



Annual Report 2013

Financial report

suva

insurance plus

Suva

P.O. Box, 6002 Lucerne
Switzerland
Phone +41(0)41 419 58 51
medien@suva.ch
www.suva.ch

Design concept: hilda design matters, Zürich
Photo: Jonas Kuhn, Zürich

Suva's Annual Report is also available:

- in printed form in French, German, Italian
- in abbreviated form in English, French, German and Italian
- in digital form in PDF format, as an infographic movie and as e-paper in English (financial section), French, German and Italian at www.suva.ch

Orders for printed versions:

www.suva.ch/waswo
Phone +41(0)41 419 58 51
Fax +41(0)41 419 59 17

Reprint permitted with reference to source.

© Suva, June 2014

Financial report

2
Brief commentary

3
Overall operating account

4
Balance sheet

5
Funds flow statement

6
Statement of changes in equity

7
Annex to the financial statements

19
Report by the Financial Supervisory
Commission

20
Resolutions by the Board of Directors

21
Notes on the financial statements

24
Profit and loss accounts

34
Key figures over the past five years

Brief commentary on the 2013 financial year

General remarks

Business year 2013 closed with an income surplus of CHF 11.6m (previous year: CHF 246.9m). After taking into account the CHF 50.0m that Suva returned to its insurees from the equalization reserve, the figure comparable with the previous year is CHF 61.6m.

Technical comments

Compared with the previous year, income from premiums increased by 0.5 per cent. However, it must not be forgotten that net premium rates for 2013 decreased once again, the reductions being an average of around 2 per cent for occupational accident insurance and 1 per cent for non-occupational accident insurance.

The number of disability pensions awarded increased for the first time since 2003. It remains to be seen whether this is a one-off correction in the long-term trend or a change in trend. Despite the slight increase in new pensions, there were still run-off profits on disability provisions (mathematical reserves for current pensions and loss reserves). All long-term obligations are fully covered.

On a comparable basis, the risk account closed with a profit of CHF 53.3m (previous year: CHF 162.0m).

Financial comments

In financial year 2013, Suva posted a good investment performance of 4.7 per cent in spite of volatile markets. Suva's financial coverage rose slightly by the end of 2013 to a new figure of 128 per cent, thus underscoring its continuing solid financing. Equity investments, which achieved significant share price gains, were primarily responsible for the gratifying result for 2013. Where bonds were concerned, rising interest rates led mainly to a slightly negative result. In 2013, Suva again generated attractive returns with its real estate investments. The overall performance of 4.7 per cent is above the average of the past ten years.

Viewed against this background, the financial result (including expenses for technical interest) amounts to CHF 46.6m (previous year: CHF 139.1m).

Operating expenditure

In the year under review, Suva's expenditure amounted to a total of CHF 547.9m, which was 1.3 per cent less than the figure for the previous year. Both expenditure as well as revenues fell short of the figures budgeted, the amount for the latter by CHF 8.3m (previous year: CHF 3.5m).

Lucerne, 14 April 2014

Chairman of the Board of Management:
Ulrich Fricker

Members of the Board of Management:
Edouard Currat
Ernst Mäder
Felix Weber

Overall operating account 2013

	Ref. no. ¹⁾	2013	2012
		CHF in 1,000s	CHF in 1,000s
Premiums	1	4 184 544	4 161 988
Allocated interest		751 113	746 836
Care benefits and reimbursement of expenses		-1 220 132	-1 146 962
Daily benefits		-1 230 998	-1 265 194
Pensions and capital benefits		-1 389 723	-1 375 996
Cost-of-living allowances for pensioners		-286 126	-296 740
Recourse income		187 829	201 486
Insurance benefits paid out		-3 939 150	-3 883 406
Provisions for short-term benefits		-488 600	-230 600
Provisions for long-term benefits		-100 880	-287 107
Provisions for cost-of-living allowances		-4 907	-4 671
Change in technical provisions	11	-594 387	-522 378
Claims expenditure		-4 533 537	-4 405 784
Reimbursed expenditure for occupational safety		94 047	95 130
Contribution to the prevention of occupational accidents and diseases		-90 900	-90 907
Reimbursed expenditure for military insurance		198 863	197 317
Other technical result		202 010	201 540
Operating expenditure	2	- 547 878	- 555 264
Ordinary allocation to the general reserves		-41 308	-41 536
Technical result		14 944	107 780
Income from capital investments	3	839 320	926 378
Allocated interest		-751 113	-746 836
Other financial earnings		153	-891
Expenditure for capital investment administration	4	-41 777	-39 526
Financial result		46 583	139 125
Annual result prior to the reduction in the equalization reserve		61 527	246 905
Reduction in the equalization reserve		-49 986	0
Annual result after the reduction in the equalization reserve		11 541	246 905
Allocation equalization reserves		11 541	246 905
Appropriation of the annual result		11 541	246 905

¹⁾ See Annex from page 9 on

Balance sheet as of 31 December 2013

	Ref. no ¹⁾	2013	2012
		CHF in 1,000s	CHF in 1,000s
Assets			
Non-current assets		38 042 358	36 272 969
Capital investments	5	37 798 767	36 037 322
Intangible assets	6	196 743	167 050
Fixed assets	7	46 848	68 597
Current assets		1 155 237	1 474 495
Receivables	8	357 648	333 611
Cash	9	556 542	916 174
Material and goods inventories for occupational safety		2 338	3 114
Prepayments and accrued income	10	238 709	221 596
Total assets		39 197 595	37 747 464
Liabilities			
General reserves		1 208 973	1 167 665
Equalization reserves		1 330 170	1 318 629
Equity		2 539 143	2 486 294
Provisions for short-term benefits		8 073 400	7 584 800
Provisions for long-term benefits		23 506 373	23 405 493
Provisions for cost-of-living allowances		27 015	22 108
Technical provisions	11	31 606 788	31 012 401
Non-technical provisions	12	3 777 774	2 887 323
Financial liabilities	5	80 974	81 402
Long-term borrowed capital		35 465 536	33 981 126
For goods/services	13	375 560	503 388
Other	14	202 467	215 495
Short-term liabilities		578 027	718 883
Accrued liabilities and deferred income	15	614 889	561 161
Short-term borrowed capital		1 192 916	1 280 044
Borrowed capital		36 658 452	35 261 170
Total liabilities		39 197 595	37 747 464

¹⁾ See Annex from page 9 on

Funds flow statement 2013

	2013	2012
	CHF in 1,000s	CHF in 1,000s
Annual result	11 541	246 905
Provisions for long-term benefits	100 880	287 107
Provisions for short-term benefits	488 600	230 600
Provisions for cost-of-living allowances VIE and AIU	4 907	4 671
Provisions for capital investment risks	875 892	1 118 392
Provisions for company development	10 176	51 754
Provisions for real estate maintenance and renovation	4 132	3 002
Increase in Suva Fund and Assistance Fund	555	330
Value adjustment of financial and capital investments	769 086	263 106
Value adjustment of operational real estate	60 318	0
Value adjustment of intangible assets	23 227	23 086
Value adjustment of fixed assets	11 198	11 032
Allocations to the general reserves	41 308	41 536
Expenditure and income with no effect on liquidity	2 390 279	2 034 616
Premium credit balance	-16 347	39 368
Other short-term credit balance	-7 691	43 694
Material and goods inventories	776	-2 182
Prepayments and accrued income	-17 113	28 516
Accounts payable	-140 855	46 064
Accrued liabilities and deferred income	53 728	27 210
Change in current assets	-127 502	182 670
Cash flow from operating activities	2 274 318	2 464 192
Net investments in money market investments	107 213	-842 607
Net investments in capital market investments	-2 439 168	-1 443 912
Net investments in investment real estate	-198 576	-72 873
Net investments in operational real estate	-38 306	-12 401
Net investments in intangible assets	-52 920	-65 358
Net investments in fixed assets	-11 461	-18 811
Cash flow from investment activities	-2 633 218	-2 455 963
Repayment of passive mortgages/investments	-428	11 402
Withdrawal/benefits from Suva Fund	-305	-206
Cash flow from financing activities	-733	11 196
= Net change in cash funds	-359 632	19 426
+ Opening balance of cash funds	916 174	896 749
= Closing balance of cash funds	556 542	916 174

Statement of changes in equity 2013

	OAI	NOAI	VIE	AIU	Total
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
General reserves					
Status: 1 January 2012	528 643	566 732	6 191	24 563	1 126 129
Ordinary allocation	17 514	22 189	222	1 611	41 536
Status: 31 December 2012	546 157	588 921	6 413	26 174	1 167 665
Ordinary allocation	16 999	22 289	218	1 802	41 308
Status: 31 December 2013	563 156	611 210	6 631	27 976	1 208 973
Equalization reserves					
Status: 1 January 2012	605 902	416 658	24 042	25 122	1 071 724
Allocation	74 848	141 148	8 367	22 542	246 905
Status: 31 December 2012	680 750	557 806	32 409	47 664	1 318 629
Allocation	17 858	21 243	2 522	19 904	61 527
Reduction	-49 986	-	-	-	-49 986
Status: 31 December 2013	648 622	579 049	34 931	67 568	1 330 170
Total equity	1 211 778	1 190 259	41 562	95 544	2 539 143

Annex to the financial statements 2013

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 organizational 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 Law on Accident Insurance (AIL), 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 Swiss Federal Law on Accident Insurance (AIL) lays down that the financing of cost-of-living allowances must be met by investment income resp. by cost-sharing contributions (Swiss Federal Law on Federal Law on Accident Insurance [AIL], Art. 90)). Furthermore, provisions for operating costs can be created for equalization purposes.

Suva is not involved in either active or passive re-insurance business. All business transactions are entered up in the books on the balance sheet date and evaluated from this moment in time for the determination of earnings according to the following principles.

Bonds in Swiss francs

Bonds in Swiss francs are reported in the balance sheet by the amortized-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 amortized-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 possible, identifiable losses; this is based on individual valuation 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 up.

Annex to the financial statements 2013

Investments in companies

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

Items in foreign currencies

Foreign exchange and 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)	2013	2012
	CHF	CHF
1 EUR	1.2273	1.2077
1 GBP	1.4782	1.4873
1 USD	0.8929	0.9154
1 CAD	0.8406	0.9228
100 JPY	0.8480	1.0553
1 AUD	0.7960	0.9515

Intangible assets

Acquired and own developed intangible assets such as IT software are capitalized 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 time period of 3 to 5 years, in justified cases over a maximum of 20 years.

Fixed assets

Fixed assets with an overall investment sum (effective from the investment decision) under CHF 500,000 are not capitalized 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 calculation principles determined by the FDHA on 1 September 1998. Current and future cost-of-living allowances are financed in accordance with the Swiss Federal Law on Accident Insurance (AIL) Art. 90 according to the pay-as-you-go method and are not deferred.

The determination of provisions for pending claims is 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 of 19 May 2005 with the Federal Council, Suva has neither an agreed nor a factual obligation to make actuarial provisions.

Annex to the financial statements 2013

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 und 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 organizational standpoint, however, they are largely autonomous and do their own accounting on the basis of the H+ accounting schedule with the corresponding structural regulations.

The clinics are not group companies in the sense of the accounting regulations.

Employee benefits

Where 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 law on occupational pension schemes. 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 pursue any transactions with related persons and organizations.

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 suggestions of a reduction in value, the realizable value is calculated (impairment test). If the book value exceeds the realizable 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

Annex to the financial statements 2013

1. Premiums	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Occupational accident insurance (OAI)	1 389 641	1 388 274	0.1
Non-occupational accident insurance (NOAI) incl. special premium arrangements	1 834 106	1 824 223	0.5
Voluntary insurance for entrepreneurs (VIE)	19 352	19 755	-2.0
Insurance for the unemployed (AIU)	160 273	143 224	11.9
Military insurance (MI)	17 530	17 177	2.1
Net premiums	3 420 902	3 392 653	0.8
Occupational accident insurance (OAI)	159 485	161 741	-1.4
Non-occupational accident insurance (NOAI)	240 325	240 437	-0.0
Voluntary insurance for entrepreneurs (VIE)	2 236	2 290	-2.4
Insurance for the unemployed (AIU)	18 432	16 471	11.9
Premium supplement for administrative costs	420 478	420 939	-0.1
Occupational accident insurance (OAI)	90 582	90 574	0.0
Non-occupational accident insurance (NOAI)	13 748	13 683	0.5
Insurance for the unemployed (AIU): Occupational accident insurance share	318	333	-4.5
Insurance for the unemployed (AIU): Non-occupational accident insurance share	1 165	1 036	12.5
Premium surcharge for accident prevention	105 813	105 626	0.2
Occupational accident insurance (OAI)	97 814	97 872	-0.1
Non-occupational accident insurance (NOAI)	128 687	128 206	0.4
Surcharge for the financing of cost-of-living allowances	226 501	226 078	0.2
Occupational accident insurance (OAI)	10 960	11 615	-5.6
Non-occupational accident insurance (NOAI)	10 244	10 659	-3.9
Voluntary insurance for entrepreneurs (VIE)	172	176	-2.3
Surcharge for deferred payments	21 376	22 450	-4.8
Occupational accident insurance (OAI)	1 409	1 319	6.8
Non-occupational accident insurance (NOAI)	1 848	1 717	7.6
Voluntary insurance for entrepreneurs (VIE)	22	15	46.7
Interest on arrears	3 279	3 051	7.5
Occupational accident insurance (OAI)	-5 949	-3 816	55.9
Non-occupational accident insurance (NOAI)	-7 735	-4 965	55.8
Voluntary insurance for entrepreneurs (VIE)	-121	-28	332.1
Net premium losses	-13 805	-8 809	56.7
Total premiums (gross) prior to the reduction in the equalization reserve	4 184 544	4 161 988	0.5
Occupational accident insurance (OAI)	-49 986	-	-
Reduction in the equalization reserve	-49 986	-	-
Total premiums	4 134 558	4 161 988	-0.7

Annex to the financial statements 2013

2. Operating expenditure

	2013	2012	+/-	+/-
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	in %
Personnel costs ¹⁾	444 840	436 015	8 825	2.0
Payments for services by third parties	36 422	37 041	-619	-1.7
Legal and consulting expenses	12 227	12 223	4	0.0
Furniture/machines/vehicles	3 930	4 201	-271	-6.5
IT costs	87 812	84 875	2 937	3.5
Cost of premises	45 356	58 338	-12 982	-22.3
Office and administrative expenses	41 926	36 947	4 979	13.5
Material and special expenses	15 514	15 269	245	1.6
Value adjustments	36 074	32 957	3 117	9.5
Other expenditure ²⁾	7 305	30 712	-23 407	-76.2
Total operating costs, gross	731 406	748 578	-17 172	-2.3
Proceeds from products and services	-31 006	-28 608	2 398	8.4
Offsetting internal services and activations ³⁾	-152 522	-164 706	-12 184	-7.4
Total operating costs, net	547 878	555 264	-7 386	-1.3

¹⁾ Including an extraordinary provision for new actuarial assumptions of the pension fund

²⁾ Previous year increase in expenditure for the replacement of core applications

³⁾ Including earnings from the capitalization of intangible investments according to Swiss GAAP FER

Distribution of operating costs over the insurance branches	2013 OAI	2012 OAI	2013 NOAI	2012 NOAI	2013 VIE	2012 VIE	2013 AIU	2012 AIU	2013 MI	2012 MI	2013 Total	2012 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	160 236	163 455	238 998	243 581	1 227	1 133	16 333	15 922	20 698	20 949	437 492	445 040
Prevention of occup. accidents and diseases	94 047	95 130	-	-	-	-	-	-	-	-	94 047	95 130
Prevention of non-occup. accidents	-	-	15 173	14 058	-	-	1 166	1 036	-	-	16 339	15 094
Total	254 283	258 585	254 171	257 639	1 227	1 133	17 499	16 958	20 698	20 949	547 878	555 264

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

	31.12.13 Excess coverage/short-falls according Swiss GAAP FER 26	31.12.13 Economic share of the company	31.12.12 Economic share of the company	2013 Affecting income change	2013 Contributions differentiated for the period	2013 Cost of provisions in personnel costs	2012 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
Providential plans without excess/deficient coverage	0	0	0	0	0	66 700	61 794

There is a plan for the employer's participation in the financing of the change in accounting principles.

Annex to the financial statements 2013

3. Income from capital investments

	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Liquid investments	1 630	6 825	-76.1
Mortgages, loans and syndicated loans	119 959	122 706	-2.2
Bonds	329 290	305 704	7.7
Indirect real estate investments	48 142	63 442	-24.1
Investment property	199 933	197 506	1.2
Shares	151 964	127 838	18.9
Alternative investments	189 025	125 276	50.9
Derivatives (overlays) and opportunities	0	0	-
Current earnings	1 039 943	949 297	9.5
Liquid investments	423	8 124	-94.8
Mortgages, loans and syndicated loans	373	0	-
Bonds	1 672 900	1 300 979	28.6
Indirect real estate investments	71 456	67 439	6.0
Investment property	4 666	17 567	-73.4
Shares	1 070 229	1 075 633	-0.5
Alternative investments	455 739	456 434	-0.2
Derivatives (overlays) and opportunities	5 286 415	3 137 441	68.5
Profit from the sale	8 562 200	6 063 616	41.2
Total earnings from capital investments	9 602 143	7 012 914	36.9
Liquid investments	-1 924	-19 729	-90.2
Mortgages, loans and syndicated loans	-1 466	0	-
Bonds	-1 423 261	-919 042	54.9
Indirect real estate investments	-2 745	-7 927	-65.4
Investment property	0	0	-
Shares	-159 579	-391 001	-59.2
Alternative investments	-417 802	-364 703	14.6
Derivatives (overlays) and opportunities	-5 111 069	-3 003 912	70.1
Losses from the sale	-7 117 845	-4 706 315	51.2
Liquid investments	-36 875	-21 386	72.4
Mortgages, loans and syndicated loans	-605	0	-
Bonds	-291 387	-54 587	433.8
Indirect real estate investments	-8 098	-15 540	-47.9
Investment property	-15 938	-21 111	-24.5
Shares	-119 256	-129 362	-7.8
Alternative investments	-442 161	-197 174	124.2
Derivatives (overlays) and opportunities	145 234	177 330	-18.1
Value adjustments	-769 086	-261 829	193.7
Total expenses from capital investments	-7 886 931	-4 968 144	58.8
Allocation of the provision for capital investment risks	-875 892	-1 118 392	-21.7
Income from capital investments	839 320	926 378	-9.4

Annex to the financial statements 2013

4. Expenditure for capital investment administration

	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Liquid investments	1 135	778	45.9
Mortgages, loans and syndicated loans	4 741	3 771	25.7
Bonds	7 210	5 605	28.6
Indirect real estate investments	1 395	1 207	15.6
Investment property	12 963	13 444	-3.6
Shares	6 949	6 656	4.4
Alternative investments	6 865	7 090	-3.2
Derivatives (overlays) and opportunities	519	975	-46.8
Total expenditure for capital investment administration	41 777	39 526	5.7

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	31.12.12	2013	31.12.13	31.12.12	31.12.13
	Balance	Changes in value	Book value	Balance	Market value
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s
Liquid investments ¹⁾	2 155 746	-144 088	2 011 658	2 155 746	2 011 658
Mortgages	409 715	7 117	416 832	409 715	416 832
Mortgages, loans and syndicated loans ²⁾	4 947 634	390 975	5 338 609	4 947 634	5 338 609
Bonds in CHF	6 716 312	416 992	7 133 304	7 139 799	7 235 312
Bonds in foreign currency	3 785 156	970 130	4 755 285	4 406 347	5 134 998
Indirect real estate investments	953 169	-41 391	911 778	1 195 197	1 100 601
Real estate investments ³⁾	3 633 474	181 516	3 814 990	4 314 582	4 546 022
Shares in Switzerland	2 613 269	-581 098	2 032 170	3 752 595	3 408 273
Shares outside Switzerland	4 503 608	28 868	4 532 476	5 722 833	6 475 866
Alternative investments	6 092 788	541 851	6 634 639	7 615 476	8 100 533
Derivatives (overlays) and opportunities	226 453	-9 426	217 027	233 704	236 566
Total	36 037 322	1 761 445	37 798 767	41 893 629	44 005 271

¹⁾ Including cash accounts for capital investments in the amount of CHF 1,151.8m (previous year: CHF 1,119.5m)

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 81.0m

Insurance value of real estate investments per year-end

	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Investment properties: value of building insurance	3 959 649	3 949 841	0.2

Annex to the financial statements 2013

Open financial derivative instruments (derivatives shown in the capital investments)	Contract value		Market/book values			Total 31.12.12 CHF in 1,000s
	31.12.13	31.12.12	Positive	Negative	Total	
	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	CHF in 1,000s	
Hedging						
Currency forward transactions (OTC)	16 396 854	15 542 181	192 952	-58 440	134 512	181 190
Total hedging	16 396 854	15 542 181	192 952	-58 440	134 512	181 190
Trade						
Bond futures (ETD)	1 126 642	1 802 321	0	0	0	0
Interest rate swaps (OTC)	618 765	1 299 753	15 626	-17 635	-2 010	-3 956
Total bond and interest derivatives	1 745 407	3 102 073	15 626	-17 635	-2 010	-3 956
Stock futures (ETD)	1 662 778	1 369 354	0	0	0	0
Stock options (OTC)	7 410	10 805	377	-31	347	-374
Total stock derivatives	1 670 189	1 380 159	377	-31	347	-374
Currency forward transactions (OTC)	13 362	18 409	32 290	-20 301	11 989	-576
Total currency forward transactions	13 362	18 409	32 290	-20 301	11 989	-576
Index swaps (OTC)	322 518	443 288	0	656	0	656
Total index swaps	322 518	443 288	0	656	0	656
Total trade	3 751 476	4 943 929	48 293	-37 310	10 327	-4 249
Total derivatives	20 148 330	20 486 109	241 245	-95 750	144 839	176 940
Hedging of OTC derivatives (CSA)			2 800	-121 575	-118 775	-22 850
Residual counterparty risk					26 064	154 090

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 positive value of the OTC derivative portfolio of CHF 144.8m was thus covered as of the end of 2013 by collateral items amounting to a total of CHF 118.8m.

In the repo market, Suva had a total of CHF 220.0m outstanding as cash provider per 31 December 2013 whereby 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 2013 amounted to CHF 1,851.3m (previous year: CHF 1,698.8m). They are made up of the following:

- customary, irrevocable payment obligations for private equity of CHF 1,760.9m (previous year: CHF 1,667.7m) as well as for mortgages of CHF 8.4m (previous year: CHF 3.3m)
- forward mortgage transactions with disbursement date 2014 of CHF 36.5m (previous year: CHF 27.8m)
- pledged syndicated loans of CHF 45.5m

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

Annex to the financial statements 2013

6. Intangible assets	Acquired EDP software		Suva-generated EDP software		Total intangible assets	
	2013 CHF in 1,000s	2012 CHF in 1,000s	2013 CHF in 1,000s	2012 CHF in 1,000s	2013 CHF in 1,000s	2012 CHF in 1,000s
Net book value on 1 January	101	2 045	166 949	122 733	167 050	124 778
Acquisition values						
Status: 1 January	4 688	4 537	238 167	172 960	242 855	177 497
Accruals	-	151	55 446	66 006	55 446	66 157
Disposals	-	-	-2 526	-799	-2 526	-799
Status: 31 December	4 688	4 688	291 087	238 167	295 775	242 855
Accumulated value adjustments						
Status: 1 January	-4 587	-2 492	-71 218	-50 227	-75 805	-52 719
Scheduled write-downs	-51	-2 095	-25 702	-21 790	-25 753	-23 885
Disposals	-	-	2 526	799	2 526	799
Status: 31 December	-4 638	-4 587	-94 394	-71 218	-99 032	-75 805
Net book value on 31 December	50	101	196 693	166 949	196 743	167 050

Annex to the financial statements 2013

7. Fixed assets	Operational real estate		Assets in construction		Tenant improvements		Other fixed assets		Total fixed assets	
	2013	2012	2013	2012	2013	2012	2013	2012	2013	2012
	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	22 012	9 611	43 827	36 989	2 758	1 817	68 597	48 417
Acquisition values										
Status: 1 January	338 268	338 268	22 012	9 611	94 097	78 385	7 463	4 364	461 840	430 628
Accruals	60 318	-	38 306	12 401	8 500	15 712	2 961	3 099	110 085	31 212
Disposals	-	-	-60 318	-	-	-	-	0	-60 318	0
Status: 31 December	398 586	338 268	0	22 012	102 597	94 097	10 424	7 463	511 607	461 840
Accumulated value adjustments										
Status: 1 January	-338 268	-338 268	-	-	-50 270	-41 396	-4 705	-2 547	-393 243	-382 211
Scheduled write-downs	-60 318	-	-	-	-8 575	-8 874	-2 623	-2 158	-71 516	-11 032
Disposals	-	-	-	-	-	-	-	0	-	0
Status: 31 December	-398 586	-338 268	-	-	-58 845	-50 270	-7 328	-4 705	-464 759	-393 243
Net book value on 31 December	0	0	0	22 012	43 752	43 827	3 096	2 758	46 848	68 597

Insurance value of fixed assets per year-end	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Insurance value of operational real estate	303 724	303 533	0.1
Miscellaneous fixed assets	157 991	144 614	9.3
Total insurance value	461 715	448 147	3.0

Annex to the financial statements 2013

8. Receivables

	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Premium credit balance	264 946	250 817	5.6
Withholding tax credit balance	32 681	27 623	18.3
Real estate settlement account	28 942	25 706	12.6
Special account OA/OD (FCOS)	30 922	32 416	-4.6
Del credere	-25 197	-22 088	14.1
Other receivables	25 354	19 137	32.5
Total receivables	357 648	333 611	7.2

9. Cash

	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Cash on hand	724	731	- 1.0
Postal account	522 097	845 322	- 38.2
Banks	33 721	70 121	- 51.9
Total cash	556 542	916 174	- 39.3

10. Prepayments and accrued income

	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Accrued interest	215 700	197 999	8.9
Other	23 009	23 597	-2.5
Total prepayments and accrued income	238 709	221 596	7.7

11. Technical provisions¹⁾

	Provisions for short-term benefits		Provisions for long-term benefits ²⁾		Provisions for cost-of-living allowances		Total technical provisions	
	2013	2012	2013	2012	2013	2012	2013	2012
	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	2 547 400	2 468 900	10 799 012	10 665 050	-	-	13 346 412	13 133 950
NOAI	5 153 600	4 771 600	11 752 334	11 807 475	-	-	16 905 934	16 579 075
VIE	48 200	47 300	217 145	215 163	5 062	4 573	270 407	267 036
AIU	324 200	297 000	737 882	717 805	21 953	17 535	1 084 035	1 032 340
Total technical provisions	8 073 400	7 584 800	23 506 373	23 405 493	27 015	22 108	31 606 788	31 012 401

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

² Including provisions for the change in accounting principles

Annex to the financial statements 2013

12. Non-technical provisions	Provision for risks from capital investments		Other provisions		Total non-technical provisions	
	2013 CHF in 1,000s	2012 CHF in 1,000s	2013 CHF in 1,000s	2012 CHF in 1,000s	2013 CHF in 1,000s	2012 CHF in 1,000s
Status: 1 January	2 568 857	1 450 465	318 466	263 586	2 887 323	1 714 051
Education	875 892	1 118 392	37 293	69 910	913 185	1 188 302
Appropriation	-	-	-22 735	-15 030	-22 735	-15 030
Status: 31 December	3 444 749	2 568 857	333 025	318 466	3 777 774	2 887 323

13. Short-term liabilities for goods and services	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Premiums to be repaid	251 461	240 444	4.6
Accounts payable insurance benefits	79 765	224 818	-64.5
Accounts payable suppliers	40 180	33 577	19.7
Accounts payable military insurance	2 660	3 071	-13.4
Miscellaneous accounts payable	1 494	1 478	1.1
Accounts payable	124 099	262 944	-52.8
Total short-term liabilities for goods and services	375 560	503 388	-25.4

14. Other short-term liabilities	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Co-insurance	61 795	64 010	-3.5
FCOS/Financial asset	46 000	56 000	-17.9
Military insurance, current account	54 125	56 052	-3.4
Other	40 547	39 433	2.8
Total other short-term liabilities	202 467	215 495	-6.0

15. Accrued liabilities and deferred income	2013	2012	+/-
	CHF in 1,000s	CHF in 1,000s	in %
Premiums drawn in advance	571 336	513 605	11.2
Other accrued liabilities and deferred income	43 553	47 556	-8.4
Total accrued liabilities and deferred income	614 889	561 161	9.6

Report by the Financial Supervisory Commission

As external auditors, Ernst & Young AG conducted a risk-oriented audit of Suva's 2013 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 2013. The technical items relating to insurance were audited by the actuary, Professor Philippe Maeder.

In compliance with Art. 728a, §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 as well as the reports derived from them 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 2013 financial statements and to formally approve the actions of the Board of Management.

Lucerne, 17 April 2014

Financial Supervisory Commission

Chairman:
Kurt Gfeller

Vice-Chairman:
Urs Masshardt

Members:
Judith Bucher
Markus Notter
Roman Rogger

Secretary:
Barbara Häseli

Resolutions by the Board of Directors

The report by the Financial Supervisory Commission of 17 April 2014 relating to the examination of Suva's accounts for the year 2013 has been noted.

- 1.** Suva's annual report and financial statements for 2013 are approved.
- 2.** The deposits scheduled in Art. 111 of the Regulations 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 875,892,096 is allocated to the provision for capital investment risks and debited to the capital earnings account.
- 4.** The surplus in expenditure of CHF 32,128,323 in occupational accident insurance is drawn from the equalization reserve of this branch of insurance.
- 5.** The income surplus of CHF 21,242,681 in non-occupational accident insurance is allocated to the equalization reserve of this branch of insurance.
- 6.** The income surplus of CHF 2,521,940 in voluntary insurance for entrepreneurs is allocated to the equalization reserve of this branch of insurance.

7. The income surplus of CHF 19,904,121 in insurance for the unemployed is allocated to the equalization 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 Law on Accident Insurance (AIL).

Lucerne, 13 June 2014

On behalf of the Board of Directors

Chairman: Markus Dürri
Secretary-General: Judith Fischer

Notes on the financial statements 2013

Capital investments

Investment year 2013

Viewed overall, Suva's performance was attractive this year thanks to its investment strategy, which aims at broad diversification. While fixed-interest securities admittedly had a mixed year and their influence on overall performance was close to zero, share portfolios were the main drivers of Suva's positive performance. With regard to alternative investments, asset classes Non-traditional strategies as well as Private markets fulfilled expectations while commodities, gold and gold mines declined significantly. As was the case in previous years, returns from direct real estate investments were also attractive in 2013 once again.

Performance

For investment year 2013, Suva posted a performance of 4.7 per cent (previous year: 8.6 per cent) with a capital investment market value (without the cash and cash equivalents of the current assets) per 31 December 2013 of CHF 44,005.3m (previous year: CHF 41,893.6m).

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 2.3 per cent (previous year: 2.3 per cent) is posted for 2013.

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

Year	Direct yield	Total yield (performance)
	%	%
2009	2.7	12.6
2010	2.4	5.6
2011	2.4	0.2
2012	2.3	8.6
2013	2.3	4.7
Average of the last 3 years (geometrically)	2.3	4.4
Average of the last 5 years (geometrically)	2.4	6.3

Financial coverage at 31 December 2013 amounted to 128 per cent, which corresponds to solid financing.

Notes on the financial statements 2013

	2013	2012	As of 31.12.2013	As of 31.12.2012
	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	10 164	11 843	3 731 117	2 994 753

To collateralize securities lending, collateral in the amount of CHF 3,880,594 in thousands was made available to Suva.

Undisclosed reserves	2013	2012
	CHF in 1,000s	CHF in 1,000s
Liquid assets	0	0
Mortgages, loans and syndicated loans	0	0
Bonds	481 721	1 044 679
Indirect real estate investments	188 823	242 028
Investment property	731 033	681 109
Shares	3 319 493	2 358 552
Alternative investments	1 465 894	1 522 688
Derivatives (overlays) and opportunities	19 540	7 251
Total	6 206 504	5 856 307

The entire reserves for risks from capital investment thus amounted to CHF 9,651.2m. These comprised undisclosed reserves amounting to CHF 6,206.5m and the provisions for risks from capital investments of CHF 3,444.7m.

Notes on the financial statements 2013

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 420.5m (previous year: CHF 420.9m). This amount is used by Suva to meet insurance operating costs. The unused premium surcharges for the operating costs of CHF 8.3m (previous year: CHF 3.5m) are paid into the overall result.

Premium surcharges for occupational accident prevention

Suva received CHF 90.9m (previous year: CHF 90.9m) from the premium surcharge for occupational accident insurance and insurance for the unemployed. In accordance with Art. 87, §2 of the Federal Law on Accident Insurance (AIL), 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 94.0m (previous year: CHF 95.1m).

Premium surcharges for non-occupational accident prevention

In accordance with Art. 88 of the Federal Law on Accident Insurance (AIL), Suva levies premium surcharges for leisure-time safety on the net premiums for non-occupational accident insurance. In business year 2013, these amounted to CHF 14.9m (previous year: CHF 14.7m). These funds were used in accordance with Art. 100 of the Accident Prevention Directive (VUV). Suva made CHF 11.9m (80 per cent) of these funds available to the bfu – Swiss Council for Accident Prevention in Berne for their prevention activities in road safety, households 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 decreased by CHF 7.4m or 1.3 per cent. Of the overall operating costs, 79.8 per cent (previous year: 80.2 per cent) went on insurance operations, 17.2 per cent (previous year: 17.1 per cent) went on the prevention of occupational accidents and diseases and 3.0 per cent (previous year: 2.7 per cent) went on the prevention of non-occupational accidents.

Profit and loss account

Occupational accident insurance

	2013	2012
	CHF in 1,000s	CHF in 1,000s
Gross premiums for companies, incl. surcharges	1 749 891	1 751 395
Premium losses (balance)	-5 949	-3 816
Premiums	1 743 942	1 747 579
Allocated interest	343 325	340 374
Care benefits and reimbursement of expenses	-390 634	-367 242
Daily benefits	-512 780	-526 321
Pensions and capital benefits	-614 074	-608 226
Cost-of-living allowances to pensioners	-143 286	-148 862
Recourse income	36 047	37 919
Insurance benefits paid	-1 624 727	-1 612 732
Change in technical provisions	-212 462	-169 882
Claims expenditure	-1 837 189	-1 782 614
Reimbursed expenditure for occupational safety	94 047	95 130
Contribution to the prevention of occupational accidents and diseases	-90 582	-90 574
Other technical result	3 465	4 556
Insurance operations	-160 236	-163 455
Prevention of accidents and occupational diseases	-94 047	-95 130
Operating expenditure	-254 283	-258 585
Ordinary allocation to the general reserves	-16 999	-17 514
Technical result	-17 739	33 796
Financial result	35 597	41 052
Annual result prior to the reduction in the equalization reserve	17 858	74 848
Reduction in the equalization reserve	-49 986	-
Annual result after the reduction in the equalization reserve	-32 128	74 848

Profit and loss account: notes

Occupational accident insurance

Declining accident figures

In 2013, 183,763 occupational accidents and diseases were reported to Suva. This represents 2,153 reports or 1.2 per cent less than in the previous year.

Increase in new pension awards

The number of newly awarded occupational accident insurance disability pensions amounted to 888 (previous year: 830) and there were 192 (previous year: 131) survivors' pensions.

Positive closing

With premium income of CHF 1,743.9m (previous year: CHF 1,747.6m), technical interest income of CHF 343.3m (previous year: CHF 340.4m) and claims expenditure of CHF 1,837.2m (previous year: CHF 1,782.6m), the operating account for occupational accident insurance posted a technical result of CHF 17.7m (previous year: CHF 33.8m). It contains the statutory allocation to the general reserves of CHF 17.0m (Art. 111 UVV). In addition, it also contains operating costs of CHF 254.3m (previous year: CHF 258.6m) as well as premium surcharges for the prevention of occupational accidents and diseases in the amount of CHF 90.6m (previous year: CHF 90.6m). In accordance with Art. 87, §2, Swiss Federal Law on Accident Insurance (AIL), the latter have been transferred to the special account of the Federal Coordination Committee for Occupational Safety (FCOS).

Together with the financial result of CHF 35.6m (previous year: CHF 41.1m), the result for the report year is an income surplus of CHF 17.9m (previous year: CHF 74.9m). Taking into account the reduction in the equalization reserve of CHF 50.0m, this results in excess expenditure of CHF 32.1m, which is taken from the equalization reserve.

Increase in wages and salaries

In the course of the year under review, the sum of wages and salaries on which the account is based increased by CHF 2.6bn or by 1.86 per cent to CHF 140.2bn.

Profit and loss account

Non-occupational accident insurance

	2013	2012
	CHF in 1,000s	CHF in 1,000s
Gross premiums for companies, incl. surcharges	2 228 958	2 218 925
Premium losses (balance)	-7 735	-4 965
Premiums	2 221 223	2 213 960
Allocated interest	377 776	377 025
Care benefits and reimbursement of expenses	-715 327	-671 651
Daily benefits	-628 712	-649 355
Pensions and capital benefits	-632 391	-621 440
Cost-of-living allowances to pensioners	-140 284	-145 253
Recourse income	138 855	150 604
Insurance benefits paid	-1 977 859	-1 937 095
Change in technical provisions	-326 859	-323 568
Claims expenditure	-2 304 718	-2 260 663
Operating expenditure (insurance operations)	-238 998	-243 581
Prevention of non-occupational accidents	-15 173	-14 058
Operating expenditure	-254 171	-257 639
Ordinary allocation to the general reserves	-22 289	-22 189
Technical result	17 821	50 494
Financial result	3 422	90 654
Annual result	21 243	141 148

Profit and loss account: notes

Non-occupational accident insurance

Increase in the number of accidents

In 2013, the number of non-occupational accident insurance accidents reported to Suva amounted to 263,021 – which corresponded to an increase of 2,036 cases or 0.8 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 778 (previous year: 650) accompanied by a total of 112 survivors' pensions (previous year: 115).

Positive closing

With premium income of CHF 2,211.2m (previous year: CHF 2,214.0m), technical interest income of CHF 377.8m (previous year: CHF 377.0m) and claims expenditure of CHF 2,304.7m (previous year: CHF 2,260.7m), the operating account for non-occupational accident insurance posted a technical result of CHF 17.8m (previous year: CHF 50.5m). It contains the allocation to the general reserves of CHF 22.3m required by law (Art. 111 UVV). It also contains the operating expenditure of CHF 254.2m (previous year: CHF 257.6m) as well as the premium surcharges for leisure-time safety in the amount of CHF 14.9m (previous year: CHF 14.7m). From the latter, CHF 11.9m (previous year: CHF 11.8m) have been made available to the bfu – Swiss Council for Accident Prevention in Berne as a contribution towards operating costs.

Together with the financial result of CHF 3.4m (previous year: CHF 90.6m), the result for the report year is an income surplus of CHF 21.2m (previous year: CHF 141.2m), which is allocated to the equalization reserve.

Increase in wages and salaries

The wages and salaries on which the accounts are based increased by CHF 2.5bn or by 1.86 per cent to CHF 139.5bn.

Profit and loss account

Voluntary insurance for entrepreneurs

	2013	2012
	CHF in 1,000s	CHF in 1,000s
Gross premiums for companies, incl. surcharges	21 782	22 236
Premium losses (balance)	- 121	- 28
Premiums	21 661	22 208
Allocated interest	6 917	6 923
Care benefits and reimbursement of expenses	- 4 592	- 4 352
Daily benefits	- 6 191	- 5 329
Pensions and capital benefits	- 11 605	- 11 374
Cost-of-living allowances to pensioners	- 905	- 925
Recourse income	821	819
Insurance benefits paid	- 22 472	- 21 161
Change in technical provisions	- 3 371	508
Claims expenditure	- 25 843	- 20 653
Operating expenditure (insurance operations)	- 1 227	- 1 133
Ordinary allocation to the general reserves	- 218	- 222
Technical result	1 290	7 123
Financial result	1 232	1 244
Annual result	2 522	8 367

Profit and loss account: notes

Voluntary insurance for entrepreneurs

Increase in the number of accidents and new pensions

At the end of the year under review, 8,208 people (previous year: 8,278) were voluntarily insured with Suva. They suffered 1,233 accidents (previous year: 1,170). The number of newly awarded voluntary insurance disability pensions amounted to 23 (previous year: 19) and 2 survivors' pensions (previous year: 2).

Positive closing

With premium income of CHF 21.7m (previous year: CHF 22.2m), technical interest income of CHF 6.9m (previous year: CHF 6.9m) and claims expenditure of CHF 25.8m (previous year: CHF 20.7m), the operating account for voluntary insurance for entrepreneurs posted a technical result of CHF 1.3m (previous year: CHF 7.1m). It contains the allocation of CHF 0.2m (Art. 111 UVV) to the general reserves required by law as well as operating costs of CHF 1.2m (previous year: CHF 1.1m).

Together with the financial result of CHF 1.2m (previous year: CHF 1.3m), the result for the year under review is an income surplus of CHF 2.5m (previous year: CHF 8.4m), which is allocated to the equalization reserve.

Decrease in wages and salaries

The wages and salaries in voluntary insurance for entrepreneurs on which the accounts are based decreased by CHF 4.7m or by 0.84 per cent to CHF 555.0m.

Profit and loss account

Accident insurance for the unemployed

	2013	2012
	CHF in 1,000s	CHF in 1,000s
Premiums	180 188	161 064
Allocated interest	23 095	22 515
Care benefits and reimbursement of expenses	-43 895	-43 333
Daily benefits	-55 334	-56 716
Pensions and capital benefits	-29 186	-28 038
Cost-of-living allowances to pensioners	-1 651	-1 700
Recourse income	11 669	10 914
Insurance benefits paid	-118 397	-118 873
Change in technical provisions	-51 695	-29 436
Claims expenditure	-170 092	-148 309
Contribution towards the prevention of occupational accidents and diseases	-318	-333
Other technical result	-318	-333
Insurance operations	-16 333	-15 922
Prevention of accidents and occupational diseases	-1 166	-1 036
Operating expenditure	-17 499	-16 958
Ordinary allocation to the general reserves	-1 802	-1 611
Technical result	13 572	16 368
Financial result	6 332	6 174
Annual result	19 904	22 542

Profit and loss account: notes

Accident insurance for the unemployed

Higher number of accidents

In the year under review, jobseekers in Switzerland suffered 14,759 accidents (previous year: 14,000), which represented an increase of 5.4 per cent compared with the previous year. The number of disability pensions awarded in accident insurance for the unemployed amounted to 87 (previous year: 85) and survivors' pensions were awarded in 9 cases (previous year: 4).

Positive result

With premium income of CHF 180.2m (previous year: CHF 161.1m), technical interest income of CHF 23.1m (previous year: CHF 22.5m) and claims expenditure of CHF 170.1m (previous year: CHF 148.3m), the operating account for accident insurance for the unemployed posted a technical result of CHF 13.6m (previous year: CHF 16.3m). Premium income in accident insurance for the unemployed can fluctuate sharply dependent on the state of the economy. The technical result contains the allocation to the general reserves of CHF 1.8m required by law (Art. 111 UVV). In addition, it also contains operating costs of CHF 17.5m (previous year: CHF 17.0m) 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, Swiss Federal Law on Accident Insurance (AIL), the latter are transferred to the special account of the Federal Coordination Committee for Occupational Safety (FCOS).

Together with the financial result of CHF 6.3m (previous year: CHF 6.2m), the year under review posted an income surplus of CHF 19.9m (previous year: CHF 22.5m), which was allocated to the equalization reserve.

Increase in wages and salaries

The wages and salaries insured in this insurance branch amounted to CHF 4.4bn. This corresponds to an increase of 12.5 per cent or CHF 491.3m.

Profit and loss account

Military insurance

	2013	2012
	CHF in 1,000s	CHF in 1,000s
Premiums	17 530	17 177
Care benefits and reimbursement of expenses	-65 684	-60 384
Daily benefits	-27 981	-27 473
Pensions and capital benefits	-102 467	-106 918
Recourse income	437	1 230
Insurance benefits paid	-195 695	-193 545
Claims expenditure	-195 695	-193 545
Reimbursed expenditure for military insurance	198 863	197 317
Other technical result	198 863	197 317
Operating expenditure for insurance operations	-20 698	-20 949
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 an independent social insurance according to the Federal Law on Military Insurance (MIL). 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 above-mentioned 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 and daily allowances

Care benefits cover expenditure relating to healthcare treatment. The number of cases increased by around 4 per cent in 2013, which was also accompanied by a corresponding increase in care services and daily allowances. Another reason for the increase was the backlog in settlements in 2012 caused by the introduction of SwissDRG (diagnosis-related groups). These services were not charged before 2013.

Pension payments on the decline

The number of new disability pensions was reduced as a result of case management and consistently implemented occupational rehabilitation. In addition, the reduction in pension costs is attributable to the demographic stratification among the pensioners.

Operating costs

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 MIL. Compared with the previous year, costs were reduced by about CHF 0.3m (among other things due to consistent, monthly overhead cost controlling)

Key figures over the past five years

Balance sheet	2013	2012	2011	2010	2009
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Balance sheet total	39 197.6	37 747.5	35 678.7	33 990.6	32 787.4
Capital investments	37 798.8	36 037.3	33 941.0	32 582.2	31 507.6
Intangible assets	196.7	167.1	124.8	83.7	74.5
Fixed assets	46.9	68.6	48.4	31.2	30.7
Non-current assets	38 042.4	36 273.0	34 114.2	32 697.1	31 612.8
Receivables	357.6	333.6	416.7	383.6	414.6
Cash	556.5	916.2	896.8	640.9	468.2
Material and goods inventories	2.4	3.1	0.9	2.6	2.3
Prepayments and accrued income	238.7	221.6	250.1	266.4	289.5
Current assets	1 155.2	1 474.5	1 564.5	1 293.5	1 174.6
General reserves	1 208.9	1 167.7	1 126.1	1 082.7	1 039.6
Statutory reserves	1 208.9	1 167.7	1 126.1	1 082.7	987.0
Withdrawals from the general reserves	–	–	–	–	–52.6
of which withdrawals for accident insurance for the unemployed	–	–	–	–	32.1
Equalization reserves	1 330.2	1 318.6	1 071.8	949.0	757.2
Equity	2 539.1	2 486.3	2 197.9	2 031.7	1 744.2
Provisions for short-term benefits	8 073.4	7 584.8	7 354.2	7 101.5	6 235.8
Provisions for long-term benefits (incl. cost-of-living allowances)	23 533.4	23 427.6	23 135.8	22 438.8	22 444.0
Technical provisions	31 606.8	31 012.4	30 490.0	29 540.3	28 679.8
Non-technical provisions	3 777.8	2 887.3	1 714.1	991.1	1 033.6
Financial liabilities	81.0	81.4	70.0	71.5	71.5
Non-current (long-term) liabilities	35 465.6	33 981.1	32 274.1	30 602.9	29 784.9
Liabilities from services and goods	578.0	718.9	672.8	711.3	653.4
Accrued liabilities and deferred income	614.9	561.2	533.9	644.7	604.9
Short-term borrowed capital	1 192.9	1 280.1	1 206.7	1 356.0	1 258.3

Key figures over the past five years

Overall operating account	2013	2012	2011	2010	2009
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Premiums (gross, less losses)	4 184.5	4 162.0	4 361.7	4 313.2	4 230.1
Allocated interest	751.1	746.8	732.5	722.4	721.0
Care benefits and reimbursement of expenses	-1 220.1	-1 147.0	-1 088.3	-1 068.5	-1 048.8
Daily benefits	-1 231.0	-1 265.2	-1 220.9	-1 176.5	-1 164.9
Pensions and capital benefits	-1 389.7	-1 376.0	-1 379.5	-1 371.6	-1 362.9
Cost-of-living allowances to pensioners	-286.1	-296.7	-307.3	-317.8	-328.0
Recourse income	187.8	201.5	216.2	229.2	259.1
Insurance benefits paid out	-3 939.1	-3 883.4	-3 779.8	-3 705.2	-3 645.5
Provisions for short-term benefits	-488.6	-230.6	-252.7	-865.7	-848.6
Provisions for long-term benefits	-100.9	-287.1	-693.4	9.0	-167.0
Provisions for cost-of-living allowances	-4.9	-4.7	-3.6	-3.8	-8.7
Change in technical provisions	-594.4	-522.4	-949.7	-860.5	-1 024.3
Claims expenditure	-4 533.5	-4 405.8	-4 729.5	-4 565.7	-4 669.8
Reimbursed expenditure for occupational safety	94.0	95.1	97.6	97.8	96.3
Contribution to the prevention of occupational accidents and occupational diseases	-90.9	-90.9	-96.0	-94.7	-95.1
Reimbursed expenditure for military insurance	198.9	197.3	198.2	199.6	199.5
Other technical result	202.0	201.5	199.8	202.7	200.7
Operating expenditure	-547.9	-555.3	-529.9	-522.8	-519.8
Ordinary allocation to the general reserves	-41.3	-41.5	-43.5	-43.0	-42.2
Interest on withdrawal from the general reserves	-	-	-	-1.0	-1.7
Technical result	14.9	107.7	-8.9	105.8	-81.7
Income from capital investments	839.3	926.4	902.1	894.6	1 022.3
Technical interest expense	-751.1	-746.8	-732.5	-722.4	-721.0
Other financial earnings	0.2	-0.9	-0.7	-1.5	0.5
Expenditure for capital investment administration	-41.8	-39.5	-37.3	-32.1	-31.9
Financial result	46.6	139.2	131.6	138.6	269.9
Annual result prior to the reduction in the equalization reserve	61.5	246.9	122.7	244.4	188.2
Reduction in the equalization reserve	-50.0	-	-	-	-
Annual result after the reduction in the equalization reserve	11.5	246.9	122.7	244.4	188.2

Key figures over the past five years

**Provisions for long-term benefits
(excl. cost-of-living allowances)**

	2013	2012	2011	2010	2009
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Long-term benefits in occupational accident insurance	10 799.0	10 665.1	10 554.6	10 257.0	10 154.9
Change	133.9	110.5	297.6	102.1	126.6
Long-term benefits in non-occupational accident insurance	11 752.3	11 807.5	11 648.5	11 279.5	11 448.0
Change	-55.2	159.0	369.0	-168.5	26.0
Long-term benefits in voluntary insurance for entrepreneurs	217.1	215.1	216.7	211.9	198.1
Change	2.0	-1.6	4.8	13.8	-7.4
Long-term benefits in accident insurance for the unemployed	737.9	717.8	698.6	676.6	633.0
Change	20.1	19.2	22.0	43.6	21.8
Total	23 506.3	23 405.5	23 118.4	22 425.0	22 434.0

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

	2013	2012	2011	2010	2009
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Provisions	8 073.4	7 584.8	7 354.2	7 101.5	6 235.8
Change	488.6	230.6	252.7	865.7	848.6

Summary of insured wages and salaries

	2013	2012	2011	2010	2009
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Occupational accident insurance	140 224.2	137 664.2	134 979.3	129 931.9	128 023.9
Change	2 560.0	2 684.9	5 047.4	1 908.0	940.4
Non-occupational accident insurance	139 509.4	136 955.5	134 217.2	129 222.2	127 343.9
Change	2 553.9	2 738.3	4 995.0	1 878.3	940.8
Accident insurance for the unemployed	4 415.6	3 924.3	3 817.2	5 014.6	4 403.4
Change	491.3	107.1	-1 197.4	611.2	1 406.4

Key figures over the past five years

Development of accident figures	2013	2012	2011	2010	2009
	No. of cases	No. of cases	No. of cases	No. of cases	No. of cases
Occupational accident insurance	183 763	185 916	188 576	184 787	177 882
Change	-2 153	-2 660	3 789	6 905	-8 128
Non-occupational accident insurance	263 021	260 985	261 802	254 603	254 176
Change	2 036	-817	7 199	427	2 373
Voluntary insurance for entrepreneurs	1 233	1 170	1 202	1 238	1 289
Change	63	-32	-36	-51	48
Accident insurance for the unemployed	14 759	14 000	14 844	18 266	15 473
Change	759	-844	-3 422	2 793	3 750
Total	462 776	462 071	466 424	458 894	448 820

Development of market values of capital investments

Development of market values of capital investments	2013	2012	2011	2010	2009
	CHF in m	CHF in m	CHF in m	CHF in m	CHF in m
Liquid investments	2 011.7	2 155.7	1 334.5	1 465.1	1 768.6
Mortgages	416.8	409.7	419.2	445.0	475.1
Loans and syndicated loans	5 338.6	4 947.6	4 827.5	4 515.0	4 213.5
Bonds in CHF	7 235.3	7 139.8	7 695.9	8 150.1	7 562.0
Bonds in foreign currency	5 135.0	4 406.3	4 096.8	3 526.8	3 450.2
Indirect real estate investments	1 100.6	1 195.2	1 254.8	1 308.8	1 103.4
Investment property (including investment property under construction)	4 546.0	4 314.6	4 219.1	3 862.9	3 735.9
Shares in Switzerland	3 408.3	3 752.6	3 624.2	4 019.1	3 696.2
Shares outside Switzerland	6 475.9	5 722.8	4 898.8	5 292.2	5 263.5
Alternative investments	8 100.5	7 615.5	5 948.6	5 252.4	4 800.9
Derivatives (overlays) and opportunities	236.6	233.7	35.5	637.0	1.0
Total market values of capital investments	44 005.3	41 893.6	38 355.0	38 474.5	36 070.3