



Annual Report 2015

Financial report

Protective structures



Many people are exposed to risks at their workplace. Employers have to protect them from these risks – whether with collective protective equipment such as safety nets and warnings or with personal protective equipment (PPE). The black and yellow markings in the photo indicate danger zones. Anyone who works in a danger zone must wear the required protective equipment. For installation work, this could be gloves and a protective cap.

Suva

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Brief commentary on the 2015 financial year

General remarks

In 2015, Suva's annual operating result amounted to CHF 27.0m. By returning CHF 47.7m from the equalisation reserves, it caused an expenditure surplus of CHF 20.7m (previous year: income surplus of CHF 106.0m).

Technical comments

Premium income also increased slightly in 2015 by 0.8 per cent. Average premium rates fell by 0.7 per cent for occupational accident insurance and rose by 0.9 per cent for non-occupational accident insurance, while treatment costs increased by 3.0 per cent per case in 2015.

The cost of out-patient treatment remained largely stable, while that of in-patient services rose.

In addition to treatment costs, Suva paid daily benefits amounting to CHF 1.3bn in 2015 and issued 1,605 new disability pensions. This is fewer than in the previous year (1,714). In the past year, a new lifetime disability pension required benefit liabilities of CHF 322,000 on average (previous year: CHF 313,000).

Following the change of accounting principles as of 1 January 2014, the expenditure for changing the actuarial provisions in 2015 fell significantly as against the previous year and is now CHF 290.3m.

On a comparable basis, the risk account closed with a profit of CHF 27.1m (previous year: CHF 29.8m).

Financial comments

In financial year 2015, Suva's overall performance reached 1.2 per cent, which is below the average of the past ten years. Real estate, bonds, shares, hedge funds and private equity made particularly positive contributions to the result. The negative interest rate on the Swiss money and capital market makes prospects for the next few years very gloomy.

Suva's fixed assets increased marginally from CHF 46.3bn to CHF 46.4bn in financial year 2015. The financial coverage ratio – the relationship between assets and obligations – fell slightly from 134.2 per cent in the previous year to 133.6 per cent as of the end of 2015.

Viewed against this background, the financial result (including expenses for technical interest) amounts to CHF 15.2m (previous year: CHF 242.0m).

Operating expenditure

Suva was economical with its funds once again. At CHF 557.3m, operating expenditure was only marginally higher than in the previous year (1.1 per cent) and is fully covered by the corresponding income from the premium surcharge.

Lucerne, 11 April 2016

Chairman of the Board of Management:
Felix Weber

Members of the Board of Management:
Edouard Currat
Ernst Mäder
Daniel Roscher

Overall operating account 2015

	Ref. no. ¹⁾	2015	2014
		CHF in 1,000s	CHF in 1,000s
Premiums	1	4 239 647	4 206 952
Allocated interest		648 021	649 662
Care benefits and reimbursement of expenses		-1 345 898	-1 305 850
Daily benefits		-1 332 925	-1 320 413
Pensions and capital benefits		-1 395 724	-1 395 060
Cost-of-living allowances for pensioners		-265 344	-275 513
Recourse income		154 123	181 315
Insurance benefits paid out		-4 185 768	-4 115 521
Provisions for short-term benefits		-157 000	-141 700
Actuarial reserves		-126 132	-263 095
Provisions for cost-of-living allowances		-7 163	-2 971
Change in technical provisions	11	-290 295	-407 766
Claims expenditure		-4 476 063	-4 523 287
Reimbursed expenditure for occupational safety		93 331	93 420
Contribution to the prevention of occupational accidents and diseases		-91 187	-91 343
Reimbursed expenditure for military insurance		197 218	191 507
Other technical result		199 362	193 584
Operating expenditure	2	-557 326	-551 283
Ordinary allocation to the general reserves²⁾		-41 890	-41 280
Technical result		11 751	-65 652
Income from capital investments	3	711 360	937 402
Allocated interest		-648 021	-649 662
Other financial income		-2 819	401
Expenditure for capital investment management	4	-45 298	-46 179
Financial result		15 222	241 962
Annual result prior to the reduction in the equalisation reserve		26 973	176 310
Reduction in the equalisation reserve		-47 687	-70 479
Annual result after the reduction in the equalisation reserve		-20 714	105 831
Withdrawal/allocation reserves		-20 714	105 831
Appropriation of the annual result		-20 714	105 831

¹⁾ See Annex from page 7 on

²⁾ In accordance with Art. 111, § 1 AIO

Balance sheet as of 31 December 2015

		2015	2014
	Ref. no. ¹⁾	CHF in 1,000s	CHF in 1,000s
Assets			
Non-current assets		40 260 714	39 066 615
Capital investments	5	39 957 237	38 763 352
Intangible assets	6	254 221	250 546
Fixed assets	7	49 256	52 717
Current assets		4 199 886	1 614 268
Receivables	8	3 150 560	517 839
Cash	9	789 800	861 746
Material and goods inventories for occupational safety		1 836	2 185
Prepayments and accrued income	10	257 690	232 498
Total assets		44 460 600	40 680 883
Liabilities			
General reserves		1 292 221	1 250 253
Equalisation reserves		1 415 209	1 436 001
Equity		2 707 430	2 686 254
Provisions for short-term benefits		8 372 100	8 215 100
Actuarial reserves		23 895 600	23 769 468
Provisions for cost-of-living allowances		37 148	29 986
Technical provisions	11	32 304 848	32 014 554
Non-technical provisions	12	5 667 484	4 673 610
Financial liabilities	5	11 576	81 576
Long-term borrowed capital		37 983 908	36 769 740
For goods/services	13	40 162	291 016
Other	14	212 108	204 760
Short-term liabilities		252 270	495 776
Accrued liabilities and deferred income	15	3 516 992	729 113
Short-term borrowed capital		3 769 262	1 224 889
Borrowed capital		41 753 170	37 994 629
Total liabilities		44 460 600	40 680 883

¹⁾ See Annex from page 7 onwards

Funds flow statement 2015

	2015	2014
	CHF in 1,000s	CHF in 1,000s
Annual result	-20 714	105 831
Actuarial reserves	126 132	263 095
Provisions for short-term benefits	157 000	141 700
Provisions for cost-of-living allowances VIE and AIU	7 163	2 970
Provisions for capital investment risks	1 004 904	902 502
Provisions for company development	-12 754	-8 398
Provisions for real estate maintenance and renovation	1 714	1 250
Increase in Assistance Fund	138	593
Value adjustment of financial and capital investments	1 130 019	-264 302
Value adjustment on operational real estate	59 344	48 560
Value adjustment on intangible assets	28 383	-688
Value adjustment on fixed assets	12 392	12 632
Allocations to the general reserves	41 890	41 280
Expenditure and income with no effect on liquidity	2 556 325	1 141 194
Premium credit balance	-2 629 487	-146 037
Other short-term credit balance	-3 235	-14 153
Material and goods inventories	349	153
Prepayments and accrued income	-25 192	6 211
Accounts payable	-243 506	-82 251
Accrued liabilities and deferred income	2 787 879	114 224
Change in current assets	-113 192	-121 854
Cash flow from operating activities	2 422 419	1 125 171
Net investments in money market investments	-286 811	313 094
Net investments in capital market investments	-1 914 482	-912 949
Net investments in investment real estate	-122 612	-100 427
Net investments in operational real estate	-58 988	-48 916
Net investments in intangible assets	-32 058	-53 115
Net investments in fixed assets	-9 286	-18 145
Cash flow from investment activities	-2 424 236	-820 459
Repayment of passive mortgages/investments	-70 000	602
Withdrawal/benefits from Assistance Fund	-129	-110
Cash flow from financing activities	-70 129	492
= Net change in cash funds	-71 947	305 204
+ Opening balance of cash funds	861 746	556 542
= Closing balance of cash funds	789 800	861 746

Statement of changes in equity 2015

	OAI	NOAI	VIE	AIU	Clinics	Total
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000	CHF in 1,000
General reserves according to Art. 111 AIO						
Status: 1 January 2014	563 156	611 210	6 631	27 976	–	1 208 973
Ordinary allocation	16 918	22 311	216	1 835	–	41 280
Status: 31 December 2014	580 074	633 521	6 847	29 811	–	1 250 253
Ordinary allocation	17 152	22 582	216	1 940	–	41 890
Status: 31 December 2015	597 226	656 103	7 063	31 751	–	1 292 143
General reserves						
Status: 1 January 2014	–	–	–	–	–	–
Ordinary allocation	–	–	–	–	–	–
Status: 31 December 2014	–	–	–	–	–	–
Ordinary allocation	–	–	–	–	78	78
Status: 31 December 2015	–	–	–	–	78	78
Equalisation reserves						
Status: 1 January 2014	648 622	579 049	34 931	67 568	–	1 318 629
Allocation	87 248	75 588	4 979	8 495	–	61 527
Reduction	–70 479	–	–	–	–	–49 986
Status: 31 December 2014	665 391	654 637	39 910	76 063	–	1 330 170
Allocation	34 019	–	11 376	34 268	–	79 663
Withdrawal	–	–52 768	–	–	–	–52 768
Reduction	–47 687	–	–	–	–	–47 687
Status: 31 December 2015	651 723	601 869	51 286	110 331	–	1 415 209
Total equity	1 248 949	1 257 972	58 349	142 082	78	2 707 430

Annex to the financial statements 2015

General remarks

Corporate governance

As an independent establishment of the federal government under public law, Suva is not a publicly owned company quoted on the stock exchange, but its reporting is in line with the authoritative guidelines on corporate governance such as the Swiss GAAP FER. However, attention should be paid to special, company-specific features, which are determined in particular by its legal form and the outlining of its organisational framework by the relevant statutory regulations.

Events subsequent to the balance sheet date

Since the balance sheet date and up to the date of printing this report, no events have occurred that substantially affect the financial status and results of the year under review.

Valuation principles

Basis

Accounting, balance sheet reporting and valuation are carried out according to the regulations of the Federal Act on Accident Insurance (AIA), the ordinance of the Federal Department of Home Affairs (FDHA) of 1 September 1998 relating to accounting principles (assessment of actuarial provisions) as well as Swiss GAAP FER accounting standards. The following exceptions will continue to apply to the latter:

- Swiss GAAP FER 2, 14
Capital investments are largely valued at minimum values while maintaining the value fluctuation provision.
- Swiss GAAP FER 23
In particular, the provisions required for cost-of-living allowances are dispensed with since the Federal Act on Accident Insurance (AIA) stipulates that the cost-of-living allowances must be financed by investment income or cost-sharing contributions (Federal Act on Accident Insurance (AIA), Art. 90). Furthermore, provisions for operating costs can be made for equalisation purposes.

Suva is not involved in either active or passive reinsurance business. All business transactions are entered in the books on the balance sheet date and evaluated from this moment in time to determine earnings according to the following principles.

Bonds in Swiss francs

Bonds in Swiss francs are reported in the balance sheet using the amortised-cost method. This spreads any difference between historical cost and repayment amount evenly over time to maturity. For prematurely redeemable bond issues, the reduced time to maturity as well as any premium are taken into account. Applying the amortised-cost method breaks the lower-of-cost-or-market principle for this balance sheet item.

Other capital market investments

Other capital market investments are reported in the balance sheet at acquisition cost or at the current value ("fair value", stock exchange price) if lower on the balance sheet date. The lower valuation in each case is maintained until the sale of the share (lower-of-cost-or-market method).

Mortgages and loans

Mortgages and loans are reported in the balance sheet at nominal value. However, appropriate valuation adjustments are made for identifiable possible losses; this is based on individual valuations and takes counterparty risk into account.

Derivatives

All derivative financial instruments open on the balance sheet date are stated at current values.

Real estate investments

Real estate is reported in the balance sheet no higher than at acquisition cost or construction cost. If the market value is lower, this value is depreciated. Value recoveries are not entered.

Investments in companies

Investments in companies (infrastructure in nature and joint ventures by insurance carriers) are reported in the balance sheet at acquisition cost less the depreciations required by business.

Items in foreign currencies

Items in foreign currencies are translated at the mean rate of exchange on the balance sheet date. Daily exchange rates are used for periods of less than one year. The most important year-end rates are:

Balance sheet year-end exchange rates (CHF)

	2015	2014
	CHF	CHF
1 EUR	1.0877	1.2030
1 GBP	1.4770	1.5486
1 USD	1.0020	0.9943
1 CAD	0.7240	0.8556
100 JPY	0.8337	0.8308
1 AUD	0.7305	0.8125

Intangible assets

Acquired and own developed intangible assets such as IT software are capitalised if they have a value greater than CHF 500,000 when purchased or at the end of a project.

Write-downs are scheduled on a linear basis over a period of 3 to 5 years, or over a maximum of 20 years in justified cases.

Fixed assets

Fixed assets with an overall investment sum (per investment decision) under CHF 500,000 are not capitalised but debited directly to the income statement. In addition, operational real estate (clinics) is basically valued at token value.

Write-downs are scheduled throughout the life of the fixed asset. The estimated period of usage of the individual asset groups is determined as follows:

- Tenant improvements 10 years
- Movables/machines/vehicles 5 years
- IT equipment (hardware) 3 years

Inventories

Purchased material and goods and finished occupational safety products are valued at the cost of acquisition or manufacture, but no higher than the lower net market value. The values of inventories with a long storage life and non-standard articles are adjusted appropriately.

Actuarial provisions

The determination of actuarial provisions is based on anticipated obligations towards insureds and claimants. The benefit liabilities for current pensions at the time of the final balance sheet are worked out according to the uniform calculation principles determined by the FDHA on 1 January 2014. Current and future cost-of-living allowances for occupational and non-occupational accident insurance are financed in accordance with Art. 90 of the Federal Act on Accident Insurance (AIA) according to the pay-as-you-go method and are not deferred.

Provisions for pending claims are determined according to recognised actuarial methods based on empirical values from previous years.

In connection with military insurance, Suva acts as the fiduciary processor but not as the insurer. Based on the contract with the Federal Council of 19 May 2005, Suva has neither an agreed nor a factual obligation to make actuarial provisions.

Other restricted provisions

In this item, individual valuations and provisions are made for all identifiable possible losses in accordance with the principle of prudence. In addition, this item contains an all-inclusive provision for capital investment risks. Valuation adjustments and provisions no longer required for operations are released and reflected in the income statement.

Other assets and liabilities

Other assets and liabilities (including receivables) are posted in the balance sheet at nominal value or acquisition value. Any appropriate depreciations are deducted.

Off-balance-sheet transactions

Contingent liabilities and other liabilities not to be balanced are posted at their nominal value.

Taxes and duties

Taxes and duties are posted as expenditure for the accounting period in which the corresponding business position occurred.

Leasing

Financial leasing agreements are entered in the balance sheet using Swiss GAAP FER 13.

Rehabilitation clinics in Bellikon and Sion

The rehabilitation clinics in Bellikon and Sion are not legal entities in their own right and report to Suva's uniform management. From an organisational standpoint, however, they are largely autonomous and do their own accounting on the basis of the H+ accounting schedule with the corresponding structural regulations.

In Suva's annual financial statements, the clinics are accounted for in the same way as places of operation. Internal transactions are not eliminated and the clinics' result and balance sheet items are also reported net.

Employee benefits

As far as their pension plan is concerned, our employees are members of "Suva's employee benefit institution", which is a legally independent foundation. This providential fund is financed with contributions made by employers and employees. All members of staff are insured with the exception of trainees, whose wages are below the lower limit according to the Occupational Pensions Act (OPA). Employers' contributions are posted under personnel costs.

Members of management can join a collective foundation for non-compulsory occupational benefits.

Related party transactions

Suva does not conduct any transactions with related persons and organisations.

Members of the Board of Directors are not considered to be related persons.

Impairment of assets

The intrinsic value of the assets is assessed on each balance sheet date. If there are any indications of a reduction in value, the realisable value is calculated (impairment test). If the book value exceeds the realisable value or the utility value, a value adjustment takes place by means of depreciation.

The following reported relative rates of change are calculated on the effective values throughout.

Tabular value – = no value recorded/available

Tabular value 0 = < than measuring unit

1. Premiums

	2015	2014	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Occupational accident insurance (OAI)	1 394 668	1 397 764	-0.2
Non-occupational accident insurance (NOAI) incl. special premium arrangements	1 860 714	1 835 705	1.4
Voluntary insurance for entrepreneurs (VIE)	19 114	19 197	-0.4
Insurance for the unemployed (AIU)	172 586	163 238	5.7
Military insurance (MI)	16 973	17 671	-3.9
Net premiums	3 464 055	3 433 575	0.9
Occupational accident insurance (OAI)	163 064	163 092	-0.0
Non-occupational accident insurance (NOAI)	237 803	241 384	-1.5
Voluntary insurance for entrepreneurs (VIE)	2 263	2 204	2.7
Insurance for the unemployed (AIU)	19 848	18 772	5.7
Premium supplement for administrative costs	422 978	425 452	-0.6
Occupational accident insurance (OAI)	90 861	91 032	-0.2
Non-occupational accident insurance (NOAI)	13 942	13 751	1.4
Insurance for the unemployed (AIU): Occupational accident insurance share	326	311	4.8
Insurance for the unemployed (AIU): Non-occupational accident insurance share	1 257	1 189	5.7
Premium surcharge for accident prevention	106 386	106 283	0.1
Occupational accident insurance (OAI)	98 093	98 270	-0.2
Non-occupational accident insurance (NOAI)	130 372	128 575	1.4
Surcharge for the financing of cost-of-living allowances	228 465	226 845	0.7
Occupational accident insurance (OAI)	14 773	10 674	38.4
Non-occupational accident insurance (NOAI)	13 538	9 857	37.3
Voluntary insurance for entrepreneurs (VIE)	248	173	43.4
Surcharge for payment by instalments	28 559	20 704	37.9
Occupational accident insurance (OAI)	1 387	1 425	-2.7
Non-occupational accident insurance (NOAI)	1 833	1 854	-1.1
Voluntary insurance for entrepreneurs (VIE)	22	18	22.2
Interest on arrears	3 242	3 297	-1.7
Occupational accident insurance (OAI)	-6 036	-3 949	52.8
Non-occupational accident insurance (NOAI)	-7 922	-5 053	56.8
Voluntary insurance for entrepreneurs (VIE)	-80	-202	-60.4
Net premium losses	-14 038	-9 204	52.5
Total premiums (gross) prior to the reduction in the equalisation reserve	4 239 647	4 206 952	0.8
Occupational accident insurance (OAI)	-47 687	-70 479	-32.3
Reduction in the equalisation reserve	-47 687	-70 479	-32.3
Total premiums (gross)	4 191 960	4 136 473	1.3

2. Operating expenditure

	2015	2014	+/-	+/-
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	in %
Personnel costs	447 957	451 040	-3 083	-0.7
Payments for services by third parties	29 908	38 199	-8 291	-21.7
Legal and consulting expenses	16 169	15 684	485	3.1
Furniture/machines/vehicles	3 111	4 469	-1 358	-30.4
IT costs	96 933	99 394	-2 461	-2.5
Cost of premises	42 211	48 987	-6 776	-13.8
Office and administrative expenses	36 606	36 885	-279	-0.8
Material and special expenses	13 701	17 339	-3 638	-21.0
Value adjustments	29 704	28 405	1 299	4.6
Other expenditure	-273	21 723	-21 996	-101.3
Total operating costs, gross	716 027	762 125	-46 098	-6.0
Proceeds from products and services ¹⁾	-31 686	-30 265	1 421	4.7
Offsetting internal services and activations ²⁾	-127 014	-180 577	-53 563	-29.7
Total operating costs, net	557 327	551 283	6 044	1.1

¹⁾ Including the operating income of the Bellikon and Sion Rehabilitation Clinics (not distributed over the insurance branches)

²⁾ Including earnings from the capitalisation of intangible investments according to Swiss GAAP FER

Distribution of operating costs over the insurance branches	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	OAI	OAI	NOAI	NOAI	VIE	VIE	AIU	AIU	MI	MI	Total	Total
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
Insurance operations	174 859	164 681	234 088	239 503	1 975	1 192	15 507	16 394	21 281	20 660	447 710	442 430
Prevention of occup. accidents and diseases	93 331	93 420	-	-	-	-	-	-	-	-	93 331	93 420
Prevention of non-occup. accidents	-	-	15 106	14 245	-	-	1 257	1 188	-	-	16 363	15 433
Total	268 190	258 101	249 194	253 748	1 975	1 192	16 764	17 582	21 281	20 660	557 404	551 283

Information on the pension fund (economic benefits / economic obligations and cost of provision)

	31.12.15 Excess coverage/shortfalls according to Swiss GAAP FER 26	31.12.15 Economic share of the company	31.12.14 Economic share of the company	2015 Change recognised in profit or loss	2015 Contributions apportioned to the period	2015 Cost of provisions in personnel costs	2014 Cost of provisions in personnel costs
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
Pension plans without excess coverage/shortfalls	0	0	0	0	57 967	57 967	67 517

3. Income from capital investments

	2015	2014	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Liquid investments	-2 676	2 450	-209.2
Mortgages, loans and syndicated loans	117 279	122 135	-4.0
Bonds	330 274	364 797	-9.5
Indirect real estate investments	45 759	50 031	-8.5
Investment property	201 032	191 861	4.8
Shares	136 651	132 384	3.2
Alternative investments	260 714	184 546	41.3
Derivatives (overlays) and opportunities	3 947	7	-
Current earnings	1 092 980	1 048 211	4.3
Liquid investments	2 231	610	265.4
Mortgages, loans and syndicated loans	17 541	621	-
Bonds	657 316	800 624	-17.9
Indirect real estate investments	157 270	60 893	158.3
Investment property	17 589	0	-
Shares	1 483 403	1 020 820	45.3
Alternative investments	239 916	630 110	-61.9
Derivatives (overlays) and opportunities	7 127 985	4 168 022	71.0
Profit from sales	9 703 251	6 681 700	45.2
Total earnings from capital investments	10 796 231	7 729 911	39.7
Liquid investments	-697	-1 082	-35.6
Mortgages, loans and syndicated loans	-45 294	-4 638	876.5
Bonds	-632 636	-651 106	-2.8
Indirect real estate investments	-28 705	-3 858	644.1
Investment property	0	-1 049	-100.0
Shares	-214 106	-231 526	-7.5
Alternative investments	-430 619	-580 665	-25.8
Derivatives (overlays) and opportunities	-6 597 891	-4 680 384	41.0
Losses from sales	-7 949 948	-6 154 309	29.2
Liquid investments	-53 989	12 754	-523.3
Mortgages, loans and syndicated loans	-7 133	-1 379	417.4
Bonds	-389 030	44 936	-965.7
Indirect real estate investments	-33 038	-17 874	84.8
Investment property	-10 237	-46 785	-78.1
Shares	-145 383	121 891	-219.3
Alternative investments	-182 546	495 462	-136.8
Derivatives (overlays) and opportunities	-308 664	-344 703	-10.5
Value adjustments	-1 130 019	264 302	-527.5
Total expenses from capital investments	-9 079 967	-5 890 007	54.2
Allocation of the provision for capital investment risks	-1 004 904	-902 502	11.3
Income from capital investments	711 360	937 402	-24.1

4. Expenditure for capital investment management

	2015	2014	+ / - in %
	CHF in 1,000s		
Liquid investments	1 256	1 181	6.4
Mortgages, loans and syndicated loans	4 982	5 010	-0.6
Bonds	7 426	7 275	2.1
Indirect real estate investments	1 378	1 374	0.3
Investment property	15 396	15 841	-2.8
Shares	7 310	7 228	1.1
Alternative investments	6 661	7 404	-10.0
Derivatives (overlays) and opportunities	889	866	2.7
Total expenditure for capital investment management	45 298	46 179	-1.9

The expenses directly incurred at Suva are listed in the table. Further costs are partly incurred by external asset managers and are offset against income.

5. Capital investments

Category	31.12.14	2015	31.12.15	31.12.14	31.12.15
			Book value		Market value
	Balance	Changes in value	Balance	Balance	Balance
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
Liquid investments ¹⁾	1 711 317	232 822	1 944 139	1 711 318	1 944 139
Mortgages	419 640	80 322	499 962	419 640	499 962
Loans and syndicated loans ²⁾	5 604 256	118 572	5 722 828	5 604 256	5 722 828
Bonds in CHF	7 050 127	881 424	7 931 551	7 577 294	8 477 927
Bonds in foreign currency	5 044 132	-480 851	4 563 281	5 508 317	4 847 653
Indirect real estate investments	1 152 583	-101 468	1 051 115	1 491 424	1 355 887
Real estate investments ³⁾	3 867 709	111 470	3 979 179	4 644 220	4 826 098
Shares in Switzerland	1 859 676	192 685	2 052 361	3 285 200	3 332 358
Shares outside Switzerland	5 205 278	464 326	5 669 604	7 273 611	6 917 041
Alternative investments	7 061 627	-262 662	6 798 965	8 922 388	8 684 484
Derivatives (overlays) and opportunities	-212 993	-42 753	-255 746	-151 532	-205 594
Total	38 763 352	1 193 886	39 957 237	46 286 134	46 402 782

¹⁾ Including cash accounts for capital investments in the amount of CHF 2,480.2m (previous year: CHF 2,813.8m). As some of the cash accounts serve as collateral, the balance in liquid investments reported is lower than the balance of the cash accounts.

²⁾ Including, loans to companies for the promotion of occupational safety

³⁾ At year end, investment properties were subject to pledges in the amount of CHF 11.6m.

Insurance value of real estate investments at year end

	2015	2014	+ / - in %
	CHF in 1,000s		
Investment properties: value of building insurance	4 314 839	4 164 796	3.6

Open financial derivative instruments (derivatives shown in the capital investments)

	Contract value		Market/book values			Total 31.12.14 CHF in 1,000s
	31.12.15 CHF in 1,000s	31.12.14 CHF in 1,000s	Positive 31.12.15 CHF in 1,000s	Negative 31.12.15 CHF in 1,000s	Total 31.12.15 CHF in 1,000s	
Hedging						
Currency forward transactions (OTC)	15 913 740	17 024 118	30 764	-334 947	-304 183	-374 445
Total hedging	15 913 740	17 024 118	30 764	-334 947	-304 183	-374 445
Trade						
Bond futures (ETD)	1 400 246	1 893 357	0	0	0	0
Credit default swaps (OTC)	420 284	0	2 322	0	2 322	0
Interest rate swaps (OTC)	1 505 564	1 101 057	26 999	-72 710	-45 711	-30 191
Total bond and interest derivatives	3 326 094	2 994 414	29 320	-72 710	-43 389	-30 191
Stock futures (ETD)	810 562	771 425	0	0	0	0
Volatility/dividend futures (ETD)	121 260	48 951	0	0	0	0
Stock options (OTC)	0	0	0	0	0	0
Total stock derivatives	931 822	820 377	0	0	0	0
Currency forward transactions (OTC)	188 833	289 442	6 760	-7 491	-730	32 709
Total currency forward transactions	188 833	289 442	6 760	-7 491	-730	32 709
Index swaps (OTC)	558 522	409 612	765	0	765	0
Total index swaps	558 522	409 612	765	0	765	0
Total trade	5 005 272	4 513 845	36 846	-80 200	-43 354	2 518
Total derivatives	20 919 012	21 537 963	67 610	-415 147	-347 537	-371 926
Hedging of OTC derivatives (CSA)			137 787	-11 547	126 240	247 825

For the reduction of the counterparty risk of over-the-counter derivatives, hedging contracts (Credit Support Annex, CSA) were concluded with some counterparties. Daily fluctuations in the value of the derivative portfolio are offset by corresponding collateral payments in cash in order to virtually eliminate net credit exposure with these counterparties. The value of the OTC derivative portfolio of CHF -347.5m (previous year: CHF -371.9m) was thus covered as of the end of 2015 by collateral items amounting to a total of CHF 126.2m (previous year: CHF 247.8m).

In the repo market, Suva had a total of CHF 380.0m outstanding as cash provider as at 31 December 2015. These repo transactions were covered by collateral of the same amount as is usual in the repo market.

Other obligations not to be recorded in the balance sheet as of 31 December 2015 amounted to CHF 2,221.5m (previous year: CHF 1,919.6m). They are made up of the following:

- customary, irrevocable payment obligations for private equity of CHF 2,182.3m (previous year: CHF 1,837.5m) as well as for mortgages of CHF 13.8m (previous year: CHF 24.0m)
- forward mortgage transactions with disbursement date 2016 of CHF 14.6m (previous year: CHF 46.1m)
- pledged syndicated loans of CHF 10.8m (previous year: CHF 12.0m)

There are no other obligations on the part of Suva in favour of third parties such as guarantees and acceptances of guarantee.

6. Intangible assets	Acquired EDP software		Suva-generated EDP software		Total intangible assets	
	2015	2014	2015	2014	2015	2014
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
Net book value on 1 January	0	50	250 546	196 693	250 546	196 743
Acquisition values						
Status: 1 January	4 688	4 688	344 203	291 087	348 891	295 775
Accruals	–	–	33 531	70 225	33 531	70 225
Disposals	–	–	–1 473	–17 109	–1 473	–17 109
Status: 31 December	4 688	4 688	376 261	344 203	380 949	348 891
Accumulated value adjustments						
Status: 1 January	–4 688	–4 638	–93 657	–94 394	–98 345	–99 032
Scheduled write-downs	–	–50	–29 856	–16 372	–29 856	–16 422
Disposals	–	–	1 473	17 109	1 473	17 109
Status: 31 December	–4 688	–4 688	–122 040	–93 657	–126 728	–98 345
Net book value on 31 December	0	0	254 221	250 546	254 221	250 546

7. Fixed assets	Operational real estate		Assets in construction		Tenant improvements		Other fixed assets		Total fixed assets	
	2015	2014	2015	2014	2015	2014	2015	2014	2015	2014
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
Net book value on 1 January	0	0	356	0	47 470	43 752	4 891	3 096	52 717	46 848
Acquisition values										
Status: 1 January	447 146	398 586	356	0	114 885	102 597	16 281	10 424	578 668	511 607
Accruals	59 344	48 560	-	356	7 046	12 288	2 240	5 857	68 630	67 061
Disposals	0	-	-356	-	-	-	-	-	-356	0
Status: 31 December	506 490	447 146	0	356	121 931	114 885	18 521	16 281	646 942	578 668
Accumulated value adjustments										
Status: 1 January	-447 146	-398 586	-	-	-67 415	-58 845	-11 390	-7 328	-525 951	-464 759
Scheduled write-downs	-59 344	-48 560	-	-	-8 705	-8 570	-3 686	-4 062	-71 735	-61 192
Disposals	-	-	-	-	-	-	-	-	-	0
Status: 31 December	-506 490	-447 146	-	-	-76 120	-67 415	-15 076	-11 390	-597 686	-525 951
Net book value on 31 December	0	0	0	356	45 811	47 470	3 445	4 891	49 256	52 717

Insurance value of fixed assets as at year end	2015	2014	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Operational real estate: value of building insurance	283 703	302 880	-6.3
Miscellaneous fixed assets	161 742	161 494	0.2
Total insurance value	445 445	464 374	-4.1

8. Receivables

	2015	2014	+ / -
	CHF in 1,000s	CHF in 1,000s	in %
Premium credit balance	2 612 687	402 801	548.6
Account receivable recourse	431 225	-	-
Accounts receivable insurance benefits	12 442	-	-
Real estate settlement account	26 751	29 323	-8.8
Withholding tax credit balance	52 802	37 461	41.0
Special account OA/OD (FCOS)	30 352	30 416	-0.2
Del credere	-26 645	-21 648	23.1
Other receivables	10 946	39 486	-72.3
Total receivables	3 150 560	517 839	508.4

Due to the new insurance application, billed premiums for the following year are posted under receivables with a corresponding offsetting item under accrued liabilities and deferred income (see Table 15). The premiums to be repaid are therefore zero (see Table 13).

9. Cash

	2015	2014	+ / -
	CHF in 1,000s	CHF in 1,000s	in %
Cash on hand	271	406	-33.3
Postal account	764 540	815 539	-6.3
Banks	24 989	45 801	-45.4
Total cash	789 800	861 746	-8.3

10. Prepayments and accrued income

	2015	2014	+ / -
	CHF in 1,000s	CHF in 1,000s	in %
Accrued interest	191 422	210 303	-9.0
Other	66 268	22 195	198.6
Total prepayments and accrued income	257 690	232 498	10.8

11. Technical provisions¹⁾

	Provisions for short-term benefits		Actuarial reserves		Provisions for cost-of-living allowances		Total technical provisions	
	2015	2014	2015	2014	2015	2014	2015	2014
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
OAI	2 605 800	2 574 500	10 912 524	10 879 000	-	-	13 518 324	13 453 500
NOAI	5 361 400	5 250 600	12 011 771	11 912 030	-	-	17 373 171	17 162 630
VIE	45 800	46 500	212 383	221 224	3 139	2 010	261 322	269 734
AIU	359 100	343 500	758 922	757 214	34 009	27 976	1 152 031	1 128 690
Total technical provisions	8 372 100	8 215 100	23 895 600	23 769 468	37 148	29 986	32 304 848	32 014 554

¹⁾ Military insurance is financed on a pay-as-you-go basis, which is why no provisions are made.

12. Non-technical provisions

	Provision for risks from capital investments		Other provisions		Total non-technical provisions	
	2015 CHF in 1,000s	2014 CHF in 1,000s	2015 CHF in 1,000s	2014 CHF in 1,000s	2015 CHF in 1,000s	2014 CHF in 1,000s
Status: 1 January	4 347 251	3 444 749	326 359	333 025	4 673 610	3 777 774
Creation	1 004 904	902 502	14 797	50 669	1 019 701	953 171
Appropriation	0	0	-25 827	-57 335	-25 827	-57 335
Status: 31 December	5 352 155	4 347 251	315 329	326 359	5 667 484	4 673 610

13. Short-term liabilities for goods and services

	2015 CHF in 1,000s	2014 CHF in 1,000s	+/- in %
Premiums to be repaid	-	154 853	-100.0
Accounts payable insurance benefits	8 979	105 728	-91.5
Accounts payable suppliers	29 686	28 939	2.6
Miscellaneous accounts payable	1 497	1 496	0.1
Accounts payable	40 162	136 163	-70.5
Total short-term liabilities for goods and services	40 162	291 016	-86.2

14. Other short-term liabilities

	2015 CHF in 1,000s	2014 CHF in 1,000s	+/- in %
Co-insurance	66 456	65 979	0.7
FCOS / Financial asset	41 000	38 000	7.9
Military insurance, current account	53 106	55 785	-4.8
Other	51 546	44 996	14.6
Total other short-term liabilities	212 108	204 760	3.6

15. Accrued liabilities and deferred income

	2015 CHF in 1,000s	2014 CHF in 1,000s	+/- in %
Premiums drawn in advance	-	679 291	-100.0
Premiums billed in advance	3 029 672	-	-
Recourse	390 001	-	-
Clearing accounts Sirius	29 093	-	-
Other accrued liabilities and deferred income	68 226	49 822	36.9
Total accrued liabilities and deferred income	3 516 992	729 113	382.4

Report by the Financial Supervisory Commission

As external auditors, Ernst & Young AG conducted a risk-oriented audit of Suva's 2015 annual financial statements on behalf of the Financial Supervisory Commission. The external auditors were also asked to examine the amount of premium surcharges levied for the prevention of occupational accidents and occupational diseases as well as the amount for the corresponding net premiums in 2015. The technical items relating to insurance were audited by the actuary of the Board of Directors, Professor Philippe Maeder.

In accordance with article 728a paragraph 1 item 3 of the Swiss Code of Obligations and Swiss Auditing Standard 890, Ernst & Young AG also confirmed to the Financial Supervisory Commission the existence of an internal control system designed in accordance with the instructions of the Board of Directors and the Board of Management for the compilation of the annual financial statements.

On the basis of the reports submitted by Ernst & Young AG on the audits conducted according to standard professional principles and the report submitted by the actuary on the technical audit, the Financial Supervisory Commission concludes that these audits represent an appropriate basis for the Commission's application to approve the annual financial statements. According to the assessment by the auditors acting on behalf of the Financial Supervisory Commission, the annual financial statements are in line with statutory regulations as well as with Suva's accounting and valuation principles.

The Board of Directors is therefore requested to approve the 2015 financial statements and to formally approve the actions of the Board of Management.

Lucerne, 27 April 2016

Financial Supervisory Commission

Chairman:
Roman Rogger

Vice-Chairman:
Urs Masshardt

Members:
Judith Bucher
Monika Bütler
Silvia Huber

Secretary:
Barbara Häseli

Resolution by the Board of Directors

The report by the Financial Supervisory Commission of 27 April 2016 relating to the examination of Suva's accounts for the year 2015 has been noted.

- 1.** Suva's Annual Report and financial statements for 2015 are approved.
- 2.** The deposits scheduled in Art. 111 of the Ordinance on Accident Insurance of 20 December 1982 for the general reserves are set at 1 per cent of premium income to be debited to the technical account.
- 3.** The amount of CHF 1,004,904,055 is allocated to the provision for capital investment risks and debited to the capital earnings account.
- 4.** The expenditure surplus of CHF 13,667,555 in occupational accident insurance is drawn from the equalisation reserve of this branch of insurance.
- 5.** The expenditure surplus of CHF 52,767,538 in non-occupational accident insurance is drawn from the equalisation reserve of this branch of insurance.
- 6.** The income surplus of CHF 11,376,037 in voluntary insurance for entrepreneurs is allocated to the equalisation reserve of this branch of insurance.
- 7.** The income surplus of CHF 34,267,386 in insurance for the unemployed is allocated to the equalisation reserve of this branch of insurance.
- 8.** The balanced accounts for the military insurance are approved.
- 9.** The actions of the Board of Management and the accountants are formally approved.

Our thanks are due to the Board of Management as well as the members of staff in appreciation of their work.

The report and financial statements will be submitted to the Federal Council for approval in accordance with Art. 61, § 3 of the Federal Act on Accident Insurance (AIA).

Lucerne, 10 June 2016

On behalf of the Board of Directors
Chairman: Markus Dürri
Secretary-General: Marc Epelbaum

Notes on the financial statements 2015

Capital investments

Investment year 2015

In financial year 2015, Suva posted an investment performance of 1.2 per cent. The asset classes which made particularly positive contributions to the result are bonds, shares, private markets and real estate. The investment situation in emerging markets, gold and commodities proved more difficult. Despite the removal of the euro exchange rate cap, exchange rate effects were kept low thanks to a high hedge ratio. Suva's investment strategy focuses on the long term and aims at broad diversification. About half of the assets are invested in fixed-interest securities, at least 20 per cent are invested in shares and the remainder is invested in real estate, gold and alternative investments.

Performance

For investment year 2015, Suva posted a performance of 1.2 per cent (previous year: 7.0 per cent) with a capital investment market value (without the cash and cash equivalents of the current assets) as at 31 December 2015 of CHF 46,402.8m (previous year: CHF 46,286.1m).

Direct yield

Direct yield is calculated on the average amount of capital invested taking earned and accrued interest into account as well as accrued dividends and other current earnings. A direct yield of 2.2 per cent (previous year: 2.2 per cent) is posted for 2015.

Overview of the direct yield and performance of capital investments over the past five years:

Year	Direct yield	Total yield (performance)
	%	%
2011	2.4	0.2
2012	2.3	8.6
2013	2.3	4.7
2014	2.2	7.0
2015	2.2	1.2
Average of the last 3 years (geometrically)	2.3	4.3
Average of the last 5 years (geometrically)	2.3	4.3

The financial coverage ratio as at 31 December 2015 amounted to 133.6 per cent, which corresponds to solid financing.

	2015	2014	As of 31.12.2015	As of 31.12.2014
	Earnings CHF in 1,000s	Earnings CHF in 1,000s	Loaned CHF in 1,000s	Loaned CHF in 1,000s
Securities lending				
Loan of securities	7 757	7 548	3 466 406	3 923 352

To collateralise securities lending, collateral in the amount of CHF 3,552,509,000 was made available to Suva.

Undisclosed reserves	2015	2014
	CHF in 1,000s	CHF in 1,000s
Liquid assets	0	0
Mortgages, loans and syndicated loans	0	0
Bonds	830 749	991 351
Indirect real estate investments	304 772	338 841
Investment property	846 919	776 511
Shares	2 527 434	3 493 856
Alternative investments	1 885 519	1 860 761
Derivatives (overlays) and opportunities	50 152	61 461
Total	6 445 545	7 522 782

The entire reserves for risks from capital investments thus amounted to CHF 11,797.7m. These comprised undisclosed reserves amounting to CHF 6,445.5m and the provisions for risks from capital investments of CHF 5,352.2m.

Operating costs

Premium surcharges for operating costs

In the year under review, the income from premium surcharges for the management costs of insurance operations amounted to CHF 423.0m (previous year: CHF 425.5m). This amount is used by Suva to meet insurance operating costs.

Premium surcharges for occupational accident prevention

Suva received CHF 91.2m (previous year: CHF 91.3m) from the premium surcharge for occupational accident insurance and insurance for the unemployed. In accordance with Art. 87, § 2 of the Federal Act on Accident Insurance (AIA), Suva transferred this sum to the special account of the Federal Coordination Commission for Occupational Safety (FCOS). Suva's expenses as an occupational safety body are refunded by FCOS. In the year under review, this amounted to CHF 93.3m (previous year: CHF 93.4m).

Premium surcharges for non-occupational accident prevention

In accordance with Art. 88 of the Federal Act on Accident Insurance (AIA), Suva levies premium surcharges for leisure-time safety on the net premiums for non-occupational accident insurance. In financial year 2015, these amounted to CHF 15.2m (previous year: CHF 14.9m). These funds were used in accordance with Art. 100 of the Accident Prevention Ordinance (APO). Suva made CHF 12.2m (80 per cent) of these funds available to the Swiss Council for Accident Prevention (bfu) in Bern for their prevention activities in the areas of road safety, the household and sports. Suva used the remaining contributions for its own complementary activities and campaigns.

Allocation of costs

Compared with the previous year, overall operating costs increased by CHF 6.0m or 1.1 per cent. Of the overall operating costs, 80.3 per cent (previous year: 80.3 per cent) went on insurance operations, 16.8 per cent (previous year: 16.9 per cent) went on the prevention of occupational accidents and diseases and 2.9 per cent (previous year: 2.8 per cent) went on the prevention of non-occupational accidents.

Profit and loss account

Occupational accident insurance

	2015	2014
	CHF in 1,000s	CHF in 1,000s
Gross premiums for companies, incl. surcharges	1 762 846	1 762 257
Premium losses (balance)	-6 036	-3 949
Premiums	1 756 810	1 758 308
Allocated interest	295 402	297 238
Care benefits and reimbursement of expenses	-423 546	-417 357
Daily benefits	-556 107	-551 349
Pensions and capital benefits	-610 044	-621 319
Cost-of-living allowances to pensioners	-126 698	-137 360
Recourse income	31 597	35 379
Insurance benefits paid	-1 684 798	-1 692 006
Change in technical provisions	-64 824	-107 088
Claims expenditure	-1 749 622	-1 799 094
Reimbursed expenditure for occupational safety	93 331	93 420
Contribution to the prevention of occupational accidents and diseases	-90 861	-91 032
Other technical result	2 470	2 388
Insurance operations	-174 859	-164 681
Prevention of accidents and occupational diseases	-93 331	-93 420
Operating expenditure	-268 190	-258 101
Ordinary allocation to the general reserves	-17 152	-16 918
Technical result	19 718	-16 179
Financial result	14 301	103 427
Annual result prior to the reduction in the equalisation reserve	34 019	87 248
Reduction in the equalisation reserve	-47 687	-70 479
Annual result after the reduction in the equalisation reserve	-13 668	16 769

Profit and loss account: notes

Occupational accident insurance

Declining accident figures

In 2015, 180,376 occupational accidents and diseases were reported to Suva. This represents 1,765 reports or 1.0 per cent less than in the previous year.

New pension awards

The number of newly awarded occupational accident insurance disability pensions amounted to 805 (previous year: 880) and there were 143 (previous year: 125) survivors' pensions.

Positive closing

With premium income of CHF 1,756.8m (previous year: CHF 1,758.3m), technical interest income of CHF 295.4m (previous year: CHF 297.2m) and claims expenditure of CHF 1,749.6m (previous year: CHF 1,799.1m), the operating account for occupational accident insurance posted a technical result of CHF 19.7m (previous year: CHF -16.2m). It includes the statutory allocation to the general reserves of CHF 17.2m (Art. 111 of the Accident Insurance Ordinance AIO). It also includes operating costs of CHF 268.2m (previous year: CHF 258.1m) as well as premium surcharges for the prevention of occupational accidents and diseases in the amount of CHF 90.9m (previous year: CHF 91.0m). In accordance with Art. 87, § 2 of the Federal Act on Accident Insurance (AIA), the latter have been transferred to the special account of the Federal Coordination Commission for Occupational Safety (FCOS).

Together with the financial result of CHF 14.3m (previous year: CHF 103.4m), the result for the reporting year is an income surplus of CHF 34.0m (previous year: CHF 87.2m). Taking into account the reduction in the equalisation reserve of CHF 47.7m, this results in an expenditure surplus of CHF 13.7m, which is taken from the equalisation reserve.

Increase in wages and salaries

In the course of the year under review, the wages and salaries on which the accounts are based increased by CHF 722.1m or by 0.51 per cent to CHF 143.5bn.

Profit and loss account

Non-occupational accident insurance

	2015	2014
	CHF in 1,000s	CHF in 1,000s
Gross premiums for companies, incl. surcharges	2 258 202	2 231 126
Premium losses (balance)	-7 922	-5 053
Premiums	2 250 280	2 226 073
Allocated interest	327 475	327 125
Care benefits and reimbursement of expenses	-792 664	-766 800
Daily benefits	-676 044	-672 424
Pensions and capital benefits	-649 901	-634 642
Cost-of-living allowances to pensioners	-135 919	-135 617
Recourse income	113 295	136 229
Insurance benefits paid	-2 141 233	-2 073 254
Change in technical provisions	-210 541	-256 696
Claims expenditure	-2 351 774	-2 329 950
Insurance operations	-234 088	-239 503
Prevention of non-occupational accidents	-15 106	-14 245
Operating expenditure	-249 194	-253 748
Ordinary allocation to the general reserves	-22 582	-22 311
Technical result	-45 795	-52 811
Financial result	-6 973	128 399
Annual result	-52 768	75 588

Profit and loss account: notes

Non-occupational accident insurance

Rising accident figures

In 2015, the number of non-occupational accidents insurance accidents reported to Suva amounted to 265,297, which is an increase of 3,937 cases or 1.5 per cent compared with the previous year.

Increase in new pension awards

The number of newly awarded non-occupational accident insurance disability pensions amounted to 719 (previous year: 718) accompanied by a total of 130 survivors' pensions (previous year: 88).

Positive closing

With premium income of CHF 2,250.3m (previous year: CHF 2,226.1m), technical interest income of CHF 327.5m (previous year: CHF 327.1m) and claims expenditure of CHF 2,351.8m (previous year: CHF 2,329.9m), the operating account for non-occupational accident insurance posted a technical result of CHF –45.8m (previous year: CHF –52.8m). It includes the statutory allocation to the general reserves of CHF 22.6m (Art. 111 AIO). It also includes operating costs of CHF 249.2m (previous year: CHF 253.7m) as well as the premium surcharges for leisure-time safety in the amount of CHF 15.2m (previous year: CHF 14.9m). From the latter, CHF 12.2m (previous year: CHF 12.0m) has been made available to the Swiss Council for Accident Prevention (bfu) in Bern as a contribution towards operating costs.

Together with the financial result of CHF –7.0m (previous year: CHF 128.4m), the result for the reporting year is an expenditure surplus of CHF 52.8m (previous year: CHF 75.6m), which is taken from the equalisation reserve.

Increase in wages and salaries

The wages and salaries on which the accounts are based increased by CHF 678.2m or by 0.48 per cent to CHF 142.8bn.

Profit and loss account

Voluntary insurance for entrepreneurs

	2015	2014
	CHF in 1,000s	CHF in 1,000s
Gross premiums for companies, incl. surcharges	21 647	21 592
Premium losses (balance)	-80	-202
Premiums	21 567	21 390
Allocated interest	5 496	5 646
Care benefits and reimbursement of expenses	-5 490	-5 084
Daily benefits	-5 882	-6 413
Pensions and capital benefits	-11 236	-11 516
Cost-of-living allowances to pensioners	-1 139	-888
Recourse income	584	805
Insurance benefits paid	-23 163	-23 096
Change in technical provisions	8 412	673
Claims expenditure	-14 751	-22 423
Operating expenditure (insurance operations)	-1 975	-1 192
Ordinary allocation to the general reserves	-216	-216
Technical result	10 121	3 205
Financial result	1 255	1 774
Annual result	11 376	4 979

Profit and loss account: notes

Voluntary insurance for entrepreneurs

Decrease in the number of accidents and new pensions

At the end of the year under review, 8,249 people (previous year: 8,126) were voluntarily insured with Suva. They suffered 1,131 accidents (previous year: 1,146). The number of newly awarded voluntary insurance disability pensions amounted to 8 (previous year: 12), with 2 survivors' pensions (previous year: 1).

Positive closing

With premium income of CHF 21.6m (previous year: CHF 21.4m), technical interest income of CHF 5.5m (previous year: CHF 5.6m) and claims expenditure of CHF 14.8m (previous year: CHF 22.4m), the operating account for voluntary insurance for entrepreneurs posted a technical result of CHF 10.1m (previous year: CHF 3.2m). It includes the statutory allocation to the general reserves of CHF 0.2m (Art. 111 AIO) as well as the operating costs of CHF 2.0m (previous year: CHF 1.2m).

Together with the financial result of CHF 1.3m (previous year: CHF 1.8m), the result for the reporting year is an income surplus of CHF 11.4m (previous year: CHF 5.0m), which is allocated to the equalisation reserve.

Increase in wages and salaries

The wages and salaries in voluntary insurance for entrepreneurs on which the accounts are based increased by CHF 3.4m or by 0.62 per cent to CHF 555.8m.

Profit and loss account

Accident insurance for the unemployed

	2015	2014
	CHF in 1,000s	CHF in 1,000s
Premiums	194 017	183 510
Allocated interest	19 648	19 653
Care benefits and reimbursement of expenses	-52 212	-51 045
Daily benefits	-66 670	-63 426
Pensions and capital benefits	-30 663	-30 959
Cost-of-living allowances to pensioners	-1 587	-1 648
Recourse income	7 468	8 431
Insurance benefits paid	-143 664	-138 647
Change in technical provisions	-23 342	-44 655
Claims expenditure	-167 006	-183 302
Contribution towards the prevention of occupational accidents and diseases	-326	-311
Other technical result	-326	-311
Insurance operations	-15 507	-16 394
Prevention of non-occupational accidents	-1 257	-1 188
Operating expenditure	-16 764	-17 582
Ordinary allocation to the general reserves	-1 940	-1 835
Technical result	27 629	133
Financial result	6 639	8 362
Annual result	34 268	8 495

Profit and loss account: notes

Accident insurance for the unemployed

Higher number of accidents

In the year under review, jobseekers in Switzerland suffered 16,382 accidents (previous year: 15,274), which represented an increase of 7.3 per cent. The number of disability pensions awarded in accident insurance for the unemployed amounted to 73 (previous year: 104) and survivors' pensions were awarded in 3 cases (previous year: 5).

Positive result

With premium income of CHF 194.0m (previous year: CHF 183.5m), technical interest income of CHF 19.7m (previous year: CHF 19.7m) and claims expenditure of CHF 167.0m (previous year: CHF 183.3m), the operating account for accident insurance for the unemployed posted a technical result of CHF 27.6m (previous year: CHF 0.1m). Premium income in accident insurance for the unemployed can fluctuate sharply depending on the state of the economy. The technical result includes the statutory allocation to the general reserves of CHF 1.9m (Art. 111 AIO). It also includes operating costs of CHF 16.8m (previous year: CHF 17.6m) as well as premium surcharges for the prevention of occupational accidents and diseases in the amount of CHF 0.3m (previous year: CHF 0.3m). In accordance with Art. 87, § 2 of the Federal Act on Accident Insurance (AIA), the latter are transferred to the special account of the Federal Coordination Commission for Occupational Safety (FCOS).

Together with the financial result of CHF 6.6m (previous year: CHF 8.4m), an income surplus of CHF 34.3m (previous year: CHF 8.5m) is posted for the reporting year, which is allocated to the equalisation reserve.

Increase in wages and salaries

The wages and salaries insured in this insurance branch amounted to CHF 4.8bn. This corresponds to an increase of 5.76 per cent or CHF 259.2m.

Profit and loss account

Military insurance

	2015	2014
	CHF in 1,000s	CHF in 1,000s
Premiums	16 973	17 671
Care benefits and reimbursement of expenses	-71 986	-65 564
Daily benefits	-28 222	-26 801
Pensions and capital benefits	-93 880	-96 624
Recourse income	1 178	472
Insurance benefits paid	-192 910	-188 518
Claims expenditure	-192 910	-188 518
Reimbursed expenditure for military insurance	197 217	191 507
Other technical result	197 217	191 507
Operating expenditure for insurance operations	-21 281	-20 660
Annual result	-	-

Profit and loss account: notes

Military insurance

With the signing of the agreement on 18/19 May 2005 between the Swiss Confederation, represented by the Director of the Federal Department of Home Affairs, and Suva, the management of military insurance was transferred to Suva on 1 July 2005. Military insurance is managed by Suva as independent social insurance according to the Federal Act on Military Insurance (Milla). Insurance benefits and the administrative costs of military insurance continue to be financed by the Confederation in a special form of the allocation process unless covered by premiums and recourse income. Suva conducts separate accounting for military insurance, which forms the basis for payments to be made by the Confederation.

The task of military insurance is to cover all health risks encountered by the Confederation's security forces (armed forces, civil defence, Swiss Humanitarian Aid Unit, peacekeeping missions of the Confederation as well as civilian service) during active duty. Military insurance covers all impairments to insurees' physical or mental health incurred while carrying out the aforementioned services or activities.

The Confederation bears the technical insurance risk. Suva acts as the fiduciary processor but not as insurer for the Confederation. On this basis, Suva has neither an agreed nor a factual obligation to defer lump sum benefits.

Care benefits

Increasing case numbers, individual expensive cases and general cost trends led to an increase in care benefits compared with the previous year.

Pension payments on the decline

The number of new disability pensions has been reduced significantly over the past few years as a result of case management and consistently implemented occupational rehabilitation. The reduction in pension costs is also attributable to the demographic stratification among the pensioners.

Operating costs (insurance operations)

For managing the military insurance according to their agreement, the Swiss Confederation reimburses Suva for the effective operating costs it incurs for the implementation of the Milla. The costs rose slightly as against the previous year due to projects aimed at increasing efficiency.

Key figures over the past five years

Balance sheet	2015	2014	2013	2012	2011
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Balance sheet total	44 460.6	40 680.9	39 197.6	37 747.5	35 678.7
Capital investments	39 957.2	38 763.4	37 798.8	36 037.3	33 941.0
Intangible assets	254.2	250.5	196.7	167.1	124.8
Fixed assets	49.3	52.7	46.9	68.6	48.4
Non-current assets	40 260.7	39 066.6	38 042.4	36 273.0	34 114.2
Receivables	3 150.6	517.8	357.6	333.6	416.7
Cash	789.8	861.8	556.5	916.2	896.8
Material and goods inventories	1.8	2.2	2.4	3.1	0.9
Prepayments and accrued income	257.7	232.5	238.7	221.6	250.1
Current assets	4 199.9	1 614.3	1 155.2	1 474.5	1 564.5
General reserves	1 292.2	1 250.3	1 208.9	1 167.7	1 126.1
Equalisation reserves	1 415.2	1 436.0	1 330.2	1 318.6	1 071.8
Equity	2 707.4	2 686.3	2 539.1	2 486.3	2 197.9
Provisions for short-term benefits	8 372.1	8 215.1	8 073.4	7 584.8	7 354.2
Actuarial reserves (incl. cost-of-living allowances)	23 932.7	23 799.5	23 533.4	23 427.6	23 135.8
Technical provisions	32 304.8	32 014.6	31 606.8	31 012.4	30 490.0
Non-technical provisions	5 667.5	4 673.6	3 777.8	2 887.3	1 714.1
Financial liabilities	11.6	81.6	81.0	81.4	70.0
Non-current (long-term) liabilities	37 983.9	36 769.8	35 465.6	33 981.1	32 274.1
Liabilities from services and goods	252.3	495.8	578.0	718.9	672.8
Accrued liabilities and deferred income	3 517.0	729.1	614.9	561.2	533.9
Current (short-term) liabilities	3 769.3	1 224.9	1 192.9	1 280.1	1 206.7

Overall operating account	2015	2014	2013	2012	2011
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Premiums (gross, less losses)	4 239.6	4 207.0	4 184.5	4 162.0	4 361.7
Allocated interest	648.0	649.7	751.1	746.8	732.5
Care benefits and reimbursement of expenses	-1 345.9	-1 305.8	-1 220.1	-1 147.0	-1 088.3
Daily benefits	-1 332.9	-1 320.4	-1 231.0	-1 265.2	-1 220.9
Pensions and capital benefits	-1 395.7	-1 395.1	-1 389.7	-1 376.0	-1 379.5
Cost-of-living allowances to pensioners	-265.3	-275.5	-286.1	-296.7	-307.3
Recourse income	154.1	181.3	187.8	201.5	216.2
Insurance benefits paid out	-4 185.7	-4 115.5	-3 939.1	-3 883.4	-3 779.8
Provisions for short-term benefits	-157.0	-141.7	-488.6	-230.6	-252.7
Actuarial reserves	-126.1	-263.1	-100.9	-287.1	-693.4
Provisions for cost-of-living allowances	-7.2	-3.0	-4.9	-4.7	-3.6
Change in technical provisions	-290.3	-407.8	-594.4	-522.4	-949.7
Claims expenditure	-4 476.0	-4 523.3	-4 533.5	-4 405.8	-4 729.5
Reimbursed expenditure for occupational safety	93.3	93.4	94.0	95.1	97.6
Contribution to the prevention of occupational accidents and occupational diseases	-91.2	-91.3	-90.9	-90.9	-96.0
Reimbursed expenditure for military insurance	197.2	191.5	198.9	197.3	198.2
Other technical result	199.3	193.6	202.0	201.5	199.8
Operating expenditure	-557.3	-551.3	-547.9	-555.3	-529.9
Ordinary allocation to the general reserves	-41.9	-41.3	-41.3	-41.5	-43.5
Technical result	11.7	-65.6	14.9	107.7	-8.9
Income from capital investments	711.4	937.4	839.3	926.4	902.1
Technical interest expense	-648.0	-649.7	-751.1	-746.8	-732.5
Other financial earnings	-2.9	0.4	0.2	-0.9	-0.7
Expenditure for capital investment management	-45.3	-46.2	-41.8	-39.5	-37.3
Financial result	15.2	241.9	46.6	139.2	131.6
Annual result prior to the reduction in the equalisation reserve	27.0	176.3	61.5	246.9	122.7
Reduction in the equalization reserve	-47.7	-70.5	-50.0	-	-
Annual result after the reduction in the equalisation reserve	-20.7	105.8	11.5	246.9	122.7

**Actuarial reserves
(excl. cost-of-living allowances)**

	2015	2014	2013	2012	2011
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Long-term benefits in occupational accident insurance	10 912.5	10 879.0	10 799.0	10 665.1	10 554.6
Change	33.5	80.0	133.9	110.5	297.6
Long-term benefits in non-occupational accident insurance	12 011.8	11 912.0	11 752.3	11 807.5	11 648.5
Change	99.8	159.7	-55.2	159.0	369.0
Long-term benefits in voluntary insurance for entrepreneurs	212.4	221.2	217.1	215.1	216.7
Change	-8.8	4.1	2.0	-1.6	4.8
Long-term benefits in accident insurance for the unemployed	758.9	757.2	737.9	717.8	698.6
Change	1.7	19.3	20.1	19.2	22.0
Total	23 895.6	23 769.4	23 506.3	23 405.5	23 118.4

**Provisions for short-term benefits
(for current cases)**

	2015	2014	2013	2012	2011
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Provisions	8 372.1	8 215.1	8 073.4	7 584.8	7 354.2
Change	157.0	141.7	488.6	230.6	252.7

Total insured wages and salaries

	2015	2014	2013	2012	2011
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Occupational accident insurance	143 545.2	142 823.1	140 224.2	137 664.2	134 979.3
Change	722.1	2 598.9	2 560.0	2 684.9	5 047.4
Non-occupational accident insurance	142 754.6	142 076.4	139 509.4	136 955.5	134 217.2
Change	678.2	2 567.0	2 553.9	2 738.3	4 995.0
Accident insurance for the unemployed	4 762.0	4 502.8	4 415.6	3 924.3	3 817.2
Change	259.2	87.2	491.3	107.1	-1 197.4

Development of accident figures

	2015	2014	2013	2012	2011
	No. of cases	No. of cases	No. of cases	No. of cases	No. of cases
Occupational accident insurance	180 376	182 141	183 763	185 916	188 576
Change	-1 765	-1 622	-2 153	-2 660	3 789
Non-occupational accident insurance	265 297	261 360	263 021	260 985	261 802
Change	3 937	-1 661	2 036	-817	7 199
Voluntary insurance for entrepreneurs	1 131	1 146	1 233	1 170	1 202
Change	-15	-87	63	-32	-36
Accident insurance for the unemployed	16 382	15 274	14 759	14 000	14 844
Change	1 108	515	759	-844	-3 422
Total	463 186	459 921	462 776	462 071	466 424

Development of market values of capital investments

	2015	2014	2013	2012	2011
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Liquid investments	1 944.1	1 711.3	2 011.7	2 155.7	1 334.5
Mortgages	500.0	419.6	416.8	409.7	419.2
Loans and syndicated loans	5 722.8	5 604.3	5 338.6	4 947.6	4 827.5
Bonds in CHF	8 477.9	7 577.3	7 235.3	7 139.8	7 695.9
Bonds in foreign currency	4 847.7	5 508.3	5 135.0	4 406.3	4 096.8
Indirect real estate investments	1 355.9	1 491.4	1 100.6	1 195.2	1 254.8
Investment property (including investment property under construction)	4 826.1	4 644.2	4 546.0	4 314.6	4 219.1
Shares in Switzerland	3 332.4	3 285.2	3 408.3	3 752.6	3 624.2
Shares outside Switzerland	6 917.0	7 273.6	6 475.9	5 722.8	4 898.8
Alternative investments	8 684.5	8 922.4	8 100.5	7 615.5	5 948.6
Derivatives (overlays) and opportunities	-205.6	-151.5	236.6	233.7	35.5
Total market values of capital investments	46 402.8	46 286.1	44 005.3	41 893.6	38 355.0