

# **Beazley Insurance Designated Activity Company, Dublin, Switzerland Branch Zurich Financial Condition Report 2024**

8 April 2025

## 1. Scope

This financial condition report is referring to the locally produced business of Beazley Insurance Designated Activity Company (BIDAC), Dublin, Switzerland Branch Zurich (Swiss Branch) for the year ended 31 December 2024.

The report is being produced in line with the requirements of art. 111a ISO and FINMA Circular 2016/2 and is a complementary element of the Solvency & Financial Condition Report 2024 of our head office in Dublin.

## 2. Management Summary

The performance of the Swiss Branch is being overseen by the Swiss Branch Management Committee, which is chaired by the branch manager and has committee members from General Management, Underwriting, Finance, Actuarial, Compliance, Risk, and Operations.

This report also contains comparison information for the year ended 31 December 2023.

## 3. Business Activities

BIDAC is part of the Beazley group of companies. BIDAC established a Swiss branch in Zurich and obtained a licence to conduct insurance business in Switzerland on 31 October 2019. It has since increased the lines of business it is authorised to write. The Branch has licence to underwrite non-life insurance business in insurance classes B1, B3, B5, B7, B8, B9, B11, B13, B14 and B16.

The Swiss Branch was created as part of BIDACs branch network to write non life insurance business across Europe. The current focus of the Swiss Branch is on underwriting of financial lines, cyber and property treaty products.

The branch continued to grow and expand its underwriting activities with strong premium growth of 18% over 2023. There were no significant unusual events which were material.

The Swiss Branch is audited by Ernst & Young AG, Zurich Branch (CHE-491.907.686).

## 4. Performance

Premiums: The gross written premiums for the reporting period amounted to CHF14.9m (2023: CHF12.6m). Net earned premiums amounted to CHF13m (2023: CHF7.5m).

Costs: Total acquisition costs and administrative expenses for the reporting period amounted to CHF3.7m (2023: CHF2.8m).

Claims: The branch incurred most claims in property and cyber lines. The total change in technical provisions relevant to net claims across all business lines for the reporting period amounted to CHF4.8m (2023: CHF0.2m).

Segmentation Information: The above premium, acquisition, administrative costs and claims expenses related to general third-party liability and property business, credit and aviation risks. In the reporting period, the Swiss Branch wrote direct as well as indirect Swiss business.

Information about income and expenses from investments: The only investments held by the branch during the period were cash balances. Interest income amounted to CHF0.8m (2023: CHF 0.006m), the increase from 2023 related to interest generated on new fixed term deposit accounts and higher cash balances during the year.

Overall the branch made a profit before tax of CHF4.4m (2022: CHF3.6m).

The Swiss branch will continue to grow and develop its business through additional underwriting capability and product offerings.

Zurich, 8 April 2025

Beazley Insurance Designated Activity Company, Dublin,  
Switzerland Branch Zurich



Alex Gage  
Branch Manager



Ed McGivney  
General Manager

Annexes:

- Performance Solo NL
- Auditor's report to the General Representative incl. audited financial statements

Financial situation report: quantitative template "Performance Solo NL"

Currency: CHF or annual report currency  
Amounts stated in millions

|    |  | Total            |                   | Direct Swiss business |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
|----|--|------------------|-------------------|-----------------------|-------------------|------------------|-------------------|------------------|-------------------|------------------|-------------------|---|-------------------|----------------------------------|-------------------|------------------|-------------------|
|    |  |                  |                   | Accident              |                   | Illness          |                   | Motor vehicle    |                   | Transport        |                   | Fire, natural hazards,<br>property damage |                   | General third-party<br>liability |                   | Other branches   |                   |
|    |  | Previous<br>year | Reporting<br>year | Previous<br>year      | Reporting<br>year | Previous<br>year | Reporting<br>year | Previous<br>year | Reporting<br>year | Previous<br>year | Reporting<br>year | Previous<br>year                          | Reporting<br>year | Previous<br>year                 | Reporting<br>year | Previous<br>year | Reporting<br>year |
| 1  | Gross premiums   | 12.62            | 14.95             |                       |                   |                  |                   |                  |                   | 0.49             | 0.52              |   |                   | 9.67                             | 8.85              | 0.61             | 0.82              |
| 2  | Reinsurers' share of gross premiums  | - 1.83           | - 2.53            |                       |                   |                  |                   |                  |                   | -0.02            | -0.02             |   |                   | - 1.16                           | - 1.94            | -0.24            | -0.19             |
| 3  | Premiums for own account (1 + 2)   | 10.78            | 12.42             |                       |                   |                  |                   |                  |                   | 0.47             | 0.50              |   |                   | 8.51                             | 6.90              | 0.37             | 0.63              |
| 4  | Change in unearned premium reserves  | - 3.60           | - 0.30            |                       |                   |                  |                   |                  |                   | -0.39            | -0.05             |   |                   | - 3.17                           | - 0.27            | 0.06             | 0.03              |
| 5  | Reinsurers' share of change in unearned premium reserves                           | 0.27             | 0.88              |                       |                   |                  |                   |                  |                   | 0.01             | 0.00              |   |                   | 0.22                             | 0.78              | 0.02             | 0.02              |
| 6  | Premiums earned for own account (3 + 4 + 5)  | 7.45             | 13.01             |                       |                   |                  |                   |                  |                   | 0.09             | 0.45              |   |                   | 5.55                             | 7.41              | 0.45             | 0.68              |
| 7  | Other income from insurance business   | -                | -                 |                       |                   |                  |                   |                  |                   | 0.00             | 0.00              |   |                   | -                                | -                 | 0.00             | 0.00              |
| 8  | Total income from underwriting business (6 + 7)                                    | 7.45             | 13.01             |                       |                   |                  |                   |                  |                   | 0.09             | 0.45              |   |                   | 5.55                             | 7.41              | 0.45             | 0.68              |
| 9  | Payments for insurance claims (gross)  | - 1.42           | - 0.92            |                       |                   |                  |                   |                  |                   | -0.01            | -0.29             |   |                   | - 0.27                           | 0.00              | 0.00             | 0.00              |
| 10 | Reinsurers' share of payments for insurance claims                                 | 0.81             | 0.29              |                       |                   |                  |                   |                  |                   | 0.00             | 0.00              |   |                   | 0.46                             | - 0.12            | 0.00             | 0.00              |
| 11 | Change in technical provisions   | - 2.15           | - 4.24            |                       |                   |                  |                   |                  |                   | -0.05            | -0.01             |   |                   | - 2.28                           | - 1.05            | -0.38            | -0.36             |
| 12 | Reinsurers' share of change in technical provisions                                | 1.95             | - 0.59            |                       |                   |                  |                   |                  |                   | 0.01             | 0.00              |   |                   | 1.82                             | - 0.84            | 0.16             | 0.08              |
| 13 | Change in technical provisions for unit-linked life insurance                      |                  |                   |                       |                   |                  |                   |                  |                   | -0.00            | -0.00             |   |                   |                                  |                   | -0.00            | -0.00             |
| 14 | Expenses for insurance claims for own account (9 + 10 + 11 + 12 + 13)              | - 0.80           | - 5.46            |                       |                   |                  |                   |                  |                   | -0.05            | -0.30             |   |                   | - 0.28                           | - 2.01            | -0.23            | - 0.28            |
| 15 | Acquisition and administration expenses  | - 2.81           | - 3.73            |                       |                   |                  |                   |                  |                   | -0.10            | -0.22             |   |                   | - 1.84                           | - 2.15            | -0.35            | -0.41             |
| 16 | Reinsurers' share of acquisition and administration expenses                       | -                | -                 |                       |                   |                  |                   |                  |                   | 0.00             | 0.00              |   |                   | -                                | - 0.05            | 0.00             | 0.03              |
| 17 | Acquisition and administration expenses for own account (15 + 16)                  | - 2.81           | - 3.73            |                       |                   |                  |                   |                  |                   | -0.10            | -0.22             |   |                   | - 1.84                           | - 2.20            | -0.35            | - 0.38            |
| 18 | Other underwriting expenses for own account  | - 0.60           |                   |                       |                   |                  |                   |                  |                   | 0.00             | 0.00              |   |                   | - 0.60                           | -                 | 0.02             | 0.00              |
| 19 | Total expenses from underwriting business (14 + 17 + 18) (non-life insurance only) | - 4.21           | - 9.19            |                       |                   |                  |                   |                  |                   | -0.15            | -0.51             |   |                   | - 2.72                           | - 4.21            | -0.56            | - 0.66            |
| 20 | Investment income  | 0.01             | 0.82              |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 21 | Investment expenses  | - 0.00           | - 0.01            |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 22 | Net investment income (20 + 21)  | 0.00             | 0.82              |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 23 | Capital and interest income from unit-linked life insurance                        | -                | -                 |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 24 | Other financial income   | -                | -                 |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 25 | Other financial expenses   | -                | -                 |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 26 | Operating result (8 + 14 + 17 + 18 + 22 + 23 + 24 + 25)                            | 3.25             | 4.64              |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 27 | Interest expenses for interest-bearing liabilities                                 |                  |                   |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 28 | Other income   | 0.35             | - 0.26            |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 29 | Other expenses   |                  |                   |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 30 | Extraordinary income/expenses  |                  |                   |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 31 | Profit / loss before taxes (26 + 27 + 28 + 29 + 30)                                | 3.60             | 4.37              |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 32 | Direct taxes   | - 0.87           | - 0.70            |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |
| 33 | Profit / loss (31 + 32)  | 2.73             | 3.67              |                       |                   |                  |                   |                  |                   |                  |                   |   |                   |                                  |                   |                  |                   |

|  |  |
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| Financial situation report: quantitative template "Performanc<br>NL" |  |
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[illegible]

[illegible]

## Financial situation report: quantitative template "Performance Solo Reinsurance"

Currency: CHF or annual report currency  
Amounts stated in millions

[illegible]

Financial situation report: quantitative template  
"Market-consistent Balance Sheet Solo"

Currency: CHF or  
currency for SST  
reporting  
Amounts stated in  
millions

|  |   | Ref. date<br>previous period | Adjustments<br>previous period | Ref. date<br>reporting year |
|--|---|------------------------------|--------------------------------|-----------------------------|
| Market-consistent value of<br>investments                                      | Real estate   |                              |                                |                             |
|  | Participations  |                              |                                |                             |
|  | Fixed-income securities   |                              |                                |                             |
|  | Loans   |                              |                                |                             |
|  | Mortgages   |                              |                                |                             |
|  | Equities  |                              |                                |                             |
|  | Other investments   |                              |                                |                             |
|  | Collective investment schemes   |                              |                                |                             |
|  | Alternative investments   |                              |                                |                             |
|  | Structured products   |                              |                                |                             |
|  | Other investments   |                              |                                |                             |
| Market-consistent value of other<br>assets                                     | Total investments   |                              |                                |                             |
|  | Financial investments from unit-linked life insurance   |                              |                                |                             |
|  | Receivables from derivative financial instruments   |                              |                                |                             |
|  | Deposits made under assumed reinsurance contracts   |                              |                                |                             |
|  | Cash and cash equivalents   |                              |                                |                             |
|  | Reinsurers' share of best estimate of provisions for insurance liabilities                                  |                              |                                |                             |
|  | Direct insurance: life insurance business<br>(excluding unit linked life insurance)                         |                              |                                |                             |
|  | Reinsurance: life insurance business<br>(excluding unit linked life insurance)                              |                              |                                |                             |
|  | Direct insurance: non-life insurance business   |                              |                                |                             |
|  | Direct insurance: health insurance business   |                              |                                |                             |
|  | Reinsurance: non-life insurance business  |                              |                                |                             |
|  | Reinsurance: health insurance business  |                              |                                |                             |
|  | Direct insurance: other business  |                              |                                |                             |
|  | Reinsurance: other business   |                              |                                |                             |
|  | Direct insurance: unit-linked life insurance business   |                              |                                |                             |
|  | Reinsurance: unit-linked life insurance business  |                              |                                |                             |
|  | Fixed assets  |                              |                                |                             |
|  | Deferred acquisition costs  |                              |                                |                             |
|  | Intangible assets   |                              |                                |                             |
|  | Receivables from insurance business   |                              |                                |                             |
|  | Other receivables   |                              |                                |                             |
|  | Other assets  |                              |                                |                             |
|  | Unpaid share capital  |                              |                                |                             |
|  | Accrued assets  |                              |                                |                             |
|  | Total other assets  |                              |                                |                             |
| Total market-consistent value of<br>assets                                     | Total market-consistent value of assets   |                              |                                |                             |
| BEL: Best estimate of liabilities<br>(including unit linked life<br>insurance) | Best estimate of provisions for insurance liabilities   |                              |                                |                             |
|  | Direct insurance: life insurance business<br>(excluding unit linked life insurance)                         |                              |                                |                             |
|  | Reinsurance: life insurance business<br>(excluding unit linked life insurance)                              |                              |                                |                             |
|  | Direct insurance: non-life insurance business   |                              |                                |                             |
|  | Direct insurance: health insurance business   |                              |                                |                             |
|  | Reinsurance: non-life insurance business  |                              |                                |                             |
|  | Reinsurance: health insurance business  |                              |                                |                             |
|  | Direct insurance: other business  |                              |                                |                             |
|  | Reinsurance: other business   |                              |                                |                             |
|  | Best estimate of provisions for unit-linked life insurance liabilities                                      |                              |                                |                             |
|  | Direct insurance: unit-linked life insurance business   |                              |                                |                             |
|  | Reinsurance: unit-linked life insurance business  |                              |                                |                             |
| Market-consistent value of other<br>liabilities                                | Non-technical provisions  |                              |                                |                             |
|  | Interest-bearing liabilities  |                              |                                |                             |
|  | Liabilities from derivative financial instruments   |                              |                                |                             |
|  | Deposits retained on ceded reinsurance  |                              |                                |                             |
|  | Liabilities from insurance business   |                              |                                |                             |
|  | Other liabilities   |                              |                                |                             |
|  | Accrued liabilities   |                              |                                |                             |
| Total BEL plus market-<br>consistent value of other<br>liabilities             | Subordinated debts  |                              |                                |                             |
|  | Total BEL plus market-consistent value of other liabilities   |                              |                                |                             |
|  | Market-consistent value of assets minus total from BEL plus market-consistent<br>value of other liabilities |                              |                                |                             |



**Financial situation report: quantitative template**  
**"Solvency Solo"**

Currency: CHF or  
currency for SST  
reporting  
Amounts stated in  
millions

|                              |   | Ref. date previous<br>period<br>in CHF millions | Adjustments<br>previous period<br>in CHF millions | Ref. date reporting<br>year<br>in CHF millions |
|------------------------------|---|---|---|--|
|                              |   |   |   |  |
| <b>Derivation of<br/>RBC</b> | Market-consistent value of assets minus total<br>from best estimate liabilities plus market-<br>consistent value of other liabilities |   |   |  |
|                              | Deductions  |   |   |  |
|                              | Core capital  |   |   |  |
|                              | Supplementary capital   |   |   |  |
|                              | RBC   |   |   |  |

|   |   | Ref. date previous<br>period<br>in CHF millions | Adjustments<br>previous period<br>in CHF millions | Ref. date reporting<br>year<br>in CHF millions |
|---|---|---|---|--|
|   |   |   |   |  |
| <b>Derivation of<br/>target capital</b> | Underwriting risk                               |   |   |  |
|   | Market risk                                     |   |   |  |
|   | Diversification effects                         |   |   |  |
|   | Credit risk                                     |   |   |  |
|   | Risk margin and other effects on target capital |   |   |  |
|   | Target capital                                  |   |   |  |

|                  | Ref. date previous<br>period<br>in % | Adjustments<br>previous period<br>in % | Ref. date reporting<br>year<br>in % |
|------------------|--------------------------------------|--|-------------------------------------|
|                  |                                      |  |                                     |
| <b>SST ratio</b> |                                      |  |                                     |

To the General Manager of  
**Beazley Insurance Designated Activity Company, Dublin,  
Switzerland Branch Zurich, Zurich**

Zurich, 8 April 2025

## Report of the independent auditor



### Opinion

As an audit firm under state supervision, we have audited the financial statements of Beazley Insurance Designated Activity Company, Dublin, Switzerland Branch Zurich, which comprise the balance sheet as at 31 December 2024, the income statement then ended, and the notes to the financial statements, including a summary of significant accounting policies, pursuant to Art. 28 (2) of the Insurance Supervision Act (ISA) and with reference to the supplementary information for audit reporting of insurance companies in Annex 19 to FINMA Circular 13/3 concerning the "Preparation and audit of the financial statements of branches of foreign insurance companies" of 4 November 2020 (Annex 19 to FINMA Circular 13/3).

In our opinion, the accompanying financial statements of the Company comply in all material respects with the financial reporting provisions of Annex 19 to FINMA Circular 13/3.



### Basis for opinion

We conducted our audit in accordance with the Swiss Standards on Auditing (SA-CH) as well as the framework for the audit of the financial statements as set out in section 3.2 of Annex 19 to FINMA Circular 13/3. Our responsibilities under those provisions and standards are further described in the "Independent Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are independent of the Company in accordance with 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 information

The General Manager 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.



### **General Manager's responsibilities for the financial statements**

The General Manager is responsible for the preparation of the financial statements in accordance with the financial reporting provisions of Annex 19 to FINMA Circular 13/3 and for such internal control as the General Manager 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 General Manager 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 General Manager either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.



### **Independent Auditor's responsibilities for 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 SA-CH and Annex 19 to FINMA Circular 13/3 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 in accordance with SA-CH, 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.
- ▶ Conclude on the appropriateness of the General Manager's use of the going concern basis of accounting 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.

We communicate with the General Manager 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.

Ernst & Young Ltd

Licensed audit expert  
(Lead Auditor)

Association of Chartered Certified Accountants (UK)

**Enclosure**

- ▶ Financial statements (balance sheet, income statement and notes)

# Beazley Insurance Designated Activity Company, Dublin, Schweizer Zweigniederlassung Zurich

## Income statement for the year ended 31 December 2024

|  | Notes | 2024<br>EUR        | 2024<br>CHF        | 2023<br>EUR        | 2023<br>CHF        |
|--|-------|--------------------|--------------------|--------------------|--------------------|
| Gross premium written                                    | 2.1   | 15,695,377         | 14,948,003         | 12,983,468         | 12,615,395         |
| Premium ceded to reinsurers                              | 2.2   | (2,653,001)        | (2,526,671)        | (1,887,929)        | (1,834,407)        |
| Change in gross unearned premium reserves                |       | (315,809)          | (300,771)          | (3,700,479)        | (3,595,573)        |
| Change in reinsurers' share of unearned premium reserves |       | 929,053            | 884,813            | 275,747            | 267,930            |
| <b>Net premiums earned</b>                               |       | <b>13,655,620</b>  | <b>13,005,374</b>  | <b>7,670,807</b>   | <b>7,453,344</b>   |
| Gross claims and claim expenses paid                     |       | (962,993)          | (917,138)          | (1,456,738)        | (1,415,441)        |
| Reinsurers' share of claims and claim expenses           |       | 306,726            | 292,121            | 833,928            | 810,287            |
| Change in gross technical provisions                     | 3.4   | (4,454,833)        | (4,242,705)        | (2,208,568)        | (2,145,956)        |
| Change in reinsurers' share of technical provisions      | 3.4   | (623,354)          | (593,672)          | 2,007,207          | 1,950,304          |
| <b>Net claims and claim expenses incurred</b>            |       | <b>(5,734,454)</b> | <b>(5,461,394)</b> | <b>(824,171)</b>   | <b>(800,806)</b>   |
| Acquisition costs and administrative expenses            |       | (3,912,895)        | (3,726,573)        | (2,893,112)        | (2,811,094)        |
| <b>Net acquisition costs and administrative expenses</b> |       | <b>(3,912,895)</b> | <b>(3,726,573)</b> | <b>(2,893,112)</b> | <b>(2,811,094)</b> |
| Financial income   | 2.3   | 864,955            | 823,768            | 5,998              | 5,828              |
| Financial expense  |       | (6,397)            | (6,093)            | (4,171)            | (4,053)            |
| (Loss)/profit on foreign exchange                        |       | (277,634)          | (264,413)          | 363,562            | 353,255            |
| Extraordinary item: prior year commission adjustment     | 4     | -                  | -                  | (612,856)          | (595,482)          |
| <b>Profit before taxes</b>                               |       | <b>4,589,195</b>   | <b>4,370,669</b>   | <b>3,706,057</b>   | <b>3,600,993</b>   |
| Tax charge   |       | (738,053)          | (702,909)          | (892,620)          | (867,315)          |
| <b>Profit after taxes</b>                                |       | <b>3,851,142</b>   | <b>3,667,760</b>   | <b>2,813,437</b>   | <b>2,733,679</b>   |

# Beazley Insurance Designated Activity Company, Dublin, Schweizer Zweigniederlassung Zurich

## Balance Sheet as at 31 December 2024

|  | Notes | 2024<br>EUR       | 2024<br>CHF       | 2023<br>EUR       | 2023<br>CHF       |
|--|-------|-------------------|-------------------|-------------------|-------------------|
| <b>Assets</b>                                    |       |                   |                   |                   |                   |
| Cash & cash equivalents                          | 3.6   | 39,362,494        | 36,939,733        | 30,933,282        | 28,758,672        |
| Insurance receivables                            | 3.1   | 5,609,282         | 5,264,031         | 4,750,268         | 4,416,324         |
| Reinsurers share of technical provisions         | 3.2   | 5,914,899         | 5,550,837         | 5,516,770         | 5,128,941         |
| Prepayments                                      |       | 396,585           | 372,175           | -                 | -                 |
| Deferred acquisition costs                       |       | 2,303,757         | 2,161,960         | 1,532,866         | 1,425,106         |
| <b>Total assets</b>                              |       | <b>53,587,017</b> | <b>50,288,736</b> | <b>42,733,186</b> | <b>39,729,043</b> |
| <b>Liabilities</b>                               |       |                   |                   |                   |                   |
| Technical provisions                             | 3.2   | 24,286,104        | 22,791,295        | 19,178,529        | 17,830,278        |
| Insurance payables                               | 3.3   | 492,195           | 461,900           | 214,592           | 199,506           |
| Accrued expenses and other liabilities           |       | 3,349,221         | 3,143,076         | 2,146,523         | 1,995,622         |
| Intercompany liabilities                         |       | 3,225,470         | 3,026,942         | 1,140,761         | 1,060,566         |
| <b>Total liabilities</b>                         |       | <b>31,352,990</b> | <b>29,423,213</b> | <b>22,680,405</b> | <b>21,085,972</b> |
| <b>Head office account</b>                       |       |                   |                   |                   |                   |
| Payable to head office                           |       | 14,955,560        | 14,035,046        | 16,625,456        | 15,456,686        |
| Currency translation adjustment                  |       | -                 | (53,656)          | -                 | (118,026)         |
| Net result for the period                        |       | 3,851,142         | 3,667,760         | 2,813,437         | 2,733,679         |
| Prior year reserves                              |       | 3,427,325         | 3,216,373         | 613,888           | 570,732           |
| <b>Total head office account</b>                 | 3.8   | <b>22,234,027</b> | <b>20,865,523</b> | <b>20,052,781</b> | <b>18,643,071</b> |
| <b>Total liabilities and head office account</b> |       | <b>53,587,017</b> | <b>50,288,736</b> | <b>42,733,186</b> | <b>39,729,043</b> |

# **Beazley Insurance Designated Activity Company, Dublin, Schweizer Zweigniederlassung Zurich**

## **Notes to the financial statements financial year ended 31 December 2024**

### **1 General**

Beazley Insurance Designated Activity Company, Dublin ('BIDAC') established a branch in Zürich on 19 February 2019. The purpose of the Zürich Branch is to operate non-life insurance and reinsurance business in Switzerland. The Branch obtained FINMA authorisation to operate in Switzerland on 31 October 2019.

### **2 Accounting principles applied in the preparation of the financial statements**

#### **General aspects**

The financial statements have been prepared in accordance with the provisions on commercial accounting of the Swiss Code of Obligations (CO) (Art. 957-963b CO, applicable as of 1 January 2013). Apart from the Swiss Code of Obligations, the provisions of the Swiss Ordinance on the Supervision of Private Insurance Companies (Art. 85 para 1-3, AVO FINMA, applicable as of 26 June 2024) have been applied.

#### **2.1 Premiums**

Gross premiums written comprise premiums on contracts inception during the financial year together with adjustments to premiums written in previous accounting periods and estimates for premiums from contracts entered into during the course of the year. Gross written premiums are stated before the deduction of brokerage, taxes, duties levied on premiums and other deductions.

#### **2.2 Ceded Reinsurance**

These are contracts entered into by the Company with reinsurers under which the Company is compensated for losses on contracts issued by the Company and that meet the definition of an insurance contract. Insurance contracts entered into by the Company under which the contract holder is another insurer (inwards reinsurance) are included with insurance contracts.

Any benefits to which the Company is entitled under its reinsurance contracts held are recognised as reinsurance assets. These assets also include unearned premiums. These consist of balances due from reinsurers and includes provision for unearned premiums, reinsurers' share. These balances are based on calculated amounts of outstanding claims and projections for IBNR, net of estimated irrecoverable amounts having regard to the reinsurance programme in place for the class of business, the claims experience for the period and the current security rating of the reinsurer involved. Reinsurance liabilities are

# Beazley Insurance Designated Activity Company, Dublin, Schweizer Zweigniederlassung Zurich

## Notes to the financial statements financial year ended 31 December 2024

### Ceded Reinsurance (continued)

primarily premiums payable for reinsurance contracts and are recognised as an expense when due.

Reinsurance assets are assessed for impairment at each reporting date. If there is objective evidence of impairment, then the carrying amount is reduced to its recoverable amount and the impairment loss is recognised in the statement of comprehensive income.

### 2.3 Financial Income

Financial income consists of interest on cash balances and is recognised on an accrual basis.

### 2.4 Valuation principles

**Technical provisions:** These are obligations due to insured parties based on individual insurance agreements. They are calculated based on the business plans agreed with FINMA.

### 2.5 Foreign currency transactions

The accounts are held in the functional currency EUR and are converted to presentation currency CHF for the purpose of presenting regulatory accounts. Unrealized gains (or losses) resulting from the translation of financial statements in a functional currency EUR to presentation currency CHF are not included in the profit and loss account.

The exchange rates EUR/CHF used are as follows:

|                           | 2024    | 2023    |
|---------------------------|---------|---------|
| FX closing rate EUR / CHF | 0.93845 | 0.92970 |
| FX average rate EUR / CHF | 0.95238 | 0.97165 |

## 3 Information on balance sheet and income statement items

### 3.1 Insurance receivables

| CHF                            | 2024             | 2023             |
|--------------------------------|------------------|------------------|
| Receivables from policyholders | 5,264,031        | 4,416,324        |
| <b>Total</b>                   | <b>5,264,031</b> | <b>4,416,324</b> |



# Beazley Insurance Designated Activity Company, Dublin, Schweizer Zweigniederlassung Zurich

Notes to the financial statements financial year ended 31 December 2024

## 3.2 Technical provisions

|                                    | Technical provisions<br>(gross) | Reinsurers' share  | Technical provisions<br>(net)<br>CHF |
|------------------------------------|---------------------------------|--------------------|--------------------------------------|
| <b>As at 31 December 2024</b>      |                                 |                    |                                      |
| Unearned premium reserve           | 7,578,486                       | (1,827,426)        | 5,751,060                            |
| Loss reserves                      | 13,989,258                      | (3,376,029)        | 10,613,229                           |
| Security and equalisation reserves | 1,223,551                       | (347,382)          | 876,169                              |
| <b>Total</b>                       | <b>22,791,295</b>               | <b>(5,550,837)</b> | <b>17,240,458</b>                    |

|                                    | Technical provisions<br>(gross) | Reinsurers' share  | Technical provisions<br>(net)<br>CHF |
|------------------------------------|---------------------------------|--------------------|--------------------------------------|
| <b>As at 31 December 2023</b>      |                                 |                    |                                      |
| Unearned premium reserve           | 7,072,313                       | (901,913)          | 6,170,400                            |
| Loss reserves                      | 9,609,920                       | (3,847,750)        | 5,762,170                            |
| Security and equalisation reserves | 1,148,045                       | (379,278)          | 768,767                              |
| <b>Total</b>                       | <b>17,830,278</b>               | <b>(5,128,941)</b> | <b>12,701,337</b>                    |

## 3.3 Insurance payables

| CHF                                | 2024           | 2023           |
|------------------------------------|----------------|----------------|
| Liabilities to insurance companies | 461,900        | 199,506        |
| <b>Total</b>                       | <b>461,900</b> | <b>199,506</b> |

## 3.4 Changes in technical provisions

|   | Technical provisions<br>(gross)<br>CHF | Reinsurers' share<br>CHF | Technical provisions<br>(net)<br>CHF |
|---|--|--------------------------|--------------------------------------|
| <b>2024</b>                                       |  |                          |                                      |
| Change in loss reserves including claims handling | 4,242,705                              | 593,672                  | 4,836,377                            |
| <b>Total</b>                                      | <b>4,242,705</b>                       | <b>593,672</b>           | <b>4,836,377</b>                     |

# Beazley Insurance Designated Activity Company, Dublin, Schweizer Zweigniederlassung Zurich

Notes to the financial statements financial year ended 31 December 2024

## 3.4 Changes in technical provisions (continued)

|   | Technical provisions (gross)<br>CHF | Reinsurers' share<br>CHF | Technical provisions (net)<br>CHF |
|---|-------------------------------------|--------------------------|-----------------------------------|
| <b>2023</b>                                       |                                     |                          |                                   |
| Change in loss reserves including claims handling | 2,145,956                           | (1,950,304)              | 195,652                           |
| <b>Total</b>                                      | <b>2,145,956</b>                    | <b>(1,950,304)</b>       | <b>195,652</b>                    |

## 3.5 Full time equivalents

The Branch did not have any employees.

## 3.6 Cash & cash equivalents

| CHF                       | 2024              | 2023              |
|---------------------------|-------------------|-------------------|
| Cash and cash equivalents | 36,939,733        | 28,758,672        |
| <b>Total</b>              | <b>36,939,733</b> | <b>28,758,672</b> |

Within cash and cash equivalents are tied assets used to secure own liabilities and assets under reservation of ownership amounted to CHF 36,498,916 (2023; CHF 27,731,285)

## 3.7 Fees paid to the auditor

| CHF            | 2024          | 2023          |
|----------------|---------------|---------------|
| Audit services | 57,000        | 61,500        |
| <b>Total</b>   | <b>57,000</b> | <b>61,500</b> |

## 3.8 Head office account

|                                  | 2024              | 2023              |
|----------------------------------|-------------------|-------------------|
| Balance as at 01 January         | 18,643,071        | 20,821,047        |
| Transfers to head office         | (1,445,308)       | (4,911,655)       |
| Currency translation adjustment  | (53,656)          | (118,026)         |
| Profit for the period            | 3,667,760         | 2,733,679         |
| <b>Balance as at 31 December</b> | <b>20,865,523</b> | <b>18,643,071</b> |

**Beazley Insurance Designated Activity Company, Dublin, Schweizer  
Zweigniederlassung Zurich**

**Notes to the financial statements financial year ended 31 December 2024**

**4 Prior year override commission adjustment**

Due to an error in the calculation of Override Commission in 2022, acquisition costs and administrative expenses were understated by CHF 595,482.

The correction of the affected financial statement line item in 2023, as a result of this error for the prior period is shown below:

| Income Statement                              | 2024<br>EUR | 2024<br>CHF | 2023<br>EUR | 2023<br>CHF |
|---|-------------|-------------|-------------|-------------|
| Acquisition costs and administrative expenses | -           | -           | (612,856)   | (595,482)   |