



**Financial Condition Report of Cigna Europe Insurance Company S.A.-N.V., Antwerp,  
Zweigniederlassung Zürich - Financial year 2025**

## **CIGNA EUROPE INSURANCE COMPANY S.A.-N.V.**

### **Overview**

Cigna Europe Insurance Company S.A.-N.V. (“CEIC” or “the Company”) was formed in March 2001 and is licensed to write accident, health, and other financial risks classes of business throughout most of Europe. Its registered office is in Antwerp (Belgium) and its subscribed capital at the end of 2025 was €104,401,460 with 2 shareholders:

- 47.18326% - Cigna Elmwood Holdings NV (Antwerp, Belgium)
- 52.81674% - Cigna Myrtle Holdings, Ltd. (Valletta, Malta)

The business is organised into two areas which focus separately on the employer segment and the individual segment.

Operations span across 3 major branches located in the UK, Switzerland, and Singapore.

Currently the majority of active business within the Company pertains to Group Insurance covering expatriate healthcare insurance solutions in Switzerland and Singapore for Corporate clients. There is also a small amount of International Organisations Health (“IOH”) business within the Company.

### **CIGNA EUROPE INSURANCE COMPANY S.A.-N.V. – SWISS BRANCH**

Further details regarding business activities and performance of the Swiss branch of CEIC are provided in the following sections in line with the disclosure requirements of FINMA Circular 2016/2.

#### **Business activities**

Switzerland continues to be an important region for CEIC with focus remaining on the addition of new business and growing our client base.

In the Swiss branch, the annual average of employees amounts to 4. There are no mandates, no research, as well as no development activities. Furthermore, the branch did not have exceptional events in 2025.

At point of completion of this report the prospected larger clients in the pipeline for Q1 2026 have already been converted into new business and are implemented.

The business objective for 2026 remains to be the addition of further new business and growing our client base, similar to last year.

The branch is included in the regulatory Self-Assessment of the Corporate Governance conducted at the European level on an annual basis. No specific issues or risks have been identified relating to the CEIC Switzerland branch.

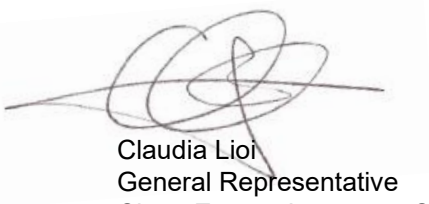
CEIC Swiss branch continues to participate in both internal and external reinsurance arrangements. The CEIC reinsurance strategy includes a 50% quota share treaty with CIGNA Global Reinsurance Company Ltd and participation in a global Catastrophe Reinsurance treaty.

In terms of significant intra group transactions affecting the Swiss branch, the following should be noted:

- Reinsurance Treaty with CIGNA Global Reinsurance Company Ltd
- Brokerage commissions paid to CIGNA International Health Services BV
- Administrative expenses, including charges from CIGNA European Services (UK) Ltd (actuarial support, accounting, tax and treasury services, IT, HR and facility management services, insurance intermediary services, project related costs)

The following section provides details relating to the financial performance of the Swiss branch.

The summary report issued by Forvis Mazars, the external auditor of the company, is appended to the Financial Condition Report.



Claudia Lioi  
General Representative  
Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zurich Branch

## Performance

The key financial indicators for the Swiss branch of CEIC in 2025, pertaining entirely to the line of business "Illness", are illustrated in the table below with comparative figures for 2024:

Financial situation report: quantitative template "Performance Solo NL"			
		Currency: CHF Amounts stated in millions	
		Total	
		Reporting year	Previous year
1	Gross premiums	54.5	47.8
2	Reinsurers' share of gross premiums	-27.5	-24.3
3	Premiums for own account (1 + 2)	27.0	23.5
4	Change in unearned premium reserves	-0.1	0.0
5	Reinsurers' share of change in unearned premium reserves	0.0	0.0
6	Premiums earned for own account (3 + 4 + 5)	26.9	23.5
7	Other income from insurance business		
8	<b>Total income from underwriting business (6 + 7)</b>	26.9	23.5
9	Payments for insurance claims (gross)	-36.3	-36.8
10	Reinsurers' share of payments for insurance claims	17.4	18.1
11	Change in technical provisions	0.2	0.1
12	Reinsurers' share of change in technical provisions	0.0	0.0
13	Change in technical provisions for unit-linked life insurance		
14	<b>Expenses for insurance claims for own account (9 + 10 + 11 + 12 + 13)</b>	-18.7	-18.6
15	Acquisition and administration expenses	-11.8	-10.6
16	Reinsurers' share of acquisition and administration expenses	7.2	5.4
17	Acquisition and administration expenses for own account (15 + 16)	-4.6	-5.2
18	Other underwriting expenses for own account	0.0	-0.1
19	<b>Total expenses from underwriting business (17 + 18) (non-life insurance only)</b>	-4.6	-5.3
20	Investment income	0.5	0.4
21	Investment expenses	0.0	0.0
22	<b>Net investment income (20 + 21)</b>	0.5	0.4
23	Capital and interest income from unit-linked life insurance		
24	Other financial income		
25	Other financial expenses		
26	<b>Operating result (8 + 14 + 17 + 18 + 22 + 23 + 24 + 25)</b>	4.1	0.0
27	Interest expenses for interest-bearing liabilities		
28	Other income	0.0	1.4
29	Other expenses	-1.4	0.0
30	Extraordinary income/expenses		
31	<b>Profit before taxes (26 + 27 + 28 + 29 + 30)</b>	2.7	1.4
32	Direct taxes		
33	<b>Profit (31 + 32)</b>	2.7	1.4

## Performance continued

The CEIC Swiss branch delivered a strong financial performance in the year ended 31 December 2025, with improved underwriting results and higher profitability compared to the prior year.

Total assets amounted to CHF 41.2 million at year end 2025, broadly in line with CHF 42.1 million in 2024. The asset mix reflected increased liquidity, with higher cash balances partially offset by a reduction in fixed interest securities. Total liabilities decreased to CHF 21.9 million from CHF 25.5 million, while technical provisions remained stable. The Head Office account increased to CHF 19.3 million, reflecting profits generated during the year.

Gross premiums written increased to CHF 54.5 million, with net premiums earned of CHF 26.9 million. Net claims remained stable, resulting in a significant improvement in underwriting performance. The net policyholders' benefit ratio improved to 69.26% from 79.14% in 2024. Cost efficiency also improved, with the net commissions and expenses ratio decreasing to 16.93%.

The technical result improved to a surplus of CHF 3.7 million, supported by net investment income of CHF 0.5 million. The investments consist of US, Netherlands, and Swiss government bonds. The Swiss assets portfolio continues to be guided by the Asset and Liability Management and Investment Charter Committees with adherence to specific investment policy.

The branch reported a profit after tax of CHF 2.7 million for 2025, compared with CHF 1.4 million in the prior year.

Overall, the 2025 results demonstrate improved underwriting performance, enhanced cost efficiency, and a stable financial position.

A breakdown of Investment Income and Expense based on investment category is shown below:

	2025 CHF (000's)	
	Fixed Interest Securities	Interest on Other Investments
Investment income	97	396
Appreciation	43	0
Realized gains	0	0
Total investment income	<u>140</u>	<u>396</u>
Investment expense	0	0
Depreciation	-35	0
Realized losses	0	0
Total investment expense	<u>-35</u>	<u>0</u>

None of the profits and losses reported in 2025 were recognised directly in equity.

The financial statements, on which the FCR is based, are published in the appendix of this report.

## **Corporate governance**

CEIC is governed by a Board of Directors which delegates responsibilities to a number of Board Committees and a Management Committee in line with company's system of governance.

### Management Committee

This Committee has delegated authority for the day to day running and operations of the business. It is chaired by the European Managing Director and consists of the 3 Executive Directors and the European Chief Financial Officer. The Committee also includes guests from all key areas including the Business Heads, Functional Heads (Legal, HR, IT, Facilities, Finance) and Control Heads (Actuarial function, Risk, Internal Audit and Compliance).

### Audit Committee

The Board has an Audit Committee which meets quarterly prior to Board meetings. The independent non-executive Directors of the Board are members of the Audit Committee and one of the Directors fulfils the role of Chair. The Board is satisfied that the members have the collective expertise in the activities of CEIC as well as in the fields of financial management, financial reporting, accounting, and audit. The Board is further satisfied that the independent non-executive Directors meet the necessary criteria to both demonstrate and fulfil the requirement for independence.

### Risk Committee

The Board has a Risk Committee which meets quarterly prior to the Board meetings. The non-executive Directors are members of this Committee, and one is an independent non-executive Director acting as the Chairman. This Committee is responsible for ensuring that CEIC appropriately oversees and manages risks in line with the Company's Risk Management Policy. This policy ensures CEIC's approach is sufficient and proportionate to the business risks it faces.

In addition, this Committee reviews and advises on the Solvency II results and processes for CEIC.

### Asset Liability Management ("ALM")

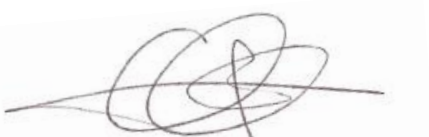
Formal ALM meetings occur quarterly during the year to assess the liability profile of the Company and the matching assets. Given the short-term nature of the liability profile there are no significant ALM issues from a duration point of view. However, ALM is particularly active on currency matching. The company works closely with its asset managers to develop investment management strategies which are appropriate to each liability profile.

The Company does not use any derivative products within its asset portfolio. The interest rate and credit risk of the Company is limited by its use of investment-grade assets.

### Remuneration and People Resources Committee

The Company's remuneration philosophy reflects its desire to strengthen its financial position and to invest in its people, who, through their skills, competencies, and abilities advance the Company in the competitive marketplace.

The Remuneration and People Resources Committee consists of three members with at least one member as an independent non-executive Director. The Committee assists the Board of Directors in fulfilling its responsibilities related to the oversight of the Company's human resource and remuneration policies. It also specifically reviews all executive and non-executive Director remuneration and ensures adherence to all regulatory "Fit and Proper" guidelines.



Claudia Lioi  
General Representative

Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zurich Branch



**Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zweigniederlassung Zurich**

**Europaallee 41  
8004 Zurich**

**Financial Statements**

Year Ended 31 December 2025

**Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zweigniederlassung Zürich**

Balance Sheet

*(Expressed in thousands of Swiss Francs)*

	<u>Note</u>	<u>31.12.2025</u>	<u>31.12.2024</u>
<b>Assets</b>			
Investments			
Participations			
Fixed interest securities	2	9 842	12 804
Shares			
Other investments			
Deposits retained on insurance business			
Cash and cash equivalents		21 954	18 330
Reinsurers' share of technical provisions	5	5 596	5 361
Property and equipment			
Deferred acquisition costs			
Intangible assets			
Insurance receivable	3	3 564	5 397
Deposit assets			
Other receivables			
Other assets		173	118
Prepaid expenses and accrued interest		51	56
		<u>41 180</u>	<u>42 066</u>
<b>Total Assets</b>			
<b>Liabilities and Head Office account</b>			
Technical provisions	5	11 152	10 819
Non-technical provisions	2	0	0
Deposits retained on insurance business			
Deposit received from reinsurers		4 752	5 287
Insurance payable	6	4 509	1 459
Other liabilities	4	26	6 696
Deferred income and taxes		1 420	1 261
		<u>21 859</u>	<u>25 522</u>
<b>Total Liabilities</b>			
<b>Liaison account with Head Office</b>	7	<u>19 321</u>	<u>16 544</u>
<b>Total Liabilities and Capital</b>			
		<u>41 180</u>	<u>42 066</u>

*See accompanying notes to financial statements*



**Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zweigniederlassung Zürich**

Income Statement

*(Expressed in thousands of Swiss Francs)*

	<u>Note</u>	<u>2025</u>	<u>2024</u>
Gross premium written		54 512	47 759
Premium ceded to reinsurers		<u>-27 489</u>	<u>-24 252</u>
Net premiums written		27 023	23 507
Change in unearned premiums – gross		-109	77
Change in unearned premiums – ceded		<u>55</u>	<u>-45</u>
Change in unearned premiums		<u>-54</u>	<u>32</u>
Net premiums earned		26 969	23 539
Other technical income		<u>0</u>	<u>0</u>
Total technical income		<u>26 969</u>	<u>23 539</u>
Gross claims and claim expenses paid		-36 256	-36 823
Reinsurer's share of claims and claim expenses paid		17 428	18 137
Change in technical provisions		183	96
Change in reinsurer's share of technical provisions		<u>-35</u>	<u>-38</u>
Net claims and claim expenses incurred		-18 680	-18 628
Gross acquisition costs		-7 039	-4 813
Reinsurer's share of acquisition costs		7 200	5 362
General and administrative expenses		<u>-4 725</u>	<u>-5 733</u>
Net acquisition costs and general and administrative expenses		-4 564	-5 184
Other technical expense		<u>-18</u>	<u>-96</u>
Total technical expense		<u>-23 262</u>	<u>-23 908</u>
<b>Technical result</b>		<u>3 707</u>	<u>-369</u>
Investment income	8	536	397
Investment expense	8	<u>-35</u>	<u>-45</u>
<b>Net investment income</b>		501	352
<b>Operating result</b>		4 208	-17
Other (expense)/ income		<u>-1 435</u>	<u>1 378</u>
<b>Profit / (loss) before tax</b>		2 773	1 361
Tax benefit / (expense)		<u>0</u>	<u>0</u>
<b>Profit / (loss) after tax</b>		<u>2 773</u>	<u>1 361</u>

*See accompanying notes to financial statements*

*(Expressed in thousands of Swiss Francs)*

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**1. Basis of preparation**

The annual financial statements have been prepared in accordance with the provisions on commercial accounting of the Swiss Code of Obligations (CO) (Art. 957-963b OR). Apart from the Swiss Code of Obligations, the provisions of the Swiss Ordinance on the Supervision of Private Insurance Companies (Art. 5a ISO-FINMA including Appendix) have been applied.

**2. Accounting principles**

The Company's accounting principles are in line with those prescribed by the CO and ISO-FINMA. They are consistent with those applied in the previous year. The accounting and valuation principles applied for the main balance sheet items are as follows:

*(a) Foreign Currency*

*(i) Functional and presentation currency*

The Company's functional and presentation currency is the Swiss Franc.

*(ii) Transactions and balances*

Foreign currency transactions are translated into the functional currency using the spot exchange rates at the dates of the transactions. At each period end foreign currency monetary items are translated using the closing rate. Non-monetary items measured at historical cost are translated using the exchange rate at the date of the transaction and non-monetary items measured at fair value are measured using the exchange rate when fair value was determined. Foreign exchange gains and losses resulting from the settlement of transactions and from the translation at period-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in the Income Statement within Other income/Other expense.

December period end rates used:

	<b>2025</b>	<b>2024</b>
CHF - EUR	1.07616351	1.06370550
CHF - GBP	0.93831685	0.88036372
CHF - USD	1.26599180	1.10217128

*(b) Investments*

Fixed interest securities are valued at amortized cost less required impairments.

*(c) Cash and cash equivalents*

Cash and cash equivalents are carried in the balance sheet at nominal value.

*(d) Insurance receivable*

Insurance receivable balances are recognized when due and recorded net of commissions, brokerage, premium taxes and other levies on premium, unless the contract specifies otherwise, and are booked at nominal value. These balances are reviewed for impairment, with any impairment losses recognized as an expense in the period in which it is determined.

## Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zweigniederlassung Zürich

Notes to Financial Statements

(Expressed in thousands of Swiss Francs)

### 2. Accounting principles continued

#### (e) Technical provisions

Technical provisions comprise unearned premium reserves, outstanding losses, and loss expense reserves. Outstanding losses comprise estimates of the amount of reported losses and loss expenses received from the ceding insurance companies plus a provision for losses incurred but not reported (“IBNR”). The IBNR provision is estimated by management based on reports from industry sources, including initial estimates of aggregate industry losses, individual loss estimates received from ceding companies and brokers, output from commercially available catastrophe loss models and actuarial analysis using historical data available to the Company on the business assumed together with industry data.

The equalization reserve, included within technical reserves, represents a portion of total technical reserves and is held to smooth fluctuations in claims experience and underwriting results over time. The level of the reserve is determined in accordance with Cigna’s internal reserving guidelines, which require that the Best Estimate plus risk margin covers losses up to approximately the 75th percentile of the loss distribution and is reviewed regularly to ensure its ongoing appropriateness.

Profit share arrangements is an agreement to share part of the underwriting profit arising from a contract with its policyholders, in accordance with the contractual terms. The final profit share settlement is usually determined six months after the end of the contract, based on contractually defined assumptions and calculations. Until the final calculation, an estimate of the expected refund is accrued monthly and recognised on the balance sheet as an experience-rated refund reserve.

Unearned premium reserves are earned over the period of exposure to risk of the underlying contract.

#### (f) Non- technical provisions

According to the Swiss CO prudence principle, unrealized foreign gains are recognised within provisions in the balance sheet whereas unrealised losses are recognised within the profit and loss account.

### 3. Insurance receivable

Insurance receivable comprise of the following:

	2025			2024		
	<u>Third Party</u>	<u>Group Companies</u>	<u>Total</u>	<u>Third Party</u>	<u>Group Companies</u>	<u>Total</u>
Receivables from policyholders	3 391	0	3 391	3 808	0	3 808
Receivables from brokers	0	169	169	0	1 079	1 079
Receivables from insurance companies	4	0	4	85	425	510
	<u>3 395</u>	<u>169</u>	<u>3 564</u>	<u>3 893</u>	<u>1 504</u>	<u>5 397</u>

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**Zweigniederlassung Zürich**

Notes to Financial Statements

*(Expressed in thousands of Swiss Francs)*

**4. Other receivables and other liabilities**

Cigna has implemented a process to minimize the CEIC Swiss Branch exposure to FX volatility as a result of carrying non-functional Net Asset Value profiles. The key component of this is managing non-tied asset cash as an offset lever with the resulting impacts being on the other liabilities and the capital liaison account.

Other Liabilities also includes balances due to other Cigna group companies as follows:

	2025	2024
Cigna Health and Life Insurance Company	-463	-95
Cigna European Services UK Ltd	-573	-420
Cigna Insurance Middle East	516	203
Cigna Life Insurance Company of Europe S.A.-N.V.	811	-501
Cigna European Insurance Company S.A.-N.V.	52	59
Cigna Global Insurance Company Ltd. (Guernsey)	-75	7
Cigna Worldwide General Insurance Company	1	2
Cigna International Health Services	-213	-42
Cigna Health Solutions India – GSB	-82	-21
	-26	-808

**5. Technical provisions**

Technical provisions comprise of the following:

	2025			2024		
	<u>Gross</u>	<u>Ceded</u>	<u>Net</u>	<u>Gross</u>	<u>Ceded</u>	<u>Net</u>
Unearned premiums	494	278	216	385	223	162
Reported losses and loss expenses	728	274	454	694	257	437
Incurred but not reported losses	9 523	4 829	4 694	9 740	4 881	4 859
Provisions for profit sharing	407	215	192			
	11 152	5 596	5 556	10 819	5 361	5 458

Changes in technical provisions included as part of net claims and claim expenses incurred in the income statement for the year 2025 were related to changes in outstanding losses and loss expense reserves only.

The equalization reserve included within technical reserves of the Swiss Branch amounts to CHF 894,589 (CHF 1,009,790 in 2024). This reserve represents a portion of total technical reserves and is held to smooth fluctuations in claims experience and underwriting results over time.

The profit share reserve was presented as Payables to Policyholders in 2024.

## Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zweigniederlassung Zürich

Notes to Financial Statements

(Expressed in thousands of Swiss Francs)

### 6. Insurance payable

Insurance payables comprise of the following:

	2025			2024		
	<u>Third Party</u>	<u>Group Companies</u>	<u>Total</u>	<u>Third Party</u>	<u>Group Companies</u>	<u>Total</u>
Payables to policyholders	2 187	0	2 187	892	0	892
Payables to brokers	341	1 979	2 320	137	421	558
Payables to insurance companies	2	0	2	9	0	9
	<u>2 530</u>	<u>1 979</u>	<u>4 509</u>	<u>1 038</u>	<u>421</u>	<u>1 459</u>

### 7. Capital

	2025	2024	%
Opening Balance	16 544	14 749	12%
Cash Inflow – Contributions from Head Office	0	1 085	-100%
Cash Outflow – Contributions to Head Office	0	-644	-100%
Other Movements	4	-7	-159%
Result of the year	2 773	1 361	104%
Closing Balance	<u>19 321</u>	<u>16 544</u>	<u>17%</u>

### 8. Investment income and expense

	2025		2024	
	Fixed Interest Securities	Interest on Other Investments	Fixed Interest Securities	Interest on Other Investments
Investment income	97	396	203	176
Appreciation	43	0	18	0
Realized gains	0	0	0	0
Total investment income	<u>140</u>	<u>396</u>	<u>221</u>	<u>176</u>
Investment expense	0	0	0	0
Depreciation	-35	0	-45	0
Realized losses	0	0	0	0
Total investment expense	<u>-35</u>	<u>0</u>	<u>-45</u>	<u>0</u>

**Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zweigniederlassung Zürich**

Notes to Financial Statements

*(Expressed in thousands of Swiss Francs)*

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**9. Restricted assets and commitments**

***Restricted assets***

Further than the Tied Assets there are no other restricted assets.

***Commitments***

No letters of credit, no commitments, no contingent liabilities, no guarantees, no pledged assets, and no collaterals have been issued.

**10. Full-time equivalents**

The average number of full-time equivalents for the year ended 31 December 2025 was 4 (2024: 4)

**11. Subsequent events**

The Company has completed its subsequent events evaluation for the period subsequent to the balance sheet date of December 31, 2025, through April 23, 2026, the date the financial statements were authorized for issue. There were no subsequent events that would warrant an adjustment to the financial statements.



Claudia Lioi  
General Representative  
Cigna Europe Insurance Company S.A.-N.V., Antwerp, Zurich Branch