

Summary of the

ANNUAL REPORT

2014

Baloise key figures

	2013	2014	Change (%)
CHF million			
Business volume			
Gross premiums written (non-life)	3,441.7	3,358.8	-2.4
Gross premiums written (life)	3,787.2	3,816.8	0.8
Sub-total of IFRS gross premiums written¹	7,228.9	7,175.6	-0.7
Investment-type premiums	1,780.6	2,130.2	19.6
Total business volume	9,009.5	9,305.8	3.3
Operating profit (loss)			
Profit / loss before borrowing costs and taxes			
Non-life	366.3	419.1	14.4
Life ²	261.1	476.8	82.6
Banking	75.4	73.7	-2.3
Other activities	-44.5	-41.1	-7.6
Profit for the period	455.4	711.9	56.3
Balance sheet			
Technical reserves	47,435.6	48,738.9	2.7
Equity	4,906.4	5,831.0	18.8
Ratios (per cent)			
Return on equity (RoE)	9.8	13.5	-
Gross combined ratio (non-life)	93.1	93.7	-
Net combined ratio (non-life)	94.9	93.6	-
New business margin (life)	13.5	15.0	-
Investment performance (insurance) ³	2.3	6.9	-
Embedded value of life insurance policies			
Embedded value (MCEV)	3,808.6	3,610.2	-5.2
Annual premium equivalent (APE)	333.2	389.6	16.9
Value of new business	44.9	58.6	30.4
Key figures on the Company's shares			
Shares issued (units)	50,000,000	50,000,000	0.0
Basic earnings per share ⁴ (CHF)	9.65	15.15	57.0
Diluted earnings per share ⁴ (CHF)	9.38	14.63	56.0
Equity per share ⁴ (CHF)	103.5	123.4	19.2
Closing price (CHF)	113.60	127.80	12.5
Market capitalisation (CHF million)	5,680.0	6,390.0	12.5
Dividend per share ⁵ (CHF)	4.75	5.00	5.3

1 Premiums written and policy fees (gross).

2 Of which deferred gains / losses from other operating segments (31 December 2013: CHF -1.7 million; 31 December 2014: CHF 0.6 million).

3 Excluding investments for the account and at the risk of life insurance policyholders.

4 Calculation is based on the profit for the period attributable to shareholders and the equity attributable to shareholders.

5 2014 based on the proposal submitted to the Annual General Meeting.

At a glance

Net combined ratio of
93.6 per cent

5.3 per cent
higher business volume ¹

Profit of
CHF **711** million

Dividend increased from CHF 4.75 to
CHF **5.00** per share
(will be proposed to the Annual General Meeting on 30 April 2015)

Equity of
CHF **5,831.0** million

Return on equity
(RoE) of **13.5** per cent

Solvency ratio of
354 per cent

New business margin of
15.0 per cent

¹ Calculated in local currency on a like-for-like basis and excluding discontinued operations (Austria, Croatia and Serbia).

What we want to achieve: By continuing to develop its solid insurance operations, Baloise is once again firmly on track to meet its targets of a combined ratio of between 93 per cent and 96 per cent, a new business margin in excess of 10 per cent and a return on equity of between 8 per cent and 12 per cent. It will continue to pay attractive and consistent dividends.



Dr Andreas Burckhardt, Chairman of the Board of Directors (left), and Dr Martin Strobel, Group CEO (right).

Focused growth and outstanding results Baloise is building on solid foundations

DEAR SHAREHOLDERS

The outstanding financial results achieved by Baloise in 2014 once again underscore its excellent operational profitability and solid foundations. We are growing in attractive segments – which we plan to expand further – over and above the market rate. Our core insurance business is not the only segment that is highly successful and profitable; Baloise has also generated an excellent return on its investments.

The Company's capitalisation remains strong. Standard & Poor's acknowledged this quality by upgrading our credit rating to 'A with a stable outlook' in the middle of last year. The highly focused Baloise Group is excellently placed to continue shaping its future in a way that is geared towards bringing success.

The profit that Baloise earned in 2014 was the second-best in its history – the best profit was reported in 2007 – and

advanced by 57.0 per cent year on year to CHF 710.7 million. All business divisions and national Baloise companies contributed to this result. In addition to the Company's improved operating performance, the disposal of its shareholdings in Nationale Suisse and Helvetia and the sale of Basler Austria boosted this outstanding result by around CHF 160 million.

By focusing on attractive target segments in our four core markets – Switzerland, Belgium, Germany and Luxembourg – we have completed the process of consolidating our geographical footprint. We will now strengthen our profitability and continue to grow in these units. We also plan to further expand profitable business lines in which we are already well positioned. Two of the ways in which we can achieve this are by using our safety and security features to deliver attractive add-on services in the field of intelligent prevention and by offering innovative pension solutions, such as the semi-autonomous pension scheme 'Perspectiva', that provide our customers with financial security in their retirement even in today's low-interest-rate environment. The life insurance business conducted by our Swiss unit clearly illustrates this point in the case of occupational pensions, where small and medium-sized enterprises' demand for our comprehensive insurance solutions remains encouragingly strong. Our customers particularly value the fact that the security of these benefits is guaranteed at all times. The guarantees and services that we offer enable these

companies to safeguard their employees' pensions and concentrate on their own business.

In Belgium our unit-linked life insurance business is growing well because we are meeting the specific needs of the local market and have forged partnerships with banks. Another innovation that we have developed is a new combination of conventional and unit-linked life insurance.

Focusing on highly profitable niche markets also means being very selective when underwriting new premiums in less profitable areas. This essentially means deciding to forego potential premium income in some cases. In Germany we are therefore exiting the motor vehicle fleet insurance market and significantly scaling back our business with large industrial enterprises in sectors where the risks are too high. Baloise has reduced its net combined ratio by 1.3 percentage points to 93.6 per cent as a result of the benign claims environment and these improvements in portfolio quality. It has also enhanced its efficiency, as reflected in its lower expense ratio.

“The highly focused Baloise Group is excellently placed to continue shaping its future in a way that is geared towards bringing success and adding long-term value for its shareholders”

Our insurance operations and reliable, consistent management of assets are our core competence. The net return that we achieved on these in 2014 was an impressive 4.1 per cent, up by 0.8 percentage points on the previous year. Realised gains and book gains have boosted the substantial gains on our investments, while the higher income earned from equities and alternative investments has partially compensated for the lower income received from fixed-income securities. Interest rates have remained at historically low levels in recent months. However, we have learned how to adapt to this environment and, several years ago, we established appropriate hedging instruments to mitigate the effects of low and falling interest rates.

Knowledge and skills are crucial in a challenging market environment like the one we are currently experiencing. That is why our thanks go to all Baloise employees, whose expertise and hard work day in, day out make us one of the most profitable insurance companies in Europe.

Starting from these solid foundations, we are enthusiastically building Baloise's future – quite literally! The construction of Baloise Park, whose architectural model serves as the backdrop to the photographs of the Board of Directors and the

Corporate Executive Committee in this report, represents a significant investment in our Basel head-office site from 2015 onwards, creating some 2,000 state-of-the-art office workplaces for both Baloise and other organisations.

We achieved lasting improvements in our profitability in 2014 and want our shareholders to benefit directly from this success. In view of our excellent financial results, we will propose to the Annual General Meeting on 30 April 2015 that our dividend be raised to CHF 5.00 per share. By repurchasing up to one million treasury shares over the next two years, we are further consolidating our considerable earnings power for our owners.

The Swiss insurance industry is contending with negative interest rates and a strong Swiss franc. But Baloise is pursuing an excellent strategy in operational terms and, despite these difficult conditions, is in a good position. By focusing on our core markets, rigorously implementing our target-customer management policies and offering innovative supplementary services around safety and security, we are confident of achieving our financial targets even in a challenging market.

Basel, March 2015



Dr Andreas Burckhardt

Chairman of the Board of Directors



Dr Martin Strobel

Group CEO



Model of the new buildings at Baloise Park.

Focusing on attractive target segments

In 2014, Baloise continued to generate above-average growth in attractive target segments and achieved a further significant improvement in its operating performance, which made it one of the most profitable insurance companies in Europe.

OVERVIEW

The profit that Baloise earned in 2014 was the second-best in its history – the best profit was reported in 2007 – and advanced by 57.0 per cent year on year to CHF 710.7 million. All business divisions and national Baloise companies contributed to this result. In addition to the Company's improved operating performance, the disposal of its shareholdings in Nationale Suisse and Helvetia and the sale of Basler Austria boosted this outstanding result by around CHF 160 million.

The volume of premiums¹ reported under IFRS in the non-life division grew by 0.4 per cent, while the value of premiums written in the life insurance division increased by a total of 2.0 per cent. The volume of business transacted in unit-linked life insurance jumped by 21.5 per cent. The profit contributed by non-life business rose by an impressive 14.4 per cent to CHF 419.1 million, while the net combined ratio improved by 1.3 percentage points to 93.6 per cent. Baloise significantly improved the operating performance of its life insurance business and raised its profit contribution by 82.6 per cent to CHF 476.8 million. The Group also achieved an excellent return on its investments. Recurring income declined slightly year on year as a result of persistently low interest rates. However, net income came to CHF 2,411.4 million, which was well above the CHF 1,907.0 million reported for 2013. The higher income earned from equities and alternative investments compensated partially for the lower income received from fixed-income assets. Book gains on interest-rate derivatives boosted the substantial gains on our investments.

Earnings before interest and tax (EBIT) from the banking business fell slightly year on year owing to the continuing low-interest-rate environment and the resultant lower level of net interest income.

Baloise has a strong balance sheet. Its consolidated equity grew by 18.8 per cent to CHF 5,831.0 million primarily on the back of the outstanding profit for the period and the lower level of interest rates, which resulted in higher valuation reserves for fixed-income securities. The solvency ratio reached an impressive 354 per cent compared with 267 per cent at the end of 2013.

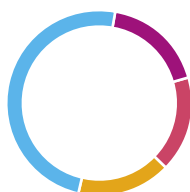
BUSINESS VOLUME¹

	2013	2014	+/- %
CHF million			
Total business volume	8,773.0	9,176.7	5.3
Life	3,735.6	3,798.1	2.0
Non-life	3,274.0	3,260.5	0.4
Investment-type premiums	1,763.4	2,118.2	21.5

BUSINESS VOLUME IN 2014¹ (GROSS) BY STRATEGIC BUSINESS UNIT

As a percentage

→ Switzerland	49.1
→ Germany	17.8
→ Belgium	16.8
→ Luxembourg	16.2



¹ The key figures on premiums and business volumes mentioned in the review of operating performance in this annual report have been calculated in local currency on a like-for-like basis and exclude discontinued operations (Austria, Croatia and Serbia).

NON-LIFE DIVISION: STRONG PROFITABILITY

Baloise continued to improve the quality of its portfolio in the non-life division. By pursuing a selective underwriting policy, it reduced the volume of premiums in fairly unprofitable areas and increased them in highly profitable target segments. In Germany the Company continued to exit the motor vehicle fleet insurance market and significantly scaled back its business with large industrial enterprises in individual sectors with high risks. In Switzerland, for example, it wrote fewer premiums in accident insurance and daily sickness allowance insurance. Despite having adjusted its portfolio and optimised its income, Baloise expanded the volume of business in its non-life division (indemnity and personal insurance) by 0.4 per cent to CHF 3,260.5 million. The claims environment prevailing in 2014 was generally benign, which – especially in Switzerland – resulted in a very low combined ratio. In Germany, too, the combined ratio was lower than in the previous year because – despite a few large claims in industrial business – the cost of basic claims decreased. Hail storm Ela hit the Company’s Belgian non-life business, but its effective external reinsurance and the lower cost of basic claims mitigated this effect. Baloise reduced its overall net combined ratio by 1.3 percentage points to 93.6 per cent as a result of the benign claims environment and the improvements in portfolio quality. It also enhanced its efficiency, as demonstrated by the 0.2-percentage-point fall in the expense ratio.

Baloise raised its EBIT by 14.4 per cent to CHF 419.1 million despite the low level of gains realised on its investments. This was proof positive of the substantial and further improved profitability of its property insurance business.

NET COMBINED RATIO

As a percentage

2014		93.6
2013		94.9
2012		94.1
2011		95.5
2010		95.2

LIFE DIVISION: STRONG OPERATING ACTIVITIES

In the life insurance division Baloise generated excellent growth of 21.5 per cent in its unit-linked life insurance business. The volume of business in the life division as a whole expanded by 8.2 per cent to CHF 5,916.2 million. The main factor driving the growth of conventional life insurance was business in Switzerland. Demand for attractive and reliable group life insurance solutions continued on an encouraging scale. The ongoing optimisation of the business mix towards the latest life products also paid off. Baloise improved the operating performance of its life insurance business and raised its profit contribution by 82.6 per cent to CHF 476.8 million. The sources of this success were the Company’s strong risk result and its extraordinarily high net savings. The latter were boosted by the proceeds received from the realisation of gains on investments, especially from the sale of Baloise’s shareholdings in Nationale Suisse and Helvetia. In addition, the Company has established hedging instruments in recent years to mitigate the effects of low and falling interest rates.

The low level of interest rates depressed the financial value of life insurance; consequently, the embedded value of this business declined from CHF 3,808.6 million to CHF 3,610.2 million in 2014 despite the impressive level of operating income. The return on embedded value came to minus 4.1 per cent. The value of new business amounted to CHF 58.6 million, and the new business margin was 15.0 per cent (2013: 13.5 per cent).

BANKING DIVISION: GOOD EARNINGS DESPITE LOW-INTEREST-RATE ENVIRONMENT

The EBIT reported by the banking division declined by 2.3 per cent year on year to CHF 73.7 million. This modest decrease can be attributed to the lower level of net interest income generated in the continuing low-interest-rate environment.

EQUITY: SOLID FOUNDATIONS

Baloise's solid foundations are underpinned by its strong balance sheet and capitalisation. Its consolidated equity grew by 18.8 per cent to CHF 5,831.0 million on the back of the outstanding profit for the period and the lower level of interest rates, which had a positive impact on the valuation reserves of fixed-income securities. The solvency ratio reached an impressive 354 per cent compared with 267 per cent at the end of 2013. Despite the historically low level of interest rates, Baloise remained within the requirements and in the 'green zone' of the Swiss Solvency Test (SST).

SUBSTANTIAL GAINS ON INVESTMENTS

All asset classes delivered an exceptionally strong performance in 2014. Equity markets were boosted by the economic upturn in the USA and by expansionary monetary policies, even though share prices dipped briefly in October owing to concerns about

business activity in the European Union (EU). A combination of expansionary monetary policy and lower inflation expectations caused yields on fixed-income investments and credit spreads on corporate bonds to fall. Baloise's investments delivered an exceptional performance in this environment.

Net income came to CHF 2,411.4 million, which was well above the CHF 1,907.0 million reported for 2013. The net return on insurance assets came to 4.1 per cent (2013: 3.3 per cent). The strategy – which included investing more in high-quality, high-dividend shares and introducing new fixed-income asset classes (senior secured loans) – meant that the recurring income declined only marginally from CHF 1,765.1 million in 2013 to CHF 1,701.9 million in 2014. The increase in net income was largely attributable to gains realised on equities and to book gains on real estate and interest-rate derivatives. In addition, the recent fall in risk-free interest rates caused the prices of the bonds in our portfolio to rise sharply, with the corresponding effect being recognised in equity. Consequently, the rate of return on insurance assets according to International Financial Reporting Standards (IFRS) – which includes unrealised net gains and losses on investments but excludes gains and losses on held-to-maturity debt instruments – was 6.9 per cent, which was well above the prior-year figure of 2.3 per cent.

PROPRIETARY INVESTMENTS BY CATEGORY¹

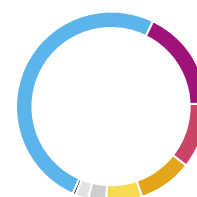
	2013	2014	+/- %
CHF million			
Investment property	5,685.9	5,962.9	4.9
Equities	3,143.3	4,028.5	28.2
Alternative financial assets	1,255.0	1,341.2	6.9
Fixed-income securities	30,604.1	32,701.1	6.9
Mortgage assets	11,136.8	11,138.0	0.0
Policy loans and other loans	7,192.7	7,027.9	-2.3
Derivatives	232.2	341.0	46.9
Cash and cash equivalents	1,992.2	1,954.5	-1.9
Total	61,242.2	64,495.0	5.3

¹ Excluding investments for the account and at the risk of life insurance policyholders and third parties.

INVESTMENT COMPONENTS IN 2014

As a percentage

Fixed-income securities	50.7
Mortgage assets	17.3
Policy loans and other loans	10.9
Investment property	9.2
Equities	6.3
Cash and cash equivalents	3.0
Alternative financial assets	2.1
Derivatives	0.5



ASSETS HELD BY BALOISE

as at 31 December 2013	Non-life	Life	Banking	Total for the Group
CHF million				
Proprietary investments	9,615.4	44,490.3	7,351.2	61,242.2
Investment-linked life insurance ¹		9,606.8		9,863.5
Total recognised assets	9,615.4	54,097.1	7,351.2	71,105.8
Asset management for third parties				4,473.9
Total assets under management				75,579.6

as at 31 December 2014	Non-life	Life	Banking	Total for the Group
CHF million				
Proprietary investments	9,788.8	47,249.5	7,649.1	64,495.0
Investment-linked life insurance ¹		10,904.2		11,182.6
Total recognised assets	9,788.8	58,153.6	7,649.1	75,677.6
Asset management for third parties				5,055.3
Total assets under management				80,733.0

¹ Including CHF 53.3 million (2013: CHF 47.3 million) in other assets (precious metal holdings from investment-linked life insurance policies).

Baloise increased its equity exposure further. Whereas private-equity investments delivered an impressive performance, hedge funds yielded only modest returns. The impairment losses recognised on financial instruments with characteristics of equity totalled CHF 35.8 million (gross). Investment property continued to yield stable returns and slightly higher valuations. The values and income streams generated by our mortgages remained consistent.

Consolidated income statement

FIVE-YEAR OVERVIEW

	2010	2011	2012 (restated)	2013	2014
CHF million					
Income					
Premiums earned and policy fees (gross) ¹	6,854.3	6,806.9	6,731.1	7,212.7	7,168.1
Reinsurance premiums ceded	-168.2	-176.3	-176.5	-167.9	-163.6
Premiums earned and policy fees (net)	6,686.1	6,630.6	6,554.6	7,044.8	7,004.5
Investment income	1,811.2	1,766.5	1,782.2	1,765.1	1,701.9
Realised gains and losses on investments ²	501.6	-943.4	852.9	670.3	1,362.5
Income from services rendered	283.4	158.6	125.0	119.0	110.7
Share of profit (loss) of associates	-0.5	10.2	16.5	40.5	8.1
Other operating income	202.7	140.1	92.0	107.9	185.2
Income	9,484.5	7,762.6	9,423.2	9,747.5	10,372.8
Expense					
Claims and benefits paid (gross)	-5,212.9	-5,311.5	-5,449.4	-5,439.7	-5,666.4
Change in technical reserves (gross)	-1,393.2	-639.9	-867.7	-1,359.4	-1,469.5
Reinsurance share of claims incurred	47.5	53.3	113.2	75.5	146.6
Acquisition costs	-491.5	-576.8	-651.0	-500.5	-569.6
Operating and administrative expenses for insurance business	-856.0	-847.0	-900.0	-897.1	-866.5
Investment management expenses	-64.8	-61.3	-59.0	-70.6	-66.9
Interest expenses on insurance liabilities	-61.2	-51.6	-50.5	-47.3	-42.6
Gains or losses on financial contracts	-219.8	324.0	-577.8	-368.9	-462.6
Other operating expenses	-625.4	-507.9	-363.2	-481.3	-446.8
Expense	-8,877.3	-7,618.7	-8,805.4	-9,089.3	-9,444.3
Profit before borrowing costs and taxes	607.2	143.9	617.9	658.2	928.6
Borrowing costs	-52.8	-55.0	-61.0	-50.1	-43.5
Profit before taxes	554.4	88.9	556.8	608.1	885.1
Income taxes	-117.7	-27.6	-71.6	-152.7	-173.2
Profit for the period	436.7	61.3	485.2	455.4	711.9
Attributable to					
Shareholders	433.4	60.8	479.5	452.6	710.7
Non-controlling interests	3.3	0.5	5.7	2.8	1.3
Earnings / loss per share					
Basic (CHF)	9.14	1.30	10.24	9.65	15.15
Diluted (CHF)	8.89	1.29	9.96	9.38	14.63

1 In line with the accounting principles applied by the Baloise Group, investment-type insurance premiums are not included in premiums earned and policy fees.

2 Including financial liabilities held for trading purposes (derivative financial instruments).

Consolidated balance sheet

FIVE-YEAR OVERVIEW

	2010	2011	2012 (restated)	2013	2014
CHF million					
Assets					
Property, plant and equipment	535.7	559.9	458.5	422.5	379.2
Intangible assets	1,342.6	1,300.2	1,078.5	1,080.3	909.2
Investments in associates	211.3	173.5	227.2	222.0	227.9
Investment property	5,046.6	5,138.0	5,441.0	5,685.9	5,962.9
Financial instruments with characteristics of equity	9,844.2	9,703.9	9,475.7	11,344.4	13,451.2
Financial instruments with characteristics of liabilities	25,840.5	28,917.5	32,513.3	32,327.1	34,461.6
Mortgages and loans	17,693.5	18,042.7	18,510.9	18,329.5	18,165.9
Derivative financial instruments	536.3	334.1	497.6	410.7	613.2
Other assets / receivables	2,111.6	2,586.4	2,618.6	2,857.7	2,153.5
Deferred tax assets	20.2	22.2	32.7	56.0	48.3
Cash and cash equivalents	2,208.9	2,287.8	2,923.7	2,960.8	2,969.6
Total assets	65,391.4	69,066.2	73,777.7	75,696.9	79,342.3

	2010	2011	2012 (restated)	2013	2014
CHF million					
Equity and liabilities					
Equity					
Equity before non-controlling interests	4,100.0	3,860.3	4,603.5	4,855.9	5,791.3
Non-controlling interests	33.5	33.3	37.8	50.5	39.7
Total equity	4,133.5	3,893.6	4,641.3	4,906.4	5,831.0
Liabilities					
Gross technical reserves	43,445.7	45,561.9	46,591.9	47,435.6	48,738.9
Liabilities arising from banking business and financial contracts	12,863.3	13,998.1	15,839.6	16,542.1	17,740.8
Derivative financial instruments	29.9	175.3	64.4	68.2	176.4
Other accounts payable	4,277.3	4,782.9	5,802.0	5,862.3	5,789.7
Deferred tax liabilities	641.7	654.4	838.5	882.3	1,065.5
Total liabilities	61,257.9	65,172.6	69,136.4	70,790.5	73,511.4
Total equity and liabilities	65,391.4	69,066.2	73,777.7	75,696.9	79,342.3

Business volume, premiums and combined ratio

BUSINESS VOLUME

2013	Group	Switzerland	Germany	Belgium	Luxembourg	Other units ²
CHF million						
Non-life	3,441.7	1,343.1	894.3	952.3	79.1	167.7
Life	3,787.2	2,900.9	609.3	165.2	60.1	51.6
Sub-total of IFRS gross premiums written ¹	7,228.9	4,244.0	1,503.6	1,117.5	139.3	219.3
Investment-type premiums	1,780.6	119.0	223.7	276.0	1,144.8	17.2
Total business volume	9,009.5	4,363.1	1,727.3	1,393.5	1,284.0	236.5

2014	Group	Switzerland	Germany	Belgium	Luxembourg	Other units ²
CHF million						
Non-life	3,358.8	1,335.1	842.9	961.2	115.6	98.2
Life	3,816.8	2,985.1	568.8	157.2	87.1	18.8
Sub-total of IFRS gross premiums written ¹	7,175.6	4,320.1	1,411.7	1,118.3	202.7	117.0
Investment-type premiums	2,130.2	189.9	221.0	426.5	1,280.7	12.0
Total business volume	9,305.8	4,510.0	1,632.7	1,544.9	1,483.4	129.0

1 Premiums written and policy fees (gross).

2 Other units: Austria (until 28th August 2014), Croatia and Serbia (until 11 March 2014).

GROSS COMBINED RATIO

2013	Group	Switzerland	Germany	Belgium	Luxembourg	Other units ¹
as a percentage of premiums earned						
Claims ratio ²	62.1	61.3	69.7	58.5	49.6	58.1
Expense ratio	31.0	25.1	34.4	35.0	34.3	36.2
Combined ratio	93.1	86.4	104.1	93.5	83.9	94.3

2014	Group	Switzerland	Germany	Belgium	Luxembourg	Other units ¹
as a percentage of premiums earned						
Claims ratio ¹	63.0	59.1	65.4	68.3	56.8	60.2
Expense ratio	30.7	24.8	36.1	34.1	32.5	33.1
Combined ratio	93.7	83.9	101.5	102.4	89.3	93.3

1 Other units: Austria (until 28 August 2014), Croatia and Serbia (until 11 March 2014).

2 Including the profit-sharing ratio.

GROSS AND NET COMBINED RATIO

	Gross		Net	
	2013	2014	2013	2014
as a percentage of premiums earned				
Claims ratio ¹	62.1	63.0	62.8	61.7
Expense ratio	31.0	30.7	32.1	31.9
Combined ratio	93.1	93.7	94.9	93.6

FUNDING RATIO (NON-LIFE)

	2013	2014
CHF million		
Technical reserve for own account ²	5,933.3	5,879.4
Premiums written and policy fees for own account	3,300.4	3,213.8
Funding ratio (per cent)	179.8	182.9

1 Including the profit-sharing ratio.

2 Not including capitalised settlement premiums.

Income statement of Bâloise Holding

	2013	2014
CHF million		
Income from long-term equity investments	284.9	481.2
Income from interest and securities	15.5	15.1
Other income	8.0	8.1
Total income	308.4	504.4
Administrative expenses	-53.2	-52.4
Interest expenses	-44.6	-38.0
Depreciation, amortisation and impairment	-151.1	-
Other expenses	-3.9	-8.0
Total expenses	-252.8	-98.4
Tax expense	-0.1	-0.2
Profit for the period	55.5	405.8

Balance sheet of Bâloise Holding

	31.12.2013	31.12.2014
CHF million		
Assets		
Cash and cash equivalents	93.7	58.8
Treasury shares	139.4	141.9
Receivables from Group companies	70.2	70.6
Receivables from third parties	4.0	4.0
Prepaid expenses	41.9	217.0
Current assets	349.2	492.3
Long-term equity investments	1,837.3	1,730.4
Loans to Group companies	77.0	102.0
Other financial assets	–	100.0
Non-current assets	1,914.3	1,932.4
Total assets	2,263.5	2,424.7
Equity and liabilities		
Share capital	5.0	5.0
Statutory reserve		
General reserve	11.7	11.7
Reserve for treasury shares	176.3	182.8
Other reserves	240.7	52.4
Distributable profit	56.3	406.5
Equity	490.1	658.4
Liabilities to Group companies	15.1	0.7
Liabilities to third parties	0.0	0.0
Bonds	1,717.5	1,717.5
Provisions	8.0	9.6
Deferred income	32.8	38.5
Liabilities	1,773.4	1,766.3
Total equity and liabilities	2,263.5	2,424.7

Financial calendar

- 26.3.2015** Annual financial results:
media conference
conference call for analysts
- 30.4.2015** Annual General Meeting of
Bâloise Holding Ltd
- 27.8.2015** Half-year financial results:
conference call for analysts
and the media
- 22.3.2016** Annual financial results:
media conference
conference call for analysts
- 29.4.2016** Annual General Meeting of
Bâloise Holding Ltd