

Swiss Re Denmark Services A/S Annual Report 2020

Swiss Re Denmark Services A/S
Midtermolen 3
DK-2100
Copenhagen Ø
Denmark

CVR-nr. 31 06 65 06

Helle Lodberg
Dirigent
Chairman

18. May 2021

Swiss Re Denmark Services A/S Digitally signed by
Helle Lodberg
Date: 18.05.2021
09:33:28

A handwritten signature in blue ink that reads 'Helle Lodberg'.

Helle.Lodberg@swissre.com

This page is intentionally left blank.

Contents

Management's Statement and Auditor's Report

Management's Statement	2
Independent Auditor's Report	3

Company Information

Company Information	5
Management Review	6

Financial Statements

Income Statement	7
Balance Sheet	8
Statement of Changes in Equity	10
Notes	11

Management's Statement

The Management and Board of Directors considered and approved the Annual Report of Swiss Re Denmark Services A/S for the financial year 1 January to 31 December 2020.

The Annual Report is prepared in accordance with the Danish Financial Statements Act.

In our opinion, the Financial Statements give a true and fair view of the financial position at 31 December 2020 of the Company and of the results of the Company operations for 2020.

We recommend that the Annual Report be approved at the Annual General Meeting.

Copenhagen, 15th April 2021

Swiss Re Denmark Services A/S Digitally signed by
Helle Lodberg
Date: 15.04.2021
12:48:55

Helle.Lodberg@swissre.com
Helle Lodberg
CEO

Swiss Re International, filial of Swiss Re
International SE Digitally signed by
Dorte Birkebæk
Date: 17.04.2021
11:36:52

Dorte.Birkebaek@swissre.com
Dorte Birkebæk
Executive Officer

Board of Directors

Torben Thomsen
Chairman

Swiss Re Services Limited Digitally signed by
Torben Thomsen
Date: 15.04.2021
17:34:32

Torben_Thomsen@swissre.com

Frank Reichelt

Swiss Re Europe S.A.,
Niederlassung Deutschland
München Digitally signed
by Frank Reichelt
Date: 2021.04.15
23:20:04 +02'00'

Frank_Reichelt@swissre.com

Warren Hunt



Digitally signed by
Warren Hunt
Date: 15.04.2021
18:13:49

Independent Auditor's Report

To the Shareholders of Swiss Re Denmark Services A/S

Opinion

In our opinion, the Financial Statements give a true and fair view of the financial position of the Company at 31 December 2020, and of the results of the Company's operations for the financial year 1 January - 31 December 2020 in accordance with the Danish Financial Statements Act.

We have audited the Financial Statements of Swiss Re Denmark Services A/S for the financial year 1 January - 31 December 2020, which comprise income statement, balance sheet, statement of changes in equity and notes, including a summary of significant accounting policies ("financial statements").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) and the additional requirements applicable in Denmark. Our responsibilities under those standards and requirements 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 International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) and the additional requirements applicable in Denmark, 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.

Statement on Management's Review

Management is responsible for Management's Review.

Our opinion on the financial statements does not cover Management's Review, 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 Management's Review and, in doing so, consider whether Management's Review is materially inconsistent with the financial statements or our knowledge obtained during the audit, or otherwise appears to be materially misstated.

Moreover, it is our responsibility to consider whether Management's Review provides the information required under the Danish Financial Statements Act.

Based on the work we have performed, in our view, Management's Review is in accordance with the Financial Statements and has been prepared in accordance with the requirements of the Danish Financial Statements Act. We did not identify any material misstatement in Management's Review.

Management's Responsibilities for the Financial Statements

Management is responsible for the preparation of Financial Statements that give a true and fair view in accordance with the Danish Financial Statements Act, and for such internal control as Management 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, Management 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 in preparing the financial statements unless Management 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 ISAs and the additional requirements applicable in Denmark 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.

As part of an audit conducted in accordance with ISAs and the additional requirements applicable in Denmark, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Management.
- Conclude on the appropriateness of Management's use of the going concern basis of accounting in preparing the financial statements and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and contents of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that gives a true and fair view.

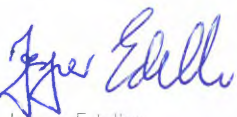
We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Hellerup, 15 April 2021

PricewaterhouseCoopers

Statsautoriseret Revisionspartnerselskab

CVR No 33 77 12 31



Jesper Edelbo

State Authorised Public Accountant

mne-nr. 10901



Peter Nissen

State Authorised Public Accountant

mne-nr. 33260

Company Information

The Company

Swiss Re Denmark Services A/S
Midtermolen 3
DK-2100 Copenhagen O

Telephone: +45 33979593

CVR No: 31 06 65 06
Financial Period: 1 January – 31 December
Municipality of registered office: Copenhagen

Board of Directors

Torben Thomsen, Chairman
Frank Reichelt
Warren Hunt

Management

Helle Lodberg
Dorte Birkebæk

Auditors

PricewaterhouseCoopers
Statsautoriseret Revisionspartnerselskab
Strandvejen 44
DK-2900 Hellerup

Management Review

The financial statements of Swiss Re Denmark Services A/S for 2020 have been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The annual report has been prepared under the same accounting policies as last year.

Main activity

The objective of the Company is to act as service company with respect to affiliated companies, including secondment of employees in connection with affiliated companies, outsourcing of staff and administration, and activities related thereto.

Development in the year

The income statement of the Company for 2020 shows a profit of DKK 1,180,765. The profit of the Company was mainly driven by a mark-up applied on intra-group service recharges.

Total assets increased by DKK 13,758,998, mainly driven by an increase in the receivables from group enterprises of DKK 8,755,095, corporation tax of DKK 7,498,000 and prepayment of DKK 590,175 partially offset by a decrease in other receivables of DKK -1,297,341, cash of DKK -980,272, fixed assets of DKK -744,858 and deferred tax asset of DKK -61,801.

Total liabilities increased by DKK 12,578,234, driven by an increase in payables from group enterprises of DKK 11,672,140 and other payables of DKK 906,093. Shareholder's equity increased by DKK 1,180,764 which represents a current profit for 2020.

Subsequent events

Subsequent events for the current reporting period have been evaluated up to 15 April 2021. This is the date on which the financial statements are available to be issued.

Coronavirus

The global spread of the novel coronavirus and the disease it causes ("COVID-19"), and the actions taken to slow the spread of the pandemic, have had an adverse impact on communities, social and business interactions, economic activity and economies across the globe. After significant contractions in 2020, the global economy is expected to experience a protracted and uneven recovery in 2021. As the COVID-19 crisis continues, the ultimate toll of the pandemic in terms of lives lost, societal dislocations, business activity, economic growth, broader costs to society and industry losses remains highly uncertain. The Swiss Re Group will continue to monitor pandemic related developments and their impact on its operations and its investments.

Income Statement

For the period dated 1 January 2020 until 31 December 2020

DKK	Notes	2020	2019
Revenue		69 756 661	72 526 593
Other external expenses		-13 565 122	-19 419 841
Gross Profit		56 191 539	53 106 751
Staff expenses	1	-53 601 249	-51 929 645
Depreciation, amortisation and impairment of property, plant and equipment		-914 890	-553 768
Profit/loss before financial income and expenses		1 675 400	623 338
Financial income		682 995	400 097
Financial expenses		-812 327	-742 578
Profit/loss before tax		1 546 068	280 857
Tax on profit for the year	2	-365 303	-111 757
Net profit/loss for the year		1 180 765	169 100

Distribution of profit

DKK	2020	2019
Proposed dividend for the year	0	0
Retained earnings	1 180 765	169 100
Distribution of profit	1 180 765	169 100

Balance Sheet

as of 31 December 2020

Assets

DKK	Notes	2020	2019
Other fixtures and fittings, tools and equipment		2 483 442	3 228 717
Property, plant and equipment		2 483 442	3 228 717
Other asset		786 576	786 158
Fixed assets investments		786 576	786 158
Fixed assets		3 270 018	4 014 875
Receivables from group enterprises		33 015 262	24 260 167
Other receivables		5 906	1 303 247
Deferred tax asset		797 775	859 576
Corporation tax		7 793 000	295 000
Prepayment		590 175	0
Receivables		42 202 118	26 717 991
Cash at bank and in hand		589 374	1 569 646
Current assets		42 791 492	28 287 637
Assets		46 061 510	32 302 512

Liabilities and shareholder's equity

DKK	Notes	2020	2019
Share capital		1 000 000	1 000 000
Share premium account		9 000 000	9 000 000
Retained earnings		3 533 685	2 352 921
Equity		13 533 685	12 352 921
Payables from group enterprises		11 927 799	256 659
Other payables		20 600 026	19 693 933
Total short-term liabilities		32 527 825	19 949 591
Total Liabilities		32 527 825	19 949 591
Liabilities and equity		46 061 510	32 302 512

Statement of Changes in Equity

DKK	Share Capital	Share premium account	Retained earnings	Total
Equity at 1 January 2020	1 000 000	9 000 000	2 352 920	12 352 920
Net profit for the year	0	0	1 180 765	1 180 765
Equity at 31 December 2020	1 000 000	9 000 000	3 533 685	13 533 685

Notes to the Financial Statements

1 Staff Expenses

DKK	2020	2019
Staff Expenses		
Wages and salaries	46 999 038	45 507 950
Pensions	6 721 308	6 280 982
Other social security costs/ refunds	-119 097	140 713
Total	53 601 249	51 929 645
Average number of employees	28	29

2 Tax on profit for the year

DKK	2020	2019
Tax on profit for the year		
Deferred tax for the year	61 801	111 714
Tax on profit for the current year	303 502	0
Adjustment of tax concerning previous years	0	43
Total	365 303	111 757

3 Contingent assets, liabilities and other financial obligations

DKK	2020	2019
Contingent assets, liabilities and other financial obligations		
Future lease payments ¹		
Within 1 year	2 064 385	2 036 855
Between 1 and 5 years	9 417 869	7 795 432
Total	11 482 254	9 832 287

¹ Rent of building, car leases

Contingent liabilities

The company is jointly liable for the consolidated liability in company taxes for all the taxed entities in accordance with applicable tax laws.

4 Related parties and ownership

Controlling interest	Basis
Swiss Re Ltd	Ultimate parent company
50/60 Mythenquai, 8002 Zurich, Switzerland	
Swiss Re Europe S.A.	Parent company
2, rue Edward Steichen, L-2540 Luxembourg, Grand Duchy of Luxembourg	

5 Significant accounting policies

Basis of presentation

The annual report of Swiss Re Denmark Services A/S for the financial year 2020 has been prepared in accordance with the provisions of the Danish Financial Statements Act applying to enterprises of reporting class B.

The accounting policies applied are unchanged from the previous year.

The financial statements for the financial year 2020 are presented in DKK.

Recognition and measurement

Revenues are recognised in the income statement as earned. Furthermore, value adjustments of financial assets and liabilities measured at fair value or amortised cost are recognised. Moreover, all expenses incurred to achieve the earnings for the year are recognised in the income statement, including depreciation, amortisation, impairment losses and provisions as well as reversals due to changed accounting estimates of amounts that have previously been recognised in the income statement.

Assets are recognised in the balance sheet when it is probable that future economic benefits attributable to the asset will flow to the Company, and the value of the asset can be measured reliably.

Liabilities are recognised in the balance sheet when it is probable that future economic benefits will flow out of the Company, and the value of the liability can be measured reliably.

Assets and liabilities are initially measured at cost. Subsequently, assets and liabilities are measured as described for each item below.

Translation policies

Transactions in foreign currencies are translated at the exchange rates at the date of transaction. Gains and losses arising due to differences between the transaction date rates and the rates at the date of payment are recognised in financial income and expenses in the income statement. Where foreign exchange transactions are considered hedging of future cash flows, the value adjustments are recognised directly in equity.

Receivables, payables and other monetary items in foreign currencies that have not been settled at the balance sheet date are translated at the exchange rates at the balance sheet date. Any differences between the exchange rates at the balance sheet date and the transaction date rates are recognised in financial income and expenses in the income statement.

Fixed assets acquired in foreign currencies are measured at the transaction date rates.

Income Statement

Revenue

Revenue from the sale of goods is recognised when the risks and rewards relating to the goods sold have been transferred to the purchaser, the revenue can be measured reliably and it is probable that the economic benefits relating to the sale will flow to the Company.

Services are recognised at the rate of completion of the service to which the contract relates by using the percentage-of-completion method, which means that revenue equals the selling price of the service completed for the year. This method is applied when total revenues and expenses in respect of the service and the stage of completion at the balance sheet date can be measured reliably, and it is probable that the economic benefits, including payments, will flow to the Company. The stage of completion is determined on the basis of the ratio between the expenses incurred and the total expected expenses of the service.

Other external expenses

Other external expenses comprise expenses for premises, sales and distribution as well as office expenses, etc.

Staff expenses

Staff expenses comprise wages and salaries as well as other payroll expenses.

Amortisation, depreciation and impairment losses

Amortisation, depreciation and impairment losses comprise amortisation, depreciation and impairment of intangible assets and property, plant and equipment.

Financial income and expenses

Financial income and expenses are recognised in the income statement at the amounts relating to the financial year.

Tax on profit for the year

Tax for the year consists of the current tax for the year and the deferred tax for the year. The tax attributable to the profit for the year is recognised in the income statement, whereas the tax attributable to equity transactions is recognised directly in equity.

The Company is jointly taxed with group related entities in Denmark. The tax effect of the joint taxation is allocated to Danish enterprises in proportion to their taxable incomes.

Balance Sheet

Property, plant and equipment

Property, plant and equipment are measured at cost less accumulated depreciation and less any accumulated impairment losses.

Cost comprises the cost of acquisition and expenses directly related to the acquisition up until the time when the asset is ready for use.

Depreciation based on cost reduced by any residual value is calculated on a straight-line basis over the expected useful lives of the assets, which are:

- Leasehold improvements, other fixtures and fittings, tools and equipment 3-10 years.
- Depreciation period and residual value are reassessed annually.
- Assets costing less than DKK 14,100 are expensed in the year of acquisition.

Impairment of fixed assets

The carrying amounts of property, plant and equipment are reviewed on an annual basis to determine whether there is any indication of impairment other than that expressed by amortisation and depreciation.

If so, the asset is written down to its lower recoverable amount.

Fixed asset investments

Fixed asset investments consist of deposit for rent.

Receivables

Receivables are recognised in the balance sheet at amortised cost, which substantially corresponds to nominal value. Provisions for estimated bad debts are made.

Prepayments

Prepayments comprise prepaid expenses concerning rent, insurance premiums, subscriptions and interest.

Deferred tax assets and liabilities

Deferred income tax is measured using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts for financial reporting purposes on the basis of the intended use of the asset and settlement of the liability, respectively.

Deferred tax assets, including the tax base of tax loss carry-forwards, are measured at the value at which the asset is expected to be realised, either by elimination in tax on future earnings or by set-off against deferred tax liabilities within the same legal tax entity.

Deferred tax is measured on the basis of the tax rules and tax rates that will be effective under the legislation at the balance sheet date when the deferred tax is expected to crystallise as current tax. Any changes in deferred tax due to changes to tax rates are recognised in the income statement.

Current tax receivables and liabilities

Current tax liabilities and receivables are recognised in the balance sheet as the expected taxable income for the year adjusted for tax on taxable incomes for prior years and tax paid on account. Extra payments and repayment under the on-account taxation scheme are recognised in the income statement in financial income and expenses.

Financial debts/Payables

Debts and payables are measured at amortised cost, substantially corresponding to nominal value.

This page is intentionally left blank.

Swiss Re Denmark Services A/S
Møntumgade 11
DK-1100
Copenhagen Ø
Denmark
Telephone: +45 33 97 96 93
www.swissre.com