



## Management Summary

The purpose of this report is to present an assessment of the financial condition of the Zurich Branch as at December 31, 2023.

The financial condition of the Zurich Branch is adequate and is supported by the capital position of Aspen Insurance UK Limited ('AIUK').

The Zurich Branch earned gross written premiums of CHF 3.9m in 2023 from earlier underwritten business, compared to CHF 11.1m in 2022. The net profit after tax in 2023 was CHF 0.8m, compared with a loss after tax of CHF 0.9m in 2022.

The business activities and performance of the Zurich Branch are outlined below.

### A. Business activities

#### Branch and Company overview

The Zurich Branch is a branch of AIUK, a non-life insurance and reinsurance company, incorporated in the United Kingdom. AIUK writes business across the UK market and in Canada through its Canadian Branch.

The Zurich Branch is regulated in Switzerland by the Financial Markets Supervisory Authority ('FINMA') and since 2021 is in run off.

The largest and smallest group in which the results of AIUK are consolidated is that headed by Aspen Insurance Holdings Limited ("AIHL"). The consolidated accounts of this company are available to the public and may be obtained from The Company Secretary, Aspen Insurance Holdings Limited, 141 Front Street, Hamilton, HM 19, Bermuda.

#### Branch strategy, objectives and business segments

When the AIUK Zurich Branch was writing new business, its strategy was aligned with the group strategy of AIHL whose objective is to create a diversified portfolio of insurance and reinsurance risks, spread across lines of business, products, geographic areas of coverage, cedants and sources, while ensuring sufficient capital and liquidity to meet its obligations.

The objective of AIUK is to provide an efficient platform from which the two underwriting segments, Aspen Insurance and Aspen Re, can offer specialty insurance and reinsurance products to their customers while providing a high level of security to policyholders.

AIUK's Zurich Branch supported these objectives by offering reinsurance products to European and international customers. In 2019 operational streamlining took place within the group whereby Aspen Bermuda Limited ("ABL"), a subsidiary of AIHL, established a branch in Zurich to write property and casualty reinsurance with inception dates of January 1, 2020 and later. In 2019 all reinsurance business was transferred from AIUK's Zurich branch to ABL's Zurich branch, with no new business being written in the AIUK Zurich branch.

The Zurich Branch manages its risk accumulations by ceding business to ABL, under internal quota share agreements.

The Zurich Branch also offered specialty insurance products until April 1, 2017, when the Aspen Insurance operation in Zurich ceased writing new business.



## **Branch external auditors**

Ernst & Young AG is the external auditor of the Zurich Branch and their contact details are as follows:

Ernst & Young AG  
Aeschengraben 27  
CH-4051 Basel  
Switzerland

## **Unusual events**

Apart from the branch streamlining listed above there were no unusual events to report that impacted the Zurich Branch during the reporting period.

## **B. Performance**

The Zurich Branch performance is outlined below in order of premium volumes and makes reference to the quantitative reporting template attached.

### **Branch underwriting performance**

#### **Business performance overview**

The Branch reported an underwriting profit of CHF 8.4m (2022: CHF 6.3m profit) for the year ended December 31, 2023, with a reinsurance segment profit of CHF 7.7m (2022: CHF 5.6m profit), and a profit of CHF 0.7m (2022: CHF 0.7m profit) in the insurance segment.

#### **Aspen Insurance**

The Zurich Insurance branch ceased writing new business on April 1, 2017.

#### **Aspen Re**

Aspen Reinsurance branch ceased writing any new business on May 12, 2021.

#### **Miscellaneous**

In 2023, the Zurich Reinsurance branch reported gross written premiums of CHF 2.7m (2022: CHF 9.6m) across the Miscellaneous class, a decrease of 72% from the prior year. The premium recognized during 2023 relates to premium adjustments on Credit & Surety (included in the Miscellaneous class of business) policies pertaining mainly to the 2017-2019 underwriting years.

Acquisition and administrative expenses were CHF 5.8m in the reporting period, compared with CHF 16.1m in 2022. Acquisition and administrative expenses were higher during prior year due to higher adjustments to sliding scale commission on individual policies.

The Miscellaneous class reported a net underwriting profit of CHF 5.9m (2022: CHF 1.4m profit) for the year ended December 31, 2023.

#### **Property**

Aspen Re in Zurich reported a gross written premiums in the Property class of CHF 0.3m compared with CHF 1.1m in 2022. The premium recognized during the year relates to premium adjustments on prior year policies, particularly on Engineering and Property Treaty policies.



The Property class reported a net underwriting profit of CHF 1.4m (2022: CHF 1.2m profit) for the year ended December 31, 2023.

### Motor

In 2023, the Zurich Branch reported gross written premium of CHF 0.8m across the Motor Liability class, compared to CHF 0.9m in 2022. Premium recognized during 2023 relates to adjustments on prior year policies.

The Motor class reported a net underwriting result of CHF nil (2022: CHF 2.9m profit) for the year ended December 31, 2023.

### Casualty

In 2023, the Zurich Branch reported gross written premium of CHF 0.1m in the General Liability class, compared with a negative gross written premium of CHF 0.6m in 2022.

The Casualty class reported a net underwriting profit of CHF 0.4m (2022: CHF 0.1m profit) for the year ended December 31, 2023.

## Branch financial performance

The overall profit before tax of the Zurich Branch was CHF 4.5m in 2023, compared with a loss of CHF 0.5m, in 2022. The profit before tax includes the underwriting profit of CHF 8.4m as explained above, net investment expenses of CHF 0.1m (2022: CHF 4.4m net investment expense) and net other expenses of CHF 4.9m (2022: 2.4m net expenses). Other income was CHF 1.1m (2022: nil).


Investment income CHF' millions	Income		Total	
	2023	2022	2023	2022
Fixed interest securities	2.8	-	2.8	-
	4.2	-	4.2	-
<b>Total</b>	<b>7.0</b>	<b>-</b>	<b>7.0</b>	<b>-</b>


  

Investment expenses CHF' millions	Expenses		Total	
	2023	2022	2023	2022
Fixed interest securities	3.8	2.9	3.8	2.9
Allocated investment expense	3.3	1.5	3.3	1.5
<b>Total</b>	<b>7.1</b>	<b>4.4</b>	<b>7.1</b>	<b>4.4</b>

Net other expenses of CHF 4.9m consisted of net foreign exchange losses. Other income recorded for 2023 comprises the reversal in the income statement of bad debt provision.

Zurich, 29 April 2024

  
Camille Meier  
Branch Manager

  
Hansjörg Blaser  
Head of Casualty Treaty  
EMEA and Latin America



**Financial situation report: quantitative template  
"Performance Solo NL"**

Currency: CHF or annual report currency  
Amounts stated in millions

	Total		Direct Swiss business													
	Previous year	Reporting year	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
1	11.1	3.9	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	(16.1)	(8.7)	-	-	-	-	-	-	-	-	-	-	-	0.1	-	-
3	(5.0)	(4.8)	-	-	-	-	-	-	-	-	-	-	-	(0.1)	-	-
4	13.5	9.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6	8.5	4.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8	8.5	4.7	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9	(21.6)	(12.7)	-	-	-	-	-	-	-	-	-	-	-	(0.8)	-	-
10	12.7	8.8	-	-	-	-	-	-	-	-	-	-	-	0.5	-	-
11	32.6	26.0	-	-	-	-	-	-	-	-	-	-	-	1.2	-	-
12	(18.2)	(15.8)	-	-	-	-	-	-	-	-	-	-	-	(0.7)	-	-
13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14	5.5	6.3	-	-	-	-	-	-	-	-	-	-	-	0.2	-	-
15	(15.2)	(5.7)	-	-	-	-	-	-	-	-	-	-	-	0.5	-	-
16	7.5	3.1	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17	(7.7)	(2.6)	-	-	-	-	-	-	-	-	-	-	-	0.5	-	-
18	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19	(2.2)	3.7	-	-	-	-	-	-	-	-	-	-	-	0.7	-	-
20	-	7.0	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21	(4.4)	(7.1)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22	(4.4)	(0.1)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
25	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26	1.9	8.3	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28	(2.4)	(4.9)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
29	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30	(0.5)	4.5	-	-	-	-	-	-	-	-	-	-	-	-	-	-
31	(0.4)	(3.7)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
32	(0.9)	0.8	-	-	-	-	-	-	-	-	-	-	-	-	-	-
33	(0.9)	0.8	-	-	-	-	-	-	-	-	-	-	-	-	-	-



**Financial situation report: quantitative template**  
**"Performance Solo NL"**

Currency: CHF or annual report currency  
 Amounts stated in millions

	Indirect business															
	Direct non-Swiss business						Indirect business									
	Total		Personal accident		Health		Motor		Marine, aviation, transport		Property		Casualty		Miscellaneous	
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	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
11	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
13	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
15	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
17	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
19	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
21	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
22	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
23	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
24	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
25	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
26	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
27	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
28	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
29	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
31	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
32	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
33	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-