	222,124	-	222,124	241,004	-	241,004
Actuarial provisions	381,965	-42,620	339,345	414,257	-54,137	360,120
Other actuarial provisions	6,050,052	-	6,050,052	6,848,787	-	6,848,787
Provisions for annuity reserves	25,173,707	-	25,173,707	27,660,543	-	27,660,543
Provisions for contractual bonuses	212,854	-	212,854	201,587	-	201,587
Provisions for bonus fund	294,196	-	294,196	362,902	-	362,902
Total technical provisions	32,334,897	-42,620	32,292,277	35,729,079	-54,137	35,674,942

9 Receivables and payables from insurance activities

in CHF 1,000	2022	2021
Receivables from policyholders	38,914	39,699
Receivables from insurance companies	44,243	39,239
Total receivables from insurance activities	83,157	78,938
Payables to policyholders	198,811	230,195
Payables to insurance companies	111,681	99,357
Total payables from insurance activities	310,492	329,552

10 Related party balances

in CHF 1,000	Other	Shareholder	Participations	2022
Loans	166,619	666,066	-	832,685
Mortgages	-	-	200,000	200,000
Other investments	192,082	-	-	192,082
Deposits from assumed reinsurance	826	-	-	826
Technical provisions for ceded reinsurance	14,082	-	-	14,082
Receivables from insurance activities	35,475	-	-	35,475
Sundry debtors	446	213	-	658
Accrued income and prepaid expenses	270	1,535	-	1,805
Total receivables from related parties	409,800	667,814	200,000	1,277,614
Technical provisions	826	-	-	826
Deposits of ceded business	14,082	-	-	14,082
Payables from insurance activities	48,573	-	-	48,573
Other liabilities	223	112,181	-	112,404
Accrued expenses and deferred income	126	1,108	-	1,235
Total payables to related parties	63,830	113,289	-	177,119
in CHF 1,000	Other	Shareholder	Participations	2021
Loans	328,364	680,266	-	1,008,630
Mortgages	-	-	200,000	200,000
Other investments	6,943	-	-	6,943
Deposits from assumed reinsurance	844	-	-	844
Technical provisions for ceded reinsurance	19,332	-	-	19,332
Receivables from insurance activities	23,428	-	-	23,428
Sundry debtors	-	10,704	-	10,704
Accrued income and prepaid expenses	350	1,350	-	1,701
Total receivables from related parties	379,261	692,321	200,000	1,271,582
Technical provisions	844	-	-	844
Deposits of ceded business	19,332	-	-	19,332
Payables from insurance activities	33,821	-	-	33,821
Other liabilities	-	35,322	-	35,322
Accrued expenses and deferred income	224	530	-	754
Total payables to related parties	54,221	35,852	-	90,073

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	290,033	318,764
Total contingent liabilities	290,033	318,764

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	2,158,427	2,826,853
Total assets pledged	2,158,427	2,826,853

14 Liabilities due to own pension funds

in CHF 1,000	2022	2021
Liabilities due to own pension funds	129	129

15 Release of management reserves

in CHF 1,000	2022	2021
Release of management reserves	-	319,633

16 Fees paid to statutory auditors

in CHF 1,000	2022	2021
Statutory audit and certification of local financial statements	1,560	1,581
Other services	-	39
Total fees paid to statutory auditors	1,560	1,620

The elected audit firms did not supply any services other than audit in 2022.

17 Significant participations and own shares

Participation	Domicile	Capital share CHF	Capital share/ Voting share %	Capital share CHF	Capital share/ Voting share %
in CHF 1,000		2022	2022	2021	2021
Zürcher Freilager 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	298,306
Retained earnings brought forward	6,581
Retained earnings available for appropriation	304,886

Motion by Directors Board

in CHF 1,000	
Dividends	800,000
Distribution of free profit reserves	-500,000
Carried forward	4,886
Total	304,886

Legally required profit reserves equal 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 Life 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 - 23) 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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