



Financial Condition Report

London General Insurance Company Limited
Switzerland Branch

Year ended 31 December 2020

Financial Condition Report for LGI Switzerland

For the year ended 31 December 2020



Introduction

This 2020 Financial Condition Report (FCR) has been prepared for the Swiss branch of London General Insurance Company Limited (referred to in this document as “LGI Switzerland”) in accordance with FINMA Circular 2016/2 “Disclosure - insurers”.

The FCR contains the narrative disclosures necessary to comply with marginal notes 12 to 34 incl. of FINMA Circular 2016/2, in particular marginal note 17, which sets out those provisions which do not apply to insurers domiciled outside Switzerland.


Further information

London General Insurance Company Limited (“LGI” or “the Company”) is a UK incorporated non-life insurer and is regulated by the Prudential Regulation Authority and the Financial Conduct Authority in the UK. The Company’s immediate parent is TWG Europe Limited, an insurance holding company incorporated in the UK and this is the level at which group supervision is applied under Solvency II.

The TWG Europe Limited single group Solvency and Financial Condition Report (SFCR) will be available from 29th April 2021 and provides further information on the Company and TWGE group (TWGE and its subsidiaries).

Approval of the Financial Condition Report

This FCR was reviewed by LGI’s Audit, Risk & Compliance Committee and then approved by the Board.



E-SIGNED by Natalie Paddock
on 2021-04-28 11:04:08 GMT

Natalie Paddock, Company Secretary

TWENTY Kingston Road, Kingston Road, Staines-upon-Thames, Surrey, TW18 4LG

General Representative’s statement in respect of the FCR

In accordance with the meaning of FINMA Circular 2016/2 “Disclosure - insurers”, marginal note 105 and in my capacity as General Representative for Switzerland I acknowledge my responsibility for preparing the FCR as at 31 December 2020 and sign off the FCR.


E-SIGNED by Lyne Bergeron
on 2021-04-28 11:56:58 GMT

Lyne Bergeron, General Representative for London General Insurance Company Limited, á Staines-upon-Thames, succursale de Vevey (Suisse)

Swiss Risk & Care S.A., Passage Saint-Antoine 7, 1800 Vevey, Suisse

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Summary

This Financial Condition Report (FCR) is in respect of the London General Insurance Company Limited, á Staines-upon-Thames, succursale de Vevey (Suisse) - the Swiss branch of London General Insurance Company Limited (“LGI” or “the Company”). In this document the branch is referred to as “LGI Switzerland”.

LGI Switzerland was established on 17th May 2002 as a branch of the Company and received approval in 2004 to underwrite class B9 Other damage of property. The branch is not a separate regulated legal insurance company entity thus forms part of the Company, which retains full responsibility for all aspects of the branch. LGI Switzerland received authorisation by FINMA in 2011 to conduct insurance business in class B16 Pecuniary losses.

Business Activities

There has been no material change in the Company strategy or of the activities of LGI Switzerland in the year. The branch continues to manage automotive warranties, and consumer electronics warranties.

The Company has completed its preparations through 2020 for the impact of Brexit on its EU business. TWG Europe Limited successfully established new insurers in the Netherlands to underwrite EU business following the Brexit date. The business activity of LGI Switzerland has not been affected during the year.

Further detail is provided in section A.

Performance

Performance for the year is in line with expectations. A significant proportion of LGI Switzerland’s business is in run-off.

Net investment returns reflected the continued negative interest environment.

CHF ‘000	2020	2019
Gross written premiums	16	231
Net earned premiums	164	602
Underwriting result including changes in Security & Fluctuation Provision	3,727	176
Net investment return	(57)	136

Further detail is provided in section B.

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A. Business Activities

Strategy, objectives and key business segments

At a high level, the strategic goal of the Company is to drive profitable, sustainable growth to achieve company objectives.

Our corporate strategy includes growth through innovative product design, entry into new markets, and leveraging our global market intelligence. A conservative, disciplined underwriting approach and experienced management team are key elements that distinguish us in the marketplace.

Within that strategy the objective of LGI Switzerland is to provide a platform whereby Automotive and Appliance & Technology (A&T) warranty business may be underwritten in Switzerland including when such business arises as part of a client's global distribution strategy. Currently, two of the previously underwritten schemes are in run-off and there is only one source of live business.

LGI Switzerland is authorised and regulated by the Autorité Fédérale de Surveillance des Marchés Financiers (FINMA) in classes B9 (other damage to property/ autres dommages aux biens) and B16 (miscellaneous financial loss / pertes pécuniaires diverses) which are its two key segments.

Information by segment is provided in the "Performance Non-Life Solo" template included in Appendix 1 to this FCR.

Group structure, major shareholders and major branches

LGI Switzerland is a branch operation of LGI, with its branch office located at:

c/o Swiss Risk & Care S.A.
Passage Saint-Antoine 7
1800 Vevey
Suisse

LGI (company number 01865673) is based in the United Kingdom and regulated by the Prudential Regulation Authority (PRA) and the Financial Conduct Authority (FCA). LGI's immediate parent, and 100% shareholder, is TWG Europe Limited and its ultimate parent is Assurant, Inc.

External auditors

LGI Switzerland has appointed PwC Switzerland for external audit purposes. PwC is also the Assurant group external auditor.

PricewaterhouseCoopers AG
Mr Michael Stämpfli
Birchstrasse 160 Postfach 8050 Zurich

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Significant unusual events

UK's Exit from the EU "Brexit".

The Company's group has successfully established new non-life and new life insurers in the Netherlands regulated by the DNB, through which all future EU (i.e. not UK or Swiss) business shall be written. There is no expected impact on the business currently underwritten through LGI Switzerland.

B. Performance

B.1 Underwriting performance

The overall underwriting result is summarised below:

Year ended 31 December 2020 CHF '000	Fire, natural hazards, property damage	Other	Total
Gross written premiums	-	16	16
Net earned premiums	2	162	164
Net incurred claims	(260)	3,832	3,572
Acquisition costs and other expenses	-	(9)	(9)
Underwriting result	(258)	3,985	3,727

Year ended 31 December 2019 CHF '000	Fire, natural hazards, property damage	Other	Total
Gross written premiums	-	231	231
Net earned premiums	15	587	602
Net incurred claims	46	(337)	(291)
Acquisition costs and other expenses	-	(135)	(135)
Underwriting result	61	115	176

Gross written premiums are in line expectations.

The branch underwriting result was a profit of CHF3,727,000 (2019: CHF176,000), including changes in the Security & Fluctuation Provision. The security and fluctuation provision has been calculated according to the branch's Reserving policy approved by FINMA.

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B.2 Investment income and expenses

LGI Switzerland is required to maintain Tied Assets in Switzerland to collateralise its liabilities from its Swiss insurance business. This is performed in accordance with Swiss insurance supervisory law, including FINMA Circular 2016/5 “Investment Guidelines - insurers”.

Tied assets are held in Swiss government bonds and collective investment vehicles (investing in corporate bonds and not equities).

This is a conservative investment strategy which is in line with the wider Company investment approach and based on the security of the underlying assets.

In July 2020, London General Insurance Company Limited Switzerland Branch liquidated all Collective Investment schemes and repatriated CHF10,000,000 to the London General Insurance UK head office, this results in a reduction of net investment income in 2020.

The overall investment result is summarised below:

Year ended 31 December 2020 CHF '000	Government Bonds	Collective Investment Schemes	Total
Investment income	163	23	186
Investment expenses	(159)	(84)	(243)
Net investment income	4	(61)	(57)

Year ended 31 December 2019 CHF '000	Government Bonds	Collective Investment Schemes	Total
Investment income	151	194	345
Investment expenses	(48)	(161)	(209)
Net investment income	103	33	136

The investment environment remained difficult in the course of 2020.

B.3 Performance of other activities

There is no material information relating to performance of other activities in the year or previous year.

There is no income or expense recognised directly in equity.

B.4 Other information

There is no other material information to report.

Financial Condition Report for GGI Switzerland

For the year ended 31 December 2020



Appendix 1 - Performance Solo Non-Life Template

Financial situation report: quantitative template
 "Performance Solo NL"

Currency: CHF or annual report currency
 Amounts stated in millions

	Total		Accident		Illness		Motor vehicle		Transport		Fire, natural hazards, property damage		General third-party liability		Other branches	
	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year	Previous year	Reporting year
1. Gross premiums	0.23	0.02													0.23	0.02
2. Reinsurers' share of gross premiums																
3. Premiums for own account (1 + 2)	0.23	0.02													0.23	0.02
4. Change in unearned premium reserves	0.37	0.15													0.36	0.15
5. Reinsurers' share of change in unearned premium reserves																
6. Premiums earned for own account (3 + 4 + 5)	0.60	0.18													0.59	0.16
7. Other income from reinsurance business																
8. Total income from reinsurance business (6 + 7)	0.60	0.18													0.59	0.16
9. Payments for insurance claims (gross)	0.65	0.06													0.59	0.16
10. Reinsurers' share of payments for insurance claims																
11. Change in technical provisions	0.36	3.63													0.30	3.89
12. Reinsurers' share of change in technical provisions																
13. Change in technical provisions for unlinked life insurance																
14. Expenses for insurance claims for own account (9 + 10 + 11 + 12 + 13)	0.29	3.57													0.34	3.83
15. Acquisition and administration expenses	0.14	0.01													0.14	0.01
16. Reinsurers' share of acquisition and administration expenses																
17. Acquisition and administration expenses for own account (15 + 16)	0.14	0.01													0.14	0.01
18. Other financial income																
19. Total underwriting expenses for own account																
20. Profit/loss before taxes (14 + 17 + 18 + 19) (non-life insurance only)	0.43	3.56										0.05	0.26		0.47	3.82
21. Investment income	0.35	0.19														
22. Net investment income (20 + 21)	0.21	0.24														
23. Capital and interest income from unlinked life insurance	0.14	0.06														
24. Other financial income																
25. Total financial income	0.03	0.02														
26. Operating result (8 + 14 + 17 + 18 + 19 + 20 + 21 + 22 + 23 + 24 + 25)	0.28	3.69														
27. Interest expenses for interest-bearing liabilities																
28. Other expenses	0.01	0.01														
29. Total expenses	0.24	0.27														
30. Extraordinary income/expenses																
31. Profit/loss before taxes (26 + 27 + 28 + 29 + 30)	0.05	3.41														
32. Direct taxes	0.08	0.34														
33. Profit/loss (31 + 32)	0.13	3.07														

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Financial Condition Report for LGI Switzerland For the year ended 31 December 2020



Appendix 2 - LGI Switzerland Management Report

London General Insurance Company Limited - Switzerland Branch

MANAGEMENT REPORT

The report covers the activities of the Swiss branch of London General Insurance Company Limited (the "branch"). London General Insurance Company Limited (the "company") is registered in the United Kingdom with its registered office at:

Twenty Kingston Road
Staines upon Thames
Surrey
TW18 4LG
United Kingdom

Management presents its report and financial statements for the branch for the year ended 31 December 2020.

RESULTS

For 2020, general business premiums written were CHF 15,644 (2019: CHF 231,413), with a pre tax profit of CHF 3,411,912 (2019: CHF 48,044).

PRINCIPAL ACTIVITIES

Business underwritten in 2020 was related to one client that covers loss arising from the repair and replacement of hearing appliances.

A few of the policies expired in 2020 whilst remaining in-force policies are due to expire in 2024. The branch will continue to service existing portfolio of in-force policies in the future.

The company operated throughout Europe, through branch operations or through freedom of services arrangements. During 2020 the company operated through branch establishments in Austria, Belgium, Finland, France, Germany, Ireland, Italy, Netherlands, Poland, Spain, and Switzerland. In response to UK's exit from the European Union (Brexit), on 2 November 2020 the Company transferred all of its EU related business to an affiliate undertaking in Netherlands, Assurant Europe Insurance N.V. under a court sanctioned legal transfer process (Part VII). The Company plans to close its branches in 2021, except for the Swiss branch.

BUSINESS PERFORMANCE REVIEW

The branch's key financial performance indicators during the year were as follows:

	2020 CHF'000	2019 CHF'000	Change %
Gross premiums written	16	231	-93%
Earned premiums, net of reinsurance	164	602	-73%
Net Claims Incurred	50	114	-56%
Underwriting Result	105	353	-70%
Expenses	306	272	+12%
Investment income	57	330	-83%
Balance sheet			
Technical Reserves	1,822	5,602	-67%
Capital Account	1,718	9,966	-83%

2020 Gross written premiums are related to one client, as in 2019.

The fluctuation provision has been calculated according to the branch's policy as approved by FINMA. The significant decrease in the balance sheet technical provisions is mostly due to reduction in security and fluctuation provision of CHF 3,622,658 as result of change in reserving policy that was approved by FINMA in 2020.

ACCOUNTING POLICIES

- **Investments**
Long Term Bonds are stated at amortised cost as required under Swiss accounting rules. Stocks and Shares are stated at market value.
- **Technical Reserves**
Technical Reserves are stated in accordance with the company policy which was submitted to FINMA.

RISK ASSESSMENT

The branch maintains its own governance handbook, internal control system (ICS) policy and ICS matrix which identifies and documents the key risks to which the branch is exposed, the mitigating controls in place and effectiveness of those controls. These risks and controls are maintained by the Company's Risk function and reviewed and approved by the branch's management at least annually. In addition the business of the branch is included in the wider Company and group risk management systems in a manner proportionate to the overall risk presented.

The principal risks facing the branch are:

- Risk of adverse movements in unearned premium reserves, claims provisions and security and fluctuation provisions. The Actuarial Reserving Policy governs activities undertaken by the Company's Actuarial Reserving team with actuarial reserving responsibility for the Branch assigned to local Appointed Actuary (approved by)
- Risk of loss or of adverse change in the branch's financial position resulting, directly or indirectly, from fluctuations in the level and in the volatility of market prices of assets in its investment portfolio. The Investment Policy governs investment activities, together with Company corporate policies, with specific criteria to meet branch and FINMA requirements. Management of the portfolio is outsourced to professional fund managers.

Other risks facing the branch arise principally from operational process including failure to comply with local regulatory and legal requirements, management of which is covered in the governance handbook and ICS policy.

NUMBER OF FULL-TIME POSITIONS ON ANNUAL AVERAGE

The branch did not have any employees in 2020 or 2019.

RESEARCH AND DEVELOPMENT

The branch has not undertaken any research and development activities during the year.

EXTRAORDINARY EVENTS

There were no extraordinary events in 2020.

FUTURE DEVELOPMENTS

Assurant group and the Company continue to write global programs, some of which may comprise Swiss located risks from time to time.

London General Insurance
Company Ltd,
à Staines-upon-Thames,
succursale du Vevey (Suisse)
Vevey

Report of the independent auditor
to the General Manager on the financial
statements 2020



Report of the independent auditor

to the General Manager of London General Insurance Company Ltd, à Staines-upon-Thames, succursale du Vevey (Suisse)

Vevey

Report of the independent auditor on the financial statements

As a federally-supervised audit firm, we have audited the accompanying financial statements of London General Insurance Company Ltd, à Staines-upon-Thames, succursale du Vevey (Suisse) (the "Branch"), which comprise the balance sheet, income statement, statement of changes in head office account and notes for the year ended 31 December 2020, in line with Article 28 para. 2 of the Insurance Supervision Act ('ISA') and with reference to the FINMA guidelines "Preparation and audit of the financial statements of branch offices of foreign insurance companies" ('WNL').

The financial statements have been prepared by the General Manager on the basis of the financial reporting provisions of the Swiss Code of Obligations and the requirements of the supervisory law.

General Manager's responsibility for the financial statements

The General Manager is responsible for the preparation of the financial statements in accordance with the financial reporting provisions of the Swiss Code of Obligations and the requirements of the supervisory law – in particular the Financial Market Supervision Act ('FINMASA'), the ISA, the Insurance Supervision Ordinance ('ISO') and the FINMA Insurance Supervision Ordinance ('ISO-FINMA') as well as with the FINMA guidelines "Preparation and audit of the financial statements of branch offices of foreign insurance companies" ('WNL') –, and for such internal controls as the General Manager determines are necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the regulatory requirements set out in Article 28 para. 2 ISA, the WNL and Swiss Auditing Standards. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control system relevant to the Branch office's preparation of the financial statements 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 Branch office's internal control system. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the General Manager, as well as evaluating the overall presentation of the financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements of the Branch for the year ended 31 December 2020 are prepared, in all material respects, in accordance with the financial reporting provisions of the Swiss Code of Obligations, the requirements of supervision law (in particular FINMASA, ISA, ISO and ISO-FINMA) and with the WNL.

*PricewaterhouseCoopers Ltd, Birchstrasse 160, Postfach, CH-8050 Zürich, Switzerland
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PricewaterhouseCoopers Ltd is a member of the global PricewaterhouseCoopers network of firms, each of which is a separate and independent legal entity.

Basis of Accounting

Without modifying our opinion, we note that the financial statements of the Branch are prepared on the basis of the accounting principles specified above. The financial statements are prepared to comply with the requirements of Article 25 para. 4 ISA. As a result, the financial statements may not be suitable for another purpose.

PricewaterhouseCoopers Ltd



Michael Stämpfli
Audit expert
Auditor in charge



Nadja Wyss

Zürich, 30 April 2021

Enclosures:

- Financial statements (balance sheet, income statement, statement of changes in head office account and notes)

Balance sheet

As at 31 December 2020

	Note	2020 CHF	2019 CHF
Assets			
Investments		2,931,821	14,670,713
Fixed-interest securities	1a	2,931,821	8,725,873
Other investments	1b	-	5,944,840
Cash and cash equivalents		2,288,134	805,764
Insurance receivables	2	-	2,628
Amounts due from group undertakings		917	-
Other receivables		65,258	97,695
Prepaid expenses	3	19,097	94,522
Total assets		5,305,227	15,671,322
Head office account and liabilities			
Technical provisions	4	1,821,619	5,602,094
Insurance payables	5	10,321	11,470
Amounts due to group undertakings	6	1,361,122	-
Other liabilities	7	393,700	92,170
Total liabilities		3,586,762	5,705,734
Head office account & retained earnings			
Head office account		(586,085)	10,737,702
Loss carried forward		(772,114)	(902,704)
Profit for the year		3,076,664	130,590
Total		1,718,465	9,965,588
Total Head office account and liabilities		5,305,227	15,671,322

The notes on pages 4 to 7 form an integral part of these financial statements.

Income statement

For the year ended 31 December 2020

	Note	2020 CHF	2019 CHF
Gross premiums written		15,644	231,413
Net premiums written		15,644	231,413
Change in unearned premiums reserve		148,604	370,720
Net earned premiums		164,248	602,133
Other insurance income		-	-
Total technical income		164,248	602,133
Gross claims and claims expenses paid		(59,250)	(649,871)
Change in technical provisions	8	3,631,871	359,187
Net claims and claim expenses incurred		3,572,621	(290,684)
Acquisition costs and administrative expenses		(9,014)	(135,041)
Total technical expenses		3,563,607	(425,725)
Income from investments	10	186,450	345,145
Expenses for investments	11	(243,512)	(209,207)
Net income/(expense) from investments		(57,062)	135,938
Other financial income/(expenses)		21,363	(33,360)
Operating income		3,692,156	278,986
Other expenses		(280,244)	(230,942)
Profit before tax		3,411,912	48,044
Income tax expense		(335,248)	82,546
Profit		3,076,664	130,590

The notes on pages 4 to 7 form an integral part of these financial statements.

Statement of changes in head office account

For the year ended 31 December 2020

	Head office account	Retained earnings	Total
	CHF	CHF	CHF
At 1 January 2019	9,049,537	(902,704)	8,146,833
Fund transfer from head office	1,688,165	-	1,688,165
Profit for financial year	-	130,590	130,590
At 31 December 2019	10,737,702	(772,114)	9,965,588
Fund transfer from/(to) head office	(11,323,787)	-	(11,323,787)
Profit for the financial year	-	3,076,664	3,076,664
At 31 December 2020	(586,085)	2,304,550	1,718,465

The notes on pages 4 to 7 form an integral part of these financial statements.

Notes to the financial statements

Financial reporting standards and activities

These financial statements represent the activities of the Swiss branch ("the branch") of London General Insurance Company Limited, a company registered in the United Kingdom with Registered Office at:

Twenty Kingston Road
Staines upon Thames
Surrey TW18 4LG
United Kingdom

The registered office of the branch is:
c/o Swiss Risk & Care S.A.
Passage Saint-Antoine 7
1800 Vevey, Suisse

Management presents the financial statements for the branch for the year ended 31 December 2020. No new programs were underwritten in 2020 and the premiums recorded were related to programs written prior to 2020. Remaining in-force policies are due to expire in 2024.

The immediate parent of London General Insurance Company Limited is TWG Europe Limited, registered in England and Wales. The ultimate holding company is Assurant, Inc., a publicly listed company on the New York Stock Exchange, registered in Delaware, United States of America. Copies of the consolidated financial statements of Assurant, Inc., can be obtained from the Company Secretary, London General Insurance Company Limited, Emerald Buildings, Westmere Drive, Crewe, Cheshire, United Kingdom, CW1 6UN.

These financial statements were prepared in accordance with the financial reporting provisions of the Swiss Code of Obligations and the requirements of supervisory law - in particular the Financial Market Supervision Act (FINMASA), the Insurance Supervision Act (ISA), the Insurance Supervision Ordinance (ISO) and the FINMA Insurance Supervision Ordinance (ISO-FINMA) as well as with the FINMA guidelines "Preparation and audit of the financial statements of branch offices of foreign insurance companies (WNL)". The ISO-FINMA contains specific guidance for presentation of the balance sheet, the income statement and the notes of insurance companies and overrides the general guidance of the Swiss Code of Obligations (SCO).

Foreign Currency Translation:

The annual financial statements are prepared in Swiss francs.

Valuation principles:

Uniform valuation principles were applied. Assets, equity and liabilities were valued individually.

Head office account and liabilities:

Head office account and liabilities are stated at their nominal value.

Investments:

Fixed-interest securities are valued using the linear cost amortisation method.
Other Investment is composed of iShares that are valued at market value.

Technical provisions:

These are obligations due to insured parties determined based on individual insurance agreements. They are calculated in accordance with industry practice and methodologies submitted to FINMA.

Notes to the financial statements

1a. Fixed-interest securities

	2020 CHF	2019 CHF
Swiss Government bonds	<u>2,931,821</u>	<u>8,725,873</u>

1b. Other investments

	2020 CHF	2019 CHF
iShares core CHF corporate bond - ISIN CH0226976816	<u>-</u>	<u>5,944,840</u>

2. Insurance receivables

	2020 CHF	2019 CHF
Receivable from brokers and agents	<u>-</u>	<u>2,628</u>

3. Prepaid expenses

	2020 CHF	2019 CHF
Accrued interest on investments	<u>19,097</u>	<u>94,522</u>

4. Technical provisions

	2020		
	Gross CHF	Reinsurers' Share CHF	Net CHF
Non-life			
Unearned insurance premium reserve	310,171	-	310,171
Loss reserves	11,448	-	11,448
Actuarial reserve (equalisation reserve)	1,500,000	-	1,500,000
	<u>1,821,619</u>	<u>-</u>	<u>1,821,619</u>

	2019		
	Gross CHF	Reinsurers' Share CHF	Net CHF
Non-life			
Unearned insurance premium reserve	458,775	-	458,775
Loss reserves	20,661	-	20,661
Actuarial reserve (equalisation reserve)	5,122,658	-	5,122,658
	<u>5,602,094</u>	<u>-</u>	<u>5,602,094</u>

5. Insurance payables

	2020 CHF	2019 CHF
Liabilities to policy holders	-	4,086
Liabilities to brokers and agents	10,321	7,384
	<u>10,321</u>	<u>11,470</u>

Notes to the financial statements

6. Amounts due to group undertakings

Amounts due to group undertakings are unsecured and non-interest bearing with full amount repayable on demand.

7. Other liabilities

	2020			Total CHF
	Third parties CHF	Management bodies CHF	Shareholdings CHF	
Other liabilities	393,700	-	-	393,700

	2019			Total CHF
	Third parties CHF	Management bodies CHF	Shareholdings CHF	
Other liabilities	92,170	-	-	92,170

8. Change in technical provisions

	2020		
	Gross CHF	Reinsurers' Share CHF	Net CHF
Non-life			
Change in loss reserve	9,213	-	9,213
Change in other technical provisions	-	-	-
Change in actuarial reserve (equalisation reserve)	3,622,658	-	3,622,658
	3,631,871	-	3,631,871

	2019		
	Gross CHF	Reinsurers' Share CHF	Net CHF
Non-life			
Change in loss reserve	(19,427)	-	(19,427)
Change in other technical provisions	(516,167)	-	(516,167)
Change in actuarial reserve	176,407	-	176,407
	(359,187)	-	(359,187)

9. Audit fees

	2020 CHF	2019 CHF
Audit services	69,235	42,800
Other services	-	-
	69,235	42,800

Notes to the financial statements

10. Income from investments

	2020	2019
	CHF	CHF
Fixed-interest securities	162,850	150,700
Other investments	23,600	194,445
	186,450	345,145

11. Expenses for investments

	2020			
	Current expenses	Amortisation	Net realised losses/(gains)	Total
	CHF	CHF	CHF	CHF
Fixed-interest securities	33,902	129,067	(3,516)	159,453
Other investments	-	-	84,059	84,059
	33,902	129,067	80,543	243,512

	2019			
	Current expenses	Net unrealised losses	Net realised losses	Total
	CHF	CHF	CHF	CHF
Fixed-interest securities	33,414	15,210	-	48,624
Other investments	-	-	160,583	160,583
	33,414	15,210	160,583	209,207

12. Total amount of assets pledged to secure own liabilities, as well as assets with retention of title

	2020	2019
	CHF	CHF
Book value of restricted assets:		
- Fixed-interest securities and other investments including accrued interest	2,950,918	14,765,235
- Cash	1,770,748	63,697
Total	4,721,666	14,828,932

13. Subsequent events

There have been no material events after the reporting date that would affect the interpretation of the financial statements or the performance of the branch.