

Swiss Re



Sustainability at Swiss Re

14th Session of the AHGE,
Thursday 8 October 2009,
UNECE Geneva

Climate change

An important component of our long-term corporate risk management strategy

Swiss Re



Strategic priorities

■ Assess and manage risk:

- Research collaborations with Universities
- Membership and collaborations with NGO's (NCCR, The Climate Group, Oxfam, Rockefeller, ProClim, OcCC)
- Reviewer of IPCC special report on extremes

■ Climate products:

- Weather risk transfer products
- Climate Adaptation Development Programme
- Green investments (European Clean Energy Fund)

■ Influence business environment:

- Risk dialogue with clients, employees, public (G8, Copenhagen, WEF, Climate Week)
- Advocacy of a worldwide policy framework

■ Lead by example:

- Greenhouse neutral since 2003



Creating solutions to sustainability challenges

■ **Post-2012 Carbon Credit Fund**

- Five European public financing institutions, led by European Investment Bank (EIB),
- launched a fund to purchase carbon credits generated by CDM projects
- Conning Asset Management subsidiary was chosen to manage this fund
- Investments: EUR 125 million

■ **Sustainability portfolio**

- Investments in alternative energy, water, resource efficiency (waste and materials), carbon & emissions and sustainable agriculture & forestry
- Total value: CHF 695 million by the end of 2008
- Largest new transaction:
CHF 167 million to Generation Investment Management's Climate Solutions fund. Co-founded by former US Vice- President Al Gore and David Blood, ex-head of Goldman Sachs Asset Management, Generation Investment Management (GIM)

Economics of Climate Adaptation

Objectives:

- Provide decision makers with the methods and facts necessary to design a climate adaptation strategy
- Total climate risk approach, meaning a combination of :
 - today's climate risks,
 - the economic development paths
 - additional risks posed by climate change trend
- Swiss Re's role:
Lead contributor to the research and risk quantification



The **Global Environment Facility** (GEF) is a trust fund partnership among 178 countries, international institutions, non-governmental organizations (NGOs), and the private sector



Climate Works is a newly formed global philanthropic network organized to win the battle against climate change



The **United Nations Environment Programme** (UNEP) is an international inter-governmental organization established by the General Assembly of the United Nations



Standard Chartered operates in many of the world's fastest growing markets, and derives over 90 per cent of its profits from the emerging trade corridors of Asia, Africa and the Middle East



Swiss Re is a leading global reinsurer, was a lead contributor to the research, risk assessment and quantification



McKinsey & Company drove the analytical execution and contributed to the fact base



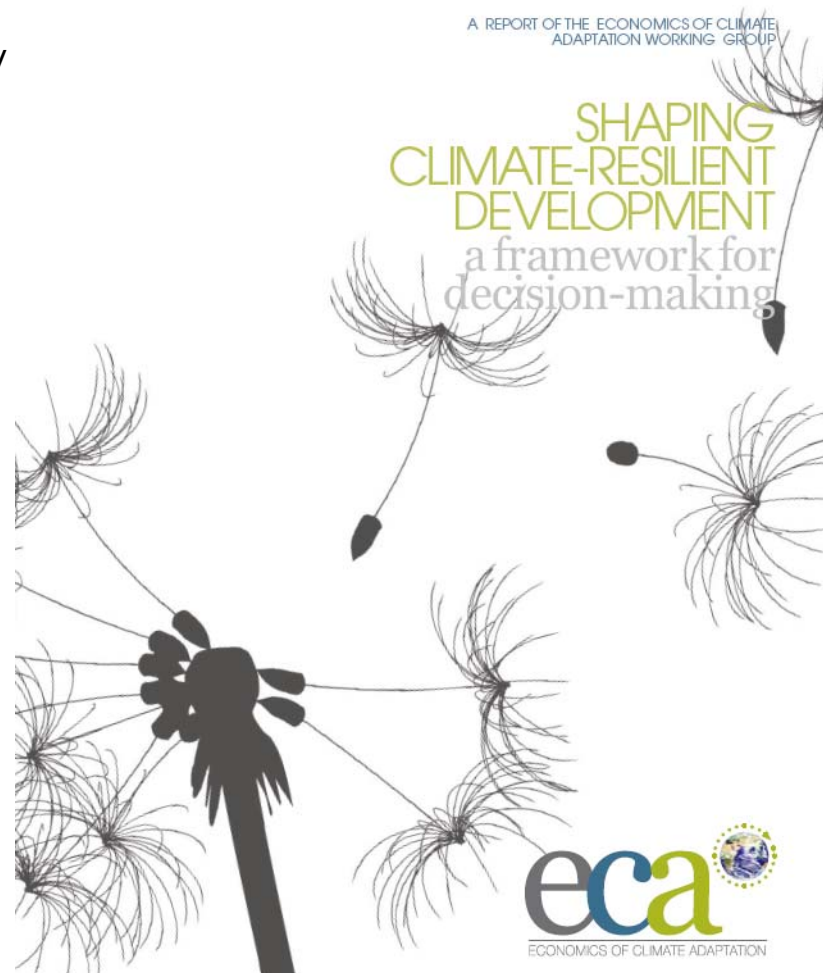
The **Rockefeller Foundation** is a global philanthropic corporation



The **European Commission** is the executive branch of the EU responsible for proposing legislation, implementing decisions, upholding the Union's treaties.

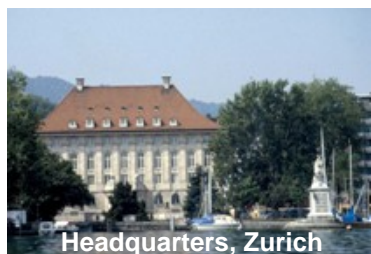
A REPORT OF THE ECONOMICS OF CLIMATE ADAPTATION WORKING GROUP

SHAPING
CLIMATE-RESILIENT
DEVELOPMENT
a framework for
decision-making

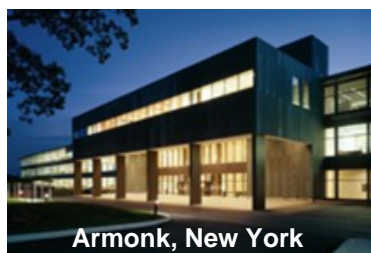




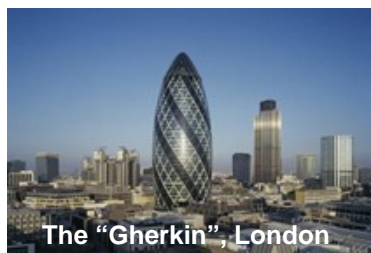
Swiss Re at a glance



Headquarters, Zurich



Armonk, New York



The "Gherkin", London

Swiss Re is a **leading and highly diversified global reinsurer**, founded in Zurich (Switzerland) in 1863

The company offers **traditional reinsurance products and related services** for property and casualty, as well as for life and health businesses

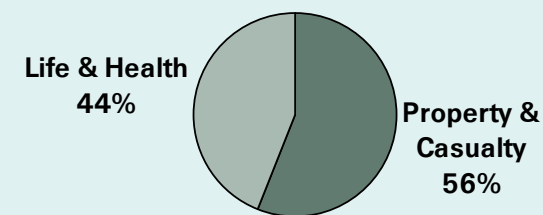
These traditional products are complemented by **insurance-based corporate finance solutions** and supplementary **services for comprehensive risk management**

Swiss Re is the **industry leader in insurance-linked securities**

Swiss Re is rated "**A+**" by S&P's, "**A1**" by Moody's and "**A**" by A.M. Best

Key statistics	FY 2007	FY 2008
	CHF bn	CHF bn
Premiums earned:	31.7	25.5
Net income:	4.2	- 0.9
Shareholders' equity:	31.9	20.5
Return on equity:	13.5%	- 3.4%
Return on investments: ¹	5.3%	4.7%
P&C combined ratio:	90.1%	97.9%
L&H benefit ratio:	87.0%	85.5%

Revenues by business
(Total 2008: CHF 25bn)



¹ Fiscal year 2007 and 2008 excludes Legacy