

First-Half Financial Report 2011

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Condensed Consolidated Statement of Income (unaudited)

CONSOLIDATED STATEMENT OF INCOME FOR THE 6 MONTHS ENDED 30 JUNE

In CHF million

	Notes	2011 HY	2010 HY
INCOME			
Premiums earned on insurance contracts		7 298	7 395
Premiums earned on investment contracts with discretionary participation		393	163
Premiums ceded to reinsurers		-81	-106
Net earned premiums	5	7 610	7 452
Policy fees earned on insurance contracts		22	24
Policy fees earned on investment and unit-linked contracts		124	120
Net earned policy fees	5	146	144
Commission income	6	405	467
Investment income	4, 6	2 078	2 142
Net gains/losses on financial assets	4, 6	-1 890	-1 382
Net gains/losses on financial instruments at fair value through profit or loss	4, 6	1 866	1 294
Net gains/losses on investment property	4	146	125
Other income	6	57	297
TOTAL INCOME		10 418	10 539
EXPENSES			
Benefits and claims under insurance contracts		-7 301	-7 510
Benefits and claims under investment contracts with discretionary participation		-403	-171
Benefits and claims recovered from reinsurers		37	54
Net insurance benefits and claims	6	-7 667	-7 627
Policyholder participation		-747	-762
Interest expense	6	-140	-161
Commission expense	6	-461	-492
Employee benefits expense	6	-409	-463
Depreciation and amortisation expense	6	-293	-319
Impairment of property and equipment and intangible assets		-4	0
Other expenses	6	-245	-300
TOTAL EXPENSES		-9 966	-10 124
PROFIT FROM OPERATIONS		452	415
Borrowing costs		-55	-54
Share of results of associates	4	5	2
PROFIT BEFORE INCOME TAX		402	363
Income tax expense	7	1	-94
NET PROFIT		403	269
Net profit attributable to			
equity holders of Swiss Life Holding		403	268
non-controlling interests		0	1
NET PROFIT		403	269
Earnings per share attributable to equity holders of Swiss Life Holding			
Basic earnings per share (in CHF)		12.61	8.39
Diluted earnings per share (in CHF)		12.55	8.36

Condensed Consolidated Statement of Comprehensive Income (unaudited)

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE 6 MONTHS ENDED 30 JUNE

In CHF million

	2011 HY	2010 HY
NET PROFIT	403	269
OTHER COMPREHENSIVE INCOME		
Exchange differences on translating foreign operations	-62	-380
Financial assets available for sale	-770	1 740
Cash flow hedges	-65	-
Revaluation surplus on investment property	6	-14
Share of other comprehensive income of associates	-	0
Financial assets reclassified to loans and receivables	52	128
Policyholder participation	367	-988
Shadow accounting	93	-128
Income tax relating to other comprehensive income	73	-167
NET OTHER COMPREHENSIVE INCOME	-306	191
TOTAL NET COMPREHENSIVE INCOME	97	460
Total net comprehensive income attributable to		
equity holders of Swiss Life Holding	96	463
non-controlling interests	1	-3
TOTAL NET COMPREHENSIVE INCOME	97	460

Condensed Consolidated Balance Sheet (unaudited)

CONSOLIDATED BALANCE SHEET

In CHF million

	Notes	30.06.2011	31.12.2010
ASSETS			
Cash and cash equivalents		5 356	6 940
Derivatives		2 943	2 965
Assets held for sale		1	94
Financial assets at fair value through profit or loss	8	24 550	23 395
Financial assets available for sale	9	62 361	57 950
Loans and receivables	10	28 403	29 713
Financial assets held to maturity		5 066	5 229
Financial assets pledged as collateral		1 210	1 060
Investment property		15 011	14 142
Investments in associates		73	63
Reinsurance assets	14	361	365
Property and equipment		546	569
Intangible assets including intangible insurance assets	11	4 004	3 982
Current income tax assets		7	10
Deferred income tax assets		146	150
Other assets		596	576
TOTAL ASSETS		150 634	147 203

CONSOLIDATED BALANCE SHEET

In CHF million

	Notes	30.06.2011	31.12.2010
LIABILITIES AND EQUITY			
LIABILITIES			
Derivatives		570	498
Financial liabilities at fair value through profit or loss	8	18 123	17 571
Investment contracts	12	11 233	11 279
Borrowings	13	2 723	2 142
Other financial liabilities		11 021	10 920
Insurance liabilities	14	93 283	90 305
Policyholder participation liabilities		3 456	3 436
Employee benefit liabilities	15	1 320	2 049
Current income tax liabilities		124	295
Deferred income tax liabilities		794	821
Provisions		115	131
Other liabilities		342	319
TOTAL LIABILITIES		143 104	139 766
EQUITY			
Share capital		308	308
Share premium		1 648	1 646
Treasury shares		-24	-18
Foreign currency translation differences		-826	-762
Gains/losses recognised directly in equity		-34	209
Retained earnings		6 424	6 021
TOTAL SHAREHOLDERS' EQUITY		7 496	7 404
Non-controlling interests		34	33
TOTAL EQUITY		7 530	7 437
TOTAL LIABILITIES AND EQUITY		150 634	147 203

Condensed Consolidated Statement of Cash Flows (unaudited)

CONSOLIDATED STATEMENT OF CASH FLOWS FOR THE 6 MONTHS ENDED 30 JUNE

In CHF million

	Notes	2011 HY	2010 HY
TOTAL NET CASH FLOWS FROM OPERATING ACTIVITIES		-1 835	-924
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchases of investments in associates		-10	-
Sales of investments in associates		0	-
Dividends received from associates		3	3
Purchases of property and equipment		-4	-20
Sales of property and equipment		1	43
Purchases of computer software and other intangible assets		-7	-6
Acquisition of insurance portfolio, net of cash and cash equivalents	18	100	-
Acquisitions of subsidiaries, net of cash and cash equivalents	17	-9	-
TOTAL NET CASH FLOWS FROM INVESTING ACTIVITIES		74	20
CASH FLOWS FROM FINANCING ACTIVITIES			
Issuance of debt instruments		394	52
Redemption of debt instruments		-1	-202
Purchases of treasury shares		-6	-
Sales of treasury shares		-	8
Capital contributions from non-controlling interests		0	-
Borrowing costs paid		-61	-70
Dividends paid to non-controlling interests		0	0
TOTAL NET CASH FLOWS FROM FINANCING ACTIVITIES		326	-212
TOTAL CHANGE IN CASH AND CASH EQUIVALENTS		-1 435	-1 116
Cash and cash equivalents as at 1 January		6 940	8 683
Foreign currency differences		-149	-401
Total change in cash and cash equivalents		-1 435	-1 116
CASH AND CASH EQUIVALENTS AS AT END OF PERIOD		5 356	7 166

Condensed Consolidated Statement of Changes in Equity (unaudited)

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS ENDED 30 JUNE 2011

In CHF million									
	Share capital	Share premium	Treasury shares	Foreign currency translation differences	Gains/losses recognised directly in equity	Retained earnings	Total shareholders' equity	Non-controlling interests	Total equity
Balance as at 1 January	308	1 646	-18	-762	209	6 021	7 404	33	7 437
Total net comprehensive income	-	-	-	-64	-243	403	96	1	97
Equity-settled share-based payments	-	2	-	-	-	-	2	-	2
Purchases of treasury shares	-	-	-6	-	-	-	-6	-	-6
Sales of treasury shares	-	0	0	-	-	-	0	-	0
Acquisitions of subsidiaries	-	-	-	-	-	-	-	1	1
Changes in ownership interest in subsidiaries	-	-	-	-	-	0	0	0	0
Capital contributions from non-controlling interests	-	-	-	-	-	-	-	0	0
Dividends	-	-	-	-	-	-	-	-1	-1
BALANCE AS AT END OF PERIOD	308	1 648	-24	-826	-34	6 424	7 496	34	7 530

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY FOR THE 6 MONTHS ENDED 30 JUNE 2010

In CHF million									
	Share capital	Share premium	Treasury shares	Foreign currency translation differences	Gains/losses recognised directly in equity	Retained earnings	Total shareholders' equity	Non-controlling interests	Total equity
Balance as at 1 January	385	1 697	-25	-216	-41	5 408	7 208	37	7 245
Total net comprehensive income	-	-	-	-375	570	268	463	-3	460
Convertible debt, reclassification of equity component	-	-56	-	-	-	56	-	-	-
Equity-settled share-based payments	-	2	-	-	-	-	2	-	2
Sales of treasury shares	-	1	7	-	-	-	8	-	8
Dividends	-	-	-	-	-	-	-	0	0
BALANCE AS AT END OF PERIOD	385	1 644	-18	-591	529	5 732	7 681	34	7 715

Condensed Notes to the Consolidated Financial Statements (unaudited)

1 General Information

The Swiss Life Group is one of Europe's leading providers of life insurance and pension solutions. In Switzerland, France and Germany, the Group offers individuals and corporations comprehensive advice and a broad range of products through its own sales force as well as brokers and banks. Swiss Life provides international corporations with employee benefits solutions from a single source, and is one of the global leaders in structured life and pension products for international high net worth individuals. The AWD Group has been part of the Swiss Life Group since 2008. Hanover-based AWD is one of the leading European financial services providers in the medium and high-income client segments and offers its clients comprehensive financial advisory services. Germany, the UK, Austria and Switzerland are the AWD Group's core markets.

In the following, Swiss Life Holding Ltd is referred to as "Swiss Life Holding".

2 Summary of Significant Accounting Policies

The half-year financial statements are prepared in accordance with IAS 34 Interim Financial Reporting. The accounting policies used in the preparation of the interim financial statements are consistent with those used in the financial statements for the year ended 31 December 2010, except for the changes in accounting policies as described below.

These interim financial statements should be read in conjunction with the 2010 annual financial statements.

CHANGES IN ACCOUNTING POLICIES – In May 2010, the International Accounting Standards Board issued annual improvements to IFRS. The improvements have been effective for annual periods beginning on or after 1 July 2010 and 1 January 2011, as appropriate. An amendment to IFRS 7 Financial Instruments: Disclosures clarifies certain disclosures with regard to credit risk and quantitative disclosures. The amended disclosures will be reflected in the 2011 annual consolidated financial statements. An amendment to IAS 34 Interim Financial Reporting clarifies the disclosure of significant events and transactions. These changes, if any, are reflected in the present first-half financial report 2011.

In November 2009, an amendment to IFRIC 14 Prepayments of a Minimum Funding Requirement was issued. The amendment applies in the limited circumstances when an entity is subject to minimum funding requirements and makes an early payment of contributions to cover those requirements. The amendment permits such an entity to treat the benefit of such an early payment as an asset. The Interpretation has been effective for annual periods beginning on or after 1 January 2011. The Swiss Life Group is currently not affected by the amendment.

In November 2009, IFRIC 19 Extinguishing Financial Liabilities with Equity Instruments was issued. The Interpretation addresses the accounting by an entity when the terms of a financial liability are renegotiated and result in the entity issuing equity instruments to a creditor of the entity to extinguish all or part of the financial liability. The Interpretation has been effective for annual periods beginning on or after 1 July 2010. The Swiss Life Group does not currently have such extinguishments.

In November 2009, amendments to IAS 24 Related Party Disclosures were issued by the International Accounting Standards Board. The amendments apply to annual periods beginning on or after 1 January 2011 and clarify and simplify the definition of a related party. The requirements for government-related entities to disclose details of all transactions with the government and other government-related entities are removed. The Swiss Life Group is currently not affected by these changes.

In October 2009, an amendment to IAS 32 Financial Instruments: Presentation was issued. The amendment addresses the accounting for rights issues that are denominated in a currency other than the functional currency of the issuer. Previously such rights issues were accounted for as derivative liabilities. Provided certain conditions are met, such rights issues are classified as equity under the amendment regardless of the currency in which the exercise price is denominated. The amendment has been effective for annual periods beginning on or after 1 February 2010. The Swiss Life Group does not currently have such rights issues.

The following amended Standards and Interpretations are not relevant to the Swiss Life Group:

- IFRS 1 First-time Adoption of International Financial Reporting Standards – Limited exemption from comparative IFRS 7 disclosures for first-time adopters
- Annual improvements as issued in May 2010, except for the amendments to IFRS 7 Financial Instruments: Disclosures and IAS 34 Interim Financial Reporting as discussed above.

RELATED PARTY TRANSACTIONS – Transactions with subsidiaries have been eliminated on consolidation.

No major transactions with other related parties have been entered into in the period under review.

FUNCTIONAL AND PRESENTATION CURRENCY – Items included in the Group's financial statements are measured using the currency of the primary economic environment in which the Group's entities operate (the "functional currency"). The consolidated financial statements are presented in millions of Swiss francs (CHF), which is the Group's presentation currency.

FOREIGN CURRENCY EXCHANGE RATES

	30.06.2011	31.12.2010	Average 2011 HY	Average 2010 HY
1 British pound (GBP)	1.3528	1.4560	1.4634	1.6524
1 Croatian kuna (HRK)	n/a	0.1691	n/a	0.1972
1 Czech koruna (CZK)	0.0502	0.0498	0.0522	0.0558
1 Euro (EUR)	1.2217	1.2483	1.2713	1.4383
100 Hungarian forint (HUF)	0.4594	0.4490	0.4714	0.5275
100 Polish zloty (PLN)	30.6973	31.5608	32.1409	35.8379
1 Romanian new leu (RON)	n/a	0.2916	n/a	0.3454
1 Singapore dollar (SGD)	0.6854	0.7276	0.7195	0.7752
1 US dollar (USD)	0.8420	0.9339	0.9051	1.0829

3 Segment Information

Operating segments are components of an entity about which separate financial information is available that is evaluated regularly by management in deciding how to allocate resources and in assessing performance.

Due to an internal reorganisation with effect from 1 January 2011 the composition of the reportable segments changed. "Insurance Other" has been renamed as "Insurance International" and now comprises all the cross-border insurance operations in one division. Payment protection insurance now operates on a run-off basis and is included in the segment "Other". The corresponding information for the statement of income for the six months ended 30 June 2010 and the balance sheet as at 31 December 2010 was restated.

The accounting policies for the segments are the same as those described in the Summary of Significant Accounting Policies section. Inter-segmental services and transfers of assets and liabilities are treated as if the transactions were with third parties, i.e. at market prices applicable at the time of the transaction.

Corporate costs were not allocated to the individual segments as they consist of general administrative expenses and head office expenses that relate to the Swiss Life Group as a whole.

The reportable segments have been identified based on information about the components of the entity that management uses to make decisions about operating matters.

The information provided to management focuses on product lines and services. The organisational and management structure within the insurance business is geographical. The reportable segments have therefore been identified as follows:

- Insurance Switzerland
- Insurance France
- Insurance Germany
- Insurance International
- Investment Management
- AWD
- Other

The insurance segments primarily consist of life insurance operations. These operations offer a broad range of life, pension, annuity and investment-type policies to both groups and individuals, including disability coverage. The Group's strategy focuses primarily on life and pensions in Switzerland, France and Germany and on cross-border business from Liechtenstein, Luxembourg, Austria, Singapore and Dubai. The insurance segments also include a number of companies which hold investments primarily pertaining to life insurance.

“Insurance International” comprises the cross-border insurance operations in Liechtenstein, Luxembourg, Austria, Singapore and Dubai.

Non-life operations involve operations in France and Luxembourg and mainly include property and casualty, liability and motor insurance, accident and health insurance, and payment protection insurance. These operations are included in the segments “Insurance France” and “Other”.

“Investment Management” refers to the management of assets for institutional clients and the Group’s insurance business, as well as the provision of expert advice for such clients.

“AWD” comprises the Hanover-based AWD Group, which was acquired by the Swiss Life Group on 19 March 2008. The AWD Group specialises in personal and holistic financial planning for medium and high-income customer segments.

“Other” refers principally to various finance and service companies, as well as payment protection insurance.

The statement of income and the balance sheet for the segments are provided in the following pages:

STATEMENT OF INCOME FOR THE 6 MONTHS ENDED 30 JUNE 2010

In CHF million	Insurance Switzer- land	Insurance France	Insurance Germany	Insurance Inter- national	Invest- ment Man- agement	AWD	Other	Total before elim- inations	Elimi- nations	Total
INCOME										
Premiums earned on insurance contracts	5 063	1 417	876	22	-	-	25	7 403	-8	7 395
Premiums earned on investment contracts with discretionary participation	159	4	-	-	-	-	-	163	-	163
Premiums ceded to reinsurers	-12	-85	-1	-3	-	-	-13	-114	8	-106
Net earned premiums	5 210	1 336	875	19	-	-	12	7 452	0	7 452
Policy fees earned on insurance contracts	9	15	-	-	-	-	-	24	-	24
Policy fees earned on investment and unit-linked contracts	12	50	14	44	-	-	-	120	-	120
Net earned policy fees	21	65	14	44	-	-	-	144	-	144
Commission income	11	42	13	7	130	378	6	587	-120	467
Investment income	1 399	346	377	15	1	1	18	2 157	-15	2 142
Net gains/losses on financial assets	-1 562	73	160	-51	0	-2	0	-1 382	-	-1 382
Net gains/losses on financial instruments at fair value through profit or loss	1 327	-98	-10	68	-	0	7	1 294	0	1 294
Net gains/losses on investment property	91	35	-1	-	-	-	0	125	-	125
Other income	319	2	4	-13	-1	3	-17	297	0	297
TOTAL INCOME	6 816	1 801	1 432	89	130	380	26	10 674	-135	10 539
of which inter-segment	16	-2	0	-3	90	19	15	135	-135	
EXPENSES										
Benefits and claims under insurance contracts	-5 444	-1 075	-964	-18	-	-	-9	-7 510	0	-7 510
Benefits and claims under investment contracts with discretionary participation	-165	-6	-	-	-	-	-	-171	-	-171
Benefits and claims recovered from reinsurers	8	40	0	0	-	-	6	54	0	54
Net insurance benefits and claims	-5 601	-1 041	-964	-18	-	-	-3	-7 627	0	-7 627
Policyholder participation	-474	-70	-215	-1	-	-	-2	-762	0	-762
Interest expense	-49	-89	-13	-8	0	-2	0	-161	0	-161
Commission expense	-128	-166	-46	-16	-14	-231	-9	-610	118	-492
Employee benefits expense	-142	-114	-53	-29	-46	-62	-4	-450	1	-449
Depreciation and amortisation expense	-97	-137	-61	-3	0	-20	-1	-319	-	-319
Impairment of property and equipment and intangible assets	0	-	0	-	-	-	-	0	-	0
Other expenses	-43	-137	-16	-17	-24	-50	-7	-294	2	-292
TOTAL EXPENSES	-6 534	-1 754	-1 368	-92	-84	-365	-26	-10 223	121	-10 102
of which inter-segment	-57	-7	-32	-12	-10	-1	-2	-121	121	
SEGMENT RESULT	282	47	64	-3	46	15	0	451	-14	437
of which inter-segment	-41	-9	-32	-15	80	18	13	14	-14	
Unallocated corporate costs										-22
RESULT FROM OPERATIONS										415
Borrowing costs	-54	0	-3	-3	-	-	-8	-68	14	-54
Share of results of associates	1	0	0	-	0	-	1	2	-	2
Income tax expense										-94
NET RESULT										269

BALANCE SHEET AS AT 31 DECEMBER 2010

In CHF million										
	Insurance Switzer- land	Insurance France	Insurance Germany	Insurance Inter- national	Invest- ment Mana- gement	AWD	Other	Total before elim- inations	Elimi- nations	Total
ASSETS										
Cash and cash equivalents	2 790	950	175	2 445	65	118	397	6 940	0	6 940
Derivatives	2 803	32	102	4	-	-	43	2 984	-19	2 965
Assets held for sale	94	-	0	-	-	-	-	94	-	94
Financial assets at fair value through profit or loss	2 494	6 499	933	13 402	-	9	58	23 395	-	23 395
Financial assets available for sale	40 184	12 091	4 319	759	30	-	567	57 950	-	57 950
Loans and receivables	17 197	1 629	10 993	59	109	170	593	30 750	-1 037	29 713
Financial assets held to maturity	3 726	1 462	38	3	-	-	-	5 229	-	5 229
Financial assets pledged as collateral	279	781	-	-	-	-	-	1 060	-	1 060
Investment property	11 893	1 399	847	-	-	-	3	14 142	-	14 142
Reinsurance assets	31	278	29	2	-	-	32	372	-7	365
Property and equipment	285	142	68	1	2	54	17	569	-	569
Intangible assets including intangible insurance assets	929	491	1 287	188	0	1 083	4	3 982	-	3 982
Other assets	620	23	2	1	21	2	3	672	-96	576
SEGMENT ASSETS	83 325	25 777	18 793	16 864	227	1 436	1 717	148 139	-1 159	146 980
Investments in associates										63
Income tax assets										160
TOTAL ASSETS										147 203
LIABILITIES AND EQUITY										
LIABILITIES										
Derivatives	447	35	16	0	-	-	19	517	-19	498
Financial liabilities at fair value through profit or loss	1 228	312	417	15 614	-	-	-	17 571	-	17 571
Investment contracts	1 104	9 537	127	511	-	-	-	11 279	-	11 279
Other financial liabilities	7 201	2 892	530	190	26	257	225	11 321	-401	10 920
Insurance liabilities	62 907	10 991	16 173	200	-	-	60	90 331	-26	90 305
Policyholder participation liabilities	2 359	438	617	22	-	-	2	3 438	-2	3 436
Employee benefit liabilities	1 905	64	37	7	36	-	0	2 049	-	2 049
Provisions	25	21	20	4	6	53	2	131	-	131
Other liabilities	256	38	0	2	2	49	1	348	-29	319
SEGMENT LIABILITIES	77 432	24 328	17 937	16 550	70	359	309	136 985	-477	136 508
Borrowings										2 142
Income tax liabilities										1 116
EQUITY										7 437
TOTAL LIABILITIES AND EQUITY										147 203

PREMIUMS AND POLICY FEES FROM EXTERNAL CUSTOMERS

In CHF million	Net earned premiums		Net earned policy fees	
	2011 HY	2010 HY	2011 HY	2010 HY
LIFE				
Individual life	1 760	1 948	142	139
Group life	5 650	5 290	4	5
TOTAL LIFE	7 410	7 238	146	144
NON-LIFE				
Accident and health	7	7	-	-
Property, casualty and other	193	207	-	-
TOTAL NON-LIFE	200	214	-	-
TOTAL	7 610	7 452	146	144

4 Contracts for the Account and Risk of the Swiss Life Group's Customers

Assets relating to certain life insurance and investment contracts are managed for the account and risk of the Swiss Life Group's customers (separate account/unit-linked contracts, private placement life insurance). They are segregated and managed to meet the policyholder's specific investment objectives. The assets back the insur-

ance liabilities and the financial liabilities arising from these contracts. The fair values of the liabilities reflect the fair values of the assets. Certain contracts with unit-linking features contain minimum financial and insurance guarantees. The liabilities relating to these parts are included in financial liabilities and insurance liabilities.

ASSETS FOR THE ACCOUNT AND RISK OF THE SWISS LIFE GROUP'S CUSTOMERS

In CHF million	Notes	30.06.2011	31.12.2010
Cash and cash equivalents		1 979	2 333
Financial assets at fair value through profit or loss			
Debt securities	8	6 413	5 848
Equity securities	8	3 137	3 054
Investment fund units	8	8 662	8 656
Other	8	1 351	1 384
TOTAL ASSETS FOR THE ACCOUNT AND RISK OF THE SWISS LIFE GROUP'S CUSTOMERS		21 542	21 275

LIABILITIES LINKED TO ASSETS FOR THE ACCOUNT AND RISK OF THE SWISS LIFE GROUP'S CUSTOMERS

In CHF million	Notes	30.06.2011	31.12.2010
Unit-linked contracts	8	17 275	17 259
Investment contracts	12	2 941	2 788
Insurance liabilities	14	1 197	961
TOTAL LIABILITIES LINKED TO ASSETS FOR THE ACCOUNT AND RISK OF THE SWISS LIFE GROUP'S CUSTOMERS		21 413	21 008

The financial result for the six months ended 30 June for the account and risk of the Swiss Life Group and the Swiss Life Group's customers was as follows:

In CHF million	For the account and risk of the Swiss Life Group		For the account and risk of the Swiss Life Group's customers		Total	
	2011 HY	2010 HY	2011 HY	2010 HY	2011 HY	2010 HY
Investment income	2 078	2 142	0	0	2 078	2 142
Net gains/losses on financial assets	-1 842	-1 315	-48	-67	-1 890	-1 382
Net gains/losses on financial instruments at fair value through profit or loss (FVPL)	1 798	1 201	68	93	1 866	1 294
Net gains/losses on investment property	146	125	-	-	146	125
Share of results of associates	5	2	-	-	5	2
FINANCIAL RESULT	2 185	2 155	20	26	2 205	2 181

5 Premiums, Policy Fees and Deposits Received

WRITTEN PREMIUMS

In CHF million	2011 HY	2010 HY
Direct	7 605	7 474
Assumed	142	140
GROSS WRITTEN PREMIUMS	7 747	7 614
Ceded	-82	-105
NET WRITTEN PREMIUMS	7 665	7 509

EARNED PREMIUMS

In CHF million	2011 HY	2010 HY
Direct	7 557	7 426
Assumed	134	132
GROSS EARNED PREMIUMS	7 691	7 558
Ceded	-81	-106
NET EARNED PREMIUMS	7 610	7 452

WRITTEN POLICY FEES

In CHF million	2011 HY	2010 HY
Direct	154	155
Assumed	1	1
GROSS WRITTEN POLICY FEES	155	156
Ceded	-1	0
NET WRITTEN POLICY FEES	154	156

EARNED POLICY FEES

In CHF million

	2011 HY	2010 HY
Direct	146	144
Assumed	0	0
GROSS EARNED POLICY FEES	146	144
Ceded	0	0
NET EARNED POLICY FEES	146	144

Under the accounting principles adopted, deposits received under insurance and investment contracts for which deposit accounting is used are not recognised as income:

In CHF million

	2011 HY	2010 HY
Net earned premiums	7 610	7 452
Net earned policy fees	146	144
Deposits received under insurance and investment contracts	2 202	4 471
NET EARNED PREMIUMS, POLICY FEES AND DEPOSITS RECEIVED	9 958	12 067
GROSS WRITTEN PREMIUMS, POLICY FEES AND DEPOSITS RECEIVED	10 104	12 241

6 Details of Certain Items in the Consolidated Statement of Income**COMMISSION INCOME**

In CHF million

	2011 HY	2010 HY
Brokerage commissions	302	353
Asset management commissions	56	44
Other commissions and fees	47	70
TOTAL COMMISSION INCOME	405	467

INVESTMENT INCOME

In CHF million

	2011 HY	2010 HY
Interest income on financial assets held to maturity and available for sale	1 138	1 062
Interest income on loans and receivables	578	730
Other interest income	7	6
Dividend income on financial assets available for sale	50	52
Net income on investment property	305	292
TOTAL INVESTMENT INCOME	2 078	2 142

NET GAINS/LOSSES ON FINANCIAL ASSETS

In CHF million

	2011 HY	2010 HY
Sale of		
financial assets available for sale	53	340
loans	93	26
Net gains/losses from sales	146	366
Impairment losses on		
debt securities available for sale	-43	4
equity securities available for sale	-42	-11
loans and receivables	-3	-2
Impairment losses on financial assets	-88	-9
Foreign currency gains/losses	-1 948	-1 739
TOTAL NET GAINS/LOSSES ON FINANCIAL ASSETS	-1 890	-1 382

NET GAINS/LOSSES ON FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

In CHF million

	Notes	2011 HY	2010 HY
Interest rate derivatives		-76	-95
Equity derivatives		-13	8
Currency derivatives		1 773	1 312
Other derivatives		0	-12
Financial assets designated as at fair value through profit or loss		69	-28
Financial liabilities designated as at fair value through profit or loss		45	16
Financial instruments for the account and risk of the Swiss Life Group's customers	4	68	93
TOTAL NET GAINS/LOSSES ON FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS		1 866	1 294

OTHER INCOME

In CHF million

	2011 HY	2010 HY
Realised gains/losses on sales of subsidiaries and other assets	-1	16
Other foreign currency gains/losses	47	259
Other	11	22
TOTAL OTHER INCOME	57	297

NET INSURANCE BENEFITS AND CLAIMS

In CHF million

	2011 HY	2010 HY
Benefits and claims under insurance contracts		
Life benefits and claims paid, gross	5 409	5 225
Change in liability for future life policyholder benefits, gross	1 766	2 132
Non-life claims paid, gross	160	175
Change in reserve for non-life claims, gross	-34	-22
Benefits and claims recovered from reinsurers	-37	-54
Net benefits and claims under insurance contracts	7 264	7 456
Benefits and claims under investment contracts with discretionary participation		
Life benefits and claims paid, gross	327	108
Change in liability for future life policyholder benefits, gross	76	63
Net benefits and claims under investment contracts with discretionary participation	403	171
TOTAL NET INSURANCE BENEFITS AND CLAIMS	7 667	7 627

INTEREST EXPENSE

In CHF million

	2011 HY	2010 HY
Interest expense on deposits	20	18
Interest expense on investment contracts	51	60
Interest expense on deposits under insurance contracts	52	64
Other interest expense	17	19
TOTAL INTEREST EXPENSE	140	161

COMMISSION EXPENSE

In CHF million

	2011 HY	2010 HY
Insurance agent and broker commissions	421	445
Asset management and banking commissions	30	26
Other commissions and fees	10	21
TOTAL COMMISSION EXPENSE	461	492

EMPLOYEE BENEFITS EXPENSE

In CHF million

	2011 HY	2010 HY
Wages and salaries	285	306
Social security	61	79
Defined benefit plans	44	57
Defined contribution plans	1	1
Other employee benefits	18	20
TOTAL EMPLOYEE BENEFITS EXPENSE	409	463

DEPRECIATION AND AMORTISATION EXPENSE

In CHF million

	Notes	2011 HY	2010 HY
Depreciation of property and equipment		15	18
Amortisation of present value of future profits (PVP)	11	1	0
Amortisation of deferred acquisition costs (DAC)	11	249	276
Amortisation of deferred origination costs (DOC)	11	11	5
Amortisation of other intangible assets	11	17	20
TOTAL DEPRECIATION AND AMORTISATION EXPENSE		293	319

OTHER EXPENSES

In CHF million

	2011 HY	2010 HY
Marketing and advertising	30	34
Information technology and systems	32	33
Rental, maintenance and repair expenses	34	35
Professional services	74	77
Premium taxes and other non-income taxes	26	69
Other	49	52
TOTAL OTHER EXPENSES	245	300

7 Income Taxes**INCOME TAX EXPENSE**

In CHF million

	2011 HY	2010 HY
Current income tax expense	-35	35
Deferred income tax expense	34	59
TOTAL INCOME TAX EXPENSE	-1	94

In the first half of 2011 the Swiss Life Group realised a tax benefit of CHF 89 million due to the disposal of business activities in prior periods.

8 Financial Assets and Liabilities at Fair Value through Profit or Loss

In CHF million		Designated as at fair value through profit or loss	
	Notes	30.06.2011	31.12.2010
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS			
Debt securities		1 525	963
Money market instruments		1	1
Equity securities		691	554
Investment fund units – debt		1 240	1 294
Investment fund units – equity		1 386	1 301
Investment fund units – mixed		23	68
Private equity		12	13
Hedge funds		109	215
Commodity funds		–	44
Assets for the account and risk of the Swiss Life Group's customers	4	19 563	18 942
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		24 550	23 395
FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS			
Unit-linked contracts	4	17 275	17 259
Share of net assets of investment funds attributable to minority unitholders		848	312
TOTAL FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS		18 123	17 571

9 Financial Assets Available for Sale

In CHF million	Cost/amortised cost		Net unrealised gains/losses		Fair value (carrying amount)	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Debt securities	58 576	52 942	187	938	58 763	53 880
Money market instruments	4	28	–	–	4	28
Equity securities	1 083	1 537	79	38	1 162	1 575
Investment fund units – debt	199	266	2	–4	201	262
Investment fund units – equity	1 303	1 094	26	67	1 329	1 161
Investment fund units – mixed	220	236	10	0	230	236
Private equity	371	355	–11	0	360	355
Hedge funds	225	350	87	103	312	453
Other	–	0	–	–	–	0
TOTAL FINANCIAL ASSETS AVAILABLE FOR SALE	61 981	56 808	380	1 142	62 361	57 950

10 Loans and Receivables

In CHF million	Gross amount		Allowance for impairment losses		Cost/amortised cost (carrying amount)	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010	30.06.2011	31.12.2010
LOANS						
Mortgages	5 126	5 192	-26	-25	5 100	5 167
Policy loans	339	360	-	-	339	360
Other originated loans	812	600	-7	-7	805	593
Purchased loans	8 979	9 704	-	-	8 979	9 704
Debt securities previously classified as available for sale	8 024	8 831	-45	-47	7 979	8 784
TOTAL LOANS	23 280	24 687	-78	-79	23 202	24 608
RECEIVABLES						
Insurance receivables	1 514	1 038	-24	-23	1 490	1 015
Receivables from reinsurers	129	132	-	-	129	132
Investment contracts ceded to reinsurers	36	34	-	-	36	34
Accrued income	1 499	1 682	-	-	1 499	1 682
Other	2 047	2 243	0	-1	2 047	2 242
TOTAL RECEIVABLES	5 225	5 129	-24	-24	5 201	5 105
TOTAL LOANS AND RECEIVABLES	28 505	29 816	-102	-103	28 403	29 713

11 Intangible Assets including Intangible Insurance Assets

In CHF million	30.06.2011	31.12.2010
Intangible insurance assets	2 085	2 033
Other intangible assets	1 919	1 949
TOTAL INTANGIBLE ASSETS	4 004	3 982

INTANGIBLE INSURANCE ASSETS

In CHF million	Present value of future profits from acquired insurance portfolios (PVP)		Deferred acquisition costs (DAC)		Deferred origination costs (DOC)		Total
	2011 HY	2010 YE	2011 HY	2010 YE	2011 HY	2010 YE	
Balance as at 1 January	16	20	1 986	2 299	31	19	2 033
Additions	2	-	215	441	28	29	245
Amortisation	-1	-1	-249	-503	-11	-14	-261
Impairment	-1	-	-3	-2	-	-	-4
Effect of shadow accounting	1	0	98	-32	-	-	99
Foreign currency translation differences	0	-3	-27	-217	0	-3	-223
BALANCE AS AT END OF PERIOD	17	16	2 020	1 986	48	31	2 085

PRESENT VALUE OF FUTURE PROFITS (PVP) – The present value of future profits relates to portfolios of insurance contracts and investment contracts with discretionary participation acquired in a business combination or transfer of portfolios. It relates to contracts acquired in Germany, France and Switzerland and is amortised in proportion to gross profits over the effective life of the acquired insurance and investment contracts.

DEFERRED ACQUISITION COSTS (DAC) – Certain acquisition costs relating to new and renewed insurance contracts and investment contracts with discretionary participation are deferred.

DEFERRED ORIGINATION COSTS (DOC) – These costs are recoverable and are directly attributable to securing the right for investment management services within investment contract policies. They relate to contracts in Luxembourg and Switzerland.

OTHER INTANGIBLE ASSETS

In CHF million		Goodwill		Customer relationships		Brands and other		Total	
	Notes	2011 HY	2010 YE	2011 HY	2010 YE	2011 HY	2010 YE	2011 HY	2010 YE
COST									
Balance as at 1 January		1 745	1 947	316	370	230	261	2 291	2 578
Additions		–	–	–	–	7	21	7	21
Additions from business combinations	17	9	–	2	–	–	–	11	–
Classification as assets held for sale and other disposals		–	–	0	0	–3	–10	–3	–10
Foreign currency translation differences		–22	–202	–6	–54	–6	–42	–34	–298
BALANCE AS AT END OF PERIOD		1 732	1 745	312	316	228	230	2 272	2 291
ACCUMULATED AMORTISATION AND IMPAIRMENT									
Balance as at 1 January		–157	–157	–83	–63	–102	–120	–342	–340
Amortisation		–	–	–15	–32	–2	–9	–17	–41
Classification as assets held for sale and other disposals		–	–	0	0	3	7	3	7
Foreign currency translation differences		–	–	2	12	1	20	3	32
BALANCE AS AT END OF PERIOD		–157	–157	–96	–83	–100	–102	–353	–342
TOTAL OTHER INTANGIBLE ASSETS AS AT END OF PERIOD		1 575	1 588	216	233	128	128	1 919	1 949

GOODWILL – Goodwill represents the excess of the fair value of the consideration transferred and the amount of any non-controlling interest recognised, if applicable, over the fair value of the assets and liabilities recognised at the date of acquisition. Goodwill includes amounts relating to both the Swiss Life Group's interest and the non-controlling interest in the business acquired in the case where non-controlling interest is measured at fair

value. Goodwill on acquisitions of subsidiaries is included in intangible assets. Goodwill on associates is included in the carrying amount of the investment.

In 2011, the Swiss Life Group acquired a majority share of Viveris REIM, Marseilles. The goodwill relating to this transaction amounted to CHF 9 million.

In CHF million		Lloyd Continental		CapitalLeben		Other	
		30.06.2011	31.12.2010	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Net carrying amount of goodwill		287	287	149	149	21	12
Impairment losses		–	–	–	–	–	–

Goodwill relating to Lloyd Continental has been allocated to the “Insurance France” segment. Goodwill relating to CapitalLeben has been allocated to the “Insurance International” segment. Of the goodwill relating to other

acquisitions, CHF 12 million (31.12.2010: CHF 12 million) has been allocated to the “Insurance France” segment and CHF 9 million (31.12.2010: nil) to the “Investment Management” segment as at 30 June 2011.

In CHF million	Insurance Switzerland		Insurance Germany		AWD	
	30.06.2011	31.12.2010	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Net carrying amount of goodwill	81	81	259	265	778	794
Impairment losses	-	-	-	-	-	-

Goodwill relating to the acquisitions of AWD Holding AG and Deutsche Proventus AG has been allocated to the “Insurance Switzerland”, “Insurance Germany” and “AWD” segments.

ment CHF 23 million (31.12.2010: CHF 25 million), “Insurance International” segment CHF 21 million (31.12.2010: CHF 22 million) and “Investment Management” segment CHF 2 million (31.12.2010: nil).

CUSTOMER RELATIONSHIPS – As at 30 June 2011 customer relationships comprise customer relationships relating to the “AWD” segment CHF 170 million (31.12.2010: CHF 186 million), “Insurance France” seg-

BRANDS AND OTHER – Consists of brands, trademarks, computer software and other intangible assets relating to AWD CHF 100 million (31.12.2010: CHF 103 million) and other CHF 28 million (31.12.2010: CHF 25 million).

12 Investment Contracts

In CHF million	30.06.2011	31.12.2010
Investment contracts with discretionary participation with deposit accounting	9 646	9 694
Investment contracts with discretionary participation with actuarial valuation	1 268	1 179
Investment contracts without discretionary participation at amortised cost	94	170
Investment contracts without discretionary participation at fair value through profit or loss	225	236
TOTAL INVESTMENT CONTRACTS	11 233	11 279
of which for the account and risk of the Swiss Life Group's customers		
investment contracts with discretionary participation	2 721	2 559
investment contracts without discretionary participation	220	229

13 Borrowings

In CHF million

	30.06.2011	31.12.2010
Hybrid debt	2 496	2 141
Bank loans	226	–
Finance lease obligations	1	1
TOTAL BORROWINGS	2 723	2 142

HYBRID DEBT

On 4 April 2011, Swiss Life AG raised CHF 325 million with a placement of subordinated perpetual callable bonds guaranteed by Swiss Life Holding. CHF 75 million was additionally issued in June 2011. The bonds have no fixed maturity date but are first callable on 4 October 2016 or at each interest payment date thereafter at the option of the issuer. The coupon has been fixed for the first five and a half years at

5.25% p.a. If the bonds are not redeemed on 4 October 2016, the interest resets at a rate fixed for the subsequent five years, consisting of the aggregate of the prevailing five-year CHF swap rate and the initial margin of 3.551%.

BANK LOANS

Bank loans of CHF 226 million as at 30 June 2011 relate to mortgage loans of newly acquired real estate.

14 Insurance Liabilities and Reinsurance Assets

In CHF million

	Notes	Gross		Reinsurance assets		Net	
		30.06.2011	31.12.2010	30.06.2011	31.12.2010	30.06.2011	31.12.2010
Claims under non-life insurance contracts		944	998	193	203	751	795
Unearned premiums non-life		88	68	0	0	88	68
Claims under life insurance contracts		6 217	6 274	72	66	6 145	6 208
Future life policyholder benefits		80 102	77 173	95	95	80 007	77 078
Unearned premiums life		85	50	1	1	84	49
Deposits under insurance contracts		5 847	5 742	–	–	5 847	5 742
TOTAL INSURANCE LIABILITIES AND REINSURANCE ASSETS		93 283	90 305	361	365	92 922	89 940
of which for the account and risk of the Swiss Life Group's customers	4	1 197	961	–	–	1 197	961

CLAIMS UNDER NON-LIFE INSURANCE CONTRACTS

Claims under non-life insurance contracts represent the liability needed to provide for the estimated ultimate cost of settling claims relating to insured events that have occurred on or before the financial reporting date. The estimated liability includes the amount that will be required for future payments on both claims that have been reported to the insurer and claims relating to insured events that have occurred but have not been reported to the insurer as at the date the liability is estimated. Loss development tables are generally used to make these estimates.

UNEARNED PREMIUMS

Unearned premiums represent the portion of the premiums written relating to the unexpired terms of coverage.

CLAIMS UNDER LIFE INSURANCE CONTRACTS

Claims under life insurance contracts represent the liability for unpaid portions of claims incurred. It includes an estimate of the liability for claims incurred but not reported (IBNR). The measurement at reporting date is a best estimate of ultimate future claim payments.

FUTURE LIFE POLICYHOLDER BENEFITS

For participating contracts where the contribution principle applies to the allocation of the policyholder bonus, future life policy benefit liabilities are determined by using the net-level-premium method on the basis of appropriate mortality and interest rate assumptions.

The valuation of other long-duration contracts is also based on the net-level-premium method with actuarial assumptions as to mortality, persistency, expenses and investment returns, including provisions for adverse deviation.

DEPOSITS UNDER INSURANCE CONTRACTS

For investment-type contracts with significant insurance risk, savings premiums collected are reported as deposits (deposit accounting).

15 Employee Benefits

DEFINED BENEFIT PLANS

In September 2010, the Swiss Life Group announced an amendment of the terms of two major defined benefit plans in Switzerland. The amendments mainly relate to old age pension benefits that changed from benefit-oriented to contribution-oriented, changes in the level of certain long-term death and disability benefits, and a

reduction in benefits for early retirements. In January 2011, CHF 684 million in cash was transferred from the Swiss Life Group to these defined benefit plans. The investment risks are now borne by the plan participants themselves whereas mortality and disability risks are still reinsured with the Swiss Life Group.

AMOUNTS RECOGNISED IN THE CONSOLIDATED BALANCE SHEET

In CHF million

	30.06.2011	31.12.2010
Present value of defined benefit obligation	-2 411	-2 370
Fair value of plan assets	967	289
Unrecognised actuarial gains (-)/losses (+)	323	284
NET DEFINED BENEFIT ASSET (+)/LIABILITY (-)	-1 121	-1 797
The net defined benefit asset/liability consists of		
gross defined benefit liabilities	-1 251	-1 965
gross defined benefit assets	130	168
Amount of insurance contracts not included in plan assets	1 387	2 137

EMPLOYEE BENEFIT LIABILITIES

In CHF million

	30.06.2011	31.12.2010
Employee benefit liabilities consist of		
gross defined benefit liabilities	1 251	1 965
other long-term employee benefit liabilities	0	0
other employee benefit liabilities	69	84
TOTAL EMPLOYEE BENEFIT LIABILITIES	1 320	2 049

AMOUNTS RECOGNISED IN THE CONSOLIDATED STATEMENT OF INCOME

In CHF million

	2011 HY	2010 HY
Current service cost	36	35
Interest cost	35	36
Expected return on plan assets	-17	-6
Net actuarial gains (-)/losses (+)	4	4
Employee contributions	-14	-12
TOTAL DEFINED BENEFIT EXPENSE	44	57

16 Assets under Management

In CHF million

	30.06.2011	31.12.2010
ON-BALANCE-SHEET ASSETS		
Cash and cash equivalents	5 356	6 940
Derivatives	2 943	2 965
Financial assets at fair value through profit or loss	24 550	23 395
Debt securities available for sale	58 763	53 880
Money market instruments available for sale	4	28
Equity securities available for sale	1 162	1 575
Investment funds available for sale	1 760	1 659
Private equity available for sale	360	355
Hedge funds available for sale	312	453
Other financial assets available for sale	-	0
Loans	23 202	24 608
Financial assets held to maturity	5 066	5 229
Financial assets pledged as collateral	1 210	1 060
Investment property	15 011	14 142
Investments in associates	73	63
TOTAL ON-BALANCE-SHEET ASSETS	139 772	136 352
Fair value adjustments of assets reported at amortised cost		
Loans	1 176	1 562
Financial assets held to maturity	-352	-130
Financial assets pledged as collateral	-	-5
Third-party off-balance-sheet assets	17 508	12 120
TOTAL ASSETS UNDER CONTROL	158 104	149 899
Minus externally managed on-balance-sheet assets		
Assets under unit-linked/private placement life insurance business	-16 113	-16 109
Externally managed alternative investments	-448	-691
Externally managed other assets	-112	-99
TOTAL ASSETS UNDER MANAGEMENT	141 431	133 000

Assets under control are taken to comprise:

- assets stated as investments in the balance sheet and cash and cash equivalents
- assets included in the balance sheet for the account and risk of the Swiss Life Group's customers (separate account/unit-linked investments, private placement life insurance)
- assets managed for third parties by the Group

For the purposes of determining assets under management, externally managed on-balance-sheet assets have been deducted from assets under control.

17 Acquisitions of Subsidiaries

ASSETS AND LIABILITIES FROM ACQUISITIONS

In CHF million

	Notes	2011 HY
CONSIDERATION		
Cash consideration		10
Non-cash consideration		–
TOTAL CONSIDERATION TRANSFERRED		10
Fair value of equity interest(s) held before acquisition		–
TOTAL		10
ACQUISITION-RELATED COSTS		
Commission expense		0
Other expenses		–
TOTAL		0
IDENTIFIABLE ASSETS ACQUIRED AND LIABILITIES ASSUMED		
Cash and cash equivalents		1
Financial assets available for sale		2
Loans and receivables		2
Property and equipment		0
Intangible assets including intangible insurance assets	11	2
Other assets		0
Financial liabilities		0
Employee benefit liabilities		–1
Deferred income tax liabilities		–1
Other liabilities		–1
TOTAL IDENTIFIABLE NET ASSETS		4
Non-controlling interests		–3
Goodwill	11	9
TOTAL		10
ACQUIRED LOANS AND RECEIVABLES		
Fair value		2
Gross contractual amounts receivable		2
Estimated uncollectible cash flows		0

In March 2011, the Swiss Life Group acquired a majority share of Viveris REIM, Marseilles, a real estate management company.

18 Acquisition of Insurance Portfolio

In April 2011, the Swiss Life Group acquired the group life insurance portfolio of Nationale Suisse. The assets acquired and liabilities assumed were as follows:

In CHF million

	01.04.2011
ASSETS ACQUIRED AND LIABILITIES ASSUMED	
Cash and cash equivalents	111
Financial assets available for sale	1 298
Loans and receivables	91
Investment property	256
Reinsurance assets	12
Present value of future profits	2
Other assets	2
Derivatives	0
Investment contracts	-15
Other financial liabilities	-58
Insurance liabilities	-1 605
Policyholder participation liabilities	-79
Deferred income tax liabilities	-1
Other liabilities	-3
TOTAL NET ASSETS ACQUIRED	11

Review Report

Report on the Review of
the condensed consolidated financial statements
to the Board of Directors of
Swiss Life Holding Ltd
Zurich

INTRODUCTION

We have reviewed the accompanying condensed consolidated financial statements (condensed consolidated statement of income, condensed consolidated statement of comprehensive income, condensed consolidated balance sheet, condensed consolidated statement of cash flows, condensed consolidated statement of changes in equity and condensed notes, page 4 to 32) of Swiss Life Holding Ltd for the period ended 30 June 2011. The Board of Directors is responsible for the preparation and presentation of these condensed consolidated financial statements in accordance with International Accounting Standard 34 “Interim Financial Reporting”. Our responsibility is to express a conclusion on these condensed consolidated financial statements based on our review.

SCOPE OF REVIEW

We conducted our review in accordance with Swiss Auditing Standard 910 and International Standard on Review Engagements 2410, “Review of Interim Financial Information Performed by the Independent Auditor of the Entity”. A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Swiss Auditing Standards and International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

CONCLUSION

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed consolidated financial statements are not prepared, in all material respects, in accordance with International Accounting Standard 34 “Interim Financial Reporting”.

PricewaterhouseCoopers AG

Ray Kunz

Reto Zemp

Zurich, 16 August 2011

IMPORTANT DATES

INTERIM STATEMENT Q3 2011

15 November 2011

PRESENTATION OF 2011 RESULTS

29 February 2012

ANNUAL GENERAL MEETING OF SHAREHOLDERS 2012

19 April 2012, Hallenstadion Zurich

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FINANCIAL PUBLICATIONS

The First-Half Financial Report is also available in German.

The English text is definitive.

All the Swiss Life Group's financial publications can be found at:

www.swisslife.com/report

CAUTION REGARDING FORWARD-LOOKING STATEMENTS

This document may contain projections or other forward-looking statements related to Swiss Life that are subject to known and unknown risks, uncertainties and other important factors. The reader should be aware that these statements are only projections which could differ materially from the actual results, financial situation, development, performance or expectations and that therefore no undue reliance should be placed on such forward-looking statements. Neither Swiss Life nor any of its directors, officers, employees or advisors, nor any other person connected or otherwise associated with Swiss Life, makes any representation or warranty, express or implied, as to the accuracy or completeness of the information contained in this document. Neither Swiss Life nor any of its directors, officers, employees or advisors, nor any other person connected or otherwise associated with Swiss Life, shall have any liability whatsoever for loss howsoever arising, directly or indirectly, from any use of this document. All forward-looking statements are based on the data available to Swiss Life at the time the present document was compiled. Unless otherwise required by applicable law, Swiss Life assumes no responsibility to publicly update or alter its forward-looking statements or to adapt them, whether as a result of new information, future events or developments or any other reason.



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